

# WEEKLY YIELD

## Update of Equity & Debt Market

December 5, 2025



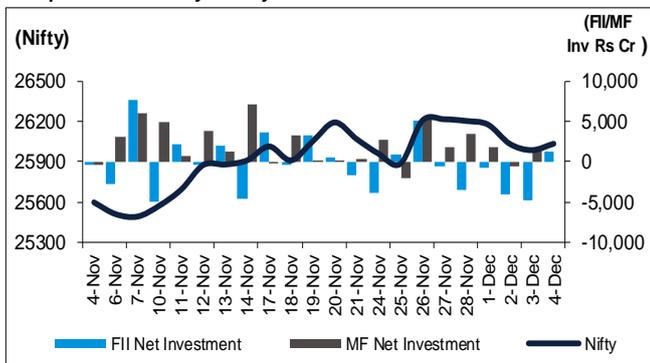
### DOMESTIC EQUITY

- Indian equities ended mixed this week, as earlier gains supported by strong domestic growth data and the 25-basis point Reserve Bank of India rate cut were capped due to profit booking and foreign fund outflows. The BSE Sensex closed 0.01% and Nifty 50 slipped 0.06%.
- A few sectors ended higher with information technology, auto and metal gaining the most. The BSE IT rose 2.92%, BSE Auto 0.59% and BSE Metal 0.40%.

Broad Indices	Week change%	3 month change%	1 year change%
BSE Sensex	0.01	6.20	4.83
Nifty 50	-0.06	5.84	5.98
BSE Midcap	-1.26	2.55	-1.86
BSE Smallcap	-1.85	-3.15	-9.90
BSE Bankex	0.11	10.77	9.97
BSE CG	-2.26	1.19	-6.84
BSE FMCG	-0.91	-2.49	-4.17
BSE IT	2.92	9.74	-16.14
BSE Healthcare	-1.02	0.39	-0.27

Source: BSE, NSE

Past performance may or may not be sustained in the future.



Source: SEBI, NSE

Past performance may or may not be sustained in the future.



### GLOBAL EQUITY

- United States (US) stocks rose during the week, driven by expectations of a Federal Reserve (Fed) interest rate cut and gains in tech and retail stocks.
- Britain's FTSE index declined during the week weighed down by selloff in mining, energy, industrial and financial stocks amid caution ahead of the US Fed policy meeting next week. However, a few gains were witnessed after tax-raising budget lifted investor sentiment and Bank of England's decision to ease capital requirements to support growth.
- Asian equities ended higher this week. Japan's Nikkei index ended higher owing to gains in technology and artificial intelligence (AI)-related stocks amid Fed rate cut hopes. Investors remained cautious ahead of major central bank decisions next month.
- Hong Kong's Hang Seng Index ended higher on optimism over a possible rate cut by the US Fed and as weak Chinese manufacturing activity raised hopes for stimulus measures.
- China's Shanghai Composite Index closed higher this week due to optimism over a potential Fed rate cut and gains in non-ferrous metal and AI shares.



### DOMESTIC DEBT

Indicators	Dec 5, 2025	Previous Week	Trend
Call Rate	5.35%	5.50%	↓
3 M CP	6.35%	6.47%	↓
1 Yr CP	6.80%	6.80%	↔
3 M CD	5.87%	5.88%	↓
1 Yr CD	6.40%	6.38%	↑
5 Yr AAA	6.82%	6.80%	↑
1 Yr G-Sec*	5.51%	5.53%	↓
5 Yr G-Sec*	6.18%	6.22%	↓
10 Yr G-Sec*	6.52%	6.54%	↓
USD/INR*	89.92	89.46	↓

