Bond Street

BONDWATCH

INDIA

Daily

06-04-2026

The Indian 10-year benchmark government bond (6.48 2035) yield ended at 7.0458% after closing at 7.1329% on Thursday.

India's Benchmark 10 Year Bond eased by 9bps today marking its biggest single day fall since December 2024 after middle east peace proposal, while lower than expected state borrowing calendar also aided sentiment. OIS rates eased ahead of the RBI policy decision on hopes of peace proposal.

Iran and the United States have received a plan to end hostilities that could come into effect on Monday and reopen the Strait of Hormuz, a source aware of the proposals said on Monday.

The 1-year OIS fell 19 bps to 6.18%, while the 5-year eased 15 bps to 6.70% both marking their steepest declines in three years. The Indian rupee ended almost flat versus the U.S. dollar at 93.06.

Over the year to February, the RBI reduced the policy rate by 100 basis points to 5.25% and pumped liquidity through open-market operations, secondary purchases, FX swaps, and a CRR reduction. Its next policy decision is on April 8, and no rate action is expected.

Market Observations.

G-sec

- Size switches was visible in 2-year maturity Gsec (7.17 2028 vs 7.06 2028) at 5bps, where 7.06 2028 traded higher. This switch was predominantly dealt between Primary Dealers and Private Sector Banks to the combined tune of 2,000crs.
- Size switches was visible in 7-year maturity Gsec (7.18 2033 vs 7.26 2033) at parity (7.08 marking). This switch was predominantly dealt between PSU Banks, NBFCs and Foreign Banks to the combined tune of 670crs.
- 10-year maturity good state SDLs (JFM 2036) witnessed buying demand by Primary Dealers at 7.70 levels, where Mutual Funds acted as major sellers.

Corp Bond

- Trading volumes were largely concentrated in the medium-term segment followed by the short term MMY segment. AAA rated PSU bond yields traded at 1Y (7.60%), 5Y (7.77%), 10Y (7.83%), with mutual funds and banks being the major participant.

CP/CD

- Yields remained more or less flattish today, with the 3M CD trading at 7.25 levels while 6M at 7.33 and the 1Y at 7.33. Trading volumes were concentrated in the 2M, 3M and the 1Y segment with mutual funds being the major participants.

GOI Yield	6-Apr	2-Apr	30-Mar	5-Mar
1 Year	5.68	5.65	5.70	5.57
5 Year	6.77	6.86	6.77	6.26
10 Year	7.05	7.13	7.03	6.64

AAA Bmk	6-Apr	2-Apr	30-Mar	5-Mar
1 Year	7.60	7.33	7.48	7.15
5 Year	7.77	7.73	7.60	7.23
10 Year	7.83	7.78	7.63	7.45

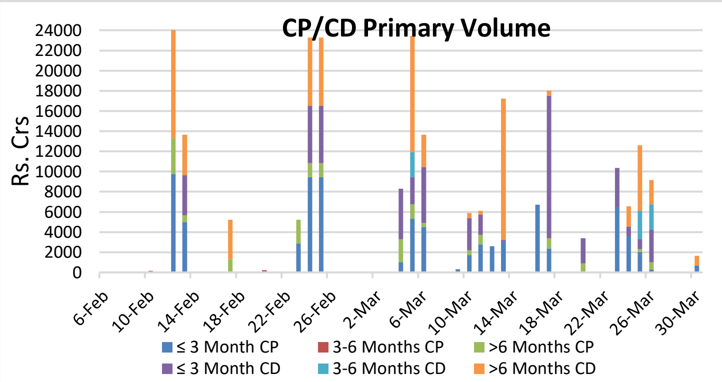
CD	6-Apr	2-Apr	30-Mar	5-Mar
3 Month	7.25	7.33	7.40	7.15
6 Month	7.33	7.33	7.30	7.15
1 Year	7.33	7.33	7.25	7.00

