10 October 2025

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.14	3
US 2Y*	3.59	2
Germany 10Y	2.70	2
UK 10Y	4.74	3
Japan 10Y	1.68	1

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.13	2
6.48% GS 2035* (10Y)	6.45	1
6.68% GS 2040*	6.82	2
1-Month T-bill	5.37	3
3-Month T-bill	5.42	1
6-Month T-bill	5.52	-1
12-Month T-bill	5.53	-1

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	117	100	33	75
AA	229	197	130	170
A	422	392	329	377

Source: FIMMDA, as on 08 Oct, 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	4.12

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	82,172	0.5
NIFTY	25,182	0.5
NASDAQ	23,025	-0.1
S&P 500	6,735	-0.3
Nikkei 225	48,580	1.8
Euro Stoxx 50	5,626	-0.4

Source: Google Finance

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	65.2	-1.0
Natural gas Nymex (USD/MMBtu)	3.2	-2.1
Gold Comex (USD/t oz.)	3,992.0	-1.2
Copper Comex (USD/lb)	512.0	0.2
Wheat cbot (USD/bu.)	508.0	-0.4

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	88.79	0.0
GBP/ INR	118.22	-0.7
EUR/ INR	102.68	-0.6
EUR/USD	1.16	-0.6
DXY Index	99.54	0.6

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: G-Sec Auction; **US:** Non-Farm Payrolls Sep’25

Domestic

Life insurance premiums display robust growth in Sep’25 (Source: The Hindu Businessline): Life insurance new business premiums rose 15% y/y to Rs. 402 bn, driven by group businesses. Notably, public insurer’s premium rose 12.7% y/y to Rs. 229.6 bn, while private insurers clocked in 17.8% y/y growth to Rs. 172.5 bn in Sep’25

E-way bill generation touches record high in Sep’25 (Source: BS): E-way bill generation rose 21.1% y/y to 132 mn, its highest ever showing, reflective of goods movement ahead of festive season. This augurs well for GST collections in Oct’25.

PM and POTUS discuss geopolitics and trade deal (Source: ET): PM Mr. Modi lauded the efforts of POTUS Mr. Trump in securing a peace deal for conflict stricken West Asia, while expressing confidence over the progress of India-US trade deal. Separately, US Treasury Secretary Mr. Bessent expects India to rebalance its oil purchase in favour of the US, while alluding to possible progress on trade negotiations.

Union targets doubling trade with UK post deal (Source: Mint): PM Mr. Modi announced that Union is targeting doubling trade with UK by CY30, on the back of the India-UK FTA, driven by growth in MSMEs and partnership in critical sectors like rare earths, semiconductors, AI, biotech and APIs, while promoting co-production in defence.

Union eases textile PLI norms (Source: ET): Union amended the PLI for textiles including reducing minimum threshold of investments, lowering incremental turnover requirements and relaxation of other requirements to address industry challenges amidst tariffs.

International

US Fed officials divulge on inflation and rate path (Source: Reuters):

- Mr. Williams supports rates to go back to neutral, with jobs slowdown warranting attention, despite tariffs raising import prices
- Ms. Daly feels inflation is much lower than feared, while worrisome labour market calls for risk management rate cuts
- Mr. Barr’s divergent view underscores uncertainty in both inflation and employment, warranting a cautious approach to any rate move

German trade surplus improves, however US trade slows (Source: Eurostat): German exports fell 0.5% m/m, while imports slumped 1.3% m/m, taking surplus to EUR 19.9 bn in Aug’25. Notably, exports to US dropped 2.5% m/m to EUR 10.9 bn, the lowest in 4 years, underscoring tariff strains, while imports rose 3.4% m/m to EUR 8 bn.

Philippines cuts policy rate to support economy (Source: WSJ): Bangko Sentral Pilipinas cut its policy rate by 25 bps to 4.75% and left the door open for further easing, underscoring growth concerns. This was the fourth rate cut in a row.

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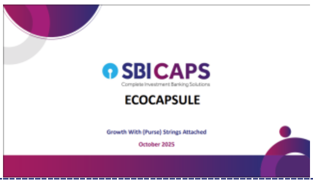

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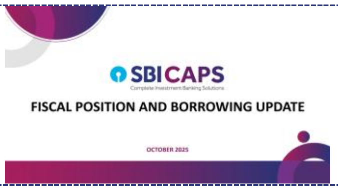

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