

**GLOBAL MARKET SNAPSHOT**

MARKETS	PRICE	% CHANGE
USD/INR	87.542	+0.25
BRENT OIL	67.83	+0.91
GOLD	3412.52	-0.17
India 10Y	6.5967	+0.69
US 10 YR	4.287	+0.63
NIFTY 50	24967.75	+0.39
SENSEX	81635.91	+0.40

**G-SEC / BONDS YIELDS**

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.4700	5.5899
G-SEC 2028	6.0713	6.0040
G-SEC 2034	6.6582	6.6126
G-SEC 2039	6.9676	6.9184
G-SEC 2054	7.2973	7.2408
SDL 2027	-	6.1795
SDL 2033	-	7.0423

**ACTIVELY TRADED CORPORATE BONDS**

SECURITY	YTM (%)	LTP
POWER GRID CORPORATION OF INDIA LIMITED SR LXXXII 6.98 BD 12AG35 FVRS1LAC	7.0034	99.2000
L&T FINANCE LIMITED SR B OPT II NCD 15SP25 FVRS10LAC	6.5000	126.2709
REC LIMITED SR 232 A 7.59 BD 31MY27 FVRS1LAC	6.6209	101.5207
POWER FINANCE CORPORATION LIMITED SR 251A 6.27 BD 15JL27 FVRS1LAC	6.6800	99.2775
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24E 7.80 BD 15MR27 FVRS1LAC	6.6600	101.5665
POWER FINANCE CORPORATION LIMITED SR 246A 7.42 BD 15AP28 FVRS1LAC	6.8300	101.3442
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.6144	100.8121
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 G 9.35 NCD 30DC33 FVRS1LAC	9.1006	103.0600
ADITYA BIRLA CAPITAL LIMITED SR PE1 8.4232 PP NCD FVRS1CR	5.8471	100.0000
POWER FINANCE CORPORATION LIMITED SR BS216 7.13 BD 15JL26 FVRS10LAC	6.5700	100.4662
AXIS BANK LIMITED SR 5 7.65 NCD 30JN27 FVRS10LAC	6.8400	101.0070

**OVERNIGHT INDEXED SWAP**

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5050	5.5200	5.4650	5.4975	5.7200	5.7500

**BOND MARKET**

The 10-year benchmark recorded a close of 6.5967%, ending at 4.57 bps higher than the close of the previous day's trading session.

**DOMESTIC BROADCAST**

RBI Governor Sanjay Malhotra reaffirmed that the central bank's priority remains price stability while supporting growth, stressing that financial and price stability act as enablers of expansion. Speaking at a banking conference in Mumbai, he said the RBI will maintain ample liquidity to support the economy, monitor the impact of U.S. tariffs on Indian exports—though nearly half of sectors remain unaffected—and continue pursuing trade agreements to mitigate risks. Malhotra also highlighted efforts to promote rupee internationalisation by enabling trade in local currencies. With inflation easing below target for the first time in eight years, the RBI has scope to aid growth while keeping rates steady. On non-bank lenders, he noted measures to boost funding flows but ruled out extending a standing liquidity facility similar to banks.

On AUGUST 22, the RBI reported ₹ 669268.97, at 5.45% of market activity in the overnight and term segments. Under RBI operations, MSF saw ₹147 crore at 5.75%, and SDF saw ₹147050 crore at 5.25%. The net liquidity absorbed totaled ₹229850.00 crore.

**GLOBAL BROADCAST**

Singapore's core inflation rose 0.5% year-on-year in July, slightly below the 0.6% forecast, while headline inflation stood at 0.6% versus expectations of 0.7%, official data showed.

A Citi-YouGov survey showed UK short-term inflation expectations held steady at 4% in August, while long-term expectations eased to 3.9% from 4.2%, the lowest since February. Analysts noted gradual progress despite risks from persistent food inflation. Earlier this month, the BoE cut rates, though some policymakers preferred to hold amid concerns over high inflation, with the central bank now projecting inflation to peak at 4% in September.

Wall Street opened lower on Monday, giving up some of the prior session's gains after Fed Chair Jerome Powell signaled the possibility of a rate cut next month. At the open, the Dow slipped 26.5 points (0.06%) to 45,605.25, the S&P 500 fell 9.2 points (0.14%) to 6,457.67, and the Nasdaq dropped 30.1 points (0.14%) to 21,466.47.

**SPREAD ANALYSIS**

The India 10Years vs the United States 10 Years Government Bond spread value is 230.97 bps, 8.77 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 14.01 bps.  
 5 Years vs 2 Years bond spread is 39.58 bps.  
 10 Years vs 2Years bond spread is 59.75 bps.

**MARKET OUTLOOK**

Today, the 10-year benchmark yields ended lower than the previous. We expect the yield to fluctuate between 6.55% to 6.65%.