23 July 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.66	3
US 2Y*	4.30	5
Germany 10Y	3.17	1
UK 10Y	5.03	0
Japan 10Y	2.74	1

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.36% GS 2031*	6.47	0
6.94% GS 2036* (10Y)	6.80	1
6.68% GS 2040*	7.01	0
1-Month T-bill	5.21	2
3-Month T-bill	5.34	7
6-Month T-bill	5.59	6
12-Month T-bill	5.75	13

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	121	100	55	82
AA	202	182	138	167
A	383	368	324	353

Source: FIMMDA, as on 21 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	3.61

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	76,755	-0.9
NIFTY	23,996	-0.8
NASDAQ	25,691	-0.6
S&P 500	7,499	-0.1
Nikkei 225	66,116	-0.2
Euro Stoxx 50	6,317	0.5

Source: Google Finance

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	95.9	3.8
Natural gas Nymex (USD/MMBtu)	3.0	1.7
Gold Comex (USD/t oz.)	4,119.5	-0.2
Copper Comex (USD/lb)	651.1	-0.2
Wheat cbot (USD/bu.)	705.8	3.4

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	96.57	0.3
GBP/ INR	129.13	0.1
EUR/ INR	110.20	0.4
EUR/USD	1.14	0.1
DXY Index	101.13	0.0

Source: Bloomberg, Morningstar, Marketwatch

Key Events

Policy Rate: Eurozone, S. Africa, Turkey; **US:** Jobless Claims; **S. Korea:** GDP Q2CY26

Domestic

Continued global tensions outlined in Jul'26 Monthly Bulletin (Source: RBI): Highlights:

- Heightened uncertainties due to fragile geopolitics and supply chain pressures dominate externally, even as domestic conditions are healthy. Core inflation is low and external outlook is improving
- Flow of financial resources to commercial sector was at Rs. 7.73 trn in Q1FY27, more than double of Rs. 3.12 trn in Q1FY26. The gain was due to huge uptick in non-food bank credit and FDI
- Outstanding credit to commercial sector grew by 16.9% y/y as of Jun'26, driven by non-food bank credit and foreign sources. NBFC credit growth was more muted at 13.3%
- Net sale of USD 6.1 bn in foreign currency happened in May'26. Outstanding net forward sales are at USD 106.7 bn

Drastic reforms in aviation sector planned (Source: The Hindu Businessline): As per media reports, the Union is preparing structural reforms to boost competition in an increasingly concentrated sector. The existing 0/20 rule, licensing norms, pilot availability, and ownership structures, are all being reviewed. The changed norms are could allow players involved in airports to develop airlines and ease norms for commencing international operations.

Central Bank concludes key auctions (Source: RBI):

- 91-day T-bills for a notified amount of Rs. 90 bn saw allotment of Rs. 152.8 bn at a cut-off yield of 5.3542%. 182-day T-bills for a notified amount of Rs. 80 bn saw allotment of Rs. 88 bn at a cut-off yield of 5.6098%. 364-day T-bills for a notified amount of Rs. 70 bn were fully allotted at a cut-off yield of 5.7650%
- 2-day VRR auction for a notified amount of Rs. 750 bn saw bids worth Rs. 72 bn which were fully allotted at a cut-off rate of 5.26%

International

S. Korea GDP refulgent in Q2CY26 (Source: Yonhap): The economy expanded 0.6% q/q, well above 0.4% expected by forecasters. The yearly rate for Q2 was 3.7%, again beating estimates, taking real growth in H1CY26 to 3.8% y/y, cruising towards 3% annual target. Growth was dominated by soaring exports.

Indonesia stays put on rates (Source: Reuters): Bank Indonesia kept its 7-day reverse repo rate at 5.75%. This was in defiance of consensus that there would be a 25bps hike. The Central Bank is also introducing measures to improve FPI inflows and promote currency stability. Since May'26, rate has been hiked by 100bps to defend the IDR.

Inflation rages across the world (Source: CNBC, Stats SA):

- UK CPI recorded 2.6% y/y in Jun'26, below estimates but above target. Energy prices remain high though relatively easy on month
- S. Africa saw CPI rise to a 2-year high of 5.0% in Jun'26 (May'26: 4.5%) due to a surge in transportation costs derived from fuel prices

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