

## Tables:

## Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.15	-3
US 2Y*	4.36	-4
Germany 10Y	2.34	-1
UK 10Y	4.04	-1
Japan 10Y	1.04	3

Source: Bloomberg, \*semi-annual

## G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
7.37% GS 2028*	6.84	1
7.10% GS 2034* (10Y)	6.93	1
7.18% GS 2037*	6.99	2
91-day T-bill	6.71	0
182-day T-bill	6.82	0
364-day T-bill	6.84	0

Source: CCL, RBI, \*semi-annual

## Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	86	54	83	70
AA	153	122	155	149
A	339	307	347	350

Source: FIMMDA, as on 29 Jul, 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	8.85
SOFR	5.33

Source: RBI, Federal Reserve Bank of New York

## Money Market instruments:

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	112.4	6.47
Triparty Repo	3,714.0	6.37
Market Repo	1,592.8	6.42
Repo in corporate bond	6.7	6.60

Source: RBI, as of 30 Jul, 2024

## Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	81,455	0.1
NIFTY	24,857	0.1
NASDAQ	17,147	-1.3
S&P 500	5,436	-0.5
Nikkei 225	38,526	0.1
Euro Stoxx 50	4,841	0.5

Source: Google Finance

## Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	79.3	-0.3
Natural gas Nymex (USD/MMBtu)	2.1	11.5
Gold Comex (USD/t oz.)	2,451.5	1.1
Copper Comex (USD/lb)	412.5	1.6
Wheat cbot (USD/bu.)	521.0	-1.2

Source: Bloomberg

## Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	83.73	0.0
GBP/ INR	107.56	0.0
EUR/ INR	90.57	0.1
EUR/USD	1.08	0.1
DX Index	104.40	-0.2

Source: Morningstar, Bloomberg, Marketwatch

## Today's Key Macro Events:

**India:** T-bill Auction, Bank Credit Sectoral Deployment Jun'24, Eight core index Jul'24; **Policy rate:** USA, Japan; **China:** Official PMI Jul'24; **Eurozone:** CPI Jul'24

## News:

Domestic:

**The Lower House passes the Union Budget for FY25 (Source: BS)** The House passed the Union Budget FY25 worth Rs. 48.21 trn. FM Ms Sitharaman said that the focus of the Budget was growth, employment welfare spending, capital investments, and fiscal consolidation. Furthermore, she asserted that inequality can be tackled via sustained growth. She added that households are using savings to invest in stocks.

**NHAI plans new infrastructure investment trust (Source: FE):** NHAI is planning to float its second InvIT in FY25. It will allow retail investors to participate in equity as well as debt. The target for monetisation through InvIT in FY25 is Rs 150-200 bn.

**Steel demand set to grow in FY25 (Source: The Hindu Businessline):** Steel Secy. Mr. Sinha said that steel demand will grow well above the anticipated 8% y/y in FY25, based on increased capex spend in Railways, housing, and industrial parks. He added that PLI will have a key role in propelling specialty steels.

**SEBI proposes measures to curb speculative trading in index derivatives (Source: SEBI):** SEBI proposed to curb speculative trading through curbing multiple option contract expiries and increasing the size of options contracts. It may initially set minimum value of Rs. 1.5 to 2 mn for derivative contracts. It proposed an increase in margins on near-term expiry. The SEBI also proposed weekly options contracts to be provided on a single benchmark index of an exchange.

**RBI releases Master Directions on treatment of Wilful Defaulters and Large Defaulters (Source: RBI):** RBI has introduced new rules for identifying and addressing wilful and large defaulters. It will be applicable to all regulated entities, including asset reconstruction companies and credit information companies. It has asked banks to check all bad loans of Rs. 2.5 mn and above for signs of wilful default.

**Government collects Rs. 987 bn from LTCG on equities in FY23 (Source: The Hindu):** The government has garnered Rs. 987 bn from LTCG on listed equities in FY23, a 15% y/y growth over Rs. 861 bn collected in FY22. This information was provided by MoS Finance Mr. Chaudhary in the Upper House.

**SGS and VRRR auctions conducted successfully (Source: RBI):**

- SGS worth Rs. 295 bn were auctioned by 10 states, against a notified amount of Rs. 295 bn, with cut-off yields for 10Y paper being in the range of 7.27% to 7.29%.
- 3-day VRRR worth Rs. 238.55 bn was conducted against a notified amount of Rs. 750 bn, at a cut-off yield of 6.49%

International:

**China's manufacturing suffers in Jul'24 even as services stay resilient (Source: Bloomberg):** China's official manufacturing PMI shrinks further to 49.4 in Jul'24 from 49.5 in Jun'24 on account of sluggish domestic demand. Non-manufacturing PMI remained stable at 50.2 in Jul'24. Consequently, the composite PMI fell to 50.2 in Jul'24.

**Eurozone's economy grows faster than expected in Q2CY24, Germany lags (Source: Eurostat):** Eurozone's economy grew by 0.3% q/q more than expected 0.2% in the Q2CY24. Germany unexpectedly shrunk as it posted a 0.1% contraction q/q in the Q2CY24. GDP growth in Q1CY24 remained unchanged at 0.3% q/q. Strong growers included Spain.

**German inflation edges higher in Jul'24 (Source: Destatis):** German CPI rose to 2.3% y/y in Jul'24 from 2.2% y/y in Jun'24. It came in above the expectations of 2.2%. Consequently, core inflation rose by 2.9% y/y in Jul'24, same as Jun'24.

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