

Tables:

Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.23	6
US 2Y*	3.72	10
Germany 10Y	2.44	0
UK 10Y	4.48	5
Japan 10Y	1.27	-3

Source: Bloomberg, *semi-annual

G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
6.75% GS 2029*	6.09	0
6.79% GS 2034* (10Y)	6.36	1
6.92% GS 2039*	6.45	2
1-Month T-bill	5.84	0
3-Month T-bill	5.89	1
6-Month T-bill	5.92	-2
12-Month T-bill	5.90	1

Source: CCIL, Bloomberg, *semi-annual

Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	112	107	74	87
AA	197	192	160	175
A	387	381	352	372

Source: FIMMDA, as on 29 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	4.41

Source: RBI, Federal Reserve Bank of New York

Money Market instruments (Term segment):

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	179.9	5.94
Triparty Repo	3,949.0	5.95
Market Repo	1,891.6	5.99
Repo in corporate bond	14.8	6.15

Source: RBI, as of 30 Apr, 2025

Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	80,242	0.0
NIFTY	24,334	0.0
NASDAQ	17,698	1.5
S&P 500	5,604	0.7
Nikkei 225	36,417	1.7
Euro Stoxx 50	5,160	0.0

Source: Google Finance

Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	62.7	2.7
Natural gas Nymex (USD/MMBtu)	3.5	3.3
Gold Comex (USD/t oz.)	3,246.1	2.4
Copper Comex (USD/lb)	468.0	1.3
Wheat cbot (USD/bu.)	534.3	0.7

Source: Bloomberg

Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	84.49	-0.9
GBP/ INR	111.63	-1.8
EUR/ INR	95.75	-1.2
EUR/USD	1.13	-0.6
DX Index	100.14	0.6

Source: Morningstar, Bloomberg, Marketwatch

Today's Key Macro Events:

India: G-Sec, VRR Auctions, Manufacturing PMI Apr'25; **US:** Non-Farm Payrolls Apr'25, Factory Orders Mar'25; **Eurozone:** CPI Apr'25

News:

Domestic:

GST collections surge to all-time highs in Apr'25 (Source: ET): GST collections rose 12.6% y/y to record monthly high of Rs. 2.4 trn. Notably, collections from domestic transactions rose 10.7% y/y to Rs. 1.9 trn, while those from imported goods rose 20.8% y/y to Rs. 470 bn in Apr'25.

High frequency indicators show resilience in Apr'25 (Source: ET):

- Domestic PV wholesales rose by 4.4% y/y to 353k in Apr'25 driven by SUV sales and robust rural demand
- UPI transaction value climbed by 22% y/y to Rs. 23.9 trn
- FASTag collection rose by 21.6% y/y to Rs. 68 bn
- Electrical energy supply rose by 2.2% y/y to 147.5 BU. Peak demand reached 235 GW
- Coal production increased by 3.6% y/y to 81.6 mn tonnes

Bank credit shows growth in Mar'25 (Source: RBI):

- Non-food bank credit rose 11% y/y in Mar'25, same as Feb'25
- Industry credit growth remains buoyant at 7.8% y/y in Mar'25, driven by export driven electronics, metals and petro-chemicals. Notably, MSMEs grew 12% y/y, while large industries grew 6.2% y/y in Mar'25.
- Services credit rose 12.4% y/y in Mar'25 driven by trade and software.
- Personal loans growth continues to languish at 11.7% y/y in Mar'25

Bank rates on lending and deposits show divergent trend in Mar'25 (Source: RBI):

- Lending rates inched downwards with fresh WALR falling 5 bps m/m to 9.35% in Mar'25, while WALR on outstanding loans fell 3 bps m/m to 9.8%
- 1Y MCLR stood unchanged m/m at 9.00% in Apr'25
- Fresh WADTDR rose 16 bps m/m to 6.65%, while WADTDR on outstanding term deposits rose 1 bp m/m to 7.03%

Imported coal-based (ICB) plants to run at optimum capacity (Source: The Hindu Businessline): Union has directed ICB plants to run at optimum capacity till 30 Jun'25. The directive came in anticipation on rising power consumption which is expected to hit high during the summer months.

International:

Tariff war appears to be reaching a resolution (Source: Reuters, Bloomberg, WSJ):

- According to Chinese State Media, US has approached China seeking to hold discussions over de-escalation of reciprocal tariff issues.
- US Treasury Secretary Mr. Bessent claimed strategic uncertainty as a tactic while strongly committing to lessen uncertainty on tariffs
- EU's Mr. Sefcovic said Europe is ready to make the POTUS an offer of EUR 50 bn. France FM Mr. Lombard revealed that Mr. Bessent has indicated that the idea of zero reciprocal tariffs is not unrealistic
- Japan said its USD 1 trn in US treasuries will be a bargaining chip in talks

Tariff driven import stocking dents US GDP growth in Q1CY25 (Source: CNBC): US real GDP shrank 0.3% q/q in Q1CY25 (Q4CY24: 2.4% q/q, Exp: 0.3% q/q), for the first time in 3 years, due to 50.9% q/q rise in goods import driven by tariff related stockpiling. Notably, consumer spending rose 1.8% q/q in Q1CY25 (Q4CY24: 4% q/q) at its slowest pace since the pandemic. PCE grew 3.6% q/q in Q1CY25.

BoJ extends pause in hike cycle as terms of trade crystalize (Source: CNBC, WSJ): BoJ kept its policy rate unchanged at 0.5%, stating that growth is likely to moderate due to global uncertainty while inflation remains consistent with 2% target. BoJ has further committed to raising rates further if price moves in line with forecasts. BoJ Governor rate moves would be only post tariff crystallisation.

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Countries eke out mild GDP growth amidst tariff tensions (Source: Reuters, CNBC):

- Eurozone GDP grew 0.4% q/q in Q1CY25, higher than expectations of 0.2%, with Germany showing fair growth
- Mexico's real GDP grew 0.2% q/q in Q1CY25 (Q4CY24: -0.6% q/q), avoiding a technical recession, driven by strong growth in fishing and mining
- Canada's real GDP is expected to grow at 1.5% y/y in Q1CY25, despite showing de-growth in Feb'25
- Russia's real GDP grew 1.7% y/y in Q1CY25, from 5.4% y/y in Q1CY24

EM Central Banks double down on rate moves (Source: WSJ, BoJ):

- Bank of Thailand cut its policy rate by 25 bps for 2nd time to 2% in a 5-2 vote, slashing down CY25 GDP forecast by 0.5pp to 2% y/y as the nation remains the hardest hit by US tariffs. Further, CY26 baseline forecast is at 1.8% y/y, but a prolonged tariff war could peg it at 1% y/y.
- Colombia cut policy rate by 25 bps to 9.25%, against expectations, maintaining a cautious stance while lending support to economic recovery.

Manufacturing activity marred by slumping global demand outlook (Source: S&P Global):

- US manufacturing PMI remains unchanged m/m at 50.2 in Apr'25, with firms citing rising tariff related disruption to supply chain and lost exports
- Japan manufacturing PMI rose to 48.7 in Apr'25 (Mar'25: 48.4), with worries over demand outlook reflected in slowing new orders and export

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