05 February 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.26	-1
US 2Y*	3.55	-2
Germany 10Y	2.86	-3
UK 10Y	4.54	2
Japan 10Y	2.23	-1

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.30	-1
6.48% GS 2035* (10Y)	6.70	-3
6.68% GS 2040*	7.14	-2
1-Month T-bill	4.75	-25
3-Month T-bill	5.33	-9
6-Month T-bill	5.58	-2
12-Month T-bill	5.61	-5

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	117	99	66	28
AA	216	191	156	113
A	401	381	349	311

Source: FIMMDA, as on 03 Feb, 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	8.40
SOFR	3.69

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	83,818	0.1
NIFTY	25,776	0.2
NASDAQ	22,905	-1.5
S&P 500	6,883	-0.5
Nikkei 225	54,293	-0.2
Euro Stoxx 50	5,970	-0.4

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	67.9	0.3
Natural gas Nymex (USD/MMBtu)	3.4	3.0
Gold Comex (USD/t oz.)	4,860.6	-3.9
Copper Comex (USD/lb)	579.8	-3.8
Wheat cbot (USD/bu.)	523.0	-1.4

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	90.42	0.2
GBP/ INR	123.26	-0.4
EUR/ INR	106.60	-0.1
EUR/USD	1.18	-0.3
DXY Index	97.62	0.2

Source: Morningstar, Bloomberg, Marketwatch

Key events

Policy Decision: Eurozone, UK; **US:** Challenger Report Jan'26, Initial Jobless Claims; **Eurozone:** Retail Sales Dec'25

Domestic

RBI considers revamping supervision norms for SCBs (Source: The Hindu Businessline): According to media sources, RBI is mulling a revamp of its framework for supervision of lenders, moving to a deeper examination of banks' business models, including cybersecurity, as banks grow at unprecedented rates straining the current simple supervisory tools and systems.

SCBs request RBI to accelerate easing of liquidity norms amidst higher credit offtake (Source: BS): According to media sources, SCBs have requested RBI to ease liquidity norms including allowing higher portion of CRR in LCR calculations and accelerating rollout of eased LCR norms to free up funds for on-lending and reducing funding costs.

Services activity signals sustained momentum in Jan'26 (Source: S&P Global): Services PMI rose to 58.5 in Jan'26 (Dec'25: 58) driven by steady influx of new orders, with increased export demand from Asia. Composite PMI rose to 58.4 in Jan'26 (Dec'25: 57.8) reflecting solid demand across sectors.

Swap auction conducted successfully (Source: RBI): 3Y USD/INR Buy/Sell Swap worth USD 10 bn was auctioned, with bids received worth USD 25.03 bn, with cut-off premium at 748 paisa.

International

Global economic activity boosted by demand (Source: S&P Global):

- Global composite PMI rebounded to 52.5 in Jan'26 from 4-month lows with accelerating demand across industries and geographies
- US services PMI inched up to 52.7 in Jan'26 (Dec: 52.5). Composite PMI rose to 53 in Jan'26 (Dec: 52.7), with elevated inflation
- Eurozone services PMI fell to 51.6 in Jan'26 (Dec: 52.4). Composite PMI inched lower to 51.3

US proposes measures to shore up critical mineral supply chain (Source: CNBC): US VP Mr. Vance announced plans to aggregate key allies into a preferential trade block for critical minerals by introducing floor prices for these commodities, controlled by flexible tariffs, which would eliminate undercutting by flooding of markets by China

US labour market reports tepid additions in Jan'26 (Source: Reuters): According to ADP report, US non-farm employment grew 22k in Jan'26 (Dec: 37k, Exp: 48k), with 41k additions in medium sized businesses offset by employment cuts of 18k in large businesses. Notably, ADP revised CY25 payroll additions downwards by record 212k to 398k.

Eurozone inflation inches downwards in Jan'26 (Source: Eurostat): Eurozone CPI fell to 1.7% y/y in Jan'26, from 2% y/y in Dec'25, with services inflation falling 0.2pp to 3.2% y/y, offset by similar rise in clip of food inflation to 2.7% y/y in Jan'26. Notably, core inflation inched lower to 2.2% y/y in Jan'26 (Dec: 2.3% y/y).

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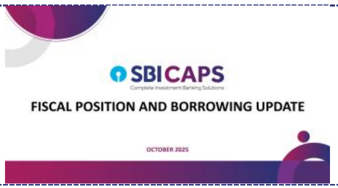

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