05 December 2025

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.09	1
US 2Y*	3.52	2
Germany 10Y	2.77	2
UK 10Y	4.43	-2
Japan 10Y	1.92	2

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.23	0
6.48% GS 2035* (10Y)	6.51	0
6.68% GS 2040*	6.92	0
1-Month T-bill	5.23	-7
3-Month T-bill	5.34	1
6-Month T-bill	5.50	-2
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	110	82	38	69
AA	209	190	143	169
A	399	382	336	364

Source: FIMMDA, as on 03 Dec, 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	8.50
SOFR	4.12

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	85,265	0.2
NIFTY	26,034	0.2
NASDAQ	23,505	0.2
S&P 500	6,857	0.1
Nikkei 225	51,028	2.3
Euro Stoxx 50	5,718	0.4

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	63.1	0.3
Natural gas Nymex (USD/MMBtu)	5.1	2.0
Gold Comex (USD/t oz.)	4,235.2	0.1
Copper Comex (USD/lb)	540.3	-0.3
Wheat cbot (USD/bu.)	539.5	0.3

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	89.98	-0.2
GBP/ INR	119.81	-0.5
EUR/ INR	104.63	-0.6
EUR/USD	1.17	-0.1
DXY Index	98.99	0.1

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: Policy Decision, G-Sec Auction; **Eurozone:** GDP Q3CY25; **US:** PCE, Factory Orders Sep’25

Domestic

RBI issues the final Large Exposure Framework (Source: RBI): As per the amendments:

- Banks’ exposure to single counterparty cannot exceed 20% of Tier-1 capital, with board permitted to allow extra 5% on exceptional cases. Exposure to group of connected parties is capped at 25% of Tier-1 capital
- For specified borrowers, whose sanction exceeds Rs. 100 bn, normally permitted lending limit is fixed at 50% of incremental funds they raise from the market. Additional exposure will attract provisioning requirements of 3% and additional 75% risk weight.

RBI could tolerate some forex weakness in near term (Source: Reuters): According to media sources, officials have indicated that they will tolerate some weakness in INR amidst multiple headwinds. RBI has vowed to only curb sharp volatility and speculation, without defending certain levels.

Petroleum consumption rises robustly in Nov’25 (Source: The Hindu Businessline): Diesel consumption rose 4.7% y/y in Nov’25, at 6-month high, with festive season boosting freight and logistics activity. Petrol consumption rose 2.2%, while ATF rose 4.7% on the back of festive season travel.

Union disburses funds under RDSS (Source: PIB): Central Grants released under RDSS reached Rs. 370 bn till date, (38% of sanctioned GBS), with disbursements reaching Rs. 108 bn in 7MFY26. Highest disbursements were received by Uttar Pradesh (Rs. 17.1 bn), Madhya Pradesh (Rs. 12.4 bn), and Bihar (Rs. 9.9 bn) in 7MFY26

International

US labour markets show unusual strength in Nov’25 (Source: Reuters, CNBC): Initial jobless claims fell 27k w/w to 191k in the week ending 29 Nov’25, below expectations, partially due to holiday season low. This was more than three-year low. According to Challenger Report, planned layoffs were down 54% m/m.

US factory orders rise at a tepid pace in Sep’25 (Source: Bloomberg): US factory orders rose 0.2% m/m in Sep’25 (Aug: 1.4% m/m), below expectations of 0.5% m/m, with tariff impacted manufacturing slowdown offset by surge in AI spending by certain industries. Notably, orders for core capital goods – non-defence capital goods excluding aircrafts – rose 0.9% m/m, in line with expectations in Sep’25.

Brazil GDP slows in Q3CY25 (Source: Bloomberg): Brazil’s GDP grew 0.2% q/q in Q3CY25, from downward revised 0.3% q/q in Q2CY25, amidst 20-year high interest rates and demand slowdown. Notably, consumption grew 0.1% q/q in Q3CY25, its weakest showing in a year

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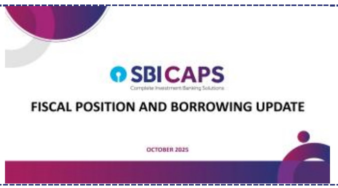

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