

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	86.560	+0.01
BRENT OIL	70.47	-0.18
GOLD	3038.27	-0.14
India 10Y	6.6601	-0.17
US 10 YR	4.296	+0.35
NIFTY 50	22907.60	+0.32
SENSEX	74102.32	-0.017

G-SEC / BONDS YIELDS

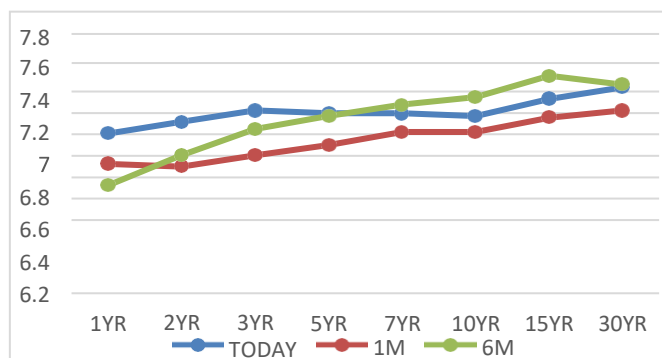
SECURITY	LTG (%) TODAY	LTG (%) PREV
364 DTB	6.4800	6.5000
G-SEC 2028	6.5595	6.5762
G-SEC 2033	6.7149	6.7305
G-SEC 2037	6.7943	6.8211
G-SEC 2053	6.9635	6.9886
SDL 2027	-	-
SDL 2033	7.0918	7.1021

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25D 7.40 BD 29AP30 FVRS1LAC	7.4523	99.7457
POWER FINANCE CORPORATION LIMITED SR 248A 7.75 NCD 15AP26 FVRS1LAC	7.7676	100.0000
SAMMAAN CAPITAL LIMITED 9.75 NCD 12AP28 FVRS1LAC	9.9932	99.3400
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 F 9.35 NCD 31DC32 FVRS1LAC	9.1276	103.3300

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.1050	6.1000	5.8925	5.8800	5.9525	5.9225

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.6714%, ending 1.13 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.6462 to 6.6647 during the day.

DOMESTIC BROADCAST

India's industrial production grew by 5% in January 2025, while manufacturing output rose by 5.5% year-on-year. Meanwhile, inflation eased to 3.61% in February from 4.31% in January. Long-term averages show steady growth, but extreme fluctuations were observed during the pandemic.

On March 11, 2025, the overnight money market volume was ₹591889.07 crore at a 6.37% average rate. Net liquidity absorption was ₹226043.52 crore.

GLOBAL BROADCAST

The Federal Reserve is expected to keep interest rates steady, with policymakers assessing the economic impact of Trump's trade tariffs, immigration restrictions, and layoffs. While inflation remains above 2% and unemployment rose slightly to 4.1%, business and consumer confidence have weakened, raising recession risks. Markets anticipate two Fed rate cuts by year-end, but uncertainty around Trump's economic policies, including tariffs and tax cuts, complicates the outlook. Fed officials remain focused on inflation and unemployment, with new projections likely reflecting increased economic uncertainty.

The Bank of Japan kept interest rates steady at 0.5%, citing global economic uncertainty, particularly from potential U.S. tariffs, while acknowledging rising food prices and strong wage growth could push inflation higher. Governor Kazuo Ueda indicated the BOJ remains watchful of both downside growth risks and domestic inflation pressures, with a key policy review scheduled for April 30-May 1.

China is intensifying efforts to reassure global business leaders about its economic prospects amid a consumer slowdown and trade tensions, with top trade officials meeting executives from major multinationals like PepsiCo, Airbus, and P&G. Following a sharp decline in foreign direct investment, Beijing is emphasizing its commitment to stable U.S.-China trade relations and encouraging renewed investment.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 236.41 bps, 2.13 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 2.66 bp.
 5 Years vs 2 Years bond spread is 3.8 bp.
 10 Years vs 2 Years bond spread is 13.13 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day, the market experienced higher liquidity and positive movement. The yield is projected to fluctuate between 6.62% and 6.67%.