19 September 2025

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.11	4
US 2Y*	3.56	2
Germany 10Y	2.72	5
UK 10Y	4.67	5
Japan 10Y	1.60	0

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.01% GS 2030*	6.20	2
6.33% GS 2035* (10Y)	6.51	4
6.68% GS 2040*	6.84	3
1-Month T-bill	5.44	-3
3-Month T-bill	5.45	-4
6-Month T-bill	5.57	-2
12-Month T-bill	5.57	-5

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

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	75	97	120	84
AA	194	197	217	178
A	387	387	412	380

Source: FIMMDA, as on 17 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	4.38

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	83,014	0.4
NIFTY	25,424	0.4
NASDAQ	22,471	0.9
S&P 500	6,632	0.5
Nikkei 225	45,303	1.1
Euro Stoxx 50	5,457	1.6

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	67.4	-0.6
Natural gas Nymex (USD/MMBtu)	2.9	-4.9
Gold Comex (USD/t oz.)	3,679.2	-0.5
Copper Comex (USD/lb)	461.2	-0.2
Wheat cbot (USD/bu.)	526.3	-0.6

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	88.13	0.4
GBP/ INR	119.43	-0.3
EUR/ INR	103.87	0.1
EUR/USD	1.18	-0.3
DXY Index	97.35	0.5

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: G-Sec Auction; **Japan:** Policy Rate, CPI Aug'25; **UK:** Retail Sales Aug'25

Domestic

Net direct tax revenue rises in YTDFY26 (Source: ET): Net direct tax collections saw a rise of 9.2% y/y to Rs. 10.82 trn in YTDFY26 as of 17 Sep'25, driven by a significant 23.9% decrease in refunds. Notably, gross collections rose 3.4% to Rs. 12.43 trn while advance tax collection grew by 2.9% to Rs 4.48 trn during the same period.

Union may rebid RE projects stalled due to lack of PPAs (Source: The Hindu Businessline): As per media sources, Union is expected to rebid ~40 GW of RE projects that have been stalled in the absence of PPAs. These includes both solar and wind capacity projects. Notably, no investment has happened yet in these projects only the price discovery has happened.

SEBI calls for more institutional participation in infrastructure sector (Source: BS): Mr. Pandey, SEBI Chairman called for broadening the investor base in the infrastructure sector by bringing in mutual funds, pension funds, and retail investors. He also stressed the need to accelerate asset monetisation in sectors such as roads, railways, ports, airports, energy, petroleum and gas, and logistics.

Union plans scheme to offset GST hike cost for upstream oil and gas companies (Source: BS): As per media sources, Union is considering a scheme to compensate upstream oil and gas companies for higher costs after GST on E&P services rose to 18%.

International

UK keeps interest rate unchanged (Source: BBC, The Guardian): Bank of England held interest rate at 4% (by 7-2 vote) and left the prospect of more cuts later this year in doubt after growing concerns over a resurgence in inflation. The Central Bank also slowed the pace of quantitative tightening from GBP 100 bn to GBP 70 bn per annum.

Global Central Banks diverge on policy direction (Source: Bloomberg):

- Norway's Central Bank cut its policy interest rate by 25 bps to 4% and it aims to cut again in the next 12 months
- The Central Bank of South Africa kept benchmark interest rate unchanged at 7% - its lowest level since Nov'22

Japan's inflation dips in Aug'25 (Source: CNBC): Japan's Core inflation rate fell to its lowest since Nov'24, coming in at 2.7% y/y for Aug'25 and a third straight month of decline. Headline inflation in the country also dropped to 2.7%, from 3.1% in Jul'25.

Russia signals tax hikes to close budget deficit (Source: Reuters): Mr. Putin signalled that he is open to raising certain taxes, especially on the wealthy to narrow down the budget deficit. It is also considering raising the rate of value-added tax to maintain reserves.

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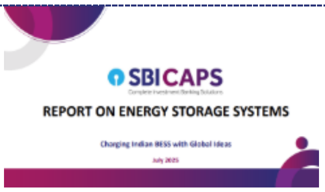

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