

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	83.968	0.02
BRENT OIL	77.41	1.0
GOLD	2630.40	0.16
India 10 YR	6.7775	0.15
US 10 YR	4.094	0.50
NIFTY 50	24998.45	0.06
SENSEX	81611.41	0.18

G-SEC / BONDS YIELDS

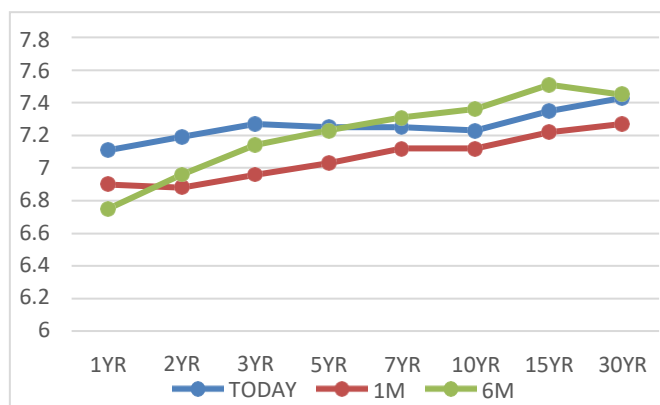
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.40	6.52
G-SEC 2028	6.6902	6.6863
G-SEC 2033	6.8927	6.7880
G-SEC 2037	6.8351	6.8232
G-SEC 2053	6.9314	6.9236
SDL 2027	6.8605	6.9044
SDL 2033	7.0802	7.08

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR III 7.34 BD 26FB29 FVRS1LAC	7.3495	99.9841
LIC HOUSING FINANCE LTD TR 444 7.75 NCD 23AG29 FVRS1LAC	7.60	100.5427
NATIONAL BANK FOR FINANCING INFRASTRUCTURE AND DEVELOPMENT SR NABFID2025-1 7.43 BD 04JL34 FVRS1LAC	7.610	101.7683
ADITYA BIRLA FINANCE LIMITED SR F1 8.10 NCD 07SP29 FVRS1LAC	7.9080	100.7495

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.40	6.4150	6.12	6.16	6.1175	6.155

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.7775%, ending 0.99 bps higher from the close of the previous day's trading session. Yields traded in the range of 6.7940 to 6.7785 during the day.

DOMESTIC BROADCAST

The Reserve Bank of India (RBI) is unlikely to cut interest rates in its upcoming meeting, given India's strong economic growth and the importance of credit to deposit growth in the banking system. Despite global economic conditions, the RBI is expected to focus on domestic factors.

Money market operations on October 1, 2024: Overnight segment totaled ₹547,802.76 crores at a 6.34% weighted average rate. The segment's significant operations included triparty repo at ₹365,772.85 crore and 6.28%. RBI's net liquidity absorption stood at ₹35,903.87 crore.

GLOBAL BROADCAST

U.S. wholesale inventories rose by 0.1% in August, less than the previously estimated 0.2%, due to a slowdown in motor vehicle stock increases, the Commerce Department reported. Year-on-year, inventories grew 0.6%. This revision may temper expectations for strong third-quarter economic growth. Private inventory investment contributed to the 3.0% GDP growth in Q2, but inventories and trade remain volatile components of GDP.

China's exports likely grew by 6.0% in September, the slowest pace in five months, signaling weakening global demand and reduced urgency to ship goods ahead of new tariffs. This is down from August's 8.7% growth, according to a Reuters poll. Imports are expected to have risen by 0.9%, slightly improving from the 0.5% increase in August, offering some support to policymakers focused on boosting domestic demand. Despite a strong export performance in August, economists urge caution against over-reliance on external demand for sustaining China's overall growth.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 268.35 bps, 6.21 bps lower than the closing of the previous day.

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

2 Years vs 1Year bond spread is 8 bp.
 5 Years vs 2 Years bond spread is 6.22 bp.
 10 Years vs 2Years bond spread is 14.64 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day, following the outcomes of MPC committee meeting. The yield is projected to fluctuate between 6.74% and 6.78%.