WEEKLY YIELD

Update of Equity & Debt Market

September 12, 2025

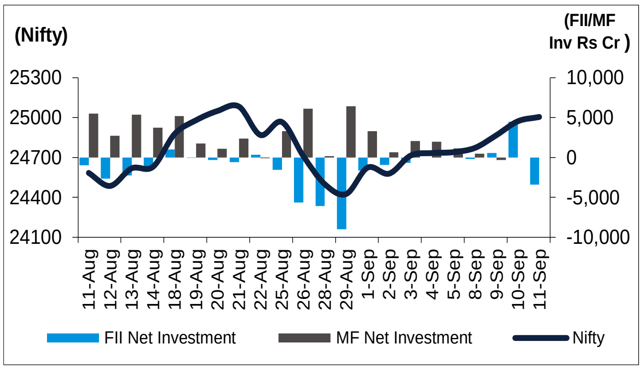
DOMESTIC EQUITY

- Indian equities ended higher this week, driven by optimism around Goods and Services Tax (GST) rate cuts, easing trade frictions with the United States (US) and expectations of a US Federal Reserve (Fed) rate cut following softer-than-expected US jobs data. The BSE Sensex and Nifty 50 rose 1.48% and 1.51%, respectively.
- Almost all the sectors ended higher with Capital Goods (CG), Information Technology (IT) and power gaining the most. The BSE CG, BSE IT and BSE Power rose 4.25%, 4.19%, and 2.27%, respectively.

Broad Indices	Week change%	3 month change%	1 year change%
BSE Sensex	1.48	0.26	-1.28
Nifty 50	1.51	0.91	-1.08
BSE Midcap	1.59	0.78	-5.77
BSE Smallcap	1.51	0.03	-5.37
BSE Bankex	1.56	-2.79	4.63
BSE CG	4.25	-0.12	-4.01
BSE FMCG	0.23	2.62	-12.75
BSE IT	4.19	-6.33	-18.95
BSE Healthcare	1.51	2.19	1.44

Source: BSE, NSE

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



Source: SEBI, NSE

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GLOBAL EQUITY

- US stocks ended higher during the week as latest inflation and labour market data for August 2025 month fuelled Fed rate cut expectations.
- However, a few losses were witnessed due to a decline in banking stocks as a sharp weakness in August 2025 job growth fuelled economic growth worries.
- Britain's FTSE index ended higher boosted by industrial and banking stocks.
- Asian equities ended higher this week. Japan's Nikkei index ended higher due to gains in technology and Artificial intelligence (AI)-related stocks.
- Hong Kong's Hang Seng Index ended higher as weak Chinese inflation in August 2025 triggered hopes that the People's Bank of China may lower key policy rates.
- China's Shanghai Composite Index closed higher due to expectations of a possible US rate cut. Gains in consumer staples and AI-related stocks also helped.

DOMESTIC DEBT

Indicators	Sep 12, 2025	Previous Week	Trend
Call Rate	4.95%	5.00%	↓
3 M CP	6.60%	6.45%	↑
1 Yr CP	6.90%	6.80%	↑
3 M CD	5.87%	5.81%	↑
1 Yr CD	6.42%	6.38%	↑
5 Yr AAA	6.96%	6.94%	↑
1 Yr G-Sec*	5.62%	5.64%	↓
5 Yr G-Sec*	6.25%	6.22%	↑
10 Yr G-Sec*	6.49%	6.46%	↑
USD/INR*	88.28	88.32	↑

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

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WEEKLY YIELD

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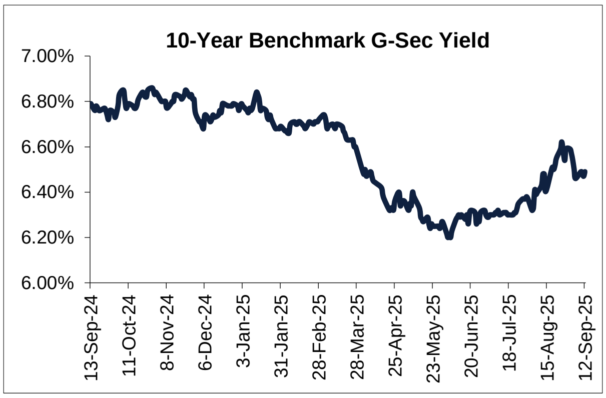
September 12, 2025

- Government bond prices ended the week lower. The yield on the 10-year benchmark 6.33% 2035 paper closed at 6.49% on September 12, 2025 compared with 6.47% on September 5, 2025.
- Bond prices fell as traders booked profits following last week's rally, driven by easing fiscal concerns, while an uptick in August 2205 inflation reduced expectations of further rate cuts by the Reserve Bank of India (RBI).
- In the weekly debt sale held on September 12, 2025, the RBI auctioned 6.01% GS (Government Security) 2030 and 7.24% GS 2055 for a total notified amount of Rs 28,000 crore.



