

The Week that was

August 29, 2025

“Tariffs, Trade Woes, and Turbulence: Indian Markets End the Week in Red”

Indian Developments

On August 29, 2025, Nifty ended the week at 24,426 after a volatile session. Indices came under pressure mid-week following the U.S. imposing 50% tariffs on Indian exports but managed a mild recovery on Friday. **For the week, Nifty 50, Nifty Midcap 150, and Nifty Small cap 250 declined by 1.78%, 3.21%, and 3.19%, respectively.**

The Indian rupee concluded the week with the major drawdowns driven by global dollar strength, capital outflows and trade tensions

FII's offloaded equities worth approximately ₹8,982 crore, while DII's provided strong support with inflows of around ₹10,236 crore. Market sentiment was further dampened by higher oil import bills and a widening trade deficit, which weighed heavily on several sectors.

Sectoral Developments

During the week, most major sectors closed in negative territory, with Nifty Capital Market and Nifty Realty suffering the sharpest losses of 7.56% and 4.28%, respectively.

Other significant laggards included Nifty Bank (-2.71%), Nifty Oil & Gas (-3.02%), Nifty Financial Services (-2.85%), Nifty Healthcare (-2.64%), and Nifty Energy (-2.52%).

It was primarily impacted by FII outflows, weak sentiment due to trade tensions and rupee depreciation, RBI cautious stance, fear of slower credit growth, higher crude oil prices with narrowing discounts and weak corporate earnings.

Global Developments

Globally, uncertainty persists due to mixed U.S. economic data and ambiguity surrounding the U.S. Federal Reserve's interest rate decisions ahead of Powell's speech at the Jackson Hole Symposium.

U.S. stock indices—**Dow Jones Industrial Average, South Korea's KOSPI and Japan's Nikkei index** — tumbled by **-0.34%, and -0.32%** and **-0.26%** respectively.

Other U.S. indices- **S&P 500** gained by 0.32%. On the other hand, in Europe, the **FTSE 100** fallen by 0.27% while Germany's **DAX** ended the week flat, experiencing a fall of -0.32%

Among the Asian indices, **Shanghai Composite** marginally grew by **0.32%**, and **Hong Kong's Hang Seng Index** was weakly positive with a rise of 0.35%.

Other Markets:

Source: www.nseindices.com; MCX Gold Prices; Economic times, Bloomberg.

Data for week ended on August 29 , 2025.

The Week that was

August 29, 2025

- Brent Crude oil prices closed at \$68.09 per barrel.
- The rupee ended the week at 88.21 against the US dollar
- The 10 Year Benchmark G-Sec yield closed at 6.57% this week.
- Gold prices closed at Rs 1,01,655 per 10 grams.

Disclaimers:

The views and investment tips expressed by experts are their own and are meant for informational purposes only and should not be construed as investment advice. Investors should check with their financial advisors before taking any investment decisions.

The word 'more' does not imply more returns or assurance of scheme performance. It refers to the additional value provided by the joint venture, as compared to Baroda AMC and BNP Paribas AMC individually.

In the preparation of the material contained in this document, Baroda BNP Paribas Asset Management India Ltd. ("AMC") (formerly BNP Paribas Asset Management India Private Limited) has used information that is publicly available, including information developed in-house. The AMC, however, does not warrant the accuracy, reasonableness and/or completeness of any information. This document may contain statements/opinions/ recommendations, which contain words, or phrases such as "expect", "believe" and similar expressions or variations of such expressions that are "forward looking statements". Actual results may differ materially from those suggested by the forward looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, etc. The AMC (including its affiliates), Baroda BNP Paribas Mutual Fund ("Mutual Fund"), its sponsor / trustee and any of its officers, directors, personnel and employees, shall not be liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this document in any manner. The recipient alone shall be fully responsible / liable for any decision taken based on this document. All figures and other data given in this document are dated and may or may not be relevant at a future date. Prospective investors are therefore advised to consult their own legal, tax and financial advisors to determine possible tax, legal and other financial implication or consequences of subscribing to the units of the schemes of Baroda BNP Paribas Mutual Fund.

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

Source: www.nseindices.com; MCX Gold Prices; Economic times, Bloomberg.

Data for week ended on August 29, 2025.