

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	95.713	+0.01
BRENT OIL	96.53	-1.31
GOLD	4494	+0.24
INDIA10YR	6.9931	-0.44
US10YR	4.479	-0.27
NIFTY50	23437.80	+0.047
SENSEX	74455.50	+0.019

G-SEC/BONDS YIELDS

SECURITY	LTY(%) TODAY	LTY (%) PREV
364DTB	5.9425	5.9700
G-SEC2030	6.6651	6.761
G-SEC2034	7.0125	7.0530
G-SEC2040	7.3243	7.3466
G-SEC2055	7.6341	7.6522
SDL2027	6.7526	6.4957
SDL2033	-	7.6716

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
REC LIMITED SR 230-A 7.71 BD 26FB27 FVRS1LAC	7.8100	99.8212
BAJAJ FINANCE LIMITED 8.08 NCD 20MY36 FVRS1LAC	8.0716	100.000
REC LIMITED SR 234-B 7.58 BD 31MY29 FVRS1LAC	7.6900	99.6935
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 26F 7.44 BD 17JL29 FVRS1LAC	7.8200	98.9792
TATA STEEL LIMITED 8.03 NCD 25FB28 FVRS1LAC	7.9950	99.9956
LIC HOUSING FINANCE LTD TR 412 6.17 LOA 03SP26 FVRS10LAC	7.5000	99.5895
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24E 7.80 BD 15MR27 FVRS1LAC	7.9091	99.8358
TATA CAPITAL HOUSING FINANCE LIMITED SR D OP II 7.8 NCD 05AG27 FVRS10LAC	8.0900	99.6493

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.0900	6.1150	6.3250	6.3300	6.6100	6.6275

BOND MARKET

The 10-year benchmark recorded (6.48% GS 2035) a close of 6.9931%, 3.09 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

Indian government bonds gained on Thursday, with yields easing amid reports of potential tax relief measures for debt investors. However, expectations of a possible repo rate hike by the Reserve Bank of India (RBI) capped gains in bond prices. India's benchmark 6.48% 2035 bond yield declined by 2 basis points (bps) to 7.0033%. The US 10-year Treasury yield eased to 4.48%.

Foreign investors have withdrawn nearly \$28 billion from Indian equities this year. While foreign money has continued to flow into government bonds, with net investments of around \$1.4 billion, policymakers appear keen to attract more stable capital into the debt market.

According to a Reuters report, the Indian government is considering scrapping capital gains tax on foreign portfolio investments (FPIs) in government securities, a move expected to bolster foreign inflows into the domestic debt market. Foreign investors have net purchased \$1.4 billion worth of Indian bonds so far this year, even as FPI outflows from Indian equities stood nearly \$28 billion.

GLOBAL BROADCAST

Japanese investors sold a net of ¥184.8 billion of foreign bonds in the week ending May 30, 2026, after buying an upwardly revised net of ¥12.9 billion in the previous week. The shift marked the first net weekly outflow of the month, indicating a pullback in overseas bond investment after four consecutive weeks of net buying.

Singapore's S&P Global PMI eased to 56.7 in May 2026 from April's near four-year high of 57.9. Still, the latest result marked the 16th straight month of expansion in private sector activity, with output growth accelerating to a three-month peak.

The yield on Singapore 6 Month Bill Yield increased to 1.48% on June 4, 2026. Over the past month, the yield has remained flat, and it is 0.76 points lower than a year ago, according to over-the-counter interbank yield quotes for this government bond maturity.

The S&P Global UK Construction PMI fell to 38.2 in May 2026 from 39.7 in April, missing market expectations of 40.2 and signaling the sharpest contraction in construction activity since May 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 lower compared to the previous day and maintained good liquidity. The yield is projected to fluctuate between 7.05% and 7.15%.