

Tables:

Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.33	1
US 2Y*	4.01	-2
Germany 10Y	2.79	2
UK 10Y	4.76	5
Japan 10Y	1.57	0

Source: Bloomberg, *semi-annual

G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
6.75% GS 2029*	6.51	0
6.79% GS 2034* (10Y)	6.64	1
6.92% GS 2039*	6.77	1
1-Month T-bill	6.60	-4
3-Month T-bill	6.45	0
6-Month T-bill	6.55	3
12-Month T-bill	6.46	0

Source: CCL, Bloomberg, *semi-annual

Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	102	106	130	85
AA	184	190	214	169
A	375	382	408	365

Source: FIMMDA, as on 24 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	4.31

Source: RBI, Federal Reserve Bank of New York

Money Market instruments:

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	189.5	6.30
Triparty Repo	4,112.8	6.21
Market Repo	1,658.4	6.35
Repo in corporate bond	16.5	6.60

Source: RBI, as of 25 Mar, 2025

Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	78,017	0.0
NIFTY	23,669	0.0
NASDAQ	18,272	0.5
S&P 500	5,777	0.2
Nikkei 225	37,781	-0.2
Euro Stoxx 50	5,475	1.1

Source: Google Finance

Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	73.4	0.5
Natural gas Nymex (USD/MMBtu)	3.9	-1.3
Gold Comex (USD/t oz.)	3,056.0	1.2
Copper Comex (USD/lb)	526.8	3.2
Wheat cbot (USD/bu.)	543.0	-0.5

Source: Bloomberg

Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	85.77	0.0
GBP/ INR	110.91	0.0
EUR/ INR	92.42	-0.2
EUR/USD	1.08	-0.1
DX Index	104.22	0.0

Source: Morningstar, Bloomberg, Marketwatch

Today's Key Macro Events:

India: T-Bill, VRR Auctions; US: Durable Goods Order Feb'25; UK: CPI Feb'25

News:

Domestic:

Union mulls tariff cuts on certain US imports (Source: ET): According to media sources, Union is considering cutting tariffs on US imports worth USD 23 bn constituting 55% of imports from US, to avoid reciprocal tariffs impacting USD 66 bn in exports to US that accounts for 87% of exports to US.

Finance Bill 2025 passed with key amendments to alleviate trade concerns (Source: BS): The Lower House passed the Finance Bill 2025 on 25 Mar'25, incorporating 35 key amendments aimed at aligning trade and investment policies with international standards. Notably, 6% equalization levy on advertisements and custom duties on capital goods for EV batteries and mobile were removed.

S&P softens growth outlook in lieu of global uncertainty (Source: BS): S&P Global cut its domestic growth forecast to 6.5% y/y in FY26 (Earlier: 6.7% y/y), citing strain from rising US tariffs and pushback on globalization impacting EMs. Regardless, it expects the economy to remain solid, with cooling inflation, tax benefits and lower borrowing costs supporting demand, amidst expectation of 3 rate cuts.

Power Ministry floats mega asset monetisation plan (Source: BS): An Rs. 800 bn monetisation plan is in the works for NMP II as per media sources. This includes a target of Rs. 335 bn for PGCIL, Rs. 270 bn for NTPC, and Rs. 100 bn for NHPC. Listing of THDC, NEEPCO, SGEL, and HURL is proposed, with divestment in STPL. Two FPOs for NGEL at Rs. 90 bn and Rs. 150 bn are proposed.

SGS, VRR and OMO auctions conducted successfully (Source: RBI):

- SGS worth Rs. 723 bn were auctioned by 21 states (notified amount: Rs. 747 bn), with 10Y yields ranging between 7.01% - 7.10%.
- 1-day VRR worth Rs. 957 bn were auctioned (notified amount: Rs. 1.25 trn) at cut-off rate of 6.26%.
- RBI purchased G-Sec worth Rs. 445 bn in OMO auction (notified: Rs. 500 bn; offered: Rs. 675 bn), with cut-off rates ranging between 6.51% - 6.77%

Delhi Budget for FY26 tabled (Source: ToI, Mint):

- Tax revenue is Budget at Rs. 687 bn in FY26BE, with significant contribution of GST, VAT, stamps etc.
- Total expenditure is expected to cross Rs. 1 trn in FY26BE (FY25RE: Rs. 695 bn). This is composed of a twofold increase in capex to Rs. 281 bn, with Rs. 719 bn allocated to revex (up 31% y/y). Rs. 51 bn has been announced for giving women Rs. 2,500/month, while Rs. 129.5 bn is for transport sector
- Fiscal deficit is expected to come in at Rs. 137.0 bn (FY25RE: Rs. 15 bn)

International:

POTUS seeks to tweak trade plans (Source: Financial Times): According to media sources, POTUS Mr. Trump seeks to follow a 2-step tariff plan involving immediate tariff imposition of upto 50% on certain imports and then formally investigating trading partners. A probe into the auto industry could trigger further tariffs on vehicle imports starting as soon as 2 Apr'25.

US Fed officials flag concerns in the economy (Source: Reuters):

- Ms. Kugler highlighted the slowing progress on inflation and higher expectation but remained confident on the restrictiveness of policy rate.
- Mr. Williams flagged uncertain economic outlook but feels that the current modestly restrictive policy is appropriate.

US consumer confidence hits lowest point in over a decade (Source: Reuters): US consumer confidence index plunged 7.2 points m/m to 92.9 in Mar'25, with the expectations index falling 9.6 points m/m to 65.2, its lowest in 12 years, in line with indications of a recession.

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Details of Research Analysts

Name	Rajan Jain	Name	Soham Bobde
Qualification	PGDBA	Qualification	MBA
Designation	Head- Credit Research	Designation	Associate

Details of Research Analyst entity

Name	SBI Capital Markets Limited
Registration Number	INH000007429
Address	15th floor, A & B Wing, Parinee Crescenzo Building, G Block, Bandra Kurla Complex, Bandra East, Mumbai- 400 051
Telephone Number	+91 22 4196 8300
Compliance Officer	Bhaskar Chakraborty
Email id	compliance.officer@sbicaps.com
Telephone Number	+91 22 4196 8542

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