

Weekly Market insights & Strategies



22 December

Weekly Market Recap: India & Global

Monday saw the market down by 0.08% to close at 26027.30 points. The Indian equity market saw negative investor sentiments due to consistent foreign outflows and uncertainty around the trade deal between India and US. This uncertainty lead to profit booking in blue chip indexes. As per data out on Monday, the exports to US has increased, with India’s merchandise trade deficit declined to a 5-month low in November. Automobile stocks fell 0.9% and were the biggest losers. On Tuesday, India's equity benchmarks fell for a second consecutive session on Tuesday and rupee slipped beyond 91 per dollar as investors navigate persistent foreign outflows while a trade deal with the U.S. remains elusive. Axis Bank dropped 5.1% as pressure on net interest margins could persist in the December quarter. The stock was the biggest contributor to Nifty's decline, and led financials and private banks down 0.8% and 1.2%, respectively. Wednesday opened flat, after mixed signals from the US jobs data did not change the Fed interest rate outlook with US unemployment rate rising to a 4 year high of 4.6%. The RBI intervened by selling dollars after the Rupee declined to Rs.91. Akzo Nobel was down 13% due to multiple block deals. Indian market closed flat on Thursday, easing by 0.01%.

IT stocks were up 1.2%, with TCS ramping up by 2% after it became the world’s largest AI led tech services firm. AMC and Broking firms ended in green, after SEBI eased down Mutual Funds rules. Friday, the market opened in green, after a soft Inflation data from USA raised the probability of Federal Reserve easing next year. U.S. consumer prices rose 2.7% year-on-year in November, while the Bank of Japan raised interest rates after almost 3 decades. Pharma stocks grew up by 1.3% as the US Bio secure act may boost global innovator pharma companies to diversify the supply chains from china. These activities led the market to close in green ending its 4 days red sessions. Globally, Dow jones was down 0.67%, S&P 500 and Nasdaq were up 0.10% and 0.48% respectively. Nikkei 225 was down 2.61% in a week and Hang Seng was down 1.10%. South Korea’s KOSPI dipped 3.52% in a week.

Indian Equity Market Performance & Key Valuation Ratio

Index	19-12-2025	% Change (WOW)	P/E	P/B	Dividend Yield
Broader Indices					
Nifty	25966.40	-0.31%	22.61	3.53	1.29
BSE Sensex	84929.36	-0.40%	23.17	4.5	1.15
BSE Midcap	46547.3	0.15%	31.99	4.93	0.78
BSE Smallcap	50800.77	-0.18%	31.99	3.52	0.66
BSE 250 LargeMidCap	11105.17	-0.22%	24.04	4.39	1.14
Sectoral Indices					
BSE Fmcg	20099.83	0.39%	38.46	8.46	1.81
BSE Commodity	7776.25	-0.53%	25.31	3.16	1.08
BSE CD	9801.11	-0.57%	47.3	7.08	0.66
BSE Energy	11958.2	0.10%	11.62	1.99	2.88
BSE Financial Services	13053.54	-0.70%	18.38	3.08	0.88
BSE Healthcare	43947.38	-0.32%	38.66	6.6	0.54
BSE IT	37448.32	1.18%	28.14	7.84	2.25
BSE Auto	61533.18	-0.51%	32.08	6.79	1.1
BSE Bankex	66140.65	-0.79%	16.53	2.82	0.78
BSE Metal	34843.13	-0.15%	19.2	2.98	1.69
BSE Oil & Gas	27930.09	-0.17%	10.29	1.68	3.26
BSE Power	6452.21	-1.00%	26.82	3.77	1.44
BSE Realty	6870.1	-0.17%	43.1	5.66	0.34

