BONDWATCH

INDIA

Daily

11-08-2026

The benchmark 6.94 2036 bond yield closed at 6.7791% on Tuesday vs 6.7643% on Monday.

The Indian benchmark G-sec yield rose on Tuesday as oil prices hit the $90 per barrel level after U.S. President Donald Trump demanded Iran pay compensation to the U.S, further lowering the prospect to reopen the Strait of Hormuz. while market participants await key inflation data from U.S. and India for further cues. OIS rates rose tracking higher oil prices where 5Y OIS up 3.75bp to 6.2925%.

Investors now turn to inflation prints from India and the U.S. this week for rate cues. A Reuters poll of 40 economists sees India's July CPI rising to 4.50% from 4.38% in June.

Meanwhile, Trump on Monday said Iran should pay compensation for people killed in wars, attacks and protests, in response to Tehran's own demands for compensation and an end to sanctions. Oil prices rose again on Tuesday, with Brent crude up 2% at $89.90 a barrel after increasing 5% on Monday as the prospect of a near-term Hormuz deal ebbed.

Globally, Euro zone yields rose as oil jumps on fading Hormuz deal hopes, with German 10Y up 2bps to 3.201% and French 30Y at a post-2008 high of 4.80%, ahead of Wednesday's US CPI. US Treasuries fall ahead of Wednesday's CPI, with 10Y up 4.5bps to 4.703% and 30Y at 5.246%, curve bear-steepens to 46.2bps as Hormuz driven oil gains and heavy weekly supply add further pressure. BOJ's rate hike path faces growing political pressure as Takaichi's fiscal agenda pushes JGB 10Y yields to 2.805%.

Market Observations

G-sec

Market opened on a weak note as crude ticked higher, 6.94 2036 rose to 6.80 over the course of the day.

SDL cut-off came broadly in line with expectations, post auction, demand picked up in GJ 2038 around 7.4550 level.

Corp Bond

Corp bond yields traded 2-3 bps higher across the curve, with benchmark indicative levels at 7.30% for the 1-year, 7.36% for the 5-year and 7.52% for the 10 year. Some demand was observed in JFM 2027 segment by MFs, Trading activity was concentrated in the medium-term segment, followed by the short term MMY segment.

CP/CD

CD rates remained more or less flattish across the curve, with the 3M (Nov maturity) at 6.38%, 6M (Feb maturity) at 6.70% and 1Y (Aug maturity) at 7.10%. Trading was concentrated in JFM and 2–3M segments, led by banks and mutual funds.

GOI Yield	11-Aug	10-Aug	4-Aug	9-Jul
1 Year	5.66	5.67	5.70	5.63
5 Year	6.37	6.36	6.41	6.43
10 Year	6.78	6.76	6.82	6.75

AAA Bmk	11-Aug	10-Aug	4-Aug	9-Jul
1 Year	7.30	7.29	7.35	7.34
5 Year	7.36	7.34	7.40	7.37
10 Year	7.52	7.50	7.47	7.45

CD	11-Aug	10-Aug	4-Aug	9-Jul
3 Month	6.38	6.40	6.75	6.65
6 Month	6.70	6.70	6.85	6.90
1 Year	7.10	7.10	7.10	7.10

CP	11-Aug	10-Aug	4-Aug	9-Jul
3 Month	6.43	6.45	6.80	6.70
6 Month	6.75	6.75	6.90	6.95
1 Year	7.15	7.15	7.15	7.15

OIS Rate	11-Aug	10-Aug	4-Aug	9-Jul
1 Year	5.79	5.78	5.87	5.81
2 Year	5.99	5.95	6.06	5.96
3 Year	6.05	6.06	6.17	6.06
5 Year	6.29	6.26	6.36	6.21

	11-Aug	10-Aug	4-Aug	9-Jul
Sensex	78,154	78,542	78,429	76,742
Nifty	24,471	24,584	24,615	23,963
USD/INR	95.39	95.30	95.38	95.39
Gold (USD)	4,413	4,389	4,076	4,121
Oil (USD)	87.51	87.72	79.36	76.30

