BONDWATCH

Daily

INDIA

20-07-2026

The benchmark 6.94 2036 bond yield closed at 6.7770% on Monday from 6.7799% on Friday, rising 6.5 bps last week.

The 10Y benchmark bond yield ended flattish recouping early losses as oil prices reversed after Iran signaled possible U.S. talks. While INR fell 0.17% to 96.4450 as oil hovered near $90 amid Middle East tensions. OIS rates yet ended higher led by caution over the conflict with the 5Y OIS rising 3bps to 6.405%.

Brent crude reversed after touching a one-month high of $91.42, settling at $87.94, down 0.18%, as Iran's foreign ministry signaled possible U.S. talks.

Globally, US Treasury yields edged up, with 2Y near 4.18% and 10Y at 4.56%, but softer inflation kept hike bets in check. ECB expected to raise rates twice by early 2027, Germany's 2Y yield steady at 2.78%, 10Y near 3.13%.

Market Observations.

G-sec

2 year & 3-year maturity SDLs (JFM 2028 / JFM 2029) witnessed buying demand by Private Banks at 6.65 and 6.78 levels, where Foreign Banks / NBFCs acted as sellers.

40-year maturity Gsec switch (7.34 2064 vs 6.90 2065) was traded at 1bps, where 7.34 2064 traded higher. This switch was predominantly dealt between Insurance Companies and Foreign Banks.

3-year maturity Gsec (6.75 2029 / 6.79 2029) was traded at 6.3450 and 6.40 levels, where Primary Dealers acted as buyers and Foreign Banks, Insurance Companies as sellers.

Corp Bond

Corp bond yields rose tracking G-sec after Brent hit $91.42, then eased slightly as oil reversed gains on Iran–U.S. talks signals, with benchmark indicative levels at 7.45% for the 1-year, 7.47% for the 5-year and 7.46% for the 10 year. Trading activity was largely concentrated in the medium-term segment, followed by the short term MMY segment.

CP/CD

CD rates rose across segments with the 3M CD (Oct Maturity) at 6.85%, 6M (Jan Maturity) at 7.10% and 1Y (Jul 27 Mat) at 7.20%. Activity was concentrated in JFM segment, led by banks and mutual funds.

GOI Yield	20-Jul	17-Jul	13-Jul	19-Jun
1 Year	5.63	5.61	5.61	5.70
5 Year	6.46	6.46	6.40	6.50
10 Year	6.78	6.78	6.73	6.85

AAA Bmk	20-Jul	17-Jul	13-Jul	19-Jun
1 Year	7.45	7.45	7.34	7.47
5 Year	7.47	7.37	7.30	7.42
10 Year	7.46	7.45	7.43	7.55

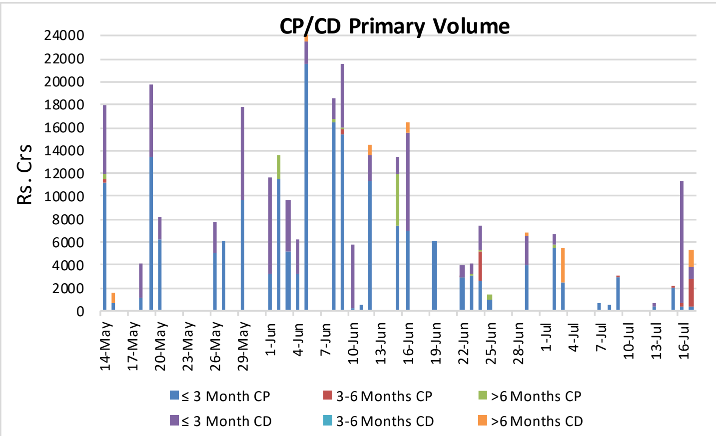
CD	20-Jul	17-Jul	13-Jul	19-Jun
3 Month	6.85	6.75	6.75	6.60
6 Month	7.10	6.95	6.95	7.05
1 Year	7.20	7.10	7.20	7.40

