17 September 2025

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.03	-1
US 2Y*	3.50	-13
Germany 10Y	2.69	0
UK 10Y	4.64	1
Japan 10Y	1.60	1

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.23	-2
6.33% GS 2035* (10Y)	6.49	0
6.68% GS 2040*	6.82	-1
1-Month T-bill	5.44	-5
3-Month T-bill	5.49	-1
6-Month T-bill	5.59	-1
12-Month T-bill	5.62	-2

*Source: CCIL, Bloomberg, *semi-annual*

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	76	58	43	51
AA	190	158	140	145
A	383	348	335	347

Source: FIMMDA, as on 15 Sep, 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	8.60
SOFR	4.51

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	82,381	0.7
NIFTY	25,239	0.7
NASDAQ	22,334	-0.1
S&P 500	6,607	-0.1
Nikkei 225	44,902	0.3
Euro Stoxx 50	5,372	-1.3

Source: Google Finance

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	68.4	1.1
Natural gas Nymex (USD/MMBtu)	3.1	3.3
Gold Comex (USD/t oz.)	3,719.0	0.1
Copper Comex (USD/lb)	466.2	-1.0
Wheat cbot (USD/bu.)	532.8	1.1

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	88.06	-0.2
GBP/ INR	119.85	-0.1
EUR/ INR	104.08	0.4
EUR/USD	1.19	0.7
DXY Index	96.63	-0.7

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: T-bill auction; **Policy Rate:** US, Canada, Brazil; **Japan:** Trade Balance Aug’25; **UK:** CPI Aug’25

Domestic

Financial sector could see easing regulations (Source: ET, FE):

- According to media sources, the Union and RBI are discussing potentially increasing limits of bank exposure to large corporates beyond Rs. 100 bn, to boost infrastructure financing and reduce cost of debt for projects, without compromising on concentration risks
- PFRDA has permitted fund managers to offer multiple schemes with equity exposure upto 100% (vs 75% current) to private sector subscribers with higher costs of upto 0.3% of AUM (vs 0.03 – 0.09%)

GoM discusses new scheme for debt restructuring (Source: BS): GoM has discussed a new reform-based scheme for debt restructuring of discoms by the central government. The discussion included the role that the state governments and the regulators should play for ensuring cost reflective tariff, and for ensuring timely payment of subsidies.

US rejects consultation request on tariffs on copper (Source: The Hindu Businessline): The US has rejected India’s consultation request on tariffs of 50% imposed on copper and copper derivate products arguing that these tariffs were not safeguard measures as indicated by India.

Foodgrain production target for 2025-26 set (Source: DD News): The Union has set a foodgrain production target of 362.5 mn tonnes for 2025-26. Further, the country produced 354.0 mn tonnes in 2024-25, up 6.5% y/y and going beyond the target.

International

US retail sales beats expectations and industrial production recovers in Aug’25 (Source: ET):

- Consumers spending exceeded expectations in Aug’25, despite anxiety over tariffs. Retail sales came in at an impressive 0.6% m/m in Aug’25, holding steady from 0.6% in May’25
- Industrial production rose 0.1% m/m in Aug’25, reversing a 0.4% decline in Jul’25. This again was beyond forecasts and helped by heady mining output, and decent show for manufacturing (especially vehicles)

Impact of tariffs evident in Japan’s trade (Source: Reuters): Japan’s exports fell 0.1% y/y in Aug’25, with US bound shipments down 13.8% y/y, as tariffs take deeper toll on automotive and manufacturing sectors. Imports were down 5.2% y/y in Aug’25, leading to a trade deficit of USD 1.6 bn in Aug’25.

EU mulls quicker phasing out of energy dependence on Russia (Source: Bloomberg): EC Trade Chief Ms. Von Der Leyen has announced that EU is proposing speeding up the phase-out of Russian fossil imports, and further sanctioning Russia’s crypto, banks and energy, after conversation with POTUS Mr. Trump

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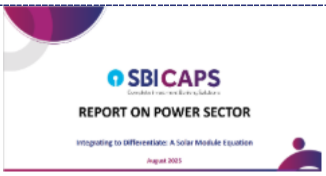

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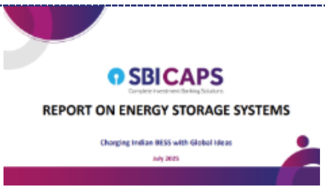

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Details of Research Analysts

Name	Rajan Jain	Name	Soham Bobde
Qualification	PGDBA	Qualification	MBA
Designation	Head- Credit Research	Designation	Associate

Details of Research Analyst entity

Name	SBI Capital Markets Limited
Registration Number	INH000007429
Address	15th floor, A & B Wing, Parinee Crescenzo Building, G Block, Bandra Kurla Complex, Bandra East, Mumbai- 400 051
Telephone Number	+91 22 4196 8300
Compliance Officer	Bhaskar Chakraborty
Email id	compliance.officer@sbicaps.com
Telephone Number	+91 22 4196 8542

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