Weekly Market Update

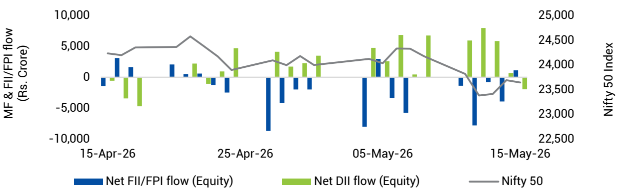
EDELWEISS MUTUAL FUND

Macro Economic Release

Indicators	Actual	Consensus	Previous
Imports ($ billion) (Apr 2026)	71.94	NA	59.59
Exports ($ billion) (Apr 2026)	43.56	NA	38.92
Trade Deficit ($ billion) (Apr 2026)	28.38	NA	20.67
Fiscal Deficit % of BE (Feb 2026)	80.38	NA	62.97

Source: Refinitiv

FII and DII Investment vs Nifty 50



Source: NSDL, SEBI & NSE

Macro Economic Update

- India's Consumer Price Index (CPI)–based inflation rose to 3.48% in Apr 2026 from 3.40% in Mar 2026, primarily due to higher food prices. Consumer food price inflation climbed to 4.20% in Apr 2026, compared to 3.87% in Mar 2026.
- India's wholesale price index (WPI)-based inflation climbed to a 42-month high of 8.30% YoY in Apr 2026, accelerating from 3.88% in Mar 2026, primarily driven by a sharp rise in fuel and power prices due to the West Asia crisis.
- India's merchandise trade deficit widened to $28.38 billion in Apr 2026, compared with $27.10 billion in Apr 2025. Exports increased 13.79% YoY to $ 43.56 billion, while imports rose 10.03% YoY to $ 71.94 billion over the same period.
- India's unemployment rate rose marginally to 5.2% in Apr 2026, up from 5.1% in Mar 2026, indicating a slight softening in employment conditions while remaining largely stable overall.
- According to the commerce ministry data, India's gold imports rose around 82% YoY to $5.62 billion in Apr 2026, while silver imports surged 157% to $411 million, driven by higher prices, though a recent hike in customs duty is likely to moderate future imports.

Indian Equity Market Performance

Broad Indices	15-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE Sensex	75,238	-2.70	-8.84	-11.71
Nifty 50	23,644	-2.20	-5.66	-9.51
BSE 100	25,051	-2.51	-4.24	-8.39
Nifty 500	22,531	-2.53	-1.13	-5.62
Nifty Midcap 100	60,567	-2.17	7.14	0.14
Nifty Small cap 100	17,883	-4.56	3.73	0.95

Sector Indices	15-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE AUTO	57,425	-4.23	7.69	-8.20
BSE Bankex	60,489	-2.99	-4.08	-9.39
BSE CD	58,163	-3.95	-1.76	-3.07
BSE CG	76,826	-4.12	13.31	14.47
BSE FMCG	18,826	-0.91	-8.97	-7.47
BSE HC	47,193	1.41	10.88	7.74
BSE IT	26,964	-5.67	-28.41	-26.60
BSE METAL	43,386	1.50	39.69	17.86
BSE Oil & Gas	26,834	-2.12	-1.52	-6.53
BSE Power	7,968	-3.82	18.54	22.53
BSE PSU	21,176	-3.03	10.38	2.96
BSE Realty	5,909	-7.82	-15.06	-13.19
BSE Teck	14,647	-1.95	-19.70	-20.87

Source: BSE & NSE

Key Valuation Ratios

Broad Indices	P/E	P/B	Dividend Yield
Nifty 50	20.59	3.24	1.38
Nifty Midcap 100	34.17	4.78	0.65
Nifty Smallcap 100	30.38	3.50	0.68

Source: NSE

Domestic Equity Market Update

- Domestic equity markets declined after recording gains over the previous two weeks, with the benchmark indices BSE Sensex and Nifty 50 falling by 2.70% and 2.20%, respectively.
- Domestic equity markets fell as a lack of progress in U.S.–Iran peace talks pushed crude oil prices higher. The two countries failed to reach an agreement, keeping the Strait of Hormuz largely constrained and raising doubts about the durability of a fragile ceasefire, which led to increases in domestic petrol and diesel prices, thereby intensifying inflationary pressures. However, losses were partially capped by optimism following the meeting between the U.S. President and his Chinese counterpart, which raised hopes of improved economic cooperation.
- On the BSE sectoral front, BSE Realty plunged 7.82% due to unfavorable macroeconomic conditions, as rising crude oil prices increased inflation concerns, leading to expectations of higher interest rates. This made home loans costlier and weakened housing demand, while a depreciating rupee and continued foreign investor outflows further pressured the interest rate sensitive real estate sector. BSE IT fell 5.67% primarily due to concerns over Artificial Intelligence (AI)-led disruption, as OpenAI's aggressive expansion into enterprise AI deployment raised fears that traditional outsourcing models could face structural challenges, potentially impacting revenue, margins, and pricing power. This was further compounded by weak global demand, subdued discretionary spending, and macro uncertainties such as the U.S. interest rate outlook, all of which weighed on investor sentiment and triggered sustained selling in IT stocks.

