17 July 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.55	-1
US 2Y*	4.13	-2
Germany 10Y	3.13	1
UK 10Y	4.96	2
Japan 10Y	2.71	3

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	6.43	-3
6.94% GS 2036* (10Y)	6.75	-3
6.68% GS 2040*	6.97	-2
1-Month T-bill	5.22	-1
3-Month T-bill	5.31	-1
6-Month T-bill	5.52	-3
12-Month T-bill	5.63	-6

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

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	103	73	56	53
AA	186	155	139	138
A	367	341	325	324

Source: FIMMDA, as on 15 July, 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	8.50
SOFR	3.64

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	77,187	0.0
NIFTY	24,073	0.0
NASDAQ	25,882	-1.5
S&P 500	7,534	-0.5
Nikkei 225	66,836	-2.8
Euro Stoxx 50	6,284	0.3

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	84.9	-0.5
Natural gas Nymex (USD/MMBtu)	2.9	-1.0
Gold Comex (USD/t oz.)	3,982.5	-1.5
Copper Comex (USD/lb)	622.9	-2.0
Wheat cbot (USD/bu.)	669.5	-0.9

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	96.35	0.1
GBP/ INR	129.78	-0.4
EUR/ INR	110.12	-0.1
EUR/USD	1.14	-0.2
DXY Index	100.76	0.3

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: VRR Auction; **US:** Housing Starts, Building Permits, Industrial Production Jun'26

Domestic

Import substitution to be promoted for selected goods (Source: The Hindu Businessline): As per government sources, of the total USD 775 bn imported in FY26, USD 398 bn have the potential to be replaced by local manufacturing. Of this, ~USD 51 bn are viewed as critical inputs of manufacturing in a range of industries from textiles to solar panels. 100 items from this set will be taken up for immediate action.

Project activity crashes in Q1FY27 (Source: FE): Only 663 new projects were announced in Q1FY27 vs. 1,275 projects in Q1FY26 and 1,172 in Q4FY26. This reflects a two-decade low in number of new projects announced. Both government and private sector projects saw weakness, declining by 48% y/y and 45%, respectively. However, in value terms, new projects worth Rs. 14.6 trn were announced, up 28% y/y. 80% of the projects by value were in nuclear power and data centres. Share of private sector in new projects by value touched 90%.

Highway activity tanks in early FY27 (Source: FE): The pace of highway construction fell 44.9% y/y in 2MFY27 to 740 km, while the pace of awards also went down, by 19.1% to 369 km. The moderation is attributable to lower award activity and change in approach by the government towards the same.

RBI issues Prudential Norms on Specified Non-Financial Asset acquired by Regulated Entities (Source: RBI): Regulatory requirement of undertaking distress sale valuation once every 2 years removed – a change from the draft. The stipulation on related parties not buying the asset remains.

International

US retail sales lose steam in Jun'26 (Source: WSJ): Retailers' sales grew by 0.2% m/m to USD 768.6 bn, versus the 1.0% growth recorded in May'26. The sluggishness was in line with forecasts. Core retail sales declined 0.2% sequentially against no change expected. Consumers spent less on gasoline (down 5.3%) due to lower prices at the pump.

US revives tariff War with American counterpart (Source: Reuters): The US slapped Brazil with 25% duties on most imports, with effect from 22 Jul'26. Exemptions to the tariff include beef, coffee, rare earths, energy products, aircraft and aircraft pats. The new programme is based on investigations into unfair trade practices under Section 301 of US Trade Act and could eventually ensnare others.

US Fed speaker puts his weight behind current policy (Source: Reuters): Mr. Jefferson said that the current policy stance should support the job markets while allowing inflation to resume its decline towards 2%. He said in a scenario where inflation does not start cooling, it could be appropriate to reconsider the stance.

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