06 October 2025

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.12	3
US 2Y*	3.58	4
Germany 10Y	2.70	0
UK 10Y	4.69	-3
Japan 10Y	1.65	0

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.10	-1
6.33% GS 2035* (10Y)	6.51	-1
6.68% GS 2040*	6.80	-1
1-Month T-bill	5.40	0
3-Month T-bill	5.46	-2
6-Month T-bill	5.55	-2
12-Month T-bill	5.58	0

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	79	63	42	47
AA	191	160	139	142
A	384	355	338	349

Source: FIMMDA, as on 30 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	4.20

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	81,207	0.3
NIFTY	24,894	0.2
NASDAQ	22,780	-0.3
S&P 500	6,716	0.0
Nikkei 225	45,770	1.9
Euro Stoxx 50	5,652	0.1

Source: Google Finance

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	64.5	0.3
Natural gas Nymex (USD/MMBtu)	3.3	-3.2
Gold Comex (USD/t oz.)	3,908.9	0.9
Copper Comex (USD/lb)	510.9	3.0
Wheat cbot (USD/bu.)	515.3	0.3

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	88.78	0.1
GBP/ INR	119.59	0.3
EUR/ INR	104.08	0.1
EUR/USD	1.17	0.1
DXY Index	97.71	-0.2

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: Services PMI Sep'25; **Eurozone:** Retail Sales Aug'25

Domestic

SGS auction calendar published for Q3FY26 (Source: RBI): SGS issuances are indicated at Rs. 2.81 trn in Q3FY26, lower relative to the actual issuance in Q2FY26, while being 11% y/y higher. Tamil Nadu (Rs. 390 bn), Uttar Pradesh (Rs. 330 bn), and Maharashtra (Rs. 292 bn) are the top issuers.

Sweeping reforms proposed for ECB (Source: RBI): Key proposals:

- Allowing companies to raise up to USD 1 bn or 300% of their net worth, compared to the current USD 750 mn cap
- Removing the cost cap on ECBs, allowing interest rates to be determined by market conditions
- Reducing the minimum maturity to 3 years and permitting wider use of ECB proceeds, including overseas investments
- Expanding eligibility to include companies under restructuring and allowing currency conversion flexibility

RBI tweaks related party lending rules for banks (Source: RBI): RBI has expanded the related party transaction guidelines to include promoters, key management persons, shareholders with equity of over 5%, and entities with influence and their relatives. The revised norms, effective from 1 Apr'26.

RBI Governor issues clarion call for trade-dependent economies (Source: ET): Mr. Malhotra said that current global trade policies could inflict long-term harm on growth in certain economies. He highlighted India is not one of those economies.

International

Global economic activity resilient in Sep'24 (Source: S&P Global):

- Global Composite PMI clocked 52.4 in Sep'25 (Aug'24: 52.9) led by activity in financial sector and consumer services. Services PMI posted 52.8, showing a decline sequentially though expansionary
- US Composite PMI remained expansionary at 53.9, though a wee bit below Aug'25 on a fall in Services PMI
- Eurozone Composite PMI touched 51.2, a 16-month high. Services PMI increased to 51.3 in Sep'25 from 50.5 in Aug'25

US Fed officials mull over policy stance (Source: Reuters):

- Mr. Miran commented that policy has become much more restrictive this year
- Mr. Jefferson said that recent cut moved policy to neutral as he expects disinflation to resume next year
- Ms. Logan believes policy is likely just modestly restrictive and she thinks there are also upside risks to prices even after tariff effect fades

OPEC+ agrees to modest oil output hike from Nov'25 (Source: Reuters): As per media sources, OPEC+ will raise oil output from Nov'25 by 137 kbpd, the same fairly modest increase as in Oct'25. Also, Russia and Saudi Arabia would have preferred more hike in output.

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Details of Research Analysts

Name	Rajan Jain	Name	Siddharth Sarma
Qualification	PGDBA	Qualification	MBA
Designation	Head- Credit Research	Designation	Senior 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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