

GLOBAL MARKET SNAPSHOT

MARKETS	Price	%Change
USD/INR	86.835	+0.03
BRENT OIL	75.28	+0.58
GOLD	2911.90	+0.45
India 10Y	6.6859	-0.10
US 10 YR	4.515	+0.45
NIFTY 50	22945.30	-0.062
SENSEX	75967.39	-0.039

G-SEC / BONDS YIELDS

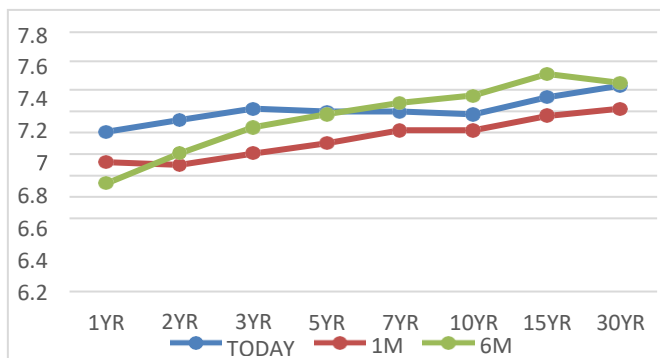
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.5500	6.5600
G-SEC 2028	6.6282	6.6439
G-SEC 2033	6.7656	6.7705
G-SEC 2037	6.8671	6.8708
G-SEC 2053	7.0491	7.0487
SDL 2027	6.8401	6.8400
SDL 2033	7.0348	7.1099

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
INDIAN RAILWAY FINANCE CORPORATION LIMITED	7.2828	100.000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR	7.4990	100.0573
LARSEN AND TOUBRO LIMITED 7.20 NCD 22JN35 FVRS1LAC	7.2221	99.7471
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR	9.1707	101.9098

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.3100	6.2900	6.0750	6.0550	6.0900	6.0725

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.6859%, ending 0.71 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.6798 to 6.6947 during the day.

DOMESTIC BROADCAST

India's GDP is projected to grow at 6.6% in Q3 FY25, slower than 8.6% in Q3 FY24, but remains strong due to higher government capex (47.7% growth), robust agriculture (4.5% growth), and resilient services (6.9% growth), despite moderating industrial and manufacturing growth and global economic risks.

On February 17, 2025, the overnight money market volume was ₹602266.22 crore at a 6.21% average rate. Net liquidity absorption was ₹181329.27 crore.

GLOBAL BROADCAST

The RBA cut rates to 4.10%, citing progress on inflation and weak economic growth, but remains cautious on further easing as inflation is still above target and labor market strength could keep it elevated; GDP growth is expected to improve to 2% by mid-2025, but inflation will only fall within target by 2026.

UK productivity rose 0.7% in Q4 2024, partially recovering from a 1.1% drop in Q3, but remained 0.8% lower year-on-year, with data uncertainty due to labor market survey issues.

France's inflation stood at 1.8% YoY in January, driven by higher service and energy costs, while prices fell 0.2% MoM. Tobacco (+3.8%), fresh food (+2.8%), and petroleum (+2.8%) saw the highest monthly gains, while transport (-8.3%) and clothing (-7.2%) declined.

European shares hit record highs as defense stocks surged on expectations of increased military spending, while investors shifted funds away from U.S. markets due to trade tariff concerns. The STOXX 600 reached 556.81 points, with defense stocks climbing 1% after a 4.6% rally on Monday. U.S. markets remained cautious amid inflation worries and AI competition. Eurozone bond yields rose as the EU pledged more Ukraine support. Meanwhile, gold prices gained, and China's tech stocks rallied, fueled by AI optimism. Japan's Nikkei and Australia's markets also saw gains, with the RBA beginning its rate-cut cycle.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 217.09 bps, 26 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 1.97 bp.
 5 Years vs 2 Years bond spread is 6.59 bp.
 10 Years vs 2 Years bond spread is 6.81 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended slightly lower compared to the previous day, the market experienced lower liquidity and sideways movement. The yield is projected to fluctuate between 6.67% and 6.69%, following the OMO purchase data which will be released on thursday.