

Macro Konnect

02-July-2025

Equity Monitor

Indian Equity Markets

Broad Indices	CYTD	1Y	3Y	PE (x)		
				Current	FY25E	FY26E
Nifty 50 Index	7.9%	5.7%	17.4%	24.7	22.3	19.8
Nifty Next 50 Index	1.5%	-4.4%	23.6%	24.4	25.7	21.3
Nifty Midcap 150 Index	4.0%	4.6%	29.8%	37.3	32.8	26.6
Nifty Smallcap 250 Index	0.3%	2.5%	30.1%	35.8	30.1	24.1
Nifty 500 Index	5.5%	3.9%	20.8%	27.2	24.6	21.3

- Markets ended the first half of the year 2025 in the positive.
- Nifty 50 index rose the most on strong institutional buying across FIIs and DIIs and corporate earnings.

Sectoral/Thematic Indices	CYTD	1Y	3Y
Nifty Auto Index	4.5%	-5.7%	26.8%
Nifty Bank Index	12.7%	9.0%	19.7%
Nifty FMCG Index	-3.4%	-4.0%	13.4%
Nifty Healthcare Index	-3.3%	14.8%	24.4%
Nifty IT Index	-10.1%	5.6%	11.8%
Nifty Metal Index	10.2%	-3.5%	26.9%
Nifty Realty Index	-6.3%	-10.4%	36.8%

- First half of 2025 witnessed Nifty Bank index gaining the most.
- While Nifty IT index fell the most led by muted earnings and weak discretionary IT spending.

Net Institutional Flows (INR Cr)	FII Flows	DII Flows
MTD	20,424	72,674
CYTD	-71,719	3,57,575

- FIIs ended positive in the month gone by owing to geopolitical tensions in other regions and India emerging as an attractive investment opportunity

Macro Indicators	Jan'25	Feb'25	Mar'25	Apr'25	May'25	Jun'25
CPI, % YoY	4.3	3.6	3.3	3.2	2.8	
IIP, % YoY	5.0	2.9	3.0	2.7	1.2	
Merchandise Exports, \$ Bn	36.4	36.9	42.0	38.5	38.7	
% YoY	-2.4	-10.9	0.7	0.1	0.0	
Merchandise Imports, \$ Bn	59.4	51.0	63.5	64.9	60.6	
% YoY	10.3	-16.3	11.4	0.2	0.0	
Manufacturing PMI	57.7	56.3	57.6	58.2	57.6	58.4
Services PMI	56.8	59.0	57.7	58.7	61.2	60.7
GST Collections (INR billion)	1,955	1,835	1,961	2,367	2,010	1,846
% YoY	13.6	9.1	9.9	12.6	16.4	6.2

- GST collections moderated in Jun'25 owing to likely slower activity observed in some sectors like real estate, retail and IT.
- IIP also witnessed slower growth in May'25 on account of weak manufacturing output, decline in electricity generation, higher base effect of May 2024.

Global Equity Markets

Global performance	CYTD	1Y	3Y
DIJA Index	3.6%	12.6%	12.7%
Nasdaq Composite Index	5.5%	13.9%	22.7%
Nikkei 225 Index	1.5%	2.2%	15.3%
Shanghai Composite Index	2.8%	15.0%	0.4%
Deutsche Boerse AG german Stock Index DAX Index	20.1%	30.7%	23.2%
MSCI World Index	8.6%	14.4%	16.5%
MSCI Emerging Markets Index	13.7%	12.5%	6.9%
MSCI India Index	6.0%	3.3%	18.2%

- German markets continued their winning streak by moving up 20% in first half of 2025 driven by strong corporate earnings and positive investor sentiment.
- All global indices ended in the green with Nikkei 225 index witnessing the least gains because of monetary policy shifts and global trade risks.

Source: PIB, Bloomberg, KAMC Internal. Data as of 30th June 2025, Details as per latest data available publicly. Past performance may or may not be sustained. Returns are absolute. CYTD: Current Year to Date Data, FY26E: Estimate of FY26, FY27E: Estimate of FY27. The stocks/sectors mentioned do not constitute any kind of recommendation and are for information purpose only. Kotak Mahindra Mutual Fund may or may not hold position in the mentioned stock(s)/sector(s). PE: Price to Earnings ratio, FMCG: Fast Moving Consumer Goods, IT: Information Technology, CPI: Consumer Price Index or Inflation, IIP: Index of Industrial Production, PMI: Purchasing Manager's Index, GST: Goods and Service Tax, Bn: Billion

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