

**GLOBAL MARKET SNAPSHOT**

MARKETS	PRICE	% CHANGE
USD/INR	88.138	+0.18
BRENT OIL	68.11	+0.07
GOLD	3544.62	+0.83
India 10Y	6.5658	-0.33
US 10 YR	4.298	+1.06
NIFTY 50	24579.60	-0.18
SENSEX	80157.88	-0.26

**G-SEC / BONDS YIELDS**

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.6250	5.3600
G-SEC 2028	6.0294	6.0083
G-SEC 2034	6.6622	6.6774
G-SEC 2039	6.9789	6.9913
G-SEC 2054	7.3164	7.3279
SDL 2027	-	-
SDL 2033	-	7.2500

**ACTIVELY TRADED CORPORATE BONDS**

SECURITY	YTM (%)	LTP
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR VII 7.47 BD 25NV25 FVRS10LAC	6.1800	100.2555
HDFC BANK LIMITED SR US002 7.80 NCD 03MY33 FVRS1LAC	7.3103	102.5910
STATE BANK OF INDIA SR II 6.24 BD 21SP30 FVRS10LAC	6.8500	99.9528
NATIONAL HIGHWAYS AUTHORITY OF INDIA SR IIB 7.28 BD 18SP30 FVRS10LAC	5.4100	108.0383
MUTHOOT FINANCE LIMITED 8.78 NCD 04OT29 FVRS1LA	8.1029	102.2426
POWER FINANCE CORPORATION LIMITED SR 246A 7.42 BD 15AP28 FVRS1LAC	6.8914	101.1694
POWER FINANCE CORPORATION LIMITED SR 222 7.58 BD 15JN26 FVRS10LAC	6.5000	100.3420
HDFC BANK LIMITED SR US006 7.75 NCD 13JU33 FVRS1LAC	7.3092	102.3462
REC LIMITED SR 204B 5.81 BD 31DC25 FVRS10LAC	6.1100	99.8265
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	6.7000	100.71129
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR V 7.23 LOA 09MR26 FVRS10LAC	6.3500	100.4398

**OVERNIGHT INDEXED SWAP**

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5225	5.5400	5.5100	5.5200	5.8100	5.8100

**BOND MARKET**

The 10-year benchmark (6.33% GS 2035) recorded a close of 6.5658%, ending 2.22 bps lower than the close of the previous day's trading session.

**DOMESTIC BROADCAST**

Indian government bond yields are likely to remain stable. The 10-year benchmark bond yield will hover around 6.60%. Traders are preparing for a large bond supply from state governments. States aim to raise 316.50 billion rupees through bond sales. This comes amid investor concerns about fiscal policy. The GST council will meet soon.

On SEPTEMBER 01, 2025, the overnight money market volume was ₹619876.26 crore at a 5.30% average rate. Net liquidity absorption was ₹289959.42 crore.

**GLOBAL BROADCAST**

BOJ Deputy Governor Ryozo Himino said interest rates should keep rising but stressed caution amid global uncertainty and unknown U.S. tariff impacts. He expects inflation to stabilize near the 2% target, supported by wages, though tariffs and slower global growth pose risks. Himino gave no timeline for hikes, noting they must not be premature or delayed. Markets saw his stance as less hawkish, with the yen weakening and Nikkei gaining. He also called for gradually shrinking the BOJ's balance sheet, including reducing JGB, ETF, and REIT holdings.

Eurozone inflation edged up to 2.1% in August from 2.0% in July, staying near the ECB's 2% target. Core CPI held at 2.3%, while services inflation eased to its lowest since March 2022, signaling easing domestic pressures. With inflation broadly stable, the ECB is expected to keep rates unchanged at its September 11 meeting after ending a year-long easing cycle in July. However, slowing growth could reopen debate on further cuts later this year or in early 2026.

European long-dated bond yields surged to multi-year highs on Tuesday amid debt worries, heavy issuance plans, and political risks in Britain and France, triggering a global sell-off that hit stocks and currencies. The UK 30-year yield climbed to its highest since 1998, France's since 2009, and Germany's since 2011, while U.S. yields also rose. The dollar strengthened as sterling, euro, and yen tumbled, with safe-haven demand emerging ahead of key U.S. data, including Friday's nonfarm payrolls, which could shape Fed rate-cut expectations.

**SPREAD ANALYSIS**

The India 10 Years vs the United States 10 Years Government Bond spread value is 226.79 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 27.22 bp.

5 Years vs 2 Years bond spread is 33.68 bp.

10 Years vs 2 Years bond spread is 53.17 bp.

**MARKET OUTLOOK**

Today, the 10-year benchmark yields ended slightly compared to the previous day, the market experienced good liquidity and yield movement. The yield is projected to fluctuate between 6.55% and 6.60%.