

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	84.709	0.02
BRENT OIL	72.51	0.53
GOLD	2650.45	-0.03
India 10 YR	6.7281	1.67
US 10 YR	4.194	0.43
NIFTY 50	24708.40	0.98
SENSEX	81759.86	1.00

G-SEC / BONDS YIELDS

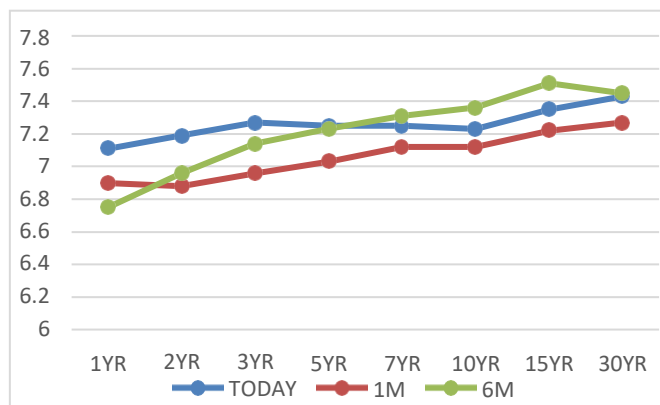
SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	6.40	6.51
G-SEC 2028	6.6246	6.6115
G-SEC 2033	6.7539	6.7559
G-SEC 2037	6.8240	6.8223
G-SEC 2053	6.9551	6.9590
SDL 2027	6.91	6.9624
SDL 2033	7.03	7.0799

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25C 7.44 BD 24FB28 FVRS1LAC	7.4129	100.1043
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR II 7.44 BD 04SP26 FVRS1LAC	7.4892	99.5844
MAHINDRA AND MAHINDRA FINANCIAL SERVICES LIMITED SR BBB2024 8.24 NCD 06OT34 FVRS1LAC	8.199	100.30
NIIF INFRASTRUCTURE FINANCE LIMITED SR PP 04 2024-25 7.93 NCD 05DC30 FVRS1LAC	7.9269	100.00

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.3175	6.32	6.020	6.030	5.99	6.00

INDIA YIELD CURVE

BOND MARKET

The 10-year benchmark recorded a close of 6.7281%, ending 11.25 bps higher than the close of the previous day's trading session. Yields traded in the range of 6.7206 to 6.7346 during the day.

DOMESTIC BROADCAST

India's growth story remains strong, driven by policy reforms, employment, and wage growth, with supply-side improvements sustaining momentum, according to Chief Economic Adviser Dr. V. Anantha Nageswaran. Speaking at the Bharat@100 Summit, he stressed collaboration among public and private sectors and academia to achieve *Viksit Bharat*. Highlighting advancements in logistics, financial inclusion, and innovation, he called for balancing corporate profitability with wage growth to sustain demand. Nageswaran emphasized integrating China into supply chains and strengthening MSMEs to boost manufacturing's GDP share to over 25%, ensuring resilient, domestic-driven growth amid global uncertainties.

Money market operations on December 04, 2024: Overnight segment totaled ₹597,526.38 crores at a 6.30% weighted average rate. The segment's significant operations included triparty repo at ₹357,241.00 crore and 6.60%. RBI's net liquidity absorption stood at ₹4790.27 crore.

GLOBAL BROADCAST

Goldman Sachs forecasts consecutive 25-basis-point Fed rate cuts through March, with additional reductions in June and September. However, recent Fed commentary suggests a possible slowdown in this trajectory, starting as early as December or January. Fed Chair Jerome Powell emphasized economic strength, improved labor markets, and slightly higher inflation, indicating the Fed can be more cautious in reaching a neutral policy stance. Similarly, Fed officials like Christopher Waller and Alberto Musalem signalled openness to either a cut or a pause, contingent on upcoming inflation and growth data. San Francisco Fed President Mary Daly also acknowledged the timing of future cuts remains uncertain.

German industrial orders fell by 1.5% in October, driven by weak domestic demand, particularly in machinery (-7.6%) and the automotive sector (-3.7%). However, gains in basic metals (+10.2%) and electronic products (+8.0%) partially offset the decline. Excluding large-scale orders, new orders rose marginally by 0.1%. Over the August-October period, orders were up 2.7% compared to the previous three months.

SPREAD ANALYSIS

The India 10Years vs the United States 10Years Government Bond spread value is 253.41 bps, 4.21 bps lower than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.

5 Years vs 2 Years bond spread is 0.8 bp.

10 Years vs 2Years bond spread is 10.46 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended higher compared to the previous day. The yield is projected to fluctuate between 6.70% and 6.75%.