

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.982	+0.02
BRENT OIL	67.95	-1.11
GOLD	3345.81	+0.28
India 10 YR	6.3118	+0.05
US 10 YR	4.4770	-0.31
NIFTY 50	25212.05	+0.06
SENSEX	82634.88	+0.77

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.2900	5.3000
G-SEC 2028	5.8511	5.8596
G-SEC 2034	6.3753	6.3750
G-SEC 2039	6.6541	6.6461
G-SEC 2054	6.9917	6.9842
SDL 2027	6.0597	6.0213
SDL 2033	6.8453	6.8388

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.7006	102.1512
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23I 7.62 LOA 31JN28 FVRS1LAC	6.6500	102.1321
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.5966	55.1876
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR II 7.47 BD 05SP29 FVRS1LAC	6.7700	102.4095
HDB FINANCIAL SERVICES LIMITED SR 225 7.65 NCD 05MY28 FVRS1LAC	7.1500	101.1723
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VIII 7.49 BD 11JU29 FVRS1LAC	6.7560	102.3269
HDB FINANCIAL SERVICES LIMITED SR 228 TR 1 7.4091 NCD 05JU28 FVRS1LAC	7.2400	100.3417
POWER FINANCE CORPORATION LIMITED SR 251A 6.27 BD 15JL27 FVRS1LAC	6.5800	99.4348
REC LIMITED SR GOI - VIII 8.30 BD 25MR29 FVRS10LAC	6.6667	105.5881
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR MIF 1B 6.07 LOA 19NV27 FVRS10LAC	6.5875	98.8710
RURAL ELECTRIFICATION CORPORATION LIMITED SR-136 8.11 BD 07OT25 FVRS10LAC	5.9500	100.4029

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5400	5.5150	5.4950	5.4950	5.7700	5.7300

BOND MARKET

The 10-year benchmark (6.33% GS 2035) recorded a close of 6.3118%, ending at 0.28 bps higher than the close of the previous day's trading session.

DOMESTIC BROADCAST

India's bond market is experiencing substantial growth, driven by increased private sector involvement and investor demand for stable returns. Jiraaf Bond Analyzer data reveals a decade-long expansion, accelerating post-2020. In 2024, listed bond issuances surpassed ₹9.5 lakh crore. Non-PSU issuances exceeded PSU issuances for the first time, indicating improved private sector credit profiles and investor confidence.

Money market operations on July 17, 2025: Overnight segment totaled ₹606180.02 crores at a 5.32% weighted average rate. The segment's significant operations included triparty repo at ₹395077.45 crore and 5.30%. RBI's net liquidity absorption stood at ₹299765.22 crore.

GLOBAL BROADCAST

UK inflation rose more than expected in June, with annual CPI climbing to 3.6% from 3.4% in May, remaining well above the Bank of England's 2% target. Core inflation also increased to 3.7% annually. The rise, driven by higher wages, National Insurance contributions, and energy costs, complicates the BoE's policy outlook amid ongoing U.S. tariff effects and a weakening economy—GDP contracted for a second consecutive month in May. The BoE expects inflation to stay elevated through 2025, advocating a gradual, data-dependent policy approach.

The IMK institute warns that U.S. President Trump's planned 30% tariffs on EU imports could slash Germany's GDP growth by 0.25 percentage points in 2025 and 2026, potentially resulting in zero growth this year and just 1.2% next year. This is down from prior forecasts of 0.2% and 1.5%, respectively. IMK suggests that accelerated public investment could offset some of the damage. Meanwhile, a VDMA survey shows over half of German engineering firms expect flat or declining sales due to trade tensions, though many still see North America as a key market. Broader sales recovery is expected only by 2026.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 183.48 bps, 7 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 27.68 bp
 5 Years vs 2 Years bond spread is 24.50 bp.
 10 Years vs 2 Years bond spread is 46.07 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day. The yield is projected to fluctuate between 6.28% and 6.33%.