Weekly Market Update

Date – (4th Aug 2025 to 8th Aug 2025)

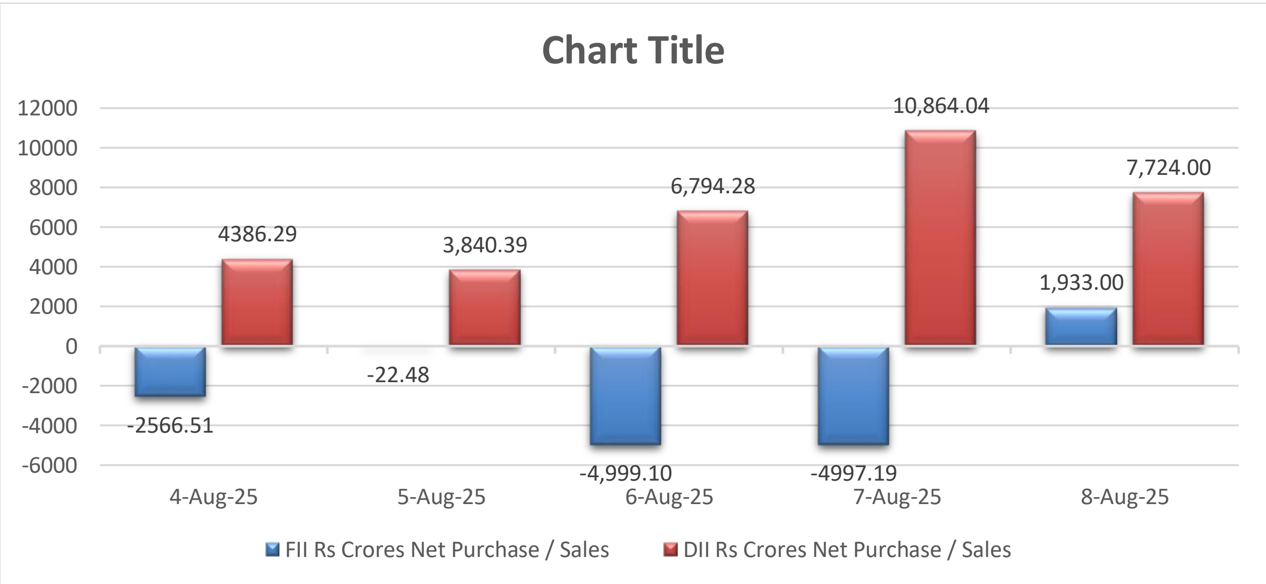
<u>Market Overview</u>

Indian equity markets witnessed heightened volatility during the week, largely driven by escalating trade tensions between India and the United States and mixed global cues. The week began with sharp declines as weak global sentiment and the U.S. President's decision to impose a steeper-than-expected 25% tariff on Indian goods weighed heavily on investors, overshadowing the fact that India was spared penalties over its Russian defense and energy dealings. Sentiment improved mid-week when softer U.S. jobs data fueled expectations of imminent Federal Reserve rate cuts, further supported by falling oil prices and a weaker dollar. However, optimism was short-lived as renewed threats from the U.S. President to substantially raise tariffs on Indian imports linked to allegations of profiting from discounted Russian oil triggered a broad-based selloff. The pressure deepened when the U.S. leader warned of a "very substantial" tariff hike, alongside potential levies on semiconductors, chips, and pharmaceuticals, while the Reserve Bank of India kept interest rates unchanged despite rising inflation. Towards the end of the week, markets recovered slightly from early losses as additional tariffs were imposed, but hopes of renewed trade talks following reports of U.S. Russia diplomatic engagement spurred late-session buying. Overall, trade-related uncertainty, geopolitical risks, and the RBI's policy stance shaped a turbulent yet eventful week for Indian equities. make it lit bit short

As a result, the BSE Sensex fell by 1.01%, closing at 79,857, while the Nifty 50 declined by 1.20%, settling at 24,363

