

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	95.568	-0.67
BRENT OIL	103.27	+0.91
GOLD	4521	-0.47
INDIA10YR	7.0917	+0.2
US10YR	4.550	-0.59
NIFTY50	23748	+0.27
SENSEX	75509	+0.31

G-SEC/BONDS YIELDS

SECURITY	LTY(%) TODAY	LTY (%) PREV
364DTB	5.9400	5.9600
G-SEC2030	6.8497	6.7990
G-SEC2034	7.0607	7.1254
G-SEC2040	7.3985	7.3825
G-SEC2055	7.6779	7.3825
SDL2027	6.7456	6.8388
SDL2033	7.6856	7.6003

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
POWER FINANCE CORPORATION LIMITED SR 248B 7.45 NCD 15JL28 FVRS1LAC	7.8931	99.1350
REC LIMITED SR 231A 7.64 BD 30AP27 FVRS1LAC	7.9400	99.7038
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 190 6.65 BD 20MY30 FVRS1LAC	7.8140	96.0937
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	7.9500	98.9637
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	7.9233	99.2992
POWER FINANCE CORPORATION LIMITED SR 246B 7.38 BD 15JN32 FVRS1LAC	7.8800	97.7356
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 191B 6.58 BD 30MY30 FVRS1LAC	7.8200	95.8414
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25C 7.44 BD 24FB28 FVRS1LAC	7.9400	99.1580
BAJAJ FINANCE LIMITED 7.11 NCD 10JL28 FVRS1LAC	8.3300	97.6572
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 26C 7.27 BD 23FB29 FVRS1LAC	7.9200	98.3751

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.3200	6.3000	6.5300	6.5200	6.7900	6.8150

BOND MARKET

The 10-year benchmark recorded (6.48% GS 2035) a close of 7.0917%, 1.56 bps higher than the previous day's trading session.

DOMESTIC BROADCAST

Foreign Exchange Reserves in India decreased to 688890 USD Million in May 15 from 696990 USD Million in the previous week. Foreign Exchange Reserves in India averaged 317256.30 USD Million from 1998 until 2026, reaching an all time high of 728490 USD Million in February of 2026 and a record low of 29048 USD Million in September of 1998.

The benchmark 6.48% 2035 bond yield settled at 7.0917%, bouncing off the day's low of 7.0636%, but still 2.2 basis points below Thursday's close. The yield rose 3 bps on the week after sharp swings in recent sessions. Bond prices move inversely to yields.

Indian government bonds rallied in early trade on Friday, as expectations of a record central bank surplus transfer overshadowed rate-hike concerns. The Reserve Bank of India's surplus transfer, expected to be announced after market hours, is pegged at ₹2,90,000 crore to ₹3,20,000 crore (\$33.29 billion), according to a Reuters poll. A hefty dividend would help government finances at a time when they are likely to come under pressure from the Iran war-led energy shock, traders said. BMI, a Fitch company, said it is maintaining its forecast for the federal government's fiscal deficit at 4.5% of GDP, above the government's 4.3% target, while flagging increased upside risks.

GLOBAL BROADCAST

Japan's annual inflation edged down to 1.4% in April 2026 from 1.5% in the prior month. Food prices rose the least in 18 months amid a further slowdown in rice costs.

The yield on Japan 3 Month Bond Yield held steady at 0.88% on May 22, 2026. Over the past month, the yield has edged up by 0.12 points and is 0.50 points higher than a year ago, according to over-the-counter interbank yield quotes for this government bond maturity.

The Gross Domestic Product (GDP) in Germany expanded 0.40 percent in the first quarter of 2026 over the same quarter of the previous year. GDP Annual Growth Rate in Germany averaged 1.79 percent from 1971 until 2026, reaching an all time high of 11.60 percent in the second quarter of 2021 and a record low of -10.80 percent in the second quarter of 2020.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 242.59 bps, 2.48 bps lower than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
 2 Years vs 1 Year bond spread is 8 bp.
 5 Years vs 2 Years bond spread is 61.22 bp.
 10 Years vs 2Years bond spread is 93.11 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day and maintained good liquidity. The yield is projected to fluctuate between 7.00% and 7.10%.