

Debt Report (As on September 03, 2018)

Interest Rates

- **Indian Ten Year GOI Yields (8.00%)**: The outlook remains that the yields are headed higher in the medium-term. The yields have recently made a recovery after bouncing from their key support placed at 7.73% (Weekly Close basis). They have now negotiated past their 28th June 2018 High of 7.94% which was the “Right Shoulder” of the Head & Shoulders pattern on the Daily Chart. This is indication of continuation of the up-move of the yields. Sustaining above 7.90% on a Weekly Close basis would allow for the upside momentum in the yields to remain intact. Next key reaction zone of the yields would be placed between 8.19% & 8.33%. However, the up-move of the yields could even extend to test 8.75%.
- **US Ten Year Treasury Yields (2.85%)**: The Yields are testing the critical resistance zone placed between 2.76% and 3.01% (Quarterly Close basis). A decisive Quarterly Close above 3.04% is needed to suggest medium term strength in the Yields. The Yields could then initially test 4.69%. Sustaining above its Key near term support placed at 2.70% (Weekly Close basis) would keep the near term up-side momentum intact.

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