NDF	11-Aug	10-Aug	4-Aug	9-Jul
3 Month	96.07	96.04	95.89	96.15
1 Year	98.28	98.22	98.13	98.21
2 Year	100.90	100.99	100.88	100.88
3 Year	104.40	104.19	104.05	104.38

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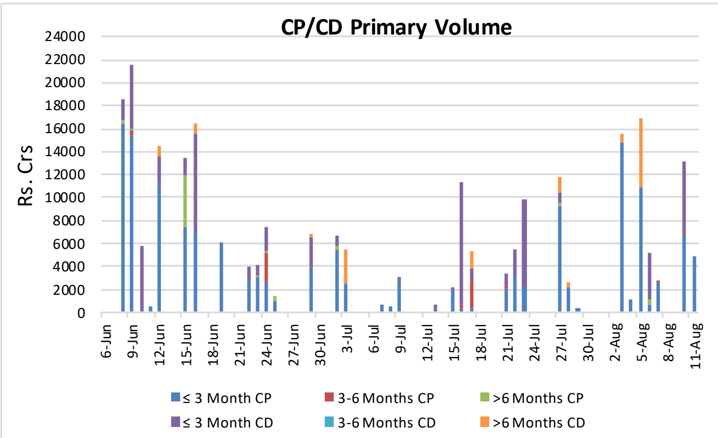
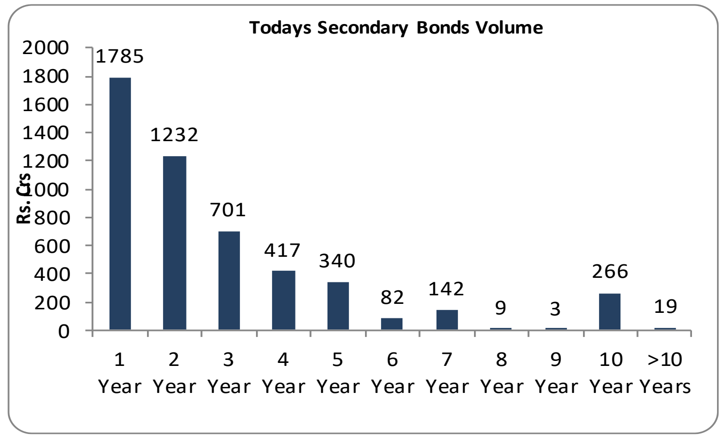




10 Year Benchmarks	11-Aug	10-Aug	4-Aug	9-Jul
India	6.79	6.77	6.82	6.75
US	4.70	4.70	4.63	4.54
South Korea	4.29	4.24	4.25	4.24
Brazil	14.64	14.64	14.54	14.55
Germany	3.18	3.18	3.12	3.05
China	1.70	1.70	1.70	1.75

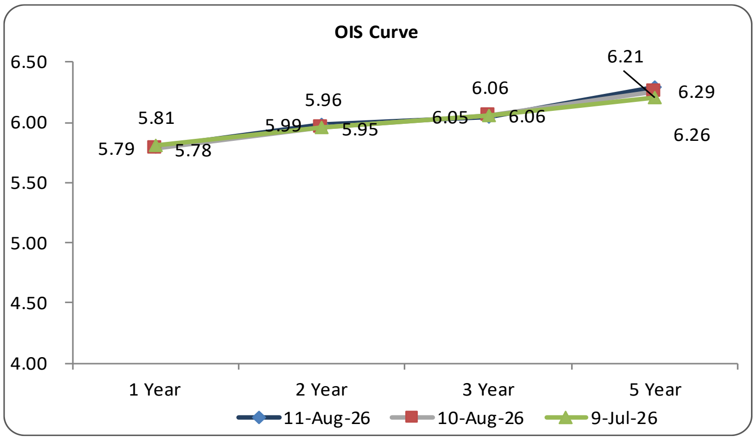
Top Traded Securities	Volume	11-Aug	10-Aug	4-Aug	9-Jul
6.75 2029	0	#N/A	6.33	6.34	6.31
6.79 2034	25	6.79	6.73	6.78	6.73
6.33 2035	40	#N/A	6.72	6.77	6.73
6.92 2039	0	#N/A	6.93	7.01	6.93
7.09 2054	0	#N/A	7.41	7.47	7.35
7.34 2064	40	7.56	7.52	7.63	7.50

