

**GLOBAL MARKET SNAPSHOT**

MARKETS	PRICE	% CHANGE
USD/INR	83.979	0.02
BRENT OIL	72.7	0.56
GOLD	2526	0.81
India 10 YR	6.8554	-0.036
US 10 YR	3.768	0.08
NIFTY 50	25145.10	-0.21
SENSEX	82201.16	-0.18

**G-SEC / BONDS YIELDS**

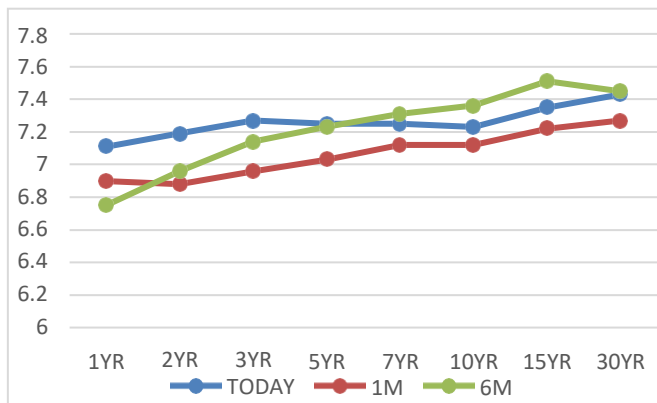
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.7050	6.7125
G-SEC 2028	6.7683	6.7757
G-SEC 2033	6.8840	6.8909
G-SEC 2037	6.9022	6.9040
G-SEC 2053	6.8938	6.9787
SDL 2027	6.9798	-
SDL 2033	7.1900	7.2143

**ACTIVELY TRADED CORPORATE BONDS**

SECURITY	YTM (%)	LTP
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 180 7.39 BD 15JL34 FVRS1LAC	7.27	100.8348
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25A 7.70 BD 30SP27 FVRS1LAC	7.5891	100.3026
SHRIRAM FINANCE LIMITED SR PP5D 1 SD TR 6 9.10 NCD 20JU34 FVRS1CR	8.9040	101.16
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VI 7.75 NCD 27OT25 FVRS10LAC	7.796	99.9269

**OVERNIGHT INDEXED SWAP**

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.480	6.4625	6.170	6.1625	6.050	6.0575

**INDIA YIELD CURVE**

**BOND MARKET**

The 10-year benchmark recorded a close of 6.8554%, ending 0.25 bps lower from the close of the previous day's trading session. Yields traded in the range of 6.8497 to 6.8561 during the day.

**DOMESTIC BROADCAST**

A Reuters poll shows the Indian rupee will trade within a narrow range against the U.S. dollar over the next year as the Reserve Bank of India continues to intervene to limit volatility. The rupee hit a record low of 83.97 in August but has only declined 1% in 2024. Analysts expect the currency to strengthen slightly to 83.75 by November and 83.60 in six months. The RBI's interventions have been supported by record foreign exchange reserves of \$681.69 billion.

Money market operations on September 4, 2024: Overnight segment totaled ₹498,650.30 crores at a 6.24% weighted average rate. The segment's significant operations included triparty repo at ₹343,292.82 crore and 6.20%. RBI's net liquidity absorption stood at ₹24,616.54 crore.

**GLOBAL BROADCAST**

U.S. job openings fell to a 3.5-year low in July, signaling a cooling labor market, with 1.07 open positions per unemployed person—the lowest since May 2021. This drop, revealed in the Labor Department's JOLTS report, down from 1.16 in June, may not be enough to prompt a half-percentage-point rate cut by the Federal Reserve this month. The vacancies-to-unemployed ratio peaked above 2.0 in 2022.

A Reuters poll of economists predicts the European Central Bank will cut its deposit rate by 25 basis points on Sept. 12 and again in December, with fewer rate cuts expected in 2025 than markets anticipate. Despite inflation falling to a three-year low of 2.2% in August and slowing wage growth, economists still foresee three rate cuts this year, while markets expect nearly four.

German industrial orders unexpectedly rose by 2.9% in July, driven by a surge in large-scale orders, defying analysts' expectations of a 1.5% decline. June's figures were also revised upward to a 4.6% increase.

**SPREAD ANALYSIS**

The India 10Years vs the United States 10Years Government Bond spread value is 308.74 bps, 7.05 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 1.1 bp.

5 Years vs 2 Years bond spread is 3.56 bp.

10 Years vs 2Years bond spread is 11.04 bp.

**MARKET OUTLOOK**

Today, the 10-year benchmark yields ended lower compared to the previous day, also towards the end of day the bond market experienced a rise in yield and maintained lower liquidity. The yield is projected to fluctuate between 6.84% and 6.86%.