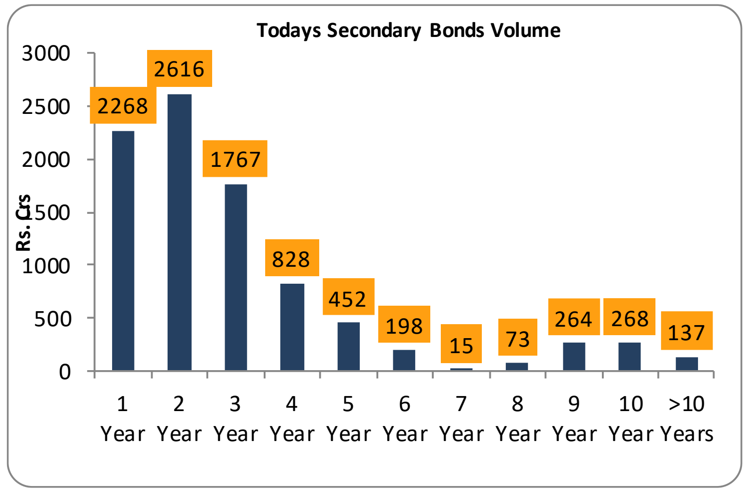
CP	6-Apr	2-Apr	30-Mar	5-Mar
3 Month	7.30	7.38	7.45	7.20
6 Month	7.38	7.38	7.35	7.20
1 Year	7.38	7.38	7.30	7.05

OIS Rate	6-Apr	2-Apr	30-Mar	5-Mar
1 Year	6.18	6.37	6.24	5.55
2 Year	6.40	6.57	6.48	5.69
3 Year	6.53	6.66	6.60	5.84
5 Year	6.70	6.87	6.80	6.10

	6-Apr	2-Apr	30-Mar	5-Mar
Sensex	74,107	73,320	71,948	80,016
Nifty	22,968	22,713	22,331	24,766
USD/INR	93.06	93.10	94.83	91.60
Gold (USD)	4,647	4,676	4,510	5,077
Oil (USD)	109.77	109.03	112.78	85.41

NDF	6-Apr	2-Apr	30-Mar	5-Mar
3 Month	95.10	95.25	95.98	92.53
1 Year	97.99	98.31	98.42	94.37
2 Year	100.96	100.98	100.14	97.22
3 Year	105.20	104.64	105.02	100.55





10 Year Benchmarks	6-Apr	2-Apr	30-Mar	5-Mar
India	7.05	7.13	7.04	6.64
US	4.34	4.31	4.34	4.15
South Korea	3.72	3.81	3.89	3.59
Brazil	13.97	14.06	14.26	13.79
Germany	3.00	3.00	3.04	2.85
China	1.82	1.82	1.81	1.80

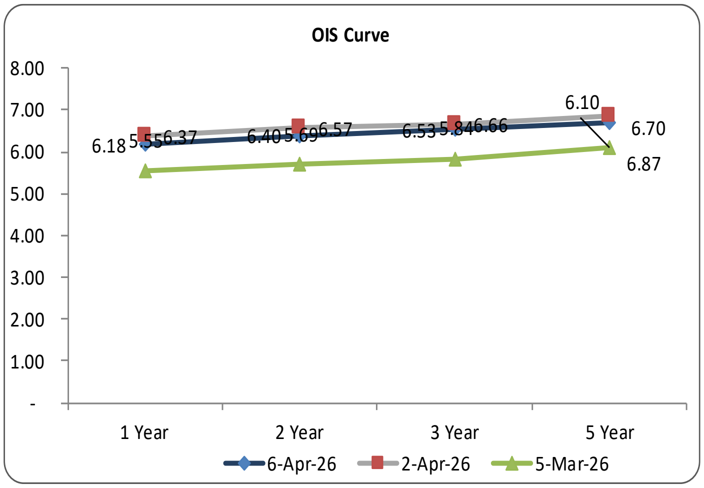
Top Traded Securities	Volume	6-Apr	2-Apr	30-Mar	5-Mar
6.75 2029	25	6.67	6.62	6.63	6.08
6.79 2034	245	7.07	7.15	7.05	6.67
6.33 2035	160	6.94	7.02	6.92	6.59
6.92 2039	0	7.32	7.19	7.19	6.96
7.09 2054	0	7.81	7.84	7.66	7.40
7.34 2064	95	7.78	7.87	7.73	7.46

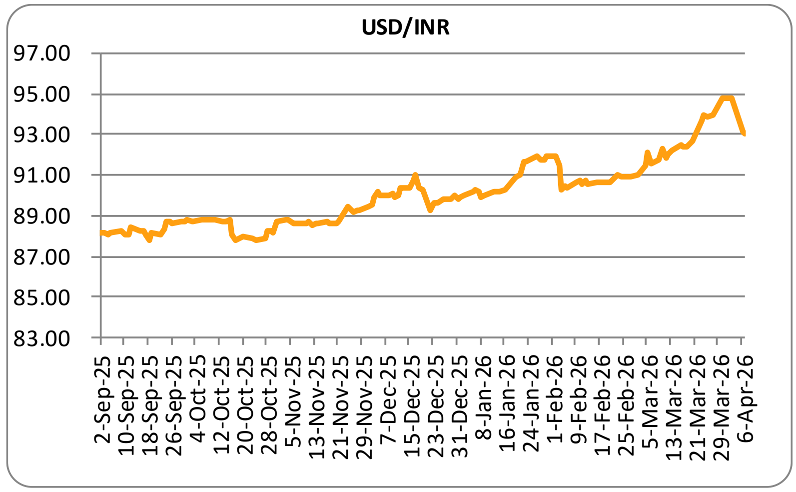
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
1-Apr-26	60	29	31.40	15,655	9,574	6,081.50	15,715	9,602	6,112.90

