



The Indian 10 year benchmark government bond (6.48 2035) yield ended at 6.6331% after closing at 6.6062% on Friday ahead of SDL auctions where states will raise total of ₹30,100 crores on Tuesday, States are set to raise ₹4,99,821 crores through bond sales between January and March, their biggest quarterly borrowing on record.

India's overnight index swap rates rose on Monday, The one-year OIS rose 1 bps to 5.4850% and the two-year OIS rate ended 1 bp higher at 5.5850%. The five-year OIS rate was up 1.5 bps at 5.9750%. The Rupee ended at 90.2775 per U.S. dollar, down 0.1% from previous close.

In the first OMO Auction of calendar year 2026, RBI received widespread participation, where it received offers for an aggregate amount of Rs 1, 32, 887 crs vs the notified amount of Rs 50,000crs. 7.40 2035 and 7.41 2036 saw RBI accepting the maximum offers as a percentage of notified amount, which stood at 38% and 25% respectively. 8.30 2040 did not see any amount accepted by RBI.

Globally, U.S. yields ended higher on Friday in 2026's first trading day ahead of employment data. The yield on 10-year Treasury note was up 4.1 basis points at 4.19%. The two-year was up 2.7 bps at 3.48%. Euro zone bond yields held steady on Monday. Japan's two and ten year yield rose on BOJ rate-hike bets. The two-year JGB yield rose 2.5 bps to 1.195%. Oil Prices eased in the midst of U.S. capture of Venezuelan President Nicolas Maduro in a raid over the weekend.

Market Observations

G-sec

- Size Gsec Switches was visible in 30 year vs 40 year maturity (7.09 2054 vs 6.90 2065) at 6.50bps, where 6.90 2065 traded higher. This switch was predominantly dealt between Mutual Funds and Foreign Banks to the combined tune of 1,000crs.
- Gsec switch was visible in 10 year maturity (6.33 2035 vs 6.48 2035) at parity, to the combined tune of 400crs.

Corp Bond

- Trading volumes were primarily concentrated in the longer end segment, followed by the short-term money market yield (MMY) and the medium-term segments. Yields traded higher today. AAA-rated PSU Indicative bond yields stood at 6.89% for 1 year, 6.97% for 3 years, 7.08% for 5 years, and 7.35% for 10 years, with mutual funds and banks being the major participants.

CP/CD

- Yields were more or less flattish with the 3-month CD at 6.30%, the 6-month CD rose by close to 5 bps at 6.45% and the 12-month CD rose by 2-3 bps at 6.75%. Trading activity was concentrated primarily in the January-March maturities.

| GOI Yield | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|-----------|-------|-------|--------|-------|
| 1 Year | 5.51 | 5.51 | 5.52 | 5.53 |
| 5 Year | 6.37 | 6.34 | 6.34 | 6.23 |
| 10 Year | 6.64 | 6.61 | 6.59 | 6.53 |

| AAA Bmk | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|---------|-------|-------|--------|-------|
| 1 Year | 6.89 | 6.81 | 6.86 | 6.66 |
| 5 Year | 7.08 | 7.03 | 7.07 | 6.87 |
| 10 Year | 7.35 | 7.26 | 7.28 | 7.16 |

