

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	83.957	-0.047
BRENT OIL	76.48	0.24
GOLD	2431.6	-0.535
US 10 YR	3.888	2.64
NIFTY 50	24297.50	1.56
SENSEX	79468.01	1.11

G-SEC / BONDS YIELDS

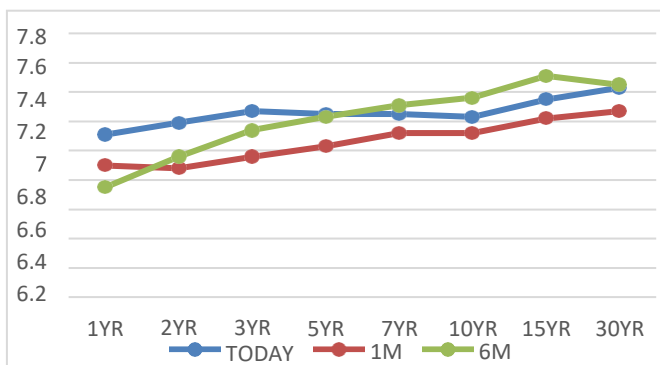
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.5050	6.45
G-SEC 2028	6.7893	6.7952
G-SEC 2033	6.9037	6.9133
G-SEC 2037	6.9290	6.9407
G-SEC 2053	7.0249	7.0305
SDL 2027	7.0403	-
SDL 2033	7.2622	7.2576

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
BANK OF MAHARASHTRA SR I 7.80 LOA 05AG34 FVRS1LAC	7.775	99.96
BAJAJ FINANCE LIMITED 8.12 NCD 10SP27 FVRS1LAC	8.010	100.212
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25A 7.70 BD 30SP27 FVRS1LAC	7.5845	100.3417
G R INFRAPROJECTS LIMITED 8.18 NCD 09JU34 FVRS1LAC	8.0879	100.6175
GUJARAT STATE INVESTMENTS LIMITED SR-3 9.03 LOA 22MR28 FVRS10LAC	8.8268	101.94
HDB FINANCIAL SERVICES LIMITED SR 19 8.40 BD 22DC33 FVRS1LAC	7.7298	100.050

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.5400	6.492	6.25	6.2025	6.135	6.1125

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.8632%, ending 1.35 bps lower from the close of the previous day's trading session. Yields traded in the range of 6.8579 to 6.8859 during the day.

DOMESTIC BROADCAST

The RBI conducted an auction for Treasury bills of 91 days, 182 days, and 364 days to raise 8,000crore, 6,000crore, and 6,000 crores respectively aggregating to Rs. 20,000 Cr. with a cutoff yield of 6.6351%, 6.7284%, and 6.73% respectively.

An Indian government panel may reduce the food weighting in the consumer price index (CPI) by up to 8 percentage points, aiming to curb inflation spikes. This potential revision, based on outdated 2011-2012 data, is set for implementation by January 2026, aligning the CPI more accurately with current consumer spending patterns.

On August 7, 2024, the overnight money market volume was ₹488,206.91 crore at a 6.27% average rate. Net liquidity absorption was ₹278,789.60 crore.

GLOBAL BROADCAST

Revised official data from the Office for National Statistics revealed that Britain's economy grew by 4.8% in 2022, up from a previous estimate of 4.3%, largely due to higher contributions from the oil and gas sector and the health service.

China's unwrought copper imports fell 2.9% year-on-year in July to 438,000 metric tons, reflecting subdued demand and high stocks amid weak demand in the power and construction sectors.

Bank of Japan Deputy Governor Shinichi Uchida stated that the central bank will not raise interest rates during market instability, contrasting with recent hawkish comments by Governor Kazuo Ueda, which led to a rise in Japan's Nikkei share average and a sharp drop in the yen.

Oil prices rose on Wednesday, with Brent futures up 2.2% to \$78.16 and WTI crude futures up 2.4% to \$74.97, due to improved risk sentiment and increased Middle East tensions, despite ongoing concerns over economic growth and weak demand.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 297.52 bps, 11.25 bps lower than the closing of the previous day.

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

2 Years vs 1Year bond spread is 0.58 bp.

5 Years vs 2 Years bond spread is 4.32 bp.

10 Years vs 2Years bond spread is 10.53 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended little changed, investors are eagerly waiting for the outcomes of the RBI rate cut meeting expecting the benchmark yield to ease further going ahead. The yield is projected to fluctuate between 6.85% and 6.90%.