21 July 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.60	5
US 2Y*	4.21	3
Germany 10Y	3.15	3
UK 10Y	5.03	8
Japan 10Y	2.72	4

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	6.46	0
6.94% GS 2036* (10Y)	6.78	0
6.68% GS 2040*	7.00	1
1-Month T-bill	5.15	-4
3-Month T-bill	5.27	-2
6-Month T-bill	5.53	3
12-Month T-bill	5.62	1

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

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	124	97	74	80
AA	205	179	157	165
A	386	365	343	351

Source: FIMMDA, as on 17 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	3.59

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	77,709	-0.6
NIFTY	24,239	-0.4
NASDAQ	25,508	0.0
S&P 500	7,443	-0.2
Nikkei 225	64,141	0.0
Euro Stoxx 50	6,227	-0.1

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	88.7	-1.9
Natural gas Nymex (USD/MMBtu)	2.9	-1.4
Gold Comex (USD/t oz.)	4,026.0	0.4
Copper Comex (USD/lb)	636.6	1.2
Wheat cbot (USD/bu.)	676.0	-1.2

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	96.45	0.2
GBP/ INR	129.69	-0.1
EUR/ INR	110.02	3.1
EUR/USD	1.14	-0.2
DXY Index	100.95	0.2

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: SGS & VRR Auctions; **Policy Rate:** Nigeria, Hungary

Domestic

Index of Core Industries (ICI) on 2022-23 base released for the first time (Source: PIB): The number of industries is enhanced from 8 to 9 with the inclusion of iron ore. Further methodological changes are there for the steel and coal series, with linking factor now provided. Based on this the index for FY26 stood at 115.2 (up 3.0% y/y). For Jun'26, the ICI rose by 5.0% y/y (May'26: 3.2%). Rapid growth in production of iron ore, electricity, cement, and steel ensued in the month, which was offset by lower output of fossil fuels (barring coal) and fertilisers. For Q1FY26, production expanded by 3.6% y/y.

RBI's measures manage to raise overseas funds (Source: RBI): The Central Bank disclosed that till 17 Jul'26, authorised dealer banks had mobilised USD 17.4 bn in FCNR(B) deposits. Further, they have raised USD 2.0 bn of OFCB and USD 1.3 bn of ECB. The RBI declared that the swap facility has elicited avid interest since 8 Jun'26.

Finance Ministry comments on capital gains levy (Source: BS): In reply to a question raised in Parliament, the FinMin clarified that there is no proposal under consideration to scrap the long-term capital gains tax on equity investments.

Subpar sowing as monsoon is scanty (Source: UPAG, IMD, CWC):

- Sown area, at 70.0 mn ha, was down 6.0% y/y. While rice crop area was only 0.8% below, there was a large shortfall in pulses and oilseeds
- Cumulative rainfall was at a 23.1% deficit with all regions in deficit. The largest shortfalls are in East & NE and South Peninsular regions
- Live storage at key reservoirs at 34.5% is below long-term average, as well as last year's water level at the same time

Central Bank concludes key auctions (Source: RBI):

- A 7-day VRR auction for a notified amount of Rs. 1.25 trn, which saw bids and allotment worth Rs. 750.5 bn, at a cut-off rate of 5.26%
- Conversion/switch auction of 8 G-secs was conducted for a cumulative notified amount of Rs. 300 bn. A total of Rs. 146.2 bn in destination securities was accepted

International

US slaps Canada with fresh tariffs (Source: WSJ): A new 50% tariff on many Canadian goods, including wine, hockey sticks, and cement has been imposed by the US. The tariff does not apply to energy, potash, and goods already covered by sector specific tariffs. However, it will hit products covered by USCMA. This is in response to "discriminatory treatment' by Canada against American alcohol, automobile, and dairy products. An untested legal provision – Section 338 of the Tariff Act was used to impose these levies.

Global inflation calms down in Jun'26 (Source: Bloomberg): German PPI recorded a 0.3% m/m decline, steeper than forecast. Across the pond, Canada too recorded a 0.4% decline in its consumer prices.

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