

MORNING MOCHA

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ECONOMIST
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Major macro data from the US signals slowdown in the economy. ADP employment report shows that private firms recorded an average decline 13,500 jobs/week, over the last 4 -weeks. Official data remains unavailable for Oct-mid Nov'25. On the consumption front, Conference Board consumer confidence index declined to 88.7 in Nov'25 from 95.5 in Oct'25, dragged by 8.6 points decline in expectations index. Tariffs, government shutdown and jobs weighed on the sentiment. Retail sales data for Sep'25 shows slowdown in momentum (0.2% versus 0.6% in Aug'25). This, along with impact of government shutdown is expected to weigh in on Q3 GDP. However, Q4 may get a boost from revival in real estate activity. US pending home sales rose by 1.9% in Oct'25 following 0.1% increase in Sep'25, amidst hopes of lower rates. In the UK, all eyes will be on budget presentation due today.

- Except India, stocks elsewhere ended in green. US indices inched up on increased bets of a rate cut amidst weakness in macro indicators. Positive comments from the US President on US-China relations lifted Asian indices. Sensex ended in red as consumer durables and oil and gas stocks declined. It is however trading higher today, in line with other Asian indices.

Table 1 – Stock markets

	24-11-2025	25-11-2025	Change, %
Dow Jones	46,448	47,112	1.4
S & P 500	6,705	6,766	0.9
FTSE	9,535	9,610	0.8
Nikkei	48,626	48,660	0.1
Hang Seng	25,717	25,895	0.7
Shanghai Comp	3,837	3,870	0.9
Sensex	84,901	84,587	(0.4)
Nifty	25,960	25,885	(0.3)

Source: Bloomberg, Bank of Baroda Research| Note: Markets in Japan were closed on 24 Nov 2025

- Global currencies appreciated as the dollar lost ground. Weak macro data from the US has reinforced views of a Fed rate cut in Dec'25, which is weighing on the dollar. Despite positive global cues, INR ended broadly flat. It is trading marginally stronger today, in line with other Asian currencies.

Table 2 – Currencies

	24-11-2025	25-11-2025	Change, %
EUR/USD (1 EUR / USD)	1.1521	1.1570	0.4
GBP/USD (1 GBP / USD)	1.3105	1.3166	0.5
USD/JPY (JPY / 1 USD)	156.89	156.05	0.5
USD/INR (INR / 1 USD)	89.24	89.22	0
USD/CNY (CNY / 1 USD)	7.1031	7.0846	0.3
DXI Index	100.14	99.66	(0.5)

Source: Bloomberg, Bank of Baroda Research| Note: Markets in Japan were closed on 24 Nov 2025



- Except Japan and China, global 10Y yields eased elsewhere. UK and US 10Y yields fell the most. Weak macro data from the US strengthened the case for Fed rate cut in Dec'25. In the UK, investor demand remains steady ahead of the budget presentation. India's 10Y yield also fell by 2bps, tracking global cues. The 06.33 GS 2035 yield is trading at 6.50% today.

Table 3 – Bond 10Y yield

	24-11-2025	25-11-2025	Change, bps
US	4.02	4.00	(3)
UK	4.54	4.49	(4)
Germany	2.69	2.67	(2)
Japan	1.78	1.81	3
China	1.81	1.82	0
India	6.48	6.46	(2)

Source: Bloomberg, Bank of Baroda Research| Note: Markets in Japan were closed on 24 Nov 2025

Table 4 – Short term rates

	24-11-2025	25-11-2025	Change, bps
Tbill-91 days	5.34	5.36	2
Tbill-182 days	5.56	5.53	(3)
Tbill-364 days	5.56	5.55	(1)
G-Sec 2Y	5.79	5.78	(1)
India OIS-2M	5.43	5.42	(1)
India OIS-9M	5.43	5.40	(3)
SONIA int rate benchmark	3.97	3.97	0
US SOFR	3.93	3.96	3

Source: Bloomberg, Bank of Baroda Research

Table 5 – Liquidity

Rs tn	24-11-2025	25-11-2025	Change (Rs tn)
Net Liquidity (-deficit/+surplus)	1.3	1.3	0

Source: RBI, Bank of Baroda Research

Table 6 – Capital market flows

	21-11-2025	24-11-2025	change (US\$ mn/Rs cr)
FII (US\$ mn)	(58.1)	(582.4)	(524.3)
Debt	124.3	(150.7)	(274.9)
Equity	(182.4)	(431.8)	(249.4)
Mutual funds (Rs cr)	(4,331.9)	(1,041.4)	3,290.5
Debt	(4,379.6)	(1,151.5)	3,228.1
Equity	47.7	110.1	62.3

Source: Bloomberg, Bank of Baroda Research| Note: Mutual Fund data as of 19 and 20 Nov 2025

- Oil prices fell, tracking some progress on Ukraine-Russia peace deal front.

Table 7 – Commodities

	24-11-2025	25-11-2025	Change, %
Brent crude (US\$/bbl)	63.4	62.5	(1.4)
Gold (US\$/ Troy Ounce)	4,136.3	4,130.7	(0.1)
Copper (US\$/ MT)	10,797.9	10,827.5	0.3
Zinc (US\$/MT)	3,140.2	3,113.8	(0.8)
Aluminium (US\$/MT)	2,812.0	2,800.5	(0.4)

Source: Bloomberg, Bank of Baroda Research



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