

GLOBAL MARKET SNAPSHOT

MARKETS	Price	%Change
USD/INR	85.50	0.27
BRENT OIL	74.25	0.34
GOLD	2636.30	-0.06
India 10Y	6.8102	-0.29
US 10 YR	4.534	0.91
NIFTY 50	23742.90	0.41
SENSEX	78507.41	0.47

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.48	6.69
G-SEC 2028	6.7301	6.7322
G-SEC 2033	6.8362	6.8363
G-SEC 2037	6.9042	6.8965
G-SEC 2053	7.0419	7.0340
SDL 2027	6.9395	-
SDL 2033	7.0906	7.0767

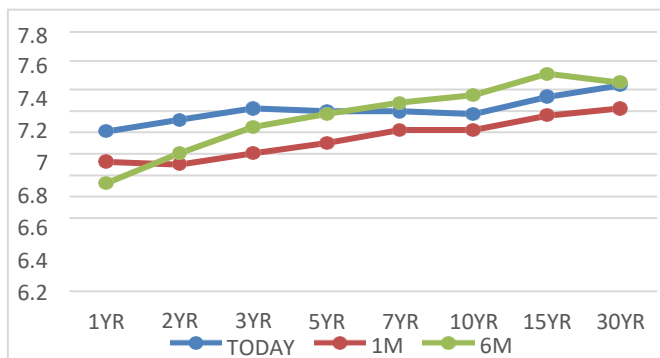
ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
PUNJAB & SIND BANK SR 1 7.74 BD 20DC34 FVRS1LAC	7.6008	103.2500
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.2092	55.2800
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23F 7.5 BD 17DC25 FVRS10LAC	7.700	99.7881
LIC HOUSING FINANCE LTD 8.48 NCD 29AG25 FVRS10LAC LOA UPTO 09NV15	7.8500	100.2515

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.5150	6.5200	6.2850	6.2950	6.2200	6.2350

INDIA YIELD CURVE



BOND MARKET

The 10-year benchmark recorded a close of 6.8102%, ending 1.99 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.7993 to 6.8102 during the day.

DOMESTIC BROADCAST

India's Digital Public Infrastructure (DPI) has driven transformative milestones, including 138.34 crore Aadhaar numbers, ₹223 lakh crore UPI transactions, and widespread adoption of Digi Locker (37 crore users) and UMANG (7.12 crore users). National Data Centres support robust cloud services, while DIKSHA has delivered 556.37 crore learning sessions. Over 5.84 lakh Common Service Centres (CSCs) deliver 800+ e-services nationwide, solidifying India as a global digital leader.

On December 31, 2024, the overnight money market volume was ₹503493.66 crore at a 6.59% average rate. Net liquidity absorption was ₹132318.41 crore.

GLOBAL BROADCAST

The American Petroleum Institute (API) reported a smaller-than-expected decrease in U.S. crude oil inventories, with a reduction of 1.442 million barrels versus the forecasted 3 million barrels. This indicates weaker demand and could exert bearish pressure on crude prices. The decline was also smaller than the previous week's 3.2-million-barrel drop. API's inventory data is a key indicator of U.S. oil market health, where higher-than-expected inventory increases signal weak demand, while smaller declines or increases suggest the opposite. Market trends, however, remain subject to geopolitical events, production changes, and global demand shifts.

China's new home prices rose slightly faster in December, increasing 0.37% month-on-month and 2.68% year-on-year, as the struggling property sector benefits from government support. Recent measures to revive the sector, which collapsed in 2021 due to developer debt issues, include cuts to mortgage rates, lower down-payment requirements, and tax incentives introduced since September. Official home price data will be released on January 17.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 227.62 bps, 2.00 bps higher than the closing of the previous day.

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

2 Years vs 1 Years bond spread is 1.95 bp.
5 Years vs 2 Years bond spread is 6.68 bp.
10 Years vs 2 Years bond spread is 9.44 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 6.79% and 6.85%.