

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.40	1
US 2Y*	3.92	0
Germany 10Y	2.69	-2
UK 10Y	4.65	2
Japan 10Y	1.56	-4

Source: Bloomberg, *semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.75% GS 2029*	6.03	1
6.33% GS 2035* (10Y)	6.37	2
6.92% GS 2039*	6.69	3
1-Month T-bill	5.33	4
3-Month T-bill	5.37	2
6-Month T-bill	5.49	0
12-Month T-bill	5.52	-2

Source: CCL, Bloomberg, *semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	106	97	91	49
AA	211	188	183	147
A	403	375	373	342

Source: FIMMDA, as on 25 Jul, 2025

Key rates	
Policy	Rate (in %)
Repo rate	5.50
Standing Deposit Facility Rate	5.25
Bank rate	5.75
1-year median MCLR of SCBs	8.90
SOFR	4.36

Source: RBI, Federal Reserve Bank of New York

Money Market instruments		
Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	160.4	5.35
Triparty Repo	3,881.6	5.26
Market Repo	1,918.5	5.32
Repo in corporate bond	26.0	5.48

Source: RBI, as of 28 July, 2025

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	80,891	-0.7
NIFTY	24,680	-0.6
NASDAQ	21,179	0.3
S&P 500	6,390	0.0
Nikkei 225	40,998	-1.1
Euro Stoxx 50	5,338	-0.3

Source: Google Finance

Commodities futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	70.1	2.4
Natural gas Nymex (USD/MMBtu)	3.1	-1.9
Gold Comex (USD/t oz.)	3,372.8	1.1
Copper Comex (USD/lb)	561.6	-2.9
Wheat cbot (USD/bu.)	536.8	-0.3

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	86.67	0.2
GBP/ INR	115.83	-0.3
EUR/ INR	100.56	-1.0
EUR/USD	1.16	-1.2
DXY Index	98.62	1.0

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: SGS & VRRR Auctions; **US:** Goods Trade Balance Jun'25, JOLTS Job Openings

Domestic

IIP moderates in Jun'25, construction goods a bright spot (Source: PIB): Industrial production rose 1.5% y/y. Manufacturing fared relatively better, rising 3.9%, with traction in basic metals, coke and refined petroleum products and fabricated metal products. Mining production contracted 8.7% on year and electricity declined by 2.6%. Based on end-use, infrastructure/construction goods rose by 7.2%.

US wants tariff elimination as trade deal deadline nears (Source: BS): US is pushing India to commit to an immediate elimination of custom duties on most products as soon as trade deal comes into force. US trade representative indicated that the negotiations with India may spill beyond 1 Aug'25 deadline.

Easing inflation widens space for further rate cuts: Fin Min (Source: Mint): In its Monthly Bulletin, the Finance Ministry held out hopes of further interest rate cuts, adding that full year inflation rate would undershoot RBI's expectation of 3.7%. It warned that the global slowdown could dampen demand for Indian exports and cautioned that slow credit and tepid private investment may constrain growth.

Union amends provisions in ALMM-II for cells (Source: MNRE): The cut-off date (i.e. bid submission date) for projects which need to use cells as per ALMM-II was changed from 09 Dec'24 to one month after the issuance of the ALMM-II list.

International

US keen to impose global baseline tariff (Source: CNBC): Mr. Trump said that he will likely implement a blanket tariff between 15% and 20% on imports to the US from countries that have not negotiated separate trade agreements.

US to form metal alliance with EU to counterbalance Chinese dominance (Source: Reuters): This is to mitigate the impact of subsidised Chinese production on global markets as part of their trade deal. Also, EU steel and aluminium makers will be granted a quota system with minimal or zero tariffs into US.

China rolls out childcare subsidy to boost birth rate (Source: Bloomberg): China announced that it will start handing out childcare subsidies to boost birthrates after a worrying drop in recent years. It will spend USD 502 a year per child under age three. It has previously offered tax breaks and offered more affordable daycare services.

Germany to approve record investment in budget CY26 (Source: Reuters): As per media sources, the German budget for CY26 includes record investment of EUR 126 bn and borrowing of EUR 174.3 bn. Notably it includes a special fund for infrastructure, which is also excluded from debt brake that limit borrowing to 0.35% of GDP.

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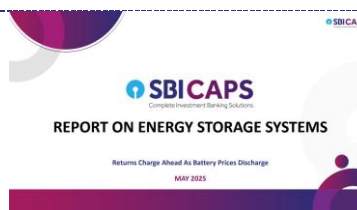


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