

The Week that was

September 5, 2025

“Tariffs, Tech & Turnaround: Indian Markets Juggle Global Heat with Domestic Hope”

Indian Developments

On **September 5, 2025**, the **Nifty 50** closed the week at **24,721**, rebounding with a **1.29% gain** after two consecutive weeks of decline. The rally was largely driven by **renewed optimism around the anticipated GST 2.0 reforms**. Additionally, **progress in India's trade negotiations with the EU**, and growing expectations of a **Free Trade Agreement (FTA)** by year-end, further buoyed investor sentiment.

For the week, **Nifty Midcap 150**, and **Nifty Small cap 250** uplifted by **2.04%**, and **2.41%**, respectively.

The Indian rupee touching a record low of **Rs 88.20/\$** raising concerns over imported inflation. On the commodities front, **gold prices remained firm**, benefiting from global uncertainty and the weaker rupee.

FII's remained the net sellers, while DII's provided strong support.

Sectoral Developments

During the week, most major sectors ended in the green, with **Nifty Metal emerging as the top performer**, posting a **5.75% gain**. The rally was driven by **China's announcement of production cuts**, **supportive government policies**, and a **weaker US dollar**.

Other significant performers included **Nifty Auto (5.45%)**, **Nifty Capital Markets (4.37%)**, **Nifty EV and New age Automotive (-3.45%)**, **Nifty Consumer Durables (3.20%)**.

The major laggard seen was **Nifty IT**, declined by **1.55%** led by **disappointing US labour data**, **US tariff** and **persistent FII's selling**.

Global Developments

Global equity indices ended the week in positive territory, supported by **NVIDIA's strong earnings**, growing expectations of a **Fed rate cut**, and an upward revision in **U.S. GDP to 3.3%**, reflecting economic resilience.

U.S. stock indices—the **Dow Jones Industrial Average** and **S&P 500**—rose by **0.77%** and **0.83%**, respectively, compared to the previous week.

In Asia, **South Korea's KOSPI** posted a marginal gain of **0.13%**, while **Japan's Nikkei** recorded a stronger increase of **1.03%**.

European indices were mildly positive, with the **FTSE 100** up **0.31%** and **Germany's DAX** rising **0.17%**

Among Asian markets, the **Shanghai Composite** and **Hong Kong's Hang Seng Index** led gains, rising **1.24%** and **1.34%**, respectively.

Other Markets:

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

Data for week ended on September 5, 2025.

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- Brent Crude oil prices closed at \$66.66 per barrel.
- The rupee ended the week at 88.26 against the US dollar
- The 10 Year Benchmark G-Sec yield closed at 6.56% this week.
- Gold prices closed at Rs 1,06,063 per 10 grams.

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