

**GLOBAL MARKET SNAPSHOT**

MARKETS	PRICE	% CHANGE
USD/INR	85.676	-0.19
BRENT OIL	67.31	+0.46
GOLD	3334.92	-1.20
INDIA10YR	6.3134	+0.58
US10YR	4.276	+0.62
NIFTY50	25637.80	+0.35
SENSEX	84058.90	+0.36

**G-SEC/BONDS YIELDS**

SECURITY	LTY(%)TODAY	LTY(%)PREV DAY
364DTB	5.5300	5.5300
G-SEC2028	5.8975	5.9108
G-SEC2033	6.4136	6.3952
G-SEC2037	6.6368	6.6199
G-SEC2053	7.0646	7.0502
SDL2027	6.0498	6.0301
SDL2033	6.7201	6.7151

**MOST ACTIVELY TRADED CORPORATE BONDS**

SECURITY	YTM (%)	LTP
REC LIMITED SR 250A 6.60 BD 30JU27 FVRS1LAC	6.5956	100.0308
IIFL SAMASTA FINANCE LIMITED 11 LOA 18MY30 FVRS1LAC	10.4402	102.0000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.7535	102.0419
MUTHOOT FINANCE LIMITED OP II 8.52 NCD 26MY28 FVRS1LAC	8.0823	101.0500
POWER FINANCE CORPORATION LIMITED SR BS 212 OPT A 6.09 BD 27AG26 FVRS10LAC	6.5200	99.5086
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 172B 7.45 BD 13OT28 FVRS1LAC	6.6400	102.3174
POWER FINANCE CORPORATION LIMITED SR 205-A 7.05 BD 09AG30 FVRS10LAC	6.5900	100.6304

**AUCTION RESULT  
OF GOI DATED SECURITIES**

SECURITY	MATURITY	CUTOFF YIELD	AMOUNT
NEW GS 2028	2028	5.91	6000
6.33% GS 2035	2035	6.3024/100.19	30000
TOTAL	36,000		

**OVERNIGHT INDEXED SWAP**

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5400	5.5750	5.4900	5.5175	5.6650	5.7100

**BOND MARKET**

The 10-year benchmark recorded (6.33% GS 2035) a close of 6.3134%, 3.71 bps higher than the close of the previous day's trading session. Yields traded in the range of 6.2670 to 6.3155 during the day.

**DOMESTIC BROADCAST**

India's economy is expected to grow steadily this fiscal and next, following a four-year low in 2024-25, according to a Reuters poll of 51 economists. GDP is projected to expand 6.4% in FY 2025-26, slightly below the 6.5% in the previous year, with a modest rise to 6.7% in FY 2026-27. Despite a 100 bps rate cut by the RBI this year, including a surprise 50 bps cut in June, strong government capital spending remains the key growth driver amid global uncertainty.

On JUNE 26, 2025, money market operations recorded ₹607651.46 crore at a WAR of 5.16%. RBI operations resulted in a net liquidity absorption of ₹271040.54 crore.

**GLOBAL BROADCAST**

China's industrial profits fell 9.1% year-on-year in May 2025, ending a two-month growth streak, amid slowing factory activity, weak demand, deflationary pressures, and ongoing property sector woes. Cumulative profits for January-May dropped 1.1% versus a 1.4% rise in the first four months. State firms saw a 7.4% profit decline, while private and foreign firms posted slight gains. U.S. tariffs, falling prices, and sectoral overcapacity—particularly in autos—added strain, prompting calls to stabilize supply and demand to support a fragile recovery.

The U.S. dollar hovered near 3.5-year lows against the euro and sterling on Friday as markets priced in deeper rate cuts amid expectations that President Trump may soon announce a more dovish Fed chair to replace Jerome Powell. Powell's recent testimony also reinforced dovish expectations, with traders now anticipating 64 bps of easing this year. The dollar index fell to 97.398, down over 10% in 2025. Meanwhile, investors are watching for trade deal progress ahead of Trump's July 9 tariff deadline. The weak dollar lifted risk currencies like the Australian and Taiwan dollars. Markets now await the U.S. core PCE index for further Fed signals.

A formal trade deal between the U.S. and China marks a positive step toward reducing misunderstandings, though analysts at Capital Economics caution the agreement rests on "shaky foundations." The deal, confirming terms agreed earlier in Geneva, includes China easing export controls and the U.S. lifting certain trade restrictions, including on ethane exports. China will also resume rare earth shipments to the U.S. Despite this progress, underlying geopolitical tensions persist, and Capital Economics warns further U.S. actions, such as export controls or investment restrictions, remain possible.

China's central bank said it will adjust the pace and intensity of its policies based on evolving domestic and global conditions. In its quarterly policy meeting summary, the PBOC also pledged to boost credit supply and lower overall financing costs.

**SPREAD ANALYSIS**

The India 10Years vs the United States 10 Years Government Bond spread value is 190.17 bp, 1.38 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 18.43 bp.  
5 Years vs 2 Years bond spread is 32.91 bp.  
10 Years vs 2Years bond spread is 49.86 bp.

**MARKET OUTLOOK**

Today, the 10-year benchmark yields ended higher compared to the previous day and maintained good liquidity. The yield is projected to fluctuate between 6.29% and 6.35%.