

July 2026

Bazaar Beats

Monthly Market Outlook

KEY HIGHLIGHTS



Ceasefire in Iran US war eased crude oil and other commodity prices, positive for global trade and supply chains



Major global economies continue to show resilience despite adverse geo-political scenario



High frequency indicators such as inflation, GST collection, vehicle sales and govt. expenditures etc. reflected robust indian economy



Indian equities experienced a volatile but resilient month with moderate gains for Nifty 50 and Sensex



Broader markets (Midcap & Smallcap indices) outperformed the benchmark indices.

Global Markets

Index	June Close (30 June 2026)	Monthly Change (MoM)
S&P 500 (USA)	7499.36	-1.06%
Nasdaq (USA)	26213.72	-2.81%
Nikkei 225 (Japan)	70062.32	+5.63%
Hang Seng (China)	22881.02	-9.14%
FTSE 100 (UK)	10497.12	+0.84%



Indian Market

Index	June Close (30 June 2026)	Monthly Change (MoM)
Nifty 50	23865.75	+1.35%
Sensex	76478.67	+2.28%
Bank Nifty	57542.90	+6.09%
Nifty Midcap 100	61797.70	+0.12%
Nifty Smallcap 100	18863.10	+3.99%



Key Economic Indicators

Indicator	Previous (May 2026)	Latest (June 2026)
CPI Inflation	3.93%	4.3%
Service PMI	59.8	57.4
Manufacturing PMI	55	54.2
Repo Rate	5.25 %	5.25 %
Brent Crude	92.05	72.92
Rupee (USD)	95.01	94.66



Economic Factors Impacting Indian Financial Market

Indian financial markets remained resilient in June 2026, supported by strong domestic economic fundamentals, including healthy GST collections, steady business activity, and robust GDP growth expectations. The RBI maintained the repo rate at 5.25% with a neutral stance, providing policy stability, while continued volatility in global crude oil prices and geopolitical tensions kept inflation and currency risks in focus. Overall, strong domestic demand and improving investor confidence helped offset external headwinds, supporting positive market sentiment.



Global Developments Influencing Indian Financial Market

Global financial markets remained highly sensitive to geopolitical and macroeconomic developments during June 2026. Escalating tensions in the Middle East initially pushed crude oil prices higher, raising concerns over inflation and India's import bill, before easing later in the month as geopolitical risks moderated. Investors also closely tracked the U.S. Federal Reserve's policy outlook, as expectations around interest rates influenced global capital flows and emerging market currencies. Ongoing U.S.–India trade discussions and improving global supply chain conditions helped strengthen investor confidence, while easing oil prices and renewed foreign institutional inflows supported Indian equities. Despite persistent global uncertainties, India's strong domestic fundamentals enabled its financial markets to remain resilient and outperform many emerging market peers during the month.



Indian Equity Market

The Indian equity market remained resilient during June 2026, despite heightened global uncertainties and fluctuations in crude oil prices. Benchmark indices traded with moderate volatility as investors assessed global geopolitical developments, monetary policy expectations, and corporate earnings outlook. Strong domestic institutional inflows, improving foreign investor participation, and robust macroeconomic fundamentals supported market sentiment throughout the month. Banking, financial services, capital goods, and infrastructure sectors witnessed healthy buying interest, while export-oriented sectors remained sensitive to global demand trends. Overall, India's strong economic outlook, stable policy environment, and sustained domestic liquidity enabled the equity market to outperform several emerging markets, reinforcing investor confidence over the medium to long term.

WHAT'S NEXT?

- India's strong macroeconomic fundamentals, stable inflation, and healthy domestic demand are expected to support market sentiment in the coming months.
- Q1 FY2026–27 corporate earnings will be closely monitored, with strong results likely to drive sector-specific opportunities.
- Inflation trajectory, and global central bank decisions will remain key factors influencing investor sentiment.
- Crude oil prices and geopolitical developments, particularly in the Middle East, may continue to create short-term market volatility.
- Continued FII and DII inflows, along with government-led infrastructure spending, are expected to support medium- to long-term market growth.

TACTICAL VIEW

Maintain a selective bias towards sectors with stronger earnings visibility—private financials, manufacturing, capital goods and healthcare—while selectively evaluating technology opportunities as global demand improves.

LINAC INSIGHT

This earnings season, look beyond headline numbers. Revenue visibility, margin trends and management commentary can reveal the quality and sustainability of growth.

THE CORE

Healthy investing begins with financial clarity. Plan liquidity needs first, allowing long-term investments the time they need to compound.

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QUOTE OF THE MONTH

The future you desire begins with the decisions you make today.

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