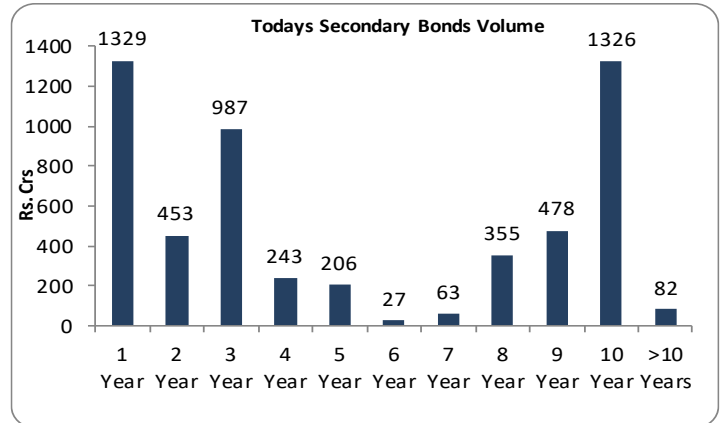
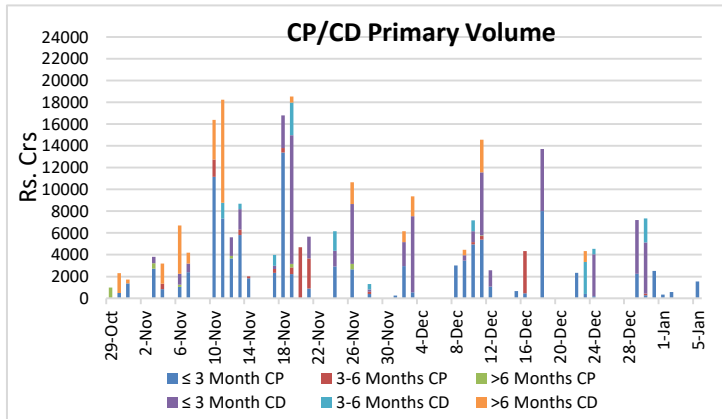
| CD | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|---------|-------|-------|--------|-------|
| 3 Month | 6.30 | 6.30 | 6.05 | 6.00 |
| 6 Month | 6.45 | 6.40 | 6.45 | 6.30 |
| 1 Year | 6.75 | 6.72 | 6.70 | 6.50 |

| CP | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|---------|-------|-------|--------|-------|
| 3 Month | 6.35 | 6.35 | 6.10 | 6.05 |
| 6 Month | 6.50 | 6.45 | 6.50 | 6.35 |
| 1 Year | 6.80 | 6.77 | 6.75 | 6.55 |

| OIS Rate | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|----------|-------|-------|--------|-------|
| 1 Year | 5.49 | 5.48 | 5.48 | 5.48 |
| 2 Year | 5.59 | 5.58 | 5.58 | 5.52 |
| 3 Year | 5.77 | 5.75 | 5.74 | 5.62 |
| 5 Year | 5.98 | 5.96 | 5.94 | 5.82 |

| | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|------------|--------|--------|--------|--------|
| Sensex | 85,533 | 85,762 | 84,696 | 85,265 |
| Nifty | 26,276 | 26,329 | 25,942 | 26,034 |
| USD/INR | 90.28 | 90.20 | 89.98 | 89.98 |
| Gold (USD) | 4,436 | 4,330 | 4,332 | 4,208 |
| Oil (USD) | 60.56 | 60.75 | 61.94 | 63.26 |

| NDF | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|---------|-------|-------|--------|-------|
| 3 Month | 91.01 | 90.69 | 90.71 | 90.41 |
| 1 Year | 92.77 | 92.37 | 92.42 | 92.14 |
| 2 Year | 95.95 | 95.71 | 95.56 | 94.96 |
| 3 Year | 98.41 | 97.92 | 98.08 | 97.86 |



| 10 Year Benchmarks | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|--------------------|-------|-------|--------|-------|
| India | 6.64 | 6.61 | 6.59 | 6.53 |
| US | 4.18 | 4.19 | 4.12 | 4.11 |
| South Korea | 3.39 | 3.38 | 3.35 | 3.37 |
| Brazil | 13.86 | 13.86 | 13.86 | 13.24 |
| Germany | 2.90 | 2.90 | 2.83 | 2.77 |
| China | 1.86 | 1.86 | 1.87 | 1.86 |