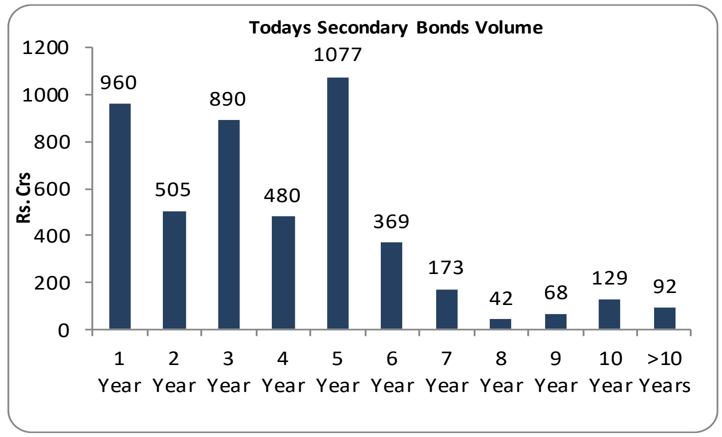
CP	20-Jul	17-Jul	13-Jul	19-Jun
3 Month	6.90	6.80	6.80	6.65
6 Month	7.15	7.00	7.00	7.10
1 Year	7.25	7.15	7.25	7.45

OIS Rate	20-Jul	17-Jul	13-Jul	19-Jun
1 Year	5.95	5.93	5.83	5.90
2 Year	6.12	6.09	5.97	6.06
3 Year	6.23	6.20	6.08	6.19
5 Year	6.41	6.38	6.24	6.34

	20-Jul	17-Jul	13-Jul	19-Jun
Sensex	77,709	78,151	77,616	76,803
Nifty	24,239	24,334	24,211	24,013
USD/INR	96.45	96.28	95.62	94.32
Gold (USD)	4,024	4,017	4,001	4,160
Oil (USD)	88.46	88.10	83.30	80.57

NDF	20-Jul	17-Jul	13-Jul	19-Jun
3 Month	97.27	97.37	96.59	95.14
1 Year	99.53	99.59	98.68	97.30
2 Year	102.56	102.39	101.45	99.94
3 Year	105.89	105.75	104.98	103.44





10 Year Benchmarks	20-Jul	17-Jul	13-Jul	19-Jun
India	6.78	6.78	6.73	6.85
US	4.56	4.54	4.61	4.45
South Korea	4.34	4.29	4.26	4.17
Brazil	14.69	14.69	14.51	14.82
Germany	3.14	3.12	3.07	2.98
China	1.74	1.73	1.74	1.75

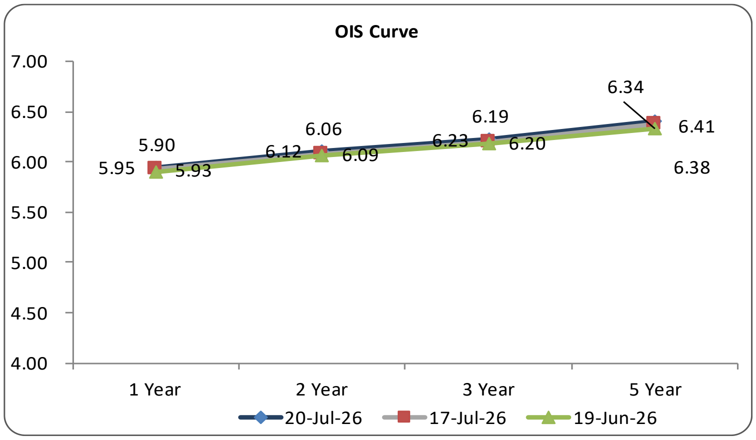
Top Traded Securities	Volume	20-Jul	17-Jul	13-Jul	19-Jun
6.75 2029	0	#N/A	6.32	6.28	6.32
6.79 2034	0	6.75	6.79	6.72	6.84
6.33 2035	5	6.77	6.73	6.72	6.83
6.92 2039	10	6.99	7.00	6.89	7.09
7.09 2054	0	#N/A	7.41	7.36	7.51
7.34 2064	50	7.55	7.53	7.47	7.59

