



BONDWATCH

Daily

INDIA

18-12-2025

The Indian 10 year benchmark government bond (6.48 2035) yield ended at 6.5738% after closing at 6.5995% on Wednesday. Bond yields eased today after RBI completed its planned Bond purchases. In the second OMO Auction post MPC, RBI received widespread participation, where it received offers for an aggregate amount of Rs 1, 39,104crs vs the notified amount of Rs 50,000crs. 6.54 2032 and 7.18 2033 saw RBI accepting the maximum offers as a percentage of notified amount, which stood at 35% and 24% respectively.

OIS rates eased slightly tracking bond yields, the one-year OIS rate ended at 5.475%, while the two-year swap rate ended at 5.56%. The five-year OIS rate settled lower at 5.91%.

The Indian rupee ended at 90.24 per U.S dollar, up 0.1% from its previous close, 90.38. The currency had dropped to its all-time low of 91.0750 earlier this week. While the dollar index was at 98.5 ahead of central bank decisions in Europe and Japan.

Globally, Bank of England lowers rates after tight vote but signals caution about further cuts. US yields were steady after data showed an unexpected increase in the unemployment rate last month. The next major release will be consumer price inflation on Thursday. The 2-year note yield, was at 3.487%. The yield on benchmark U.S. 10-year notes was little changed at 4.149%. Euro zone yields were steady ahead of ECB policy Meetings. Germany's 10 year yields, the euro area's benchmark was at 2.85%.

Market Observations G-sec

- 6 months Maturity T-Bill (28 May 2026 and 04 June 2026) saw size buying demand by Private Sector Banks and PSU Banks at 5.48 and 5.49 levels, to the tune of 2,000crs, where Foreign Bank was major seller
- 2038 maturity SDLs saw Mutual Funds selling size at 7.41 levels, where Insurance Companies and PSU Institutions were major buyers.

Corp Bond

- Trading volumes were primarily concentrated in the medium-term segment, followed by the short-term money market yield (MMY) and longer-end segments. Yields were more or less flattish today with the AAA-rated PSU Indicative bond yields trading at 6.84% for 1 year, 6.92% for 3 years, 7.05% for 5 years, and 7.30% 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 6.04%, the 6-month CD at 6.44% and the 12-month CD at 6.65%. Trading activity was concentrated primarily in the December and January-March maturities.

GOI Yield	18-Dec	17-Dec	11-Dec	18-Nov
1 Year	5.50	5.49	5.45	5.54
5 Year	6.31	6.32	6.29	6.20
10 Year	6.57	6.60	6.61	6.53

AAA Bmk	18-Dec	17-Dec	11-Dec	18-Nov
1 Year	6.84	6.87	6.77	6.60
5 Year	7.05	7.04	7.00	6.87
10 Year	7.30	7.32	7.25	7.16

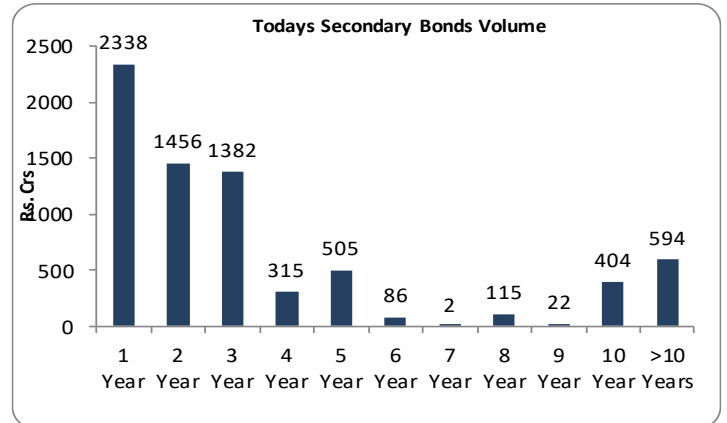
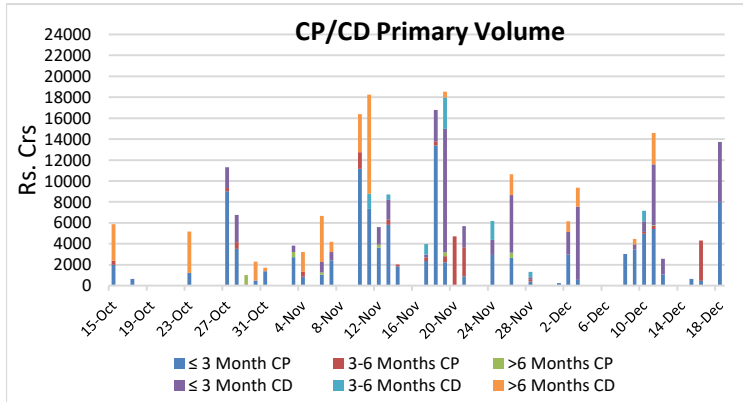
CD	18-Dec	17-Dec	11-Dec	18-Nov
3 Month	6.04	6.05	6.03	5.95
6 Month	6.44	6.40	6.35	6.23
1 Year	6.65	6.68	6.65	6.40

