

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	87.037	-0.04
BRENT OIL	66.47	+1.06
GOLD	3380.65	+0.81
India 10 YR	6.4969	-0.02
US 10 YR	4.302	-0.01
NIFTY 50	25050.55	+0.02
SENSEX	81857.84	+0.02

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.5850	5.5375
G-SEC 2028	5.9955	6.0463
G-SEC 2034	6.5703	6.5864
G-SEC 2039	6.1716	6.9072
G-SEC 2054	7.2246	7.2374
SDL 2027	-	6.1094
SDL 2033	7.0275	7.0272

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR SD76 8.75 NCD 09AP32 FVRS1LAC	8.7256	100.0000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.5700	100.8710
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23A 7.40 BD 30JN26 FVRS10LAC	6.2591	100.3465
MUTHOOT FINANCE LIMITED 8.20 NCD 30AP30 FVRS1LAC	8.0917	100.4051
HDFC BANK LIMITED SR AA012 7.70 NCD 18NV25 FVRS10LAC	6.3000	100.2515
HINDUSTAN PETROLEUM CORPORATION LIMITED SR I 7.22 NCD 28AG29 FVRS1LAC	6.6800	101.5407
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23 G 7.57 LOA 19MR26 FVRS1LAC	6.3200	100.5846
TATA CAPITAL HOUSING FINANCE LIMITED SR C 7.17 NCD 21MY30 FVRS1LAC	6.9000	101.0004
KOTAK MAHINDRA PRIME LIMITED 8.08 NCD 21OT27 FVRS1LAC	7.0500	101.9667
LIC HOUSING FINANCE LTD TR 451 7.66 NCD 11DC29 FVRS 1LAC	7.1200	101.8934
HDB FINANCIAL SERVICES LIMITED SR 208 8.3324 NCD 10MY27 FVRS1LAC	7.1536	101.7888
POWER FINANCE CORPORATION LIMITED SR 208 6.50 BD 17SP25 FVRS10LAC	5.8200	100.0253

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5300	5.5250	5.4900	5.4750	5.7300	5.7150

BOND MARKET

The 10-year benchmark (6.33% GS 2035) recorded a close of 6.4162%, ending at 1.7 bps lower than the close of the previous day's trading session.

DOMESTIC BROADCAST

India's core sector output saw a 2% increase in July 2025, driven by positive growth in steel, cement, fertilizer, and electricity production. Steel production marked the highest rise with 12.8% growth. However, coal, crude oil, and natural gas production experienced declines during the same period.

Money market operations on August 19, 2025: Overnight segment totaled ₹631769.75 crores at a 5.25% weighted average rate. The segment's significant operations included triparty repo at ₹16735.70 crore and 5.43%. RBI's net liquidity absorption stood at ₹298619.24 crore.

GLOBAL BROADCAST

U.S. stock futures slipped as investors awaited the Fed minutes for clues on policy divisions ahead of Jackson Hole, with expectations of rate cuts later this year. Major retailers, led by Target, Lowe's, and TJX, are set to report earnings after Home Depot's muted results, keeping the retail sector in focus.

The U.S. government is considering taking equity stakes in semiconductor firms receiving CHIPS Act subsidies, marking a shift in industrial policy, while Elon Musk has shelved his political ambitions to focus on his companies, easing investor concerns at Tesla.

The Reserve Bank of New Zealand cut its cash rate by 25 bps to 3.00%, its fifth reduction since August 2024, as weak domestic activity and spare capacity weigh on growth. While inflation remains near the top of the 1–3% band, it is projected to ease toward 2% by mid-2026, allowing scope for further cuts. The decision was split (4-2), with some policymakers favoring a larger 50 bp move, underscoring the dovish stance. Governor Hawkesby said the focus is on supporting growth after Q2 contraction, with lower borrowing costs expected to aid recovery in 2025, though global trade tensions pose risks. The NZD fell over 1% to a four-month low, as markets priced in further easing, with the OCR projected to decline to 2.71% by end-2025 and 2.55% in early 2026.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 219.49 bps, 17 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 27.68 bp
 5 Years vs 2 Years bond spread is 24.50 bp.
 10 Years vs 2 Years bond spread is 46.07 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day. The yield is projected to fluctuate between 6.38% and 6.43%.