Weekly Equity Market Outlook

Trade Deal Floodgates Open

9th Feb 2026- 13th Feb 2026

The Week That Was *(2nd Feb to 6th Feb) : Swings Between Jubilation and Despondency … and Back Again!*

What a week it was, for the Indian equities market! It was an unusual 6-day extended trading week for the markets, which saw the Nifty crash 2% to a low of 25,472 on Budget Sunday and swing back up to 26,242 on Tuesday with a 1,250 point surge on open, after the announcement of the Indo-US trade deal having been struck. As the markets realized that the deal was yet to be signed and the fine print would be key to understanding the exact impact, the markets gave up over half the gains. The markets traded for the rest of the week in a tight 200 point range, as it awaited the details of the deal. Friday saw the RBI's MPC maintain policy rates at 5.25% with a "Neutral" stance, on expected lines. The MPC pushed up Q4FY27 GDP expectations higher by 20 bps, but also flagged inflationary base effect constraints to kick-in to the extent of 30 bps in Q1FY27. Food supply conditions remain comfortable, liquidity conditions remained comfortable. In all of this, the India VIX (the Volatility index), which crossed 16 (up 11%) on Budget Day, fell steadily to close the week below 12, closer to the 6 month average.

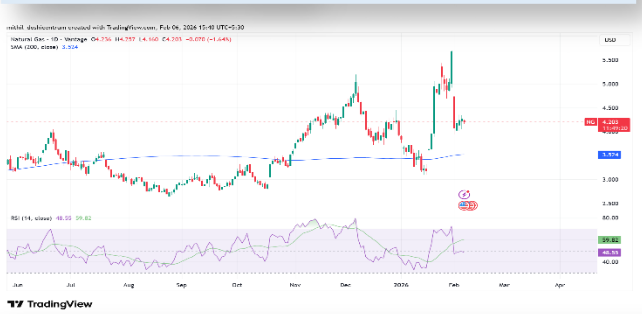
Sectoral Movers – Huge difference the gainers and losers : The week saw a stark difference emerge between sectoral gainers and losers, as the failure of the budget to meet expectations of Defence outlay sank the Defence Index, while the Sectoral index gainers include Consumer Durables, Realty and Infrastructure as Government would likely maintain it's spend. IT stocks, both large cap and mid cap, were rolied as leading US AI company, Anthropic AI announced a hige advancement in agentic automation plug-ins that threatened the very business models of Indian IT companies. The Nifty IT Index lost a whopping 6.38% during the week. *As the news of the Indo-US trade deal broke, sectors negatively affected by tariffs showed a sharp surge – textiles (KPR Mills, Gokaldas Exp), aquaculture (Apex Frozen), select light engineering companies (such as Elgi Equipment), all showed a sharp upmove.*

DMs gain even as the US faces a tech sell-off, while EMs remain under pressure : The Indian markets outperformed leading EM peers on the trade deal being signed, while the US underperformed its DM peers as the AI trade unwinding continued its rout of tech stocks. Japanese stock futures surged while the Yen and bond yields fell, upon an expected landslide win by PM Takaichi and hopes of a loose fiscal policy. This would likely keep the carry trade unwinding in check and strengthen the USD.

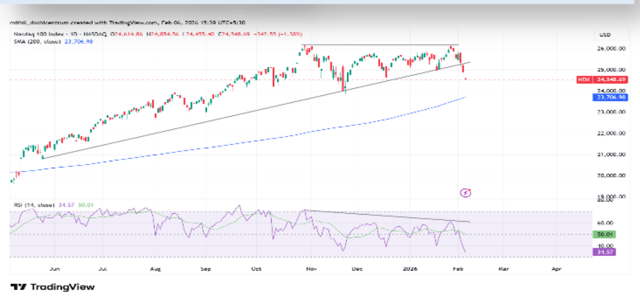
Base metals remain under pressure, as Silver volaitity surges : Base metals have retreated from record highs and may continue to see profit booking amid policy interventions and slowing global demand signals. The volatility in Silver continued as it swung between USD 90 and USD 70. Gold gained strength as the Gold-Silver Ratio continued to rebound from historical lows of around 47, closing the week close to 63. Crude crashed by almost 4%.

Interesting Charts … that speak a thousand words

NATURAL GAS BEARISH



NASDAQ BREAKDOWN



The Week Ahead *(9th Feb to 13th Feb) : Indo-US Trade Deal fine print and Tech stocks to drive direction*

- IT stocks may remain under pressure due to weakness in global AI spending and US valuation resets. We maintain near term cautious stance on IT sector – both large cap and mid cap.
- Sectors and stocks driven by the US trade deal to remain in focus for the week – Textiles, select agriculture stocks, select aquaculture stocks and light engineering stocks to benefit and maintain upmove.
- **Comparative trade advantage of India vs other competing economies, especially in South Asia and South East Asia to drive market direction.**
- Consumption stocks may see gradual accumulation as rural demand prospects improve.
- **Indian indices will see an opening jump for the week as adjusts to the positives of the details of the Indo-US Trade Deal.**

Weekly Equity Market Outlook

9th Feb 2026- 13th Feb 2026

Nifty 50 Technical Outlook

Source: Tradingview

- The Nifty snapped its two-week losing streak and formed a strong bullish candle on the weekly chart.
- It witnessed a sharp rebound from lower levels and managed to close above its 100-DMA placed at 25,660.
- Momentum indicators have turned supportive on the daily chart, with RSI rebounding from the oversold zone and moving above the 50 mark, indicating improving strength.
- Meanwhile, India VIX cooled off sharply by 20% during the week to close near 12, any further decline in volatility would offer additional comfort to the bulls.
- Overall, the structure for Nifty looks positive with an upside potential towards 26,000 levels, and a buy-on-dips strategy remains advisable as long as the index sustains above 25,250.

Nifty Bank Technical Outlook

Source: Tradingview

- The Bank Nifty index witnessed relative underperformance compared to the Nifty this week; however, it managed to close above the 60,000 mark, which had been acting as a key psychological support.
- The index is trading above all its important short-term and long-term moving averages.
- Momentum indicators and oscillators have also flashed a buy crossover.
- Overall, the structure appears sideways to positive, with Bank Nifty likely to oscillate within the broader range of 59,400–61,200 in the near term.

Global Markets

Developed Markets

US (S&P 500)	-0.10%
Germany (FSE DAX)	+0.74%
UK (FTSE 100)	+1.43%
Eurozone (Eurostoxx 50)	+0.82%
Japan (Nikkei 225)	+1.75%

Emerging Markets

Indonesia (IDX Composite)	-4.73%
India (Nifty 50)	+1.47%
China (CSI 300)	-1.33%
South Korea (KOSPI 100)	-2.80%
Brazil (Bovespa)	+0.87%

Sectoral Gainers and Key Commodities

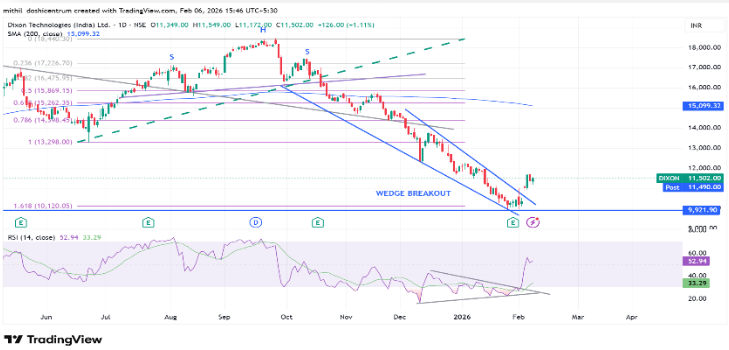
Sectoral Indices

Nifty Consumer Durables – TRI	+5.96%
Nifty Realty – TRI	+5.35%
Nifty Infrastructure – TRI	+4.27%
Nifty India Defence – TRI	-5.24%
Nifty IT - TRI	-6.38%

Commodities

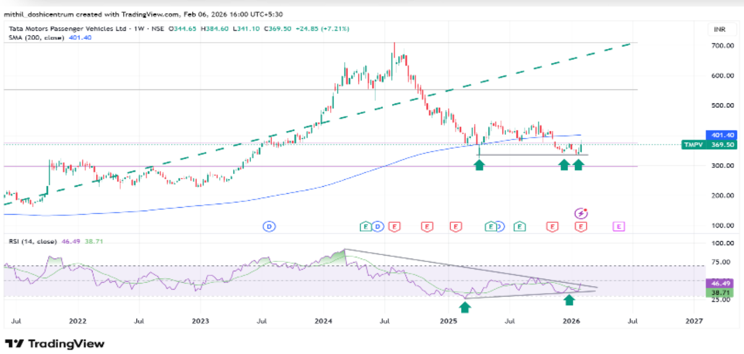
Gold	+1.97%
Silver	-7.89%
Brent Crude	-3.73%

Stock in Radar : DIXON LTP : INR 11500



- Prices has staged a sharp rebound after breaking out of a falling wedge, signaling a potential trend reversal. It has bounced from the 9,900–10,100 support zone and is now trading above short-term levels, with improving momentum.
- RSI has broken above its downtrend and moved past 50, confirming bullish strength. A break above 11750 will add further bullishness for prices to inch rally near 13000-15000 levels in near term.
- On weekly basis also prices have formed a bullish reversal candle & RSI has reversed from 23 levels.

Stock in Radar : TMPV LTP : INR 369



- Price has rebounded from the 340 support zone but faces stiff resistance around 378–380, which coincides with prior breakdown levels.
- RSI has moved above 50, suggesting short-term momentum improvement, though sustainability remains uncertain.
- A decisive close above 380 could open room toward 400 levels where the 200 SMA is placed. Upside sustainable move above the same for 420 levels.
- On the Weekly charts prices have formed a triple bottom formation with RSI positive divergence which add bullishness.

Disclaimer

Centrum Finverse Ltd ("Centrum") is registered with the Securities and Exchange Board of India (SEBI) as a Stock Broker, Depository Participant, and Research Analyst. SEBI RA Registration No.: INH000018337. The information and research content available on this website are for informational and educational purposes only and do not constitute investment advice, solicitation, or recommendation to buy or sell any securities.

All information, including market data and third-party content, is provided on an "as is" basis. Centrum does not guarantee the accuracy, completeness, or timeliness of any data and shall not be liable for any loss or damage arising from the use of, or reliance on, such information. Users should independently verify all information and consult professional advisers before making investment decisions.

Investments in securities markets are subject to market risks. Past performance is not indicative of future results. Centrum, its associates, and employees may have positions or business relationships with the companies mentioned in research reports, as disclosed therein.

This website and its content are not intended for distribution to or use by any person in the United States, United Kingdom, Canada, or any jurisdiction where such distribution is unlawful.

"Investment in securities market are subject to market risks. Read all related documents carefully before investing."

Link to Disclaimer (RA) :

https://www.centrumgalaxc.com/wp-content/uploads/2026/01/CFL-RA-Disclaimer.pdf

Member (NSE and BSE)
Single SEBI Regn. No.: INZ000317534

Depository Participant (DP)
CDSL DP ID: 12012200
Single SEBI Regn. No.: IN-DP-788-2024

Research Analyst SEBI Registration No. INH000018337
Mutual Fund Distributor AMFI Regn No. ARN- 300129

Website: www.centrumgalaxc.com
Investor Grievance Email ID: ig@centrum.co.in

Compliance Officer Details:
Mangesh Salesa
(022) 69559036; Email ID: finversecomp@centrum.co.in

Centrum Finverse Ltd. (CIN : U66120MH2023PLC411440)

Registered and Corporate Office:
Centrum House, C.S.T. Road,
Vidyanagari Marg, Kalina,
Santacruz (East) Mumbai – 400098
Tel.: - +91 22 4215 9000

Email : info@centrum.co.in