

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.366	-0.16
BRENT OIL	64.60	-1.39
GOLD	3230	-0.26
India 10Y	6.2382	+0.23
US 10 YR	4.493	+0.07
NIFTY 50	24945.45	-0.30
SENSEX	82059.42	-0.33

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.7500	5.7700
G-SEC 2028	5.8721	5.8642
G-SEC 2033	6.2938	6.2626
G-SEC 2037	6.4006	6.3692
G-SEC 2053	6.7811	6.7725
SDL 2027	6.1036	6.1407
SDL 2033	6.6311	6.6056

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
TATA MOTORS LIMITED SR E31B TR I 7.08 NCD 11MY28 FVRS1LAC	7.0590	100.04
REC LIMITED SR 247 A 6.87 BD 31MY30 FVRS1LAC	6.8500	100.0360
NDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LIMITED SR XVII-A 7 BD 31MY30 FVRS1LAC	7.0087	99.9500
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 F 9.35 NCD 31DC32 FVRS1LAC	9.0475	103.1390
MINDSPACE BUSINESS PARKS REIT SR 12 7.20 NCD 10MY30 FVRS1LAC	7.394	100.000
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 C 9.35 NCD 31DC29 FVRS1LAC	9.0500	102.0512
HDFC BANK LIMITED SR AB001 7.69 NCD 27JN33 FVRS1LAC	7.1500	103.0274
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24E 7.80 BD 15MR27 FVRS1LAC	6.6600	101.8575
BAJAJ FINANCE LIMITED 7.90 SR 286 TR 9 LOA 17NV25 FVRS10LAC	6.9710	100.3077
BANK OF INDIA SR XV 7.14 BD 30SP31 FVRS1CR	7.5950	99.5155

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.6250	5.6300	5.5100	5.5250	5.6700	5.7150

BOND MARKET

The 10-year benchmark recorded a close of 6.2382%, ending 1.5 bps higher than the close of the previous day's trading session. The yield was in the range of 6.2165 to 6.2382.

DOMESTIC BROADCAST

India's 10-year government bonds, yielding around 6.20%-6.25%, present a prime tactical opportunity amid global market chaos, thanks to record RBI liquidity injections, a six-year low in inflation (3.16%), and strong private bank demand. With the RBI's ₹1.76 trillion dividend boosting surplus funds and inflation under control, yields are poised to fall further, pushing bond prices higher. Despite concerns over state debt and foreign outflows, the central bank's support and India's resilient macro story make these bonds a high-yield, low-volatility haven. Investors should act now—before the window closes and yields compress below 6.20%.

On May 17, the RBI reported ₹ 6686.90, at 5.73% market activity in the overnight and term segments. Under RBI operations, MSF saw ₹340 crore at 6.25%, and SDF saw ₹269415 crore at 5.75%. The net liquidity absorbed totaled ₹157876.84 crore.

GLOBAL BROADCAST

Russia's GDP growth slowed sharply to 1.4% year-over-year in Q1 from 4.5% in Q4, missing the expected 1.8%, signaling a deeper economic slowdown. Industrial production growth also dropped from 5.6% to 1.1%, suggesting a potential quarter-over-quarter contraction.

The U.S. dollar fell on Monday, hitting a 10-day low against the yen, after Moody's downgraded the U.S. government's credit rating due to its \$36 trillion debt. The downgrade raised concerns over the dollar's safe-haven status, especially as trade tensions and political uncertainty grow. The dollar slipped 0.7% to 144.665 yen and 0.45% to 0.83355 Swiss franc, while the euro and British pound gained 0.73% and 0.6% respectively. Traders were also reacting to U.S. trade developments: while tensions remained with China, reports suggested progress in U.S.-EU trade talks.

The European Commission has downgraded its euro zone growth forecast due to ongoing U.S. trade tensions and global trade uncertainty. GDP is now expected to grow only 0.9% in 2025 (down from 1.3%) and 1.4% in 2026 (down from 1.6%).

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 179.74 bps, 6.668 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 1.9 bps.

5 Years vs 2 Years bond spread is 16.6 bps.

10 Years vs 2 Years bond spread is 45.92 bps.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher than the previous. We expect the yield to fluctuate between 6.20% to 6.30%.