27 March 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.41	4
US 2Y*	3.97	5
Germany 10Y	3.07	3
UK 10Y	4.97	3
Japan 10Y	2.31	5

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.01% GS 2030*	6.58	2
6.48% GS 2035* (10Y)	6.88	1
6.68% GS 2040*	7.24	0
1-Month T-bill	5.30	9
3-Month T-bill	5.37	0
6-Month T-bill	5.43	-7
12-Month T-bill	5.63	-4

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	98	94	31	68
AA	179	178	117	155
A	374	368	308	348

Source: FIMMDA, as on 24 Mar, 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	75,273	1.6
NIFTY	23,306	1.7
NASDAQ	21,408	-2.4
S&P 500	6,477	-1.7
Nikkei 225	53,604	-0.3
Euro Stoxx 50	5,566	-1.5

Source: Google Finance, Investing.com

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	105.8	-1.6
Natural gas Nymex (USD/MMBtu)	3.0	1.0
Gold Comex (USD/t oz.)	4,457.2	-0.3
Copper Comex (USD/lb)	551.0	0.3
Wheat cbot (USD/bu.)	603.8	1.6

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	93.98	0.0
GBP/ INR	125.64	0.3
EUR/ INR	108.62	0.1
EUR/USD	1.15	0.1
DXY Index	99.90	0.3

Source: Morningstar, Bloomberg, Marketwatch

Key Events

India: SGS Auction; **China:** Industrial Profit Feb'26

Domestic

Inflation target for MPC revealed (Source: Ministry of Finance): Retail inflation target was retained at 4% within a comfort band of 2%-6%. This will remain in place for 5 years.

Cabinet approves UDAN 2.0 with Rs. 288.4 bn outlay (Source: PIB): 100 airports are proposed to be developed from existing unserved airstrips with an outlay of Rs. 121.6 bn over the next 8 years. O&M support will be provided for 3 years capped at Rs. 30.6 mn/annum/airport and Rs. 9 mn/annum/heliport or water aerodrome, with a total outlay of Rs. 25.8 bn. 200 modern helipads for a total cost of Rs 36.6 bn will be made. VGF support to airline operators for awarded routes to the tune of Rs. 100.4 bn over 10 years is promised.

Imported coal power plants given instructions for the summer (Source: ET): As per media sources, the Power Ministry has directed all imported coal-based power plants to operate at full capacity from 1 Apr'26 till 30 Jun'26 as peak demand is expected to hit 270 GW. The directions are under Section 11.

Tax on key fuels slashed (Source: Mint): Additional excise duty on petrol was cut to Rs. 3/L to Rs. 10/L. The excise duty on diesel was cut to Rs. 0/L, down from Rs. 10/L.

International

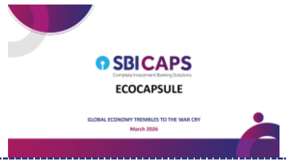
Global growth to remain middling in CY26 and CY27 (Source: OECD): Real global GDP growth is projected to remain broadly stable at 2.9% y/y in CY26. In CY27, growth projection has been shaved off by 0.1pp to 3.0%. Inflation project has been skyrocketed by 1.2pp to 4% for CY26 on zooming energy costs.

Peace talks remain iffy between US and Iran (Source: Reuters): Even as the POTUS claimed Iran was 'begging' for a deal, the latter rejected the US ceasefire plan and proposed a five-point peace deal of its own. The US is said to be moving towards Iran for a massive final blow as per media sources, and Iran is debating on introducing a toll on ships crossing the Strait of Hormuz. Further, Mr. Trump has announced that he will extend the pause on Iran's energy plants for 10 days.

US Fed policymakers react to inflation risks (Source: Reuters): Ms. Cook said that the balance of risks has shifted, and inflation risk is greater right now as a result of the Iran War. This was agreed to by Mr. Jefferson and Mr. Barr. Mr. Miran comment on the Central Bank's balance sheet, saying shrinking its size is desirable.

Chinese industrial profits expand in early CY26 (Source: Reuters): Industrial profits in 2MCY26 were up 15.2% y/y as against 0.2% rise seen in 2MCY25. Computer and electronic equipment makers were among sectors with fastest profit growth. However, business margins still under pressure from rising costs.

Our Recent Publications



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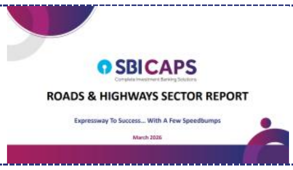

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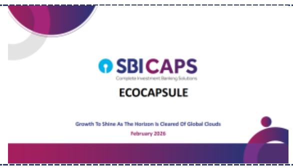

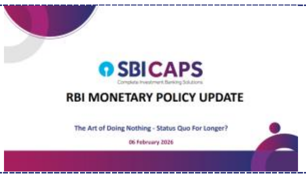

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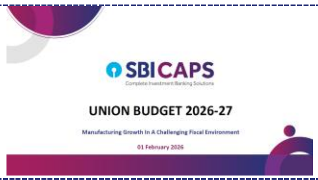

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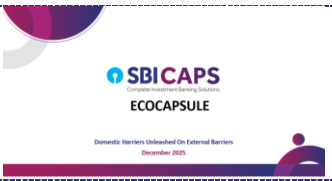

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