

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.341	+0.30
BRENT OIL	64.06	-0.09
GOLD	3321.14	-1.58
India 10Y	6.2032	-0.22
US 10 YR	4.466	-0.89
NIFTY 50	24826.20	-0.70
SENSEX	81551.63	-0.76

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.6500	5.6500
G-SEC 2028	5.7528	5.7540
G-SEC 2033	6.2309	6.2304
G-SEC 2037	6.3752	6.3804
G-SEC 2053	6.7939	6.7962
SDL 2027	5.9398	5.9555
SDL 2033	6.5366	6.5949

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
REC LIMITED SR 248B 6.81 BD 30AP36 FVRS1LAC	6.8071	100.0000
POWER FINANCE CORPORATION LIMITED SR 250A 6.61 BD 15JL28 FVRS1LAC	6.6094	100.0000
POWER FINANCE CORPORATION LIMITED SR 250B 6.64 BD 15JL30 FVRS1LAC	6.6402	100.0600
REC LIMITED SR 248A 6.52 BD 31JN28 FVRS1LAC	6.5352	100.0250
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 G 9.35 NCD 30DC33 FVRS1LAC	9.0523	103.4299
STATE BANK OF INDIA SR I 7.72 BD PERPETUAL FVRS1CR	7.8325	99.8108
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 190 6.65 BD 20MY30 FVRS1LAC	6.6204	100.000
ICICI HOME FINANCE COMPANY LIMITED SR HDBMAY262 7.19 BD 22AG28 FVRS1LAC	7.1527	100.1300

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5300	5.4250	5.4300	5.4375	5.6100	5.6250

BOND MARKET

The 10-year benchmark recorded a close of 6.2032%, ending 0.14 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.1977 to 6.2062. during the day.

DOMESTIC BROADCAST

Indian government bond yields are likely to trade sideways on Tuesday as markets await key triggers, including Friday's GDP data and bond auction. The new 10-year yield is seen in the 6.19–6.23% range. Growth is expected at 6.7% for Jan–Mar, ahead of the RBI policy decision on June 6, where a 25-bps rate cut is widely anticipated. Despite the RBI's lower-than-expected surplus transfer, bond yields may fall further in the medium term. OIS rates are steady after recent declines, and crude prices and U.S. yields remain firm.

On May 26, 2025, the overnight money market volume was ₹592037.32 crore at a 5.74% average rate. Net liquidity absorption was ₹169815.44 crore.

GLOBAL BROADCAST

The IMF slightly raised the UK's 2025 growth forecast to 1.2% from 1.1%, citing strong Q1 performance and economic resilience despite U.S. tariff pressures. Growth is expected to rise to 1.4% in 2026, supported by potential BoE rate cuts, stronger consumption, and increased public spending. However, the IMF urged Finance Minister Rachel Reeves to stick to her plan to reduce the fiscal deficit by 2029/30, warning of risks from global uncertainty, market volatility, and spending pressures. It also recommended reducing emphasis on short-term fiscal headroom figures and limiting their publication to once a year.

Japan's central bank is hosting a global policy forum focused on inflation, weak growth, and trade uncertainty. Amid volatile markets and U.S. tariff risks, central banks, including the BOJ, are rethinking strategies. While the BOJ favors gradual rate hikes, worsening conditions may delay action.

SPREAD ANALYSIS

The India 10 Years vs the United States 10Years Government Bond spread value is 173.72 bps, 7.06 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 2.95 bp.
 5 Years vs 2 Years bond spread is 18.39 bp.
 10 Years vs 2 Years bond spread is 47.22 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day, the market experienced good liquidity and negative yield movement. The yield is projected to fluctuate between 6.20% and 6.30%.