

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	86.855	+0.34
BRENT OIL	76.63	-0.61
GOLD	3389.27	-0.23
India 10Y	6.3053	-0.05
US 10 YR	4.406	+0.41
NIFTY 50	24971.90	-0.56
SENSEX	81896.79	-0.62

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.4700	5.4700
G-SEC 2028	5.8665	5.8572
G-SEC 2033	6.4022	6.3944
G-SEC 2037	-	6.6260
G-SEC 2053	7.0329	7.0391
SDL 2027	5.9870	-
SDL 2033	-	-

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
LIC HOUSING FINANCE LTD TR 456 6.90 NCD 17SP27 FVRS1LAC	6.9520	99.8590
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.6300	100.9557
REC LIMITED SR 249A 6.37 BD 31MR27 FVRS1LAC	6.3887	99.9950
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 191B 6.58 BD 30MY30 FVRS1LAC	6.8000	99.1133
REC LIMITED SR 248A 6.52 BD 31JN28 FVRS1LAC	6.6500	99.7247
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 G 9.35 NCD 30DC33 FVRS1LAC	9.0236	103.5364
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23D 7.20 LOA 23SP25 FVRS10LAC	6.1500	100.1738
REC LIMITED SR 249B 6.70 BD 31DC29 FVRS1LAC	6.7082	100.000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR F24 7.68 BD 30AP29 FVRS1LAC	6.8500	102.6791
REC LIMITED SR 227-A 7.77 BD 30SP26 FVRS1LAC	6.51383	101.4398
NATIONAL BANK FOR FINANCING INFRASTRUCTURE AND DEVELOPMENT SR NABFID2023 1 7.43 BD 16JU33 FVRS1LAC	7.1700	101.5044

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5250	5.5250	5.5350	5.5325	5.7500	5.7550

BOND MARKET

The 10-year benchmark recorded a close of 6.3053%, ending at 0.34 bps lower than the close of the previous day's trading session. The yield was in the range of 6.2998 to 6.3300.

DOMESTIC BROADCAST

India's private sector activity surged in June, with the HSBC Flash India Composite PMI rising to a 14-month high of 61.0, driven by strong domestic and export demand. Services PMI hit 60.7 and manufacturing climbed to 58.4. Export orders saw record growth since data began in 2014, fueling the fastest hiring in manufacturing in over two decades. Input cost inflation eased to a 10-month low, moderating output price rises. Despite strong activity, overall business confidence dipped to a two-year low amid global uncertainties.

On JUNE 20, the RBI reported ₹ 9033.70, at 5.25% of market activity in the overnight and term segments. Under RBI operations, MSF saw ₹2109 crore at 5.75%, and SDF saw ₹286050 crore at 5.25%. The net liquidity absorbed totaled ₹3294194.69 crore.

GLOBAL BROADCAST

Japan's manufacturing PMI rose to 50.4 in June, returning to expansion for the first time since May 2024, driven by renewed output and inventory growth. Services PMI also improved to 51.5, supported by strong domestic demand. The composite PMI climbed to 51.4 from 50.2, indicating a broader recovery in business activity.

Euro zone economic activity stalled for a second month in June, with the HCOB flash composite PMI holding at 50.2, just above the growth threshold and below expectations. Minimal improvement in services and continued weakness in manufacturing indicate sluggish momentum as Q2 ends.

The U.S. dollar firmed on Monday as geopolitical tensions rose following U.S. attacks on Iranian nuclear sites, prompting safe-haven demand. Oil prices briefly hit a five-month high amid Iran's threat to close the Strait of Hormuz. The dollar rose 1% against the yen and 0.15% overall (DXY at 99.065), while risk-sensitive currencies like the Australian and New Zealand dollars fell.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 189.93 bps, 0.24 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 22.79 bps.
 5 Years vs 2 Years bond spread is 32 bps.
 10 Years vs 2Years bond spread is 52.68 bps.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower than the previous. We expect the yield to fluctuate between 6.27% to 6.33%.