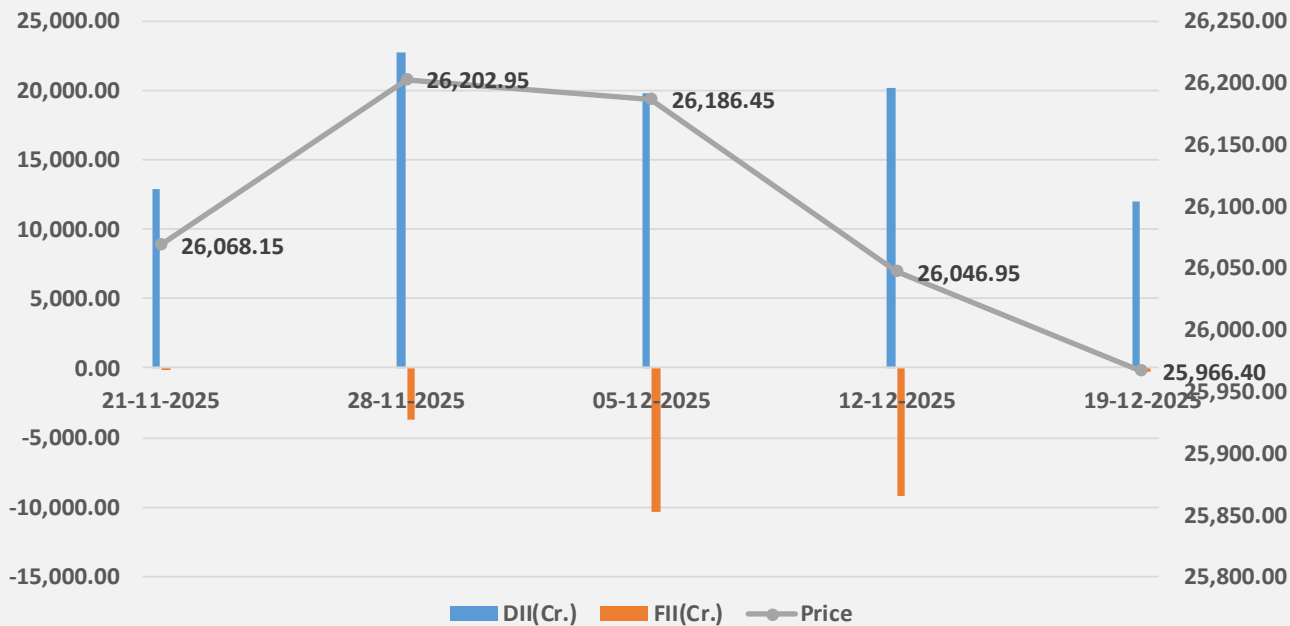
Gainers

Symbol	LTP	%Change (WoW)	%Change (MoM)
Interglobe Aviation Ltd	5153.5	6.00	-11.80
Infosys Ltd	1638.7	2.50	6.10
Tech Mahindra Ltd	1612.5	2.20	10.30
Tata Consultancy Services Ltd	3282	1.90	4.20
State Bank of India	980.3	1.80	0.80

Losers

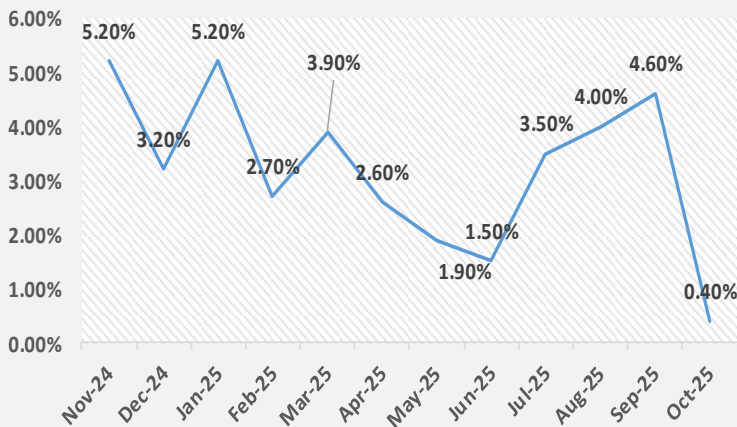
Symbol	LTP	%Change (WoW)	%Change (MoM)
Axis Bank Ltd	1230.6	-4.30	-3.50
Eternal Ltd	286.1	-4.00	-5.30
Sun Pharmaceutical Industries Ltd	1744.9	-2.70	-2.00
Mahindra &Mahindra Ltd	3603.6	-2.10	-3.90
Ultratech Cement Ltd	11496	-1.90	-2.00

