

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.33	-7
US 2Y*	3.87	-5
Germany 10Y	2.71	2
UK 10Y	4.63	-2
Japan 10Y	1.55	-1

Source: Bloomberg, *semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.75% GS 2029*	6.03	0
6.33% GS 2035* (10Y)	6.36	-1
6.92% GS 2039*	6.69	-1
1-Month T-bill	5.31	-2
3-Month T-bill	5.37	0
6-Month T-bill	5.48	-1
12-Month T-bill	5.51	-1

Source: CCL, Bloomberg, *semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	100	91	84	104
AA	205	182	176	196
A	397	369	366	391

Source: FIMMDA, as on 28 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	170.9	5.38
Triparty Repo	3,997.6	5.30
Market Repo	1,838.8	5.38
Repo in corporate bond	26.0	5.51

Source: RBI, as of 29 July, 2025

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	81,337	0.6
NIFTY	24,821	0.6
NASDAQ	21,098	-0.4
S&P 500	6,371	-0.3
Nikkei 225	40,674	-0.8
Euro Stoxx 50	5,379	0.8

Source: Google Finance

Commodities futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	72.6	3.6
Natural gas Nymex (USD/MMBtu)	3.1	1.0
Gold Comex (USD/t oz.)	3,321.0	-1.5
Copper Comex (USD/lb)	568.4	1.2
Wheat cbot (USD/bu.)	528.3	-1.6

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	86.82	0.2
GBP/ INR	116.38	0.5
EUR/ INR	100.65	0.1
EUR/USD	1.16	-0.3
DXI Index	98.77	0.2

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: T-Bill Auction; **US:** Policy Rate, GDP Q2CY25, ADP Report; **Eurozone:** GDP Q2CY25; **Canada:** Policy Rate

Domestic

RBI issues new regulations for investment in AIFs by Res, norms more relaxed than draft (Source: FE, RBI): According to the new regulations:

- A single regulated entity (RE) can invest upto 10% of an AIF scheme's corpus, while all REs together can't exceed 20% (draft: 15%).
- If an RE invests >5% in an AIF that invests in its debtor company, RE must provide provision for that exposure proportionate to investment (draft: 100% of exposure by RE)
- If and RE is invested in subordinated units, the entire amount should be deducted equally from capital funds, wherever applicable.

POTUS threatens higher tariffs as deal gets delayed (Source: BS): POTUS Mr. Trump elucidated that the tariff rate on India may be set between 20%-25%, but cautioned that the levy is not finalized, as negotiations continue with regards to specifics of the trade deal.

Union plans to stay course on borrowing (Source: ET): According to media sources, the Union has decided to stick to the borrowing target of Rs. 14.8 trn in FY26, to avoid negative market surprises, despite expectations for increased defence spending.

International

Economic outlook brightens as trade distortions wane: IMF WEO Highlights: (Source: IMF):

- Global economic growth is pegged at 3.0% y/y in CY25 (+0.2 pp) and 3.1% y/y in CY26 (+0.1pp), reflecting easing financial conditions, lower effective tariff rates and fiscal expansion in select nations
- US economy is forecast to decelerate to 1.9% in CY25 and rise by 2% y/y in CY26. Estimates for both years were revised up
- China is expected to grow by 4.8% in CY25 (+0.8pp) and 4.2% in CY26, amidst tariff reduction and demand stimulus
- India is expected to grow by 6.4% in FY26 (+0.2pp) and FY27 (+0.1pp), with benign external sector aiding domestic fundamentals

US merchandise trade deficit narrows in Jun'25 (Source: US Census Bureau): US merchandise trade deficit narrowed to USD 86 bn in Jun'25, from USD 96.4 bn in May'25, with exports falling 0.6% m/m to USD 178.2 bn, while imports fell 4.2% to USD 264.2 bn. This is expected to boost GDP in Q2CY25.

Nations brace tariff impact and trade deals (Source: Reuters):

- The Japanese side said that the US-Japan trade deal guarantees Japan the lowest tariffs on chips and pharmaceutical exports to US
- Brazil has requested US to exclude food products like coffee, fruits, etc. and aircrafts from 50% tariffs. Further, Brazil is planning relief measures to support industries impacted by US tariffs

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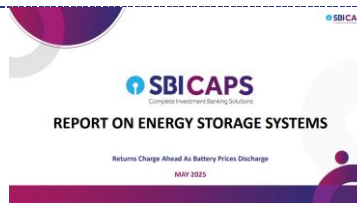


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