

Tables:

Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.24	-7
US 2Y*	3.75	-3
Germany 10Y	2.47	3
UK 10Y	4.48	-2
Japan 10Y	1.33	-1

Source: Bloomberg, *semi-annual

G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
6.75% GS 2029*	6.15	4
6.79% GS 2034* (10Y)	6.36	4
6.92% GS 2039*	6.46	4
1-Month T-bill	5.80	-5
3-Month T-bill	5.85	-2
6-Month T-bill	5.91	-1
12-Month T-bill	5.93	-1

Source: CCIL, Bloomberg, *semi-annual

Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	94	114	117	106
AA	179	199	203	194
A	369	388	395	391

Source: FIMMDA, as on 24 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	4.29

Source: RBI, Federal Reserve Bank of New York

Money Market instruments (Term segment):

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	144.7	5.86
Triparty Repo	4,057.2	5.76
Market Repo	1,942.9	5.85
Repo in corporate bond	15.6	6.00

Source: RBI, as of 25 Apr, 2025

Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	79,213	-0.7
NIFTY	24,039	-0.9
NASDAQ	17,382	1.3
S&P 500	5,525	0.7
Nikkei 225	35,705	1.9
Euro Stoxx 50	5,154	0.8

Source: Google Finance

Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	66.9	0.3
Natural gas Nymex (USD/MMBtu)	2.9	0.0
Gold Comex (USD/t oz.)	3,298.9	-1.7
Copper Comex (USD/lb)	489.5	-0.4
Wheat cbot (USD/bu.)	545.0	-0.2

Source: Bloomberg

Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	85.45	0.2
GBP/ INR	113.67	0.2
EUR/ INR	96.95	0.3
EUR/USD	1.14	0.1
DX Index	99.59	0.0

Source: Morningstar, Bloomberg, Marketwatch

Today's Key Macro Events:

India: IIP Mar'25, VRR Auction

News:

Domestic:

Direct tax collections display robust rise in FY25 (Source: ET): Gross direct tax collections rose 15.8% y/y to Rs. 27 trn in FY25, at 100.8% of FY25RE, while refunds rose 26% y/y to all-time high of Rs. 4.8 trn in FY25. Corporation tax rose 12.4% y/y to Rs. 12.7 trn, while income tax rose 17.6% y/y to Rs. 13.7 trn in FY25. Net collections rose 13.6% y/y to Rs. 22.3 trn in FY25.

US trade deal spans key categories (Source: Bloomberg): According to media sources, India-US trade agreement covers 19 categories including greater market access for US farm goods, e-commerce and critical minerals and Indian services in US. Further, the Union has asked access to critical technologies like AI, telecom, biotechnology, pharmaceuticals and semiconductors, on par with other allies.

RBI Governor urges global investors to bet on domestic prosperity (Source: BS): Mr. Malhotra underscored the rarity of stability offered by domestic economy, with consumption demand remaining a key buffer against global shocks. He urged global investors to consider India, which remains a partner in prosperity for strategic allies.

Union unveils guidelines for electronics manufacturing scheme (Source: BS): Union released guidelines and portal for Electronics Components Manufacturing Scheme, with outlay of Rs. 229 bn for duration of 6 years till FY32. The scheme offers hybrid incentives linked to employment and growth, with support extended to capital equipment and machinery.

China restricts supply of rare earth elements (Source: CNBC-TV18): China has restricted the export of rare earth magnets to companies that submit end-user certificates authorized by MEA and the Chinese Embassy, from 4 Apr'25. This affects EV sector the most.

CPSE dividends to sustain momentum in FY26 (Source: Mint): According to media sources, CPSE dividends are expected to rise ~8% y/y in FY26BE, crossing Rs. 800 bn, its highest ever, as higher returns on recent investments are expected to sustain growth in dividends.

Union contemplates allowing increased FDI in nuclear power (Source: Times of India): According to media sources, Union is considering permitting 49% FDI in nuclear power plants, which would still require Union approval rather than automatic clearance, aiming to boost nuclear sector to reduce emissions.

International:**US policymakers hint at mixed tariff intentions (Source: Reuters, WSJ):**

- POTUS said that the US would be reasonable in tariffs as markets adjust to latest levies, while reiterating that talks with China are on-going.
- Mr. Trump has called for free passage of US military and commercial vessels through both Panama and Suez Canals.
- USTR's Mr. Greer claimed that US is constantly engaged with Japan and a few other countries in substantive talks on improving reciprocal trade
- US Treasury Secretary announced positive progress in trade talks, particularly with Asian countries

Countries adopt cautious approach to US negotiations (Source: Reuters, WSJ):

- China has exempted a few US goods from tariffs of 125%, including semiconductors. This comes even as the Chinese Embassy has denied ongoing talks with POTUS
- EU's Economic Commissioner interjected that a lot needs to be done on a tariff deal with US, with US viewing VAT as a barrier
- South Korea's Industry Minister said he has adopted a cautious approach to seek tariff exemptions from the US

Contd...

China industrial profits grow amidst tariff woes (Source: Reuters): China’s industrial profits rose 0.8% y/y in Q1CY25 to CNY 1.5 trn, after contracting 3.3% y/y in Q4CY24, as government incentives boosts consumption-oriented sectors such as electronics and appliances manufacturing.

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