

## Tables:

## Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.32	7
US 2Y*	4.03	8
Germany 10Y	2.77	1
UK 10Y	4.71	0
Japan 10Y	1.57	6

Source: Bloomberg, \*semi-annual

## G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
6.75% GS 2029*	6.51	1
6.79% GS 2034* (10Y)	6.63	0
6.92% GS 2039*	6.77	0
1-Month T-bill	6.64	1
3-Month T-bill	6.45	-2
6-Month T-bill	6.52	-2
12-Month T-bill	6.46	-2

Source: CCL, Bloomberg, \*semi-annual

## Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	100	98	129	116
AA	182	182	213	200
A	373	374	407	396

Source: FIMMDA, as on 21 Mar, 2025

## Key rates:

Policy	Rate (in %)
Repo rate	6.25
Standing Deposit Facility Rate	6.00
Bank rate	6.50
1-year median MCLR of SCBs	9.05
SOFR	4.30

Source: RBI, Federal Reserve Bank of New York

## Money Market instruments:

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	177.7	6.31
Triparty Repo	4,109.3	6.31
Market Repo	1,648.5	6.37
Repo in corporate bond	19.9	6.52

Source: RBI, as of 24 Mar, 2025

## Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	77,964	1.4
NIFTY	23,658	1.3
NASDAQ	18,189	2.3
S&P 500	5,768	1.8
Nikkei 225	37,849	0.5
Euro Stoxx 50	5,416	-0.1

Source: Google Finance

## Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	73.0	1.2
Natural gas Nymex (USD/MMBtu)	3.9	-1.0
Gold Comex (USD/t oz.)	3,019.4	-0.1
Copper Comex (USD/lb)	510.6	-0.1
Wheat cbot (USD/bu.)	546.0	-2.2

Source: Bloomberg

## Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	85.78	-0.2
GBP/ INR	110.86	-0.3
EUR/ INR	92.56	-0.4
EUR/USD	1.08	-0.1
DXI Index	104.26	0.1

Source: Morningstar, Bloomberg, Marketwatch

## Today's Key Macro Events:

India: SGS Auction, VRR auctions; US: New Home Sales, Building Permits Feb'25

## News:

## Domestic:

## Revised Master Directions for Priority Sector Lending issued (Source: RBI):

- There is also a revision of the overall PSL target for UCBs to 60% of Adjusted Net Bank Credit (ANBC) or Credit Equivalent of Off-Balance Sheet Exposures (CEOBSE), thereby nullifying the earlier upward path
- Additional category for centres with population above 5 mn introduced in housing loans, with loan limit for the same fixed at Rs. 5 mn with maximum dwelling cost at Rs. 6.3 mn. Limits for other categories are enhanced
- Bank loans up to Rs. 3.5 mn (earlier Rs. 3 mn) for PSL eligible RE
- Other limits such as those for export credit, FPO loans etc have increased

## SEBI Board Meeting concludes with eased norms for FPI, AIF (Source: SEBI, BS):

- SEBI's Board decided to double the threshold to Rs. 500 bn AUM for determining the FPIs which need to make additional disclosures
- Category II AIFs are now permitted to invest a larger portion of their assets in listed debt securities with credit ratings of 'A' or below

**Dividends from CPSEs set to touch Rs. 700 bn (Source: BS):** As per media sources, dividends from CPSEs are set to touch Rs. 700 bn in FY25. In FY24, the government had received Rs. 637 bn, the highest till then. In FY25, the highest payer is Coal India (Rs. 102 bn), followed by ONGC (Rs. 100 bn), BPCL (Rs. 36 bn).

**Financial System resilient and diverse: IMF-RBI Report (Source: RBI):** As per the Financial Sector Assessment Program (FSAP) Report, India's financial system has shown resilience against the pandemic. NBFCs and market financing have diversified the sector, though vulnerabilities remain in some. It mentioned the regulatory framework for securities and insurance markets have improved.

**Railways expects jump in capex next fiscal (Source: FE):** As per media sources, capex could increase by 15% in FY27 to Rs. 3 trn after flat allocation in FY26. The key investment includes network infrastructure, rolling stock, and station redevelopment. It is also working on bullet train, hydrogen trains, and Hyperloop.

**Union proposes to abolish equalisation levy on online advertisements (Source: BS):** Union has proposed to abolish equalisation levy or digital tax on online advertisements. It is expected to benefit the advertisers on digital platforms like Google, X and Meta by reducing tax burden on digital ad consumers.

## International:

**US pledges auto and pharma tariffs (Source: CNBC):** POTUS said he will soon announce tariffs targeting automobiles and pharmaceuticals. He also added lumber and semiconductor sector to list of sectors where tariffs would come later. Also, He had announced 25% tariff on countries purchasing oil and gas from Venezuela on any trade conducted with US.

**US Fed official anticipates slower progress on inflation (Source: Reuters):** Mr. Bostic said that he anticipates slower progress on inflation in near future and hence he sees only a quarter of a percentage point rate cut by end of this year.

## Global economic activity could recover in Mar'25 (Source: S&amp;P Global):

- US business activity growth picked up in Mar'25 as flash composite PMI rose to 53.5 from 51.6 in Feb'25. A marked upturn in the service sector offset a renewed fall in manufacturing output
- Eurozone composite flash PMI ticked up to 50.4 from 50.2 in Feb'25

**China starts steel output cuts (Source: Reuters):** As per media sources, steel producers in Xinjiang region of China began production cuts by around 10%. Earlier China stated its intent to curb capacity plagued by overcapacity that pushed down prices amid weak domestic demand.

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Mar 25, 2025



## SBICAPS Daily Digest

**China reaffirms proactive fiscal policy in CY25 (Source: Forexlive):** China has reaffirmed to implement more proactive fiscal policy to prioritize boosting domestic production and support all round expansion of domestic demand.

**OPEC+ set to continue oil output hike in May'25 (Source: Forexlive):** As per media sources, OPEC+ is going to continue with planned schedule of increasing oil output. The plan is to slowly return 2.2 mbpd of voluntary cuts over next 2 years. It has signaled in Feb'25 that it would hike output in Apr'25.

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