

Wrapping Up the Week..... (15.12.2025 -20.12.2025)

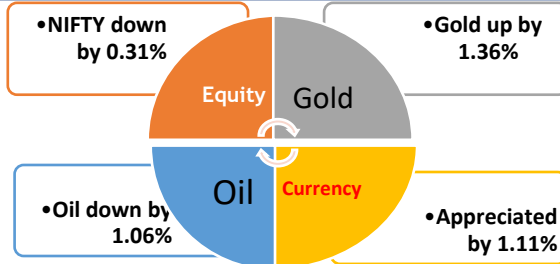
Market Movers

Highs & Lows of Key Market Indicators			
Indicators	High*	Low*	Average
USD/INR	91.08	89.26	90.40
India 10 Yr G-Sec Yield	6.62	6.56	6.59
US 10Yr T Bill	4.20	4.11	4.15
Crude Brent) \$/BL	61.50	58.72	59.89
Canara Bank	151.7	146	148.82

*On the basis of closing figure

Movement Over Previous Week

(On the basis of closing figure)



News that Made News

Global

- Japan's exports rose 6.1% year on year to JPY 9,714.7 billion in November 2025, marking a third straight monthly increase, beating the 4.8% forecast and recording the fastest growth since February.
- Bank of Japan unanimously raised its short-term policy rate by 25 basis points to 0.75%, marking a decisive shift away from decades of ultra-loose monetary policy and near-zero borrowing costs
- Bank of England cut the Bank Rate by 25 basis points to 3.75%, the lowest since 2022, as easing inflation and rising signs of economic strain prompted policy easing.

Domestic

- India's exports jumped 19.4% in November to \$38.1 billion, the fastest growth in over 3 years, driven by strong US and China demand, narrowing the trade deficit to its lowest since June..
- India's unemployment rate fell to 4.7% in November, the lowest since April, with declines across rural and urban areas and higher labour force participation signaling improving job market conditions.
- Parliament cleared the SHANTI Bill, the Strengthening Holistic and Advanced Nuclear Technology Initiative, opening India's nuclear sector to private participation to attract investment, accelerate capacity expansion, and strengthen long term clean energy and energy security goals.

Banking

- RBI directed banks to link MSME loans to an external benchmark with a three-month reset to improve policy transmission, allowing existing borrowers to switch on mutually agreed terms.
- As per a State Bank of India report, the Reserve Bank of India is estimated to have intervened nearly \$30 billion in the foreign exchange market between June and October 2025.
- The Supreme Court said banks may be held liable for service lapses leading to cyber frauds, urged early warning systems for customers, and called the nearly ₹3,000 crore losses shocking while seeking action to plug systemic gaps.

Macro Scenario

HDFC Bank and Bank of Baroda collectively raised USD 1.5 billion in overseas loans, bolstering liquidity amid stabilising interest rates; HDFC Bank raised USD 1 billion through a 3.5-year loan, while BoB secured USD 500 million via a 5-year deal involving MUFG and HSBC.

Axis Bank and Google Pay launched a co-branded credit card enabling payments across apps and offline merchants with instant reward earning and redemption.

Peer's Signals Sensed

Policy Moves

RBI

NO POLICY MOVES

GOVT

Lok Sabha passed the landmark Insurance Bill allowing 100% FDI, empowering IRDAI to cap agent commissions and disgorge wrongful gains from insurers and insurance intermediaries.

Event /News of the Week:

India-Oman CEPA Delivers Near-Universal Market Access and Services

- ✓ Oman grants zero duty access on 98.08% of tariff lines covering 99.38% of India's exports by value, significantly boosting Indian shipments across labour intensive goods, pharmaceuticals, medical devices, agriculture and engineering products.
- ✓ The agreement opens 127 services sub sectors with enhanced mobility for professionals, allows up to 100% foreign direct investment in major services, includes the first ever comprehensive overseas commitment for AYUSH, enables faster pharmaceutical approvals, and provides mutual recognition of halal and organic standards.
- ✓ India offers tariff liberalisation on 77.79% of its tariff lines covering 94.81% of imports from Oman by value, improving market access and export competitiveness for Omani products in India.
- ✓ The CEPA boosts trade and investment, deepens supply chains, supports Oman's diversification and jobs, and strengthens India's Gulf economic engagement.