

02 January 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.17	0
US 2Y*	3.47	0
Germany 10Y	2.85	0
UK 10Y	4.47	0
Japan 10Y	2.05	0

Source: Bloomberg, *semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.01% GS 2030*	6.31	0
6.48% GS 2035* (10Y)	6.58	-1
6.68% GS 2040*	6.99	0
1-Month T-bill	5.22	2
3-Month T-bill	5.32	5
6-Month T-bill	5.42	5
12-Month T-bill	5.51	-1

Source: CCIL, Bloomberg, *semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	81	49	35	43
AA	188	147	130	132
A	374	339	323	328

Source: FIMMDA, as on 31 Dec, 2025

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	3.71

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	85,189	0.0
NIFTY	26,147	0.1
NASDAQ	23,242	0.0
S&P 500	6,846	0.0
Nikkei 225	50,339	0.0
Euro Stoxx 50	5,791	0.0

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	61.1	0.3
Natural gas Nymex (USD/MMBtu)	3.6	-1.9
Gold Comex (USD/t oz.)	4,372.1	0.7
Copper Comex (USD/lb)	574.6	1.1
Wheat cbot (USD/bu.)	507.0	0.0

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	89.97	0.1
GBP/ INR	121.32	0.3
EUR/ INR	105.48	0.0
EUR/USD	1.18	0.1
DXI Index	98.32	0.1

Source: Morningstar, Bloomberg, Marketwatch

Key events

India: G-Sec, VRR Auctions; **Manufacturing PMI Dec'25:** India, US, Eurozone

Domestic

RBI issues new risk-weight rules for infrastructure exposure of NBFCs (Source: RBI): Loans extended by NBFCs to high-quality infrastructure projects will attract lower risk weights of 75% where borrower has repaid atleast 2% of sanctioned debt or 50% where borrower has repaid atleast 5% of sanctioned debt. If initial high-quality projects fail to meet prescribed conditions, risk-weights will revert to existing framework. High-quality infrastructure projects have been also defined and include operational projects with contractual cashflows with ring-fenced payment mechanisms.

GST collections display robust growth in Dec'25 (Source: ET): Gross GST collections rose 6.1% y/y to Rs. 1.75 trn in Dec'25, with domestic collections rising 1.2% y/y to Rs. 1.23 trn, while collection on imports rose 20% y/y to Rs. 520 bn. Refunds surged 31% y/y to Rs. 290 bn, leading to 2.2% y/y rise in net GST collections to Rs. 1.45 trn in Dec'25. In 9MFY26, GST collections rose a robust 8.6% y/y to Rs. 16.5 trn.

HFIs reflective of robust economy in Dec'25 (Source: NPCI, ET, CNBC):

- UPI transactions rose 20% y/y in value terms to Rs. 28 trn, its highest ever showing, with volumes rising 29% y/y to 21.6 bn in Dec'25
- FasTag collections rose 11.2% y/y to Rs. 73.9 bn in value terms in Dec'25, its highest ever showing, with 5.9 mn trips using annual passes
- According to media sources, domestic PV sales rose 25.8% y/y to 405k units in Dec'25, driven by GST rationalization on small cars
- Petrol sales rose 6.7% y/y to 3.5 mn tonnes, diesel sales rose 5% y/y to 8.5 mn tonnes and LPG sales rose 12.7% y/y to 3.2 mn tonnes
- Coal production by CIL rose 4.6% y/y to 75.7 mn tonnes in Dec'25. In 9MFY26, coal production fell 2.6% y/y to 543 mn tonnes
- Power consumption rose 7% y/y to 138.4 BU in Dec'25. Power traded on exchanges fell 10% y/y to 5.93 TWh with clearing price remaining flattish y/y at Rs. 3.92 per unit in Dec'25

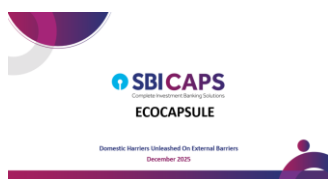
PFRDA allows banks to sponsor pension funds (Source: The Hindu Businessline): PFRDA has given in principal approval to framework which allows SCBs to independently set up pension fund under NPS, while introducing criteria based on networth, market capitalisation and prudential soundness to ensure that only systemically robust banks are allowed to enter the fray.

International

South Korea's manufacturing activity turns expansionary in Dec'25 (Source: S&P Global): South Korea manufacturing PMI rose to 50.1 in Dec'25, from 49.4 in Nov'25, with strongest rise in new orders in a year, offset by accelerating inflationary pressures.

Singapore GDP rises faster than expectations (Source: Reuters): Singapore real GDP grew 5.7% y/y in Q4CY25, driven by AI related demand surge for electronics and semiconductors. On annual basis, GDP grew 4.8% y/y in CY25 vs 4% y/y in CY24.

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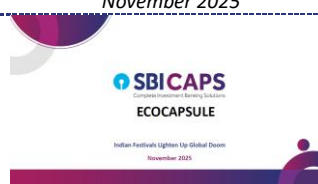
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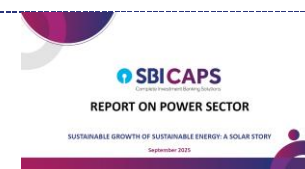


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