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Economist
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US CPI rose by 0.4% in Oct'26 (est. 0.3%) on a MoM basis, following an increase of 0.6% in Sep'26. Underlying price pressure were visible with prices of food rising by 0.3% in Oct'26, after remaining flat for the last 3-months. On the other hand, energy and gasoline prices noted a moderation in the pace of inflation. However, core CPI increased at an unchanged pace of 0.3% in Oct'26. Fed officials hinted that an accelerated pace of monetary policy tightening might be required, to bring inflation back to the targeted level. Separately, China's exports registered a strong growth of 35.2% in Oct'26, after increasing by 36.3% in Sep'26. This was supported by a growth in exports of AI-related products. Imports increased by 41.6% in Oct'26 following an increase of 31% in Sep'26. In India, unemployment rate dipped to 5.1% in Jul-Sep'26 from 5.4% in Apr-Jun'26, led by an improvement in rural employment.

- Global indices closed mixed. Stocks in the US and UK moderated tracking hotter than expected US inflation data. Asian stocks edged up. Nikkei rose the most as JPY weakened. Sensex in its earlier session closed higher led by banking stocks. It is trading higher today, while Asian stocks are trading mixed.

Table 1 – Stock markets

	09-11-2026	10-11-2026	Change, %
Dow Jones	52,390	52,232	(0.3)
S & P 500	7,550	7,521	(0.4)
FTSE	10,783	10,752	(0.3)
Nikkei	58,776	60,460	2.9
Hang Seng	24,449	24,557	0.4
Shanghai Comp	3,661	3,664	0.1
Sensex	81,028	81,107	0.1
Nifty	25,030	25,045	0.1

Source: Bloomberg, Bank of Baroda Research | Note: Markets in India were closed on 10 Nov 2026

- Global currencies closed weaker against the dollar. DXY rose by 0.6% tracking US CPI report and hawkish comments from Fed officials. GBP depreciated the most. INR is trading near a 7-month high today tracking a dip in oil prices. Other Asian currencies are trading mostly weaker.

Table 2 – Currencies

	09-11-2026	10-11-2026	Change, %
EUR/USD (1 EUR / USD)	1.1223	1.1164	(0.5)
GBP/USD (1 GBP / USD)	1.3442	1.3344	(0.7)
USD/JPY (JPY / 1 USD)	157.91	158.75	(0.5)
USD/INR (INR / 1 USD)	93.92	93.94	0
USD/CNY (CNY / 1 USD)	6.6723	6.6794	(0.1)
DXY Index	101.65	102.23	0.6

Source: Bloomberg, Bank of Baroda Research | Note: Markets in India were closed on 10 Nov 2026

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- Except China and India, global yields closed higher tracking US CPI data. CME Fed Watch tool is now pricing in a probability of 87.3% of a rate hike in Dec'26. This led to an 11bps increase in US 10Y yield. Other AEs also followed suit tracking Fed officials' comments. India's 10Y yield is trading higher at 7.21% today.

Table 3 – Bond 10Y yield

	09-11-2026	10-11-2026	Change, bps
US	4.88	4.99	11
UK	5.13	5.22	9
Germany	3.26	3.32	6
Japan	2.67	2.70	3
China	1.58	1.58	0
India	7.19	7.15	(4)

Source: Bloomberg, Bank of Baroda Research | Note: Markets in India were closed on 10 Nov 2026

Table 4 – Short term rates

	09-11-2026	10-11-2026	Change, bps
Tbill-91 days	5.72	5.69	(3)
Tbill-182 days	6.35	6.30	(5)
Tbill-364 days	6.50	6.47	(3)
G-Sec 2Y	6.87	6.80	(7)
India OIS-2M	5.83	5.81	(2)
India OIS-9M	6.23	6.23	0
SONIA int rate benchmark	3.99	3.98	0
US SOFR	3.89	3.88	(1)

Source: Bloomberg, Bank of Baroda Research | Note: Markets in India were closed on 10 Nov 2026

Table 5 – Liquidity

Rs tn	06-11-2026	09-11-2026	Change (Rs tn)
Net Liquidity (-deficit/+surplus)	2.0	1.4	(0.6)

Source: RBI, Bank of Baroda Research | Note: Markets in India were closed on 10 Nov 2026

Table 6 – Capital market flows

	05-11-2026	06-11-2026	change (US$ mn/Rs cr)
FII (US$ mn)	2,057.8	1,837.3	(220.5)
Debt	333.4	268.6	(64.8)
Equity	1,724.4	1,568.7	(155.7)
Mutual funds (Rs cr)	(7,123.9)	(6,764.9)	359.0
Debt	(5,178.6)	(4,542.9)	635.7
Equity	(1,945.3)	(2,221.9)	(276.7)

Source: Bloomberg, Bank of Baroda Research | Note: Mutual funds data as of 03 Nov Oct and 04 Nov 2026 | Note: Markets in India were closed on 10 Nov 2026

- Oil prices dipped further as US President signalled a softer stance on Iran.

Table 7 – Commodities

	09-11-2026	10-11-2026	Change, %
Brent crude (US$/bbl)	92.6	91.5	(1.2)
Gold (US$/ Troy Ounce)	4,139.8	4,032.8	(2.6)
Copper (US$/ MT)	14,071.9	13,789.9	(2.0)
Zinc (US$/MT)	3,768.1	3,752.8	(0.4)
Aluminium (US$/MT)	3,066.5	3,010.5	(1.8)

Source: Bloomberg, Bank of Baroda Research

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