5 November 2026

The Daily Digest

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.84	-6
US 2Y*	4.55	-1
Germany 10Y	3.27	-6
UK 10Y	5.13	-13
Japan 10Y	2.74	-2

*Source: Bloomberg, *semi-annual*

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	7.00	-11
6.94% GS 2036* (10Y)	7.19	-11
7.06% GS 2041*	7.38	-11
1-Month T-bill	5.55	2
3-Month T-bill	5.89	2
6-Month T-bill	6.43	4
12-Month T-bill	6.62	12

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

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	123	65	103	91
AA	199	148	187	174
A	385	333	375	366

Source: FIMMDA, as on 3 November, 2026

Key rates	
Policy	Rate (in %)
Repo rate	5.50
Standing Deposit Facility Rate	5.25
Bank rate	5.75
1-year median MCLR of SCBs	8.55
SOFR	3.97

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	77,301	0.5
NIFTY	23,961	0.6
NASDAQ	25,737	1.4
S&P 500	7,689	1.6
Nikkei 225	62,189	-1.4
Euro Stoxx 50	6,266	2.0

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	93.9	-8.6
Natural gas Nymex (USD/MMBtu)	3.0	3.5
Gold Comex (USD/t oz.)	4,135.3	4.7
Copper Comex (USD/lb)	643.9	1.9
Wheat cbot (USD/bu.)	600.8	1.5

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	94.65	-0.1
GBP/ INR	127.17	-0.2
EUR/ INR	106.35	-0.2
EUR/USD	1.13	0.0
DXY Index	101.28	0.0

Source: Bloomberg, Morningstar, Marketwatch

Key Events

India: VRRR Auction; **US:** Initial Jobless Claims Oct'26, **Policy Rate:** UK, Norway; **Japan:** Services PMI Oct'26; **Indonesia:** GDP Q3CY26

Domestic

Services activity support economic growth (Source: S&P Global): Services PMI rose to 55.8 in October, a four-month high, as business conditions improved even though new export order recorded slowest pace. Price elevation continued at a slower rate. Composite PMI increased to 56.2, indicating the fastest rise in 4-months.

Cabinet takes key decisions on energy (Source: PIB):

- A VGF scheme for development of grid-scale ESS with a total financial support of Rs. 145 bn till FY31 is approved. The scheme envisages the development of 60 GWh of Hydro PSP capacity, 30 GWh of BESS capacity and 2 GWh of capacity through alternatives
- Targeted capex support for domestic processing facilities is expected to have a financial outlay of Rs. 28.1 bn over 5 years. Conversion of lithium and nickel ores/intermediary products into high purity compounds, and cobalt processing are part of the plan

Coal stock at power stations to be boosted (Source: The Hindu Businessline): Coal miners and the Railways have been asked to ensure that fuel at plants is increased from 18 mn tonnes currently to 55 mn tonnes by Mar'27. Weak hydropower output and heat-driven electricity demand have increased pressure on the grid.

Jet fuel blending may be mandated (Source: BS): As per media sources, the Union is pushing the use of 1% green jet fuel from CY27 with a gradual increase every year. Green fuel costs two to three times as much as regular jet fuel.

Central Bank removes liquidity through VRRRs (Source: RBI):

- 1-day VRRR for Rs. 0.5 trn saw bids worth Rs. 0.7 trn and acceptance worth Rs. 0.5 trn at a cut off rate of 5.49%
- 1-day VRRR for Rs. 0.25 trn saw bids and acceptance worth Rs. 0.01 trn at a cut off rate of 5.49%

International

Democrats sweep mid-term elections (Source: AP): As per media sources, the Democrats lead the race for the house 240-147, with 48 seats yet to be called. 218 seats are needed for a majority. As far as the 100-seat Senate is concerned, Democrats lead 54-44, with 2 seats to be called. Democrats also lead in the gubernatorial race, bagging 28 States, with Republicans falling behind and clocking 20, with 2 contests to be called. The POTUS acknowledged the role of the Iran War in the defeat and accepted the results. The removal of the POTUS requires a 2/3rd supermajority in the Senate and a simple majority in the House.

Iran lifts transit curbs for select nations (Source: Business Today): Commercial ships from India, China, Iraq, and Qatar are exempted from transit restrictions in the Strait of Hormuz. The concession is linked to import of medicines from India.

Continued…

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US private sector hiring booms (Source: WSJ, Reuters) As per the ADP report, private companies added a net 86K jobs in Oct'26, higher than expectations, of which 39K jobs belonged to the trade, transportation and utilities sector. Layoffs fell to the lowest levels since past 1.5 years in Sep'26 and job openings rose to 7.5 mn.

US overall trade deficit moves downwards (Source: BEA) The goods and services deficit was USD 105 bn in Sep'26, which is 0.7% m/m downwards. Exports were USD 321.5 bn up 1.9%, while imports were USD 426.6 bn, up 1.2%.

US services sector activity cools down (Source: Reuters): Services PMI dipped to 54.5 as new orders declined, delivery performance by suppliers deteriorated driving prices higher. Additionally, both, household disposable income and savings rate declined.

Eurozone services activity slows down in Oct'26 (Source: S&P Global): EU Services PMI was at 51.4, a 4-month low, with new business inflows near stagnating levels. Composite PMI clocked in at 51.7, and cost pressures intensified across economies.

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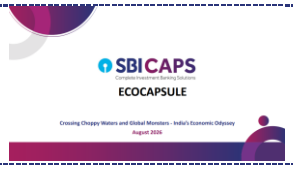


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