WEEKLY YIELD

Update of Equity & Debt Market

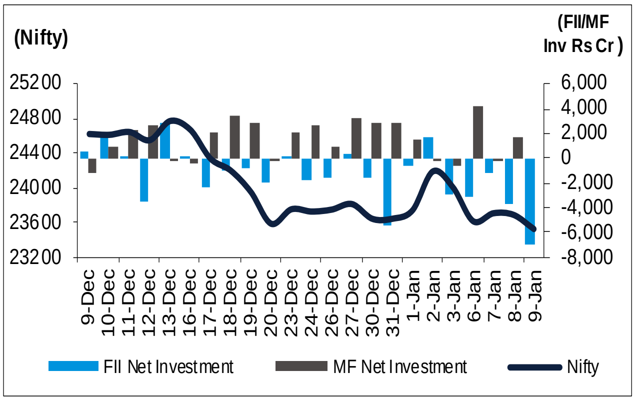
January 10, 2025

DOMESTIC EQUITY

- Indian equities closed lower this week, dragged down by sector-specific losses due to softer-than-expected corporate earnings and fewer the United States (US) rate cut prospects. BSE Sensex and Nifty 50 fell 2.33% and 2.39%, respectively.
- Almost all the sectors closed lower with power, realty and consumer durables (CD) losing the most. BSE Power, BSE Realty and BSE CD fell 8.73%, 7.23% and 5.94%, respectively.

Broad Indices	Week change%	3 month change%	1 year change%
BSE Sensex	-2.33	-5.19	7.98
Nifty 50	-2.39	-6.27	8.39
BSE Midcap	-5.74	-8.26	18.01
BSE Smallcap	-6.05	-6.44	19.90
BSE Bankex	-4.54	-5.67	3.64
BSE CG	-5.83	-10.17	13.35
BSE FMCG	-1.72	-8.20	2.16
BSE IT	1.04	3.65	24.40
BSE Healthcare	-3.57	-0.81	33.81

Source: BSE, NSE



Source: SEBI, NSE

GLOBAL EQUITY

- US stocks declined as strong economic data dimmed hopes for the Federal Reserve (Fed) rate cuts and reports of the US President weighing an inflation emergency led to more losses.
- Britain's FTSE Index rose on account of reports of potentially softer tariffs under the new US presidency. Moreover, the US President's urge for higher North Atlantic Treaty Organization (NATO) spending boosted the gains in the banking and aerospace stocks.
- Asian equities closed lower. Japan's Nikkei 225 Index closed lower, impacted by profit-booking at a higher level.
- Hong Kong's Hang Seng declined sharply this week, due to concerns around China's economic growth and US-Sino trade war. Moreover, fading hopes of a rate cut by the Fed and weak manufacturing activity in China kept markets under pressure.
- China's Shanghai Composite Index closed lower this week, impacted by investors' concerns about China's economic recovery and escalating US-China trade conflicts.

DOMESTIC DEBT

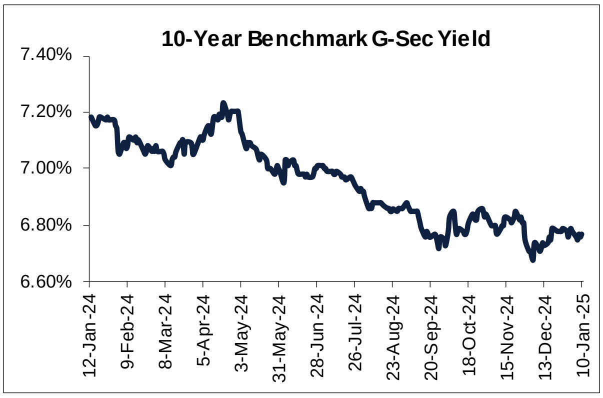
Indicators	Jan 10, 2025	Previous Week	Trend
Call Rate	6.70%	6.24%	↑
3 M CP	7.75%	7.67%	↑
1 Yr CP	7.99%	7.95%	↑
3 M CD	7.53%	7.39%	↑
1 Yr CD	7.68%	7.64%	↑
5 Yr AAA	7.21%	7.23%	↓
1 Yr G-Sec*	6.67%	6.69%	↓
5 Yr G-Sec*	6.76%	6.76%	⇔
10 Yr G-Sec*	6.77%	6.78%	↓
USD/INR*	85.90	85.76	↓

Source: *CRISIL Fixed Income Database, RESERVE BANK OF INDIA*
**Weighted Average Yield*

- Government bond prices changed slightly in the week ended January 10, 2025. The yield of the 10-

year benchmark 6.79% 2034 paper closed at 6.77%, compared with 6.78% on January 03, 2025.

- Indian Government bond yields remained in a tight range throughout the week due to lack of fresh triggers.
- Meanwhile, the RBI auctioned 6.64% (government security or GS) 2027 and 7.34% GS 2064 for a total notified amount of Rs 22,000 crore in the weekly debt sale held on January 10, 2025.



Source: *CRISIL Fixed Income Database*

GLOBAL DEBT

- US Treasury prices declined during the week as investors remained cautious about the newly-elected US president's tariff policy.
- Bond prices declined following unexpected growth in ISM Services PMI numbers. It fell further after reports suggested the US President was contemplating the use of emergency measures to allow a new tariff programme.
- More gains in the yield were seen following reports that US President-elect Donald Trump was considering declaring a national economic emergency to provide a legal footing for a series of universal tariffs on allies and adversaries.
- The yield on the 10-year benchmark Treasury bond closed at 4.68% on January 10, 2025 compared with 4.60% on January 03, 2025.

