

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	86.727	+0.30
BRENT OIL	69.31	+2.44
GOLD	3363.65	-0.85
India 10Y	6.3700	+0.30
US 10 YR	4.419	+0.75
NIFTY 50	24680.90	-0.63
SENSEX	80891.02	-0.70

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.5225	5.5400
G-SEC 2028	5.8767	5.8061
G-SEC 2034	6.4205	6.4009
G-SEC 2039	6.6925	6.6580
G-SEC 2054	7.0287	6.9927
SDL 2027	6.0333	-
SDL 2033	-	-

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
TATA CAPITAL LIMITED SR C 8.07 NCD 20OT28 FVRS1LAC	7.1579	102.4826
PNB HOUSING FINANCE LIMITED SR LXX 7.4342 NCD 23JL30 FVRS1LAC	7.4309	99.9800
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 161 6.92 BD 31AG31 FVRS10LAC	6.8217	100.4500
ADITYA BIRLA CAPITAL LIMITED SR D1 7.6043 NCD 20JL35 FVRS1LAC	7.5986	10.2500
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 E 9.35 NCD 31DC31 FVRS1LAC	9.0240	102.8439
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24H 7.62 BD 10MY29 FVRS1LAC	6.7650	102.7123
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.7200	102.0728
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR SD76 8.75 NCD 09AP32 FVRS1LAC	8.6700	100.2839
KOTAK INFRASTRUCTURE DEBT FUND LIMITED 7.5168 BD 28AG31 FVRS1LAC	7.5121	100.0000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.5133	101.0017

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5300	5.5450	5.5000	5.5215	5.7225	5.7450

BOND MARKET

The 10-year benchmark recorded a close of 6.3700%, ending at 1.95 bps higher than the close of the previous day's trading session.

DOMESTIC BROADCAST

India's industrial production expanded by 1.5% from the previous year in June of 2025, picking up from the 1.2% increase in the previous month. Still, the growth was below expectations of a sharper 2% to mark the lowest industrial expansion since the stall in August 2024. Output growth was solely supported by the manufacturing sector, (3.9% vs 3.2% in May), offsetting contractions for mining (-8.7% vs -0.1%), likely aligned with the drop in coal prices and softer export demand from China, in addition electricity (-2.6% vs -4.7%).

On JULY 25, the RBI reported ₹ 600423.27, at 5.35% of market activity in the overnight and term segments. Under RBI operations, MSF saw ₹125008 crore at 5.25%, and SDF saw ₹161300 crore at 5.25%. The net liquidity absorbed totaled ₹287763.79 crore.

GLOBAL BROADCAST

European markets posted modest gains while the euro fell, as investors reacted with cautious relief to a new U.S.-EU trade agreement. The STOXX 600 rose 0.5% to a four-month high, while the euro dropped 0.7%, its biggest fall in months. The trade deal, seen as damage control rather than a breakthrough, imposes a 15% tariff on most EU goods and includes \$600 billion in EU investments in the U.S. Despite preventing a more severe trade standoff, critics argue it heavily favors Washington.

Meanwhile, the U.S. dollar strengthened on solid jobs data, and global equities were mixed. Wall Street futures pointed to fresh highs, while Asia saw declines, with Japan's Nikkei down over 1%. Investors now await key events including U.S. and Japan central bank meetings, U.S. payroll data, and earnings from major tech firms. Both central banks are expected to hold rates, though future guidance will be closely watched. Oil prices edged up on easing trade tensions, while gold dipped to a two-week low on reduced demand for safe-haven assets.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 195.10 bps, 4.34 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 14.01 bps.
 5 Years vs 2 Years bond spread is 39.58 bps.
 10 Years vs 2Years bond spread is 59.75 bps.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower than the previous. We expect the yield to fluctuate between 6.27% to 6.33%.