

**GLOBAL MARKET SNAPSHOT**

MARKETS	PRICE	% CHANGE
USD/INR	86.387	+0.24
BRENT OIL	68.64	-0.79
GOLD	3420.47	+0.43
India 10Y	6.3069	+0.00
US 10 YR	4.3650	-0.32
NIFTY 50	25060.90	-0.12
SENSEX	82186.81	-0.01

**G-SEC / BONDS YIELDS**

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.5400	5.5425
G-SEC 2028	5.8050	5.8015
G-SEC 2034	6.3613	6.3856
G-SEC 2039	6.6302	6.6212
G-SEC 2054	6.9439	6.9495
SDL 2027	5.9951	6.0011
SDL 2033	-	6.7802

**ACTIVELY TRADED CORPORATE BONDS**

SECURITY	YTM (%)	LTP
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.4829	55.8000
LIC HOUSING FINANCE LTD TR 456 6.90 NCD 17SP27 FVRS1LAC	6.7900	100.2470
HDB FINANCIAL SERVICES LIMITED SR A/1(FX)181 OPT 2 7.7 NCD 11AG25 FVRS10LAC	6.5000	100.0376
POONAWALLA FINCORP LIMITED SR D1 7.5285 NCD 24SP27 FVRS1LAC	7.5472	100.0000
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 171 7.23 BD 15OT26 FVRS1LAC	6.3700	100.9954
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.4513	101.0893
BAJAJ HOUSING FINANCE LIMITED 7.08 NCD 12JU30 FVRS1LAC	7.1200	99.7995
HOUSING AND URBAN DEVELOPMENT CORPORATION LIMITED SR D 6.64 NCD 17JL28 FVRS1LAC	6.6321	100.000
BAJAJ FINANCE LIMITED 7.11 NCD 10JL28 FVRS1LAC	7.1055	99.9850
LIC HOUSING FINANCE LTD TR 451 7.66 NCD 11DC29 FVRS 1LAC	6.9700	102.4822
KOTAK MAHINDRA PRIME LIMITED 7.05 NCD 10AP28 FVRS1LAC	7.0200	100.0938

**OVERNIGHT INDEXED SWAP**

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.4900	5.4950	5.4750	5.4625	5.6825	5.6815

**BOND MARKET**

The 10-year benchmark (6.33% GS 2035) recorded a close of 6.3069%, ending 0.73 bps lower than the close of the previous day's trading session.

**DOMESTIC BROADCAST**

The Indian rupee is expected to trade between 85.80 and 86.70 this week, with a slight weakening bias, tracking the U.S. dollar's recent rebound amid strong economic data and reduced Fed rate-cut bets. Fed Chair Powell's remarks on Tuesday will be closely watched, with U.S. rate-cut odds for September at 53%. Domestically, attention will be on India-U.S. trade talks, corporate earnings, and July flash PMI data. India's 10-year benchmark bond yield (6.33% 2035) is likely to move between 6.28% and 6.33%, with upward pressure as the government auctions ₹300 billion in bonds. Easing inflation and weak high-frequency data are fuelling rate cut hopes. Investors are also watching if the RBI intensifies liquidity withdrawal after last week's ₹2 trillion drain.

On July 21, 2025, the overnight money market volume was ₹619575.62 crore at a 5.51% average rate. Net liquidity absorption was ₹239617.81 crore.

**GLOBAL BROADCAST**

Grocery price inflation in Britain rose to 5.2% for the four weeks ending July 13, up from 4.7% the previous month, according to data from market researcher Worldpanel by Numerator. The increase in food prices is intensifying financial strain on low-income households, who are already burdened by the rising cost of essential items.

Bank of America has revised its Bank of England rate outlook, now expecting a slower pace of cuts with reductions in August and November 2025, and a final cut in February 2026, keeping the terminal rate at 3.5%. This shift, from its earlier forecast of three cuts in 2025, reflects stronger-than-expected inflation data and resilient payroll figures. While the UK labour market is softening and growth remains weak, BofA sees conditions as insufficient for faster easing. It also raised its 2025 inflation forecast slightly to 3.2%, expecting a peak of 3.7% in September. The bank has turned neutral on November MPC-dated Sonia and sees a stronger case for a steeper short-term RPI curve due to the UK's slower progress toward its inflation target.

**SPREAD ANALYSIS**

The India 10 Years vs the United States 10Years Government Bond spread value is 194.19 bps, 0.73 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 27.22 bp.  
 5 Years vs 2 Years bond spread is 33.68 bp.  
 10 Years vs 2 Years bond spread is 53.17 bp.

**MARKET OUTLOOK**

Today, the 10-year benchmark yields ended slightly compared to the previous day, the market experienced good liquidity and yield movement. The yield is projected to fluctuate between 6.27% and 6.33%.