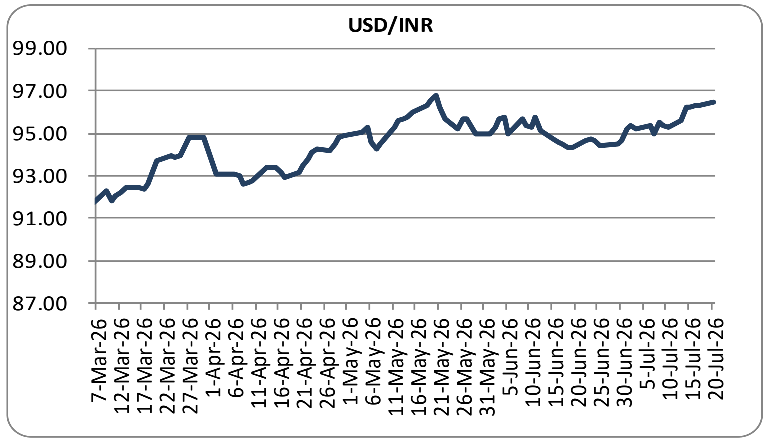
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
10-Jul-26	14,425	15,093	(667.48)	13,248	11,173	2,075.44	27,674	26,266	1,407.96

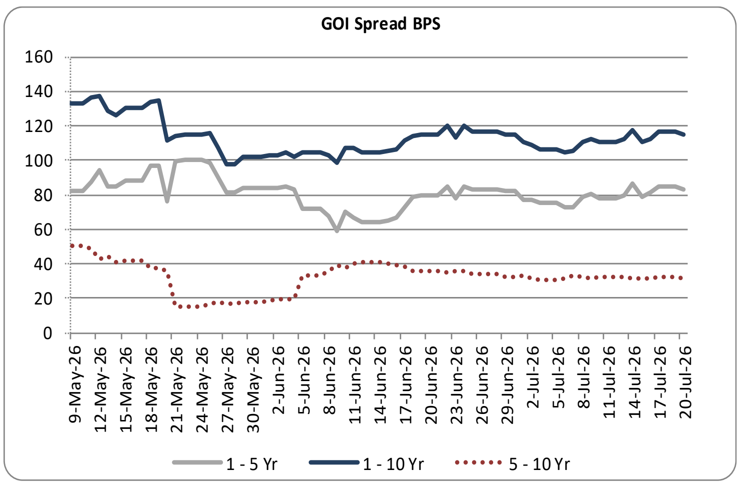
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
20-Jul-26	6108	223	5,884.78	14698	14913	(215.71)	20806	15137	5,669.07

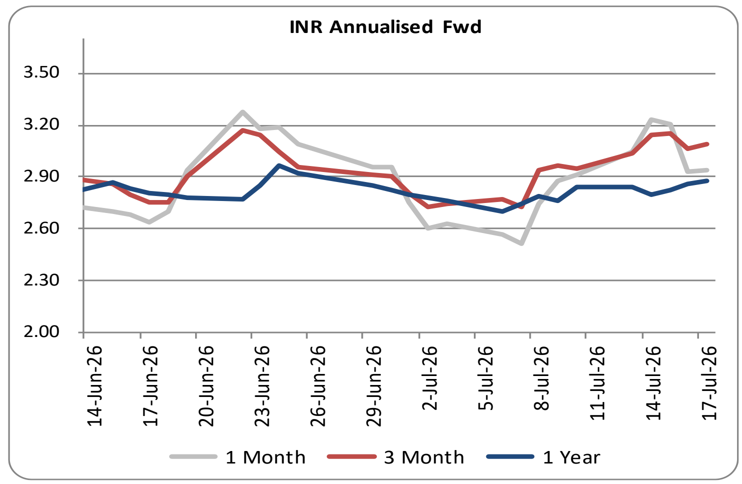
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Mar-26	7.10	(15.50)
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	Jun-26	9.87	9.68
CPI (%)	Jun-26	4.38	3.94
IIP (%)	May-26	5.10	4.90
PMI Manufacturing	Jun-26	54.20	55.00
PMI Service	Jun-26	57.40	59.80

