



The Indian 10 year benchmark government bond (6.48 2035) yield ended at 6.6290% after closing at 6.6105% on Wednesday. Yields rose on Thursday ahead of debt sale by Government of India in its weekly auction providing cues of demand in the midst of RBI's aggressive bond buying activity.

New Delhi will sell 29000 crore rupees of 15-year and 40-year bonds on Friday. Traders await inflation data, due on Monday, for cues on monetary policy, after India projected fiscal year GDP growth at 7.4% while also awaiting inclusion of Indian bonds in Bloomberg Aggregate Index. The announcement is due as early as next week.

India's overnight index swap rates rose on Thursday, in line with bond yields, the one-year OIS ended 1.5 bps higher at 5.48%, while the two-year OIS rate rose 2 bps to 5.57%. The five-year OIS rate was also up 2 bps at 5.9375%. The Rupee ended at 90.0175 per U.S. dollar, down 0.15% from previous close.

The Reserve Bank will be conducting OMO purchase for an aggregate amount of ₹50,000 crore on January 12, 2026, which includes papers maturing in 2029 to 2053, but all the notes are illiquid and not traded frequently. The RBI is set to buy bonds worth ₹50,000 crore again on January 22.

Market Observations

G-sec

- Gsec switches were reported in 40 year maturity (7.34 2064 vs 6.90 2065) at 2.50bps, where 7.34 2064 traded higher due to being more illiquid. This switch was dealt between Insurance Companies and Foreign Banks.
- 6 year maturity (2032) high yielding states saw buying demand by PSU Banks at 7.50 centric levels, where Mutual Fund was major seller. For example, 7.73 PN 03/09/2032 - 250crs was dealt at 7.49 levels.
- 1 year T-Bill (12 Nov 2026) saw buying demand by Insurance Companies at 5.5650 levels, where Private Sector Bank was major seller.

Corp Bond

- Trading volumes were primarily concentrated in the medium term segment, followed by the longer end segment and the short term MMY. AAA-rated PSU Indicative bond yields stood at 7.03% for 1 year, 6.9850% for 3 years, 7.08% for 5 years, and 7.32% for 10 years.

CP/CD

- Yields showed mixed movements across segments, remaining steady for the 3-month at 6.50%, rising for the 6-month to 6.70% from 6.60%, and dipping slightly for the 1-year to 6.85% from 6.90%. Trading activity was primarily concentrated in the 1M, 2M and the 6M segment with MF being the major market participants.

| GOI Yield | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|-----------|-------|-------|--------|-------|
| 1 Year | 5.57 | 5.56 | 5.52 | 5.47 |
| 5 Year | 6.35 | 6.34 | 6.34 | 6.30 |
| 10 Year | 6.63 | 6.61 | 6.59 | 6.62 |

| AAA Bmk | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|---------|-------|-------|--------|-------|
| 1 Year | 7.03 | 7.03 | 6.86 | 6.65 |
| 5 Year | 7.08 | 7.12 | 7.07 | 6.95 |
| 10 Year | 7.32 | 7.35 | 7.28 | 7.18 |

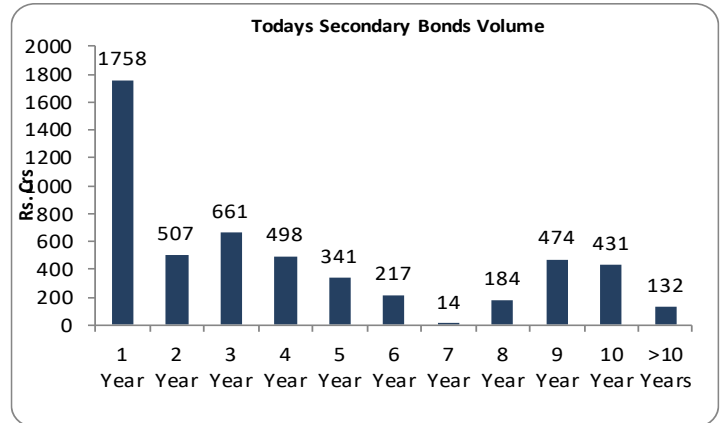
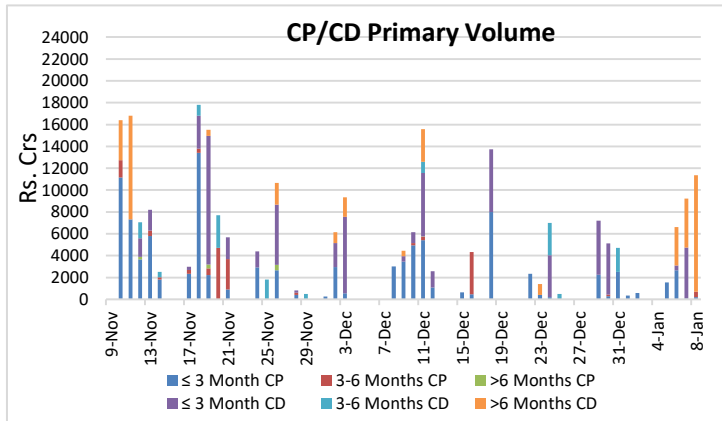
| CD | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|---------|-------|-------|--------|-------|
| 3 Month | 6.50 | 6.50 | 6.05 | 6.00 |
| 6 Month | 6.70 | 6.60 | 6.45 | 6.33 |
| 1 Year | 6.85 | 6.90 | 6.70 | 6.55 |

