

## Tables:

## Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.34	3
US 2Y*	3.83	1
Germany 10Y	2.51	-2
UK 10Y	4.51	0
Japan 10Y	1.25	0

Source: Bloomberg, \*semi-annual

## G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
6.75% GS 2029*	6.06	-3
6.79% GS 2034* (10Y)	6.32	-3
6.92% GS 2039*	6.43	-2
1-Month T-bill	5.84	0
3-Month T-bill	5.88	-1
6-Month T-bill	5.90	-2
12-Month T-bill	5.87	-3

Source: CCIL, Bloomberg, \*semi-annual

## Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	99	103	88	110
AA	184	186	175	200
A	374	376	368	397

Source: FIMMDA, as on 02 May, 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	4.36

Source: RBI, Federal Reserve Bank of New York

## Money Market instruments (Term segment):

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	201.2	5.89
Triparty Repo	3,931.3	5.76
Market Repo	2,019.5	5.66
Repo in corporate bond	13.4	5.95

Source: RBI, as of 05 May, 2025

## Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	80,797	0.4
NIFTY	24,461	0.5
NASDAQ	17,844	-0.7
S&P 500	5,650	-0.6
Nikkei 225	36,831	0.0
Euro Stoxx 50	5,283	0.0

Source: Google Finance

## Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	61.1	-0.3
Natural gas Nymex (USD/MMBtu)	3.6	-0.8
Gold Comex (USD/t oz.)	3,393.2	4.6
Copper Comex (USD/lb)	471.9	1.0
Wheat cbot (USD/bu.)	530.3	-2.3

Source: Bloomberg

## Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	84.26	-0.3
GBP/ INR	112.08	-0.1
EUR/ INR	95.24	0.5
EUR/USD	1.13	0.1
DXI Index	99.82	-0.2

Source: Morningstar, Bloomberg, Marketwatch

## Today's Key Macro Events:

**India:** SGS and VRR Auctions; **Services PMI Apr'25:** India, Global, China, Eurozone; **US:** Trade Balance Mar'25; **Australia:** Policy rate

## News:

Domestic:

**Union offers zero for zero tariffs on key goods from the US (Source: ET):** As per media sources, the Union has proposed zero tariffs on steel, auto components and pharmaceuticals on a reciprocal basis up to a certain quantity of material. The offer for imports in trade negotiations aims to expedite deal with the US, prioritising certain sectors before the end of the US tariff pause.

**Automobile retail sales inch up in Apr'25 (Source: FADA):** Auto retail sales rose 2.9% y/y in Apr'25 to 2.3 mn units. Rise in sales was witnessed across all categories barring commercial vehicles. 2W, 3W, and PV sales rose by 2.3%, 24.5% and 1.6% on while CV contracted 1.1% due to price hikes by OEMs.

**Union looks to make up shortfall from tax slab tweaks (Source: CNBC):** The Union is looking to make up for the shortfall due tax slab tweaks via a quick disposal of pending tax cases. It has directed its focus on liquidating legacy appeals and instructed for no embargo on disposing appeals filed during the year.

**Power trade volume jumps in Apr'25 (Source: CNBC):** IEX reported 26% y/y growth in in overall electricity traded volume at 10.6 BU in Apr'25. DAM posted a modest 3% rise to 4.2 BU. In contrast, the RTM saw a sharp 48% rise to 3.9 BU. Further, the green market recorded significant traction, with volumes nearly doubling to 782 MU.

**Union to compensate OMCs for LPG under recovery (Source: BS):** Union has promised compensation of Rs. 300 bn to OMCs for under recovery due to sale of LPG in FY26. Also, Petroleum Ministry officials said long-term solutions are needed as global LPG prices rise and subsidy burdens on OMCs become increasingly unsustainable.

**VRR auction conducted successfully (Source: RBI):** 1-day VRR worth Rs. 56.5 bn were auctioned (notified: Rs. 250 bn), at cut-off yield of 6.01%.

International:**An easing of tariff tensions seems likely (Source: Reuters, Bloomberg):**

- POTUS said his main priority with China was to secure a fair-trade deal. Mr. Bessent commented he expects China tariff standoff to de-escalate
- Malaysia's PM said that he sees possibility of reduction in US tariffs as US has agreed to further talks
- Vietnam's President confirmed that the first round of trade talks with US have begun

**Services activity weakens in Apr'25 in US and China (Source: S&P Global):**

- US services sector weakened as services PMI fell to 50.8 in Apr'25 from 54.4 in Mar'25 amid subdued demand and slump in business confidence. Consequently, composite PMI fell to 50.6 in Apr'25 from 53.5 in Mar'25
- China's Caixin services PMI, fell to 50.7 in Apr'25 from 51.9 in Mar'25, its lowest reading since Sep'24 with new orders growth slackening. Consequently, composite PMI fell to 51.1 in Apr'25 from 51.8 in Mar'25

**Taiwan refutes US Pressure (Source: Reuters):** Taiwan's President urged an end to false reports about foreign exchange talks with the US, after the TWD rose sharply on speculation that Washington wanted it to strengthen. Taiwan Central Bank's Governor urged restraint from market commentators and cautioned manufacturers.

**Hong Kong moves to control strengthening HKD (Source: ): The Monetary Authority sold HKD 60.5 bn into the market as the HKD hit the strong end of its trading range. It may be noted that the HKD is pegged to the USD and strong side is 7.75.**

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