

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	83.791	0.09
BRENT OIL	71.52	-0.64
GOLD	2667.40	-0.67
India 10Y	6.7495	-0.16
US 10 YR	3.786	0.84
NIFTY 50	25810.85	-1.41
SENSEX	84299.78	-1.49

G-SEC / BONDS YIELDS

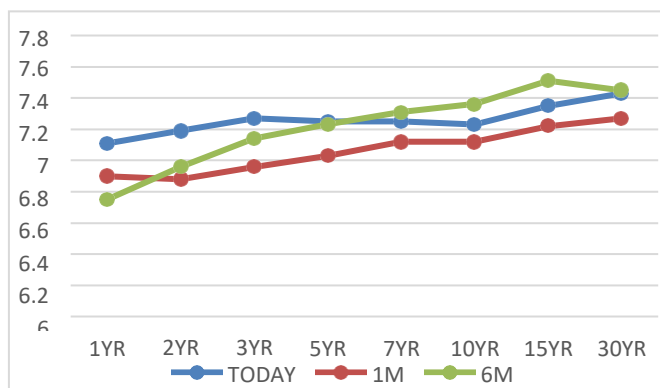
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.35	6.43
G-SEC 2028	6.6723	6.6674
G-SEC 2033	6.7632	6.7294
G-SEC 2037	6.7962	6.7728
G-SEC 2053	6.8850	6.8558
SDL 2027	7.4346	6.9160
SDL 2033	7.0901	7.0506

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR III 7.34 BD 26FB29 FVRS1LAC	7.3445	100
BANK OF INDIA SR XVII 7.49 BD 26SP34 FVRS1CR	7.5376	99.92
PNB HOUSING FINANCE LIMITED SR LXIV 8.24 NCD 24JN28 FVRS1LAC	8.2616	100.10
TATA CAPITAL LIMITED SERIES H 8.50 NCD 06NV29 FVRS10LAC	7.92	102.25

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.375	6.3825	6.075	6.08	6.010	6.0275

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.7495%, ending 1.14 bps Lower than the close of the previous day's trading session. The paper traded in the range of 6.7428 and 6.7588.

DOMESTIC BROADCAST

India's fiscal deficit for April-August stood at ₹4.35 trillion (\$51.93 billion), or 27% of the annual target. Net tax receipts reached ₹8.74 trillion, 34% of the yearly goal, up from ₹8.04 trillion last year. Total expenditure was ₹16.52 trillion, slightly lower than the ₹16.72 trillion in the same period last year, largely due to reduced spending ahead of elections. Capital expenditure was ₹3.01 trillion, or 27% of the target, down from ₹3.74 trillion a year earlier. The government aims to reduce the fiscal deficit to 4.9% of GDP from 5.6% last year.

On September 27, the RBI reported ₹ 576,030.71 at 6.47 market activity in the overnight and term segments. Under RBI operations, MSF saw ₹3210 crore at 6.75%, and SDF saw ₹89303 crore at 6.25%. The net liquidity absorbed totaled ₹113,543 crore.

GLOBAL BROADCAST

Britain's economy grew by 0.5% in Q2 2024, slightly below the initial estimate of 0.6%, according to the Office for National Statistics. Despite the slower growth, household savings rose to 10.0%, up from 8.9% in Q1, and business investment showed positive signs.

China's manufacturing activity contracted sharply in September, with the Caixin/S&P Global PMI dropping to 49.3 from 50.4 in August, missing expectations. New orders slowed both domestically and internationally, driving factory confidence to near record lows. Despite aggressive stimulus measures, including rate cuts and liquidity injections, economic growth remains below the government's 5% target.

Oil prices remained steady on Monday, with Brent crude futures down 10 cents to \$71.88 and WTI futures down 10 cents to \$68.08. Both benchmarks are on track for their third consecutive monthly decline, with Brent set to drop nearly 9% and WTI over 7% in September.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 300.85 bps, 4.26 bps higher than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.

2 Years vs 1 Years bond spread is 0.56 bp.
 5 Years vs 2 Years bond spread is 2.79 bp.
 10 Years vs 2Years bond spread is 10.95 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended slightly lower than the previous, tracking upcoming outcomes United States Fed Powell Speech. We expect the yield to fluctuate between 6.72% to 6.76%.