17 September 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	**Yield (in %)**	**1D Change (bps)**
US 10Y*	5.00	2
US 2Y*	4.72	7
Germany 10Y	3.50	-3
UK 10Y	5.30	-9
Japan 10Y	2.96	-4

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	**Yield (in %)**	**1D Change (bps)**
6.36% GS 2031*	6.77	-3
6.94% GS 2036* (10Y)	7.05	-2
7.06% GS 2041*	7.20	0
1-Month T-bill	5.00	13
3-Month T-bill	5.28	3
6-Month T-bill	5.73	10
12-Month T-bill	6.02	11

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

Spreads in bps for Corporates				
Annualized Spreads	**3-year**	**5-year**	**7-year**	**10-year**
AAA	100	78	61	48
AA	178	153	140	133
A	365	338	326	320

Source: FIMMDA, as on 15 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	3.64

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	**Last**	**1D Change (%)**
BSE SENSEX	74,336	0.4
NIFTY	23,218	0.4
NASDAQ	25,978	0.0
S&P 500	7,552	-0.4
Nikkei 225	63,923	0.7
Euro Stoxx 50	6,267	0.5

Source: Google Finance

Commodities Futures		
Commodities	**Last**	**1D Change (%)**
Brent Crude (USD/bbl)	105.8	-2.3
Natural gas Nymex (USD/MMBtu)	2.9	-1.4
Gold Comex (USD/t oz.)	4,317.4	-0.2
Copper Comex (USD/lb)	650.7	0.9
Wheat cbot (USD/bu.)	729.3	0.0

Source: Bloomberg

Exchange Rates		
Currency pair	**Rate**	**1D Change (%)**
USD/ INR	95.96	0.0
GBP/ INR	128.45	-0.6
EUR/ INR	109.89	-0.7
EUR/USD	1.15	-0.7
DXY Index	100.25	0.6

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: OMO & VRRR Auction; **UK:** Policy Rate; **US:** Building Permits, Pending Home Sales Aug'26, Initial Jobless Claims

Domestic

Ambit of EPFO coverage widened (Source: PIB): 5.1 mn additional employees are expected to be covered as the wage ceiling for mandatory EPFO has been increased to Rs. 25k from Rs. 15k. The annual outgo due to EPFO is now expected to be Rs. 113 bn vs. Rs. 103 bn earlier. This follows an approval by the Union Cabinet.

Export duty on fuels changed (Source: ET, India Today): Duty rate on petrol will be Rs. 0.5/L (earlier Rs. 1.5/L), while on diesel it is Rs. 20/L (earlier Rs. 25/L). ATF will attract a duty on Rs. 15/L. All these duties consist entirely of SAED with no RIC component. The revised rates are applicable from 16 Sep'26 for a fortnight.

Central Bank concludes key auctions (Source: RBI):

- 91-day T-bills worth Rs. 236.4 bn were auctioned (notified: Rs. 90 bn), at a cut-off rate of 5.2801%. 182-day T-bills worth Rs. 80 bn and 364-day T-bills worth Rs. 70 bn were auctioned at 5.7500% and 6.0386% respectively, in line with notified amounts
- An overnight VRRR auction for a notified amount of Rs. 2.5 trn saw bids worth Rs. 3.2 trn. Acceptance was in slight excess of notified, at a cut-off rate of 5.24%.
- A second overnight VRRR for a notified amount of Rs. 1 trn saw bids and acceptance worth Rs. 403 bn at a cut-off of 5.24%

International

US policy rate changes for the first time in 3 years (Source: US Federal Reserve, CNBC):

- The FOMC unanimously decided on a hike of 25bps, pushing the policy corridor to 3.75%-4.00%, as widely pencilled in
- Projections show that one more hike is factored in, in the cycle, likely to be done in CY26 itself, before cuts starting in CY28. The dot-plot shows 16 of the 18 members expected another hike, with 4 members seeing 2 hikes as possible and only 2 expecting the FOMC to stop (the plot excludes Chair Mr. Warsh who refused to submit a dot)
- The Fed now projects slightly better real GDP growth for CY26 (2.3% y/y vs. 2.2%) and CY27, with materially lower unemployment
- On the other hand, PCE and core PCE have been bumped up for CY26, only returning to the target in CY29

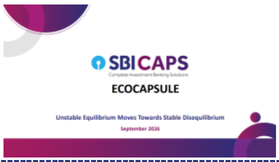
US retail sales surge in Aug'26 (Source: Bloomberg): Retail sales soared 1.2% m/m, vastly above a 0.8% gain anticipated. Households amped up their purchases of motor vehicles and stocked up for the new school year. Higher gasoline prices also contributed. Core retail sales also beat expectations, rising 1.4% against 0.6% estimated.

