

Yubi Daily Wrap

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U.S. inflation eased in March to its lowest level in nearly two years; rising by 5% in March Y-o-Y, down from February's 6% increase and the smallest gain since May 2021. Core inflation rose to 5.6% in March Y-o-Y, accelerating slightly from 5.5% in the prior month. A continued lower reading in April could prompt a pause but will have to be accompanied by strong signs of easing of underlying price pressures.

Australia's employment growth surpassed expectations consecutively for second month in March, as joblessness rate stayed at a 50-year low at 3.5%. Strength of the labour market can build case for rate hike by the central bank, which had paused the cycle last week.

China's exports unexpectedly rose to 14.8% in March as demand from South-east Asian countries, South Korea and Europe improved. Imports declined 1.4%, leaving a trade surplus of \$88.2 billion for the month. However, the sustenance of this will hinge on how robust the external demand remains ahead.

India's retail inflation fell back into RBI's 2-6% territory in March, falling to 5.66% compared to 6.44% in February. Core inflation also moderated mildly to 5.8% Y-o-Y in March.

India's Index of Industrial Production rose to 5.6% in February Y-o-Y, while January's IIP growth was revised to 5.5% from 5.2%. Primarily, manufacturing sector's output grew by 5.3%, mining output by 4.6% and power generation surged by 8.2%.

Apple's India output surged to \$7 billion in FY 2022-23, tripling production as the company shifts base out of China. This comes in as a significant positive for India, which now accounts for 7% of the total iPhone production globally.

Major Events: India trade data, RBI government bond auctions, and release foreign exchange data

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Equity indices	Current level	Previous close	Change %	One month ago
S&P500	4091.95	4108.94	-0.41	3861.59
Dow Jones	33646.5	33684.79	-0.11	31909.64
FTSE 100	7824.84	7785.72	0.50	7748.35
Nikkei 225	28108.67	28082.7	0.09	28143.97
Hang Seng	20163.05	20309.86	-0.72	19319.92
Shanghai Composite	3327.138	3327.182	0.00	3230.077
Kospi 50	2552.86	2550.64	0.09	2394.59
Sensex	60392.77	60157.72	0.39	58237.85
Nifty50	17812.4	17722.3	0.51	17154.30

Govt yields	Current level	Previous close	Change %	One month ago
US 10-yr	3.40	3.42	-0.38	3.57
UK 10-yr	3.57	3.43	4.06	3.37
Japan 10-yr	0.46	0.46	-0.43	0.32
Germany 10-yr	2.37	2.18	8.48	2.25
India Govt 30-yr	7.36	7.36	-0.05	7.44
India Govt 10-yr	7.20	7.19	0.19	7.36
India Govt 5-yr	7.02	7.04	-0.28	7.27



Corp yields: India	Current level	Previous close	Change %	One month ago
AAA 10-yr	3.40	3.39	0.39	7.78
AAA 5-yr	3.57	3.57	0.00	7.71
AAA 3-yr	0.46	0.46	-0.65	7.78
AAA 1-yr	2.37	2.37	0.00	7.92

	Current level	Previous close	Change %	One month ago
DXY	101.56	101.50	0.06	103.60
EUR/USD	1.10	1.10	-0.02	1.07
GBP/USD	1.25	1.25	0.02	1.22
USD/JPY	133.25	133.13	0.09	133.21
USD/INR	81.99	82.09	-0.12	82.13
AUD/USD	0.67	0.67	0.27	0.66
USD/CNY	6.87	6.87	0.02	6.92
Gold (USD/oz)	2017.59	2014.93	0.13	1868.26
Brent (USD/bbl)	88.25	88.37	-0.14	80.43



Money market India	Current level	Previous close
Call money rate	6.31	6.32
CBLO rate	6.27	6.28
Call traded volume (INR bn)	4977.04	5210.97
Net banking system liquidity injection (+)/absorption(-) (INR bn)	-1990.79	-1914.01
	T-bills	
91-days	6.73	6.68
182-days	6.97	6.98
364-days	6.92	6.92



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