

Tables:

Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.31	8
US 2Y*	3.82	10
Germany 10Y	2.53	9
UK 10Y	4.51	3
Japan 10Y	1.25	-2

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)	6.35	0
6.92% GS 2039*	6.45	0
1-Month T-bill	5.79	-5
3-Month T-bill	5.90	2
6-Month T-bill	5.91	-3
12-Month T-bill	5.89	0

Source: CCIL, Bloomberg, *semi-annual

Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	75	70	60	52
AA	160	153	146	142
A	350	343	339	339

Source: FIMMDA, as on 30 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	4.39

Source: RBI, Federal Reserve Bank of New York

Money Market instruments (Term segment):

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Notice Money	148.7	5.90
Term Money	6.5	-
Triparty Repo	3,977.0	5.77
Market Repo	2,004.6	5.80
Repo in corporate bond	0.0	NA

Source: RBI, as of 02 May, 2025

Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	80,502	0.3
NIFTY	24,347	0.1
NASDAQ	17,978	1.6
S&P 500	5,687	1.5
Nikkei 225	36,831	1.1
Euro Stoxx 50	5,285	2.4

Source: Google Finance

Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	61.3	-2.2
Natural gas Nymex (USD/MMBtu)	3.6	4.9
Gold Comex (USD/t oz.)	3,243.3	-0.1
Copper Comex (USD/lb)	467.3	-0.1
Wheat cbot (USD/bu.)	543.0	1.6

Source: Bloomberg

Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	84.55	0.1
GBP/ INR	112.16	0.5
EUR/ INR	94.76	-1.0
EUR/USD	1.13	0.0
DX Index	100.04	-0.1

Source: Morningstar, Bloomberg, Marketwatch

Today's Key Macro Events:

India: VRR Auction; Services PMI Apr'25: US; Indonesia: GDP Q1CY25

News:

Domestic:

Manufacturing PMI hits 10-month high in Apr'25 (Source: S&P Global): Registering 58.2 in Apr'25, manufacturing PMI reached a ten-month high in Apr'25. The improvement was driven rapid increases in stocks of purchases and production due to strong expansion in order books on the back of US tariff announcements.

US expects sweeping changes in India's trade policies (Source: ET): As per GTRI, US is expected to push for sweeping changes in India's policies, ranging from tariff reductions to regulatory overhauls under the proposed agreement. US demands include scaling back MSP programmes, removing restrictions on GM imports, and easing of restrictions on US retail giants.

India, EU reaffirm commitment to sign FTA in CY25 (Source: PIB): Mr. Goyal said that both sides reaffirmed their commitment to conclude the trade deal by end of CY25. As per sources, a few critical issues related to a bilateral investment treaty and the treatment of financial services are still pending.

SEBI proposes ease of doing business measures for REITs, InvITs (Source: ET): SEBI has proposed aligning valuation report timelines with financial results for REITs and InvITs. It has proposed that the annual reports should be submitted within 60 days of the financial year-end, while half-yearly or quarterly reports within 45 days.

Coal production from captive, commercial mines show robust growth in Apr'25 (Source: PIB): Coal production from captive and commercial mines stood at 14.0 mn tonne, up 28.9% y/y while coal despatch was recorded at 16.8 mn tonne up by 15.6% y/y in Apr'25. This is helped by start of operations in newly developed coal blocks.

Ratings of state bonds needed: Economic Affairs Secretary (Source: FE): Mr. Seth said that the Union may explore credit ratings for SGS to promote fiscal discipline. He added that the Union seems to be veering towards an incentive mechanism to induce states to go for rating of their bonds.

International:

US labour market remains resilient in Apr'25 (Source: Bloomberg): US non-farm payrolls rose by 177k in Apr'25, stronger than expectations of 138k, yet lower than 185k in Mar'25, driven by gains in health care, transportation and warehousing. Notably, unemployment rate remained unchanged at 4.2% in Apr'25.

Tariff war takes a mellower tone (Source: Reuters, Bloomberg)

- Mr. Trump commented that US economy is in transition period while downplaying impact of short-term recession. He also ruled out removing US Fed chair Mr. Powell despite calling him stiff
- POTUS also announced a 100% tariff on all films produced abroad
- US and Japanese officials agreed to start immediate trade consultations after constructive trade talk, but Japanese accounts were more downbeat. However, the US is reluctant to exempt Japan from 10% reciprocal tariff
- China is considering trade talks with US if it cancels tariffs

Global manufacturing PMI falls into contraction (Source: S&P Global):

- Global manufacturing PMI fell into contraction at 49.8 in Apr'25 (Mar'25: 50.3), driven by slower rise in new orders amidst trade disruptions.
- Eurozone manufacturing PMI rose to a 3-year high of 49.0 in Apr'25 (Mar'25: 48.6) with the big three economies showing improvement

Eurozone inflation remains stable in Apr'25 (Source: Eurostat): Eurozone inflation projected to hold steady at 2.2% y/y in Apr'25, driven by the services sector, with prices rising to 3.9% y/y in Apr'25 up from 3.5% in Mar'25, while energy prices saw a sharper decline, with inflation falling to -3.5% in Apr'25 from -1% in Mar'25.

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