

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	86.350	+0.52
BRENT OIL	65.21	+0.30
GOLD	3030.40	+1.01
India 10Y	6.4747	-0.14
US 10 YR	4.231	+0.41
NIFTY 50	22535.85	+1.69
SENSEX	74227.08	+1.49

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.1700	6.1710
G-SEC 2028	6.2822	6.2931
G-SEC 2033	6.5070	6.5229
G-SEC 2037	6.5788	6.6022
G-SEC 2053	6.8795	6.8671
SDL 2027	-	-
SDL 2033	6.8766	6.8107

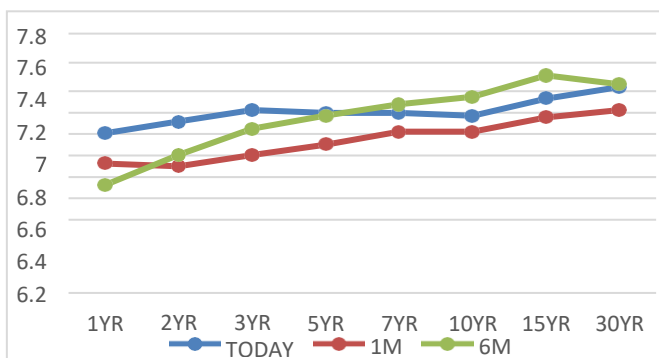
ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
REC LIMITED SR 245A 7.44 BD 29FB28 FVRS1LAC	7.0573	100.9450
SAMMAAN CAPITAL LIMITED 9.75 NCD 12AP28 FVRS1LAC	9.9903	99.3622
POWER FINANCE CORPORATION LIMITED SR 247B 7.40 BD 15JN35 FVRS1LAC	7.1167	101.7473
NDIAN RAILWAY FINANCE CORPORATION LIMITED SR 153 6.85 BD 29OT40 FVRS10LAC LOAUPTO24MR21	7.6000	93.1300

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.9000	5.8800	5.7200	5.7050	5.7400	5.7725

INDIA YIELD CURVE



BOND MARKET

The 10-year benchmark recorded a close of 6.4747%, ending 0.89 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.4694 to 6.5043 during the day.

DOMESTIC BROADCAST

The Monetary Policy Committee (MPC) is scheduled to announce its rate decision on Wednesday, having slashed the policy rates for the first time in nearly five years by a quarter percentage point two months ago. An ET poll showed participants expect another quarter-percentage point reduction in rates this week, taking the repo rate to 6%.

On April 07, 2025, the overnight money market volume was ₹667515.48 crore at a 6.12% average rate. Net liquidity absorption was ₹141274.01 crore.

GLOBAL BROADCAST

Russia's budget deficit narrowed to 1% of GDP (2.17 trillion roubles) in Q1 2025, down from 1.3% in the first two months, but still higher than 0.1% a year earlier. State spending rose 24.5% while oil and gas revenues fell nearly 10%. The finance ministry attributed the spending surge to accelerated January financing and affirmed it won't impact the 2025 structural balance target.

Citi has cut its 2025 growth forecast for China to 4.2% from 4.7%, citing rising external risks and escalating U.S.-China trade tensions. Trump's new 34% tariffs and threats of further duties have dimmed hopes for a trade deal, with China vowing retaliation. Analysts warn tariffs could reduce annual growth by over 1.5 percentage points, with export growth possibly turning negative in 2025 after a 5.9% rise in 2024. Citi sees little chance of a resolution and expects Q2 and Q3 to face the most pressure.

U.S. Treasuries saw a sharp sell-off on Tuesday as investors liquidated assets to cover losses and scaled back expectations for aggressive Fed rate cuts. The 10-year yield surged from 3.87% to 4.216%, with a 35-bps daily range—one of the largest in 25 years. Rate cut expectations for 2025 fell from 130 bps to 92 bps. The sell-off widened the spread between Treasuries and swaps to over 50 bps, a record level, highlighting market stress. Analysts cite reduced physical buying, looming U.S. tariffs, and general market instability as key drivers behind the volatility.

SPREAD ANALYSIS

The India 10 Years vs the United States 10Years Government Bond spread value is 224.37 bps, 32.19 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 1.1 bp.

5 Years vs 2 Years bond spread is 7.93 bp.

10 Years vs 2 Years bond spread is 22.80 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day, the market experienced higher liquidity and positive movement. The yield is projected to fluctuate between 6.45% and 6.50%.