BONDWATCH

INDIA

Daily

13-08-2026

The benchmark 6.94 2036 bond yield closed at 6.7582% on Thursday vs 6.7776% on Wednesday.

The Indian benchmark G-sec yield eased on Thursday as oil prices eased while lower U.S. yields and reduced bets of September rate hike lifted sentiments. OIS rates also eased tracking bond yields with the 5Y OIS falling 3.25bps to 6.25%.

Oil prices slipped on Thursday as fears of softer global demand and swelling U.S. crude stocks outweighed support from stalled Strait of Hormuz talks and supply disruptions, with Brent sliding 1.9% to $87.32 a barrel.

U.S. retail inflation rose 0.1% in July after declining in June, while annual inflation slowed to 3.4% from 3.5%. Traders scaled back their bets on a September rate hike, pricing in a 65% probability of the Fed staying on hold next month versus 50% on Wednesday. The 10-year U.S. Treasury yield was last down 2 bps at 4.67%.

July retail inflation in India rose to 4.45%, slightly higher than June's 4.38% and lower than the 4.50% projection from Reuters.

Market participants now await the RBI's Friday debt sale worth 32,000 crore rupees for further cues on demand.

Market Observations

G-sec

Size switches was reported in 40-year maturity Gsec (6.90 2065 vs 7.71 2066) at 1.75bps, where 6.90 2065 traded higher. This switch was predominantly dealt between Foreign Banks, Insurance Companies, Pension Funds & Primary Dealers to the combined tune of 2,800crs.

Up to 3 months maturity Tbill (Oct 2026 / Nov 2026) witnessed size buying demand at 5.23 and 5.25 levels. Here, Mutual Funds acted as buyers and PSU Banks / Foreign Banks as sellers to the combined tune of 2,000crs.

17-19-year maturity SDLs (2043 to 2045) witnessed buying demand by PSU Banks / Pension Funds at 7.61 centric levels, where Insurance Companies / Mutual Funds & PDs acted as sellers.

Corp Bond

AAA rated PSU bond yields traded 2-3 bps lower across the curve, with benchmark indicative levels at 7.30% for the 1-year, 7.34% for the 5-year and 7.50% for the 10 year. Trading activity was concentrated in the short term MMY segment, followed by the medium-term segment.

CP/CD

CD rates remained more or less flattish across the curve, with the 3M (Nov maturity) at 6.40%, 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	13-Aug	12-Aug	6-Aug	14-Jul
1 Year	5.69	5.65	5.67	5.62
5 Year	6.35	6.37	6.32	6.48
10 Year	6.76	6.78	6.77	6.79

AAA Bmk	13-Aug	12-Aug	6-Aug	14-Jul
1 Year	7.30	7.30	7.30	7.45
5 Year	7.34	7.38	7.40	7.44
10 Year	7.50	7.52	7.47	7.50

CD	13-Aug	12-Aug	6-Aug	14-Jul
3 Month	6.40	6.42	6.55	6.85
6 Month	6.70	6.75	6.75	7.15
1 Year	7.10	7.15	7.15	7.30

CP	13-Aug	12-Aug	6-Aug	14-Jul
3 Month	6.45	6.47	6.60	6.90
6 Month	6.75	6.80	6.80	7.20
1 Year	7.15	7.20	7.20	7.35

OIS Rate	13-Aug	12-Aug	6-Aug	14-Jul
1 Year	5.75	5.77	5.78	5.94
2 Year	5.93	5.96	5.95	6.11
3 Year	6.06	6.08	6.07	6.21
5 Year	6.25	6.27	6.26	6.37

	13-Aug	12-Aug	6-Aug	14-Jul
Sensex	78,080	77,966	78,955	77,055
Nifty	24,396	24,436	24,636	24,052
USD/INR	95.44	95.33	95.22	96.20
Gold (USD)	4,388	4,407	4,239	4,054
Oil (USD)	87.54	88.98	82.49	84.73

