

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	85.69	+0.19
BRENT OIL	72.46	+0.55
GOLD	3057.54	+0.44
India 10Y	6.6370	-0.12
US 10 YR	4.3290	-0.20
NIFTY 50	23668.65	+0.04
SENSEX	78017.19	+0.04

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	99.5952	6.5500
G-SEC 2028	6.4847	6.5239
G-SEC 2033	6.6660	6.6544
G-SEC 2037	6.7673	6.7709
G-SEC 2053	6.9656	6.9649
SDL 2027	6.8065	6.9163
SDL 2033	7.0203	7.0299

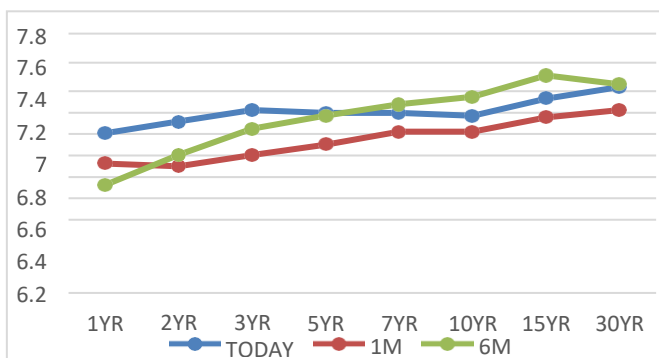
ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR IX 7.39 BD 21MR30 FVRS1LAC	7.3749	100.0289
INDIA INFRADEBT LIMITED SR I TR X 7.94 NCD 20SP30 FVRS1LAC	7.9524	100.1371
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25D 7.40 BD 29AP30 FVRS1LAC	7.3839	100.1872
INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LIMITED SR PDI-I 8.40 BD PP FVRS1CR	8.3444	100.6250

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.1200	6.1200	5.8900	5.9225	5.9200	5.9525

INDIA YIELD CURVE



BOND MARKET

The 10-year benchmark recorded a close of 6.6370%, ending 0.79 bps lower than the close of the previous day's trading session. Yields traded in the range of 6.6196 to 6.6405 during the day.

DOMESTIC BROADCAST

India aims to reach a US\$7-8 trillion economy within five years, driven by its bond markets currently valued at US\$2.69 trillion. Corporate bonds play a significant role, reflecting a shift towards debt-driven financing. Despite growth, India's bond market still lags behind developed economies.

On March 24, 2025, the overnight money market volume was ₹59535.92 crore at a 6.33% average rate. Net liquidity absorption was ₹193451.37 crore.

GLOBAL BROADCAST

German business morale improved in March, with the Ifo business climate index rising to 86.7 from 85.3, as companies anticipate recovery following two years of contraction. Economic growth is expected at 0.2% in Q1, driven by rising export expectations and a massive fiscal stimulus plan aimed at boosting investment and defense spending. While optimism is growing, sustained recovery depends on structural reforms from the new government.

The Manufacturing PMI fell to 49.8 from 52.7, missing the 51.9 forecast and signaling contraction in the sector, which may indicate broader economic challenges and exert downward pressure on the USD.

China's central bank is shifting towards a more accommodative monetary policy, with Citi forecasting a 50 bps RRR cut in Q2 2025 and a 20-bps rate cut in Q3 2025 to counter rising growth headwinds. The PBoC's recent liquidity injection signals a departure from its hawkish stance, while fiscal policy remains expansionary with record government bond issuance. However, weak tax revenues and declining land sales pose fiscal risks.

SPREAD ANALYSIS

The India 10 Years vs the United States 10Years Government Bond spread value is 230.80 bps, 4.51 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 3.44 bp.
5 Years vs 2 Years bond spread is 2.85 bp.
10 Years vs 2 Years bond spread is 15.99 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 6.60% and 6.65%.