08 September 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.77	-1
US 2Y*	4.36	-1
Germany 10Y	3.38	4
UK 10Y	5.17	4
Japan 10Y	2.87	-3

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	6.49	-2
6.94% GS 2036* (10Y)	6.95	-1
7.06% GS 2041*	7.11	0
1-Month T-bill	4.96	12
3-Month T-bill	5.27	10
6-Month T-bill	5.56	-1
12-Month T-bill	5.87	5

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

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	135	121	88	77
AA	213	206	174	164
A	397	386	355	347

Source: FIMMDA, as on 04 September, 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	8.70
SOFR	3.66

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	76,133	-0.5
NIFTY	23,779	-0.5
NASDAQ	26,507	0.0
S&P 500	7,719	0.0
Nikkei 225	66,400	2.1
Euro Stoxx 50	6,404	0.2

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	97.0	0.2
Natural gas Nymex (USD/MMBtu)	3.0	0.7
Gold Comex (USD/t oz.)	4,475.1	0.5
Copper Comex (USD/lb)	678.4	2.0
Wheat cbot (USD/bu.)	756.5	3.1

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	94.49	0.0
GBP/ INR	127.92	0.2
EUR/ INR	109.83	3.2
EUR/USD	1.16	0.2
DXY Index	99.18	0.0

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: SGS & VRRR Auction; **GDP Q2CY26:** Japan, S. Korea; **Trade Balance Aug'26:** China, Germany

Domestic

Auto retails blaze ahead in Aug'26 (Source: FADA): Total retails chimed in at 2.4 mn, up 17.5% y/y. The gains were led by a 19.7% spike in 2W sales to 1.7 mn. PV sales ballooned by 16.1% to 402k. CV & CE sales also showed fair traction. Notably, tractor sales were depressed, remaining flattish on year. Total sales stronger in rural vs. urban areas. Dealer outlook is optimistic for the near term.

NBFC credit growth remains strong in Jul'26 (Source: RBI): NBFCs registered a credit growth of 14.9% y/y vs. 10.6% a year ago. Retail loan segment was strong, expanding by 21.4%, led by housing and gold loan sub-segments. This was followed by a robust 18.0% rise in agriculture loans. Services sector debt also saw fair growth of 15.2% led by commercial real estate. Industry credit growth was middling, bloating by 7.4% due to morosity in infrastructure segment.

Regulatory path for FPIs eased (Source: SEBI): As per a Circular, FPIs investing only in G-secs shall not be required to furnish investor group details. Earlier, only such FPIs investing through the FAR route were exemption from this disclosure.

Central Bank conducts auctions to control liquidity (Source: RBI, BS):

- 30-day VRRR for a notified amount of Rs. 7 trn saw bids and acceptance of Rs. 2.6 trn at a cut-off rate of 5.24%. Media sources indicated a technical glitch which muted the bids
- Overnight VRRR for a notified amount of Rs. 5 trn saw bids and acceptance of Rs. 3.5 trn at a cut-off rate of 5.24%

International

Europe grows better than expected in Q2CY26 (Source: Eurostat): The Eurozone expanded by 0.6% q/q, overcoming a contraction in Q1, and growing better than expected. The rise was led by household final consumption expenditure and net exports, while other components remained middling. Germany and France underperformed the area. Annually, real GDP expanded by 1.2% y/y.

Japan grew better than earlier estimated in Q2CY26 (Source: Nikkei): Real GDP expanded by 0.4% q/q, above the 0.3% pace forecast, albeit slowing down from 0.5% rise recorded in Q1. The revision was on account of a smaller fall in capex vs. previously feared even as private consumption remained flattish. Net exports continued to drive GDP. On an annual basis, real output swelled 1.4% y/y.

Chinese trade surplus improves on weak imports (Source: Bloomberg): Exports were up 25.0% y/y in Aug'26, in line with forecast. On the other hand, imports grew by a slower than expected 28.2%. This meant that trade surplus crept upto CNY 809.3 bn (or USD 119.1 bn), a shade better than projected and up from Jul'26.

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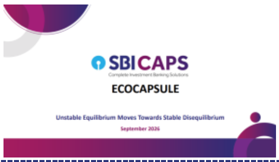

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