

Foreign G-Sec Bond Yield		
G-sec	Yield (in %)	1D Change (bps)
US 10Y*	4.58	3
US 2Y*	4.21	8
Germany 10Y	3.09	10
UK 10Y	4.97	12
Japan 10Y	2.87	2

Source: Bloomberg, *semi-annual

G-sec yield		
G- Sec	Yield (in %)	1D Change (bps)
6.36% GS 2031*	6.44	8
6.94% GS 2036* (10Y)	6.76	7
6.68% GS 2040*	6.99	6
1-Month T-bill	5.19	-7
3-Month T-bill	5.29	5
6-Month T-bill	5.47	6
12-Month T-bill	5.65	2

Source: CCL, Bloomberg, *semi-annual

Spreads in bps for Corporates				
Annualized Spreads	3-year	5-year	7-year	10-year
AAA	108	93	55	56
AA	187	173	136	140
A	372	360	324	328

Source: FIMMDA, as on 07 July, 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	8.50
SOFR	3.62

Source: RBI, Federal Reserve Bank of New York

Major Equity Indices		
Indices	Last	1D Change (%)
BSE SENSEX	76,504	-2.1
NIFTY	23,882	-2.1
NASDAQ	25,871	0.2
S&P 500	7,483	-0.3
Nikkei 225	66,819	-2.1
Euro Stoxx 50	6,205	-1.8

Source: Google Finance

Commodities Futures		
Commodities	Last	1D Change (%)
Brent Crude (USD/bbl)	78.7	3.9
Natural gas Nymex (USD/MMBtu)	3.2	-1.8
Gold Comex (USD/t oz.)	4,084.5	-0.9
Copper Comex (USD/lb)	613.3	-0.9
Wheat cbot (USD/bu.)	606.0	-1.7

Source: Bloomberg

Exchange Rates		
Currency pair	Rate	1D Change (%)
USD/ INR	95.56	0.6
GBP/ INR	127.93	0.7
EUR/ INR	109.11	0.8
EUR/USD	1.14	0.2
DXY Index	100.99	0.0

Source: Bloomberg, Morningstar, Marketwatch

Key Events

China: CPI, PPI Jun'26; **US:** Existing Home Sales Jun'26, Jobless Claims

Domestic

Life insurers soar to close Q1FY27 (Source: CEIC, CNBC TV-18): First year premium was up 13.1% y/y to Rs. 464.9 bn, with exceptional traction in individual non-single and group premia. LIC outdid private insurers during the month based on retail weighted received premium. Policies written expanded by 7.3% during Jun'26. In Q1FY27, first year premium reached Rs. 1.09 trn, up 16.6% y/y.

New model for NH development to be tried (Source: ET): As per media sources, a BOT-Toll cum BOT-HAM model is in the works, with the model concession agreement being worked on by MoRTH. Annuity support in such a scheme would range from 10-25 years and concession period would be 20 years. The Government will provide upfront financial support of 10% of total project cost in projects where VGF is upto 50%, 20% for VGF upto 60%, and 25% for VGF upto 70%. The lowest annuity would be the sole award criteria, and the toll collected would remain with the concessionaire.

Duty benefits for critical sectors extended (Source: ET): Customs duty concession on electronics manufacturing parts has been extended till Mar'29. Li-ion battery machinery now has expanded eligibility for concessionary customs duty, with display assembly components for automotive and medical uses, and wireless charging components too seeing similar relief.

SEBI could ease FPI ownership norms (Source: The Hindu Businessline): As per media sources, the securities regulator is considering raising the existing 3% cap on composite holdings of FPIs that are eligible for exemption from making additional disclosures under the beneficial ownership framework.

International

Global growth to be weaker than earlier envisaged, landscape more fractured (Source: IMF): As per the Jul'26 WEO, real output of the world is now projected to expand by 3.0% y/y in CY26 (-0.1pp from Apr'26) with growth shifted to CY27, whose expectation now stands at 3.4% (+0.2pp). The trajectory of various economies diverges based on relative impact of two shocks: a negative one of the War and positive one of AI boom. Regional highlights:

- The US will remain unscathed, with no change to its CY26 growth forecast of 2.3%, and an incremental 0.1pp boost for CY27
- China is expected to gain, now being expected to enlarge by 4.6% in CY26 (+0.2pp) and 4.1% in CY27 (0.1pp)
- India saw a minor shave off of 0.1pp from its earlier growth projection and is now estimated to add 6.4% y/y to its real economy in FY27, with a 0.2pp gain in FY28 to 6.7%
- Inflation is expected to headier than before, with both CY26 and CY27 seeing upgrades in both AE and EMDE

Continued...

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The Daily Digest

FOMC Minutes indicate officials were split on rates (Source: US Federal Reserve, CNBC): Minutes of the Jun'26 FOMC suggested that there was a sharp split amongst members with many participants indicating that the appropriate policy rate would be at or slightly lower than current, while many others assessed the level to be higher. Most participants preferred to remove language which indicated easing bias previously. The minutes were also shorter in line with Chair Mr. Warsh's preferences and omitted several usual paragraphs.

Chinese consumer prices expand slower than expected, PPI surges (Source: Bloomberg): Consumer prices increased by 1.0% y/y, slower than a 1.1% increase expected in Jun'26. This was owing to a sharp sequential dip in prices. PPI reached an almost 4-year high of 4.1% y/y, accelerating from 3.9% in May'26.

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<u>Name</u>	Venkatesh Balakrishnan
<u>Qualification</u>	PGDM
<u>Designation</u>	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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