DAILY REPORT
INDIAN DEBT MARKET
19TH SEPTEMBER 2025

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	88.187	-0.09
BRENT OIL	67.46	-0.33
GOLD	3672.82	+0.20
INDIA10YR	6.4885	-0.39
US10YR	4.115	+0.83
NIFTY50	25327.05	-0.38
SENSEX	82626.23	-0.47

G-SEC/BONDS YIELDS

SECURITY	LTY(%) TODAY	LTY(%) PREV DAY
364DTB	5.4600	5.5600
G-SEC2028	5.9158	5.9209
G-SEC2034	6.5561	6.5859
G-SEC2039	6.8262	6.8591
G-SEC2054	7.1907	7.2175
SDL2027	6.1490	6.1882
SDL2033	7.1407	7.2956

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.8700	101.5747
REC LIMITED SR 244 7.99 BD PP FVRS1CR	7.5525	102.7933
L&T METRO RAIL (HYDERABAD) LIMITED SR C 6.68 NCD 30AP27 FVRS10LAC	7.2500	99.1099
HDFC BANK LIMITED SR Y002 5.78 NCD 25NV25 FVRS10LAC	6.5948	99.8033
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	6.8029	101.5505
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR III 7.34 BD 26FB29 FVRS1LAC	6.9522	101.1743

AUCTION RESULT OF GOI DATED SECURITIES

SECURITY	MATURITY	CUTOFF YIELD	AMOUNT
5.91% GSEC 2028	2028	100.04/5.8899	6,000
6.33% GSEC 2035	2035	98.65/6.5198	30,000
TOTAL	36,000		

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.4600	5.4450	5.4500	5.4200	5.7200	5.7050

BOND MARKET

The 10-year benchmark recorded (6.33% GS 2035) a close of 6.4885%, 2.54 bps lower than the close of the previous day's trading session.

DOMESTIC BROADCAST

Foreign Exchange Reserves in India increased to 702970 USD Million in September 12 from 698270 USD Million in the previous week. Foreign Exchange Reserves in India averaged 307727.94 USD Million from 1998 until 2025, reaching an all-time high of 704890 USD Million in September of 2024 and a record low of 29048 USD Million in September of 1998.

Indian government bonds fell for a second consecutive week, after hawkish commentary from the U.S. central bank pushed up Treasury yields, while continued worries over debt supply further dented investor appetite. The yield on the 10-year benchmark ended at 6.4885%, after closing at 6.5139% on Thursday

On SEPTEMBER 18, 2025, money market operations recorded ₹660114.69 crore at a WAR of 5.50%. RBI operations resulted in a net liquidity absorption of ₹72774.17 crore.

GLOBAL BROADCAST

Japan's core consumer price index, which excludes fresh food but includes energy, increased 2.7% year-on-year in August 2025, easing for the third month in a row to its lowest level since November 2024. Still, core inflation has held above the Bank of Japan's 2% target, sustaining expectations for another rate hike later this year. The central bank is widely expected to leave policy unchanged at its September meeting as the economy faces domestic and external headwinds, particularly from US tariffs. Even so, markets anticipate a possible 25 basis point hike in October amid signs of economic resilience. BOJ Governor Kazuo Ueda has continued to strike a cautious note, emphasizing that "underlying inflation" has yet to show a stable alignment with the 2% target.

The Bank of Japan kept its benchmark short-term rate at 0.5% in September 2025, maintaining borrowing costs at their highest level since 2008 and in line with consensus. The decision, passed by a 7-2 vote, came amid risks tied to Japan's political outlook and the impact of U.S. tariffs, and followed the U.S. Fed's first rate cut since December.

Retail sales in the United Kingdom increased 0.7% year-on-year in August 2025, following a downwardly revised 0.8% gain in July and above forecasts of a 0.6% rise. Retail Sales YoY in the United Kingdom averaged 1.82 percent from 1996 until 2025, reaching an all-time high of 40.70 percent in April of 2021 and a record low of -22.90 percent in April of 2020.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 237.35 bps, 6.94 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 14.71 bp.
5 Years vs 2 Years bond spread is 37.84 bp.
10 Years vs 2Years bond spread is 71.39 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day and maintained good liquidity. The yield is projected to fluctuate between 6.45% and 6.55%.

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