

**GLOBAL MARKET SNAPSHOT**

| MARKETS     | PRICE    | % CHANGE |
|-------------|----------|----------|
| USD/INR     | 87.465   | +0.45    |
| BRENT OIL   | 71.49    | -0.21    |
| GOLD        | 3384.65  | +0.10    |
| India 10 YR | 6.3700   | +0.17    |
| US 10 YR    | 4.3310   | -0.09    |
| NIFTY 50    | 24855.05 | +0.14    |
| SENSEX      | 81481.86 | +0.18    |

**G-SEC / BONDS YIELDS**

| SECURITY   | LTY (%) TODAY | LTY (%) PREV |
|------------|---------------|--------------|
| 364 DTB    | 5.5200        | 5.5225       |
| G-SEC 2028 | 5.9012        | 5.8767       |
| G-SEC 2034 | 6.4136        | 6.4205       |
| G-SEC 2039 | 6.6968        | 6.6925       |
| G-SEC 2054 | 7.0314        | 7.0287       |
| SDL 2027   | 5.9604        | 6.0333       |
| SDL 2033   | 6.9468        | -            |

**ACTIVELY TRADED CORPORATE BONDS**

| SECURITY  | YTM (%) | LTP      |
|---|---------|----------|
| TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 G 9.35 NCD 30DC33 FVRS1LAC | 8.9574  | 104.2498 |
| NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC                    | 6.7206  | 102.0831 |
| HDFC BANK LIMITED SR AA012 7.70 NCD 18NV25 FVRS10LAC  | 6.3800  | 100.2918 |
| SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR I 6.66 BD 25OT28 FVRS1LAC                               | 6.6600  | 100.000  |
| KOTAK MAHINDRA PRIME LIMITED 8.12 NCD 21JU27 FVRS1LAC   | 6.9900  | 101.9119 |
| TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 E 9.35 NCD 31DC31 FVRS1LAC | 9.0589  | 103.3960 |
| TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 F 9.35 NCD 31DC32 FVRS1LAC | 8.9767  | 103.8743 |
| EMBASSY OFFICE PARKS REIT SR VI 7.35 NCD 05AP27 FVRS10LAC   | 6.9500  | 100.9164 |
| NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23I 7.62 LOA 31JN28 FVRS1LAC                   | 6.6750  | 102.0468 |
| TATA CAPITAL HOUSING FINANCE LIMITED SR G 8 NCD 03NV27 FVRS10LAC                                      | 6.8393  | 102.3044 |

**OVERNIGHT INDEXED SWAP**

| OIS (1 YEAR) |        | OIS (2 YEAR) |        | OIS (5 YEAR) |        |
|--------------|--------|--------------|--------|--------------|--------|
| OPEN         | CLOSE  | OPEN         | CLOSE  | OPEN         | CLOSE  |
| 5.5100       | 5.5050 | 5.4800       | 5.4800 | 5.7150       | 5.7250 |

**BOND MARKET**

The 10-year benchmark (6.33% GS 2035) recorded a close of 6.3700%, ending at 1.11 bps higher than the close of the previous day's trading session.

**DOMESTIC BROADCAST**

The RBI is expected to keep the repo rate unchanged at 5.50% in its August 6 meeting, despite June's sharp inflation drop. Capital Economics sees no further cuts, citing the RBI's clear signal in June that the easing cycle is over. The firm expects the rate to remain steady well into 2026, as the central bank balances lower inflation with its stated policy stance.

Money market operations on July 29, 2025: Overnight segment totaled ₹603317.34 crores at a 5.32% weighted average rate. The segment's significant operations included triparty repo at ₹399756.25 crore and 5.30%. RBI's net liquidity absorption stood at ₹268139.79 crore.

**GLOBAL BROADCAST**

Eurozone GDP grew 0.1% in Q2, slightly above expectations but sharply down from 0.6% in Q1, reflecting continued weak momentum. Annual growth reached 1.4%, above forecasts but still lower than the previous quarter. Persistent inflation, cautious investment, and rising U.S. tariffs are weighing on the outlook. The European Commission recently cut its 2024 growth forecast to 0.9%, citing trade tensions. While a new U.S.-EU trade deal eases some uncertainty, upcoming 15% tariffs on EU goods may further impact profits and investment. Germany and Italy saw Q2 contractions, while France outperformed with 0.3% growth driven by consumer spending.

Germany's economy contracted by 0.1% in Q2, reversing Q1 growth, as demand from the U.S. slowed after earlier stockpiling ahead of anticipated tariffs. The figures reflect the impact of normalized trade patterns with American partners.

The Bank of Japan is expected to keep interest rates steady at 0.5% on July 31, amid political uncertainty and unresolved U.S. trade tariffs. While the BOJ maintains a hawkish tone due to persistent inflation, near-term hikes are unlikely. Analysts expect the next rate increase in October. Political gridlock and lack of trade deal clarity with the U.S. are key concerns. Markets could see volatility: the Nikkei 225 may face profit-taking if the BOJ signals further tightening, and the yen could strengthen on hawkish cues, pressuring export-driven stocks.

**SPREAD ANALYSIS**

The India 10 Years vs the United States 10 Years Government Bond spread value is 203.9 bps, 0.22 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 27.68 bp  
 5 Years vs 2 Years bond spread is 24.50 bp.  
 10 Years vs 2 Years bond spread is 46.07 bp.

**MARKET OUTLOOK**

Today, the 10-year benchmark yields ended lower compared to the previous day. The yield is projected to fluctuate between 6.35% and 6.40%.