FII & DII Investment Flow Vs NIFTY50

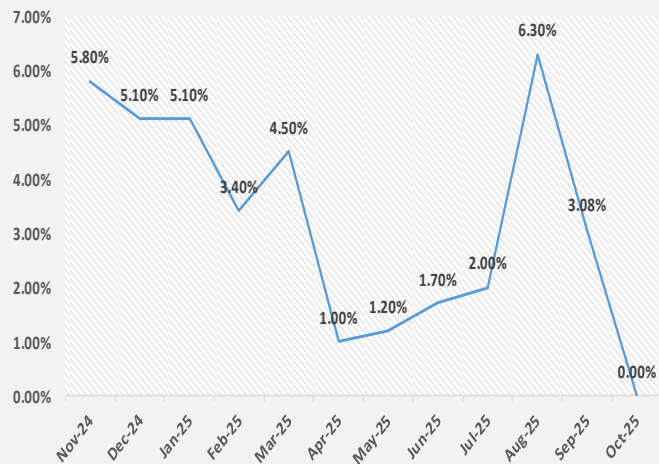


Macro-Economic Performance: India

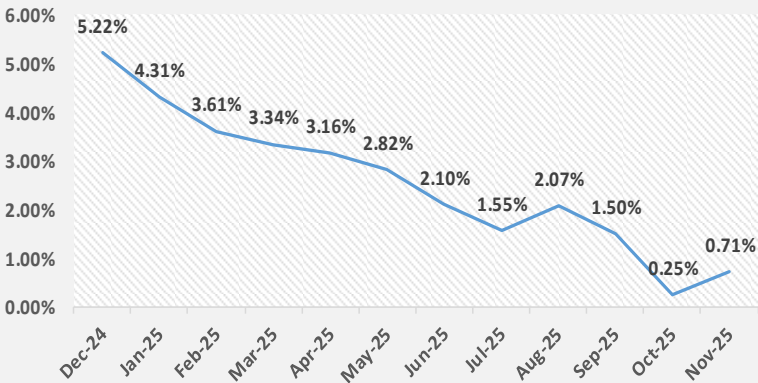
IIP (YoY)



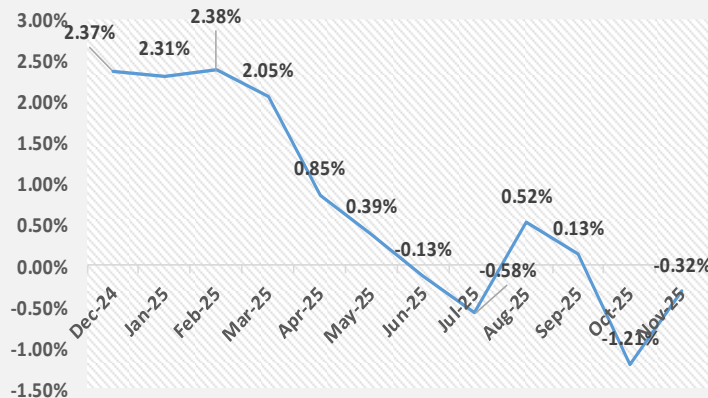
Infrastructure Output (YoY)