CP	18-Dec	17-Dec	11-Dec	18-Nov
3 Month	6.09	6.10	6.07	6.00
6 Month	6.49	6.45	6.40	6.27
1 Year	6.70	6.73	6.70	6.45

OIS Rate	18-Dec	17-Dec	11-Dec	18-Nov
1 Year	5.48	5.49	5.47	5.46
2 Year	5.56	5.59	5.56	5.45
3 Year	5.70	5.74	5.71	5.55
5 Year	5.91	5.95	5.92	5.74

	18-Dec	17-Dec	11-Dec	18-Nov
Sensex	84,482	84,560	84,818	84,673
Nifty	25,816	25,819	25,899	25,910
USD/INR	90.24	90.38	90.37	88.61
Gold (USD)	4,326	4,341	4,283	4,068
Oil (USD)	59.79	59.68	61.28	64.89

NDF	18-Dec	17-Dec	11-Dec	18-Nov
3 Month	91.08	91.17	90.89	88.96
1 Year	92.88	92.94	92.72	90.51
2 Year	95.63	95.52	95.37	93.10
3 Year	98.56	98.62	98.54	95.84



10 Year Benchmarks	18-Dec	17-Dec	11-Dec	18-Nov
India	6.58	6.60	6.61	6.53
US	4.13	4.15	4.14	4.12
South Korea	3.31	3.32	3.37	3.26
Brazil	13.88	13.88	13.79	13.69
Germany	2.85	2.86	2.85	2.71
China	1.80	1.85	1.85	1.81

Top Traded Securities	Volume	18-Dec	17-Dec	11-Dec	18-Nov
6.75 2029	190	6.17	6.18	6.15	6.10
6.79 2034	805	6.64	6.65	6.66	6.57
6.33 2035	8275	6.60	6.61	6.61	6.53
6.92 2039	0	6.98	7.01	6.99	6.89
7.09 2054	30	7.32	7.31	7.38	7.29
7.34 2064	5	7.42	7.39	7.47	7.40

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
16-Dec-25	21,168	20,734	433.71

EQUITY		
Gross Purchase	Gross Sales	Net Investment
8,459	9,022	(562.99)

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
29,628	29,757	(129.28)

