Bond Street

BONDWATCH

INDIA

Daily

10-04-2026

India's benchmark 6.48% 2035 bond yield fell 22 basis points this week to settle at 6.9119% on Friday, logging its biggest weekly decline since October 2019.

Bond yields eased sharply this week. The 10-year eased 9 bps at the start of the week (Monday) after a Middle East peace proposal and a lower than expected state borrowing calendar boosted sentiment. OIS rates also declined as traders unwound earlier rate-hike bets. G-secs traded flattish on Tuesday ahead of the MPC decision. Before the decision on Wednesday, U.S. President Donald Trump confirmed a two-week ceasefire with Iran, which pushed oil prices lower and further eased yields. The MPC kept the repo rate unchanged as expected, reduced rate hike fear led by emphasis of MPC on adequate liquidity, and lower core inflation calming markets. The 10-year G-sec dropped to 6.90% on policy day, its steepest fall in four years. On Friday, the VRRR announcement briefly lifted yields by 3–5 bps, but they settled back at 6.91 by close.

Oil prices are set for their biggest weekly drop since last June despite Friday's small gains. Brent rose 0.58% to $96.48 a barrel, while WTI added 0.66% to $98.52, amid renewed concerns over Saudi supplies and Hormuz flows.

Bond yields eased across the curve this week, with the 7.06% GS 2028 posting the sharpest fall of 41 bps, moving from 6.4940% to 6.0862%, while the 6.68% GS 2033 saw the smallest decline of just 7 bps, slipping from 6.9767% to 6.9100%. The 6.48% GS 2035 also softened, easing 22 bps from 7.1329% to 6.9119%

Market Observations.
G-sec

Gsec cut-off came In-Line with market expectations, where cut off for 6.48% GS 2035 came in at 96.67 (6.9655%). RBI received competitive bids for a total stipulated amount of 1,08,718crs vs the notified amount of 34,000crs.

Size switches was visible in 10-year maturity Gsec (6.48 2035 vs 7.41 2036) at 11bps, where 7.41 2036 traded higher. This switch was predominantly dealt between Foreign Banks to the combined tune of 800crs.

4-year maturity good state SDLs (JFM 2030) witnessed size buying demand by Primary Dealers, Pension Funds, PSU Banks and Mutual Funds at 7.18 centric levels, where Foreign Banks and Private Sector Banks acted as major sellers.

Corp Bond

Trading Activity was concentrated in medium term segment, followed by short term MMY. Indicative AAA PSU yields traded more or less flattish today with the 1Y at 7.30% (7.28 yesterday), 3Y at 7.45% vs (7.47), 5Y at 7.53%, and 10Y at 7.65% led by participation from mutual funds and banks.

CP/CD

CD levels eased today with the 3M CD at 6.05% vs 6.50 traded yesterday, 6M at 6.75 vs 6.95, 12M at 6.90% vs 7.05%, where mutual funds remain the major market participants.

GOI Yield	10-Apr	9-Apr	2-Apr	11-Mar
1 Year	5.60	5.59	5.65	5.62
5 Year	6.44	6.47	6.86	6.27
10 Year	6.91	6.96	7.13	6.64

AAA Bmk	10-Apr	9-Apr	2-Apr	11-Mar
1 Year	7.30	7.28	7.33	7.14
5 Year	7.53	7.53	7.73	7.34
10 Year	7.65	7.65	7.78	7.47

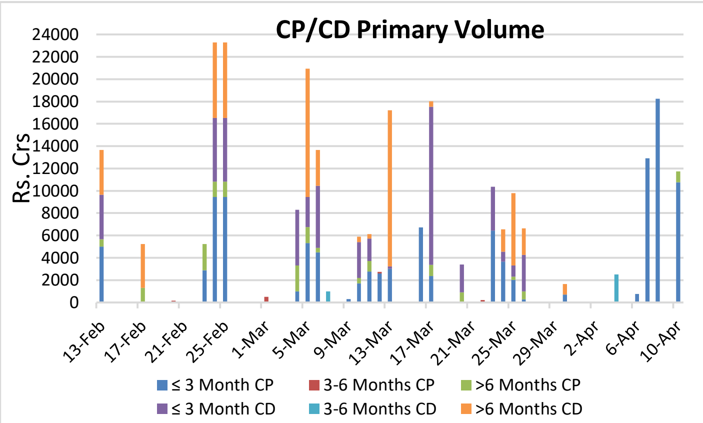
CD	10-Apr	9-Apr	2-Apr	11-Mar
3 Month	6.05	6.50	7.33	7.20
6 Month	6.75	6.95	7.33	7.20
1 Year	6.90	7.05	7.33	7.05

