


**GLOBAL MARKET SNAPSHOT**

MARKETS	PRICE	CHANGE
USD/INR	84.848	0.02
BRENT OIL	71.87	-0.49
GOLD	2660.64	0.42
India 10Y	6.7493	0.08
US 10YR	4.194	0.66
NIFTY50	24677.80	-0.12
SENSEX	81709.12	-0.07

**G-SEC/BONDS YIELDS**

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	6.35	6.455
G-SEC2028	6.6436	6.6762
G-SEC2033	6.7770	6.7782
G-SEC2037	6.8415	6.8474
G-SEC2053	6.9669	6.9669
SDL 2033	7.09	7.04
SDL 2037	7.0925	7.0817

**YIELD-BASED AUCTION OF STATE GOVERNMENT SECURITIES**

Sr. No	State	Amount to be raised (₹ Crore)	Amount Accepted (₹ Crore)	Cut off Yield (%)	Tenure (Year)
1	Gujrat	1000	1000	7.04	09
2	Haryana	1000	1000	7.09	13
3	Jammu and Kashmir	400	400	7.08	22
4	Karnataka	2000	2000	96.31/7.1055	11(R)
		2000	2000	97.37/7.0994	11(R)
5	Tamil Nadu	2000	2000	7.10	10
6	Uttar Pradesh	3000	3000	7.08	14

**BOND MARKET**

The 10-year benchmark recorded a close of 6.7493%, ending 0.54 bps lower compared to the previous day's trading session.

**DOMESTIC BROADCAST**

India's new RBI Governor, Sanjay Malhotra, takes over as GDP growth slows to 5.4% and inflation surpasses the 6% tolerance band, marking key challenges for monetary policy. Outgoing Governor Shaktikanta Das highlighted the need to balance inflation and growth, citing the economy's resilience. While the RBI recently held rates steady, it eased the cash reserve ratio to support growth, with Das emphasizing that growth is influenced by multiple factors beyond interest rates.

Money Market Operations on December 02, 2024: ₹597093.53 crore in the overnight segment at a weighted average rate of 6.37%. Net liquidity absorption: ₹ 89450.76 crore.

**GLOBAL BROADCAST**

Job vacancies in the UK have dropped sharply, with listings on Indeed down 23% year-on-year and 12% below pre-COVID levels, indicating a weakening labor market. This decline outpaces reductions in the U.S., Germany, and Canada (5%-15%). Factors include slower wage growth, increased reliance on zero hour contracts, and a £25 billion payroll tax hike. Starting, salaries grew 6.7% annually, led by low-wage roles (7.6%) due to a higher minimum wage. Employers are expected to remain cautious about hiring in 2025 amid economic and fiscal pressures.

China's trade performance weakened in November, with exports growing just 6.7% (down from 12.7% in October) and imports shrinking 3.9%, the worst in nine months, reflecting faltering domestic demand and global headwinds. The economic slowdown coincides with rising risks from Donald Trump's return, including threats of new tariffs on Chinese goods. Policymakers have pledged more stimulus for 2025 to boost domestic consumption and mitigate export reliance, amid unresolved tensions with the U.S. and EU over trade barriers. Despite recent monetary easing and fiscal injections, analysts urge a pivot toward consumer-driven growth to offset external pressures and sustain China's economy.

**SPREAD ANALYSIS**

The India 10 Years/United States 10 Years Government Bond spread value is 255.83 bps, 3.14 bps lower than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.  
2 Years vs 1 Year bond spread is 4.00 bp.  
5 Years vs 2 Years bond spread is 0.43 bp.  
10 Years vs 2 Years bond spread is 11.48 bp.

**MARKET OUTLOOK**

The market observed strong demand in the SDL auction. The 10-year benchmark yields ended lower than previous day. We expect the yield to fluctuate within the range of 6.73 and 6.76.

**INDIA YIELD CURVE**
