

GLOBAL MARKET SNAPSHOT

| MARKETS | PRICE | % CHANGE |
|-------------|----------|----------|
| USD/INR | 87.242 | +0.28 |
| BRENT OIL | 67.11 | +0.40 |
| GOLD | 3383.30 | -0.18 |
| India 10 YR | 6.5278 | +0.47 |
| US 10 YR | 4.3180 | +0.51 |
| NIFTY 50 | 25083.75 | +0.13 |
| SENSEX | 82000.71 | +0.17 |

G-SEC / BONDS YIELDS

| SECURITY | LTY (%) TODAY | LTY (%) PREV |
|------------|---------------|--------------|
| 364 DTB | 5.5800 | 5.5850 |
| G-SEC 2028 | 5.9718 | 5.9955 |
| G-SEC 2034 | 6.6466 | 6.5703 |
| G-SEC 2039 | 6.8961 | 6.1716 |
| G-SEC 2054 | 7.2389 | 7.2246 |
| SDL 2027 | - | - |
| SDL 2033 | 7.0701 | 7.0275 |

ACTIVELY TRADED CORPORATE BONDS

| SECURITY | YTM (%) | LTP |
|---|---------|----------|
| THE ANDHRA PRADESH MINERAL DEVELOPMENT CORPORATION LIMITED SR I STRPP F 9.30 BD 07MY32 FVRS1LAC | 9.2067 | 101.9145 |
| INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 180 7.39 BD 15JL34 FVRS1LAC | 7.1253 | 101.6082 |
| TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 F 9.35 NCD 31DC32 FVRS1LAC | 9.1287 | 102.5399 |
| AXIS BANK LIMITED SR 30 7.88 BD 13DC32 FVRS1CR | 7.2800 | 103.2221 |
| LIC HOUSING FINANCE LTD TR 450 7.58 NCD 19JN35 FVRS1LAC | 7.3292 | 101.4297 |
| HDB FINANCIAL SERVICES LIMITED SR 190 8.0736 LOA 17AP26 FVRS1LAC | 6.8152 | 100.6666 |
| NATIONAL BANK FOR FINANCING INFRASTRUCTURE AND DEVELOPMENT SR NABFID2025-1 7.43 BD 04JL34 FVRS1LAC | 7.1550 | 101.8322 |
| NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23F 7.5 BD 17DC25 FVRS10LAC | 6.1000 | 100.3245 |
| INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LIMITED SR PDI-H 8.40 BD PP FVRS1CR | 7.5683 | 105.3900 |
| HERO FINCORP LIMITED SR 052 7.60 NCD 04MY27 FVRS10LAC | 8.6496 | 99.2036 |
| MAHANAGAR TELEPHONE NIGAM LIMITED SR VIII TR C 7.80 BD 07NV33 FVRS1LAC | 99.8500 | 7.9750 |

OVERNIGHT INDEXED SWAP

| OIS (1 YEAR) | | OIS (2 YEAR) | | OIS (5 YEAR) | |
|--------------|--------|--------------|--------|--------------|--------|
| OPEN | CLOSE | OPEN | CLOSE | OPEN | CLOSE |
| 5.5100 | 5.5200 | 5.4700 | 5.4850 | 5.7250 | 5.7250 |

BOND MARKET

The 10-year benchmark (6.33% GSEC 2035) recorded a close of 6.5278%, ending at 3.09 bps higher than the day's trading session.

DOMESTIC BROADCAST

HSBC India Composite PMI jumped to a record high of 65.2 in August 2025 from 61.1 in the prior month, flash data showed. The acceleration reflects robust expansion across both manufacturing and services, with the latter spearheading the gains as business activity surged to a new survey peak. Total new orders rose near a record pace, supported by the fastest foreign sales growth since the composite index began in 2014. Firms cited greater demand from Asia, the Middle East, Europe, and the US. Overall employment also picked up, as faster job creation in services offset softer hiring among manufacturers. Still, backlogs of work rose only marginally, the slowest since May. On inflation, input costs climbed amid higher wages and raw material prices, prompting companies to raise output charges at the steepest rate since February 2013, often citing strong demand as justification. Looking ahead, business confidence strengthened to its highest since March on expectations of sustained demand.

Money market operations on August 20, 2025: Overnight segment totaled 619310.65 crores at a 5.26% weighted average rate. The segment's significant operations included triparty repo at ₹400321.15 crore and 540%. RBI's net liquidity absorption stood at ₹265333.24 crores.

GLOBAL BROADCAST

The HCOB Germany Manufacturing PMI rose to 49.9 in August 2025 from 49.1 in the previous month, coming in above market expectations of 48.8, according to flash estimates. The latest figure marks the highest reading since June 2022 and indicates that the sector is edging closer to stabilization.

The S&P Global UK Services PMI climbed to 53.6 in August 2025 from 51.8 in July, topping market forecasts of 51.8, flash estimates showed. Business activity rose for the fourth consecutive month, recording the fastest growth in a year, supported by a renewed increase in new orders. Service providers often cited improving demand conditions both at home and abroad. Meanwhile, employment continued to decline at a solid pace in August, largely due to concerns over rising staff costs due to the policies announced in the autumn Budget.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 220.98 bps, 3.31 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 14.55 bp

5 Years vs 2 Years bond spread is 29.52 bp.

10 Years vs 2 Years bond spread is 62.01 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day. The yield is projected to fluctuate between 6.49 and 6.59%.