Source: CRISIL Fixed Income Database

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

GLOBAL DEBT

- US Treasury prices were higher during the week as latest inflation and jobless claims numbers complicated the Fed interest rate outlook.
- Bond prices rose as investors parsed through a raft of mixed economic signals, including an unexpected increase in consumer prices and higher jobless claims, which could make it difficult for Fed policymakers to take an interest rate decision at their 16 and 17 September 2025, meeting.
- The yield on the 10-year benchmark Treasury bond ended at 4.01% on September 11, 2025 compared with 4.10% on September 5, 2025.

DOMESTIC NEWS

- Chief Economic Adviser V Anantha Nageswaran said given the expectation of a benign inflation, there may be a shortfall in nominal gross domestic product (GDP) growth for the current fiscal from the budget estimate of 10.1%.
- He also said the 50% tariff imposed by the US could reduce the country's GDP by 0.5% in the fiscal.
- Moody's Ratings said the recent changes in goods and services tax (GST) rates will provide fiscal support to households and help stimulate private consumption, though it will reduce government revenue.
- The Centre has permitted manufacturers, packers and importers of pre-packaged commodities to revise the maximum retail price (MRP) on unsold stocks until December 31, 2025 following the recent changes in GST rates.
- The Maharashtra cabinet approved a plan to raise Rs 2,000 crore from the Housing and Urban Development Corporation Ltd under the Urban Infrastructure Development Loan Scheme to help municipal bodies mobilise matching funds for infrastructure projects.
- The Andhra Pradesh cabinet approved a proposal to invite tender from insurance companies to extend universal health policy, which will offer coverage up to Rs 25 lakh.
- The Securities and Exchange Board of India (SEBI) has let Category I and II alternative investment funds run a dedicated co-investment scheme for accredited investors, doing away with an earlier requirement of a separate portfolio-manager licence.
- It said newer rules easing regulatory requirements for foreign investors who invest exclusively in the country's government bonds will come into effect from February 8, 2026.

- The SEBI cautioned investors against fraudsters impersonating as its officials and using its letterhead, logo and seal in fraudulent communications.
- It issued a circular to streamline the process for surrendering Know Your Customer (KYC) registration to ensure an orderly winding down of operations of such agencies while safeguarding investors' interests.
- It is expected to clear a wide range of reforms at its upcoming Board meeting on September 12, 2025.
- It has amended rules allowing startup founders to retain employee stock options granted at least one year before filing preliminary initial public offering (IPO) papers.

GLOBAL NEWS

- US unemployment rate rose to 4.3% in August 2025 compared to 4.2% in July 2025.
- US consumer inflation expectations rose to 3.2% in August 2025 compared to 3.1% in July 2025.
- The US economy added 911,000 fewer jobs in the 12 months through March 2025 compared to a decline of 818,000 in the previous period.
- US Producer Prices increased 2.6% in August 2025 compared to upwardly revised 3.1% in July 2025.
- US annual inflation rate accelerated to 2.9% in August 2025, compared to 2.7% in July 2025.
- US annual core consumer price inflation remained stable at 3.1% in August 2025 unchanged compared to July 2025.
- The European Central Bank kept its three key interest rates unchanged, with the deposit facility at 2.00%, the main refinancing rate at 2.15%, and the marginal lending rate at 2.40%.
- The Eurozone economy expanded 1.5% year-on-year in the second quarter of 2025 (Q2), compared to an upwardly revised 1.6% in first quarter of 2025 (Q1).
- The British economy expanded 1.4% year-on-year in July 2025, maintaining the same pace as in June 2025.
- UK Retail Sales increased 1.1% year-on-year in July 2025 compared to a downwardly revised 0.9% gain in June 2025.
- China Inflation Rate eased to 0.4% in August 2025 compared to 0.0% in July 2025.
- China producer prices dropped 2.9% in August 2025 compared to a 3.6% decline in July 2025.
- The Japanese economy grew by 2.2% on an annualized basis in Q2 2025 compared to a downwardly revised 0.3% increase in Q1.

DAY	EVENTS
Monday, September 15, 2025	• Eurozone Balance of Trade, July • China Industrial Production, August • China Industrial Production, August • China Retail Sales, August • India WPI Inflation, August • India Unemployment Rate, August
Tuesday, September 16, 2025	• US Manufacturing/ industrial Production, August • US Retail sales, August • US export/import prices, August • US Industrial Production, August • Eurozone Industrial Production, July • UK Industrial Production, July • UK Unemployment Rate, July
Wednesday, September 17, 2025	• US Fed Interest Rate Decision • Eurozone Inflation Rate Final, August • UK Inflation Rate, August • UK Retail Price Index, August • UK PPI, August • Japan Balance of Trade, August
Thursday, September 18, 2025	• US Initial Jobless Claims, Sep/13 2025 • UK BoE Interest Rate Decision
Friday, September 19, 2025	• UK GfK Consumer Confidence, September • UK Retail Sales, August • Japan Inflation Rate, August • Japan BoJ Interest Rate Decision • India Foreign Exchange Reserves, Sep/12 2025

WEEKLY YIELD

Update of Equity & Debt Market

September 12, 2025

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