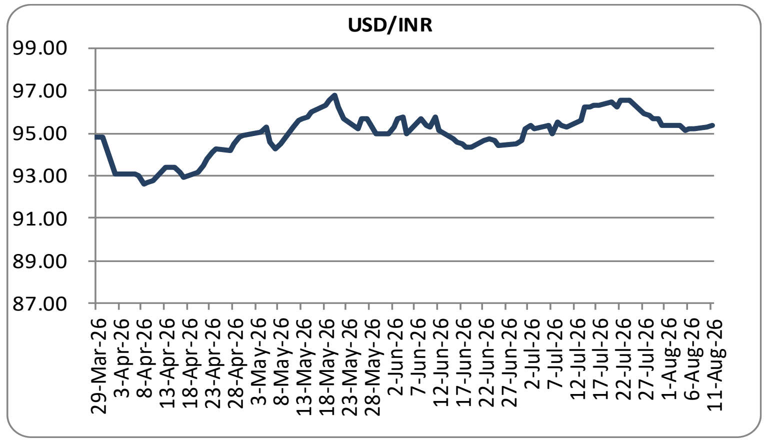
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
31-Jul-26	676	703	(26.36)	1,233	755	478.22	1,910	1,458	451.86

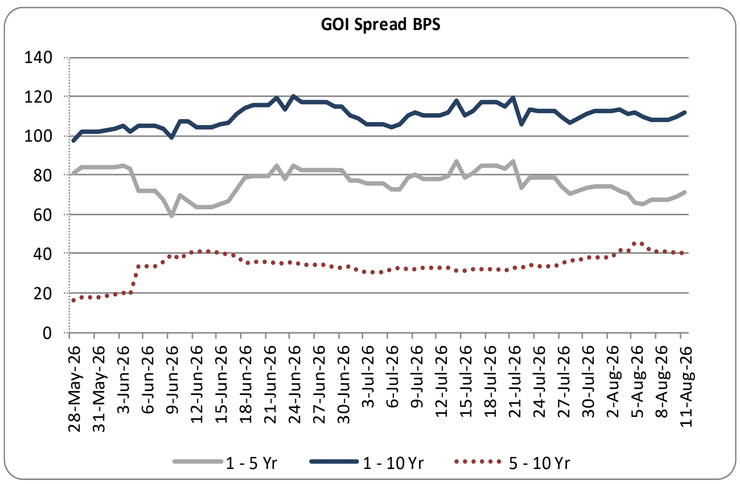
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
11-Aug-26	786	268	518.45	14642	11135	3,506.39	15428	11403	4,024.84

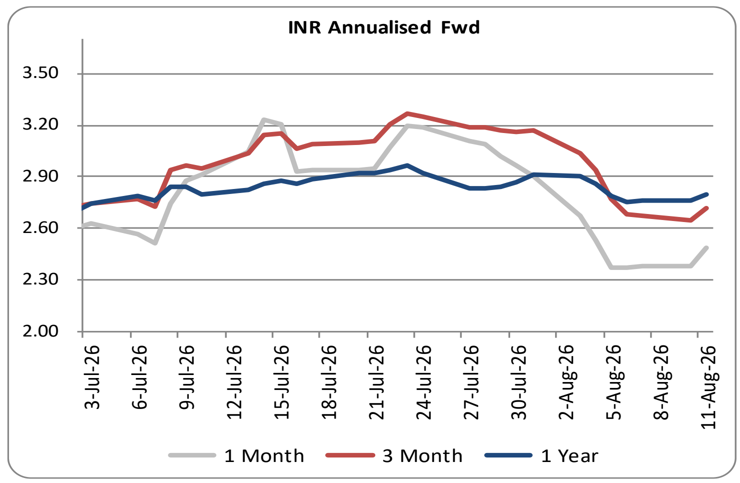
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Mar-26	7.10	(15.50)
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	Jun-26	9.87	9.68
CPI (%)	Jun-26	4.38	3.94
IIP (%)	Jun-26	7.30	5.00
PMI Manufacturing	Jul-26	53.50	54.20
PMI Service	Jul-26	53.30	57.40

