

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	88.152	+0.23
BRENT OIL	66.83	-1.06
GOLD	3721.35	+0.94
India 10Y	6.4885	+0.00
US 10 YR	4.143	-0.36
NIFTY 50	25202.35	-0.49
SENSEX	82159.97	-0.56

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.5650	5.4600
G-SEC 2028	5.9121	5.9158
G-SEC 2034	6.5605	6.5561
G-SEC 2039	6.8320	6.8262
G-SEC 2054	7.2091	7.1907
SDL 2027	6.1713	6.1490
SDL 2033	7.2098	7.1407

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 171 7.23 BD 15OT26 FVRS1LAC	6.5625	100.6675
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 173 7.68 BD 24NV26 FVRS1LAC	6.6168	101.1759
REC LIMITED SR 203B 5.85 BD 20DC25 FVRS10LAC	5.9500	99.9127
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	6.8064	101.5376
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.8550	101.6124
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR F24 7.68 BD 30AP29 FVRS1LAC	6.9000	102.3358
RELIANCE INDUSTRIES LIMITED SR P 7.79 NCD 10NV33 FVRS1LAC	7.1950	103.4084
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR 639 8.54 NCD 12AP29 FVRS1LAC	7.6150	102.7063
LARSEN AND TOUBRO LIMITED 7.20 NCD 22JN35 FVRS1LAC	7.1700	100.1153
NATIONAL HOUSING BANK 7.22 BD 23JL26 FVRS1LAC	6.6500	100.4242
GMR AIRPORTS LIMITED 5 BD 13AG28 FVRS1LAC	10.3137	101.0783
HDFC BANK LIMITED SR US003 7.70 NCD 16MY28 FVRS1LAC	6.9200	101.7521

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.4475	5.4475	5.4200	5.4200	5.7450	5.7175

BOND MARKET

The 10-year benchmark recorded a close of 6.4885%, ending in the same level as the previous day's trading session.

DOMESTIC BROADCAST

The infrastructure output in India expanded by 6.3% from the previous year in August of 2025, accelerating from the upwardly revised 3.2% increase in the previous month, to mark the sharpest pace of growth in one year. Infrastructure output was supported by coal (11.4% vs -12.3% in July), steel (14.2% vs 16.6%) and cement (6.1% vs 11.6%), aligned with firms increasing capacity to front-load production before more aggressive tariffs by the US were passed in the end of the month. The period also saw cutbacks in material capacity in Chinese competitors due to Beijing's policy of having clear skies in their military parade. On the petroleum front, output rebounded for refinery products (3% vs -1.1%) and contracted for natural gas (-2.2% vs -3.2%) and crude oil (-1.2% vs -1.3%).

On SEPTEMBER 29, the RBI reported ₹9381.99, at 5.47% of market activity in the overnight and term segments. Under RBI operations, MSF saw ₹160 crore at 5.75%, and SDF saw ₹121678.00 crore at 5.25%. The net liquidity absorbed totaled ₹243080.42 crore.

GLOBAL BROADCAST

The Chicago Fed National Activity Index (CFNAI) for the US came in at -0.12 in August 2025, the highest in five months, compared to a downwardly revised -0.28 in August. The Index suggested that economic growth increased in August. Production-related indicators contributed -0.02, up from -0.17 in July. The sales, orders, and inventories category made a neutral contribution, up from -0.02. Employment-related indicators contributed -0.07, up from -0.10.

Canada's industrial producer prices rose 0.5% month-over-month in August, following a 0.7% gain in July and missing the market expectations of 0.9%. The increase was led by higher prices for chemicals, meat, fish and dairy products, motorized and recreational vehicles, and primary non-ferrous metal products, while lower energy and petroleum prices moderated the increase.

The People's Bank of China (PBOC) kept key lending rates at record lows for a fourth straight month in September, in line with market expectations. The move followed its decision last week to leave the seven-day reverse repo rate unchanged.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 234.55 bps, 2.8 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 12.81 bps.

5 Years vs 2 Years bond spread is 32.85 bps.

10 Years vs 2 Years bond spread is 73.73 bps.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower than the previous. We expect the yield to fluctuate between 6.45% to 6.55%.