| Top Traded Securities | Volume | 5-Jan | 2-Jan | 29-Dec | 4-Dec |
|-----------------------|--------|-------|-------|--------|-------|
| 6.75 2029 | 0 | 6.21 | 6.19 | 6.19 | 6.12 |
| 6.79 2034 | 265 | 6.69 | 6.66 | 6.64 | 6.58 |
| 6.33 2035 | 2365 | 6.64 | 6.61 | 6.65 | 6.53 |
| 6.92 2039 | 0 | 7.06 | 6.95 | 6.99 | 6.93 |
| 7.09 2054 | 10 | 7.32 | 7.27 | 7.29 | 7.35 |
| 7.34 2064 | 180 | 7.43 | 7.35 | 7.37 | 7.43 |

| DEBT | | | |
|----------|----------------|-------------|----------------|
| MF | Gross Purchase | Gross Sales | Net Investment |
| 1-Jan-26 | 12,474 | 11,240 | 1,233.38 |

| EQUITY | | |
|----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 10,437 | 9,417 | 1,019.76 |

| TOTAL (Rs.Crs) | | |
|----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 22,911 | 20,658 | 2,253.14 |

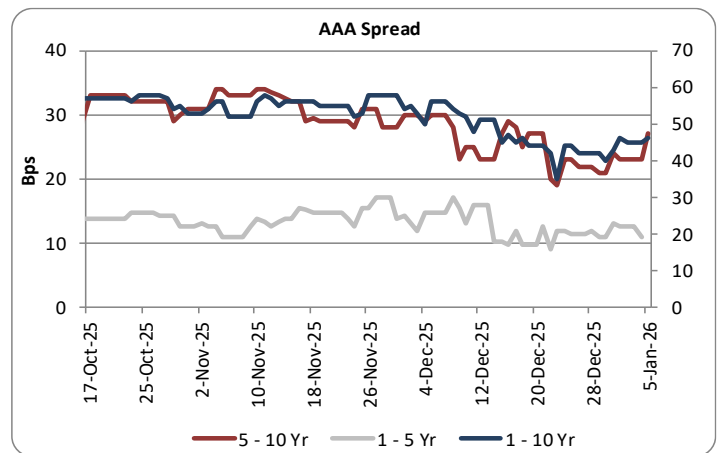
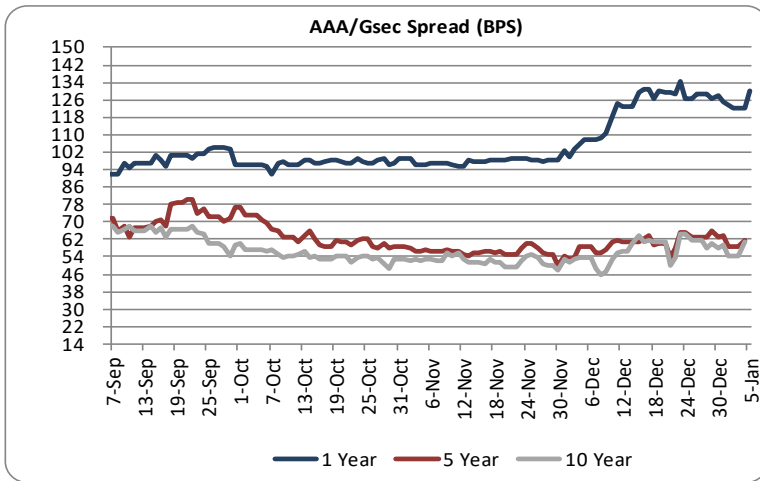
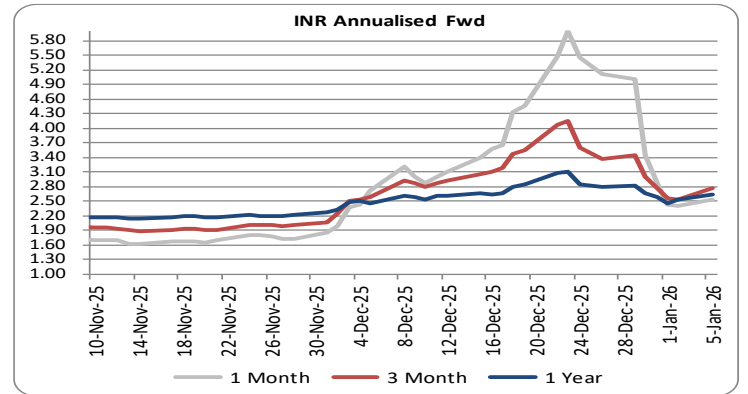
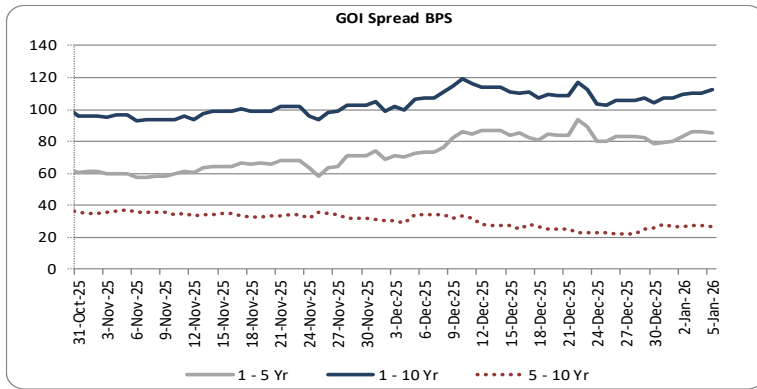
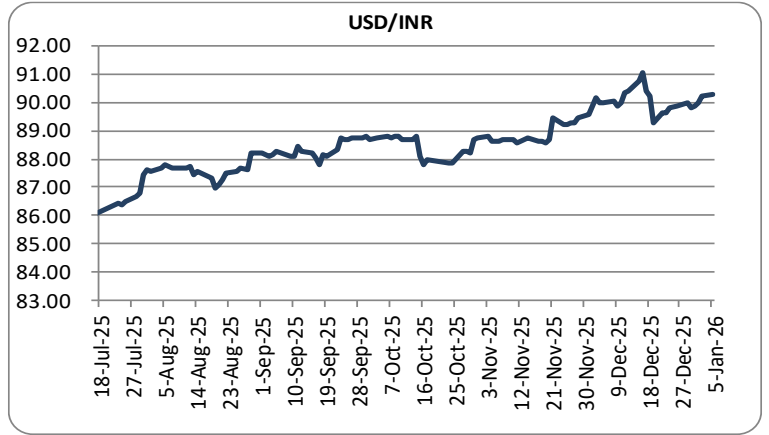
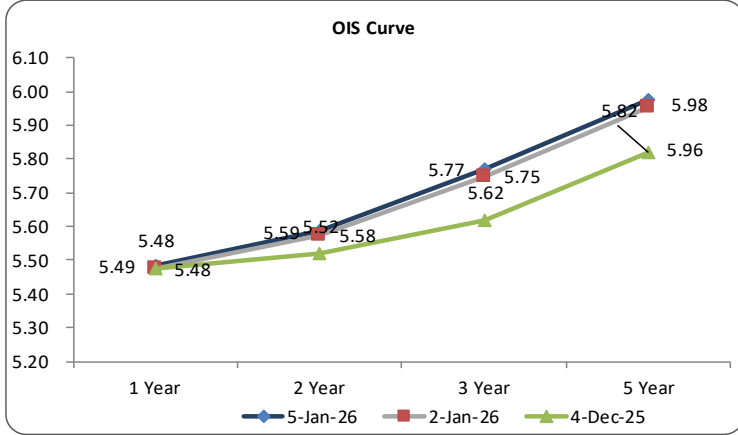
| DEBT | | | |
|----------|----------------|-------------|----------------|
| FII | Gross Purchase | Gross Sales | Net Investment |
| 5-Jan-26 | 423 | 148 | 274.38 |