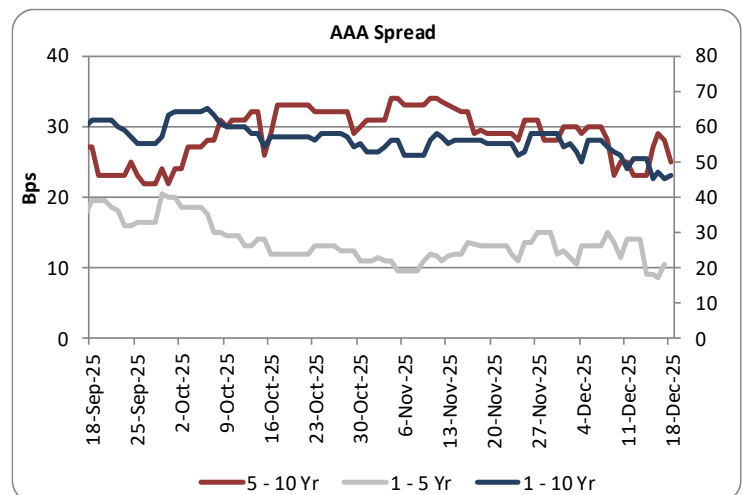
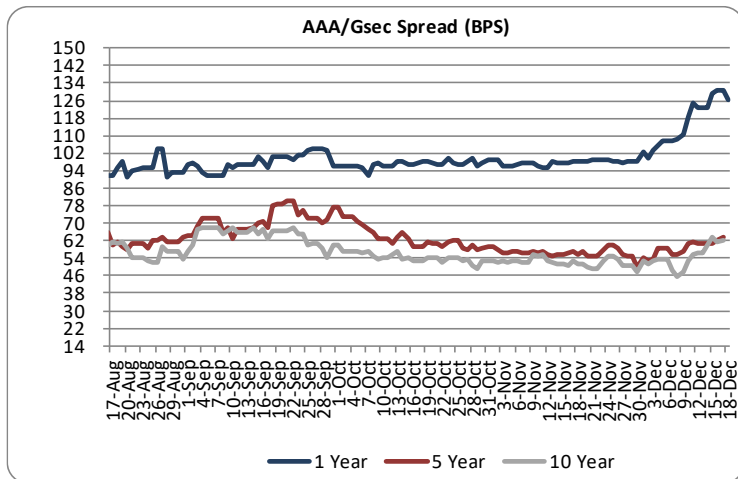
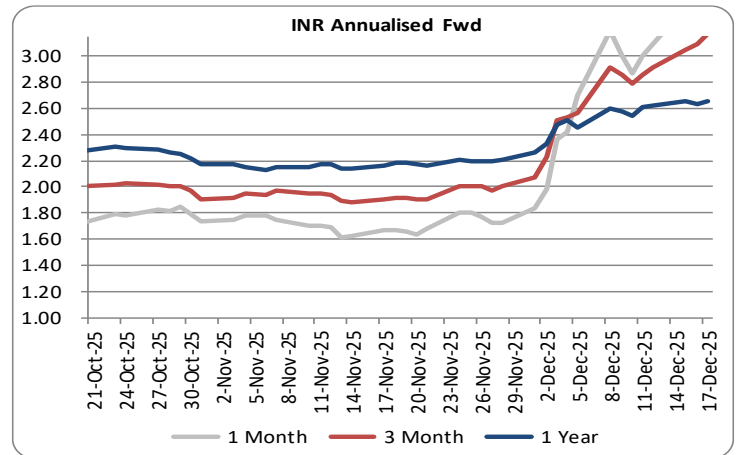
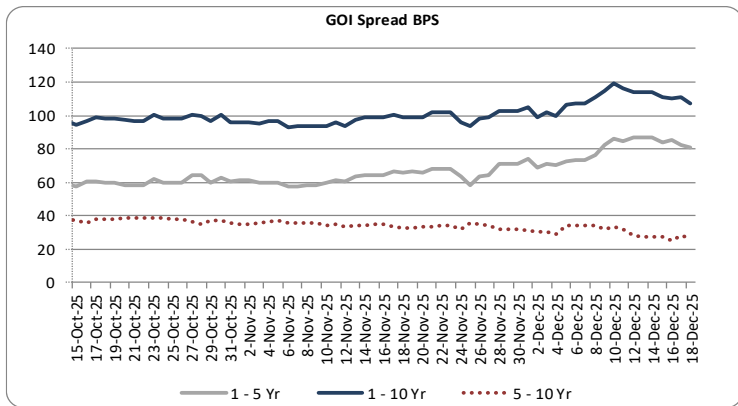
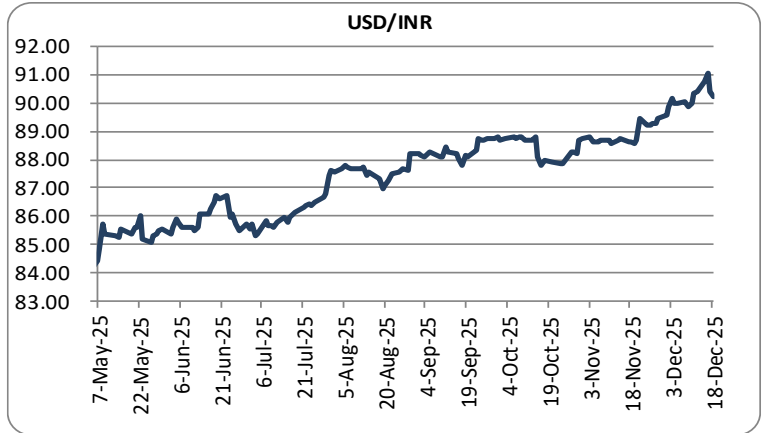
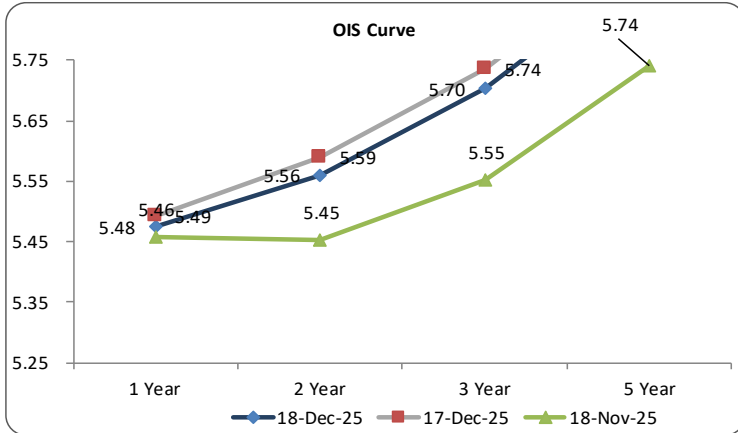
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
18-Dec-25	540	702	(162.22)

