

## Tables:

## Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.40	9
US 2Y*	4.75	11
Germany 10Y	2.40	4
UK 10Y	4.07	5
Japan 10Y	0.75	-2

Source: Bloomberg, \*semi-annual

## G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
7.06% GS 2028*	7.09	2
7.18% GS 2033* (10Y)	7.12	3
7.18% GS 2037*	7.15	2
91-day T-bill	6.88	0
182-day T-bill	7.02	0
364-day T-bill	7.04	0

Source: CCL, RBI, \*semi-annual

## Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	74	66	53	45
AA	133	124	122	120
A	317	318	309	307

Source: FIMMDA, as on 04 Apr, 2024

## Key rates:

Policy	Rate (in %)
Repo rate	6.50
Standing Deposit Facility Rate	6.25
Bank rate	6.75
1-year median MCLR of SCBs	8.80
SOFR	5.32

Source: RBI, Federal Reserve Bank of New York

## Money Market instruments (Term segment):

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Notice Money	129.1	6.50
Term Money	13.5	-
Triparty Repo	3,488.3	6.47
Market Repo	2,034.5	6.49
Repo in corporate bond	0.0	NA

Source: RBI, as of 05 Apr, 2024

## Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	74,248	0.0
NIFTY	22,514	0.0
NASDAQ	16,248	1.2
S&P 500	5,204	1.1
Nikkei 225	38,992	0.4
Euro Stoxx 50	5,015	-1.1

Source: Google Finance

## Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	91.2	0.2
Natural gas Nymex (USD/MMBtu)	1.8	1.7
Gold Comex (USD/t oz.)	2,345.0	2.3
Copper Comex (USD/lb)	423.6	1.2
Wheat cbot (USD/bu.)	567.3	1.6

Source: Bloomberg

## Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	83.29	-0.2
GBP/ INR	105.27	-0.1
EUR/ INR	90.18	-0.1
EUR/USD	1.08	0.1
DXI Index	104.29	0.0

Source: Morningstar, Bloomberg, Marketwatch

## Today's Key Macro Events:

Germany: Trade balance Feb'24; Philippines: Policy rate

## News:

## Domestic:

**RBI holds rates and stance steady (Source: RBI):** Highlights of Apr'24 MPC:

- Repo rate and stance remain unchanged at 6.50% and withdrawal of accommodation by 5-1 votes, respectively. No change in other key rates such as MSF, SDF, CRR, and SLR
- Real GDP growth is projected at 7% y/y for FY25, with Q1FY25 at 7.1% (prev: 7.2%), Q2FY25 at 6.9% (prev: 6.8%), Q3FY25 at 7.0% (prev: 7.0%) and Q4FY25 at 7.0% (prev: 6.9%), indicating sustained momentum
- FY25 CPI projection remains at 4.5% y/y, while quarterwise trajectory has been brought down
- A scheme will be implemented to facilitate non-resident participation in SGrBs, enhancing their investment and trading opportunities in the IFSC. Further, there will be a review of the LCR framework

For more details, refer to our detailed note on RBI Policy

**Consumer confidence at 4-year high as per RBI survey (Source: RBI):** Consumer confidence for the current period increased by 3.4 points to 98.5 as sentiments on general economic situation and employment prospects recorded improvements.**Gross FDI of USD 100 bn under works (Source: Business Today):** DPIIT Secretary unveiled India's bold plan to attract a minimum of USD 100 bn in gross FDI annually. This target marks a substantial increase from the average FDI of over USD 70 bn per year in the previous five years up to Mar'23.**Steel imports surge in FY24, as India is a net importer (Source: THB):** Steel trade balance raised concerns, led by domestic demand driving surging imports. Steel imports shot up by 38% y/y to 8.3 mn tonne in FY24, while exports grew by 12% y/y to 7.5 mn tonne.**G-sec and VRRR auctions concluded successfully (Source: RBI):**

- 7.33% GS 2026 worth Rs. 60 bn were auctioned (notified: Rs 60 bn) at a cut-off yield of 7.0711%. New GS 2034 worth Rs. 200 bn were auctioned (notified: Rs 200 bn) at a cut-off yield of 7.10%. 7.25% GS 2063 worth Rs. 120 bn were auctioned (notified: Rs 120 bn) at a cut-off yield of 7.2288%.
- A 14-day VRRR worth Rs. 55.11 bn were auctioned against a notified amount of Rs. 1.25 trn at a cut-off yield of 6.49%.

## International:

**US payrolls beat expectations; wages increase steadily (Source: BLS):** Nonfarm payrolls increased by 303k jobs in Mar'24 (estimate: 212k), while data for Feb'24 was revised slightly lower to 270k jobs. Further, unemployment rate remained unchanged at 3.8%, while average hourly wages increased by 4.1% y/y.**US Fed members remain concerned of upside risks to inflation (Source: Reuters, CNBC):**

- Ms. Logan said that she remained concerned about the upside risks to inflation and added that it was too soon to think about rate cuts.
- While Ms. Bowman said that she continues to see upside risks to inflation, and additional rate hike could be needed if inflation stays high

**Global concerns growing over China's excess manufacturing: Yellen (Source: Reuters):** US Treasury Secy. Ms. Yellen added that overproduction is not healthy for China and is hurting producers globally, urging it to shift away from state-driven investment and return to the market-oriented reforms.**China to give USD 69 bn in loans to boost technology (Source: Bloomberg):** PBoC is setting up a relending program of USD 69 bn to support innovation and project upgrades. The loans will have an interest rate of 1.75% and a tenor for one year.

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