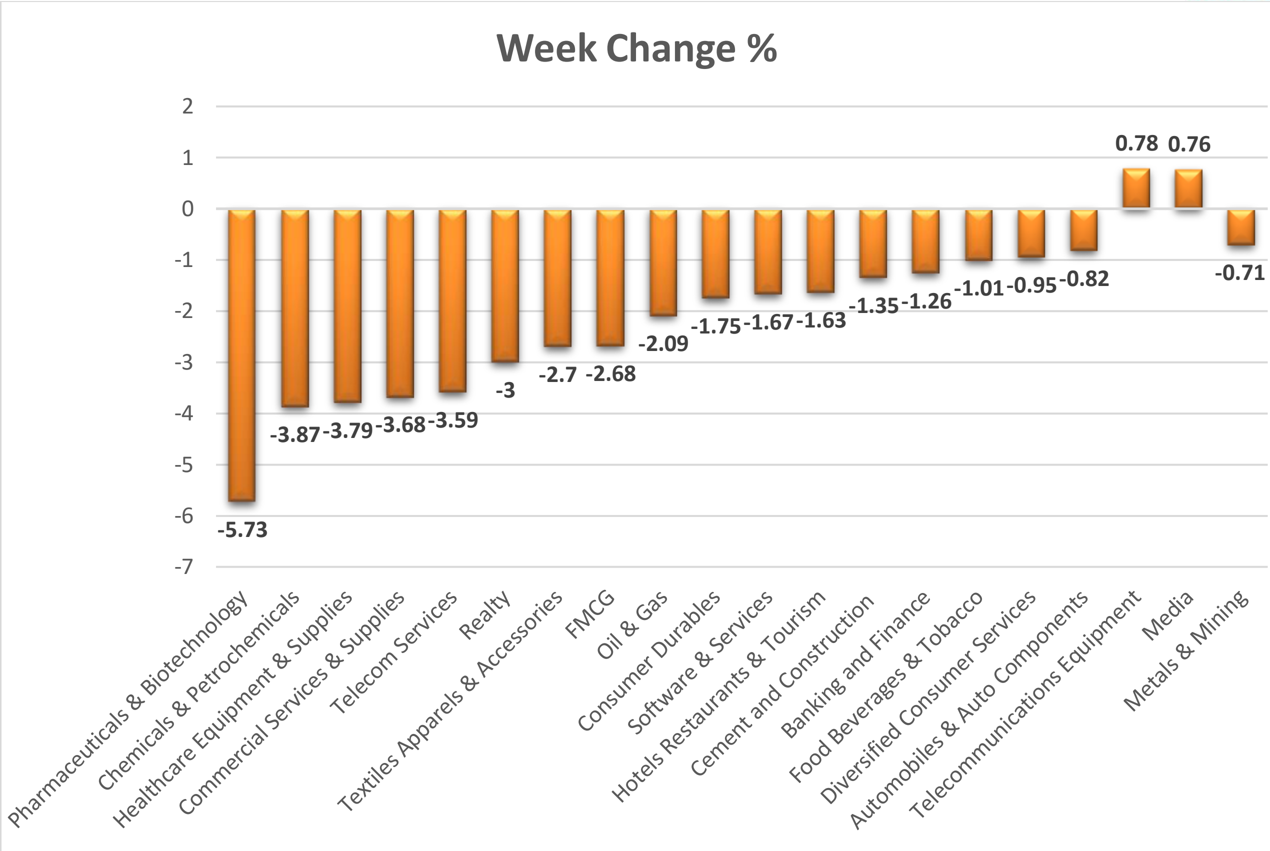
Institutional Investment Trends

Throughout the week, FIIs were consistent net sellers, recording significant outflows nearly every day, with the largest net selling on 6th and 7th August. In contrast, DIIs consistently acted as net buyers, absorbing the selling pressure and supporting the market, with a notable spike in purchases on 7th August. On the last trading day, 8th August, both FIIs and DIIs recorded net purchases, showing a shift in sentiment. Overall, the data highlights a tug-of-war between FIIs withdrawing funds and DIIs providing stability with steady inflows during a volatile week for Indian equities.