Brazil cuts policy rate again (Source: Reuters): The benchmark selic rate was slashed by 25bps – the fifth straight cut. The decision of the Copom was unanimous and widely expected. The Central Bank nudged up its inflation forecast in the near term due to higher oil prices.

Our Recent Publications

Monthly EcoCAPSule: Unstable Equilibrium Moves Towards Stable Disequilibrium

September 2026



Q1FY27 GDP Update: The Usual Positive Surprise

August 2026

Monthly EcoCAPSule: Crossing Choppy Waters and Global Monsters - India's Economic Odyssey

August 2026

RBI MPC: A Long Rope for Inflation to Leash Itself

August 2026

REPORT ON GREEN HYDROGEN: WHEN THE COST OF WAR EXCEEDS THE PRICE OF GOING GREEN

July 2026

Monthly EcoCAPSule: Piecing Together Peace Before The Economy Bleeds Cerise

July 2026

Monthly EcoCAPSule: Wish Of The Indian Economy - Fewer Dark Clouds And More Rainfall

June 2026

Q4FY26 GDP & FY26: WILL AN AUSPICIOUS FY26 BE A GOOD OMEN FOR FY27?

June 2026

RBI MPC: RBI SAYS 'THIS TOO SHALL PASS'

June 2026

To access our Reports, subscribers may check their e-mail. Others may please visit [SBICAPS Research](#) to request these and other Reports, or drop a mail to research@sbicaps.com

Disclaimers and Disclosures

Research Analyst(s) Certification

The views expressed in this research report ("Report") accurately reflect the personal views of the research analysts ("Research Analysts") employed by SBI Capital Markets Limited ("SBICAPS"), having SEBI Registration No. INH000007429 and BSE Enlistment No. 5361 as Research Analyst, about any and all of the subject issuer(s) or company(ies) or securities. This Report has been prepared based upon information available to the public and sources, believed to be reliable. I/We also certify that no part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this Report.

The Research Analysts engaged in preparation of this Report or his/her relative:-

a) do not have any financial interests in the subject company mentioned in this Report;
b) do not own actual/beneficial ownership of 1% or more of the equity securities of the subject company mentioned in the Report as of the last day of the month preceding the publication of the Report;
c) do not have any material conflict of interest at the time of publication of the Report.

The Research Analysts engaged in preparation of this Report:-

a) have not received any compensation from the subject company in the past twelve months;
b) have not managed or co-managed public offering of securities for the subject company in the past twelve months;
c) have not received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months;
d) have not received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months;
e) has not received any compensation or other benefits from the subject company or third party in connection with the Report;
f) has not served as an officer, director or employee of the subject company;
g) is not engaged in market making activity for the subject company;
h) No AI Tools were used in the research report for the subject company.

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

Registration granted by SEBI, membership of and certification from National Institute of Securities Markets in no way guarantee performance of SBICAPS or provide any assurance of returns to investors.

Other Disclosures:

SBI Capital Markets Limited ("SBICAPS") is registered with the Securities and Exchange Board of India ("SEBI") as a "Category I" Merchant Banker and has obtained the Certificate of Registration as Research Analyst from SEBI. SBICAPS is engaged into investment banking, corporate advisory and financial services activities. SBICAPS is a wholly owned subsidiary of State Bank of India (SBI), the largest commercial bank in India. Hence, State Bank of India and all its subsidiaries and all subsidiaries of SBICAPS are treated and referred to as Group Entities of SBICAPS.

We hereby declare that our activities were neither suspended nor we have materially defaulted with any regulatory authority with whom we are registered in last five years. However, SEBI has conducted the routine inspection and based on their observations has issued advice letters from time to time. We have not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has our certificate of registration been cancelled by SEBI at any point of time.

SBICAPS or its Group Entities, may: (a) from time to time, have long or short position in, and buy or sell the securities of the company mentioned in the Report or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company discussed herein or act as an advisor or lender/borrower to such company or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

SBICAPS does not have actual / beneficial ownership of one per cent or more securities of the subject company, at the end of the month immediately preceding the date of publication of the Report. However, since Group Entities of SBICAPS are engaged in the financial services business, they might have in their normal course of business financial interests or actual / beneficial ownership of one per cent or more in various companies including the subject company mentioned herein this Report.