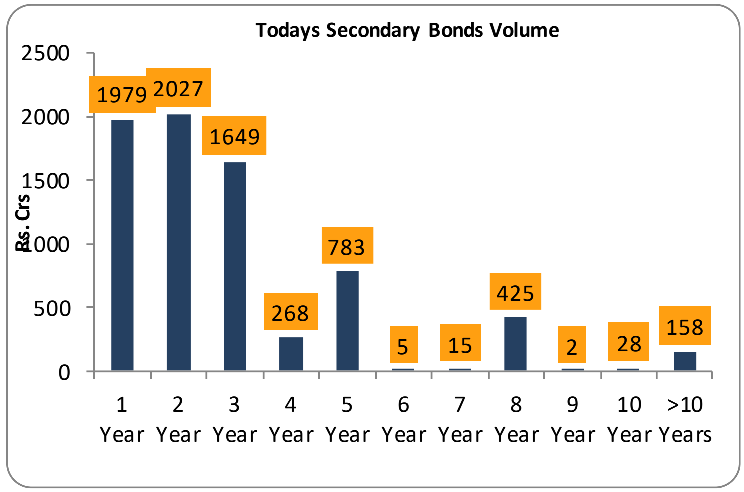
CP	10-Apr	9-Apr	2-Apr	11-Mar
3 Month	6.10	6.55	7.38	7.25
6 Month	6.80	7.00	7.38	7.25
1 Year	6.95	7.10	7.38	7.10

OIS Rate	10-Apr	9-Apr	2-Apr	11-Mar
1 Year	5.83	5.86	6.37	5.74
2 Year	6.00	6.06	6.57	5.93
3 Year	6.12	6.19	6.66	6.10
5 Year	6.31	6.39	6.87	6.35

	10-Apr	9-Apr	2-Apr	11-Mar
Sensex	77,550	76,632	73,320	76,864
Nifty	24,051	23,775	22,713	23,867
USD/INR	92.73	92.66	93.10	92.04
Gold (USD)	4,747	4,764	4,676	5,175
Oil (USD)	95.20	95.92	109.03	91.98

NDF	10-Apr	9-Apr	2-Apr	11-Mar
3 Month	94.68	94.30	95.25	93.12
1 Year	96.95	96.80	98.31	95.04
2 Year	101.02	100.47	100.98	97.66
3 Year	103.24	103.04	104.64	101.37





10 Year Benchmarks	10-Apr	9-Apr	2-Apr	11-Mar
India	6.91	6.96	7.13	6.64
US	4.32	4.29	4.31	4.21
South Korea	3.69	3.66	3.81	3.62
Brazil	13.72	13.79	14.06	13.79
Germany	3.05	3.01	3.00	2.93
China	1.82	1.82	1.82	1.84

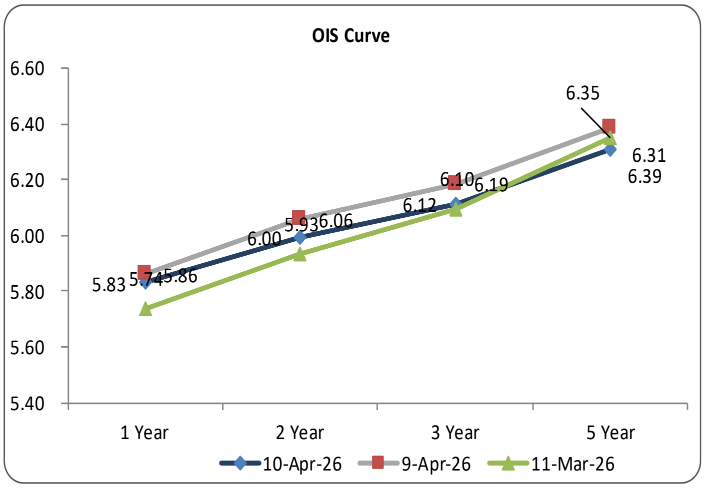
Top Traded Securities	Volume	10-Apr	9-Apr	2-Apr	11-Mar
6.75 2029	10	6.37	6.44	6.62	6.23
6.79 2034	0	6.93	6.98	7.15	6.68
6.33 2035	45	6.78	6.84	7.02	6.53
6.92 2039	0	#N/A	#N/A	7.19	7.00
7.09 2054	0	7.55	7.63	7.84	7.40
7.34 2064	0	7.60	7.69	7.87	7.47

