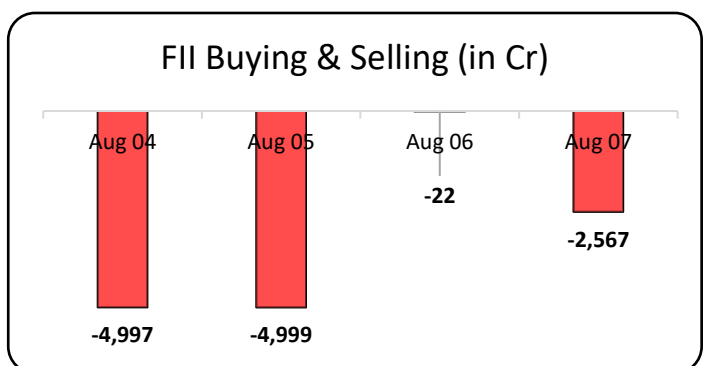
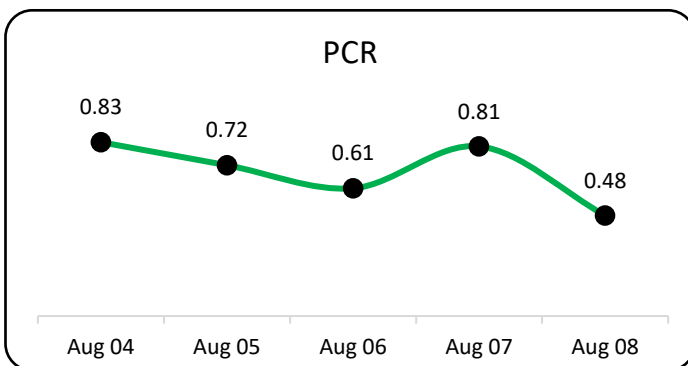


## Executive Summary

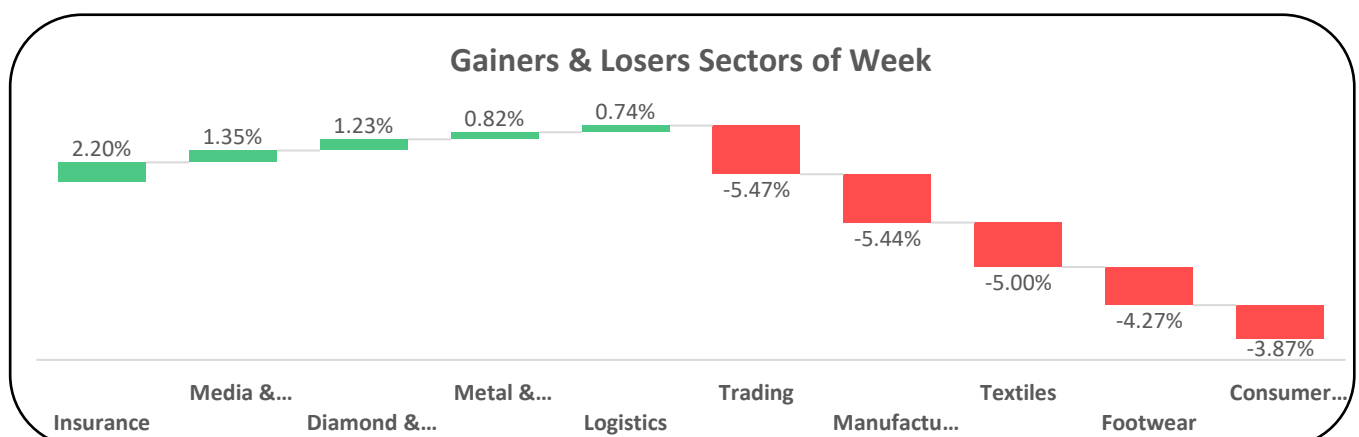
Between August 4 to 8, 2025, the Indian stock market experienced volatility and a modest decline amid global trade tensions and domestic macroeconomic concerns. The benchmark indices, Nifty 50 and BSE Sensex, fell around 1% by week's end, with Sensex closing near 79,858 points, marking its sixth consecutive weekly loss due largely to uncertainty over US-India tariffs, foreign portfolio investor (FPI) outflows, and cautious earnings reactions. Defensive sectors like FMCG showed resilience while high-beta sectors such as realty, metals, and defense faced sharper declines.

