

GLOBAL MARKET SNAPSHOT

| MARKETS | PRICE | % CHANGE |
|-----------|----------|----------|
| USD/INR | 85.648 | -0.19 |
| BRENT OIL | 66.86 | +1.12 |
| GOLD | 3376.15 | +0.43 |
| India 10Y | 6.3216 | -0.12 |
| US 10 YR | 4.3750 | -0.55 |
| NIFTY 50 | 24246.70 | -0.34 |
| SENSEX | 79801.43 | -0.39 |

G-SEC / BONDS YIELDS

| SECURITY | LTY (%) TODAY | LTY (%) PREV |
|------------|---------------|--------------|
| 364 DTB | 5.8495 | 5.9300 |
| G-SEC 2028 | 6.0499 | 6.0453 |
| G-SEC 2033 | 6.3354 | 6.3364 |
| G-SEC 2037 | 6.4239 | 6.4252 |
| G-SEC 2053 | 6.7461 | 6.7521 |
| SDL 2027 | 6.3211 | 6.3591 |
| SDL 2033 | 6.6487 | 6.6401 |

ACTIVELY TRADED CORPORATE BONDS

| SECURITY | YTM (%) | LTP |
|---|---------|----------|
| REC LIMITED SR 220-B 7.69 BD 31MR33 FVRS1LAC | 7.0317 | 103.8651 |
| LARSEN AND TOUBRO LIMITED 7.66 NCD 09NV25 FVRS1LAC | 6.7500 | 100.3490 |
| HDFC BANK LIMITED SR Y001 6.43 NCD 29SP25 FVRS10LAC | 6.8500 | 99.7176 |
| SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VII 7.42 BD 12MR29 FVRS1LAC | 6.9276 | 101.5760 |
| NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC | 6.9000 | 100.7485 |
| SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VIII 7.49 BD 11JU29 FVRS1LAC | 6.9306 | 101.9547 |
| NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC | 6.9300 | 101.5724 |
| BAJAJ FINANCE LIMITED 7.7215 NCD 26MR27 FVRS1LAC | 7.2100 | 100.8666 |
| MUTHOOT FINANCE LIMITED OP I 8.52 NCD 07AP28 FVRS1LAC | 8.3500 | 100.3955 |
| INDIA INFRADEBT LIMITED SR I TR X 7.94 NCD 20SP30 FVRS1LAC | 7.7249 | 100.9507 |
| NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25C 7.44 BD 24FB28 FVRS1LAC | 6.9300 | 101.2395 |

OVERNIGHT INDEXED SWAP

| OIS (1 YEAR) | | OIS (2 YEAR) | | OIS (5 YEAR) | |
|--------------|--------|--------------|--------|--------------|---------|
| OPEN | CLOSE | OPEN | CLOSE | OPEN | CLOSE |
| 5.7400 | 5.7050 | 5.5850 | 5.5400 | 5.62750 | 5.65750 |

BOND MARKET

The 10-year benchmark recorded a close of 6.3216%, ending 0.78 bps lower than the close of the previous day's trading session.

DOMESTIC BROADCAST

India's central bank has cut rates by 25 basis points to 6% on April 9, marking the second consecutive reduction, and infused over \$70 billion into the banking system via bond purchases and FX swaps. Despite these efforts, growth—estimated to have slowed to a four-year low of 6.5% in FY 2024–25—may not revive quickly, as global uncertainties continue to weigh on corporate investment. Banks are parking around ₹2 trillion (\$23.41 billion) with the RBI's overnight facility, compared to ₹750 billion in January, reflecting subdued lending activity. While corporate bond yields have dropped 45–60 bps and lending rates have eased, analysts note that private capex, driven more by demand than capital costs, may remain sluggish. Inflation fell below the RBI's 4% target in February and March, enabling monetary easing, but experts emphasize that fiscal support is also crucial, as the RBI's efforts alone may not be sufficient to boost growth.

On April 23, 2025, the overnight money market volume was ₹617832.68 crore at a 5.87% average rate. Net liquidity absorption was ₹78690.78 crore.

GLOBAL BROADCAST

Westpac economists expect the Reserve Bank of Australia (RBA) to cut interest rates by 25 basis points to 3.85% at its May 20 policy meeting, citing weakening labour market data, subdued wage growth, and rising global economic uncertainty. Despite potentially higher Q1 inflation data, the RBA is likely to proceed with the cut due to the impact of U.S. tariff tensions and slowing global demand.

U.S. jobless claims rose to 222,000 for the week ending April 19, matching expectations and slightly up from 216,000 the prior week. The four-week moving average dipped to 220,250, indicating labour market stability despite tariff-related economic uncertainty. Businesses remain cautious on hiring and investment amid unclear impacts of U.S. President Trump's tariffs, which include 10% duties on steel, aluminium, and autos. Fed Chair Jerome Powell noted early signs of a Q1 slowdown tied to these uncertainties, though broader labour conditions appear steady.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 194.66 bps, 6.82 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 3.77 bp.
 5 Years vs 2 Years bond spread is 5.75 bp.
 10 Years vs 2 Years bond spread is 27.91 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day, the market experienced higher liquidity and positive movement tracking the OIS yield movement. The yield is projected to fluctuate between 6.30% and 6.35%.