

INDIA

The Indian 10-year benchmark government bond (6.48 2035) yield ended at 6.6536% after closing at 6.6722% on Tuesday. Indian bonds rose on Wednesday with market expectations that the RBI will prolong liquidity measures with further open-market operations and secondary market buying.

Rupee slides to record low on global market worries, lack of RBI presence worsens fall, Indian Rupee Ends Down 0.8% At 91.6950 Per U.S. Dollar, Previous Close 90.9750.

Meanwhile, RBI scheduled to buy bonds worth 500 billion rupees on Thursday, however most papers are illiquid. Focus is turning to India's federal budget for fiscal year 2027, due on February 1. India fiscal policy to turn pro-growth as government moves to target debt-to-GDP, economists say.

Globally, US government bonds slump as Trump's tariff threat, Japan selloff weigh. The benchmark U.S. 10-year yield hit its highest since late August of 4.313%. Market worries over increased government spending under Japanese Prime Minister Sanae Takaichi sent bond yields there skyrocketing to record highs. The yield on the 10-year Japanese government bond (JGB) leapt 18.5 basis points in two days, the sharpest rise since 2022, to hit a 27-year high of 2.380% on Tuesday. Gold hits all-time high at \$4,887.82/oz as global risks fan record safe-haven rally, Silver trades below its record high of \$95.87 hit on Tuesday. Investors now await U.S. President Trump's speech in Davos due later in the day.

Market Observations

G-sec

- T-Bill cut-off came 2-3bps higher than market expectations, where 3 months cut off came in at 5.4889%, 6 months at 5.6628% and 1 year at 5.72%. Post cut-off, size buying demand was visible in 3 months and 1-year maturity by Mutual Funds and PSU Banks.
- Size switches were visible in 40-year maturity Gsec (7.25 2063 vs 7.34 2064) at 1.00bps, where 7.25 2063 traded higher due to Liquidity Premium. This switch was predominantly dealt between Foreign PDs, Pension Funds and Foreign Banks to the combined tune of 800crs.

Corp Bond

- Corp bond yields were trading more or less flattish today, Trading volumes were primarily concentrated in Short MMY segment followed by medium term and the longer end segment. The AAA-rated PSU Indicative bond yields were trading at 7.44% for 1 year, 7.26% for 3 years, 7.33% for 5 years, and 7.48% for 10 years.

CP/CD

- Yields were more or less flattish with 3-month CDs maturing in April trading at 7.10%, 6-month CDs maturing in July at 7.15%, and 1-year CDs maturing in January trading better at 7.16% (previous 7.23%) Trading volumes were concentrated in 2M, 3M and 1Y maturities, with mutual funds being the major participants.

GOI Yield	21-Jan	20-Jan	14-Jan	22-Dec
1 Year	5.71	5.64	5.59	5.50
5 Year	6.42	6.45	6.43	6.44
10 Year	6.65	6.67	6.65	6.67

AAA Bmk	21-Jan	20-Jan	14-Jan	22-Dec
1 Year	7.44	7.42	7.28	6.86
5 Year	7.33	7.33	7.23	7.08
10 Year	7.48	7.46	7.38	7.28

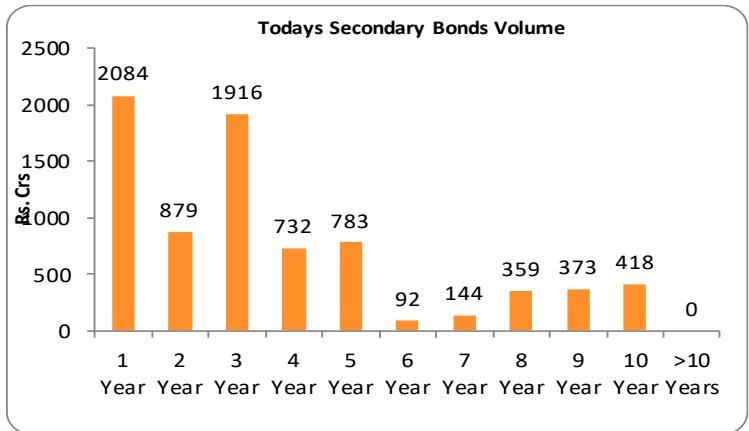
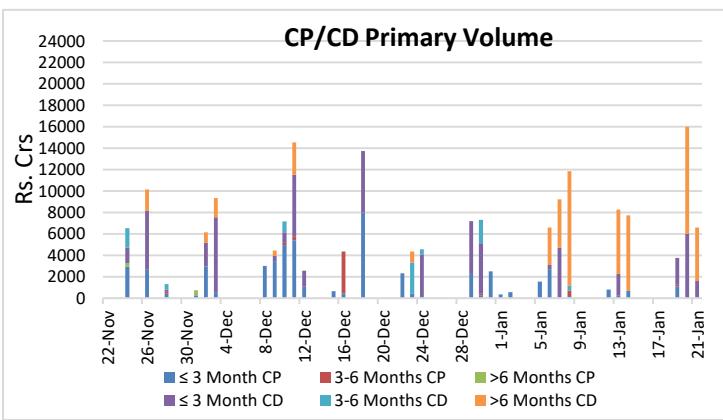
CD	21-Jan	20-Jan	14-Jan	22-Dec
3 Month	7.10	7.10	6.68	6.05
6 Month	7.15	7.15	6.85	6.45
1 Year	7.16	7.23	6.98	6.65

