

MORNING MOCHA

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ECONOMIST

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Global markets broadly monitored key month-end macro releases. In the US, Conf. Board Consumer Confidence came in less than expected at 91.2 in Jun'26 (Bloomberg est. 94.4). JOLTS job openings were higher than expected at 7594K. In UK, BRC shop price index was broadly stable recording YoY growth of 1.2% in Jun'26, signalling retail sales holding ground. GDP 1Q final estimate was at 0.9% slightly lower than the previous level of 1.1%. In Germany, the Jun provisional estimate of CPI showed sequential softening. ECB officials also indicated that there is no urgency in rate hike considering the recent correction in oil prices. In China, the RatingDog manufacturing PMI was stable at 51.7 in Jun'26. It is to be noted that the average print for Apr-Jun quarter was the strongest in the past 6-years. On domestic front, RBI's Financial stability report spoke of domestic resilience albeit a volatile global macro and financial landscape.

- Except Hang Seng, global indices closed higher. Nikkei rose the most following a weaker JPY. S&P 500 also maintained its momentum as investors remained upbeat about corporate earnings this quarter. Hang Seng was dragged down by technology and property stocks. Sensex edged down led by technology stocks. It is trading higher today while Asian stocks are trading mixed.

Table 1 – Stock markets

	29-06-2026	30-06-2026	Change, %
Dow Jones	52,183	52,319	0.3
S & P 500	7,440	7,499	0.8
FTSE	10,484	10,497	0.1
Nikkei	69,468	70,062	0.9
Hang Seng	23,027	22,881	(0.6)
Shanghai Comp	4,074	4,094	0.5
Sensex	76,728	76,479	(0.3)
Nifty	23,946	23,866	(0.3)

Source: Bloomberg, Bank of Baroda Research

- Except JPY, global currencies traded in a narrow range. DXY inched up tracking labour market data in the US. INR depreciated a tad in the quarter end trading session. It is trading higher today, while Asian currencies are trading lower.

Table 2 – Currencies

	29-06-2026	30-06-2026	Change, %
EUR/USD (1 EUR / USD)	1.1422	1.1422	0
GBP/USD (1 GBP / USD)	1.3258	1.3262	0
USD/JPY (JPY / 1 USD)	161.94	162.55	(0.4)
USD/INR (INR / 1 USD)	94.54	94.67	(0.1)
USD/CNY (CNY / 1 USD)	6.7964	6.7870	0.1
DXY Index	101.11	101.19	0.1

Source: Bloomberg, Bank of Baroda Research



- Except Germany and India (stable), global yields inched up. The correction in oil prices have improved risk sentiments. US 10Y yield rose at the sharpest pace by 9bps tracking better labour market data which signalled rate hike might be incoming. Germany's 10Y yield closed stable tracking CPI data. India's 10Y yield also closed stable at 6.75% and is trading at the same level today.

Table 3 – Bond 10Y yield

	29-06-2026	30-06-2026	Change, bps
US	4.37	4.47	9
UK	4.72	4.76	4
Germany	2.86	2.86	0
Japan	2.64	2.68	4
China	1.72	1.73	1
India	6.75	6.75	0

Source: Bloomberg, Bank of Baroda Research

Table 4 – Short term rates

	29-06-2026	30-06-2026	Change, bps
Tbill-91 days	5.38	5.23	(15)
Tbill-182 days	5.41	5.30	(11)
Tbill-364 days	5.60	5.50	(10)
G-Sec 2Y	5.95	5.99	3
India OIS-2M	5.36	5.35	(1)
India OIS-9M	5.62	5.61	(1)
SONIA int rate benchmark	3.73	3.73	0
US SOFR	3.62	3.62	0

Source: Bloomberg, Bank of Baroda Research

Table 5 – Liquidity

Rs tn	29-06-2026	30-06-2026	Change (Rs tn)
Net Liquidity (-deficit/+surplus)	(0.1)	1.1	1.2

Source: RBI, Bank of Baroda Research

Table 6 – Capital market flows

	25-06-2026	29-06-2026	change (US\$ mn/Rs cr)
FII (US\$ mn)	643.0	466.7	(176.3)
Debt	477.2	242.5	(234.7)
Equity	165.8	224.2	58.4
Mutual funds (Rs cr)	1,643.3	930.9	(712.4)
Debt	2,397.7	(1,382.2)	(3,779.9)
Equity	(754.5)	2,313.1	3,067.6

Source: Bloomberg, Bank of Baroda Research| Note: Mutual Fund data as of 23 and 24Jun 2026

- Oil prices softened as no latest cue on war front has been received.

Table 7 – Commodities

	29-06-2026	30-06-2026	Change, %
Brent crude (US\$/bbl)	73.2	72.9	(0.3)
Gold (US\$/ Troy Ounce)	4,015.9	4,008.0	(0.2)
Copper (US\$/ MT)	13,252.8	13,348.9	0.7
Zinc (US\$/MT)	3,488.1	3,573.9	2.5
Aluminium (US\$/MT)	3,088.0	3,085.5	(0.1)

Source: Bloomberg, Bank of Baroda Research



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