| CP | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|---------|-------|-------|--------|-------|
| 3 Month | 6.55 | 6.55 | 6.10 | 6.05 |
| 6 Month | 6.75 | 6.65 | 6.50 | 6.38 |
| 1 Year | 6.90 | 6.95 | 6.75 | 6.60 |

| OIS Rate | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|----------|-------|-------|--------|-------|
| 1 Year | 5.48 | 5.46 | 5.48 | 5.48 |
| 2 Year | 5.57 | 5.55 | 5.58 | 5.60 |
| 3 Year | 5.72 | 5.71 | 5.74 | 5.74 |
| 5 Year | 5.94 | 5.92 | 5.94 | 5.96 |

| | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|------------|--------|--------|--------|--------|
| Sensex | 84,181 | 84,961 | 84,696 | 84,666 |
| Nifty | 25,877 | 26,141 | 25,942 | 25,840 |
| USD/INR | 90.02 | 89.88 | 89.98 | 89.88 |
| Gold (USD) | 4,413 | 4,453 | 4,332 | 4,209 |
| Oil (USD) | 60.80 | 59.96 | 61.94 | 61.94 |

| NDF | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|---------|-------|-------|--------|-------|
| 3 Month | 90.68 | 90.58 | 90.71 | 90.56 |
| 1 Year | 92.47 | 92.36 | 92.42 | 92.32 |
| 2 Year | 95.14 | 95.54 | 95.56 | 95.10 |
| 3 Year | 98.08 | 97.98 | 98.08 | 98.03 |



| 10 Year Benchmarks | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|--------------------|-------|-------|--------|-------|
| India | 6.63 | 6.61 | 6.59 | 6.62 |
| US | 4.17 | 4.14 | 4.12 | 4.19 |
| South Korea | 3.35 | 3.35 | 3.35 | 3.41 |
| Brazil | 13.70 | 13.70 | 13.81 | 13.77 |
| Germany | 2.84 | 2.81 | 2.83 | 2.85 |
| China | 1.89 | 1.87 | 1.87 | 1.87 |

| Top Traded Securities | Volume | 8-Jan | 7-Jan | 29-Dec | 9-Dec |
|-----------------------|--------|-------|-------|--------|-------|
| 6.75 2029 | 0 | 6.21 | 6.17 | 6.19 | 6.14 |
| 6.79 2034 | 865 | 6.67 | 6.65 | 6.64 | 6.64 |
| 6.33 2035 | 1590 | 6.63 | 6.62 | 6.65 | 6.62 |
| 6.92 2039 | 295 | 7.01 | 7.02 | 6.99 | 6.99 |
| 7.09 2054 | 150 | 7.35 | 7.34 | 7.29 | 7.39 |
| 7.34 2064 | 325 | 7.43 | 7.41 | 7.37 | 7.48 |

| DEBT | | | |
|----------|----------------|-------------|----------------|
| MF | Gross Purchase | Gross Sales | Net Investment |
| 5-Jan-26 | 15,829 | 20,409 | (4,579.69) |

| EQUITY | | |
|----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 11,831 | 11,427 | 403.58 |

| TOTAL (Rs.Crs) | | |
|----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 27,660 | 31,836 | (4,176.11) |