CP	21-Jan	20-Jan	14-Jan	22-Dec
3 Month	7.15	7.15	6.73	6.10
6 Month	7.20	7.20	6.90	6.50
1 Year	7.21	7.28	7.03	6.70

OIS Rate	21-Jan	20-Jan	14-Jan	22-Dec
1 Year	5.58	5.59	5.51	5.51
2 Year	5.69	5.71	5.60	5.60
3 Year	5.87	5.88	5.78	5.76
5 Year	6.08	6.10	5.99	5.98

Indicators	21-Jan	20-Jan	14-Jan	22-Dec
Sensex	82,341	82,180	83,383	85,567
Nifty	25,281	25,233	25,666	26,172
USD/INR	91.68	90.98	90.30	89.65
Gold (USD)	4,855	4,763	4,620	4,445
Oil (USD)	63.94	64.92	66.52	62.07

NDF	21-Jan	20-Jan	14-Jan	22-Dec
3 Month	92.49	91.91	91.01	90.57
1 Year	94.08	93.80	92.91	92.44
2 Year	97.07	96.60	95.61	95.17
3 Year	100.06	99.51	98.49	98.10



10 Year Benchmarks	21-Jan	20-Jan	14-Jan	22-Dec
India	6.66	6.67	6.65	6.67
US	4.27	4.30	4.14	4.17
South Korea	3.60	3.65	3.42	3.35
Brazil	13.94	13.94	13.70	13.91
Germany	2.84	2.86	2.78	2.90
China	1.82	1.80	1.85	1.85

Top Traded Securities	Volume	21-Jan	20-Jan	14-Jan	22-Dec
6.75 2029	0	6.28	6.27	6.25	6.28
6.79 2034	315	6.73	6.73	6.69	6.74
6.33 2035	455	6.67	6.68	6.64	6.67
6.92 2039	0	7.02	7.04	6.95	7.04
7.09 2054	170	7.41	7.41	7.37	7.36
7.34 2064	0	7.47	7.47	7.45	7.42

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
19-Jan-26	11,609	15,786	(4,176.33)

EQUITY			
	Gross Purchase	Gross Sales	Net Investment
	14,177	11,326	2,850.94

TOTAL (Rs.Crs)			
	Gross Purchase	Gross Sales	Net Investment
	25,786	27,112	(1,325.39)

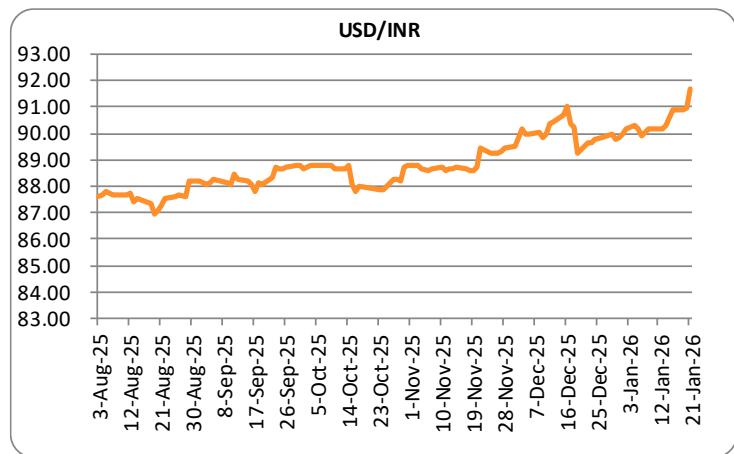
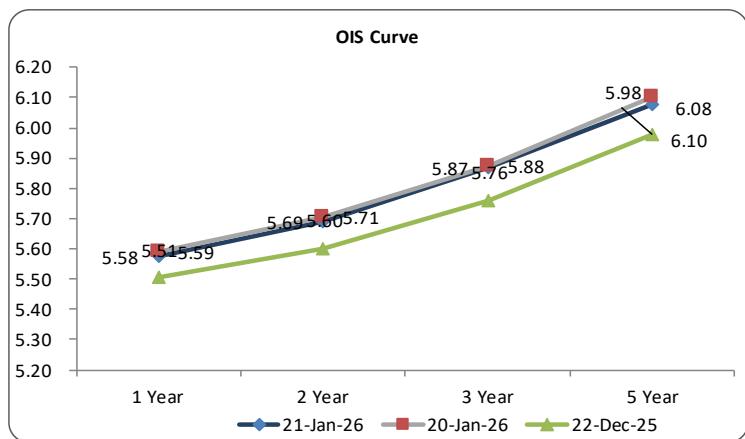
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
21-Jan-26	205	722	(517.73)

