

GLOBAL MARKET SNAPSHOT

MARKETS	Price	%Change
USD/INR	86.693	+0.04
BRENT OIL	74.26	-0.22
GOLD	2965.99	-0.32
India 10Y	6.7065	+0.04
US 10 YR	4.343	-1.28
NIFTY 50	22547.55	-0.026
SENSEX	74602.12	+0.20

G-SEC / BONDS YIELDS

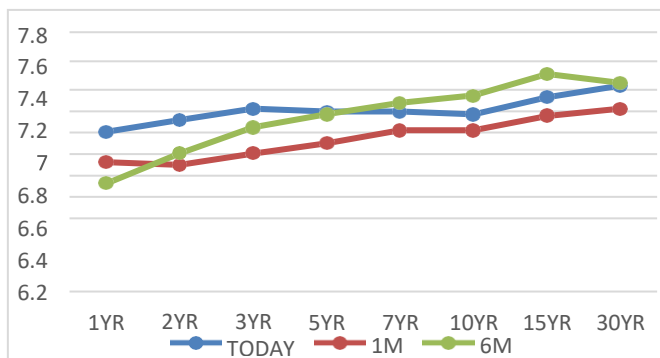
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.5425	6.5400
G-SEC 2028	6.5777	6.6047
G-SEC 2033	6.7861	6.7749
G-SEC 2037	6.8690	6.8703
G-SEC 2053	7.0848	7.0824
SDL 2027	6.8000	6.8419
SDL 2033	7.1617	7.1565

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SBM BANK (INDIA) LIMITED SR I 9.75 BD 05AP32 FVRS1CR	9.3707	100.6800
SAMMAAN CAPITAL LIMITED 9.75 NCD 12AP28 FVRS1LAC	10.2821	97.7800
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED	9.1408	102.4048
ADITYA BIRLA FINANCE LIMITED SR PK1 8.7340 NCD PP FVRS1CR	8.7141	100.2206

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.2600	6.2600	6.0200	6.0175	6.0400	6.0200

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.7065%, ending 0.29 bps higher than the close of the previous day's trading session. Yields traded in the range of 6.6944 to 6.7100 during the day.

DOMESTIC BROADCAST

India and the UK have resumed negotiations for a free trade agreement, aiming to double bilateral trade within a decade. Commerce Minister Piyush Goyal highlights India's willingness to reduce tariffs and the ongoing discussions for a social security agreement. Goyal emphasizes the need for more liberal visa issuance to boost trade and investment.

On February 24, 2025, the overnight money market volume was ₹596672.53 crore at a 6.26% average rate. Net liquidity absorption was ₹193489.71 crore.

GLOBAL BROADCAST

The U.S. dollar steadied Tuesday as safe-haven demand rose after Trump confirmed tariffs on Mexico and Canada. The euro held at \$1.0467 post-German elections, while the yen stayed at 149.5 per dollar on BOJ rate hike bets. The dollar index rebounded to 106.6 from a two-month low, despite weak U.S. economic data. The Canadian dollar slipped to C\$1.4257, while uncertainty over Germany's coalition talks kept euro sentiment cautious.

Germany's economy contracted by 0.2% in Q4 2024, confirming an earlier estimate and marking a slight downturn after 0.1% growth in Q3. Exports, a key driver, fell sharply by 2.2%, the steepest drop since Q2 2020. For the full year, GDP also declined by 0.2%, highlighting ongoing economic challenges.

The Bank of Korea cut its benchmark rate by 25 bps to 2.75%, its third cut since late 2024, as political stability allowed for continued easing. The move, expected amid slowing growth and weak business activity, follows earlier rate pauses due to unrest after President Yoon Suk Yeol's failed martial law attempt and impeachment. South Korea's economy remains pressured by weak tech exports and U.S. trade tariffs, warranting further policy support.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 236.35 bps, 10 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 1.11 bp.
5 Years vs 2 Years bond spread is 7.24 bp.
10 Years vs 2 Years bond spread is 13.7 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended slightly higher compared to the previous day, the market experienced lower liquidity and sideways movement. The yield is projected to fluctuate between 6.67% and 6.72%.