## Market Performance Overview

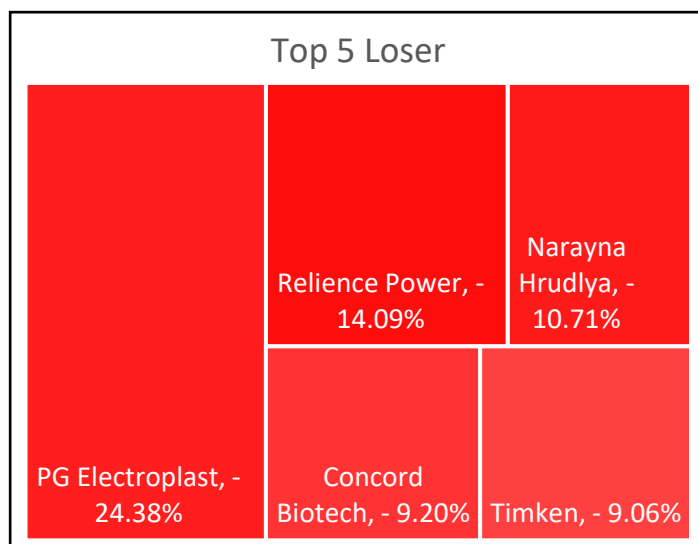
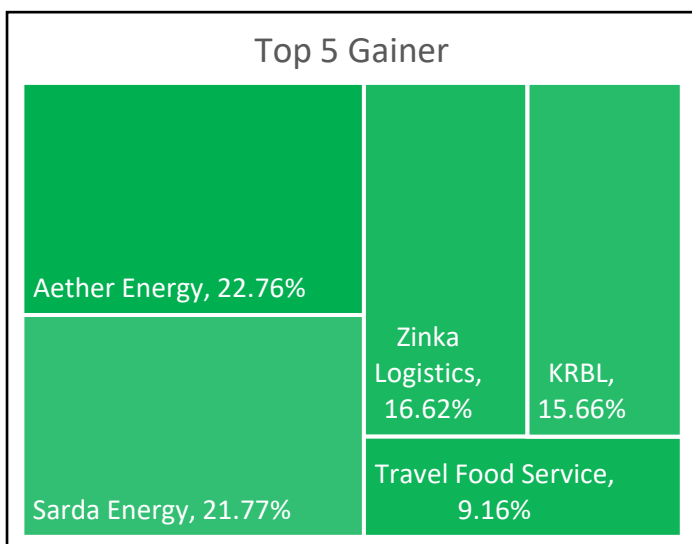


## Sector Highlights

- **FMCG:** The only major sector to post strong positive returns, up nearly 3% for the week, supported by defensive buying as broader markets faced volatility.
- **PSU Banks:** Down more than 3%, dragged by caution following FII selling, macro concerns, and rising non-performing asset risks.
- **Healthcare (Pharma):** Down around 2.5% following profit-booking and disappointing Q1 numbers from a few large pharma firms.
- **Capital Markets:** Lost over 3%, as falling market volumes and fewer new listings weighed on sentiment, compounding FPI outflows
- **Defence:** Fell nearly 5%, impacted by macro headwinds and uncertainty from new tariff impositions and global trade tensions.



## Key Stock Movements: Gainer & Loser



## Macroeconomic Factors: Top Headlines

- US President Trump's imposition of a 50% tariff on Indian exports triggered sharp declines in Indian equities, prompting fears of a protracted trade spat and its damaging macroeconomic spillovers
- A Reuters poll noted the sharpest consumer inflation drop in India in nearly a decade, providing some relief to monetary policymakers and equity investors.
- Policy reforms by SEBI have led to increased retail investor participation in the corporate bond market, providing a new avenue for capital amid banking credit sluggishness and equity volatility.
- The Reserve Bank of India kept policy rates unchanged, citing global risks and inflation uncertainties, even as it opened a window for future easing should external headwinds intensify.
- Soft Continuous FII outflows, driven by tariff tensions and high Indian valuations, have been partly offset by strong domestic institutional investor (DII) buying, stabilizing the market amid global turbulence.
- Global ratings agencies signaled that protectionist US policies might hamper India's ambitions to expand manufacturing and become a global production hub.
- Several high-profile IPOs in India saw weak subscription and tepid listings, reflecting risk aversion and liquidity constraints in a challenging macro backdrop.
- Asian investors offloaded foreign stocks and adjusted outlooks as the US-India tariff spat raised the risk of a broader slowdown in the region's export and manufacturing sectors.
- Trade negotiations with the US hit a deadlock over market access to agriculture and dairy, as macroeconomic stakeholders in both countries lobby for farmer protection.

## Market Outlook: Upcoming Week 11<sup>th</sup> August – 14<sup>th</sup> August

Week Range Low/High	24,337-24,736
Current Level	24,363
Support Level	24,200- 24,000
Resistance Level	24,500–24,700
Current PCR	0.48

**Market Outlook:** The Indian stock market is expected to remain volatile and cautious next week, with bearish undertones unless key supports hold. Markets may see a technical bounce if global risks stabilize, but overall sentiment depends on US-India tariffs and foreign investor.

- **Downside Watch:** Nifty fails to hold the 24,300 level and breaks below the critical 24,000 mark it would signal a decisive shift in sentiment toward weakness. which is the next major demand zone from the earlier consolidation phase. A close below 24,000 would also mean the index is trading under its 200-day EMA,
- **Upside Watch:** If Nifty manages to hold above the 24,300–24,000 support zone early next week, it could trigger a relief rally, especially with the RSI hovering near oversold territory, indicating selling momentum may be easing. A sustained move above 24,520 (short-term resistance) could attract fresh buying, pushing the index toward the psychological 25,000 level.
- **Note:** All levels and strategies are based on current market data and are subject to change. It's essential to stay updated with real-time market movements and adjust strategies accordingly.
- **Disclaimer:** This is not a recommendation. Investing in securities is subject to market risks. Please read all related documents carefully and consult a financial advisor before investing.

