15 September 2026

The Daily Digest

SBICAPS
Complete Investment Banking Solutions

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	5.00	4
US 2Y*	4.66	3
Germany 10Y	3.51	0
UK 10Y	5.37	1
Japan 10Y	2.98	1

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.36% GS 2031*	6.62	10
6.94% GS 2036* (10Y)	7.02	5
7.06% GS 2041*	7.14	3
1-Month T-bill	4.85	8
3-Month T-bill	5.18	1
6-Month T-bill	5.59	1
12-Month T-bill	5.89	0

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	134	117	76	73
AA	212	202	162	160
A	396	382	343	343

Source: FIMMDA, as on 10 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	3.62

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	74,782	-0.2
NIFTY	23,398	-0.3
NASDAQ	26,186	-0.6
S&P 500	7,620	-0.5
Nikkei 225	63,493	-0.8
Euro Stoxx 50	6,260	-1.0

Source: Google Finance

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	106.9	-0.5
Natural gas Nymex (USD/MMBtu)	2.9	-0.7
Gold Comex (USD/t oz.)	4,340.2	0.2
Copper Comex (USD/lb)	638.0	-0.9
Wheat cbot (USD/bu.)	717.8	-1.7

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	95.56	0.0
GBP/ INR	129.23	0.1
EUR/ INR	110.21	0.0
EUR/USD	1.15	0.0
DXY Index	99.39	0.3

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: Trade Balance Aug'26, SGS & VRRR Auctions; **China:** Industrial Production, Fixed Asset Investment, Retail Sales Aug'26

Domestic

Prices scorch ahead in Aug'26 at multiple levels (Source: PIB):

- CPI clocked 4.82% y/y, slightly above estimate and above last month's figure. Rural inflation vastly outpaced urban pricerise as food prices were supercharged, with CFPI at 5.95%. Prices were effervescent for personal care products and restaurants & accommodation services
- WPI printed a 9.92% y/y increase, accelerating from 9.78% in Jul'26, and above estimates. Price advance was led by fuel and power, which blazed ahead by 22.9%. Manufactured products got dearer due to chemicals, textiles, and electrical equipment. With this, WPI in 5MFY27 is up 9.57% y/y

Sharp increase in solar component duties incoming (Source: Reuters): The US Commerce Department imposed 123.04% anti-dumping duty on solar cell and panel producers. Further, countervailing duty of 126.09% is now in place. Duties have also been imposed on Lao and Indonesian producers, with variations in rates.

RBI Governor expounds on regulatory issues (Source: CNBC TV-18): Mr. Malhotra clarified that there was never any regulatory intent to allow NBFCs to give revolving lines of credit, and a draft proposal to restrict them from doing so is a mere reiteration of the same. He added that such loans can jeopardise financial stability given NBFCs don't have recourse to liquidity like banks do. He also commented that record FCNR(B) deposits would improve revenues of banks. Finally he commented that the RBI had OMO and swaps as options to withdraw liquidity if needed, with no options off the table.

Central Bank conducts key auctions, proposes more (Source: RBI):

- Rs. 110 bn of 6.20% GS 2029 was notified, against which Rs. 45.1 bn was accepted at a cut-off rate of 6.4031%. Rs. 110 bn of 6.57% GS 2033 and Rs. 100 New GS 2036 were fully allotted at cut-offs of 6.8703% and 7.6300% respectively
- 26-day VRRR auction for a notified amount of Rs. 5 trn saw a response of Rs. 604.5 bn, which was allotted at 5.24%. A 4-day VRRR auction for a notified amount of Rs. 5 trn saw allotment of Rs. 3.4 trn at the same cut-off
- Rs. 1 trn of OMO sale auction has been announced. This will be held as Rs. 500 bn, Rs. 250 bn, and Rs. 250 bn on 17, 21, and 28 Sep'26 respectively

International

American consumer prices remain exacerbated as expected in Aug'26 (Source: US BLS, CNBC): CPI rose 3.4% y/y, in line with estimates. The growth was led by a scorching 28.0% price rise in energy commodities. Food prices too remained 2%. Core inflation clocked 2.4%, above estimates with shelter inflation expanding. Sequentially, CPI expanded 0.4% m/m and Core CPI bloated 0.3%.

Continued…

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Chinese economic conditions remain depressed in Aug'26 (Source: Reuters):

- Growth in outstanding CNY loans, at 5.0% in Aug'26, a wee bit below expectations. Only CNY 60 bn in new loans were sanctioned as against CNY 480 bn estimated. Total social financing came in any CNY 1.66 trn, was below the forecast of CNY 2.04 trn
- Fixed asset investment declined more sharply than forecast, dipping by 7.2% y/y in 8MCY26
- Industrial production was a bright spot in Aug'26, surging ahead by 5.2% y/y as against 4.8% pencilled in
- Retail sales chugged ahead at a slower gait than anticipated in Aug'26, decelerating from Jul'26 as well

Oil demand set to fall in CY26, even as multiple moves are set to hit supply (Source: IEA, Reuters):

- World oil demand is now forecast to decline by 2.5 mbpd y/y as per IEA, 940 kbpd steeper than forecast last month. Oil production is expected to fall by a steeper 5.7 mbpd y/y to 100.7 mbpd. Observed inventories plunged further during Aug'26
- Drone attacks on Saudi Arabia's huge east-west pipeline threaten to cut 4% of the global oil supply. Stocks will only last 5-7 days for exports while repairs could take 5-6 weeks
- POTUS suggested that the US could stay in Iran and keep the oil like it has in Venezuela. At the same time, he maintained that the War could end just after the midterm elections post which oil prices would drop like a rock

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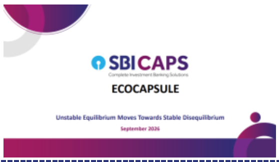

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Name	Venkatesh Balakrishnan
Qualification	PGDM
Designation	Head- Credit Research

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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