

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	84.952	0.19
BRENT OIL	72.66	-0.56
GOLD	2641.41	0.12
India 10Y	6.8053	-1.25
US 10 YR	4.525	0.24
NIFTY 50	23753.45	0.70
SENSEX	78540.17	0.64

G-SEC / BONDS YIELDS

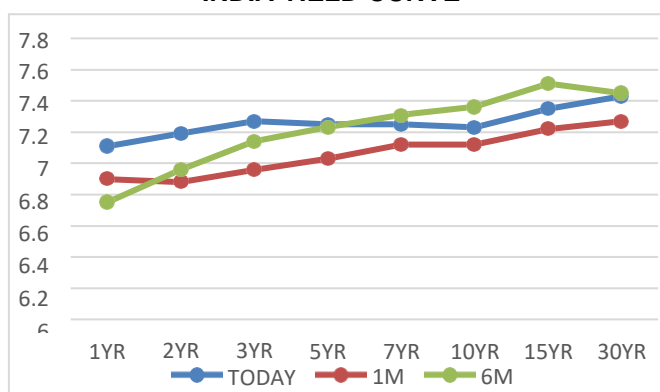
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.70	6.65
G-SEC 2028	6.7220	6.7412
G-SEC 2033	6.8290	6.8517
G-SEC 2037	6.8812	6.8907
G-SEC 2053	7.0294	7.0262
SDL 2027	-	6.91
SDL 2033	7.0893	7.0951

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL HOUSING BANK 7.20 BD 03OT31 FVRS1LAC	7.2017	100.00
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR V 7.51 BD 12JU28 FVRS1LAC	7.5300	99.9644
BAJAJ HOUSING FINANCE LIMITED 7.89 NCD 14JL34 FVRS1LAC	7.5850	101.9211
ICICI PRUDENTIAL LIFE INSURANCE COMPANY LIMITED SR 1 8.03 NCD 19DC34 FVRS1LAC	8.0250	100.00

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.5300	6.5050	6.2700	6.2500	6.2100	6.1934

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.8053%, ending 8.54 bps higher than the close of the previous day's trading session. The yield was in the range of 6.8032 to 6.8140.

DOMESTIC BROADCAST

India's GDP growth is expected to align with the trend rate of 6.5-7% this fiscal, driven by healthy macro fundamentals, according to a Crisil report. Private consumption grew 6.7% in H1 FY25, up from 4.1% last year, with its GDP share rising to 56.3%. Investment growth has moderated but remains above pre-pandemic levels. WPI inflation averaged 2.7% this fiscal, normalizing near the pre-pandemic average.

On December 20, the RBI reported ₹ 8098.87 at 6.62 market activity in the overnight and term segments. Under RBI operations, MSF saw ₹4580 crore at 6.75%, and SDF saw ₹56377 crore at 6.25%. The net liquidity absorbed totaled ₹175991.41 crore.

GLOBAL BROADCAST

Britain's economy stagnated in Q3 2024, with GDP revised to 0.0% due to weak exports and struggling services, despite stable consumer spending. Business confidence hit a low amid tax hikes, and the Bank of England forecasts zero Q4 growth. Construction saw slight gains, but households relied on savings as the current account deficit narrowed to £18.1 billion.

Singapore's core inflation eased to 1.9% in November, the smallest rise since November 2021 and below the 2.1% forecast, while headline inflation fell to 1.6%. Slowing inflation could allow the MAS to ease monetary policy in 2025, though most economists expect it to remain unchanged in upcoming quarterly reviews. The MAS last tightened policy in October 2022 and left it steady in October 2024. Despite declining inflation, Singapore raised its 2024 GDP growth forecast to 3.5% after stronger-than-expected Q3 growth of 5.4%.

Oil prices rose Monday, aided by cooling U.S. inflation and a resolved government shutdown, with Brent at \$73.31 and WTI at \$69.86. Concerns eased over European supply as the Druzhba pipeline resumed, while U.S. oil rigs hit a three-month high. Analysts expect a supply surplus to pressure Brent to \$70.50 per barrel in 2025.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 228.03 bps, 1.6 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 4.00 bps.
 5 Years vs 2 Years bond spread is 0.5 bps.
 10 Years vs 2Years bond spread is 7.67 bps.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended slightly lower than the previous, tracking upcoming outcomes associated with Indian food inflation data. We expect the yield to fluctuate between 6.78% to 6.82%.