

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.555	-0.13
BRENT OIL	67.42	+0.57
GOLD	3353.40	+0.36
India 10Y	6.2946	+0.17
US 10 YR	4.451	-0.53
NIFTY 50	25104.25	+0.01
SENSEX	82391.72	-0.01

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.3000	5.4000
G-SEC 2028	5.7562	5.7024
G-SEC 2033	6.3742	6.3221
G-SEC 2037	6.5961	6.5438
G-SEC 2053	6.9809	6.9508
SDL 2027	-	-
SDL 2033	6.7080	6.7073

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
HDFC BANK LIMITED SR Z001 6 NCD 29MY26 FVRS10LAC	6.6410	99.3730
HOUSING AND URBAN DEVELOPMENT CORPORATION LIMITED SR C 6.52 NCD 06JU28 FVRS1LAC	6.4836	100.000
EXPORT IMPORT BANK OF INDIA SR AA02 7.35 BD 27JL28 FVRS1LAC	6.4400	102.4925
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.4538	55.5376
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.5326	102.5406
BAJAJ FINANCE LIMITED 7.3763 NCD 26JU28 FVRS1LAC	7.0863	100.6295
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 191A 6.47 BD 30MY28 FVRS1LAC	6.4657	100.0435
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VII 7.75 BD 10JU27 FVRS1LAC	6.4500	102.3585
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 189 6.78 BD 30AP30 FVRS1LAC	6.6375	100.5022

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.4700	5.5350	5.4450	5.5050	5.6900	5.7250

BOND MARKET

The 10-year benchmark recorded a close of 6.2946%, ending 1.09 bps higher than the close of the previous day's trading session. Yields traded in the range of 6.2666 to 6.2946% during the day.

DOMESTIC BROADCAST

Indian government bond yields eased on Tuesday after a two-day rise, with value buying emerging at higher levels. The 10-year yield stood at 6.686%, down from its recent peak, while the five-year yield also dipped. Traders expect consolidation as the market adjusts to the RBI's neutral stance after a 50-bps rate cut and a 100 bps CRR reduction. While some expect a policy pause, ANZ, MUFG, and Nomura foresee one more cut in 2025. OIS rates remained stable, reflecting a receiving bias.

On June 10, 2025, the overnight money market volume was ₹580215.04 crore at a 5.22% average rate. Net liquidity absorption was ₹244699.14 crore.

GLOBAL BROADCAST

Finnish central bank chief Olli Rehn warned the ECB against complacency, urging vigilance to prevent inflation from falling too far below the 2% target. He emphasized the risk of approaching the zero lower bound and highlighted the need to keep inflation expectations anchored through active policy management.

Deutsche Bank expects the Federal Reserve to maintain a wait-and-see stance on rate cuts amid uncertainty over the inflationary effects of Trump's tariffs. The bank forecasts the Fed will resume rate cuts in December, with two more in early 2026, bringing rates to a neutral 3.625%. Markets largely expect no rate action until September, while upcoming inflation data—expected to show a slight uptick—will be key to shaping the Fed's next moves.

Ongoing U.S.-China trade talks in London are unlikely to trigger a major rally in Chinese equities or a significant renminbi appreciation, as Capital Economics sees limited tariff impact, continued domestic policy dominance, and China's reluctance to shift currency policy; tech stocks may gain modestly if semiconductor access improves, but broader changes are expected to be symbolic rather than substantial.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 184.36 bps, 5.19 bps lower than the closing of the previous day.

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

2 Years vs 1 Years bond spread is 17.98 bp.
 5 Years vs 2 Years bond spread is 31.42 bp.
 10 Years vs 2 Years bond spread is 58.21 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day, the market experienced good liquidity and slight positive yield movement. The yield is projected to fluctuate between 6.25% and 6.30%.