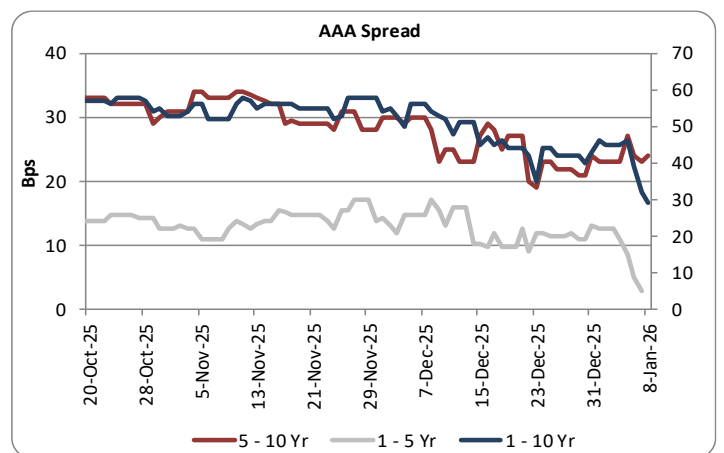
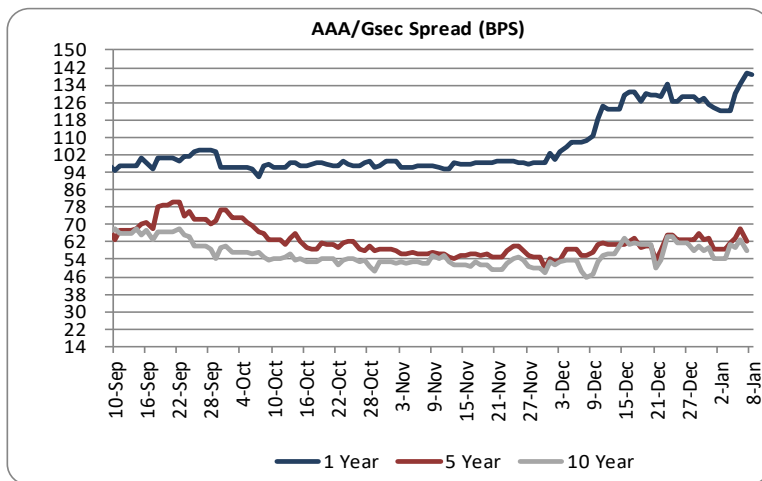
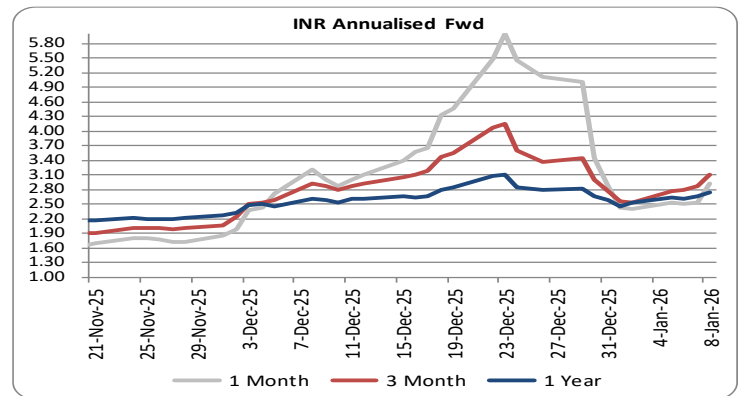
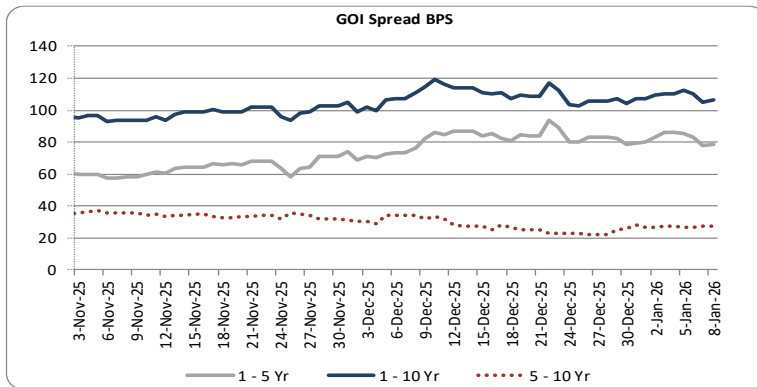
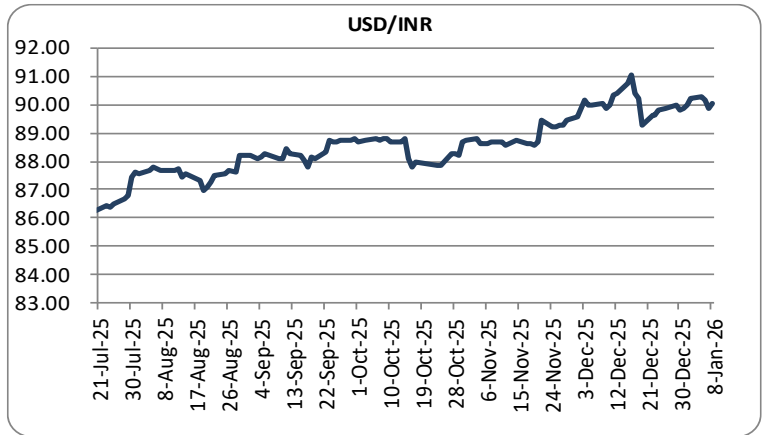
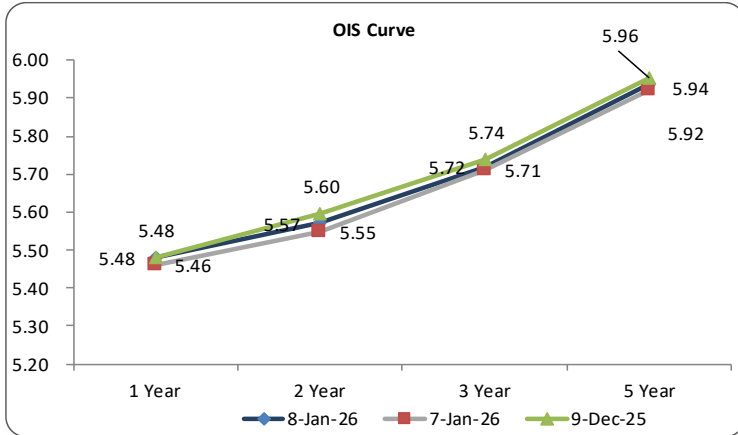
| DEBT | | | |
|----------|----------------|-------------|----------------|
| FII | Gross Purchase | Gross Sales | Net Investment |
| 8-Jan-26 | 1883 | 1200 | 682.99 |

