05 August 2026

The Daily Digest

SBICAPS Complete Investment Banking Solutions

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	4.61	-8
US 2Y*	4.20	-5
Germany 10Y	3.10	-5
UK 10Y	4.90	-5
Japan 10Y	2.81	3

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.36% GS 2031*	6.41	-2
6.94% GS 2036* (10Y)	6.82	-2
6.68% GS 2040*	7.00	-2
1-Month T-bill	5.10	-2
3-Month T-bill	5.36	6
6-Month T-bill	5.56	-1
12-Month T-bill	5.68	-2

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	106	102	57	68
AA	187	189	143	153
A	370	370	325	335

Source: FIMMDA, as on 03 August, 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	8.60
SOFR	3.65

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	78,429	-0.3
NIFTY	24,615	-0.6
NASDAQ	26,585	2.6
S&P 500	7,737	1.8
Nikkei 225	63,958	0.3
Euro Stoxx 50	6,487	0.9

Source: Google Finance

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	79.5	-5.9
Natural gas Nymex (USD/MMBtu)	2.7	-2.5
Gold Comex (USD/t oz.)	4,155.0	1.0
Copper Comex (USD/lb)	661.8	0.8
Wheat cbot (USD/bu.)	635.8	-2.2

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	95.38	0.0
GBP/ INR	127.65	-0.3
EUR/ INR	109.89	0.2
EUR/USD	1.15	0.1
DXY Index	99.86	0.0

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: Policy Rate, T-Bill Auction; **Composite PMI Jul'26:** India, China, US, Eurozone, Japan; **US:** ADP Private Payroll Jul'26

Domestic

Rules for offshore funds likely to be relaxed (Source: Reuters): Offshore funds may get more time to disclose their investors following initial investments. Such rules are presently applicable to high-risk funds, i.e., funds that hold more than 50% of their Indian assets in a single group of companies. Three proposals are being examined: exempting funds that have only recently begun investing from disclosures for 6-12 months; raising the threshold at which investor details must be reported; and expanding the list of countries and regulators eligible for exemptions. This is as per media sources.

Fuel consumption up in Jul'26 (Source: PPAC): Petrol consumption was up 8.7% y/y to 3.8 mn tonnes, with diesel consumption rising by even more impressive 9.4% to 8.0 mn tonnes. LPG usage showed weakness for another month, dipping by 17.4%, reflecting continued impact of the War. Finally, ATF consumption was down 1.4%.

Securities regulator proposes allowing depository receipts for new vehicles (Source: SEBI): A Consultation Paper proposed allowing issuance of DRs against units of REIT and publicly listed InvIT. This is to create an enabling provision in line with their status as permissible securities in the Depository Receipts Scheme 2014.

Central Bank concludes SGS auctions (Source: RBI): Papers belonging to 17 States were auctioned, with a cumulative notified amount of Rs. 268.5 bn. Total allotment was Rs. 240.9 bn, with lesser than notified amounts accepted by Assam, Gujarat, and Uttarakhand. 10Y yields hovered between 7.49%-7.58%.

International

US overall trade balance a tad worse than expected in Jun'26 (Source: US BEA, Bloomberg): Even as imports reduced 1.8% m/m, exports slimmed by 0.9% during the month. There was a significant dip in the import of computers and consumer goods, while exports of crude oil and non-monetary gold saw a decline. This meant that the US overall trade deficit was wider than expected at USD 73.3 bn. Highest deficits were with Vietnam (USD 21.6 bn) and China (USD 15.3 bn), while with India, the US had a USD 4.5 bn deficit.

Senior US officials hint at a deal with Iran (Source: CNBC): Mr. Bessent said a deal with Iran was close and the US military claimed that the southern route of the Strait of Hormuz remains free and open. Media sources say that Oman is being pressurised by US and Europe to reach a temporary deal with Iran to open Hormuz.

Price floor on key solar components by the US may be in store (Source: Reuters): As per media sources, the US is preparing to set a price floor and impose tariffs on polysilicon and related products through a hybrid system. The plan will allow importers investing in US wafer and cell production to offset the costs of trade protections.

Continued…

The Daily Digest

Services enthusiasm falters in East Asia (Source: S&P Global):

- RatingDog China General Services PMI clocked 50.4 in Jul'26, down sharply from 54.1 in Jun'26. The easing pace was weakness in new business and domestic demand. Composite PMI fell to 50.8 from 53.6
- Japan Services PMI dipped to 51.2 in Jul'26 from 52.2 in the previous month amidst relatively muted demand conditions. This dragged the Composite PMI slightly down to 52.7

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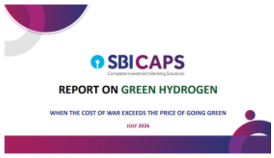

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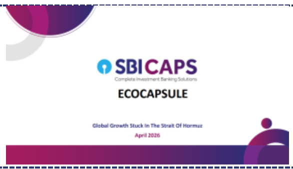

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Name	Venkatesh Balakrishnan
Qualification	PGDM
Designation	Head- Credit Research

Details of Research Analyst entity Name	SBI Capital Markets Limited
Registration Number	INH000007429
Address	15th floor, A & B Wing, Parinee Crescenzo Building, G Block, Bandra Kurla Complex, Bandra East, Mumbai- 400 051
Telephone Number	+91 22 4196 8300
Compliance Officer	Bhaskar Chakraborty
Email id	compliance.officer@sbicaps.com
Telephone Number	+91 22 4196 8542

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