BONDWATCH

INDIA

Daily

11-05-2026

The benchmark 6.48% 2035 bond yield closed at 7.0317% on Monday from 6.9809% on Friday. The yield on the new 10-year 6.94% 2036 bond closed up 4.1 bps at 6.9814%.

Benchmark yield firmed on Monday after U.S. President Trump dismissed Iran's peace proposal, sending crude higher and stoking inflation concerns. The rupee saw its sharpest fall in over a month, sliding nearly 0.9% to 95.31 against the dollar in line with regional weakness, while OIS rates climbed amid Middle East tensions.

President Donald Trump's swift rejection of Iran's response to a U.S. peace proposal sent oil prices higher on Monday amid concerns the 10-week-old conflict will drag on, keeping shipping through the Strait of Hormuz paralyzed. Brent crude futures climbed $2.70 or 2.67% to $103.99 a barrel.

Over the weekend, PM Modi called for measures such as conserving fuel, fewer imports, and limiting travel, as surging energy costs strain India's foreign exchange reserves.

Markets await Tuesday's April CPI release, with economists polled by Reuters projecting a move nearer to the RBI's 4% target from 3.40% in March.

Market Observations.
G-sec

6-year maturity SDLs (2032) witnessed size buying demand by Pension Funds at 7.61 levels, where Mutual Funds and PSU Banks acted as major sellers.

1-year maturity Gsec (6.79 2027) witnessed buying demand by Foreign Banks at 5.90 levels, where Private Banks acted as major sellers.

Corp Bond

Trading was largely concentrated in the medium-term segment, followed by short-dated MMY. AAA-rated PSU indicative yields rose across the curve tracking rise in G-sec yields after Trumps swift rejection of Iran's response to a U.S. peace proposal sent oil prices higher on Monday — the 1Y traded at 7.40%, the 3Y at 7.63% the 5Y at 7.68%, and the 10Y at 7.73%.

CP/CD

CD yields rose across segments, with the 3-month rising to 6.65% from 6.55%, the 6-month flattish at 7.00%, and the 1-year at 7.50% from 7.45%. Trading volumes were concentrated in the 2M, 3M segment with banks and mutual funds being the major market participant.

GOI Yield	11-May	8-May	4-May	10-Apr
1 Year	5.67	5.65	5.63	5.60
5 Year	6.55	6.48	6.59	6.44
10 Year	7.03	6.98	7.02	6.91

AAA Bmk	11-May	8-May	4-May	10-Apr
1 Year	7.40	7.35	7.35	7.30
5 Year	7.68	7.62	7.75	7.53
10 Year	7.73	7.67	7.78	7.65

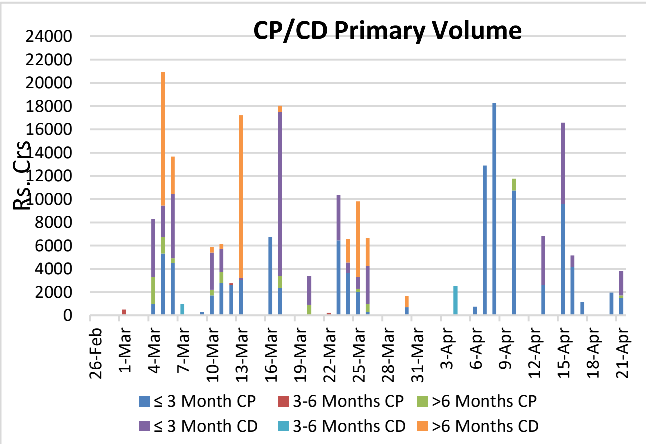
CD	11-May	8-May	4-May	10-Apr
3 Month	6.65	6.55	6.50	6.05
6 Month	7.00	7.00	6.95	6.75
1 Year	7.50	7.45	7.40	6.90