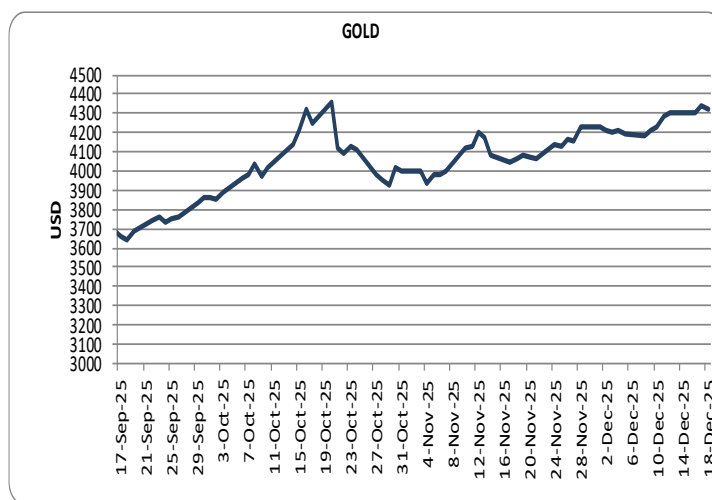
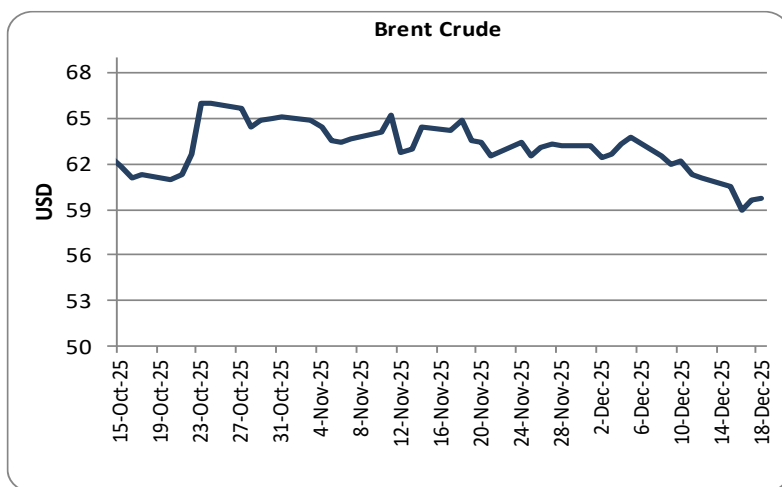
EQUITY		
Gross Purchase	Gross Sales	Net Investment
13592	11934	1,658.07

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
14132	12636	1,495.85

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 (%)	Oct-25	0.40	4.60
PMI Manufacturing	Nov-25	56.60	59.20
PMI Service	Nov-25	59.80	58.90

Economic Calender	Country	Date	Poll	Prior
Deposit Facility Rate (Dec)	EUROPE	18-Dec-25	2	2
ECB Interest Rate Decision (Dec)	EUROPE	18-Dec-25	2.15	2.15
Core CPI (MoM) (Nov)	US	18-Dec-25	0.3	0.2
CPI (MoM) (Nov)	US	18-Dec-25	0.3	0.3
CPI (YoY) (Nov)	US	18-Dec-25	3.1	3
Initial Jobless Claims	US	18-Dec-25	224K	236K
Philadelphia Fed Manufacturing Index (Dec)	US	18-Dec-25	2.5	-1.7





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

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