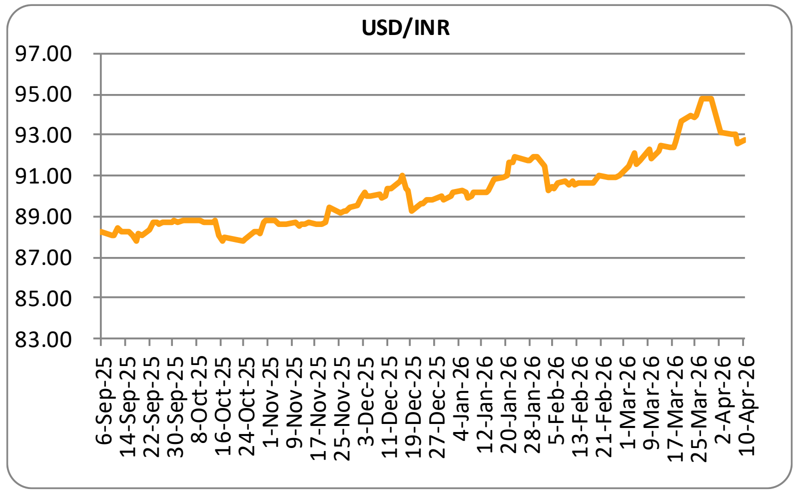
DEBT				EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
7-Apr-26	20,310	19,115	1,195.34	17,088	11,601	5,487.03	37,398	30,715	6,682.37

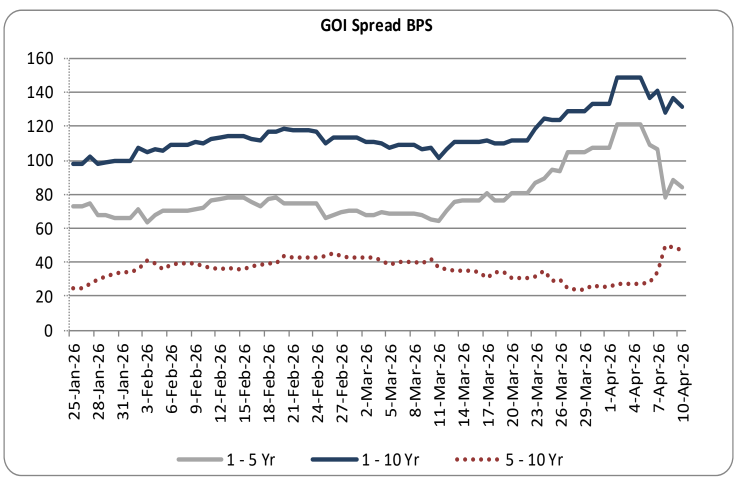
DEBT				EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
10-Apr-26	337	1286	(948.85)	16522	18586	(2,064.21)	16859	19872	(3,013.06)

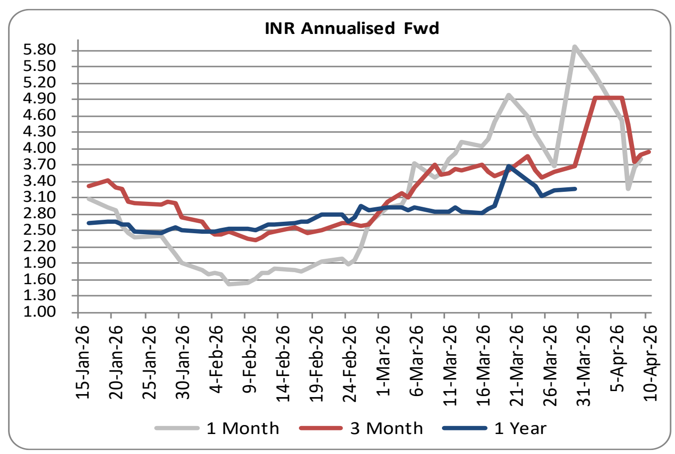
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Dec-25	7.80	8.40
CAD ($ Bn)	Dec-25	(13.20)	(14.10)
Trade Deficit ($ Bn)	Dec-25	(93.60)	(89.10)
WPI (%)	Feb-26	2.13	1.81
CPI (%)	Feb-26	3.21	2.73
IIP (%)	Feb-26	5.20	5.10
PMI Manufacturing	Mar-26	53.90	56.90
PMI Service	Mar-26	57.50	58.10

