

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.48	3
US 2Y*	4.07	2
Germany 10Y	3.03	6
UK 10Y	4.93	7
Japan 10Y	2.63	6

Source: Bloomberg, \*semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	6.83	1
6.48% GS 2035* (10Y)	7.02	1
6.68% GS 2040*	7.35	1
1-Month T-bill	5.20	3
3-Month T-bill	5.55	4
6-Month T-bill	5.77	7
12-Month T-bill	5.98	0

Source: CCL, Bloomberg, \*semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	104	95	75	62
AA	187	179	160	149
A	373	368	351	343

Source: FIMMDA, as on 02 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	3.63

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	74,346	-0.4
NIFTY	23,406	-0.3
NASDAQ	26,854	-0.9
S&P 500	7,554	-0.7
Nikkei 225	68,402	2.5
Euro Stoxx 50	6,054	-0.9

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	96.8	-0.1
Natural gas Nymex (USD/MMBtu)	3.2	1.9
Gold Comex (USD/t oz.)	4,488.6	-0.4
Copper Comex (USD/lb)	644.3	-3.2
Wheat cbot (USD/bu.)	582.3	-2.9

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	95.71	0.5
GBP/ INR	128.52	0.0
EUR/ INR	111.04	0.3
EUR/USD	1.16	-0.2
DXY Index	99.53	0.3

Source: Bloomberg, Morningstar, Marketwatch

## Key Events

**US:** Initial Jobless Claims; **Eurozone:** Retail Sales Apr'26

## Domestic

**Services activity refugent in May'26 (Source: S&P Global):** Services PMI printed 59.8, up from 58.8 in Apr'26. There was a continued rise in new business, with external demand for Indian services growing at a faster pace. Input cost inflation eased. Composite PMI, consequently rose to 59.3 from 58.2 in Apr'26.

**Foreign investors could face easier norms soon (Source: ET):** The country is poised to announce steps to draw more foreign investments as per media sources. These could include a cut in taxes paid by global funds on sovereign bonds, elimination or reduction of 20% levy on interest on bonds, designation of some long-tenor notes as fully accessible, and permission of PROIs to invest in shares of listed Indian companies through the portfolio investment scheme.

**Key decisions taken by Union Cabinet (Source: PIB):** Steps taken:

- Rs. 100 bn one-time interest-free Budgetary support for OMCs to provide ATF price stabilisation, with recovery once prices moderate
- Upgradation/widening of two stretches with total length of 233.6 km and cost of Rs. 44.2 bn on HAM mode in Madhya Pradesh. Widening of sections of NH63 (Armoor-Mancherial) on HAM mode and NH563 (Jagtial-Karimnagar) on BOT(Toll) mode for 190.8 km at Rs. 76.0 bn, in Telangana. Upgradation of sections of NH31 and NH231, with total length of 143.5 km at Rs. 39.4 bn in Bihar. New coastal highway from Rameshwar to Paradeep – with a total length of 160.2 km – on HAM mode with capital cost of Rs. 83 bn
- Total financial outlay of Rs. 95.6 bn to incentivise owners of trucks and buses registered in Delhi NCR to replace vehicles of BS-IV or older standards with BS-VI or better, or EVs

## International

**Global economic activity resilient in May'26 (Source: S&P Global):**

- Global Composite PMI was unchanged at 51.8 from Apr'26. Global Services PMI nudged higher to 51.3, with rise in output in both the business and financial services sectors
- US Services PMI was at 50.7, down from Apr'26, though remaining expansionary. There was a renewed expansion in new business inflows. Composite PMI recorded 51.5, edging below from last month
- Eurozone Composite PMI crashed to an 18-month low of 48.5 despite services contracting at a softer rate. Job losses picked up

**US jobs market remained robust in May'26 (Source: CNBC):** Private firms added 122k workers during the month, up from 105k in Apr'26 and better than 110k expected. Gains were more broad-based, unlike previous months where jobs were mainly added in healthcare. There was also even distribution amongst region and company sizes.

**War developments fly thick and fast (Source: BBC):** In a 215-208 vote, the US House of Representatives voted to halt the Iran War. At the same time, Israel and Lebanon agreed to implement ceasefire if Hezbollah stops attacks.

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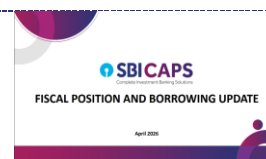
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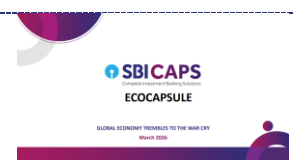
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