NDF	13-Aug	12-Aug	6-Aug	14-Jul
3 Month	96.13	96.09	96.06	96.97
1 Year	98.29	98.28	98.22	99.13
2 Year	101.07	100.85	100.96	101.89
3 Year	104.24	104.35	104.17	105.44

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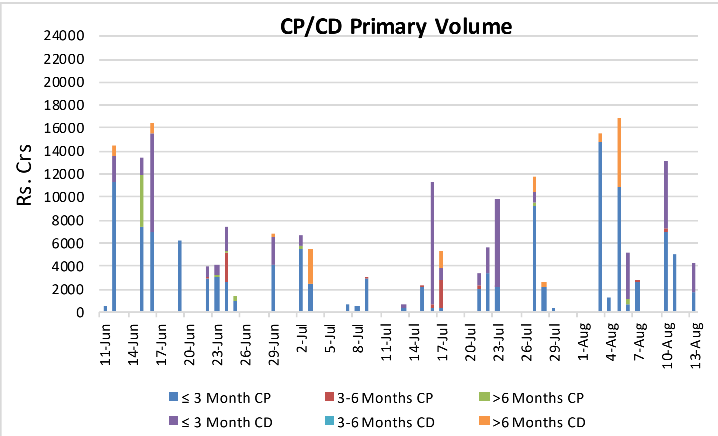
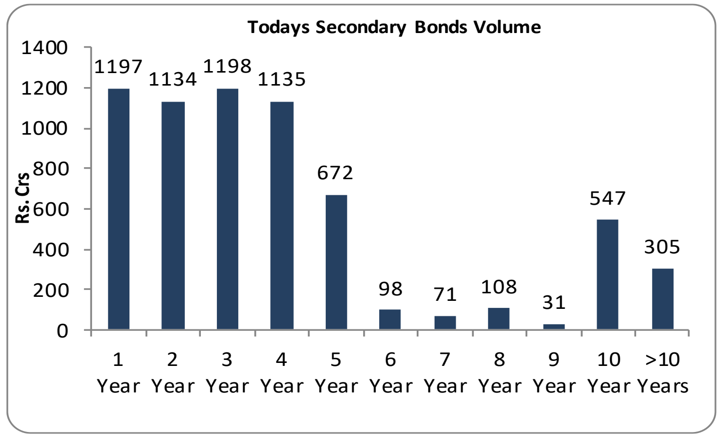




10 Year Benchmarks	13-Aug	12-Aug	6-Aug	14-Jul
India	6.76	6.78	6.77	6.80
US	4.67	4.68	4.67	4.59
South Korea	4.29	4.29	4.18	4.31
Brazil	14.69	14.69	14.59	14.44
Germany	3.15	3.16	3.13	3.07
China	1.69	1.70	1.71	1.74

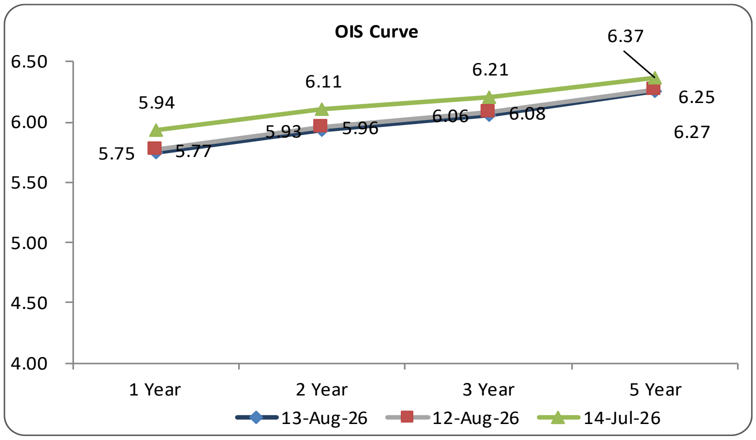
Top Traded Securities	Volume	13-Aug	12-Aug	6-Aug	14-Jul
6.75 2029	75	6.26	6.28	6.24	6.34
6.79 2034	855	6.71	6.74	6.73	6.72
6.33 2035	95	6.74	6.75	6.72	6.78
6.92 2039	165	6.87	6.93	6.94	6.99
7.09 2054	20	7.38	7.40	7.44	7.41
7.34 2064	175	7.49	7.50	7.59	7.53

