

Debt Report (As on October 15, 2018)

Interest Rates

- **Indian Ten Year GOI Yields (7.92%)**: The yields have been in a medium-term up-move. However, they are facing resistance in their reaction zone between 8.19% & 8.33% (Weekly Close basis). Subsequent target for the yields is placed around 8.75%. Sustaining above 7.90% on a Daily Close basis is key for the upside momentum to remain intact. A decisive Daily Close below 7.90% would lead to the test of the key supports (for the yields) placed between 7.73% & 7.67% (Weekly Close basis).
- **US Ten Year Treasury Yields (3.14%)**: The Yields have registered a marginal close above the critical resistance zone placed between 2.77% and 3.01% on a Quarterly Close basis. This suggests potential reversal of the long term down-move in the Yields. A decisive move past the May 2018 high of 3.12% is needed to further confirm the medium term strength in the Yields. The Yields could then initially test 4.69%. Immediate support zone is placed between 3.07% and 3.04% on a Weekly Close basis. Sustaining above the same would keep the upside momentum intact. Key near term support placed at 2.84% (Weekly Close basis).

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