

# The Week that was

June 05, 2026

## "Indian Equities Decline Amid Sector Rotation as Global Benchmarks Hit Mixed Record Highs"

### Indian Developments

Indian equity benchmarks underwent a volatile consolidation for the week ending **June 5, 2026**. The RBI Monetary Policy Committee maintained a repo rate of 5.25% under a neutral stance. The RBI downgraded its real GDP projection to **6.6%** (from 6.9%) due to Middle East conflicts and \$110/barrel oil. The central bank raised its consumer price inflation (CPI) target to **5.1%** (from 4.6%).

**NIFTY 50 and NIFTY MIDCAP 150:** Slid **0.77%** and **1.42%** respectively over the course of the week. **NIFTY 100 & NIFTY 500:** Retreated by **0.86%** and **0.85%** to settle at **24,397.30** and **22,465.35** respectively.

**INDIA VIX:** Eased down by **2.47%** to settle at **15.79**, indicating a softening in near-term options pricing fear. **Nifty 10 Yr Benchmark G-Sec:** Closed up **0.22%** to settle at **2,617** as fixed-income yields stabilized following the steady rate policy.

### Sectoral Developments

The week saw distinct performance disparities among thematic sectors following the central bank's updated micro-measures.

- **Key Sectoral Gainers:** **Nifty Media** led the entire market by surging **6.69%**. **Nifty Consumer Durables** jumped **1.49%**, and **Nifty PSU Bank** climbed **1.26%** due to stable domestic earnings support.
- **Key Sectoral Losers:** Non-banking financial pipelines saw substantial capital outlays. **Nifty Financial Services Ex-Bank** plunged **3.29%**, followed closely by **Nifty MidSmall Financial Services** (-2.73%) and **Nifty FMCG** (-2.19%).

### Global Developments

Performance across international equity markets was highly fragmented as capital rotation impacted technology exchanges.

- **Wall Street:** The Dow Jones Industrial Average surged 1.73% to reach fresh record territories, fuelled by strong rotations into banking and defensive value stocks. The S&P 500 added a modest 0.41%, while the tech-heavy Nasdaq Composite slipped 0.09% following institutional profit-taking in mega-cap AI hardware shares.
- **Asian Markets:** South Korea's benchmark KOSPI index traded sharply lower, erasing prior gains due to heavy chipmaker liquidations and regional trade supply bottlenecks.

### Other Markets:

- **Brent Crude:** **\$95.08 per barrel**
- **Rupee ended the week at ₹94.94 against the US dollar**

Source: [www.nseindices.com](http://www.nseindices.com); MCX Gold Prices; Economic times, Bloomberg.

Data for week ended on June 05, 2026.

# The Week that was

June 05, 2026

- 10-Year Benchmark Yield: **6.98%**.
- Gold price closed at Rs 1,54,041.

## 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.**