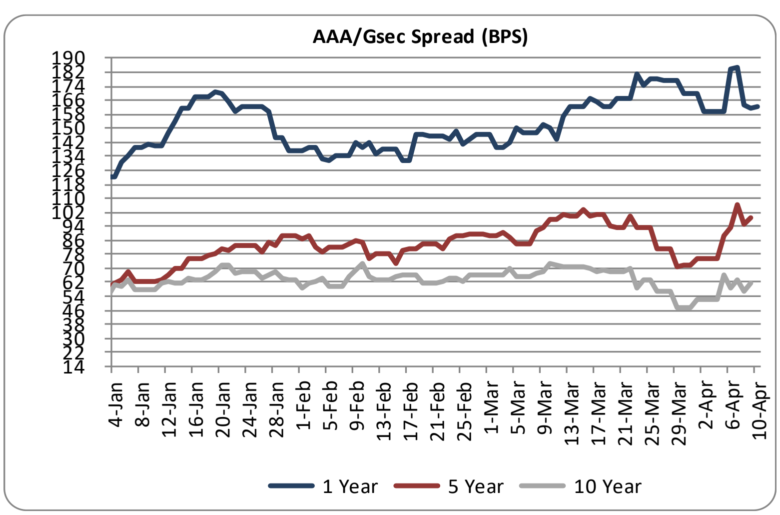
Economic Calender	Country	Date	Poll	Prior
CPI (MoM) (Mar)	U.S.	10-04-2026	1	0.3
Core CPI (MoM) (Mar)	U.S.	10-04-2026		0.2
CPI (YoY) (Mar)	U.S.	10-04-2026		

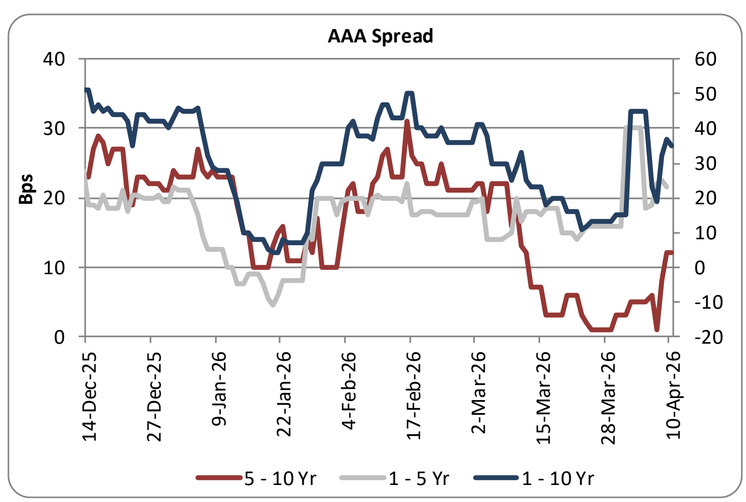

OIS Curve
6.60
6.40
6.20
6.00
5.80
5.60
5.40
6.35
6.31
6.39
6.10
6.19
6.12
6.00
5.93
6.06
5.83
5.74
5.86
1 Year
2 Year
3 Year
5 Year
10-Apr-26
9-Apr-26
11-Mar-26

