



A SHIFT TOWARDS CALIBRATED TIGHTENING

MPC hikes rates by 25bps

The MPC shifted its stance from neutral to calibrated tightening, signaling a stronger focus on containing inflation amid elevated oil prices, tighter global financial conditions and weather-related risks to food prices.

 Policy Tools	New Rates (7 th October 2026)	Previous Rates	Change
Repo	5.50%	5.25%	25 bps 
Marginal Standing Facility (MSF)	5.75%	5.50%	25 bps 
Standing Deposit Facility (SDF)	5.25%	5.00%	25 bps 
Bank Rate	5.75%	5.50%	25 bps 



RBI quarterly CPI Inflation estimates

Q2FY27	4.9% from 4.7%	Raised
Q3FY27	6% from 5.9%	Raised
Q4FY27	5.7% from 5.5%	Raised
Q1FY28	5.6% from 5.3%	Raised

RBI FY27 CPI estimates raised to 5.2% from 5.0%.



RBI quarterly Real GDP growth estimates

Q2FY27	7.2% from 6.4%	Raised
Q3FY27	6.9% from 6.5%	Raised
Q4FY27	6.8% from 6.8%	Constant
Q1FY28	7.1% from 7.3%	Lowered

RBI FY27 GDP growth estimates raised to 7.1% from 6.7%



Source: MPC, RBI Governor's Speech. Data as on 7th October 2026.

Name of MF – Bajaj Finserv Mutual Fund | Registration no. – MF/078/23/04

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.