

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.534	-0.30
BRENT OIL	68.86	-0.13
GOLD	3360.42	+0.01
India 10 YR	6.2875	-0.02
US 10 YR	4.265	-0.48
NIFTY 50	25405.30	-0.19
SENSEX	83239.47	-0.20

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.4500	5.5301
G-SEC 2028	5.8295	5.8472
G-SEC 2033	5.3508	6.3609
G-SEC 2037	6.6018	6.5995
G-SEC 2053	7.0124	7.0076
SDL 2027	6.0389	-
SDL 2033	6.7103	6.7250

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR 653 7.38 NCD 28MY27 FVRS1LAC	7.2500	100.1988
TATA CAPITAL HOUSING FINANCE LIMITED SR E 7.685 NCD 24JL28 FVRS1LAC	7.0652	101.6474
BAJAJ HOUSING FINANCE LIMITED 7.02 NCD 26MY28 FVRS1LAC	7.0254	99.8862
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 22D 5.70 LOA 31JL25 FVRS10LAC	5.7000	99.9771
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25C 7.44 BD 24FB28 FVRS1LAC	6.6240	101.8525
POWER FINANCE CORPORATION LIMITED SR 248A 7.75 NCD 15AP26 FVRS1LAC	6.4500	100.9298
INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LIMITED SR PDI-H 8.40 BD PP FVRS1CR	7.6171	105.2600
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR PDI41 9.50 PP NCD FVRS1CR	9.6114	99.6800
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.5581	55.0500
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	6.6260	102.1356
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 191A 6.47 BD 30MY28 FVRS1LAC	6.4980	99.9549

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5250	5.5100	5.4800	5.4625	5.6550	5.6450

BOND MARKET

The 10-year benchmark (6.33% GSEC 2035) recorded a close of 6.2875%, ending at 0.17 bps lower than the day's trading session.

DOMESTIC BROADCAST

India's services sector saw its strongest growth in 10 months in June, with the HSBC Services PMI rising to 60.4 from 58.8 in May, driven by strong domestic demand and easing input cost pressures. New business and export orders rose, though overseas demand growth slowed slightly. Employment increased, albeit at a softer pace than May's record high. Input cost inflation eased to a 10-month low, allowing firms to maintain some pricing power. However, business confidence fell to its lowest in over two years.

Money market operations on July 02, 2025: Overnight segment totaled ₹637489.66 crores at a 5.16% weighted average rate. The segment's significant operations included triparty repo at ₹2275 crore and 5.25%. RBI's net liquidity absorption stood at ₹374638.89 crore.

GLOBAL BROADCAST

The eurozone's services sector returned to modest growth in June, with the HCOB Services PMI rising to 50.5 from 49.7 in May, slightly above the initial estimate of 50.0. While the sector showed signs of recovery, demand remained weak, though business confidence improved.

China's services sector grew at a slower pace in June, with the Caixin Services PMI easing to 50.6 from 51.1, below expectations of 51.0. The moderation was driven by weak domestic and overseas demand, especially from key export markets, amid cooling global growth and lingering U.S. tariff concerns. Despite this, services activity marked its 30th consecutive month of expansion. The services slowdown contrasts with a rebound in Caixin's manufacturing PMI, highlighting divergent trends within China's economy.

Non-Farm Payrolls in the United States increased by 147 thousand in June of 2025. Non-Farm Payrolls in the United States averaged 125.15 thousand from 1939 until 2025, reaching an all-time high of 4631 thousand in June of 2020 and a record low of -20471 thousand in April of 2020.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 202.25 bps, 2.23 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 19.39 bp
 5 Years vs 2 Years bond spread is 28.97 bp.
 10 Years vs 2 Years bond spread is 54.34 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day. The yield is projected to fluctuate between 6.24 and 6.30%.