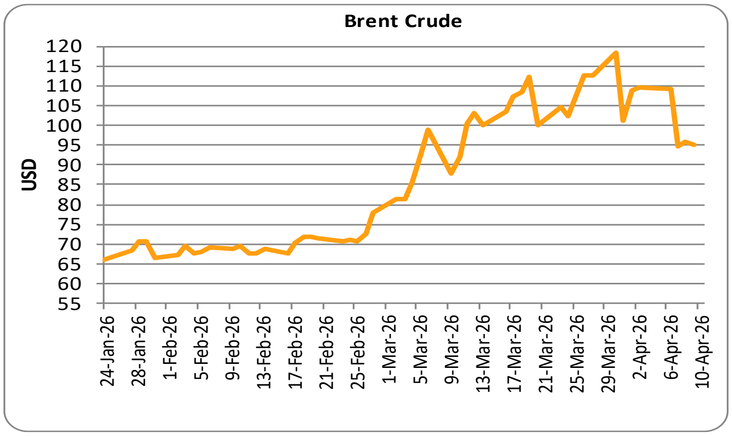

USD/INR
97.00
95.00
93.00
91.00
89.00
87.00
85.00
83.00
6-Sep-25
14-Sep-25
22-Sep-25
30-Sep-25
8-Oct-25
16-Oct-25
24-Oct-25
1-Nov-25
9-Nov-25
17-Nov-25
25-Nov-25
3-Dec-25
11-Dec-25
19-Dec-25
27-Dec-25
4-Jan-26
12-Jan-26
20-Jan-26
28-Jan-26
5-Feb-26
13-Feb-26
21-Feb-26
1-Mar-26
9-Mar-26
17-Mar-26
25-Mar-26
2-Apr-26
10-Apr-26

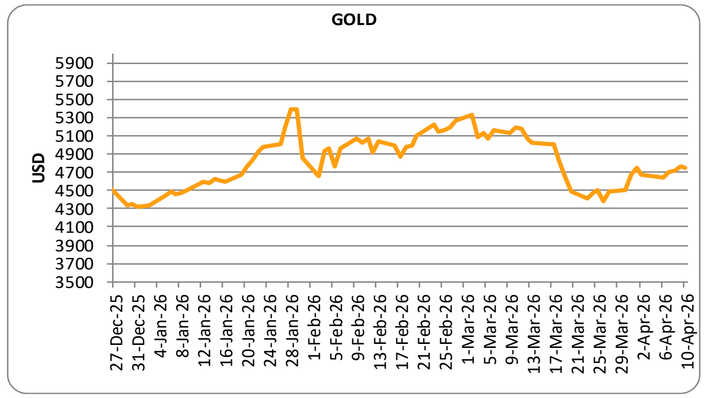

GOI Spread BPS
160
140
120
100
80
60
40
20
0
25-Jan-26
28-Jan-26
31-Jan-26
3-Feb-26
6-Feb-26
9-Feb-26
12-Feb-26
15-Feb-26
18-Feb-26
21-Feb-26
24-Feb-26
27-Feb-26
2-Mar-26
5-Mar-26
8-Mar-26
11-Mar-26
14-Mar-26
17-Mar-26
20-Mar-26
23-Mar-26
26-Mar-26
29-Mar-26
1-Apr-26
4-Apr-26
7-Apr-26
10-Apr-26
1 - 5 Yr
1 - 10 Yr
5 - 10 Yr


INR Annualised Fwd
5.80
5.50
5.20
4.90
4.60
4.30
4.00
3.70
3.40
3.10
2.80
2.50
2.20
1.90
1.60
1.30
1.00
15-Jan-26
20-Jan-26
25-Jan-26
30-Jan-26
4-Feb-26
9-Feb-26
14-Feb-26
19-Feb-26
24-Feb-26
1-Mar-26
6-Mar-26
11-Mar-26
16-Mar-26
21-Mar-26
26-Mar-26
31-Mar-26
5-Apr-26
10-Apr-26
1 Month
3 Month
1 Year


AAA/Gsec Spread (BPS)
190
182
174
166
158
150
142
134
126
118
110
102
94
86
78
70
62
54
46
38
30
22
14
4-Jan
8-Jan
12-Jan
16-Jan
20-Jan
24-Jan
28-Jan
1-Feb
5-Feb
9-Feb
13-Feb
17-Feb
21-Feb
25-Feb
1-Mar
5-Mar
9-Mar
13-Mar
17-Mar
21-Mar
25-Mar
29-Mar
2-Apr
6-Apr
10-Apr
1 Year
5 Year
10 Year


AAA Spread
Bps
40
30
20
10
0
60
50
40
30
20
10
0
-10
-20
14-Dec-25
27-Dec-25
9-Jan-26
22-Jan-26
4-Feb-26
17-Feb-26
2-Mar-26
15-Mar-26
28-Mar-26
10-Apr-26
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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

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