

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	86.411	+0.05
BRENT OIL	69.13	+0.92
GOLD	3358.70	-1.13
India 10 YR	6.3276	-0.25
US 10 YR	4.433	+1.00
NIFTY 50	25062.10	-0.63
SENSEX	82148.17	-0.66

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.3400	5.5000
G-SEC 2028	5.8419	-
G-SEC 2034	6.3796	6.3583
G-SEC 2039	6.6344	6.6248
G-SEC 2054	6.9662	6.9527
SDL 2027	5.9924	6.0509
SDL 2033	-	6.8399

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.6641	102.2478
HDFC BANK LIMITED SR 2001 6 NCD 29MY26 FVRS10LAC	6.5611	99.4968
LIC HOUSING FINANCE LTD TR 448 7.74 NCD 22OT27 FVRS1LAC	6.7900	101.8833
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	6.6106	102.1238
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.3966	56.2410
STATE BANK OF INDIA SR 2 7.33 BD 20SP39 FVRS1CR	7.2075	100.7545
POWER FINANCE CORPORATION LIMITED SR 252 7.43 PP BD FVRS1CR	7.4281	99.9300
POWER FINANCE CORPORATION LIMITED SR 223 7.64 BD 22FB33 FVRS1LAC	6.9800	103.6955
HDFC BANK LIMITED SR P011 8.35 NCD 13MY26 FVRS1CR	6.6400	101.2148
TATA CAPITAL HOUSING FINANCE LIMITED SR C 7.17 NCD 21MY30 FVRS1LAC	7.1000	100.2559
THE ANDHRA PRADESH MINERAL DEVELOPMENT CORPORATION LIMITED SR I STRPP F 9.30 BD 07MY32 FVRS1LAC	9.2036	101.6878
SBM BANK (INDIA) LIMITED SR I 9.75 BD 05AP32 FVRS1CR	9.1235	100.8500

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.4800	5.4975	5.4550	5.4575	5.6725	5.6875

BOND MARKET

The 10-year benchmark (6.33% GSEC 2035) recorded a close of 6.3276%, ending at 1.59 bps higher than the day's trading session.

DOMESTIC BROADCAST

CRISIL forecasts headwinds for India's goods exports in fiscal 2026 due to potential US reciprocal tariffs, with negotiations for a bilateral trade agreement underway. Global growth is expected to slow, impacting India's merchandise trade. However, a services trade surplus and remittances should keep the current account deficit at a manageable 1.3% of GDP.

Money market operations on July 24, 2025: Overnight segment totaled 603403.84 crores at a 5.73% weighted average rate. The segment's significant operations included triparty repo at ₹404014.05 crore and 5.72%. RBI's net liquidity absorption stood at ₹21730.79 crore.

GLOBAL BROADCAST

U.S. initial jobless claims fell to 217,000 for the week ending July 19, signaling continued labor market resilience despite trade-related uncertainty. The four-week average declined to 224,500, while continuing claims rose slightly to 1.955 million, suggesting some laid-off workers face longer unemployment spells amid slower hiring. The jobless rate dipped to 4.1% in June. Meanwhile, President Trump announced a trade deal with Japan, with tariffs on major partners like the EU and Canada set to take effect on August 1.

German consumer sentiment fell for the second straight month, with the GfK index dropping to -21.5 for August, worse than the expected -20.0. The decline reflects rising economic uncertainty, prompting consumers to save rather than spend.

The European Central Bank (ECB) kept its key interest rate steady at 2% as expected, pausing after a year of rate cuts to assess economic conditions amid uncertainty over EU-U.S. trade talks. With inflation back at target and domestic price pressures easing, the ECB maintained its data-dependent, meeting-by-meeting approach without signaling future moves. Markets still expect at least one more cut this year, especially if a proposed 15% U.S. tariff on EU goods materializes. While growth and employment remain stable, weak inflation could prompt further easing later in 2025.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 189.46 bps, 4.51 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 6.28 and 6.33%.