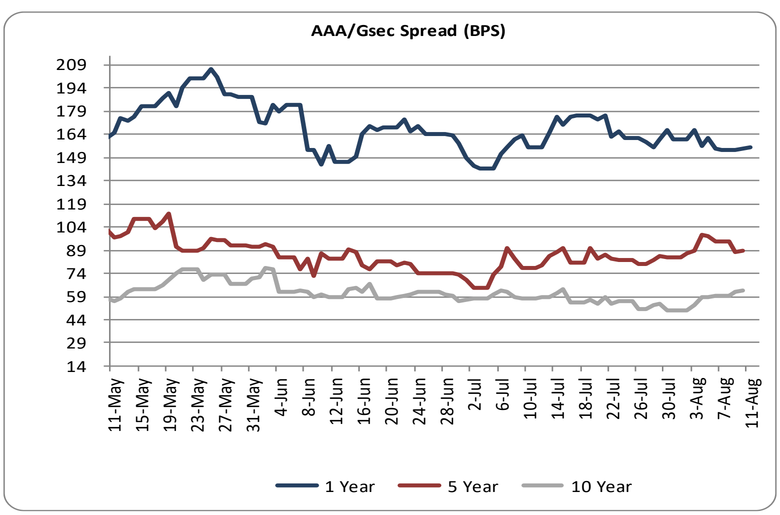
Economic Calender	Country	Date	Poll	Prior
CPI (YoY) (Jul)	IN	12-Aug-26		4.38
CPI (YoY) (Jul)	US	12-Aug-26	3.40	3.50
CPI (MoM) (Jul)	US	12-Aug-26	0.10	-0.40
Core CPI (MoM) (Jul)	US	12-Aug-26	0.20	0.00
Crude Oil Inventories	US	12-Aug-26		2.479M
GDP (YoY) (Q2) P	UK	13-Aug-26		0.90
GDP (MoM) (Jun)	UK	13-Aug-26	-0.10	0.10
GDP (QoQ) (Q2) P	UK	13-Aug-26	0.40	0.60

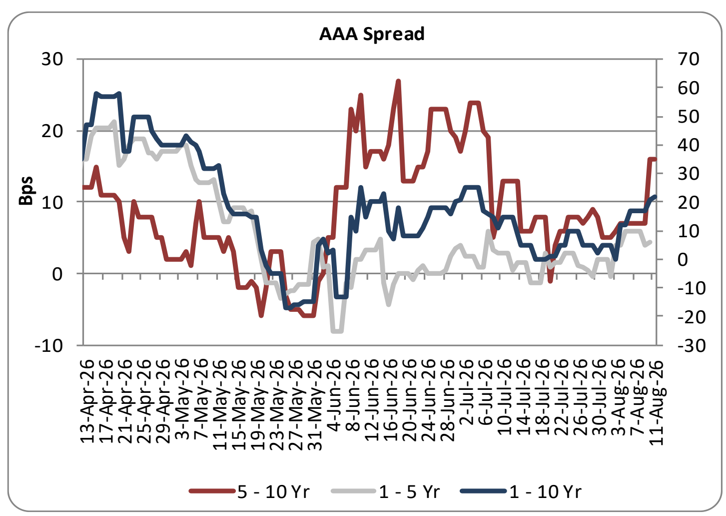

OIS Curve
6.50
6.00
5.50
5.00
4.50
4.00
5.81
5.79
5.78
5.96
5.99
5.95
6.06
6.05
6.06
6.21
6.29
6.26
1 Year
2 Year
3 Year
5 Year
11-Aug-26
10-Aug-26
9-Jul-26


USD/INR
99.00
97.00
95.00
93.00
91.00
89.00
87.00
29-Mar-26
3-Apr-26
8-Apr-26
13-Apr-26
18-Apr-26
23-Apr-26
28-Apr-26
3-May-26
8-May-26
13-May-26
18-May-26
23-May-26
28-May-26
2-Jun-26
7-Jun-26
12-Jun-26
17-Jun-26
22-Jun-26
27-Jun-26
2-Jul-26
7-Jul-26
12-Jul-26
17-Jul-26
22-Jul-26
27-Jul-26
1-Aug-26
6-Aug-26
11-Aug-26


