

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.46	3
US 2Y*	4.17	12
Germany 10Y	2.93	0
UK 10Y	4.75	-4
Japan 10Y	2.61	2

Source: Bloomberg, \*semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	6.48	1
6.94% GS 2036* (10Y)	6.86	0
6.68% GS 2040*	7.18	0
1-Month T-bill	5.15	2
3-Month T-bill	5.25	2
6-Month T-bill	5.49	2
12-Month T-bill	5.77	-3

Source: CCL, Bloomberg, \*semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	126	102	98	66
AA	203	183	181	152
A	389	374	373	346

Source: FIMMDA, as on 16 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	77,156	0.4
NIFTY	24,086	0.4
NASDAQ	26,022	-1.3
S&P 500	7,420	-1.2
Nikkei 225	69,902	0.7
Euro Stoxx 50	6,300	0.7

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	78.3	-0.8
Natural gas Nymex (USD/MMBtu)	3.2	-2.5
Gold Comex (USD/t oz.)	4,345.3	-0.3
Copper Comex (USD/lb)	647.5	-1.7
Wheat cbot (USD/bu.)	621.5	2.9

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	94.53	0.0
GBP/ INR	126.00	-0.7
EUR/ INR	108.80	-0.9
EUR/USD	1.15	-0.8
DXY Index	100.09	0.6

Source: Bloomberg, Morningstar, Marketwatch

## Key Events

**Policy Rate:** England, Indonesia, Switzerland; **US:** Initial Jobless Claims

## Domestic

**Scheme for improving battery ecosystem likely (Source: ET):** Manufacturing of cathode active materials, anode active materials, electrolyzers, and copper foil separators will be supported under a new scheme with an outlay of Rs. 120 bn via financial support. This is as per media sources.

**FCNR(B) norms eased further (Source: RBI):** For FCNR(B) deposits of tenure of 3-5 years, the interest rate ceiling has been withdrawn from 17 Jun'26 till 30 Sep'26. This includes deposits renewed upon maturity. Earlier ceiling was Overnight Alternate Reference Rate for the respective currency/Swap plus 350 bps.

**Central Bank conducts key auctions (Source: RBI):**

- Two 2-day VRRs were conducted. The first 2-day VRR saw bids of Rs. 684 bn vs. a notified amount of Rs. 500 bn. Rs. 500.2 bn was allotted at a cut-off rate of 5.26%. The second VRR for a notified amount of Rs. 500 bn, saw bids and allotment worth Rs. 222.8 bn at a similar cut-off
- 91-day T-bills worth Rs. 120 bn were auctioned, with Rs. 154 bn being accepted, at a cut-off yield of 5.2603%. 182-day T-bills worth Rs. 68 bn were accepted (notified: Rs. 60 bn), at 5.5005%. 364-day T-bills worth Rs. 71.5 bn were accepted (notified: Rs. 60 bn), at 5.7887%.

## International

**US keeps rate at status quo (Source: US Federal Reserve, CNBC):**

- By a 12-0 vote, the target range for the federal funds rate was maintained at 3.50%-3.75%
- While 8 policymakers see no rate changes this year, 3 expect 1 hike, 5 expect 2 hikes. 1 outlier on either side expected 3 hikes and 1 cut respectively. This is as per the dot plot
- The members slimmed their growth projection, with CY26 real GDP expansion now at 2.2% y/y (Mar'26: 2.4%), with unemployment rate expected to be marginally lower than earlier projected
- There is a sharp increase in PCE inflation projection to 3.6% y/y in CY26 (Mar'26: 2.7%), with core PCE also set to record a searing jump. Inflation is set to be higher in CY27 as well, before settling in CY28

**Islamabad MoU between US and Iran signed (Source: Reuters):** Key points of the 14-point agreement are:

- Immediate ceasefire mutual respect for territorial integrity. This includes all fronts including Lebanon
- Gradual withdrawal of blockades over 30-60 days: i.e., naval blockade of US and Iran making efforts for safe passage via Hormuz
- USD 300 bn reconstruction fund for Iran by US and allies with mechanism for implementation to be ready within 60 days. Further, frozen funds are fully now available to Iran
- Termination of all sanctions against Iran by US and international bodies. Waiver by US to export fossil fuels and associated services
- Iran shall not procure or develop nuclear weapons
- Final deal in 60 days, endorsed by binding UNSC resolution

**Continued...**

18 June 2026

# The Daily Digest

**US retail sales jump, beat expectations (Source: US Census Bureau, Bloomberg):** US retail and food services sales clocked a gain of 6.9% y/y, well above forecast of 4.0%. Non-store retailers saw their revenues up 12.2%, with a small increase seen in food services and drinks places. Total sales were at USD 763.7 bn, up 0.9% m/m sequentially.

**Oil demand set to crash further (Source: IEA):** Global oil demand is forecast to decline by 1.1 mbpd y/y in CY26, which is a 700 kbpd downgrade from last month. Supply is set to fall 3.9 mbpd y/y to 102.4 mbpd in CY26. May'26 production was only 94.5 mbpd, meaning global inventories fell at the pace of 4.6 mbpd vs. 2.5 mbpd in Apr'26.

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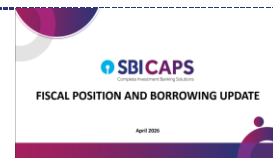
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