



GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	86.438	-0.19
BRENT OIL	77.84	-0.01
GOLD	2762.09	0.69
INDIA 10YR	6.7639	-0.18
US 10YR	4.630	-0.21
NIFTY50	23092.20	-0.49
SENSEX	76190.46	-0.43

G-SEC/BONDS YIELDS

SECURITY	LTY(%)TODAY	LTY(%)PREV DAY
364DTB	6.50	6.55
G-SEC2028	6.6331	6.6514
G-SEC2033	6.7724	6.7921
G-SEC2037	6.8440	6.8668
G-SEC2053	7.0054	7.0314
SDL2027	6.8698	-
SDL2033	7.0801	7.1004

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 G 9.35 NCD 30DC33 FVRS1LAC	9.2051	102.6348
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	7.5209	100.04
HINDUJA LEYLAND FINANCE LIMITED 8.80 NCD 17DC29 FVRS1LAC	8.5863	101.02
NUVAMA WEALTH FINANCE LIMITED SR I7L403A BR NCD 30JU28 FVRS1LAC	11.7500	100.7654

AUCTION RESULT OF GOI DATED SECURITIES

SECURITY	MATURITY	CUTOFF YIELD	AMOUNT
6.79% GS 2034	2034	6.7272/100.43	22000
7.09% GS 2074	2074	7.0266/100.86	10000
TOTAL	32,000		

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.3800	6.3600	6.13250	6.1300	6.1500	6.1275

BOND MARKET

The 10-year benchmark recorded a close of 6.7639 %, 1.22 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.7493 to 6.7653 during the day.

DOMESTIC BROADCAST

India's manufacturing sector saw strong growth in January, driven by a surge in new export orders and global restocking ahead of likely tariffs, while services activity slowed slightly; manufacturers benefited from easing input costs and improved margins, contrasting with rising cost pressures for service providers, as inflation trends down and HSBC predicts two repo rate cuts by April.

Under the OMO outright segment Liquidity operations conducted by RBI, the government issued the purchase of ₹ 10,175 Crores.

On JANUARY 23, 2025, money market operations recorded ₹543,213.23 crore at a WAR of 6.56%. RBI operations resulted in a net liquidity absorption of ₹315618.48 crore.

GLOBAL BROADCAST

The euro zone's business sector showed slight growth in January 2025, with the composite PMI rising to 50.2 due to stable services activity and easing in the manufacturing downturn, though demand remains subdued.

British manufacturing showed slight improvement in January 2025, with order books rising from a four-year low, but business optimism hit its lowest since 2022 due to concerns over rising costs from increased social security contributions, wages, and employment law changes.

Outflows from U.S. equity funds slowed to \$3.2 billion in the week ending Jan. 22, the lowest in three weeks, as benign core inflation boosted equities, while bond funds saw strong inflows of \$8.83 billion, and money market funds attracted \$32.86 billion amid shifting rate expectations.

China's factory activity likely expanded for a fourth month in January, supported by strong exports and industrial output, but domestic demand remains weak amid deflationary pressures, high unemployment, and U.S. tariff threats, prompting Beijing to focus on stimulus measures targeting industrial upgrades and infrastructure rather than households.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 213.39 bp, 2.72 bps lower than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1 Year bond spread is 7.09 bp.
5 Years vs 2 Years bond spread is 3.1 bp.
10 Years vs 2Years bond spread is 13.95 bp.

MARKET OUTLOOK

Today's G-sec auction experienced strong demand. The yield is projected to fluctuate between 6.70% and 6.78%.

INDIA YIELD CURVE