GOI Spread BPS
140
120
100
80
60
40
20
0
28-May-26
31-May-26
3-Jun-26
6-Jun-26
9-Jun-26
12-Jun-26
15-Jun-26
18-Jun-26
21-Jun-26
24-Jun-26
27-Jun-26
30-Jun-26
3-Jul-26
6-Jul-26
9-Jul-26
12-Jul-26
15-Jul-26
18-Jul-26
21-Jul-26
24-Jul-26
27-Jul-26
30-Jul-26
2-Aug-26
5-Aug-26
8-Aug-26
11-Aug-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
3-Jul-26
6-Jul-26
9-Jul-26
12-Jul-26
15-Jul-26
18-Jul-26
21-Jul-26
24-Jul-26
27-Jul-26
30-Jul-26
2-Aug-26
5-Aug-26
8-Aug-26
11-Aug-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
11-May
15-May
19-May
23-May
27-May
31-May
4-Jun
8-Jun
12-Jun
16-Jun
20-Jun
24-Jun
28-Jun
2-Jul
6-Jul
10-Jul
14-Jul
18-Jul
22-Jul
26-Jul
30-Jul
3-Aug
7-Aug
11-Aug
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
13-Apr-26
17-Apr-26
21-Apr-26
25-Apr-26
29-Apr-26
3-May-26
7-May-26
11-May-26
15-May-26
19-May-26
23-May-26
27-May-26
31-May-26
4-Jun-26
8-Jun-26
12-Jun-26
16-Jun-26
20-Jun-26
24-Jun-26
28-Jun-26
2-Jul-26
6-Jul-26
10-Jul-26
14-Jul-26
18-Jul-26
22-Jul-26
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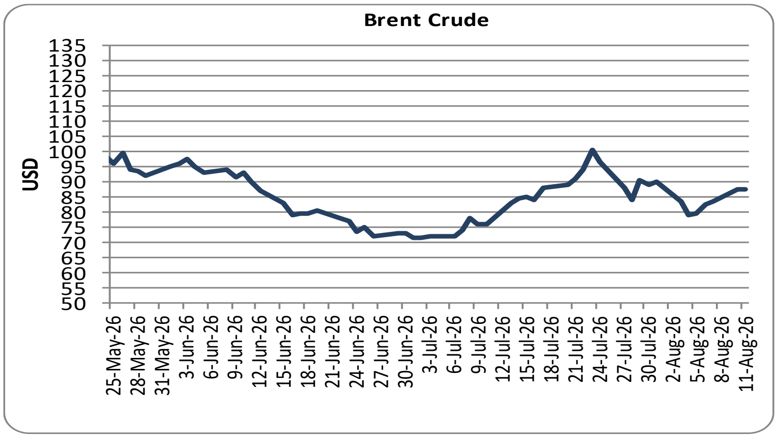
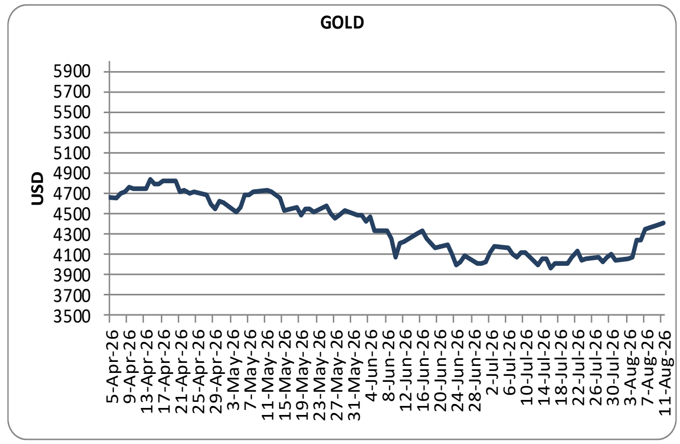
7-Aug-26
11-Aug-26
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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