



GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.917	0.00
BRENT OIL	77.25	3.20
GOLD	2693.60	0.33
INDIA 10YR	6.8081	0.05
US 10YR	4.684	-0.20
NIFTY50	23440.00	-0.37
SENSEX	77378.91	-0.31

G-SEC/BONDS YIELDS

SECURITY	LTY(%)TODAY	LTY(%)PREV DAY
364DTB	6.75	6.50
G-SEC2028	6.7066	6.7115
G-SEC2033	6.8161	6.8174
G-SEC2037	6.8870	6.8905
G-SEC2053	7.0296	7.0217
SDL2027	7.0996	7.0035
SDL2033	7.11243	7.1250

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
PNB HOUSING FINANCE LIMITED SR LXVII 8.104 NCD 20AP28 FVRS1LAC	8.1069	100.00
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.1794	55.9582
SAMMAAN CAPITAL LIMITED 9.25 NCD 28AG26 FVRS1LAC	9.1872	100.080
HDFC BANK LIMITED SR P019 8.46 NCD 24JU26 FVRS1CR	7.900	100.6575

AUCTION RESULT OF GOI DATED SECURITIES

SECURITY	MATURITY	CUTOFF YIELD	AMOUNT
6.64% GS 2027	2027	6.6906/99.86	7000
7.34% GS 2064	2064	7.0593/103.70	15000
TOTAL	22,000		

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.5125	6.5175	6.2250	6.2375	6.200	6.225

BOND MARKET

The 10-year benchmark recorded a close of 6.8051 %, 0.38 bps higher from the close of the previous day's trading session. Yields traded in the range of 6.8636 to 6.8781 during the day.

DOMESTIC BROADCAST

India's industrial output growth reached a six-month high of 5.2% in November, driven by strong increases in consumer durables (13.1%) and capital goods (9%) output, along with improved performance in manufacturing (5.8%), electricity (4.4%), and mining (1.9%); however, sustainability remains crucial for boosting GDP growth, which is projected to slow to 6.4% in FY24.

On JANUARY 9, 2025, money market operations recorded ₹551,220.90 crore at a WAR of 6.79%. RBI operations resulted in a net liquidity absorption of ₹200,937.70 crore.

GLOBAL BROADCAST

The U.S. dollar is set for a sixth consecutive weekly gain, supported by elevated bond yields, robust U.S. job expectations, and reduced Fed rate cut prospects, while global currencies like the pound and euro face pressure amid inflation fears and market uncertainty.

Citigroup expects a 10% rally in global equities by year-end 2025, driven by easing inflation, falling interest rates, and 10% EPS growth, with the U.S. and emerging markets leading gains, while policy uncertainty under Trump poses mixed economic effects; it maintains an "overweight" on U.S. equities and healthcare.

Germany's trade surplus with the U.S. reached a record €65 billion in January-November 2024, driven by a 2.3% rise in exports amid U.S. economic growth. However, incoming President Trump's proposed tariffs on imports and demands for production relocation may challenge Germany's trade dynamics, especially for its industrial sectors.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 212.41 bp, 2.02 bps lower than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1Year bond spread is 32.12 bp.
5 Years vs 2 Years bond spread is 22.32 bp.
10 Years vs 2Years bond spread is 18.59 bp.

MARKET OUTLOOK

Today's G-sec auction experienced strong demand. The yield is projected to fluctuate between 6.75% and 6.85%.

INDIA YIELD CURVE