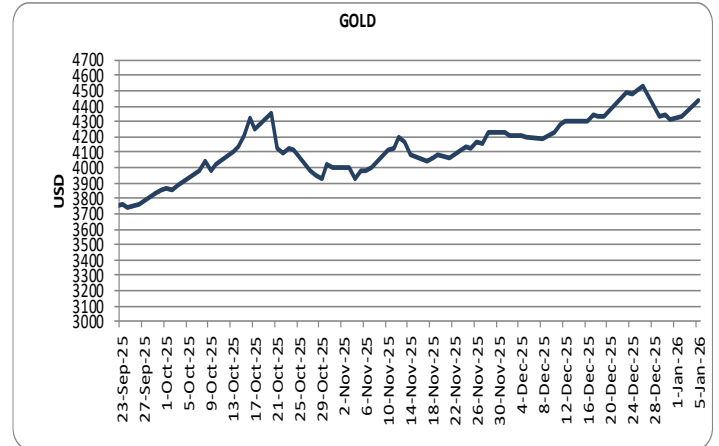
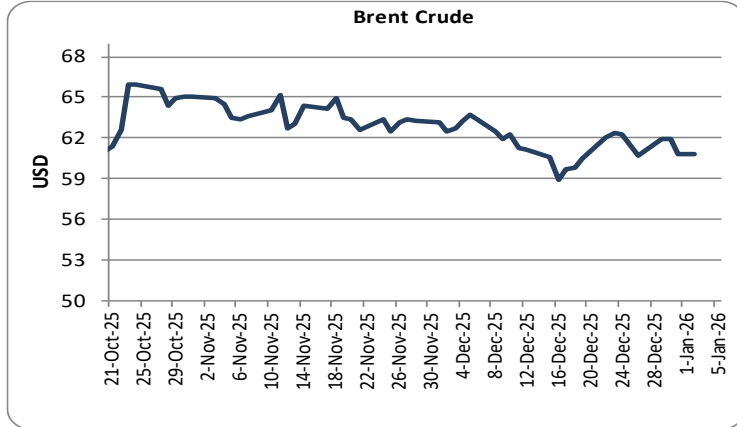
| EQUITY | | |
|----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 8304 | 7657 | 646.80 |

| TOTAL (Rs. Crs) | | |
|-----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 8727 | 7805 | 921.18 |

| INDICATORS | PERIOD | ACTUAL | PRIOR |
|-----------------------|--------|---------|---------|
| GDP Quaterly (%) | Sep-25 | 8.20 | 7.80 |
| CAD (\$ Bn) | Sep-25 | (12.30) | (2.70) |
| Trade Deficit (\$ Bn) | Jun-25 | (87.40) | (59.30) |
| WPI (%) | Nov-25 | (0.32) | (1.21) |
| CPI (%) | Nov-25 | 0.71 | 0.25 |
| IIP (%) | Nov-25 | 6.70 | 0.50 |
| PMI Manufacturing | Dec-25 | 55.00 | 56.60 |
| PMI Service | Nov-25 | 59.80 | 58.90 |

| Economic Calender | Country | Date | Poll | Prior |
|-------------------------------------|---------|-----------|------|-------|
| S&P Global Services PMI (Dec) | INDIA | 06-Jan-26 | | 59.1 |
| S&P Global Services PMI (Dec) | U.S. | 06-Jan-26 | | 54.1 |
| CPI (YoY) (Dec) | EU | 07-Jan-26 | | 2.1 |
| ADP Nonfarm Employment Change (Dec) | U.S. | 07-Jan-26 | | (32)K |
| ISM Non-Manufacturing PMI (Dec) | U.S. | 07-Jan-26 | | 52.6 |
| JOLTS Job Openings (Nov) | U.S. | 07-Jan-26 | | 7.67 |
| Crude Oil Inventories | U.S. | 07-Jan-26 | | |
| | | | | |





Sources: Reserve Bank of India, Bloomberg, Reuters, CCIL and FIMMDA.

LKP SECURITIES LTD., 203, Embassy Centre, Nariman Point, Mumbai- 400021

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For any queries contact - LKP Securities Ltd. Ph: (91-22) 66306555 Fax: (91-22) 2284 2415 E Mail: FixedIncomeResearch@lkpsec.com

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