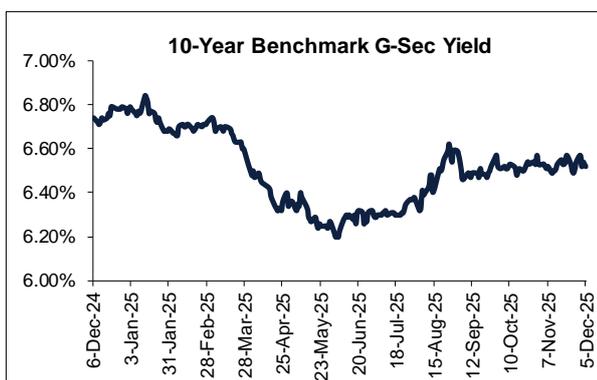
# WEEKLY YIELD

## Update of Equity & Debt Market

December 5, 2025

Source: CRISIL Fixed Income Database, RESERVE BANK OF INDIA  
\*Weighted Average Yield Past performance may or may not be sustained in the future.

- Government bond prices ended higher in the week ended December 5, 2025, and the yield on the 10-year benchmark 6.33% 2035 paper closed at 6.52% on December 5, 2025 compared with 6.55% on November 28, 2025.
- Bond prices rose supported by strong state debt demand and possible Reserve Bank of India buying. The Reserve Bank of India rate cut and announcement of liquidity infusion measures, including large Open Market Operations (OMOs) and forex swaps, also boosted prices.
- Earlier in the week, bond prices witnessed fall due to strong domestic growth data and a weak rupee which had dimmed hopes of a rate cut by the RBI.
- In the weekly debt sale held on December 5, 2025, the Reserve Bank of India auctioned 6.48% GS 2035 for a total notified amount of Rs 32,000 crore.



Source: CRISIL Fixed Income Database

Past performance may or may not be sustained in the future.



### GLOBAL DEBT

- US Treasury prices were down during the week as labour data showed resilience, slightly paring rate cut bets.
- Bond prices declined as recent labour market data pointed to a fairly resilient market, reinforcing view that the economy was not deteriorating sharply and

slightly reducing the chances of an interest rate cut at next week's Federal Reserve (Fed) meeting. A few losses were also seen as investors consolidating positions ahead of the policy decision from the Fed's 9<sup>th</sup> & 10<sup>th</sup> Dec'25 gathering.

- Bond prices also tracked weakness in Japanese and European government bonds following comments from Bank of Japan Governor Kazuo Ueda, who signalled that conditions were aligning for a possible rate hike.
- The yield on the 10-year benchmark Treasury bond ended at 4.11% on December 4, 2025, compared with 4.02% from November 28, 2025.



### DOMESTIC NEWS

- The Reserve Bank of India (RBI) said India's current account deficit moderated to \$12.3 billion, or 1.3% of Gross domestic product (GDP) in the second quarter of this fiscal, on the back of a lower merchandise trade deficit.
- India's industrial production increased 0.4% on-year in October 2025, compared with an upwardly revised 4.6% gain in September 2025.
- The country's Hongkong and Shanghai Banking Corporation (HSBC) Manufacturing Purchasing Managers' Index (PMI) eased to 56.6 in November 2025, compared with 59.2 in October 2025 and Services PMI edged higher to 59.8 compared with 58.9 while Composite PMI eased to 59.7 from 60.4.
- Fitch Ratings raised its growth forecast for the country this fiscal to 7.4% from its earlier estimate of 6.9%, citing increased consumer spending and improved consumer sentiment following Goods and Services Tax reforms.
- The Monetary Policy Committee of the Reserve Bank of India reduced the policy repo rate under the liquidity adjustment facility (LAF) to 5.25%. Consequently, the standing deposit facility rate fell to 5.00%, and the marginal standing facility rate and the Bank Rate to 5.50%.