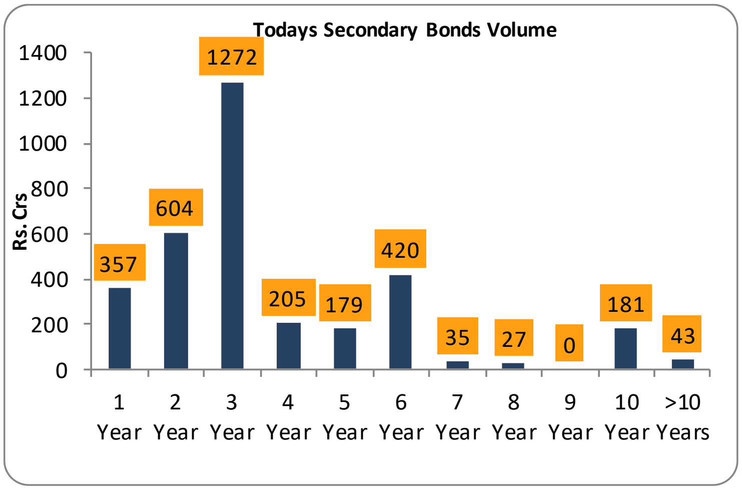
CP	11-May	8-May	4-May	10-Apr
3 Month	6.70	6.60	6.55	6.10
6 Month	7.05	7.05	7.00	6.80
1 Year	7.55	7.50	7.45	6.95

OIS Rate	11-May	8-May	4-May	10-Apr
1 Year	5.97	5.90	6.06	5.83
2 Year	6.23	6.13	6.30	6.00
3 Year	6.38	6.33	6.48	6.12
5 Year	6.64	6.56	6.67	6.31

	11-May	8-May	4-May	10-Apr
Sensex	76,399	77,328	77,269	77,550
Nifty	23,917	24,176	24,119	24,051
USD/INR	95.18	94.48	95.09	92.73
Gold (USD)	4,655	4,714	4,520	4,747
Oil (USD)	105.44	101.29	114.44	95.20

NDF	11-May	8-May	4-May	10-Apr
3 Month	96.21	95.35	96.61	94.68
1 Year	98.71	98.00	99.25	96.95
2 Year	102.06	101.03	102.61	101.02
3 Year	105.54	104.51	106.25	103.24





10 Year Benchmarks	11-May	8-May	4-May	10-A
India	7.03	6.98	7.02	6.9
US	4.40	4.36	4.45	4.3
South Korea	3.96	3.91	3.93	3.6
Brazil	13.89	13.89	14.08	13.7
Germany	3.01	3.00	3.08	3.0
China	1.76	1.77	1.75	1.8

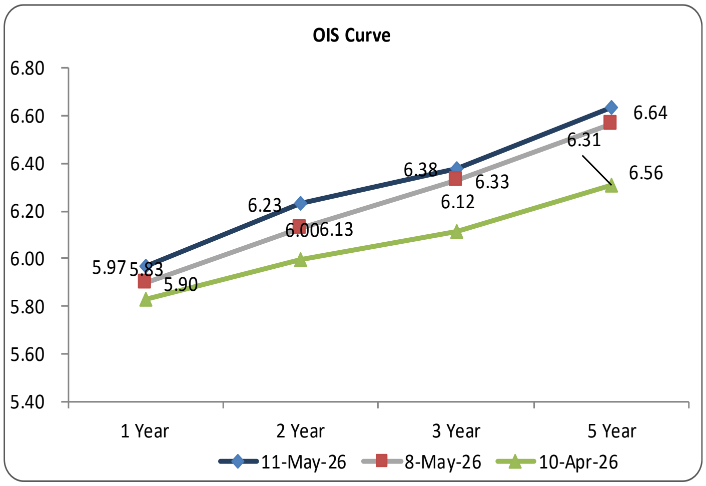
Top Traded Securities	Volume	11-May	8-May	4-May	10-Apr
6.75 2029	0	#N/A	6.44	6.46	6.37
6.79 2034	0	#N/A	6.96	7.04	6.93
6.33 2035	30	6.93	6.88	6.92	6.78
6.92 2039	0	7.22	7.15	7.18	7.32
7.09 2054	0	#N/A	7.50	7.56	7.55
7.34 2064	0	7.69	7.60	7.65	7.60

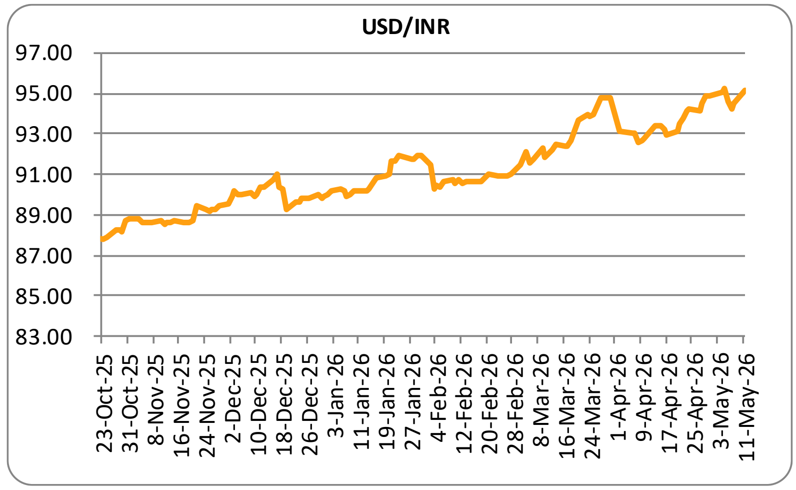
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investm
7-May-26	31,651	31,132	519.70	13,918	13,552	366.12	45,569	44,683	88

