

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.959	0.03
BRENT OIL	74.94	1.46
GOLD	2638.11	0.62
India 10 YR	6.8207	0.15
US 10 YR	4.578	-0.39
NIFTY 50	24188.65	1.88
SENSEX	79943.71	1.83

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.40	6.48
G-SEC 2028	6.7361	6.7301
G-SEC 2033	6.8408	6.8362
G-SEC 2037	6.9048	6.9042
G-SEC 2053	7.0309	7.0419
SDL 2027	-	6.9395
SDL 2033	7.0795	7.0906

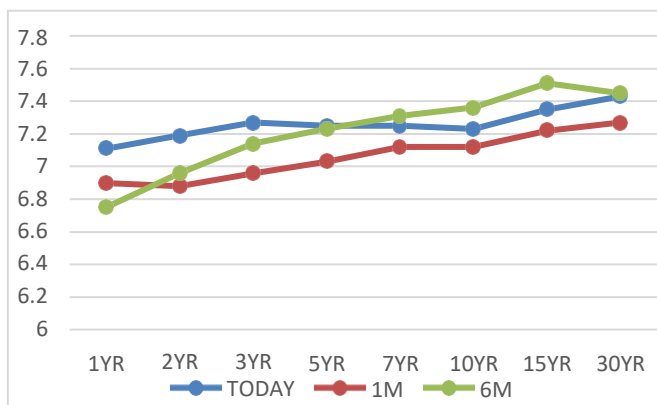
ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25C 7.44 BD 24FB28 FVRS1LAC	7.5136	99.8212
LIC HOUSING FINANCE LTD TR 408 OP 1 6.40 LOA 24JN25 FVRS10LAC	7.4000	99.9122
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VI 7.48 BD 24MY29 FVRS1LAC	7.4896	100.00
PUNJAB & SIND BANK SR 1 7.74 BD 20DC34 FVRS1LAC	7.5923	103.25

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.5200	6.5150	6.3050	6.2785	6.2400	6.2300

INDIA YIELD CURVE



BOND MARKET

The 10-year benchmark recorded a close of 6.8207%, ending 1.05 bps higher than the close of the previous day's trading session. Yields traded in the range of 6.8069 to 6.8265 during the day.

DOMESTIC BROADCAST

India's digital transformation includes 138.34 crore Aadhaar numbers, 67 million ABHA numbers, ₹223 lakh crore in UPI transactions, and platforms like Digi Locker (37 crore users) and UMANG (7.12 crore users). National Data Centres and CSCs deliver cloud services and e-governance to rural and urban areas, while DIKSHA has facilitated 556.37 crore learning sessions, showcasing India's leadership in digital innovation.

Money market operations on January 1, 2025: Overnight segment totaled ₹555797.55 crores at a 6.36% weighted average rate. The segment's significant operations included triparty repo at ₹4353 crore and 6.28%. RBI's net liquidity absorption stood at ₹104974.45 crore.

GLOBAL BROADCAST

The US dollar remained near a two-year high despite edging lower on Thursday, supported by the Fed's hawkish stance and reduced rate-cut expectations for 2025, while diverging policies between the Fed and ECB are expected to push the euro towards parity with the dollar; meanwhile, the UK housing market showed unexpected resilience, with the Bank of England likely to maintain a cautious approach.

Asian currencies traded mostly lower as the dollar remained strong amid expectations of slower U.S. rate cuts in 2025 and protectionist policies under President Trump, with the Chinese yuan hitting a yearly low on weak PMI data, regional losses in 2024 driven by global headwinds, and mixed performances from currencies like the Japanese yen, South Korean won, Singapore dollar, and Indian rupee.

UK manufacturing activity contracted sharply in December, with the PMI falling to 47.0 due to weak foreign demand, higher taxes, and rising costs; staffing levels hit their lowest since February, exports dropped steeply, and the BoE remains cautious on rate cuts amid economic stagnation and inflation concerns following Labour's tax-heavy budget.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 224.27 bps, 3.35 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 21.98 bp
5 Years vs 2 Years bond spread is 4.66 bp.
10 Years vs 2Years bond spread is 10.43 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day. The yield is projected to fluctuate between 6.78% and 6.82%.