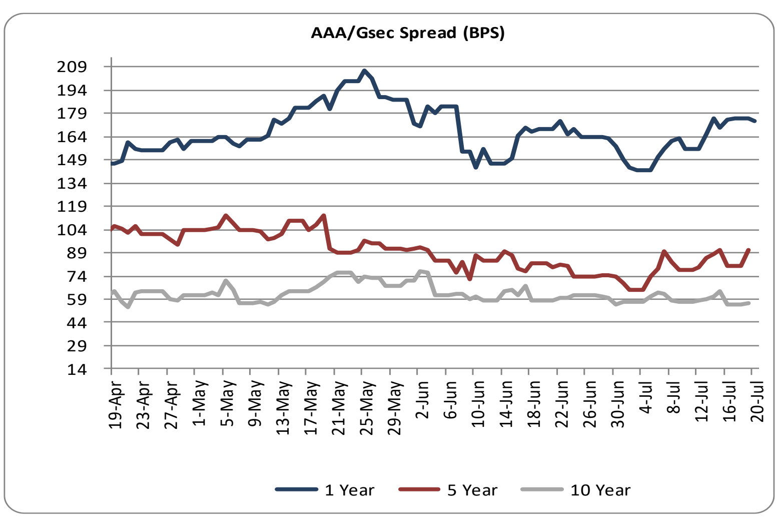
Economic Calender	Country	Date	Poll	Prior
CPI (YoY) (Jun)	UK	22-Jul-26		2.80
Crude Oil Inventories	US	22-Jul-26		(1.692) M
ECB Interest Rate Decision (Jul)	EU	23-Jul-26	2.40	2.40
Deposit Facility Rate (Jul)	EU	23-Jul-26	2.25	2.25
Initial Jobless Claims	US	23-Jul-26		208K
ECB Press Conference	EU	23-Jul-26		
S&P Global Services PMI (Jul) P	IN	24-Jul-26		57.40
S&P Global Manufacturing PMI (Jul) P	IN	24-Jul-26		54.20

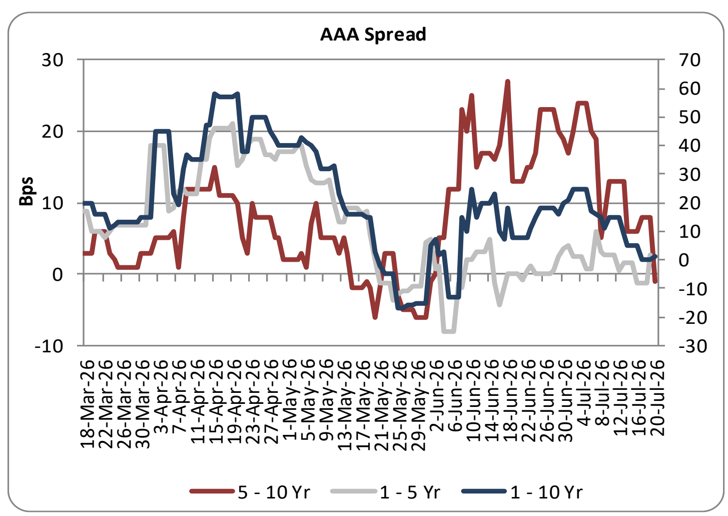

OIS Curve
7.00
6.50
6.00
5.50
5.00
4.50
4.00
5.90
5.95
5.93
6.06
6.12
6.09
6.19
6.23
6.20
6.34
6.41
6.38
1 Year
2 Year
3 Year
5 Year
20-Jul-26
17-Jul-26
19-Jun-26