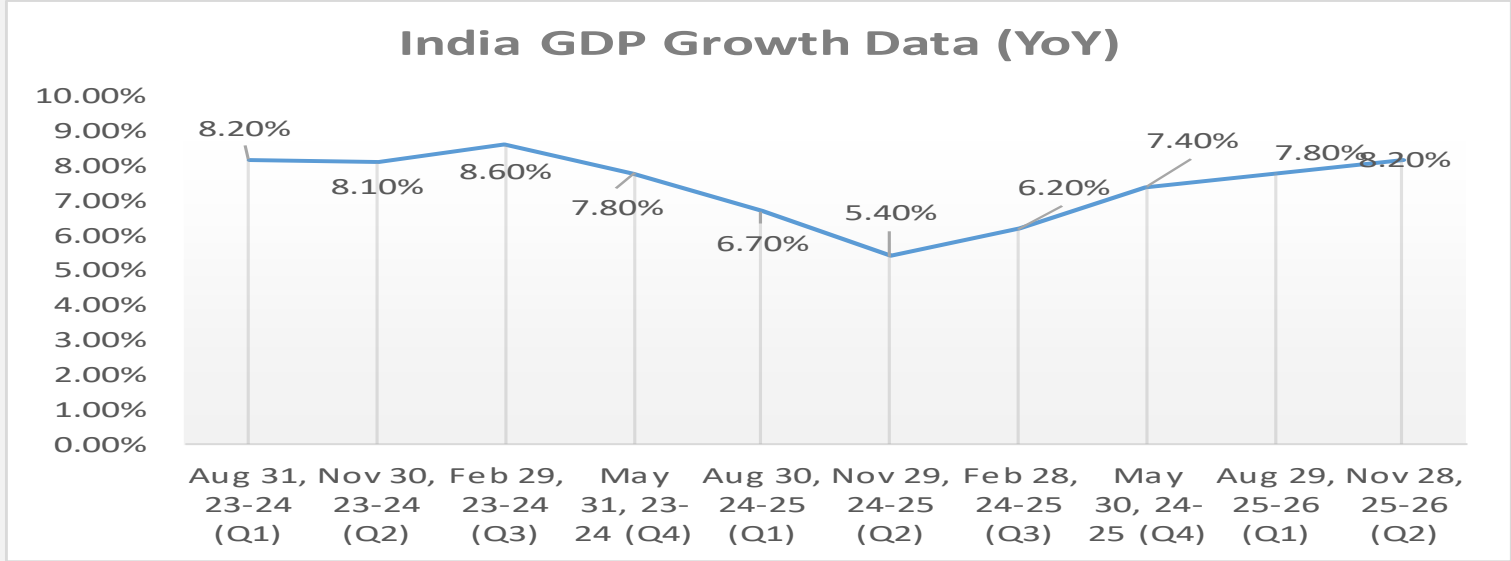
CPI (YoY)



WPI (YoY)



Market View from Research Desk:



NIFTY (25,966.40): The intermarket data suggests a risk-neutral to mildly risk-off environment with clear cross-asset signals. Indian and global equities were largely flat to slightly weak, while India VIX fell sharply, indicating reduced near-term fear and absence of panic selling. At the same time, strong gains in precious and industrial metals indicate expectations of lower global growth momentum and possible future rate-cut hopes, while oil and natural gas weakness signals demand concerns rather than supply stress. The Rupee appreciation against USD supports lower imported inflation and is positive for rate-sensitive sectors, while the marginal uptick in India 10Y bond yields shows no aggressive tightening fear. Sectoral, this setup is positive for metals & mining, especially non-ferrous, capital goods, infrastructure, and interest-rate-sensitive sectors like real estate and autos, as lower VIX and stable currency support domestic flows. IT remains neutral to mildly negative due to USD weakness, while oil & gas upstream, energy, and FMCG may face pressure due to falling energy prices and limited pricing power.

Last week, the index has been in a short-term consolidation with a mild negative bias, followed by a recovery attempt. After starting the week near 26,027, Nifty faced consistent selling pressure for 4 days, making lower highs and lower closes, which indicates distribution near the 26,000–26,050 resistance zone. The decline towards 25,726–25,770 formed a short-term support area, where buying interest emerged. On Friday, Nifty bounced sharply by 0.58% with higher volume signaling short covering and selective buying, but the close near 25,966 still remains below the earlier swing high, keeping the trend neutral to mildly bearish. The structure suggests range-bound movement with stock-specific action, not a decisive trend reversal yet.

Globally, developments created a cautious backdrop for Indian markets, with key signals coming from growth, inflation, and monetary policy trends. Major central banks such as the ECB indicated a steady policy stance, while concerns around delayed rate cuts and possible stagflation in the US persisted, keeping global liquidity conditions tight and limiting risk appetite. US consumer sentiment improved marginally but remained weak, highlighting fragile demand, which could impact India’s export-oriented sectors like IT and pharmaceuticals. Commodity markets reflected growth uncertainty, with energy prices under pressure while precious metals gained, Indian pharma exports crossed US 30Bn USD, driven by robust global demand for vaccines, generic medicines, and other therapy products. India Oman will soon conclude FTA which will open doors of gulf countries for Textiles and Auto sectors. Parliament has passed a bill to raise FDI up to 100% in the Insurance Sector.

Key events for the next week are US durable goods, GDP, industrial production and jobless claims, US crude inventory data could impact oil prices and India’s inflation outlook. On the domestic front, India’s infrastructure output, bank credit growth, deposit growth and forex reserves will be important for assessing economic momentum and banking sector strength. Japan’s industrial production, retail sales and unemployment data will offer Asian growth cues.