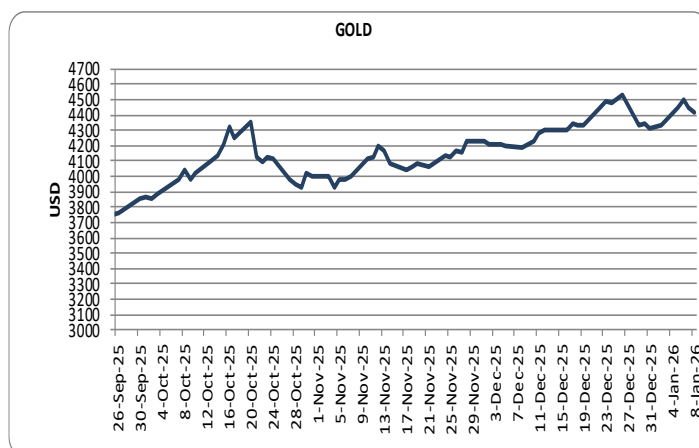
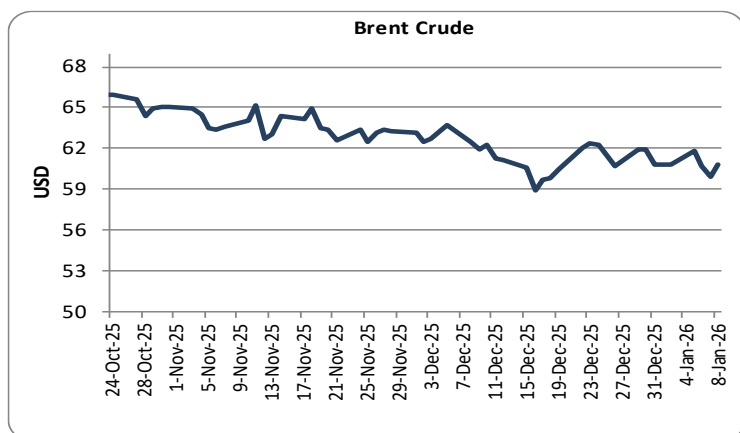
| EQUITY | | |
|----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 15080 | 16919 | (1,839.01) |

| TOTAL (Rs. Crs) | | |
|-----------------|-------------|----------------|
| Gross Purchase | Gross Sales | Net Investment |
| 16963 | 18119 | (1,156.02) |

| 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 | Dec-25 | 58.00 | 59.80 |

| Economic Calender | Country | Date | Poll | Prior |
|-------------------------------------|---------|-----------|------|-------|
| Initial Jobless Claims | U.S. | 08-Jan-26 | 216K | 199K |
| FX Reserves, USD | INDIA | 09-Jan-26 | 0 | 0 |
| Average Hourly Earnings (MoM) (Dec) | U.S. | 09-Jan-26 | 0.3 | 0.1 |
| Nonfarm Payrolls (Dec) | U.S. | 09-Jan-26 | 57K | 64K |
| Unemployment Rate (Dec) | U.S. | 09-Jan-26 | | 4.6 |
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Sources: Reserve Bank of India, Bloomberg, Reuters, CCIL and FIMMDA.

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