

12 February 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.17	3
US 2Y*	3.50	5
Germany 10Y	2.79	-2
UK 10Y	4.48	-3
Japan 10Y	2.18	-4

Source: Bloomberg, *semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.01% GS 2030*	6.34	0
6.48% GS 2035* (10Y)	6.71	-5
6.68% GS 2040*	7.13	-2
1-Month T-bill	4.47	-11
3-Month T-bill	5.31	3
6-Month T-bill	5.55	14
12-Month T-bill	5.60	-2

Source: CCIL, Bloomberg, *semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	127	95	78	62
AA	226	187	168	147
A	411	377	361	345

Source: FIMMDA, as on 10 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	3.65

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	84,234	0.0
NIFTY	25,954	0.1
NASDAQ	23,066	-0.2
S&P 500	6,941	0.0
Nikkei 225	57,651	0.0
Euro Stoxx 50	6,036	-0.2

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	69.7	0.4
Natural gas Nymex (USD/MMBtu)	3.2	2.9
Gold Comex (USD/t oz.)	5,090.0	0.2
Copper Comex (USD/lb)	597.4	0.9
Wheat cbot (USD/bu.)	537.3	1.0

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	90.71	0.1
GBP/ INR	123.61	-0.1
EUR/ INR	107.60	-0.2
EUR/USD	1.19	-0.2
DXY Index	96.83	0.0

Source: Morningstar, Bloomberg, Marketwatch

Key Events

India: CPI Jan'26; **GDP CY25:** UK, Poland; **Japan:** PPI Jan'26

Domestic

Direct tax collections show middling growth (Source: CBDT): Gross direct tax collections grew by 4.1% y/y in YTD FY26 (upto 10 Jan'26) to Rs. 22.8 trn. A decent 8% growth in corporate taxes was met with a disappointing 1% growth in non-corporate taxes. A 18.8% decline in refunds ensured better growth in net direct taxes of 9.4%. In net terms, corporate tax grew 14.5% and non-corporate tax rose 5.9%.

A reset in FDI rules likely (Source: FE): As per media sources, a proposed overhaul of FDI norms could see a unified 10% benchmark for classification as FDI (as opposed to FPI) across listed and unlisted firms. Companies may also be allowed to set internal foreign investment ceilings within sectoral caps. Pricing norms for cross-border share transfers could also be changed.

Uttar Pradesh State Budget for FY27 presented (Source: Government of UP, DD News, Amar Ujala): Highlights:

- Revenue receipts are forecast to jump 26% y/y to Rs. 7.3 trn in FY27BE (vs. FY26RE). The figure for FY26RE is below BE by 13%
- Capital expenditure is set to rise by 18% in FY27BE (vs. FY26RE) to Rs. 2.5 trn. Rs. 271 bn is proposed for infrastructure and industries
- Revenue expenditure is expected to surge by 31% in FY27BE (vs. FY26RE). The government has promised jobs to 1 mn youth and Rs. 0.1 mn to women getting married
- Fiscal deficit is set to rise by 29% to Rs. 1.2 trn and is capped at 3% of GDP for FY27 in line with Finance Commission recommendations

Rajasthan State Budget for FY27 presented (Source: Government of Rajasthan): Highlights:

- Revenue receipts are set to rise 14% y/y to Rs. 7.3 trn in FY27BE (vs. FY26RE). Fair increments are forecast in SGST and sales tax
- Capital expenditure is set to increase by 9% in FY27BE (vs. FY26RE) to Rs. 2.6 trn
- Revenue expenditure is expected to jump by 10% in FY27BE (vs. FY26RE) to Rs. 3.5 trn
- Fiscal deficit is posited at Rs. 795 bn, which is 3.69% of GSDP in FY27BE (FY26RE: 3.87%)
- Nominal GSDP is expected to grow by 14.75% y/y in FY27

International

US employment statistics enthuse in Jan'26 (Source: US Bureau of Labour Statistics): Non-farm payrolls showed an accretion of 130k, nearly double the expectation, and well above the downwardly revised figure of 48k for Dec'25. The addition was driven by a surge in private jobs. Consequently, unemployment rate declined to 4.3% from 4.4% in Dec'25. Jobs were mainly added in healthcare and construction.

Mr. Trump's tariffs on Canada face a setback (Source: BBC): The US House of Representatives voted 219-211 to rescind the tariffs imposed on Canadian goods. The vote is largely symbolic since approval of the US Senate and sign off of the POTUS will be needed.

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