StockHolding Services Limited
(Formerly known as SHCIL Services Limited)
CIN NO: U65990MH1995GOI085602 SEBI - RA: INH000001121
Plot No. P-51, T.T.C. Industrial Area, MIDC Mahape, Navi Mumbai – 400 710

Call to us: 91-080-69850100 E-Mail: customerdesk@stockholdingservices.com www.stockholdingservices.com

Disclaimer

The research recommendations and information are solely for the personal information of the authorized recipient and does not construe to be an offer document or any investment, legal or taxation advice or solicitation of any action based upon it.

The research services (“Report”) provided is for the personal information of the authorized recipient(s) and is not for public distribution. The report is based on the facts, figures and information gathered from reliable sources that are considered true, correct and reliable. The report is provided for information of clients only and does not construe to be an investment advice. This report does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as a confirmation of any transaction. Each recipient of this report should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this report and should consult its own advisors to determine the merits and risks of such an investment. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete. SSL is not obliged to update this report for such changes. SSL has the right to make changes and modifications at any time. This report is not directed to, or intended for display, downloading, printing, reproducing or for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject SSL or its affiliates to any registration or licensing requirement within such jurisdiction. StockHolding Services Limited (formerly known as SHCIL Services Limited)-(SSL) and its associate companies, their directors and their employees shall not be in any way responsible for any loss or damage that may arise to any recipient from any inadvertent error in the information contained in this report or any action taken on the basis of this information.

Disclosure

StockHolding Services Limited (formerly known as SHCIL Services Limited) -(SSL) is a SEBI Registered Research Analyst having registration no.: INH000001121. SSL is a SEBI Registered Corporate Stock broker having SEBI Single Registration No.: INZ000199936 and is a member of Bombay Stock Exchange (BSE)- Cash Segment and Derivatives Segment, National Stock Exchange (NSE)-Cash, derivatives and Currency Derivatives Segments and Multi Commodity Exchange of India (MCX) – Commodity Derivative. SSL has registered with SEBI to act as Portfolio Manager under the SEBI (Portfolio Managers) Regulations, 2020, bearing registration no. INP000007304 and also obtained registration as Depository Participant (DP) with CDSL and NSDL, SEBI Registration No.: IN-DP-471-2020. SSL is a wholly owned subsidiary of Stock Holding Corporation of India Limited (StockHolding). StockHolding is primarily engaged in the business of providing custodial services, designated depository participant (DDP) post trading services, Depository Participant Services, Professional Clearing Services, Authorized Person services in association with SSL. Neither SSL nor its Research Analysts have been engaged in market making activity for the companies mentioned in the report /recommendation. SSL or their Research Analysts have not managed or co-managed public offering of securities for the subject company (ies) in the past twelve months.

Registrations granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.

The Analysts engaged in preparation of this Report or his/her relative or SSL's associates: - (a) do not have any financial interests in the subject company mentioned in this Report; (b) do not own 1% or more of the equity securities of the subject company mentioned in the report as of the last day of the month preceding the publication of the research report; (c) do not have any material conflict of interest at the time of publication of the Report.

The Analysts engaged in preparation of this Report or his/her relatives or SSL's associates:- (a) have not received any compensation from the subject company in the past twelve months; (b) have not managed or co-managed public offering of securities for the subject company in the past twelve months; (c) have not received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months; (d) have not received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months; (e) has not received any compensation or other benefits from the subject company or third party in connection with the Report; (f) has not served as an officer, director or employee of the subject company; (g) is not engaged in market making activity for the subject company.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing. Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

"The securities quoted are for illustration only and are not recommendatory".

The investor is requested to take into consideration all the risk factors before actually trading in equity and derivative contracts. For grievances write to grievances@stockholdingservices.com. In case you require any clarification or have any query/concern, kindly write to us at ssl.research@stockholdingservices.com

S. Devarajan

MBA (Finance & Foreign Trade), Ph.D. (Financial Management)
Head of Research & Quant Strategist

Sourabh Mishra

MMS(Finance)

Research Analyst

Mahesh R Chavan

MSc (Finance)

Research Analyst

Mahima Satish

BSc (Finance)

Research Associate