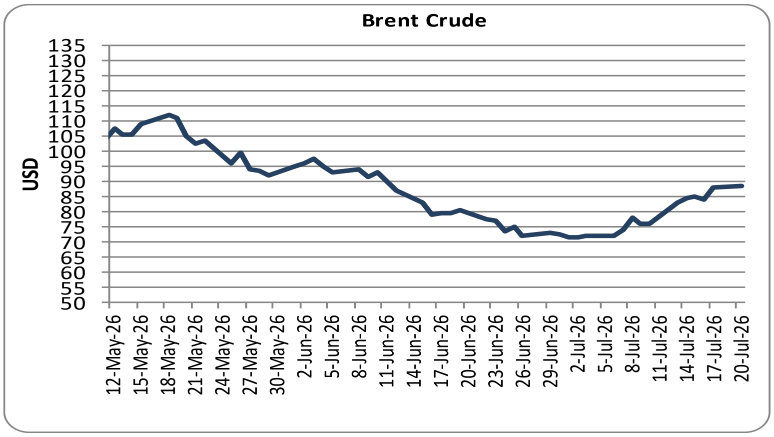

USD/INR
99.00
97.00
95.00
93.00
91.00
89.00
87.00
7-Mar-26
12-Mar-26
17-Mar-26
22-Mar-26
27-Mar-26
1-Apr-26
6-Apr-26
11-Apr-26
16-Apr-26
21-Apr-26
26-Apr-26
1-May-26
6-May-26
11-May-26
16-May-26
21-May-26
26-May-26
31-May-26
5-Jun-26
10-Jun-26
15-Jun-26
20-Jun-26
25-Jun-26
30-Jun-26
5-Jul-26
10-Jul-26
15-Jul-26
20-Jul-26

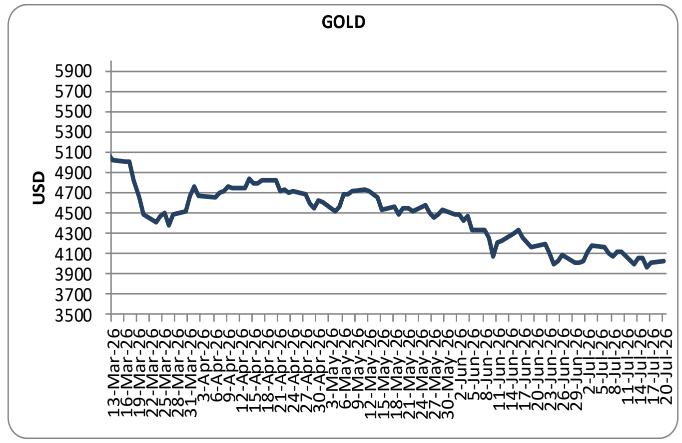

GOI Spread BPS
160
140
120
100
80
60
40
20
0
9-May-26
12-May-26
15-May-26
18-May-26
21-May-26
24-May-26
27-May-26
30-May-26
2-Jun-26
5-Jun-26
8-Jun-26
11-Jun-26
14-Jun-26
17-Jun-26
20-Jun-26
23-Jun-26
26-Jun-26
29-Jun-26
2-Jul-26
5-Jul-26
8-Jul-26
11-Jul-26
14-Jul-26
17-Jul-26
20-Jul-26
1 - 5 Yr
1 - 10 Yr
5 - 10 Yr


INR Annualised Fwd
3.50
3.20
2.90
2.60
2.30
2.00
14-Jun-26
17-Jun-26
20-Jun-26
23-Jun-26
26-Jun-26
29-Jun-26
2-Jul-26
5-Jul-26
8-Jul-26
11-Jul-26
14-Jul-26
17-Jul-26
1 Month
3 Month
1 Year


AAA/Gsec Spread (BPS)
209
194
179
164
149
134
119
104
89
74
59
44
29
14
19-Apr
23-Apr
27-Apr
1-May
5-May
9-May
13-May
17-May
21-May
25-May
29-May
2-Jun
6-Jun
10-Jun
14-Jun
18-Jun
22-Jun
26-Jun
30-Jun
4-Jul
8-Jul
12-Jul
16-Jul
20-Jul
1 Year
5 Year
10 Year


AAA Spread
Bps
30
20
10
0
-10
70
60
50
40
30
20
10
0
-10
-20
-30
18-Mar-26
22-Mar-26
26-Mar-26
30-Mar-26
3-Apr-26
7-Apr-26
11-Apr-26
15-Apr-26
19-Apr-26
23-Apr-26
27-Apr-26
1-May-26
5-May-26
9-May-26
13-May-26
17-May-26
21-May-26
25-May-26
29-May-26
2-Jun-26
6-Jun-26
10-Jun-26
14-Jun-26
18-Jun-26
22-Jun-26
26-Jun-26
30-Jun-26
4-Jul-26
8-Jul-26
12-Jul-26
16-Jul-26
20-Jul-26
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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