

Foreign G-Sec Bond Yield

| G-sec | Yield (in %) | 1D Change (bps) |
|-------------|--------------|-----------------|
| US 10Y* | 4.45 | 0 |
| US 2Y* | 4.05 | 2 |
| Germany 10Y | 2.97 | -3 |
| UK 10Y | 4.86 | -4 |
| Japan 10Y | 2.57 | -9 |

Source: Bloomberg, *semi-annual

G-sec yield

| G- Sec | Yield (in %) | 1D Change (bps) |
|----------------------|--------------|-----------------|
| 6.36% GS 2031* | 6.82 | -1 |
| 6.48% GS 2035* (10Y) | 7.01 | -1 |
| 6.68% GS 2040* | 7.33 | 0 |
| 91-day T-Bill | 5.56 | - |
| 182-day T-Bill | 5.73 | - |
| 364-day T-Bill | 6.03 | - |

Source: CCL, Bloomberg, *semi-annual

Spreads in bps for Corporates

| Annualized Spreads | 3-year | 5-year | 7-year | 10-year |
|--------------------|--------|--------|--------|---------|
| AAA | 130 | 98 | 71 | 79 |
| AA | 213 | 182 | 156 | 166 |
| A | 399 | 371 | 347 | 360 |

Source: FIMMDA, as on 01 June, 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 | 8.65 |
| SOFR | 3.65 |

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices

| Indices | Last | 1D Change (%) |
|---------------|--------|---------------|
| BSE SENSEX | 74,650 | 0.5 |
| NIFTY | 23,484 | 0.4 |
| NASDAQ | 27,094 | 0.0 |
| S&P 500 | 7,610 | 0.1 |
| Nikkei 225 | 66,734 | -0.3 |
| Euro Stoxx 50 | 6,108 | 1.2 |

Source: Google Finance

Commodities Futures

| Commodities | Last | 1D Change (%) |
|-------------------------------|---------|---------------|
| Brent Crude (USD/bbl) | 96.8 | 2.4 |
| Natural gas Nymex (USD/MMBtu) | 3.2 | -0.6 |
| Gold Comex (USD/t oz.) | 4,507.3 | -0.2 |
| Copper Comex (USD/lb) | 665.4 | 1.0 |
| Wheat cbot (USD/bu.) | 599.8 | -0.8 |

Source: Bloomberg

Exchange Rates

| Currency pair | Rate | 1D Change (%) |
|---------------|--------|---------------|
| USD/ INR | 95.27 | 0.3 |
| GBP/ INR | 128.46 | 0.4 |
| EUR/ INR | 110.70 | 0.3 |
| EUR/USD | 1.16 | 0.0 |
| DXY Index | 99.22 | 0.0 |

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: T-Bill & VRR Auction, Services PMI May'26; **Services PMI May'26:** US, China, Eurozone, Japan; **GDP Q1CY26:** Australia, S. Africa

Domestic

LPG consumption crashes to multi-year low in May'26 (Source: PPAC): LPG consumption, at 2.1 mn tonnes, dipped to a over 5-year low, and was down 19.2% y/y. There was a marginal decline in ATF consumption as well. These may be attributable to high prices and limited supply which prevailed for these fuels. Petrol consumption saw an increase of 2.8%, while diesel consumption saw a mild 1.0% rise.

Crop production to decline in 2026-27 (Source: The Hindu Businessline): After a record 2025-26 which saw 376.6 mn tonnes on foodgrain production, 2026-27 is expected to see only 373.9 mn tonnes grown. Production decline is expected in rice, maize, and oilseeds, even as pulse production will see a marginal increase.

Migration to new measure of producer prices confirmed (Source: PIB): Base year for the WPI was revised from 2011-12 to 2022-23. The revised WPI and the newly launched PPI will debut in Jun'26. Both WPI and PPI shall be released for a period of 5 years before the WPI is discontinued. In the new WPI series, the coverage of items has increased, with inclusion of new and renewable energy being key.

Central Bank conducts key auctions (Source: RBI):

- 8 States saw their papers for a notified amount of Rs. 241 bn auctioned. All States accepted amounts fully. 10Y yields hovered between 7.70%-7.74%
- A 3-day VRR for a notified amount of Rs. 750 bn saw bids worth Rs. 174 bn. The latter amount was allotted at a cut-off rate of 5.26%

International

Eurozone consumer prices spiked in May'26 (Source: EC): Euro area CPI recorded 3.2% y/y, accelerating from 3.0% printed in Apr'26. Highest increases in dearness were witnessed in energy (10.9%), with contributions from services also being notable. Sequentially, CPI rose 0.1% m/m despite decrease in energy prices.

Tariff war against Brazil rages (Source: Reuters): The US administration has proposed a new 25% punitive tariff on many imports from Brazil. The areas covered include electronic payment services, preferential tariffs, intellectual property right protection, and ethanol market access.

Chinese services economy expansionary in May'26 (Source: S&P Global): China Services PMI clocked 54.4, up from 52.6 in Apr'26. Higher inflows of new export business contributed to the rise in total new work. China Composite PMI printed 54.0, edging up sequentially.

Australian economy disappoints in Q1 (Source: Bloomberg): In real terms, the economy expanded 2.5% y/y, shy of the 2.6% forecast. A sustained rise in commodity prices depressed consumer sentiment.

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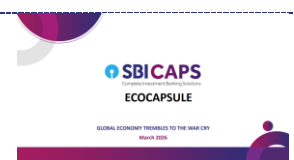
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Details of Research Analysts

| | |
|----------------------|------------------------|
| <u>Name</u> | Venkatesh Balakrishnan |
| <u>Qualification</u> | PGDM |
| <u>Designation</u> | Head- Credit Research |

Details of Research Analyst entity

| | |
|----------------------------|---|
| <u>Name</u> | SBI Capital Markets Limited |
| <u>Registration Number</u> | INH000007429 |
| <u>Address</u> | 15th floor, A & B Wing, Parinee Crescenzo Building, G Block, Bandra Kurla Complex, Bandra East, Mumbai- 400 051 |
| <u>Telephone Number</u> | +91 22 4196 8300 |
| <u>Compliance Officer</u> | Bhaskar Chakraborty |
| <u>Email id</u> | compliance.officer@sbicaps.com |
| <u>Telephone Number</u> | +91 22 4196 8542 |

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