

## Tables:

## Foreign G-Sec Bond Yield:

G-sec	Yield (in %)	1-Day Change in Bps
US 10Y*	4.42	10
US 2Y*	4.34	7
Germany 10Y	2.36	4
UK 10Y	4.50	8
Japan 10Y	1.03	4

Source: Bloomberg, \*semi-annual

## G-sec yield:

G- Sec	Yield (in %)	1-Day Change in Bps
7.04% GS 2029*	6.76	0
7.10% GS 2034* (10Y)	6.83	1
7.18% GS 2037*	6.88	1
1-Month T-bill	6.31	-8
3-Month T-bill	6.44	-1
6-Month T-bill	6.60	2
12-Month T-bill	6.59	2

Source: CCL, Bloomberg, \*semi-annual

## Spreads in bps for Corporates

Annualized Spreads	3-year	5-year	7-year	10-year
AAA	98	76	41	75
AA	174	158	124	158
A	362	347	319	363

Source: FIMMDA, as on 11 Nov, 2024

## Key rates:

Policy	Rate (in %)
Repo rate	6.50
Standing Deposit Facility Rate	6.25
Bank rate	6.75
1-year median MCLR of SCBs	8.95
SOFR	4.60

Source: RBI, Federal Reserve Bank of New York

## Money Market instruments:

Instrument	Volume (in Rs. Bn)	Weighted Avg Rate (%)
Call Money	92.4	6.45
Triparty Repo	4074.7	6.22
Market Repo	1457.6	6.32
Repo in corporate bond	11.8	6.49

Source: RBI, as of 12 Nov, 2024

## Major Equity Indices:

Indices	Last	1-Day Change %
BSE SENSEX	78,675	-1.0
NIFTY	23,883	-1.1
NASDAQ	19,281	-0.1
S&P 500	5,984	-0.3
Nikkei 225	39,376	-0.4
Euro Stoxx 50	4,745	-2.2

Source: Google Finance

## Commodities futures:

Commodities	Last	1-Day Change %
Brent Crude (USD/bbl)	72.0	0.5
Natural gas Nymex (USD/MMBtu)	2.9	-1.7
Gold Comex (USD/t oz.)	2,606.8	-0.9
Copper Comex (USD/lb)	415.5	-1.9
Wheat cbot (USD/bu.)	548.3	-3.1

Source: Bloomberg

## Exchange Rates:

Currency pair	Rate	1-Day Change %
USD/ INR	84.39	0.0
GBP/ INR	107.55	-0.8
EUR/ INR	89.57	-0.2
EUR/USD	1.06	-0.2
DX Index	105.95	0.3

Source: Morningstar, Bloomberg, Marketwatch

## Today's Key Macro Events:

India: VRRR Auction, T- Bill Auction; Japan: PPI Oct'24; US: CPI Oct'24

## News:

## Domestic:

**CPI inflation surges 14 months high in Oct'24 (Source: PIB):** CPI rose to a 14-month high of 6.21% y/y in Oct'24 breaching RBI's upper tolerance level triggered by surging food prices. Food and beverages inflation at 9.69% y/y in Oct'24, driven by 42% y/y rise in vegetable inflation. Consequently, Core CPI rose to a 10-month high of 3.7% y/y in Oct'24, up from 3.5% y/y in Sep'24.

**Industrial production rebounds in Sep'24 (Source: PIB):** IIP rose by 3.1% y/y in Sep'24 (Aug'24: -0.1%), owing to 3.9% growth in manufacturing. Electricity and mining grew by 0.5% y/y and 0.2% y/y respectively. Notably, intermediate goods grew 4.2% y/y while consumer durables rose by 6.5%. In H1FY25 industrial output increased by 4.0% y/y, compared to revised 6.2% in H1FY24.

**Union launches new maritime strategy (Source: BS):** Union has approved the new maritime strategy for development of sector. It has decided to finance the development of ports with at least Rs. 250 bn from maritime development fund. It is expected to expand the cargo capacity and improve port facilities.

**PSBs show robust performance in H1FY25 (Source: ET):** PSBs have shown robust performance in H1FY25 as their net profits grew by 25.6% y/y to Rs. 855 bn and aggregate business by 11% y/y to Rs. 236 trn. Also, credit and deposit portfolio grew 12.9% y/y and 9.5% Y/Y, and stood at Rs. 102.29 trn and Rs 133.75 trn, respectively.

**Union mulls over import reduction (Source: BS):** As per media sources, Union may introduce 5% annual reduction in import limits of laptops, tablets and PCs from CY25. This policy to support PLI scheme has now deferred its deadline by 3 months from 30 Sep'24.

**Union may cut import taxes: Finance Minister (Source: ET):** Ms. Sitharaman hinted at the possibility of reducing import taxes, contingent upon the absence of harm to domestic industries manufacturing capacities.

## SGS and VRRR auctions conducted successfully (Source: RBI):

- SGS worth Rs. 54 bn were auctioned by 5 states, against a notified amount of Rs. 54 bn, with cut-off yields for 15Y paper at 7.13%.
- 2-day VRRR worth Rs. 291.5 bn was conducted against a notified amount of Rs. 1 trn, at a cut-off yield of 6.49%

## International:

## US Fed officials optimistic about US economy (Source: Forexlive):

- Mr. Kashkari showed optimism amid seemingly strong fundamentals and modestly restrictive monetary policy, more work to be done in balance sheet size shrinkage
- Mr. Barkin said that Fed is in a position to respond appropriately regardless of how the economy evolves, while it looks pretty good amid resilient labour market which is expected to weaken in months

**OPEC slashes global oil demand forecast for 4th straight month (Source: OPEC):** World oil demand is forecast to grow to 104.03 mbpd in CY24, 110 kbpd lesser than the previous estimate and 105.57 mbpd in CY25 (down 210 kbpd from prev.). The decline in demand is attributed to decrease in demand from China and the pace of the world's switch to cleaner fuels.

**China promises stronger damping to support currency (Source: Forexlive):** Mr. Pan, Governor of PBoC emphasized that it will not allow yuan to plum. It will step up countercyclical adjustments to guard against risk of exchange rate overshoot.

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