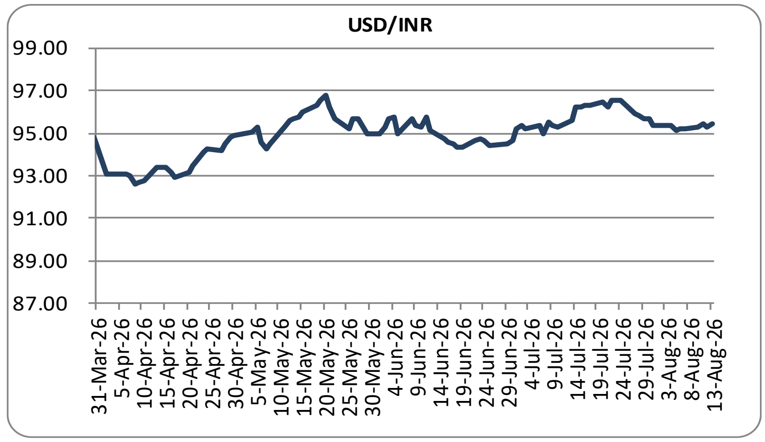
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
31-Jul-26	676	703	(26.36)	1,233	755	478.22	1,910	1,458	451.86

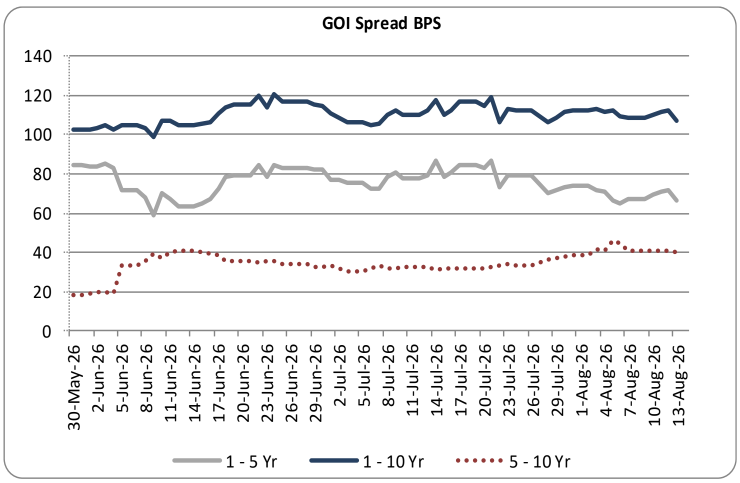
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
13-Aug-26	723	1265	(541.33)	17013	18019	(1,005.68)	17737	19284	(1,547.01)

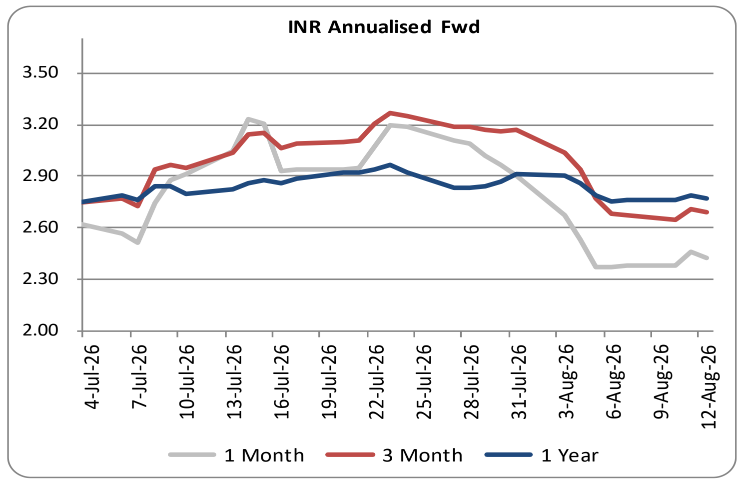
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Mar-26	7.10	(15.50)
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	Jun-26	9.87	9.68
CPI (%)	Jul-26	4.45	4.38
IIP (%)	Jun-26	7.30	5.00
PMI Manufacturing	Jul-26	53.50	54.20
PMI Service	Jul-26	53.30	57.40