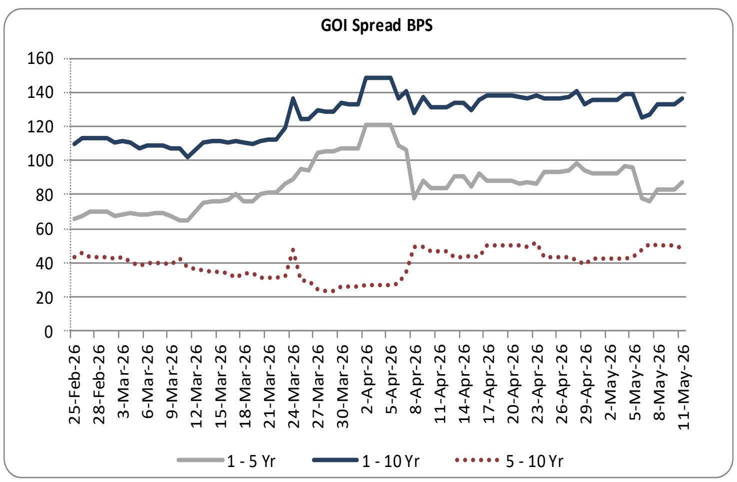
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investm
11-May-26	669	267	401.92	15413	16794	(1,381.03)	16082	17061	(97

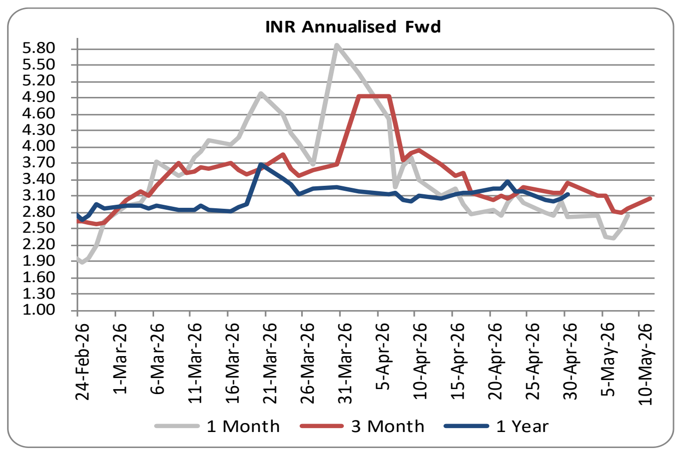
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Dec-25	7.80	8.40
CAD ($ Bn)	Dec-25	(13.20)	(14.10)
Trade Deficit ($ Bn)	Dec-25	(93.60)	(89.10)
WPI (%)	Mar-26	3.88	2.13
CPI (%)	Mar-26	3.40	3.21
IIP (%)	Mar-26	4.10	5.10
PMI Manufacturing	Apr-26	54.70	53.90
PMI Service	Apr-26	58.80	57.50

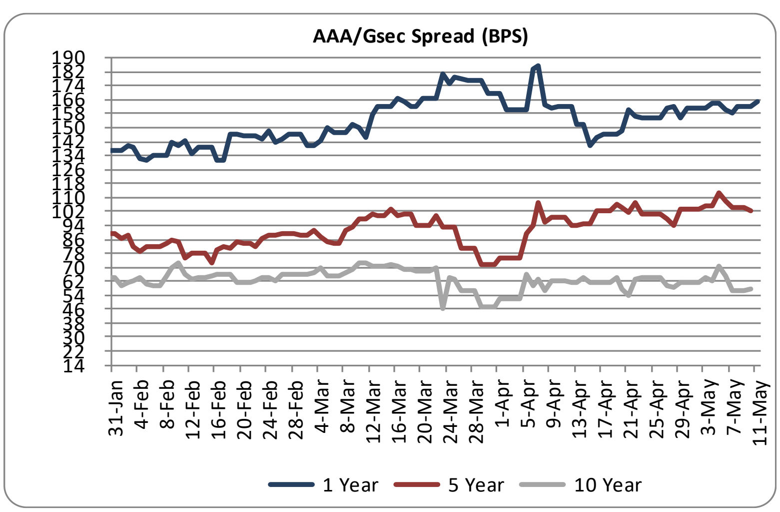
Economic Calender	Country	Date	Poll	Prior
Existing Home Sales (Apr)	U.S.	11-05-2026	4.05M	3.98M
CPI (YoY) (Apr)	INDIA	12-05-2026	3.8	3.4
CPI (MoM) (Apr)	U.S.	12-05-2026	0.6	0.9
CPI (YoY) (Apr)	U.S.	12-05-2026	3.7	3.3
Core CPI (MoM) (Apr)	U.S.	12-05-2026	0.3	0.2
PPI (MoM) (Apr)	U.S.	13-05-2026	0.5	0.5
Crude Oil Inventories	U.S.	14-05-2026		(2.313)M
GDP (YoY) (Q1)	U.K	14-05-2026		1