# WEEKLY YIELD

## Update of Equity & Debt Market

December 5, 2025

- The committee maintained neutral stance and raised GDP growth estimates for this fiscal to 7.3% from 6.8% earlier while cutting retail inflation forecast to 2% from 2.6% earlier.
- The Reserve Bank of India will conduct open market operation (OMO) purchase auctions of government securities for an aggregate amount of Rs 1 lakh crore in two tranches of Rs 50,000 crore each to on December 11 and 18 2025.
- It also decided to conduct dollar-rupee buy-sell swap auction of \$5 billion for a tenor of three years on December 16, 2025.
- Parliament approved a Bill to levy a higher excise duty on tobacco and related products once the GST compensation cess ends, with the Rajya Sabha returning the legislation to the Lok Sabha.
- The Reserve Bank of India has issued Amendment Directions to update regulations under the Gold Metal Loan (GML) Scheme for commercial and small finance banks.
- It issued the draft Guidelines on Enhancing Credit Supply for Large Borrowers through Market Mechanism (Repeal Circular), 2025, seeking feedback from the stakeholders on the proposal to repeal the extant instructions issued in 2016.
- It has, from time to time, issued several instructions/guidelines to co-operative banks, i.e., primary (urban) co-operative banks, state co-operative banks and district central co-operative banks, related to permission for place of business, change of name and scheduling.
- It issued final bank savings bank deposit account instructions, following the feedback it received on the draft issued on October 1, 2025. The move is aimed at enhancing affordability, usage and customer service through amendments to the Responsible Business Conduct Directions, 2025.
- US S&P Global Manufacturing PMI eased to 52.2 in November 2025, compared to 52.5 in October 2025 and Services PMI fell to 54.1 compared to 54.8 while Composite PMI slipped to 54.2 from 54.6.
- US ISM Manufacturing PMI slipped to 48.2 in November 2025 compared to 48.7 in September 2025 and services PMI edged up to 52.6 compared to 52.4.
- Eurozone retail sales growth accelerated to 1.5% year-over-year in October 2025, compared to a upwardly revised 1.2% increase in September 2025.
- Eurozone HCOB Manufacturing PMI slipped to 49.6 in November 2025 compared to 50 in October 2025.
- Eurozone Producer Prices decreased -0.5% in October 2025 compared to a -0.2% decline in September 2025.
- Eurozone consumer inflation expectations edged up to 2.8% in October 2025 compared to 2.7% in September 2025.
- Eurozone consumer price inflation rose to 2.2% in November 2025, compared to 2.1% in October 2025 while the annual core inflation rate was at 2.4% for the third consecutive month.
- UK S&P Global Construction PMI fell to 39.4 in November 2025 compared to 44.1 in October 2025.
- UK S&P Global Services PMI eased to 51.3 in November 2025 compared to 52.3 in October 2025 and the S&P Global Composite PMI fell to 51.2 from 52.2.
- China official NBS Manufacturing PMI edged up to 49.2 in November 2025 compared to 49.0 in October 2025 while the NBS Non-Manufacturing PMI eased to 49.5 from 50.1.
- China RatingDog General Services PMI eased to 52.1 in November 2025, compared to 52.6 in October 2025 and the RatingDog China General Composite PMI slipped to 51.2 from 51.8.



GLOBAL NEWS

# WEEKLY YIELD

## Update of Equity & Debt Market

December 5, 2025

- China NBS Composite PMI Output Index eased to 49.7 in November 2025 compared to 50.0 in October 2025.
- Japan S&P Global Manufacturing PMI rose to 48.7 in November 2025 compared to a final 48.2 in October 2025.

DAY	EVENTS
Monday, December 8, 2025	<ul style="list-style-type: none"> <li>• US Consumer inflation Expectations, November</li> <li>• China Balance of Trade, November</li> <li>• Japan GDP Price Index YoY Final Q3</li> </ul>
Tuesday, December 9, 2025	<ul style="list-style-type: none"> <li>• US JOLTs Job Openings, October</li> </ul>
Wednesday, December 10, 2025	<ul style="list-style-type: none"> <li>• China PPI, November</li> <li>• China Inflation, November</li> <li>• Japan PPI, November</li> </ul>
Thursday, December 11, 2025	<ul style="list-style-type: none"> <li>• US Fed Interest Rate Decision</li> <li>• US PPI/core PPI, November</li> <li>• US Initial Jobless Claims, Dec 06, 2025</li> </ul>
Friday, December 12, 2025	<ul style="list-style-type: none"> <li>• UK GDP, October</li> <li>• UK Industrial/manufacturing production, October</li> <li>• UK Balance of Trade, October</li> <li>• Japan Industrial Production, October</li> <li>• India Inflation, November</li> <li>• India Foreign Exchange Reserve, December 05, 2025</li> </ul>