Indian Debt Market Indicators

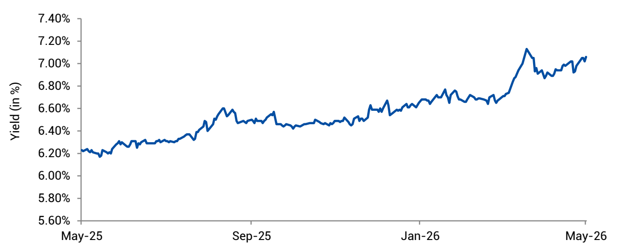
Broad Indices	15-May-26	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	5.24%	5.18%	5.08%	5.51%	5.83%
T-Repo	5.07%	5.10%	4.78%	5.36%	5.68%
Repo	5.25%	5.25%	5.25%	5.50%	6.00%
Reverse Repo	3.35%	3.35%	3.35%	3.35%	3.35%
3 Month CP	7.03%	6.65%	6.18%	6.04%	6.50%
1 Year CP	7.62%	7.40%	7.05%	6.44%	6.72%
3 Month CD	6.89%	6.63%	6.13%	6.03%	6.55%
1 Year CD	7.45%	7.16%	6.93%	6.34%	6.71%

Source: CCIL,Refinitiv

Broad Indices	15-May-26	Week Ago	Month Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.63%	7.51%	7.44%	6.93%	7.09%
3 Year AAA Corporate Bond	7.57%	7.40%	7.24%	6.80%	6.99%
5 Year AAA Corporate Bond	7.57%	7.41%	7.37%	6.94%	6.98%
10 Year AAA Corporate Bond	7.78%	7.73%	7.58%	7.19%	7.02%
1 Year G-Sec	6.05%	5.86%	5.70%	5.62%	5.86%
3 Year G-Sec[1]	6.52%	6.39%	6.32%	5.83%	5.90%
5 Year G-Sec	6.87%	6.69%	6.53%	6.18%	5.96%
10 Year G-Sec	7.06%	6.98%	6.87%	6.53%	6.23%
Forex Reserve ($ in billion)	696.99*	690.69**	700.95@	692.58@@	690.62@@@

*Source: CCIL,Refinitiv *As on May 08, 2026; **As on May 01, 2026; @As on Apr 10, 2026; @@As on Nov 14, 2025; @@@As on May 09, 2025*

10 - Year benchmark G-Sec Movement



[1] *Data as on 14 May, 2026*

Domestic Debt Market Update

- Bond yields rose as stalled U.S.–Iran peace talks pushed crude oil prices higher, intensifying concerns over India's inflation and fiscal outlook. Yields rose further driven by an uptick in U.S. Treasury yields, with losses exacerbated by continued weakness in the rupee, which plunged to record lows. However, the downside was partially capped following reports that India may significantly reduce taxes on foreign investors in domestic bonds, in an effort to align with global standards and boost capital inflows.
- Yield on the 10-year benchmark paper (6.48% GS 2035) rose by 8 bps to close at 7.06% from the previous week's close of 6.98%.
- Reserve Bank of India conducted the auction of two government securities namely 6.36% GS 2031 and New GS 2066 for a notified amount of Rs. 32,000 crore, for which full amount was accepted. The cut-off price/implicit yield at cut-off for 6.36% GS 2031 and New GS 2066 stood at Rs. 97.92/6.8779% and 7.71%.

Weekly Market Update

Global Commodity Update

Commodities	15-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
NYMEX Crude Oil ($/barrel)	105.00	10.99	70.23	82.96
Brent Crude Oil ($/barrel)	109.22	8.95	69.15	79.34
Gold ($/ounce)	4,538.02	-3.74	40.07	5.19
Silver ($/ounce)	75.95	-5.44	132.45	6.58

Source: Refinitiv

Currencies Update

Currency	15-May-26	Week Ago	Month ago	6 Months Ago	Year Ago
U.S. Dollar	95.96	94.38	93.36	88.66	85.52
GBP	127.82	128.66	126.57	116.75	113.71
Euro	111.53	111.22	110.14	103.02	95.67
Yuan	14.09	13.88	13.69	12.49	11.86

Source: Refinitiv

Global Equity Market Performance

Country/ Region	Indices	15-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
MSCI	MSCI Emerging Market Price Index	1,668	-2.52	42.15	18.78
MSCI	MSCI International World Price Index	4,742	-0.33	23.41	7.02
U.S.	Russell 1000	4,018	-0.04	24.00	7.63
U.S.	Nasdaq composite	26,225	-0.08	37.22	12.84
U.K.	FTSE 100	10,195	-0.37	18.09	2.66
France	CAC 40	7,953	-1.97	1.26	-2.42
Germany	DAX	23,951	-1.59	1.08	-2.20
Japan	Nikkei 225	61,409	-2.08	62.65	21.99
China	Shanghai Composite	4,135	-1.07	22.32	4.20
Hong Kong	Hang Seng	25,963	-1.63	10.70	1.30
Singapore	Straits Times	4,989	1.36	28.19	7.38
Russia	RTS Index	Closed	NA	NA	NA
Brazil	Sao Paulo Se Bovespa	177,284	-3.71	27.24	10.03

Source: Refinitiv

Global Bond Yield Update

Indicators	15-May-26	Week ago	Month ago	6 Months Ago	Year ago
U.S. 10 Year Bond yield (%)	4.60	4.36	4.28	4.15	4.46
U.K. 10 Year Bond yield (%)	5.18	4.92	4.82	4.58	4.66
German 10 Year Bond yield (%)	3.17	3.01	3.05	2.72	2.63
China 10 Year Bond yield (%)	1.77	1.77	1.78	1.81	1.68

Source: Refinitiv

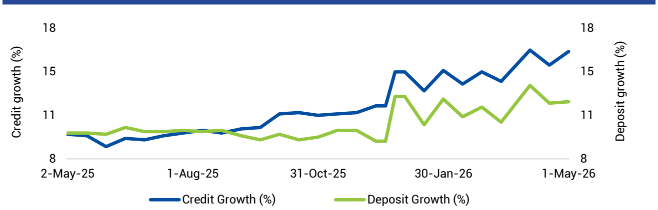
Global Economic Calendar

Economic Events	Release date	Actual	Consensus	Previous
China CPI YY Apr 2026	11-May	1.20%	0.90%	1.00%
Germany HICP Final YY Apr 2026	12-May	2.90%	2.90%	2.90%
U.S. CPI YY, NSA Apr 2026	12-May	3.80%	3.70%	3.30%
U.S. Industrial Production MM Apr 2026	15-May	0.70%	0.30%	-0.30%

Source: Refinitiv

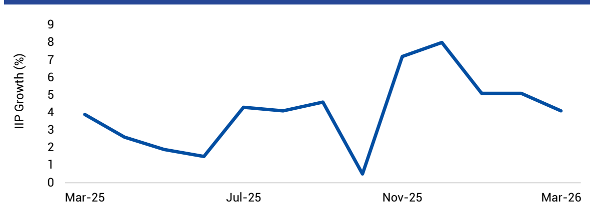
Macro Economic Performance of India

Credit growth vs Deposit growth



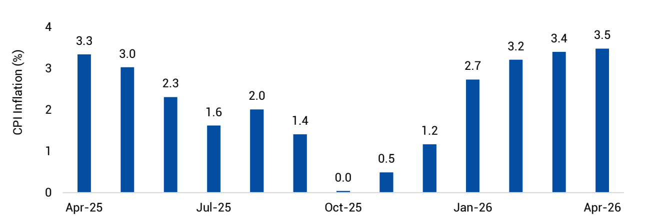
Source: Refinitiv

IIP Growth (%)



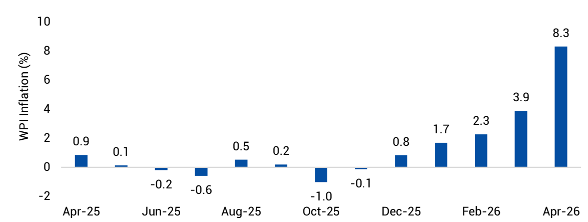
Source: Refinitiv

Retail inflation movement



Source: Refinitiv

Wholesale price inflation movement



Source: Refinitiv