DOMESTIC NEWS

- According to the Ministry of Statistics and Programme Implementation data, India's industrial output, measured by the Index of Industrial Production (IIP), reached a six-month high of 5.2% in November 2024 from 3.5% in October 2024.
- According to the first advance estimates by the Government, India's Gross Domestic Product (GDP) is projected to grow at 6.4% in fiscal 2025, marking a four-year low and sharp decline from the 8.2% growth recorded in fiscal 2024.
- According to the first advance estimates of GDP for fiscal 2025 released by the National Statistical Office, growth in infrastructure investment is expected to moderate, compared with the previous fiscal, due to a slowdown in government capital expenditure and sluggish private investments.
- HSBC India Services Purchasing Managers' Index (PMI) rose to 59.3 in December 2024, compared with 58.4 in November 2024, while the HSBC Composite PMI increased to 59.2 from 58.6.
- The Centre proposed amendments to ensure greater transparency in the decision-making process of the Genetic Engineering Appraisal Committee, which is responsible for approving and regulating genetically modified organisms, crops and products in India.
- The Ministry of Finance has suggested that banks and non-banking financial companies (NBFCs) increase their participation in supporting large-scale infrastructure initiatives, which are crucial to achieve India's ambitious Viksit Bharat 2047.
- The Labour Ministry said that the Employees' Provident Fund Organisation completed the Centralised Pension Payments System rollout in all

its regional offices across the country that will benefit over 68 lakh pensioners.

- The Directorate General of Foreign Trade has amended the Foreign Trade Policy to ensure participation of stakeholders in the decision on draft policies.
- The Reserve Bank of India (RBI) issued a master direction consolidating various instructions to banks and other financial institutions on reporting of their customers' credit information.
- The RBI has started to ease curbs on NBFCs after improvement in their compliance following a series of supervisory restrictions.
- The Securities and Exchange Board of India (SEBI) relaxed the settlement norms for brokerage accounts that have been idle for more than 30 days.
- SEBI revised timelines for credit rating agencies to enhance the ease of doing business by introducing the term "working days" instead of "days" for compliance deadlines.

GLOBAL NEWS

- US Institute for Supply Management (ISM) Manufacturing PMI rose to 49.3 in December 2024 from 48.4 in November 2024 while services PMI rose to 54.1from 52.1.
- US S&P Global Composite PMI rose to 55.4 in December 2024 from 54.9 in November 2024 while, S&P Global US Services PMI lowered to 56.8 in December 2024 compared to 56.1 in November 2024.
- The number of job openings increased by 259,000 to 8,098 million in November 2024, from an upwardly revised 7.839 million in October 2024.
- US added 122,000 workers to their payrolls in December 2024, the least in four months, compared to 146,000 in November 2024.
- US trade deficit widened to $78.2 billion in November 2024 compared to a revised $73.6 billion gap in October 2024.
- UK S&P Global Services PMI edged up to 51.1 in December 2024 compared to 50.8 in November 2024 while composite PMI slipped to 50.4 from 50.5.
- Eurozone HCOB Composite PMI rose to 49.6 in December 2024 compared to 48.3 in November 2024 while services PMI was up to 51.6 from 49.5.
- Eurozone flash annual inflation rate rose 2.4% in December 2024 compared to 2.2% in November 2024.
- Eurozone Unemployment Rate remained unchanged at 6.30% in November 2024.
- Eurozone Core consumer prices remained unchanged at 2.70% in December 2024.
- Eurozone Producer Prices decreased 1.20% in November 2024 compared to a 3.3% fall in October 2024.
- Eurozone Retail sales increased 1.2% on-year in November 2024, following an upwardly revised 2.1% rise in October 2024.
- UK Halifax House Price Index increased 3.3% in December 2024 compared to a downwardly revised 4.7% rise in November 2024.
- China annual inflation rate edged down to 0.1% in December 2024 compared to 0.2% in November 2024.
- China Caixin General Services PMI increased to 52.2 in December 2024 from 51.5 in November 2024 while composite PMI fell to 51.4 from 52.3.
- China producer prices shrank by 2.3% on-year in December 2024, compared to a 2.5% drop in November 2024.
- Japan Jibun Bank Services PMI rose to 50.9 in December 2024 compared to November 2024's 50.5 while Jibun Bank Composite PMI increased to 50.5 from 50.1.

DAY	EVENTS
Monday, Jan 13, 2025	• US Consumer Inflation Expectations, December • UK Manufacturing Production, November • India Inflation Rate, December
Tuesday, Jan 14, 2025	• Japan Eco Watchers Survey Current, December • India WPI Inflation YoY, December • US PPI, December
Wednesday, Jan 15, 2025	• US Inflation rate, December • Eurozone Industrial Production, November • UK Inflation Rate, December • UK PPI Input/Output, December • UK Retail Price Index, December • India Balance of Trade, December
Thursday, Jan 16, 2025	• US Initial Jobless Claims, January 11 • US Philadelphia Fed Manufacturing Index, January • US Export/import Prices, December • US Retail Sales, December • Eurozone Balance of Trade, November • UK GDP, November • UK Industrial Production, November • Japan PPI, December
Friday, Jan 17, 2025	• US Industrial Production, December • Eurozone Inflation Rate Final, December • China GDP Growth Rate Q4 • China Industrial Production, December • China Retail Sales, December • China GDP Growth Rate Q4 • India Foreign Exchange Reserves, January 10

Source: CRISIL

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. 18002002268/18005722268 · Non Toll Free. 022-67483333 · Fax No: 022-67483402 · Website: www.unionmf.com · Email: investorcare@unionmf.com