# WEEKLY YIELD

## Update of Equity & Debt Market

December 5, 2025

Source: CRISIL

**Disclaimer:** Crisil Intelligence, a division of Crisil Limited ("Crisil") has taken due care and caution in preparing this report ("Report") based on the information obtained by Crisil from sources which it considers reliable ("Data"). However, Crisil does not guarantee the accuracy, adequacy or completeness of the Data or Report and is not responsible for any errors or omissions or for the results obtained from the use of Data or Report. The Report is not a recommendation to invest or disinvest in any company whether covered or not in the Report and no part of the Report should be construed as an investment advice or any form of investment banking. Crisil especially states that it has no liability whatsoever, financial or otherwise, to the subscribers/ users/ transmitters/ distributors of this Report. Crisil Intelligence operates independently of, and does not have access to information obtained by Crisil's Ratings Division / Crisil Risk and Infrastructure Solutions Limited ("CRIS"), which may, in their regular operations, obtain information of a confidential nature. The views expressed in the Report are that of Crisil Intelligence and not of Crisil's Ratings Division / CRIS. The Report is confidential to the client. No part of this Report may be distributed, copied, reproduced or published (together, "Redistribute") without Crisil's prior written consent, other than as permitted under a formal Agreement (if any) in place between the client and Crisil. Where Crisil gives such consent, the Client shall ensure that the recipient so permitted is responsible to ensure compliance with all applicable laws and regulations with respect to any such Redistribution. Without limiting the generality of the foregoing, nothing in the Report is to be construed as Crisil providing or intending to provide any services in jurisdictions where Crisil does not have the necessary permission and/or registration to carry out its business activities in this regard. The Client will be responsible for ensuring compliances and any consequences of non-compliances for use and access of the Report or part thereof outside India.

The purpose and use of the Report must only be as per the proposal shared by Crisil, or letter of engagement or formal agreement in place between the client and Crisil, as applicable.

**Disclaimers:** This document is for information purposes only and is not an offer to sell or a solicitation to buy any mutual fund units / securities or to have business relations with Union Asset Management Company Private Limited (the AMC) / Union Trustee Company Private Limited (the Trustee Company) or any of its associates. The information in this document is as of December 5, 2025, unless stated otherwise, and may change without notice. The information in this document alone is not sufficient and should not be used for the development or implementation of an investment strategy. Neither the Sponsors/the AMC/ the Trustee Company/ their associates/ any person connected with it, accepts any liability arising from the use of this information.

This report and the views expressed in this report are that of CRISIL Research. The Sponsors/ the AMC/ the Trustee Company/ their associates/ any person connected with it, do not warrant the completeness or accuracy of the information and disclaim all liabilities, losses and damages arising out of the use of this information. The recipients of this material should rely on their investigations and take their own professional advice.

**Statutory Details:** Constitution: Union Mutual Fund has been set up as a Trust under the Indian Trusts Act, 1882; Sponsors: Union Bank of India and Dai-ichi Life Holdings, Inc.; Trustee: Union Trustee Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198198], a company incorporated under the Companies Act, 1956 with a limited liability; Investment Manager: Union Asset Management Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198201], a company incorporated under the Companies Act, 1956 with a limited liability. Registered Office: Unit 503, 5th Floor, Leela Business Park, Andheri Kurla Road, Andheri (East), Mumbai - 400059. Toll Free No. 18002002268 · Non Toll Free. 022-67483333 · Fax No: 022-67483402 · Website: www.unionmf.com · Email: investorcare@unionmf.com

**MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY**