

Top Story 1

Economy seems to be 'well settled':

India's economy has achieved a "well settled equilibrium of resilient growth" despite global uncertainties, reflecting strong macroeconomic fundamentals built over decades. Key factors include robust foreign exchange reserves, low inflation, a narrow current account deficit, credible fiscal consolidation, and strong balance sheets among banks and corporates. Continuity in reforms, adoption of global best practices tailored to domestic needs, and combined efforts of policymakers, regulators, and institutions have contributed to this stability. The central bank recently revised India's growth forecast for the current fiscal year upwards to 6.8% from 6.5%, while lowering the inflation projection to 2.6% due to tax rationalization and a favorable monsoon. Despite global challenges, including high US import tariffs and trade uncertainties, India's domestic economy remains resilient. Although global growth may remain below potential and trade restrictions could impact some economies, India continues to stand out as a stable, resilient market. This equilibrium supports sustained consumption, investment, and long-term economic confidence.

[Economy seems to be 'well settled': RBI governor | Latest News India](#)

Top Story 2

India economy likely to grow at 6.5% in FY26 despite geo-political tensions

India's economy is expected to grow by 6.5% in the current financial year, reflecting resilience amid global uncertainties and trade policy challenges. Domestic growth is projected to be supported by low inflation, a favourable monsoon, and a stable interest rate environment, aided by recent monetary easing. High-frequency indicators show continued strength in consumption and investment, reinforcing confidence in the economy's near-term performance. Strong fiscal management and sustained government capital expenditure are expected to further boost private sector participation and overall growth momentum. Despite headwinds from global geopolitical tensions and slower global investment flows, India's economic fundamentals remain robust. While global foreign direct investment has shown only marginal improvement, India has witnessed a healthy increase in gross inflows, underscoring investor confidence. The medium-term outlook remains positive, with structural reforms, steady macroeconomic management, and improved business conditions positioning India as one of the world's most dynamic emerging economies.

<http://upstox.com/news/business-news/economy/india-economy-likely-to-grow-at-6-5-in-fy-26-despite-geo-political-tensions-eac-pm-chairman/article-178149/>

Economy

EU wants to join India's economic boom but wary of one-sided trade deal

India is emerging as a vital economic partner for Europe, offering significant opportunities for trade and investment amid global uncertainty and shifting supply chains. Experts highlight that India is seen as one of the most reliable and promising trading partners, with its strong growth potential attracting serious interest from European businesses. The country's ambitious growth targets reinforce its position as a key driver of future global expansion. However, Europe is expected to approach trade negotiations cautiously, aiming to ensure that the relationship remains balanced and mutually beneficial. Past experiences with other economies have made European nations more alert to maintaining fair trade dynamics. While geopolitical tensions and energy dependencies continue to influence global markets, India remains central to Europe's long-term economic strategy. Overall, the growing engagement reflects confidence in India's sustained economic momentum and its potential to play a leading role in global trade partnerships.

<https://www.cnbc18.com/economy/eu-india-trade-deal-economic-growth-opportunities-wolfgang-munchau-19702279.htm>

Market

RBI unlocks capital market liquidity with funding boost at a time markets are flat: Here's how the measures would work

India's economy has achieved a well-settled equilibrium of resilient growth despite global uncertainties, supported by strong macroeconomic fundamentals developed over the years. With high forex reserves, low inflation, a contained current account deficit, and sound balance sheets across banks and corporates, India continues to demonstrate economic stability. This strength is attributed to consistent focus on macroeconomic, price, financial, and policy stability, along with continuity in reform momentum and the adoption of globally aligned frameworks suited to national needs. The central bank recently revised India's growth projection upward to 6.8% and reduced its inflation forecast, indicating improving economic conditions. Despite global challenges such as trade restrictions and fiscal pressures, the economy remains steady, highlighting India's resilience and positioning it as an anchor of stability in a volatile global landscape. While fiscal stress and diverging growth trajectories persist globally, India continues to sustain its growth momentum with a balanced policy approach.

<https://www.hindustantimes.com/india-news/economy-seems-to-be-well-settled-rbi-governor-101759515933771.html>

Finance

India economy likely to grow at 6.5% in FY26 despite geo-political tensions

India's economy is projected to grow at 6.5% in the current financial year, showcasing strong resilience despite global uncertainties and trade policy challenges. The growth momentum is supported by low inflation, favorable interest rates, and a good monsoon, which are expected to boost domestic demand. Key indicators from the early months of the fiscal year reflect a robust performance, with government capital expenditure and private consumption driving expansion. Sound fiscal management and structural reforms continue to strengthen the economic foundation. While global headwinds and slower foreign investment flows persist, India's ability to sustain growth and attract increased investment inflows highlights its stability and economic strength. Despite moderation in net foreign investment, overall inflows have shown improvement, reflecting global confidence in India's long-term potential. The country remains among the fastest-growing major economies, supported by strong macroeconomic fundamentals and a focus on inclusive, sustainable growth.

<https://upstox.com/news/business-news/economy/india-economy-likely-to-grow-at-6-5-in-fy-26-despite-geo-political-tensions-eac-pm-chairman/article-178149/>

Taxation

Income-tax changes to watch for in Budget 2025: 10 top expectations from Finance Minister Nirmala Sitharaman

With the upcoming Union Budget, expectations for income-tax relief in India have surged, focusing on providing support to salaried and middle-class taxpayers. Key proposals include significant revisions to tax slabs in the new regime, while the old regime may remain unchanged. Experts suggest expanding the 20% tax slab or introducing a 25% slab for taxpayers in the ₹15–20 lakh bracket to ease the burden. There are also recommendations to increase the basic exemption limit under the new regime, potentially offering immediate relief to a broader section of taxpayers. Enhancing the standard deduction, currently ₹75,000, is another anticipated measure, with suggestions to link it to inflation for sustained benefit. Additionally, including health insurance premium deductions in the new tax regime and increasing the allowable limit are being considered. These measures aim to boost disposable income, encourage consumption, and support economic growth, providing meaningful relief to salaried individuals and pensioners while simplifying the tax framework.

<https://upstox.com/news/personal-finance/tax/income-tax-changes-to-watch-for-in-budget-2025-10-top-expectations-from-finance-minister-nirmala-sitharaman/article-143312/>

Metric	2-Oct-2025 Rate	3-Oct-2025 Rate	Change
USDINR	₹88.7230	₹88.7775	+0.0545 ₹
EURINR	₹103.9777	₹104.0804	+0.1027 ₹
GBPINR	Not available	₹119.3211	—
JPYINR	Not available	₹60.16	—
NIFTY 50	24,836.30	24,894.25	+57.95 pts
BSE Sensex	80,983.21	81,207.17	+223.96 pts

