GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	94.508	-0.08
BRENT OIL	78.51	-1.31
GOLD	4262.70	-0.80
INDIA10YR	6.8387	-0.34
US10YR	4.459	-0.09
NIFTY50	24179.30	+0.34
SENSEX	77440.10	+0.33

G-SEC/BONDS YIELDS

SECURITY	LTY(%) TODAY	LTY (%) PREV
364DTB	5.7000	5.750
G-SEC2030	6.4625	6.4512
G-SEC2034	6.8350	6.8518
G-SEC2040	7.1361	7.1826
G-SEC2055	7.4777	7.5186
SDL2027	6.2816	6.4695
SDL2033	7.4044	7.4686

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 26F 7.44 BD 17JL29 FVRS1LAC	7.3250	100.3103
NATIONAL BANK FOR FINANCING INFRASTRUCTURE AND DEVELOPMENT SR NABFID20272 7.3700 BD 16JL29 FVRS1LAC	7.3715	99.9800
LIC HOUSING FINANCE LTD TR 457 7.59 NCD 12JU31 FVRS1LAC	7.5881	99.9600
SUNDARAM FINANCE LIMITED SR AA1 7.95 NCD 14AG29 FVRS1LAC	7.9437	100.0000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25C 7.44 BD 24FB28 FVRS1LAC	7.3732	100.0504
BAJAJ HOUSING FINANCE LIMITED 8.25 NCD 27MY31 FVRS1LAC	7.8392	100.9109
NATIONAL HOUSING BANK 7.59 BD 14JL27 FVRS1LAC	7.3000	100.3010
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.9150	100.0218
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	7.3659	100.2088
REC LIMITED SR 250A 6.60 BD 30JU27 FVRS1LAC	7.4200	99.2217

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.9100	5.8900	6.0550	6.0450	6.3025	6.3225

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 6.8387%, 2.39 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

State Bank of India's board has approved raising up to Rs 60,000 crore in the current fiscal year through debt instruments. These funds will be raised via long-term bonds, Basel III-compliant Additional Tier 1, and Tier 2 Bonds. The issuance will be through public offer or private placement to Indian and overseas investors during FY27.

Indian government bonds saw a slight dip as the U.S. Federal Reserve adopted a more hawkish stance, signaling potential rate hikes this year due to persistent inflation risks. This shift influenced Treasury yields, while foreign investors continued to pour funds into Indian bonds, attracted by central bank measures.

India's central bank, the RBI, is opting against direct settlement of government securities via offshore platforms like Euroclear. Instead, it prefers overseas investors to trade directly on the domestic NDS-OM platform. This move aims to consolidate liquidity and enhance price discovery, despite recent tax incentives designed to attract foreign capital.

GLOBAL BROADCAST

The Bank of England voted 7-2 to keep Bank Rate unchanged at 3.75% in June 2026, as policymakers weighed easing inflation against continued uncertainty from volatile global energy markets linked to Middle East tensions. Two members of the Monetary Policy Committee preferred a 0.25 percentage point hike to 4%.

The Eurozone's current account surplus fell to €14.88 billion in April 2026, down from €20.84 billion a year earlier, driven by a drop in the goods surplus to €14.25 billion, the lowest since April 2023, compared to €25.79 billion in April 2025. Meanwhile, the services surplus grew to €15.55 billion from €11.07 billion, the primary income deficit narrowed to €1.04 billion from €1.91 billion, and the secondary income gap decreased slightly to €13.88 billion from €14.10 billion.

The yield on Japan 1 Year Bond Yield held steady at 1.14% on June 18, 2026. Over the past month, the yield has edged up by 0.02 points and is 0.60 points higher than a year ago, according to over-the-counter interbank yield quotes for this government bond maturity.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 237.97 bps, 6.005R 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 31.15 bp.
5 Years vs 2 Years bond spread is 25.28 bp.
10 Years vs 2Years bond spread is 66.52 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 6.80% and 6.90%.

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