

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	95.254	+0.27
BRENT OIL	93.92	-1.12
GOLD	4556.62	+1.12
India 10Y	7.0129	-0.1
US 10 YR	4.427	-1.12
NIFTY 50	23523	+0.43
SENSEX	74743.53	+0.42

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.9000	5.9900
G-SEC 2030	6.6586	6.6610
G-SEC 2034	7.0223	7.0367
G-SEC 2040	7.3345	7.3356
G-SEC 2055	7.6341	7.6385
SDL 2027	6.8610	6.8217
SDL 2033	-	7.7372

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
LARSEN AND TOUBRO LIMITED 6.35 NCD 19JU28 FVRS1LAC	7.7100	97.4871
KOTAK MAHINDRA PRIME LIMITED 8.28 NCD 20JU31 FVRS1LAC	8.2734	100.0200
TATA CAPITAL LIMITED SR P STRPP II 8.30 NCD 16MR27 FVRS1LAC	8.1091	100.0361
LIC HOUSING FINANCE LTD TR 419 OPT II 6.65 LOA 15FB27 FVRS10LAC	7.9300	99.0423
REC LIMITED SR 230-A 7.71 BD 26FB27 FVRS1LAC	7.8000	99.8293
TATA CAPITAL HOUSING FINANCE LIMITED SR A 7.85 NCD 14MY29 FVRS1LAC	8.1169	99.3067
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.9534	56.3198
GODREJ FINANCE LIMITED SR SD1 8.50 NCD 28AP36 FVRS1LAC	8.5498	100.000
MUTHOOT FINANCE LIMITED RR NCD 26JL29 FVRS1LAC	8.5835	100.000
TATA CAPITAL HOUSING FINANCE LIMITED SR C 8.0409 NCD 19MR27 FVRS1LAC	8.0000	99.9333
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	7.8067	99.2971

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.1050	6.0900	6.3125	6.2975	6.6350	6.6000

BOND MARKET

The 10-year benchmark (6.48% GS 2035) recorded a close of 7.0129%, 0.52 bps lower the closing of the previous day's trading session.

DOMESTIC BROADCAST

The Reserve Bank of India will announce its rate decision on Friday, with markets largely pricing in a pause even as Standard Chartered, Capital Economics, ANZ, MUFG and OCBC call for a 25-basis-point hike.

Indian government bonds saw little movement early Tuesday. Investors are adopting a cautious stance ahead of the Reserve Bank of India's policy decision later this week. Lingering U.S.-Iran tensions and upcoming state and central government bond sales are also keeping traders on the sidelines, leading to shallow trading volumes.

GLOBAL BROADCAST

Japan's 10-year government bond yield fell to around 2.66% on Tuesday, hovering near two-week lows as investors continued to evaluate the outlook for Bank of Japan monetary policy while keeping a close watch on developments in the Middle East. Markets are currently pricing in roughly a 78% probability that the BOJ will raise interest rates again later this month amid a renewed surge in inflation linked to the Iran conflict.

A majority of Fed officials highlighted that some policy firming would likely become appropriate if inflation were to continue to run persistently above 2%, minutes from the FOMC meeting in April 2026 showed. To address the possibility of rate hikes, "many participants indicated that they would have preferred removing the language from the post-meeting statement that suggested an easing bias regarding the likely direction of the Committee's future interest rate decisions".

Eurozone consumer price inflation reached 3.2% in May 2026, up from 3.0% in April and matching market expectations, according to preliminary data. This marks the highest rate since September 2023, staying significantly above the European Central Bank's 2.0% target.

SPREAD ANALYSIS

The India 10 Years vs the United States 10Years Government Bond spread value is 269.78 bps, 2.52 bps higher than the closing of the previous day.

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

2 Years vs 1 Years bond spread is 9 bp.
 5 Years vs 2 Years bond spread is 70.52 bp.
 10 Years vs 2 Years bond spread is 92 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended slightly lower compared to the previous day, the market experienced good liquidity and yield movement. The yield is projected to fluctuate between 6.90% and 7.05%.