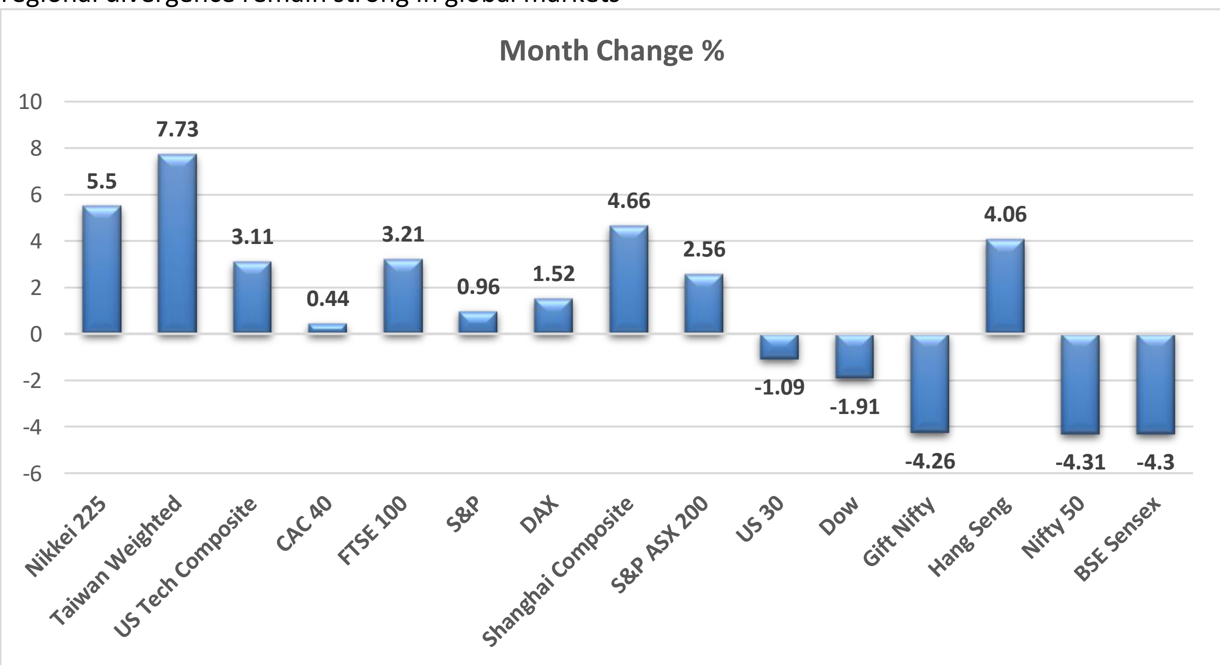
Sectoral Highlights

This week, the Indian equity market saw broad-based declines across most sectors, with only a few pockets showing gains. Pharmaceuticals & Biotechnology faced the sharpest drop, sliding by 5.73%, followed by significant weakness in Chemicals & Petrochemicals, Healthcare Equipment & Supplies, and Commercial Services, all registering falls between 3.87% and 3.59%. Sectors such as Telecom, Realty, Textiles, and FMCG also saw notable declines. The downward pressure extended to Oil & Gas, Consumer Durables, and Software Services, reflecting cautious investor sentiment and potential sector-specific challenges. On the other hand, only Media and Metals & Mining sectors managed to end the week with minor gains of 0.78% and 0.76% respectively, bucking the overall negative trend. These patterns highlight prevailing risk aversion and a defensive approach among investors, as broad-based selling outweighed selective buying interest in the markets.



<u>Global Equity Market Overview (8 July 2025 – 8 Aug2025)</u>

Over the past month, global equity markets have shown mixed trends. Indices like the Taiwan Weighted (7.73%), Nikkei 225 (5.5%), Shanghai Composite (4.66%), US Tech Composite (3.11%), DAX (1.52%), and Hang Seng (4.06%) ended in positive territory, showing decent growth and recovery. Similarly, the FTSE 100, CAC 40, S&P 500, and S&P ASX 200 also closed with modest gains. On the other hand, Indian markets such as the Nifty 50 (-4.31%), BSE Sensex (-4.3%), and Gift Nifty (-4.26%) saw the steepest declines, while the Dow Jones (-1.91%) and US 30 (-1.09%) also closed lower. Overall, Asian and tech-heavy markets outperformed this month, whereas Indian equities sharply underperformed, likely due to global trade tensions and domestic concerns. These trends highlight that volatility and regional divergence remain strong in global markets

