


GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	83.731	-0.015
BRENT OIL	79.52	-1.63
GOLD	2480.8	-0.088
US10YR	3.975	-3.166
NIFTY50	24,717.70	-0.011
SENSEX	80,981.95	-1.08

G-SEC/BONDS YIELDS

SECURITY	LTY(%)TODAY	LTY(%)PREV DAY
364DTB	6.55	6.7750
G-SEC2028	6.8162	6.8347
G-SEC2033	6.9276	6.9549
G-SEC2037	6.9668	6.9796
G-SEC2053	7.0511	7.060
SDL2027	7.072	7.087
SDL2033	7.1989	7.2802

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 181 7.37 BD 31JL29 FVRS1LAC	7.3878	100
BAJAJ FINANCE LIMITED 7.98 NCD 31JL29 FVRS1LAC	7.9730	100
LIC HOUSING FINANCE LTD TR 441 7.68 NCD 29MY34 FVRS1LAC	7.6255	100.2657
ADITYA BIRLA FINANCE LIMITED SR K1 8.16 NCD 14FB29 FVRS1LAC	8.1562	99.0956
MAHINDRA AND MAHINDRA FINANCIAL SERVICES LIMITED SR AH2022 BR NCD 19DC24 FVRS10LAC	8.910	113.617

**AUCTION RESULT
OF GOI DATED SECURITIES**

SECURITY	MATURITY	CUTOFF YIELD	AMOUNT
7.02% GS 2027	27 MAY 2027	6.8082	6,000
New GOI SGrB 2034	1 AUGUST 2034	6.90	6,000
New GS 2054	5 AUGUST 2054	7.09	10,000
TOTAL	22,000		

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.61	6.615	6.300	6.300	6.1600	6.150

BOND MARKET

The 10-year benchmark recorded a close of 6.8945%, 2.21 bps lower from the close of the previous day's trading session. Yields traded in the range of 6.8916 to 6.9076 during the day.

DOMESTIC BROADCAST

The RBI conducted a 7-day VRRR auction under LAF for notified amounts of Rs. 1,50,000 crores. The offers received amounted to Rs. 59,860 crores at WARs of 6.49%.

RBI announced the auction of T-Bills for 91 days, 182 days, and 364 days for 8,000, 6,000 & 6,000 crore respectively, raising 20,000 crores in aggregate, the auction will be conducted on 7TH August 2024.

The gross GST collection rose by 10.3 percent, reaching Rs 1,82,075 crore in July, per a report by ET Bureau on Thursday. The government's release of monthly GST collection data has been discontinued. Net refunds for July stood at Rs 1,65,793 crore, marking a 14.4 percent increase on a yearly basis.

On AUGUST 1, 2024, money market operations recorded ₹486,540.14 crore at a WAR of 6.39%. RBI operations resulted in a net liquidity absorption of ₹82,326.68 crore.

GLOBAL BROADCAST

Financial markets are focused on the size of the Federal Reserve's anticipated interest rate cuts, expected in September, with Fed Chair Jerome Powell hinting at a possible cut if upcoming economic data, including Friday's employment report predicting 175,000 new jobs and a steady 4.1% unemployment rate, supports it.

The Bank of England's first interest rate cut in over four years, lowering the benchmark to 5.0% from 5.25%, offers cautious optimism for Britain's struggling economy, but significant growth challenges remain for the new government.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 291.95 bp, 10.79 bps higher than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1Year bond spread is -0.86 bp.
5 Years vs 2 Years bond spread is -1.72 bp.
10 Years vs 2Years bond spread is 7.72 bp.

MARKET OUTLOOK

Today's G-sec auction experienced strong demand. The 10-year benchmark yield edged lower, falling to its lowest level in 2years, as underlying sentiment remained bullish with demand-supply dynamics. With continued inflows from bond index investors and a global tailwind, yields are expected to ease further. The yield is projected to fluctuate between 6.85% and 6.90%.

INDIA YIELD CURVE
