20 January 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.25	3
US 2Y*	3.58	-1
Germany 10Y	2.84	1
UK 10Y	4.41	1
Japan 10Y	2.31	14

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.47	1
6.48% GS 2035* (10Y)	6.68	1
6.68% GS 2040*	7.13	1
1-Month T-bill	5.25	-1
3-Month T-bill	5.40	6
6-Month T-bill	5.61	1
12-Month T-bill	5.56	-5

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	126	91	171	72
AA	222	185	262	160
A	411	376	456	358

Source: FIMMDA, as on 16 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	83,246	-0.4
NIFTY	25,586	-0.4
NASDAQ	23,515	0.0
S&P 500	6,940	0.0
Nikkei 225	53,584	-0.7
Euro Stoxx 50	5,926	-1.7

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	64.1	-0.1
Natural gas Nymex (USD/MMBtu)	3.6	14.8
Gold Comex (USD/t oz.)	4,674.1	1.7
Copper Comex (USD/lb)	586.5	0.6
Wheat cbot (USD/bu.)	518.0	0.0

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	90.92	0.1
GBP/ INR	122.06	0.9
EUR/ INR	105.79	1.3
EUR/USD	1.16	0.4
DXY Index	99.39	0.0

Source: Morningstar, Bloomberg, Marketwatch

Key event

India: SGS Auction; **China:** Policy Decision

Domestic

Global agencies upgrade domestic growth forecast (Source: BS, IMF):

- IMF projects growth at 7.3% y/y in FY26 (+0.7pp), moderating to 6.4% y/y in FY27 and FY28, reflecting strong momentum in recent quarters, coupled with lower inflation supporting demand
- Moody's projects domestic growth to clock in 7.3% y/y in FY26, with strong economic expansion aiding household incomes

BRICS countries mull easier cross-border payments through digital currencies (Source: The Hindu Businessline): According to media sources, RBI has recommended connecting the central bank digital currencies of BRICS countries to make cross-border trade and tourism payments easier, reducing reliance on USD as geopolitical tensions rise.

RBI tightens PSL compliance norms for SCBs (Source: ET): RBI has strengthened priority sector lending compliance frameworks, mandating external auditor certification from intermediaries to prevent double counting of loans through PSLCs.

Union inks a deal with the UAE (Source: ET): These included agreeing to double bilateral trade to USD 200 bn by CY32, 10-year LNG supply contract, LOI on collaboration on defence manufacturing, space industry development, establishment of supercomputing cluster in India, and other collaborations in food exports, investments, energy security and advanced computing.

SEBI proposes threshold for classification of "Significant Indices" (Source: BS): SEBI has proposed an AUM of Rs. 200 bn as a threshold for considering a benchmark as a significant index, with a view to promote transparency and accountability in governance of indices.

International

IMF raises global growth forecast for CY26 (Source: IMF): IMF projects global growth at 3.3% y/y in CY26 (+0.3pp) and 3.2% y/y in CY27, with technology investments, fiscal and monetary support and easing financial conditions offsetting shifts in trade policies. Notably, US growth forecast was raised to 2.4% y/y in CY26 (0.3pp) and reduced 0.1pp to 2% y/y in CY27, with slower fall in inflation and escalation of geopolitical tensions constraining growth.

Eurozone inflation softens below target in Dec'25 (Source: Eurostat): Eurozone inflation stood at 1.9% y/y in Dec'25, down from 2.1% y/y in Nov'25 and provisional estimate of 2% y/y, with core inflation cooling to 2.3% y/y in Dec'25. Notably, services inflation fell 0.1pp to 3.4% y/y.

China keeps benchmark rates unchanged (Source: Reuters): China held the 1Y Loan Prime Rate at 3% and 5Y Loan Prime Rate at 3.5%, in line with market expectations, while signalling that the PBoC retains room to ease policy further in CY26, offering targeted support.

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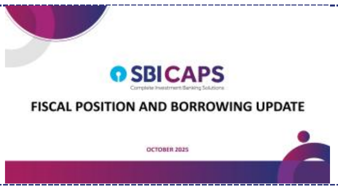

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