22 January 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.25	-3
US 2Y*	3.59	0
Germany 10Y	2.88	2
UK 10Y	4.46	0
Japan 10Y	2.25	-7

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.42	-3
6.48% GS 2035* (10Y)	6.65	-2
6.68% GS 2040*	7.11	-1
1-Month T-bill	5.15	-5
3-Month T-bill	5.48	6
6-Month T-bill	5.64	-1
12-Month T-bill	5.70	7

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	118	91	177	84
AA	214	185	268	172
A	403	376	462	370

Source: FIMMDA, as on 20 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	3.64

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	81,910	-0.3
NIFTY	25,158	-0.3
NASDAQ	23,225	1.2
S&P 500	6,876	1.2
Nikkei 225	52,775	-0.4
Euro Stoxx 50	5,883	-0.2

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	65.2	1.7
Natural gas Nymex (USD/MMBtu)	5.3	35.7
Gold Comex (USD/t oz.)	4,789.4	-1.0
Copper Comex (USD/lb)	578.4	-0.8
Wheat cbot (USD/bu.)	509.5	-0.1

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	91.71	0.8
GBP/ INR	122.90	0.5
EUR/ INR	106.89	0.3
EUR/USD	1.17	-0.3
DXY Index	98.76	0.1

Source: Morningstar, Bloomberg, Marketwatch

Key events

US: GDP Q3CY25, PCE Nov'25; **Japan:** Trade Balance Dec'25; **S. Korea:** GDP CY25; **Turkey:** Policy Rate

Domestic

Domestic growth impulses remained resilient as CY25 ended (Source: RBI): Highlights of RBI Monthly Bulletin for Jan'26:

- Global uncertainty, though elevated, witnessed moderation in Dec'25. Domestic growth remained resilient, driven by domestic factors, with HFIs suggesting continued buoyancy moving forward
- Flow of resources to the commercial sector rose 45% y/y to Rs. 30.8 trn in 9MFY26, driven by 50% y/y rise in bank sources to Rs. 20.3 bn, while flow from non-bank sources rose 25% y/y to Rs. 10.6 trn
- NRI deposits rose 3.3% y/y to USD 168 bn in Nov'25, with flows dropping ~25% y/y to USD 9.2 bn in 8MFY26
- RBI sold USD 9.7 bn on net basis in Nov'25. The net short forward position stood at USD 66 bn in Nov'25 vs USD 63.6 bn in Oct'25

Union releases draft National Electricity Policy (Source: PIB): Key proposals:

- Tariffs will be linked to suitable index for automatic annual revision, recovering fixed costs through demand charges and exemption of cross-subsidies on manufacturing
- RE capacity addition through market mechanisms and VGF for BESS
- Repurposing older thermal units for grid support, setting small nuclear reactors for 100 GW nuclear capacity by CY47 and development of storage-based hydro-electric projects
- Utilisation based framework for transmission connectivity, suitable compensation to solve RoW challenges and transmission tariffs parity
- Establishment of Distribution System Operator for shared distribution network, measures to achieve single-digit AT&C losses.

Union raises duty on electronics to boost local manufacturing (Source: The Hindu Businessline): Union has announced increased Basic Customs Duty on flat panel displays to 20% (vs previous 10%), while reducing the BCD on open cells and key components to 5%.

International

POTUS promises new framework on Greenland deal, offers tariff respite (Source: CNN): Mr. Trump announced that tariffs on EU nations are no longer needed and ruled out using military force, as he has formed a framework on potential deal for acquiring Greenland.

Japan exports rise robustly despite dwindling US trade (Source: CNBC): Japan's exports rose 5.1% y/y in Dec'25, with 5.6% y/y growth in exports to China offset by 11.1% y/y fall in US trade, mainly auto parts and chip making machines. Imports rose 5.1% y/y in Dec'25, from 1.3% y/y in Nov'25, highlighting robust demand

South Korea's economic contraction in Q4CY25 offset by AI boost (Source: Bloomberg): South Korea's GDP contracted 0.3% q/q in Q4CY25, the worst print in 3 years, mainly due to base effects and slower investments, despite private consumption surging 0.3% q/q.

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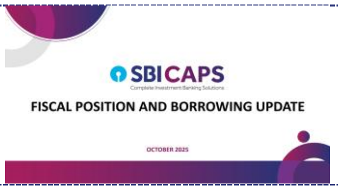

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