

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.48	3
US 2Y*	4.21	3
Germany 10Y	2.98	5
UK 10Y	4.84	9
Japan 10Y	2.64	3

Source: Bloomberg, *semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	6.50	1
6.94% GS 2036* (10Y)	6.85	1
6.68% GS 2040*	7.16	3
1-Month T-bill	5.15	1
3-Month T-bill	5.24	2
6-Month T-bill	5.48	3
12-Month T-bill	5.76	3

Source: CCIL, Bloomberg, *semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	125	79	112	79
AA	202	160	195	165
A	388	351	387	359

Source: FIMMDA, as on 18 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	76,803	-0.8
NIFTY	24,013	-0.6
NASDAQ	26,518	0.0
S&P 500	7,501	0.0
Nikkei 225	71,250	0.3
Euro Stoxx 50	6,293	-0.5

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	79.5	0.0
Natural gas Nymex (USD/MMBtu)	3.3	2.5
Gold Comex (USD/t oz.)	4,222.9	0.7
Copper Comex (USD/lb)	641.5	0.4
Wheat cbot (USD/bu.)	615.0	0.1

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	94.33	0.0
GBP/ INR	124.62	0.2
EUR/ INR	104.79	-2.9
EUR/USD	1.15	0.1
DXY Index	100.85	0.0

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: Eight Core Index May'26, VRR Auction; **China:** Policy Rate

Domestic

MPC Minutes for Jun'26 policy meeting published (Source: RBI):

- Governor Mr. Malhotra declared that he would prefer to adopt a “wait and watch” approach. Such a view was agreed to by most members most of whom cites ongoing global uncertainty as key
- Prof Ram Singh said his long-term policy preference remains growth supportive, and contingent on successful resolution of inflation risks – stable food inflation, crude below USD 80/bbl, and the US Fed avoiding hawkish decisions, the MPC would have room to fulfil the preference
- Mr. S. Bhattacharya said chances of a policy mistake remain heightened. However, he noted that he does not see any material chance of the economy overheating

Key decisions taken in SEBI Board Meeting (Source: SEBI):

- Reintroduction of open market buybacks through stock exchanges, with effect from 1 Aug'26. The process must be completed within 66 days of opening, and atleast 40% of funds earmarked must be used within the first half of the buyback period
- Permitting single asset securitisation transactions by RBI-regulated entities. Other steps to align with the RBI, enhance disclosures, and provide clarity on transactions within the same group are also given
- Enabling municipalities to make refinance as an objective for fund raising. Raising of funds by multiple municipalities through pooled finance vehicle is allowed. Municipalities may now offer incentives to specific categories of retail investors. Face value has been reduced
- Certain norms with respect to intra-day borrowings by mutual funds, in addition to currently permitted 20% of net scheme assets

Revised Budget for Kerala presented (Source: Govt. of Kerala):

- Revenue receipts are now estimated to grow by 23.8% y/y in FY27RE vs. FY26RE (earlier 33.5%) to Rs. 1.70 trn. A tax slab for low-alcohol beverages is introduced, while road tax for EVs is slashed
- Total Expenditure is expected to be lower than estimated earlier. This is due to slower revex (FY27RE: Rs. 2.18 trn) pickup of 17.8%, while capex (FY27RE: Rs. 225.7 bn) is set to see faster growth of 22.1% than earlier estimated. Rs. 59.5 bn has been allocated to road renovation. Special package for specific districts announced
- Fiscal deficit is expected to close at Rs. 564 bn in FY27RE, which is 3.46% of GSDP (FY26RE: 3.78%, FY27BE: 3.40%)
- GSDP is expected to grow at 14.2% y/y in FY27 in nominal terms

Monsoon remains in deficit, delaying sowing of crops (Source: IMD, FE):

Till 21 Jun'26, cumulative deficiency of rainfall stood at 42.2% below normal. Deficiency was particularly acute in Central India, followed by East and NE India, even as all regions showed below normal rainfall. Water reservoir level was at 28% of total at national level, lower than last year but above normal levels. However, the sufficiency remains highly skewed regionally. News reports suggest farmers are considering a shift to short duration crops if monsoon rains don't start in the next 2 weeks.

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International

US and Iran conclude first round of talks (Source: Reuters): A joint statement from mediators – Qatar and Pakistan – said that the adversaries had agreed to roadmap for a deal within 60 days. A mechanism to end fighting in Lebanon, besides communications line for safe passage of commercial ships was finalised. Waivers for oil and petrochemicals exports, release of some frozen assets, and launch of a reconstruction plan too were decided, an Iranian Minister said.

China policy rate unchanged again (Source: Reuters): The one-year loan prime rate (LPR) was kept at 3.00%, while the five-year LPR was unchanged at 3.50%. This was perfectly in line with expectations.

Russia cuts policy rate again (Source: The Moscow Times): Russia's Central Bank lowered the key interest rate from 14.50% to 14.25% - the ninth consecutive cut. This cut was smaller than a 50bps one expected and indicates a cautious approach.

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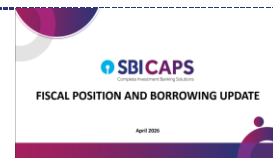
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