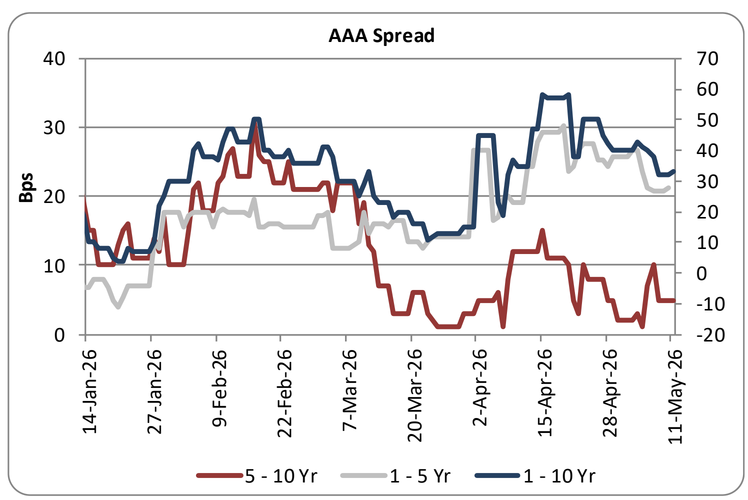

OIS Curve
6.64
6.31
6.56
6.38
6.33
6.23
6.12
6.006.13
5.975.83
5.90
1 Year
2 Year
3 Year
5 Year
11-May-26
8-May-26
10-Apr-26

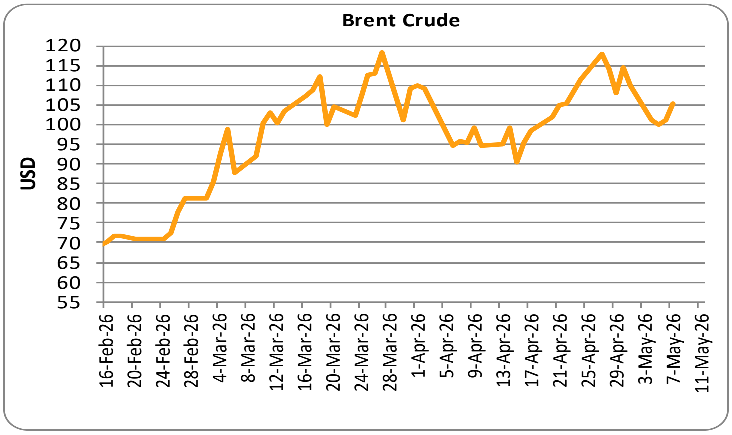

USD/INR

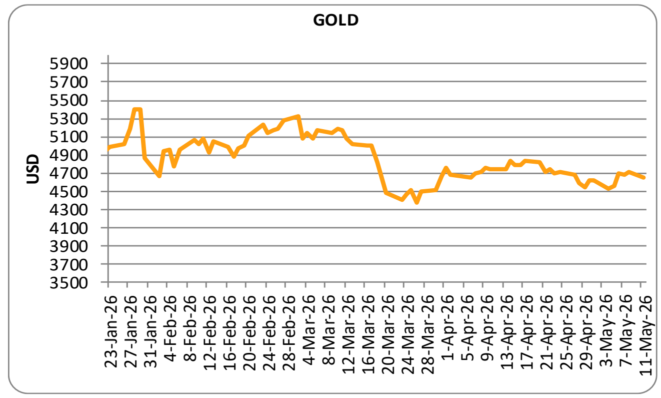

GOI Spread BPS
1 - 5 Yr
1 - 10 Yr
5 - 10 Yr


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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