

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	87.625	+0.04
BRENT OIL	67.53	-1.01
GOLD	3423.73	+0.18
India 10Y	6.5997	+0.04
US 10 YR	4.302	+0.63
NIFTY 50	24712.50	-1.02
SENSEX	80786.54	-1.04

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.5700	5.4700
G-SEC 2028	6.0382	6.0713
G-SEC 2034	6.6630	6.6582
G-SEC 2039	6.9759	6.9676
G-SEC 2054	7.3237	7.2973
SDL 2027	6.3204	-
SDL 2033	7.0701	-

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.9076	101.4782
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24A 7.5 BD 31AU26 FVRS1LAC	6.6821	101.7672
TATA MOTORS LIMITED SR E31A TR III 7.65 NCD 27MR28 FVRS1LAC	7.3200	100.6675
MUTHOOT FINANCE LIMITED 8.20 NCD 30AP30 FVRS1LAC	8.1000	100.2876
TATA POWER RENEWABLE ENERGY LIMITED 7.55 NCD 25AP40 FVRS1LAC	7.4745	100.5500
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.6643	100.7489
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR 634 8.25 NCD 15MY26 FVRS1LAC	7.3000	100.5260
LIC HOUSING FINANCE LTD TR 417 OPT I 6.40 LOA 30NV26 FVRS10LAC	6.8100	99.4808
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	6.8500	101.4767
POWER FINANCE CORPORATION LIMITED SR 251A 6.27 BD 15JL27 FVRS1LAC	6.6000	99.4155

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5100	5.52250	5.5000	5.5050	5.7550	5.7550

BOND MARKET

The 10-year benchmark (6.33% GS 2035) recorded a close of 6.5997%, ending 0.30 bps higher than the close of the previous day's trading session.

DOMESTIC BROADCAST

Indian bond yields have surged on weak demand, with the 10-year jumping 24 bps in August to 6.62% amid fiscal worries after GST tax cut plans, a "buyers' strike" by insurers, pension funds, and banks, and rising government supply. The spike has derailed monetary transmission, forcing firms like HUDCO and Bajaj Finance to shelve fundraising. Traders urge RBI intervention through open market operations or bond swaps to stabilize yields, warning that higher borrowing costs could blunt the impact of rate cuts and liquidity support.

On AUGUST 25, 2025, the overnight money market volume was ₹670429.03 crore at a 5.39% average rate. Net liquidity absorption was ₹179528.33 crore.

GLOBAL BROADCAST

Wall Street was flat on Tuesday as rising Treasury yields and Trump's unprecedented removal of Fed Governor Lisa Cook raised concerns over Fed independence ahead of its policy meeting. Investors awaited Nvidia's earnings and key inflation data, critical for AI-driven momentum and rate-cut bets. At 9:49 a.m. ET, the Dow slipped 26 points, the S&P 500 fell 8 points, and the Nasdaq dropped 54 points, with communication services leading losses. Nvidia edged lower, while AMD rose 1.6% on an upgrade, Eli Lilly jumped 4.2% on positive trial data, and EchoStar surged 76% after a \$23B AT&T spectrum deal. Treasury yields climbed, the dollar weakened, and capital goods orders beat expectations.

French markets tumbled Tuesday as fears grew that Prime Minister François Bayrou's minority government could collapse after opposition parties refused to back his September 8 confidence vote on budget cuts. The CAC 40 slid over 2% to a three-week low, with BNP Paribas and SocGen plunging 6%+, while midcaps fell nearly 3%. French 10-year yields spiked to 3.53%, widening the France-Germany spread to 79 bps, the highest since April.

SPREAD ANALYSIS

The India 10 Years vs the United States 10Years Government Bond spread value is 229.77 bps, 1.2 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 27.22 bp.
 5 Years vs 2 Years bond spread is 33.68 bp.
 10 Years vs 2 Years bond spread is 53.17 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended slightly compared to the previous day, the market experienced good liquidity and yield movement. The yield is projected to fluctuate between 6.55% and 6.60%.