

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	88.172	+0.25
BRENT OIL	66.68	+1.01
GOLD	3688.47	+0.28
India 10Y	6.4942	+0.01
US 10 YR	4.063	+0.49
NIFTY 50	24868.60	+0.39
SENSEX	81101.32	+0.39

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.6300	5.6500
G-SEC 2028	5.9301	5.9546
G-SEC 2034	6.5816	6.5710
G-SEC 2039	6.8572	6.8517
G-SEC 2054	7.2201	7.2218
SDL 2027	-	-
SDL 2033	7.2801	7.3889

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	6.8243	101.6923
HDFC BANK LIMITED SR Y001 6.43 NCD 29SP25 FVRS10LAC	6.2500	99.9891
REC LIMITED SR 227-A 7.77 BD 30SP26 FVRS1LAC	6.6100	101.1327
POWER GRID CORPORATION OF INDIA LIMITED SR LXXXII 6.98 BD 12AG35 FVRS1LAC	7.0533	100.0000
BANK OF BARODA SR XXVII 7.41 BD 28NV39 FVRS1CR	7.3475	100.3177
HDFC BANK LIMITED SR AA012 7.70 NCD 18NV25 FVRS10LAC	6.4155	100.1708
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 26A 6.66 BD 12OT28 FVRS1LAC	6.7453	99.4835
TATA CAPITAL LIMITED SR D STRPP II 8.0980 NCD 23SP27 FVRS1LAC	7.2010	101.6645
THE ANDHRA PRADESH MINERAL DEVELOPMENT CORPORATION LIMITED SR I STRPP G 9.30 BD 09MY33 FVRS1LAC	9.2044	102.0498
MUTHOOT FINCORP LIMITED 9.40 NCD 01AG28 FVRS1LAC	9.5234	99.5986
SHRIRAM FINANCE LIMITED SR PPD XVIII OP 1 9.15 NCD 19JN29 FVRS1LAC	8.0500	103.0295

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.4850	5.4800	5.4400	5.4500	5.6850	5.7025

BOND MARKET

The 10-year benchmark (6.33% GS 2035) recorded a close of 6.4942%, ending 0.08 bps higher than the close of the previous day's trading session.

DOMESTIC BROADCAST

Amid global trade tensions, India's bond market outlook is improving. Suyash Choudhary anticipates potential RBI rate cuts due to contained inflation and growth uncertainties. He suggests that most negative factors impacting yields have subsided, creating attractive opportunities for fixed-income investors across the yield curve.

Indian government bonds are expected to rally following reassurance from the finance minister that the fiscal deficit target will be met and the borrowing plan will remain unchanged. This positive sentiment, coupled with a drop in U.S. yields and the implementation of CRR cuts, has boosted the debt market.

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

French industrial production dropped 1.1% in July, erasing much of June's 3.7% rebound, data from statistics agency Insee showed Tuesday. The fall was slightly steeper than the 1.0% decline expected by economists in a Wall Street Journal survey and largely offset June's gains that were boosted by strong aircraft output.

Japan's economy grew faster than expected in Q2, with GDP rising 0.5% q-o-q and 2.2% y-o-y, driven by strong exports and steady private consumption, which offset weak capital spending. Consumption grew 0.4% versus 0.2% expected, while exports held firm despite new U.S. tariffs, following a late-July trade deal covering autos and semiconductors. Capital spending rose only 0.6%, below forecasts of 1.6%. The stronger growth gives the Bank of Japan some room to hike rates, though political uncertainty looms after

UK Finance Minister Rachel Reeves said the government will prioritize supporting the Bank of England in reducing inflation, while also focusing on controlling spending and boosting growth ahead of the upcoming budget.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 245.79 bps, 1.22 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 higher compared to the previous day, the market experienced good liquidity and yield movement. The yield is projected to fluctuate between 6.45% and 6.55%.