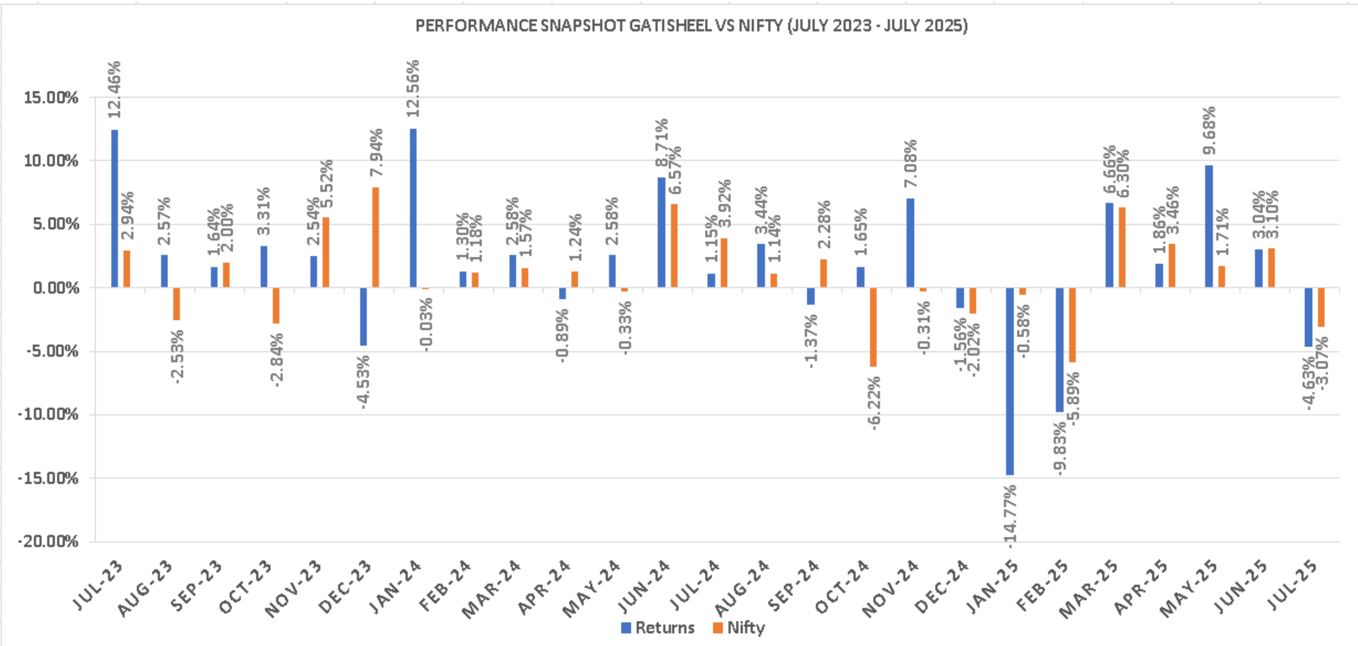


Portfolio Performance Update

Here's a monthly performance snapshot of our Provitt **Gatisheel Stock Basket**, benchmarked against the Nifty 50 index. We follow a disciplined investment strategy by rebalancing the basket every month and selecting stocks with a market capitalization above ₹1,000 crore, focusing on quality and consistency in performance.