Disclaimers and Disclosures

SBICAPS or its Group Entities might have managed or co-managed public offering of securities for the subject company in the past twelve months and might have received compensation from the companies mentioned in the Report during the period preceding twelve months from the date of this Report for services in respect of managing or co-managing public offerings/corporate finance, investment banking or merchant banking, brokerage services or other advisory services in a merger or specific transaction.

Compensation paid to Research Analysts of SBICAPS is not based on any specific merchant banking, investment banking or brokerage service transactions.

SBICAPS or its Group Entities did not receive any compensation or any benefit from the subject company or third party in connection with preparation of this Report.

This Report is for the personal information of the authorized recipient(s) and is not for public distribution and should not be reproduced, transmitted or redistributed to any other person or in any form without SBICAPS's prior permission. The information provided in the Report is from publicly available data, which we believe, are reliable. While reasonable endeavours have been made to present reliable data in the Report so far as it relates to current and historical information, but SBICAPS does not guarantee the accuracy or completeness of the data in the Report. Accordingly, SBICAPS or any of its Group Entities including directors and employees thereof shall not be in any way responsible or liable for any loss or damage that may arise to any person from any inadvertent error in the information contained, views and opinions expressed in this Report or in connection with the use of this Report.

Please ensure that you have read "Risk Disclosure Document for Capital Market and Derivatives Segments" as prescribed by Securities and Exchange Board of India before investing in Indian securities market.

The projections and forecasts described in this Report should be carefully evaluated as these:

1. Are based upon a number of estimates and assumptions and are inherently subject to significant uncertainties and contingencies.
2. Can be expected that some of the estimates on which these were based, will not materialize or will vary significantly from actual results, and such variances may increase over time.
3. Are not prepared with a view towards compliance with published guidelines or generally accepted accounting principles. No independent accountants have expressed an opinion or any other form of assurance on these.
4. Should not be regarded, by mere inclusion in this Report, as a representation or warranty by or on behalf of SBICAPS the authors of this Report, or any other person, that these or their underlying assumptions will be achieved.

This Report is for information purposes only and SBICAPS or its Group Entities accept no liabilities for any loss or damage of any kind arising out of the use of this Report. Though disseminated to recipients simultaneously, not all recipients may receive this Report at the same time. SBICAPS will not treat recipients as clients by virtue of their receiving this Report.

It should not be construed as an offer to sell or solicitation of an offer to buy, purchase or subscribe to any securities. This Report shall not form the basis of or be relied upon in connection with any contract or commitment, whatsoever. This Report does not solicit any action based on the material contained herein.

It does not constitute a personal recommendation and does not take into account the specific investment objectives, financial situation/circumstances and the particular needs of any specific person who may receive this document. The securities discussed in this Report may not be suitable for all the investors. SBICAPS does not provide legal, accounting or tax advice to its clients and you should independently evaluate the suitability of this Report and all investors are strongly advised to seek professional consultation regarding any potential investment.

Certain transactions including those involving futures, options and other derivatives as well as non-investment grade securities give rise to substantial risk and are not suitable for all investors. Foreign currency denominated securities are subject to fluctuations in exchange rates that could have an adverse effect on the value or price of or income derived from the investment.

The price, value and income of the investments referred to in this Report may fluctuate and investors may realize losses on any investments. Past performance is not a guide for future performance. Actual results may differ materially from those set forth in projections. SBICAPS has reviewed the Report and, the current or historical information included here is believed to be reliable, the accuracy and completeness of which is not guaranteed. SBICAPS does not have any obligation to update the information discussed in this Report.

The opinions expressed in this Report are subject to change without notice and SBICAPS or its Group Entities have no obligation to tell the clients when opinions or information in this Report change. This Report has not been approved and will not or may not be reviewed or approved by any statutory or regulatory authority in India, United Kingdom or Singapore or by any Stock Exchange in India, United Kingdom or Singapore. This Report may not be all inclusive and may not contain all the information that the recipient may consider material.

The securities described herein may not be eligible for sale in all jurisdictions or to all categories of investors. The countries in which the companies mentioned in this Report are organized may have restrictions on investments, voting rights or dealings in securities by nationals of other countries. Distributing/taking/sending/dispatching/transmitting this document in certain foreign jurisdictions may be restricted by law, and persons into whose possession this document comes should inform themselves about, and observe, any such restrictions. Failure to comply with this restriction may constitute a violation of laws in that jurisdiction.

This document is provided for informational purposes only. Nothing in this document should be construed as a solicitation or offer, or recommendation, or to engage in any other transaction.