

21 January 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.28	3
US 2Y*	3.59	1
Germany 10Y	2.86	2
UK 10Y	4.46	5
Japan 10Y	2.32	1

Source: Bloomberg, *semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.01% GS 2030*	6.45	-3
6.48% GS 2035* (10Y)	6.67	-1
6.68% GS 2040*	7.12	0
1-Month T-bill	5.20	-5
3-Month T-bill	5.42	2
6-Month T-bill	5.65	4
12-Month T-bill	5.63	7

Source: CCIL, Bloomberg, *semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	125	75	173	74
AA	221	169	264	162
A	410	360	458	360

Source: FIMMDA, as on 19 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	3.65

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	82,180	-1.3
NIFTY	25,232	-1.4
NASDAQ	22,954	-2.4
S&P 500	6,796	-2.1
Nikkei 225	52,991	-1.1
Euro Stoxx 50	5,892	-0.6

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	64.2	0.2
Natural gas Nymex (USD/MMBtu)	3.9	9.3
Gold Comex (USD/t oz.)	4,839.1	3.5
Copper Comex (USD/lb)	583.0	-0.6
Wheat cbot (USD/bu.)	510.3	-1.5

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	90.98	0.1
GBP/ INR	122.32	0.2
EUR/ INR	106.61	0.8
EUR/USD	1.17	0.6
DXY Index	98.64	-0.8

Source: Morningstar, Bloomberg, Marketwatch

Key event

India: T-Bill Auction; **US:** Pending Home Sales Dec'25, IEA Monthly Report; **UK:** CPI Dec'25

Domestic

Core industries rebound in Dec'25 (Source: PIB): Eight core index rose 3.7% y/y, the highest since Aug'25, with momentum in infrastructure driven cement (6.9%) and steel (13.5%) augmented by coal, fertilizers and 9-month high clip of electricity. Further, crude oil, natural gas and refinery products extended their prolonged slump at a starker pace. For CY25, 8-core index clocked 3.1% y/y, the lowest since CY20.

Union mulls rejigging tax framework for multinationals (Source: ET): According to media sources, Union is considering revamping its permanent establishment tax framework, including adoption of a formula-based method for profit attribution to non-residents, avoidance of double taxations, offering clarity to MNCs and digital firms and resolving pending tax disputes.

CPSEs and asset monetization aids non-tax revenue growth (Source: The Hindu Businessline): Dividends from CPSEs reached Rs. 496 bn in 9MFY26 (72% of FY26BE) with oil, power, and coal sectors being the primary contributors. According to media sources, Union officials expect collections to cross Rs. 700 bn in FY26. Miscellaneous capital receipts reached Rs. 276 bn in 9MFY26 driven by Rs. 188 bn in earnings from InvITs.

SGS auctions conducted successfully (Source: RBI): SGS worth Rs. 130 bn were auctioned by 6 states, at 1/3rd of indicative, with notable issuances from Karnataka (Rs. 60 bn) and Tamil Nadu (Rs. 40 bn). Yield on the 10Y SGS was at 7.49%, lower vs previous week's range.

International

Institutional investor suggests divesting from US Treasuries (Source: Bloomberg): Denmark's pension fund AkademikerPension announced that it would sell off its holdings of US Treasuries worth ~USD 100 mn by the end of Jan'26, citing weak government finances and uncertain policymaking leading to loss of credit worthiness

China envisages demand to be driving force for the economy (Source: Reuters): China's President Mr. Xi pledged to make domestic demand the main driver of the economy, while maintaining reasonable share of manufacturing, striking the right balance between consumption and investments as well as supply and demand. Chinese policymakers have vowed to significantly lift household consumption share of the economy over the next 5 years.

POTUS threatens wine tariffs on France (Source: Reuters): POTUS Mr. Trump has threatened to levy 200% tariffs on French wines and champagnes unless France's President Mr. Macron agrees on joining "Board of Peace" initiative aimed at resolving global conflicts. He further added that Russia's President Mr. Putin has also been invited to join the initiative.

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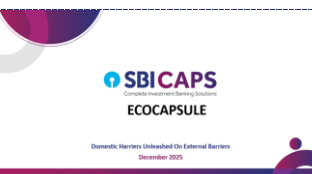


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