

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	83.66	-0.04
BRENT OIL	73.65	0.86
GOLD	2598.6	0.56
India 10 YR	6.7577	-0.34
US 10 YR	3.693	0.66
NIFTY 50	25415.80	0.15
SENSEX	83184.80	0.29

G-SEC / BONDS YIELDS

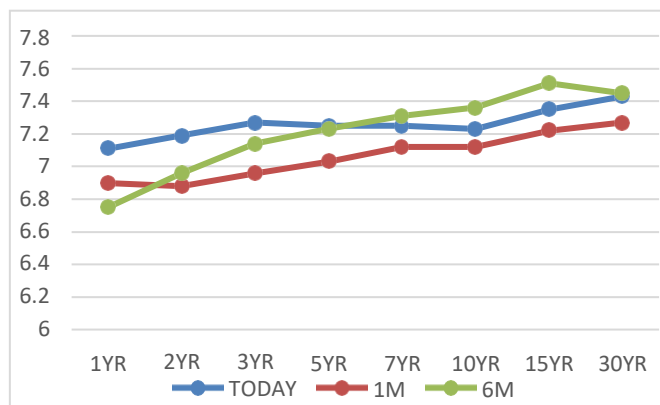
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.53	6.53
G-SEC 2028	6.6846	6.7007
G-SEC 2033	6.7734	6.8004
G-SEC 2037	6.8171	6.8467
G-SEC 2053	6.9199	6.9339
SDL 2027	6.9351	7.0006
SDL 2033	7.0975	7.1133

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25A 7.70 BD 30SP27 FVRS1LAC	7.5506	100.4270
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25B 7.64 BD 06DC29 FVRS1LAC	7.4200	101.0479
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR II 7.47 BD 05SP29 FVRS1LAC	7.3805	100.3770
BAJAJ FINANCE LIMITED 7.87 NCD 08FB34 FVRS1LAC	7.8032	100.4128

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.370	6.390	6.050	6.0675	6.00	5.990

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.7577%, ending 2.31 bps lower from the close of the previous day's trading session. Yields traded in the range of 6.7350 to 6.7896 during the day.

DOMESTIC BROADCAST

India's net direct tax collection grew 16% year-on-year to ₹9.96 trillion (\$119.07 billion) between April 1 and September 17. Gross direct tax collection, including income and corporate tax, rose over 21% to ₹12 trillion. Tax refunds totaling ₹2.05 trillion were issued during the period.

Money market operations on September 11, 2024: Overnight segment totaled ₹522,585.22 crores at a 6.63% weighted average rate. The segment's significant operations included triparty repo at ₹357,241.00 crore and 6.60%. RBI's net liquidity absorption stood at ₹4790.27 crore.

GLOBAL BROADCAST

The Federal Reserve cut interest rates by 0.5% on Wednesday, marking the start of expected monetary easing due to concerns over the job market. The Fed's projections indicate further rate cuts: another 0.5% by year-end, a full 1% in 2025, and 0.5% in 2026, bringing rates to 2.75%-3.00%.

Foreign holdings of U.S. Treasuries hit a record \$8.339 trillion in July, up from \$8.211 trillion in June, according to Treasury Department data. Japan's holdings dropped to \$1.116 trillion, the lowest since October, though it remains the largest foreign holder. China, the second largest, reduced its holdings to \$776.5 billion from \$780.2 billion.

Oil prices rose on Thursday following the U.S. Federal Reserve's half-point rate cut, with Brent up 1.1% to \$74.46 and WTI rising to \$71.66. However, Brent remained near its yearly low amid concerns about weaker global demand. While rate cuts usually boost economic activity and energy demand, the move also signaled potential weakness in the U.S. labor market, raising concerns about economic slowdown.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 306.47 bps, 9.21 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 0.15 bp.

5 Years vs 2 Years bond spread is -0.49 bp.

10 Years vs 2Years bond spread is 8.18 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day, following the outcomes associated with the 50 bp Fed Rate Cut and bond market experienced a drop in yield and maintained higher liquidity. The yield is projected to fluctuate between 6.70% and 6.75%.