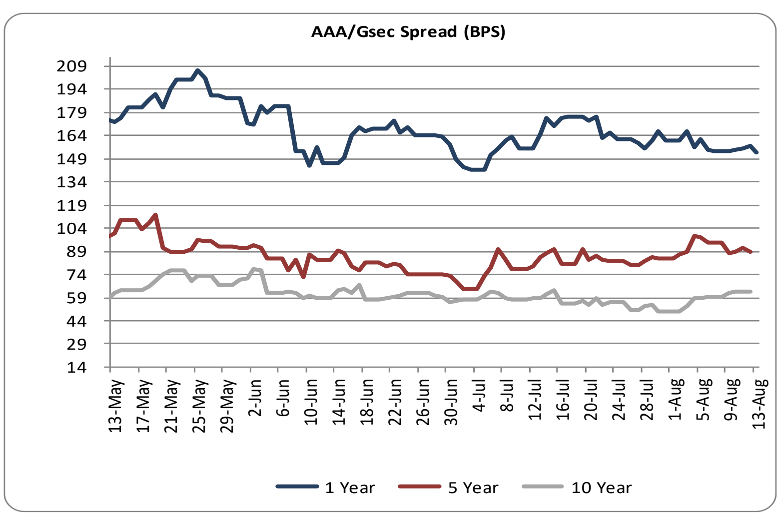
Economic Calender	Country	Date	Poll	Prior
GDP (YoY) (Q2) P	UK	13-Aug-26		0.90
GDP (MoM) (Jun)	UK	13-Aug-26	-0.10	0.10
GDP (QoQ) (Q2) P	UK	13-Aug-26	0.40	0.60
PPI (MoM) (Jul)	US	13-Aug-26		-0.30
Initial Jobless Claims	US	13-Aug-26		199K
WPI Inflation (YoY) (Jul)	IN	14-Aug-26		9.87
Core Retail Sales (MoM) (Jul)	US	14-Aug-26	0.20	-0.20
Retail Sales (MoM) (Jul)	US	14-Aug-26	0.20	0.20

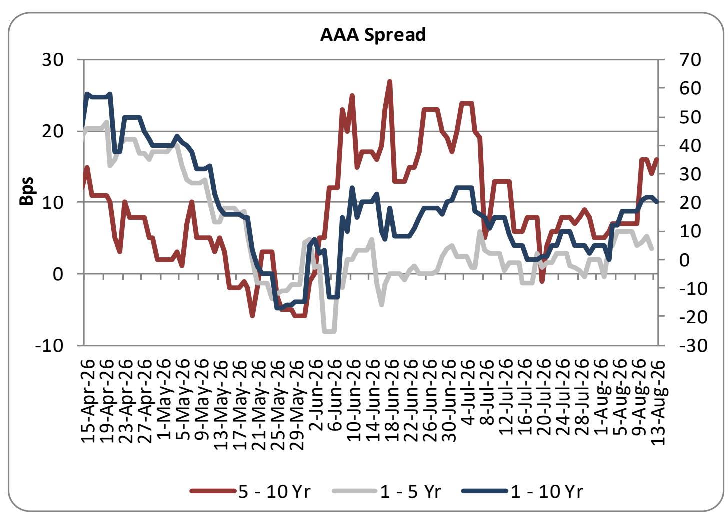

OIS Curve
6.50
6.00
5.50
5.00
4.50
4.00
5.94
5.75
5.77
6.11
5.93
5.96
6.21
6.06
6.08
6.37
6.25
6.27
1 Year
2 Year
3 Year
5 Year
13-Aug-26
12-Aug-26
14-Jul-26


