

GLOBAL MARKET SNAPSHOT

MARKETS	Price	%Change
USD/INR	86.527	-0.20
BRENT OIL	80.20	0.00
GOLD	2691.80	0.94
India 10Y	6.8481	-0.15
US 10 YR	4.794	-0.24
NIFTY 50	23213.20	-1.70
SENSEX	76724.08	-1.62

G-SEC / BONDS YIELDS

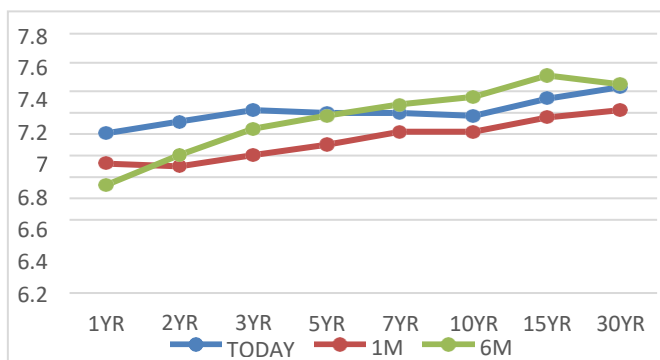
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB		6.75
G-SEC 2028	6.7544	6.7789
G-SEC 2033	6.8648	6.8695
G-SEC 2037	6.9405	6.9655
G-SEC 2053	7.0888	7.0080
SDL 2027	6.9469	-
SDL 2033	7.1648	-

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	7.5445	99.97
SYLVANUS PROPERTIES LIMITED 13.5 NCD 03JN28 FVRS1LAC	14.3333	100.07
BHARTI TELECOM LIMITED SR XXIII 8.9 NCD 05NV34 FVRS1LAC	8.4315	102.9695
HDB FINANCIAL SERVICES LIMITED SR 2022 A1 FX 177 6.3000 NCD 17MR25 FVRS10LAC	7.900	99.6677

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.5400	6.5300	6.2850	6.2900	6.2800	6.2800

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.8131%, ending 1.04 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.7956 to 6.7803 during the day.

DOMESTIC BROADCAST

India is poised to become the fourth-largest global economy by 2026, with robust GDP growth projected at 6.8% in FY2024-25 and 7.7% in FY2025-26, driven by strong exports, investments, savings, fiscal consolidation, and cumulative FDI inflows surpassing \$1 trillion, solidifying its resilience amid global challenges.

On January 14, 2025, the overnight money market volume was ₹568236.52 crore at a 6.36% average rate. Net liquidity absorption was ₹209198.75 crore.

GLOBAL BROADCAST

UK inflation unexpectedly slowed to 2.5% in December, with core measures falling more sharply than expected, boosting investor confidence in gradual BoE rate cuts starting February 2025, despite anticipated inflationary pressures from rising energy prices, wage growth, and fiscal stimulus.

South Korea's unemployment rate surged to 3.7% in December, the highest since June 2021, driven by political turmoil, economic uncertainty, and the termination of government employment projects. The labor market saw its first annual decline in employment since February 2021, with 52,000 fewer jobs compared to a year earlier. Consumer confidence hit its lowest since late 2022, and business sentiment dropped to a four-year low, following a constitutional crisis triggered by President Yoon Suk Yeol's brief martial law declaration. These developments are expected to prompt the Bank of Korea to cut interest rates by 25 basis points for the third consecutive meeting, although a weak local currency remains a challenge for policymakers.

ECB Governing Council member Francois Villeroy de Galhau advocates reducing interest rates to 2% by summer 2025, citing eased inflationary pressures, economic struggles, and the need to support businesses, households, and financing amid recession risks and geopolitical tensions, with Eurozone inflation near the 2% target and growth slowing.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 205.41 bps, 2.44 bps lower than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.

2 Years vs 1 Years bond spread is 1.83 bp.
 5 Years vs 2 Years bond spread is 4.57 bp.
 10 Years vs 2 Years bond spread is 12.43 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day, the market experienced higher liquidity and positive movement. The yield is projected to fluctuate between 6.75% and 6.85%.