

19 January 2026

# The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.22	6
US 2Y*	3.59	4
Germany 10Y	2.83	1
UK 10Y	4.40	1
Japan 10Y	2.17	1

Source: Bloomberg, \*semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.01% GS 2030*	6.47	4
6.48% GS 2035* (10Y)	6.68	3
6.68% GS 2040*	7.12	3
1-Month T-bill	5.26	10
3-Month T-bill	5.34	2
6-Month T-bill	5.60	3
12-Month T-bill	5.61	0

Source: CCIL, Bloomberg, \*semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	103	58	46	48
AA	199	152	137	136
A	388	343	331	334

Source: FIMMDA, as on 14 Jan, 2026

Key rates	
Policy	Rate (in %)
Repo rate	5.25
Standing Deposit Facility Rate	5.00
Bank rate	5.50
1-year median MCLR of SCBs	8.45
SOFR	3.66

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	83,570	0.0
NIFTY	25,694	0.0
NASDAQ	23,515	-0.1
S&P 500	6,940	-0.1
Nikkei 225	53,936	-0.3
Euro Stoxx 50	6,029	-0.2

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	64.1	0.7
Natural gas Nymex (USD/MMBtu)	3.1	-1.9
Gold Comex (USD/t oz.)	4,595.4	-0.2
Copper Comex (USD/lb)	583.1	-2.1
Wheat cbot (USD/bu.)	518.0	1.3

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	90.87	0.6
GBP/ INR	120.97	0.0
EUR/ INR	104.42	-0.4
EUR/USD	1.16	-0.1
DXI Index	99.38	0.1

Source: Morningstar, Bloomberg, Marketwatch

## Key event

**India:** VRR Auction; **Eurozone:** CPI Dec'25; **China:** GDP Q4CY25, Retail Sales, Industrial Production, Fixed Asset Investment, FDI Dec'25

## Domestic

**IMF looks to upgrade domestic growth forecast (Source: ET):** IMF spokesperson Ms. Kozack noted that India remains a driver of global growth, with stronger than expected growth in consumption and strong public investments which are largely expected to offset tariff doldrums, leading to a likely upgrade in near term growth forecasts.

**SEBI proposes measures to reduce FPI liquidity strains (Source: Mint):** SEBI proposed to allow netting of funds for FPI transactions in cash markets in intra-day segment, thereby requiring FPI to fulfil only net funding obligations, to enhance efficiency and reduce cost of funding. Chairperson Mr. Pandey assured that recent FPI outflows are not signs of weakness, asserting that flows are currently being driven by global market cycles, returns and geopolitical chaos

**Union to reduce IPO float requirements for large companies (Source: Reuters):** Union has approved cutting of minimum proportion of shares that large companies looking to list must sell to 2.5% of their share capital vs previous 5%

## International

**POTUS imposes tariffs related to Greenland, Europe mulls a response (Source: CNBC):** POTUS Mr. Trump announced imposition of 10% tariffs on 8 European nations, until a deal is reached for purchase of Greenland, with levies rising to 25% if a deal is not reached by 1<sup>st</sup> Jun'26. According to media sources, the EU's response includes suspended EUR 93 bn worth tariffs on US goods, suspending trade deal talks, and imposing the "Anti-Coercion Instrument" which limits access to public tenders, investments, banking activity and trade in services.

**US Fed officials confident on economic progress (Source: Bloomberg):**

- Mr. Jefferson remains cautiously optimistic in CY26, with policy rate well positioned amidst elevated inflation and low hiring low firing
- Mr. Bostic thinks the policy is sufficiently restrictive as he expects inflation pressures to continue in CY26, going beyond tariff driven
- Ms. Bowman expressed concern over labour market fragility, with moderately restrictive policy, but expects a resilient economy in CY26

**China HFIs remain mixed in CY25 (Source: Bloomberg):**

- China's GDP rose 4.5% y/y in Q4CY25 (Q3: 4.8% y/y), faster than expected, with rise in exports outside the US offsetting domestic demand slowdown and US tariffs impact. China's GDP rose 5% y/y in CY25, on target
- Retail sales rose 0.9% y/y in Dec'25 (Nov: 1.3% y/y). On CY basis, retail sales rose 3.7% y/y in CY25
- Industrial production accelerated to 5.2% y/y in Dec'25 (Nov: 4.8% y/y), rising 5.9% y/y in CY25
- Fixed Asset Investments slumped further 3.8% y/y in Dec'25, with similar pace of contraction for CY25

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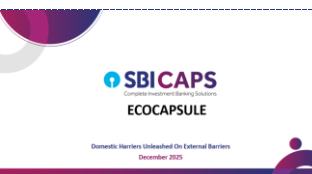


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