USD/INR
99.00
97.00
95.00
93.00
91.00
89.00
87.00
31-Mar-26
5-Apr-26
10-Apr-26
15-Apr-26
20-Apr-26
25-Apr-26
30-Apr-26
5-May-26
10-May-26
15-May-26
20-May-26
25-May-26
30-May-26
4-Jun-26
9-Jun-26
14-Jun-26
19-Jun-26
24-Jun-26
29-Jun-26
4-Jul-26
9-Jul-26
14-Jul-26
19-Jul-26
24-Jul-26
29-Jul-26
3-Aug-26
8-Aug-26
13-Aug-26


GOI Spread BPS
140
120
100
80
60
40
20
0
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
23-Jul-26
26-Jul-26
29-Jul-26
1-Aug-26
4-Aug-26
7-Aug-26
10-Aug-26
13-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
4-Jul-26
7-Jul-26
10-Jul-26
13-Jul-26
16-Jul-26
19-Jul-26
22-Jul-26
25-Jul-26
28-Jul-26
31-Jul-26
3-Aug-26
6-Aug-26
9-Aug-26
12-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
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
24-Jul
28-Jul
1-Aug
5-Aug
9-Aug
13-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
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
24-Jul-26
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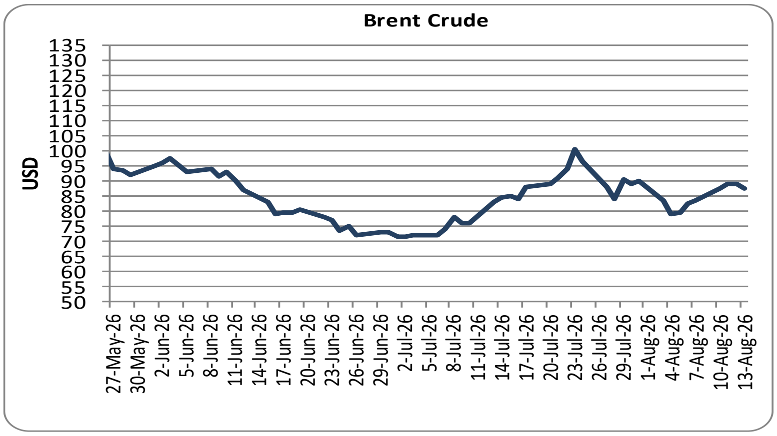
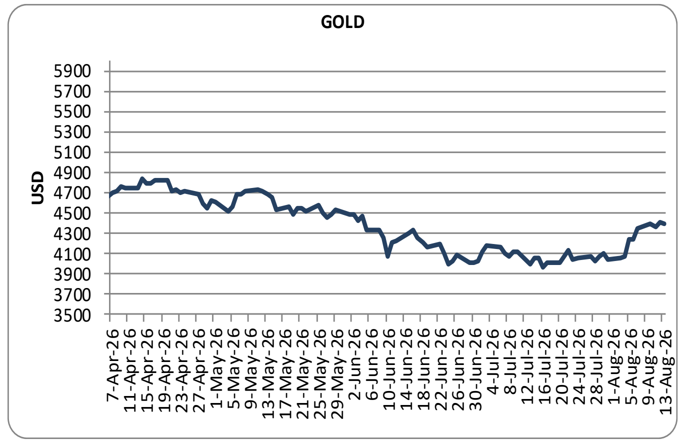
1-Aug-26
5-Aug-26
9-Aug-26
13-Aug-26
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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