

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	96.012	+0.07
BRENT OIL	103.38	-1.37
GOLD	4422	+0.18
INDIA10YR	7.0686	+0.31
US10YR	4.962	+0.30
NIFTY50	23346.40	+0.33
SENSEX	74297.96	-0.02

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	5.7300	6.0202
G-SEC2031	6.7708	6.7837
G-SEC2035	7.0363	7.0359
G-SEC2041	7.2243	7.2115
G-SEC2055	7.5975	7.5886
SDL2029	7.1997	7.2144
SDL2036	7.7271	7.7596

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VI 7.79 BD 14MY27 FVRS1LAC	7.5144	100.1864
GMR AIRPORTS LIMITED 5 BD 09SP29 FVRS1LAC	9.5000	100.6303
INDIAN OIL CORPORATION LIMITED SR XXI 6.14 LOA 18FB27 FVRS10LAC	6.8500	99.6172
INDIAN OIL CORPORATION LIMITED SR XXV 7.44 NCD 25NV27 FVRS10LAC	7.2500	100.1690
LIC HOUSING FINANCE LTD TR 448 7.74 NCD 22OT27 FVRS1LAC	7.6150	100.1023
GMR HYDERABAD INTERNATIONAL AIRPORT LTD RR NCD 11MR33 FVRS1LAC	8.7900	100.2697
REC LIMITED SR 260 (B) 7.67 BD 30SP31 FVRS1LAC	7.6653	100.000
GMR HYDERABAD INTERNATIONAL AIRPORT LTD 8.8050 NCD 13DC32 FVRS10LAC	8.7900	100.3410

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.0550	6.0725	6.2675	6.2800	6.5700	6.5875

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 7.0686%, 2.23 bps higher than the previous day's trading session.

DOMESTIC BROADCAST

Indian government bonds maintained a steady performance as traders keenly monitored new debt supply cutoffs. In September, the Reserve Bank of India revealed plans for extensive open market debt sales. These initiatives are intended to absorb excess liquidity while enhancing the transmission of monetary policy. Market participants are also expecting further bond offerings from the central bank in light of anticipated rate increases from both the Federal Reserve and RBI.

The Reserve Bank of India's open market operation sale received robust investor interest. This operation aimed to absorb surplus liquidity from the banking system. The central bank accepted bonds at yields higher than prevailing market rates. This move precedes a significant weekly bond auction scheduled for Friday. Further liquidity absorption measures are planned for the coming week.

The Reserve Bank of India has taken steps to absorb liquidity from the banking sector by selling bonds worth 500 billion rupees. This strategic move included the sale of securities with maturation dates slated between fiscal 2029 and fiscal 2032, marking the first net sale since November 2017. Consequently, an amount equivalent to nearly 0.2% of total deposits has been withdrawn from circulation.

GLOBAL BROADCAST

The Bank of Japan raised its key short-term rate by 25bps to 1.25% in a 7-2 vote at its September meeting, taking borrowing costs to their highest level since April 1995.

Central Bank Balance Sheet in the United States increased to 6746548 USD Million in September 17 from 6740619 USD Million in the previous week. Central Bank Balance Sheet in the United States averaged 3996959.96 USD Million from 2002 until 2026, reaching an all time high of 8965487.00 USD Million in April of 2022 and a record low of 712809.00 USD Million in January of 2003.

The eurozone current account surplus widened to €36.5 billion in July 2026, up from €29.7 billion a year earlier, driven primarily by stronger goods and services balances.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 210.66 bps, 1 bps higher than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1 Year bond spread is 42.45 bp.
5 Years vs 2 Years bond spread is 30 bp.
10 Years vs 2Years bond spread is 62.29 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 7.12%.