

## Tables:

## Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.35	1
US 2Y*	3.84	3
Germany 10Y	2.49	5
UK 10Y	4.55	0
Japan 10Y	1.32	0

Source: Bloomberg, \*semi-annual

## G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
6.75% GS 2029*	6.09	2
6.79% GS 2034* (10Y)	6.33	1
6.92% GS 2039*	6.43	0
1-Month T-bill	5.89	2
3-Month T-bill	5.89	-1
6-Month T-bill	5.94	-1
12-Month T-bill	5.95	-1

Source: CCIL, Bloomberg, \*semi-annual

## Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	108	114	115	51
AA	193	199	201	141
A	383	388	393	338

Source: FIMMDA, as on 22 Apr, 2025

## Key rates:

Policy	Rate (in %)
Repo rate	6.00
Standing Deposit Facility Rate	5.75
Bank rate	6.25
1-year median MCLR of SCBs	9.00
SOFR	4.32

Source: RBI, Federal Reserve Bank of New York

## Money Market instruments (Term segment):

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	164.3	5.91
Triparty Repo	4,231.5	5.83
Market Repo	1,767.1	5.97
Repo in corporate bond	15.4	6.20

Source: RBI, as of 23 Apr, 2025

## Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	80,116	0.7
NIFTY	24,282	0.5
NASDAQ	16,708	2.5
S&P 500	5,376	1.7
Nikkei 225	34,869	1.9
Euro Stoxx 50	5,099	2.8

Source: Google Finance

## Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	66.3	-2.3
Natural gas Nymex (USD/MMBtu)	3.0	-1.0
Gold Comex (USD/t oz.)	3,366.2	-0.3
Copper Comex (USD/lb)	489.9	-1.0
Wheat cbot (USD/bu.)	541.8	-1.4

Source: Bloomberg

## Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	85.42	0.3
GBP/ INR	113.63	0.1
EUR/ INR	97.03	-0.1
EUR/USD	1.13	-0.4
DXI Index	99.84	0.7

Source: Morningstar, Bloomberg, Marketwatch

## Today's Key Macro Events:

**India:** VRR auction; **US:** Durable Goods Orders Mar'25, Existing Home Sales Mar'25, Jobless Claims, **S. Korea:** GDP Q1CY25; **Germany:** Ifo Index Apr'25

## News:

Domestic:

**MPC members show broad consensus existed in Apr'25 (Source: RBI):** As per minutes of Apr'25 MPC:

- Mr. Malhotra said that monetary policy meeting needs to accommodate in the future too. He also expressed concern over global factors impacting growth
- Dr. Kumar said a 50bps cut could've been more effective, but the volatile global scenario limits his view to 25bps
- Mr. Bhattacharya felt that the external balance might become a matter of concern in FY26. His support for change in stance was conditional on it meaning only that a rate hike was off the table

**Growth outlook slashed amidst tariff volatility (Source: World Bank):** Real GDP growth forecast was slashed to 6.3% y/y in FY26, 40bps below Oct'24 estimate, with a significant downward revision also made to FY25 estimate. In FY26, the benefits to private investment from monetary easing and regulatory streamlining are expected to be offset by global economic weakness and policy uncertainty.

**Growth to be hit by US tariffs: Finance Secretary (Source: ET):** Mr. Seth admitted that there would be a direct impact of US tariffs on Indian growth, with real GDP set to be lower by 0.2 to 0.5pp. He hoped that the economy would grow by 6.5% y/y in the current fiscal.

**Life insurance industry shows a pickup in FY25 (Source: Life Insurance Council, CEIC):** First year premia grew by 5.1% y/y to Rs. 3.97 trn in FY25. This growth comes despite a tepid finish to the year which saw first year premia dipping in H2FY25 after a solid start to the year.

International:

**US shows signs of sanity in tariff war as peace with China looks possible (Source: Bloomberg, Reuters):**

- As per media sources citing a White House official, tariffs on China could be slashed down to 50-65%. A tiered approach could also be explored. However, Mr. Bessent added that there was no unilateral offer to cut tariffs on China by the USA
- As per media, Mr. Trump could exempt car parts coming from China. At the same time, the 25% tariffs on Canada-made cars could go up

**Countries assume different formations in the tariff battle (Source: Bloomberg, Reuters, Forexlive):**

- As per news sources, India is considering zero tariffs for high-end motorcycles. The Indian FM also declared the India-US trade deal would be ready by autumn
- The Chinese Foreign Ministry said the US can't say it wants a deal whilst exerting extreme pressure
- The German FM voiced for urgent reduction in tariffs, supported by his Central Bank's Mr. Nagel who said recessions risk was rife otherwise. ECB's Ms. Lagarde hoped that the tariffs would be disinflationary in Europe, while Mr. Lane gloated over the USD's reduced importance

**Business activity in advanced economies likely to remain moderate in Apr'25 (Source: S&P Global):**

- US flash composite PMI dipped to a 16-month low of 51.2 (Mar'25: 53.5), though both manufacturing and services remained expansionary
- Eurozone composite PMI closed barely above the watermark at 50.1 despite manufacturing index printing a 27-month high

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**South Korean GDP plunges in Q1CY25 (Source: CNBC):** Real GDP fell 0.1% y/y, the first contraction since Q4CY20. It was below estimate of a 0.1% rise. Drop was mostly due to a precipitous fall in construction, along with political uncertainty and hesitant exports.

**Indonesia stays put on policy rate (Source: Nikkei Asia):** The Central Bank kept that 7-day reverse repo rate unchanged at 5.75% for a third consecutive meeting. This was on expected lines as the IDR has been facing some pressure recently.

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