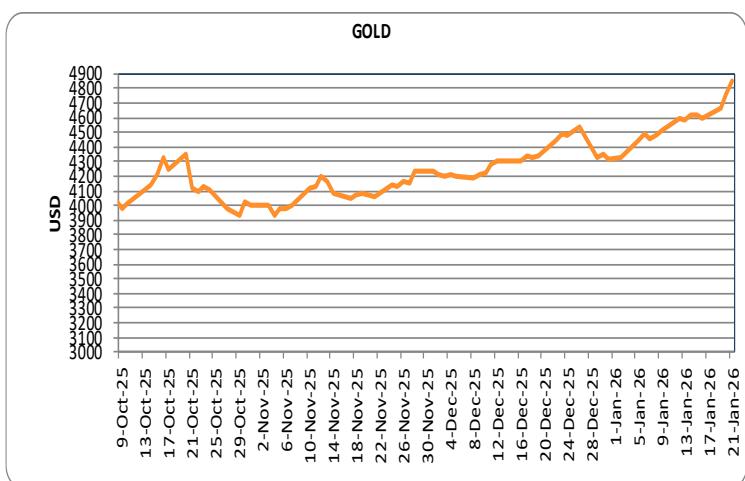
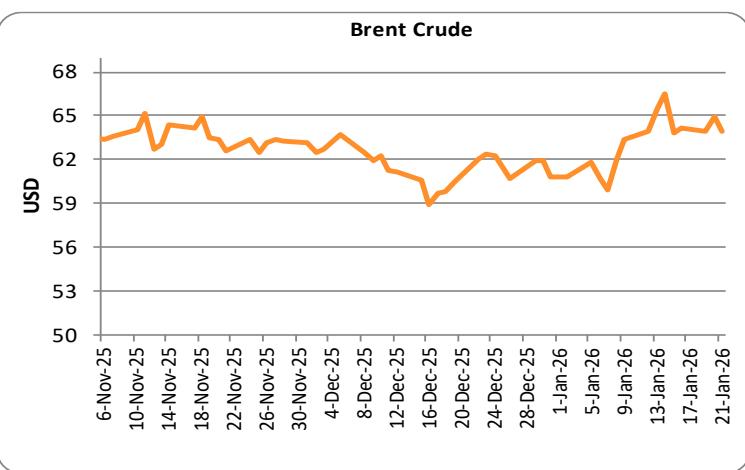
EQUITY			
	Gross Purchase	Gross Sales	Net Investment
	16362	17572	(1,210.45)

TOTAL (Rs. Crs)			
	Gross Purchase	Gross Sales	Net Investment
	16566	18295	(1,728.18)

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 (%)	Dec-25	0.83	(0.32)
CPI (%)	Dec-25	1.33	0.71
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
GDP (QoQ) (Q3)	U.S.	22-Jan-26		3.8
Initial Jobless Claims	U.S.	22-Jan-26		198K
Core PCE Price Index (MoM) (Nov)	U.S.	22-Jan-26		0.2
Core PCE Price Index (YoY) (Nov)	U.S.	22-Jan-26		2.8
Crude Oil Inventories	U.S.	22-Jan-26		3.391M
BoJ Interest Rate Decision	JAPAN	23-Jan-26		0.75
S&P Global Manufacturing PMI (Jan)	INDIA	23-Jan-26		55
S&P Global Services PMI (Jan)	INDIA	23-Jan-26		58





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

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