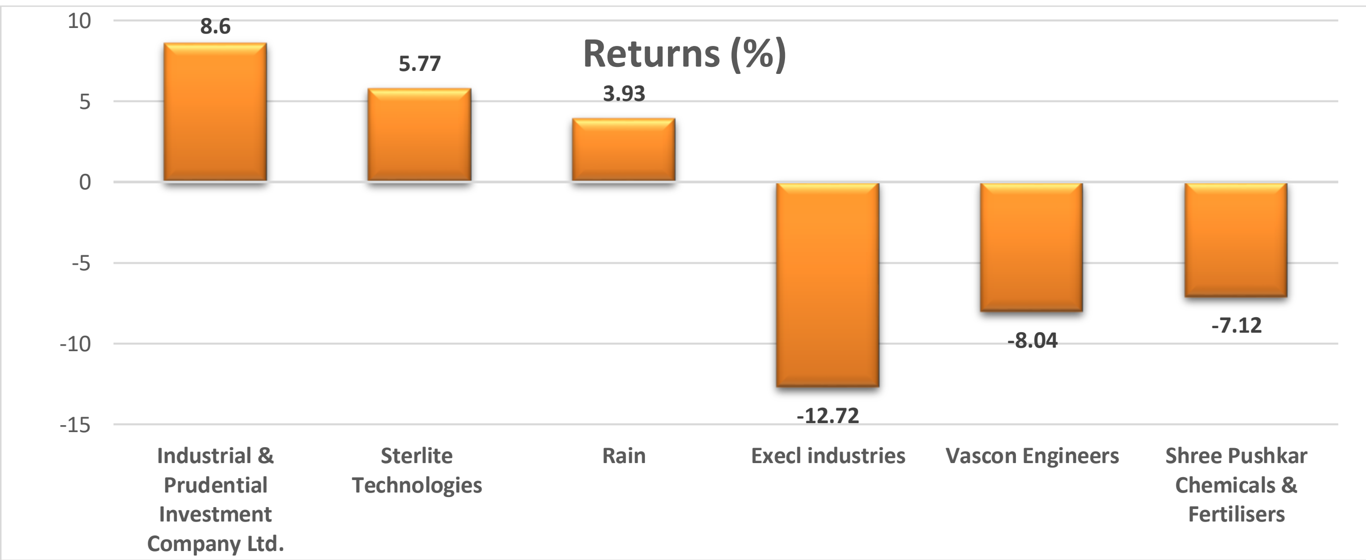
Portfolio Overview: Outperformance Potential with Balanced Risk-Reward

The portfolio has shown the ability to outperform the Nifty in key months through strong stock selection and active management, capturing sharp gains in favorable markets while limiting losses in volatile periods. Its diversified, growth-oriented approach balances risk and reward, appealing to investors seeking higher returns and alpha beyond passive index gainsThe active management approach underlying this basket allows for nimble responses to market changes, enhancing the chance to capitalize on emerging trends.



Note – The month-on-month % changes exclude dividends. A 3.39% dividend yield is not included, so total investor returns would be higher than the price changes shown.

Gainers & Losers of the Week



Mutual Fund Model Portfolio: July Update

MODEL PORTFOLIO SUMMARY

As of 31-Jul-2025

Performance Overview

Portfolio	Objective	Asset Allocation	Portfolio Age	XIRR (Jun-25)	XIRR (Jul-25)
Portfolio-1	Wealth Creation	94% Equity/ 6% Debt	9 Years 10 Months	23.56%	22.38%
Portfolio-2	Wealth Creation	90% Equity/ 10% Debt	8 Years 2 Months	24.27%	22.19%
Portfolio-3	Education	80% Equity/ 20% Hybrid	8 Years 4 Months	25.15%	23.94%
Portfolio-4	Retirement	70% Equity/ 30% Debt	7 Years	19.31%	17.00%
Portfolio-5	Wealth Creation	93% Equity/ 7% Debt	9 Years 10 Months	18.80%	17.23%

Key Insights

- All portfolios witnessed negative growth in July 2025 compared to June, likely due to market corrections.
- Portfolio-3 (Education) remained the top performer with a robust return of 23.94% supported by a balanced equity- hybrid strategy.
- Wealth Creation portfolios (1, 2, 5) with high equity allocations continued to deliver strong long-term returns, despite a short-term dip.
- Portfolio-4 (Retirement), with the most conservative asset mix, provided stable but lower returns, consistent with its risk profile.

Takeaways for Investors

- High Equity Exposure has consistently delivered superior long- term performance across portfolios.
- Regular monitoring and strategic rebalancing help protect gains and manage volatility.
- Diversification (e.g., hybrid components in Education and Retirement portfolios) supports better risk adjusted returns.
- Stay invested with a long-term view, and avoid reacting to short term market fluctuations.

Email: info@provittconsultants.com | **Toll-Free Number:** 1800 202 3772 **Principal Officer**| **Email:** shalini@provittconsultants.com | **Contact No.:** +91-9266207888 **Address:** Plot No 7, Third Floor, Block C, Pocket 8, Sector 17, Dwarka, New Delhi–110078**SEBI Registration No.:** INA000018276 | **BASL Registration No.:** BASL2029 | **Registration Type:** Non-Individual **Validity:** Valid from 25/07/2023 until suspended or cancelled in accordance with SEBI regulations