



GLOBAL MARKET SNAPSHOT

| MARKETS | PRICE | % CHANGE |
|------------|----------|----------|
| USD/INR | 86.902 | -0.38 |
| BRENT OIL | 75.79 | -0.90 |
| GOLD | 2957.67 | -0.29 |
| INDIA 10YR | 6.7065 | +0.03 |
| US 10YR | 4.486 | -0.45 |
| NIFTY50 | 22795.90 | -0.51 |
| SENSEX | 75311.06 | -0.56 |

G-SEC/BONDS YIELDS

| SECURITY | LTY(%)TODAY | LTY(%)PREV DAY |
|-----------|-------------|----------------|
| 364DTB | 6.5100 | 6.5300 |
| G-SEC2028 | 6.6392 | 6.6294 |
| G-SEC2033 | 6.7758 | 6.7747 |
| G-SEC2037 | 6.8811 | 6.8789 |
| G-SEC2053 | 7.0792 | 7.0495 |
| SDL2027 | 6.9204 | 6.7302 |
| SDL2033 | - | 7.0698 |

MOST ACTIVELY TRADED CORPORATE BONDS

| SECURITY | YTM (%) | LTP |
|---|---------|----------|
| TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 F 9.35 NCD 31DC32 FVRS1LAC | 9.1510 | 102.7156 |
| BANK OF MAHARASHTRA 7.70 BD 18FB35 FVRS1LAC | 7.6855 | 99.9000 |
| SAMMAAN CAPITAL LIMITED 9.75 NCD 12AP28 FVRS1LAC | 9.8922 | 99.4000 |
| ADANI ENTERPRISES LIMITED SR IV 9.65 NCD 12SP27 FVRS1000 | 9.5055 | 100.2400 |

AUCTION RESULT OF GOI DATED SECURITIES

| SECURITY | MATURITY | CUTOFF YIELD | AMOUNT |
|----------------------|----------|---------------|--------|
| 06.75% GS 2029 | 2029 | 100.27/6.6806 | 14,000 |
| 06.98% GOI SBrB 2054 | 2054 | 98.41/7.1079 | 5,000 |
| 07.34% GS 2064 | 2064 | 102.92/7.1168 | 15,000 |
| TOTAL | 34,000 | | |

OVERNIGHT INDEXED SWAP

| OIS(1YEAR) | | OIS(2YEAR) | | OIS(5YEAR) | |
|------------|--------|------------|--------|------------|--------|
| OPEN | CLOSE | OPEN | CLOSE | OPEN | CLOSE |
| 6.2825 | 6.3000 | 6.0500 | 6.0750 | 6.0700 | 6.0800 |

BOND MARKET

The 10-year benchmark recorded a close of 6.7065%, 0.22 bps higher than the close of the previous day's trading session. Yields traded in the range of 6.6972 to 6.7096 during the day.

DOMESTIC BROADCAST

India's economy showed signs of improvement in the third quarter, driven by strong agricultural output, rising rural demand, and increased capital expenditure. GDP growth is forecasted at 6.3%, with high-frequency indicators like vehicle sales and petrol consumption displaying marked enhancement.

On FEBRUARY 13, 2025, money market operations recorded ₹573540.52 crore at a WAR of 6.23%. RBI operations resulted in a net liquidity absorption of ₹187571.71 crore.

GLOBAL BROADCAST

Former BOJ board member Sayuri Shirai suggests the central bank may hike rates in March if Trump's tariffs drive inflation higher. With tariffs on Chinese imports already in place and potential levies on Canada, Mexico, and Europe, global inflation risks are rising. Despite Japan's weak economy, Shirai argues the BOJ should raise rates to counter inflation driven by the weak yen, which is increasing food and energy costs.

The UK posted a £15.4bn public finance surplus in January, the highest since 1993 but below the £20bn forecast, posing a challenge for Chancellor Rachel Reeves. Lower-than-expected income and capital gains tax revenue contributed to the shortfall. Cumulative borrowing for the year hit £118.2bn, exceeding forecasts due to revised debt interest and tax revenue figures. Reeves faces pressure to balance economic growth with fiscal rules while addressing calls for higher defence spending. Analysts warn her fiscal buffer may be eroded, potentially forcing tighter policies.

Euro zone business activity saw weak growth in February as falling demand and a manufacturing slump offset modest service sector expansion. The HCOB composite PMI remained at 50.2, barely above contraction. Germany showed slight improvement, while France's activity slumped. Euro zone demand declined for a ninth month, with the services PMI dropping to 50.7 and manufacturing improving slightly to 47.3. Despite U.S. tariff concerns, manufacturers remained optimistic. Meanwhile, UK firms cut staff at the fastest rate in four years ahead of tax hikes.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 220.05 bp, 8.28 bps higher than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1 Year bond spread is 1.69 bp.
5 Years vs 2 Years bond spread is 6.69 bp.
10 Years vs 2Years bond spread is 8.76 bp.

MARKET OUTLOOK

Today's G-sec auction experienced relatively lower demand. The HSBC Composite PMI data released today did not influence the market movements significantly, with the OMO purchase data released today, the yield is projected to fluctuate between 6.68% and 6.75%.

INDIA YIELD CURVE