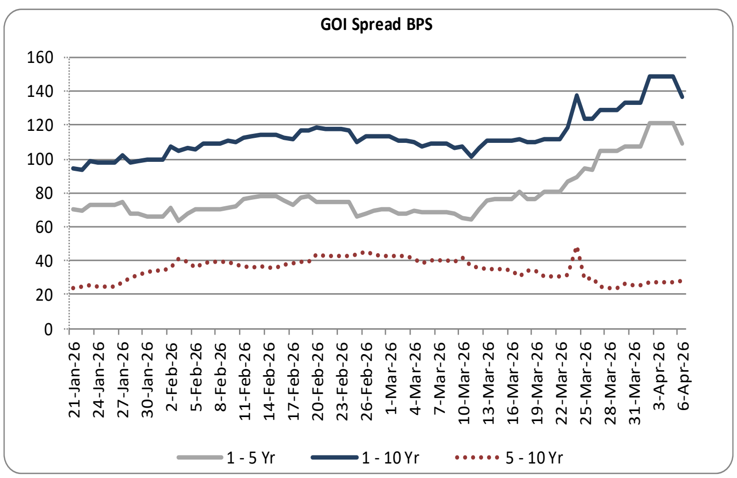
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
6-Apr-26	396	1249	(852.63)	11874	21344	(9,469.61)	12270	22592	(10,322.24)

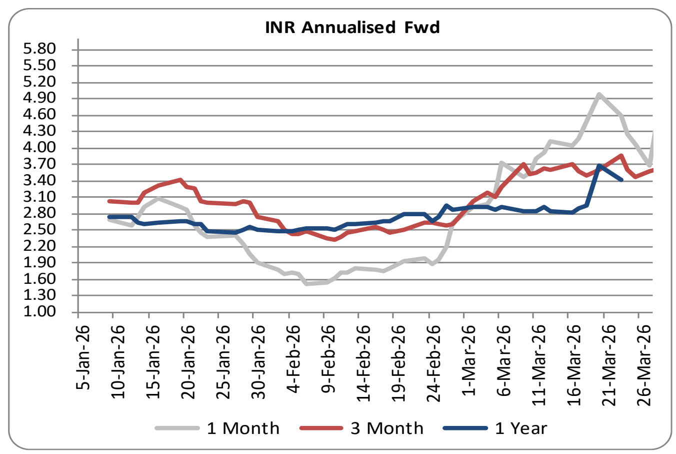
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Dec-25	7.80	8.40
CAD ($ Bn)	Dec-25	(13.20)	(14.10)
Trade Deficit ($ Bn)	Dec-25	(93.60)	(89.10)
WPI (%)	Feb-26	2.13	1.81
CPI (%)	Feb-26	3.21	2.73
IIP (%)	Feb-26	5.20	5.10
PMI Manufacturing	Mar-26	53.90	56.90
PMI Service	Mar-26	57.50	58.10

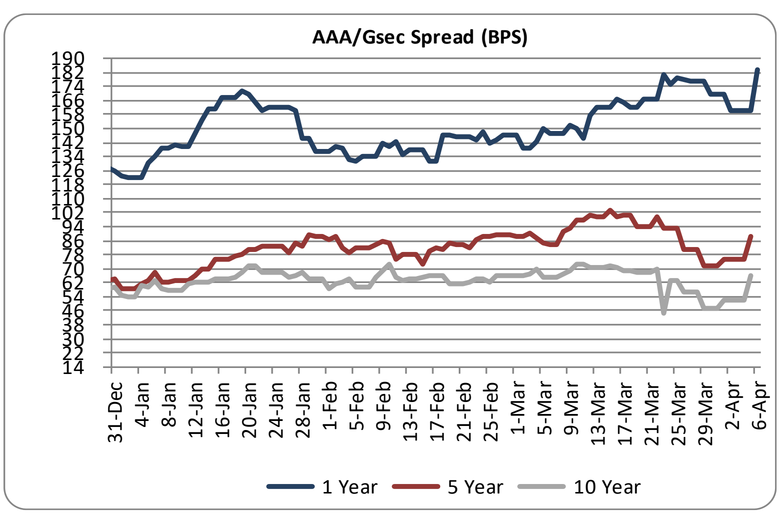
Economic Calender	Country	Date	Poll	Prior
Interest Rate Decision	INDIA	08-04-2026	5.25	5.25
Crude Oil Inventories	U.S.	08-04-2026		5.451M
FOMC Meeting Minutes	U.S.	08-04-2026		
Core PCE Price Index (MoM) (Feb)	U.S.	09-04-2026	0.4	0.4
Core PCE Price Index (YoY) (Feb)	U.S.	09-04-2026	3	3.1
GDP (QoQ) (Q4)	U.S.	09-04-2026		0.7
Initial Jobless Claims	U.S.	09-04-2026	210	202
FX Reserves, USD	INDIA	10-04-2026		

