

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	86.099	+0.27
BRENT OIL	68.91	+0.57
GOLD	3318.22	-1.24
India 10 YR	6.3010	-0.17
US 10 YR	4.456	+0.04
NIFTY 50	25111.45	-0.40
SENSEX	82259.24	-0.45

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.4900	5.2900
G-SEC 2028	5.7831	5.8511
G-SEC 2034	6.3567	6.3753
G-SEC 2039	6.4120	6.6541
G-SEC 2054	6.9909	6.9917
SDL 2027	6.0095	6.0597
SDL 2033	6.8205	6.8453

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SUNDARAM FINANCE LIMITED SR X4 7.89 NCD 22SP25 FVRS1LAC	6.3000	100.2115
HDFC BANK LIMITED SR Y001 6.43 NCD 29SP25 FVRS10LAC	6.2500	99.9720
BAJAJ FINANCE LIMITED 7.11 NCD 10JL28 FVRS1LAC	7.1041	99.9850
THE ANDHRA PRADESH MINERAL DEVELOPMENT CORPORATION LIMITED SR I STRPP D 9.3 BD 07MY30 FVRS1LAC	9.3207	100.8408
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.7062	102.1493
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR F24 7.68 BD 30AP29 FVRS1LAC	6.7321	102.9276
SUNDARAM FINANCE LIMITED SR W4 7.4 NCD 26AG25 FVRS10LAC	6.3000	100.0726
HDFC BANK LIMITED SR AA012 7.70 NCD 18NV25 FVRS10LAC	6.3900	100.245
POONAWALLA FINCORP LIMITED SR C2 7.58 NCD 12SP28 FVRS1LAC	7.6300	99.8743
LIC HOUSING FINANCE LTD TR 426 7.7201 NCD 12FB26 FVRS10LAC	6.4200	100.6011
SHRIRAM FINANCE LIMITED SR PPD V OP 2 8.75 NCD 15JU26 FVRS1LAC	7.5000	101.0456
REC LIMITED SR 250A 6.60 BD 30JU27 FVRS1LAC	6.4910	100.1808

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5225	5.5075	5.4900	5.8400	5.7275	5.7250

BOND MARKET

The 10-year benchmark (6.33% GSEC 2035) recorded a close of 6.3010%, ending at 1.08 bps higher than the day's trading session.

DOMESTIC BROADCAST

CRISIL forecasts headwinds for India's goods exports in fiscal 2026 due to potential US reciprocal tariffs, with negotiations for a bilateral trade agreement underway. Global growth is expected to slow, impacting India's merchandise trade. However, a services trade surplus and remittances should keep the current account deficit at a manageable 1.3% of GDP.

Government of India announces the conversion/switch of its securities through auction for an aggregate amount of ₹32,000 crore (face value).

Money market operations on July 16, 2025: Overnight segment totaled 591245.23 crores at a 5.30% weighted average rate. The segment's significant operations included triparty repo at ₹19774.73 crore and 5.36%. RBI's net liquidity absorption stood at ₹579904.00 crore.

GLOBAL BROADCAST

U.S. retail sales rose by 0.6% in June, rebounding from a 0.9% decline in May, driven by increased auto purchases. Core sales excluding autos rose 0.5%, also beating expectations. Clothing sales were up, while home furnishings and electronics dipped slightly. Other data showed the Philadelphia Fed Manufacturing Index returned to positive territory, jobless claims fell slightly to 221,000, and import/export prices were mixed. Despite tariff-driven price pressures, Fed Chair Powell remains cautious on rate cuts. Odds of a September cut have dropped to around 50%, with rates expected to stay steady this month.

U.S. Initial Jobless Claims fell to 221K, below the forecast of 233K and down from 228K the previous week, signalling continued labor market strength. The decline is seen as a bullish sign for the U.S. dollar and may influence Fed policy by reducing pressure for rate cuts. While encouraging, the data is one of many indicators watched to gauge the broader economic outlook.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 184.50 bps, 1.02 bps higher than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1 Years bond spread is 17.38 bp
5 Years vs 2 Years bond spread is 37.31 bp.
10 Years vs 2 Years bond spread is 59.37 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day. The yield is projected to fluctuate between 6.28 and 6.33%.