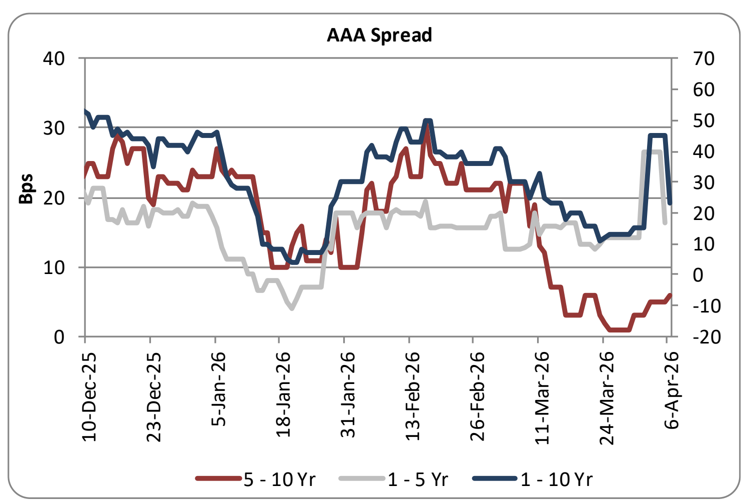

OIS Curve
1 Year
2 Year
3 Year
5 Year
6-Apr-26
2-Apr-26
5-Mar-26

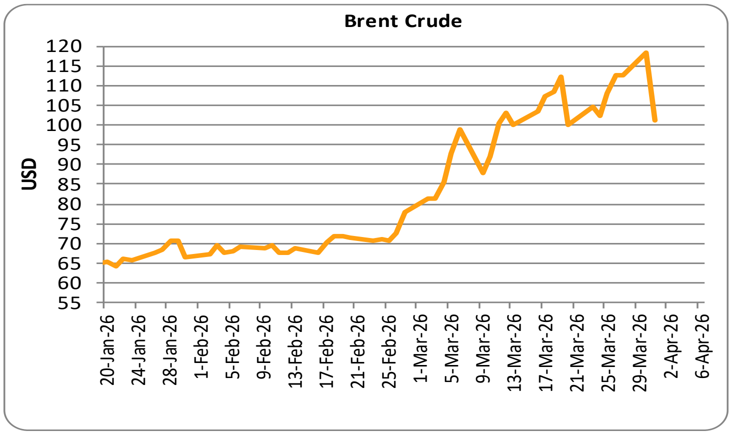

USD/INR

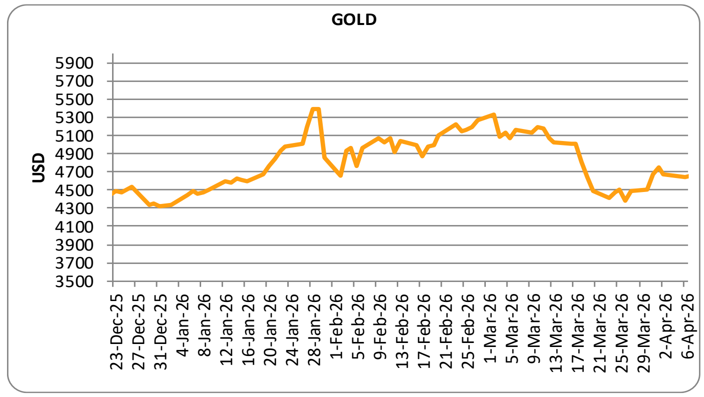

GOI Spread BPS
1 - 5 Yr
1 - 10 Yr
5 - 10 Yr


INR Annualised Fwd
1 Month
3 Month
1 Year


AAA/Gsec Spread (BPS)
1 Year
5 Year
10 Year


AAA Spread
Bps
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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

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