Bond Street

BONDWATCH

INDIA

Daily

17-08-2026

The benchmark 6.94 2036 bond yield closed at 6.8071% vs 6.7578% in the previous session.

The benchmark 10Y yield rose on Monday after RBI ends FX swap window early by a month. OIS rates surged in line, with the 1Y OIS rising by 5.75 bps to 5.7875%, 5Y rose 9.25bps to 6.34%. Rupee fell 0.2% at 95.6025 led by higher oil and weak sentiment on early closure of FX swap window.

The RBI said on Friday it will close the forex swap facility a month earlier than planned, following robust inflows of more than $52 billion.

Bond yields climbed across the curve on Monday, with the 5Y rising the most (+8bps) and the 1Y the least (+2bps), the 10Y also firmed +5bps, alongside gains of +3–5bps across other maturities.

Oil prices also inched up on Monday on stalled resolution to the Middle east conflict with the Brent at $88.86, and WTI at $82.44

Market Observations

G-sec

Size switches was reported in 7-year vs 8-year maturity Green Bond (SGRB 2033 vs SGRB 2034) at 12bps. This switch was predominantly dealt between Insurance Companies and PSU Banks to the combined tune of 1,000crs.

Size trading activity was visible in 5 year & 6-year maturity Gsec (6.10 2031 / 6.54 2032) at 6.42 and 6.50 centric levels. Here, Foreign Banks acted as both sellers and buyers.

Corp Bond

AAA rated PSU bond yields traded 3-4 bps higher across the curve, with benchmark indicative levels at 7.36% for the 1-year, 7.43% for the 5-year and 7.54% for the 10 year. Trading activity was concentrated in the Medium-term segment, followed by the short MMY segment.

CP/CD

RBI absorbs surplus with 10th VRRR in Aug as liquidity hits ₹3.99 trn, WACR remained steady at 5.20% near repo 5.25%.CD rates remained flattish in the 3M segment while rose in the 6M and 12M segment, with the 3M (Nov maturity) at 6.35%, 6M (Feb maturity) at 6.73% and 1Y (Aug maturity) at 7.12%. Trading was concentrated in JFM and 2–3M segments, led by banks and mutual funds.

GOI Yield	17-Aug	14-Aug	10-Aug	17-Jul
1 Year	5.70	5.70	5.67	5.61
5 Year	6.44	6.36	6.36	6.46
10 Year	6.81	6.76	6.76	6.78

AAA Bmk	17-Aug	14-Aug	10-Aug	17-Jul
1 Year	7.36	7.35	7.29	7.45
5 Year	7.43	7.38	7.34	7.37
10 Year	7.54	7.50	7.50	7.45

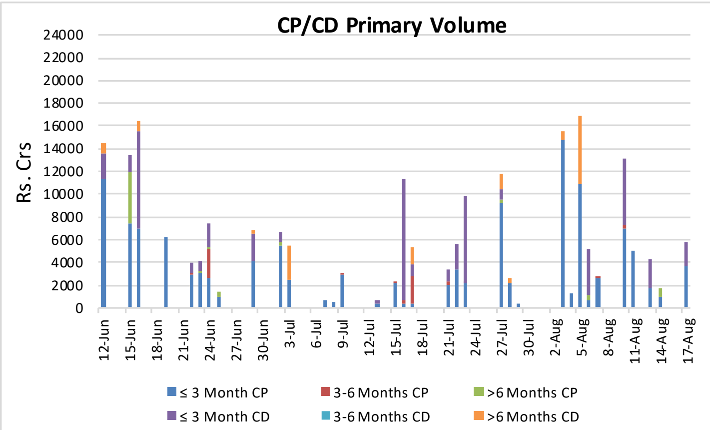
CD	17-Aug	14-Aug	10-Aug	17-Jul
3 Month	6.35	6.40	6.40	6.75
6 Month	6.73	6.65	6.70	6.95
1 Year	7.12	7.08	7.10	7.10

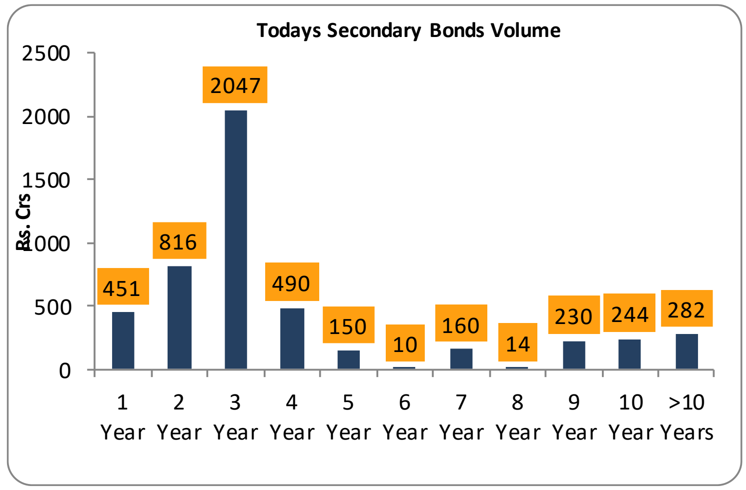
CP	17-Aug	14-Aug	10-Aug	17-Jul
3 Month	6.40	6.45	6.45	6.80
6 Month	6.78	6.70	6.75	7.00
1 Year	7.17	7.13	7.15	7.15

OIS Rate	17-Aug	14-Aug	10-Aug	17-Jul
1 Year	5.79	5.73	5.78	5.93
2 Year	6.00	5.92	5.95	6.09
3 Year	6.14	6.05	6.06	6.20
5 Year	6.34	6.25	6.26	6.38

	17-Aug	14-Aug	10-Aug	17-Jul
Sensex	77,728	78,009	78,542	78,151
Nifty	24,288	24,366	24,584	24,334
USD/INR	95.60	95.43	95.30	96.28
Gold (USD)	4,397	4,376	4,389	4,017
Oil (USD)	89.32	88.52	87.72	88.10

NDF	17-Aug	14-Aug	10-Aug	17-Jul
3 Month	96.41	96.30	96.04	97.37
1 Year	98.68	98.46	98.22	99.59
2 Year	101.55	101.35	100.99	102.39
3 Year	104.87	104.44	104.19	105.75





10 Year Benchmarks	17-Aug	14-Aug	10-Aug	17-Jul
India	6.81	6.76	6.77	6.78
US	4.69	4.70	4.70	4.54
South Korea	4.30	4.30	4.24	4.29
Brazil	14.91	14.91	14.64	14.69
Germany	3.20	3.20	3.18	3.12
China	1.68	1.69	1.70	1.73

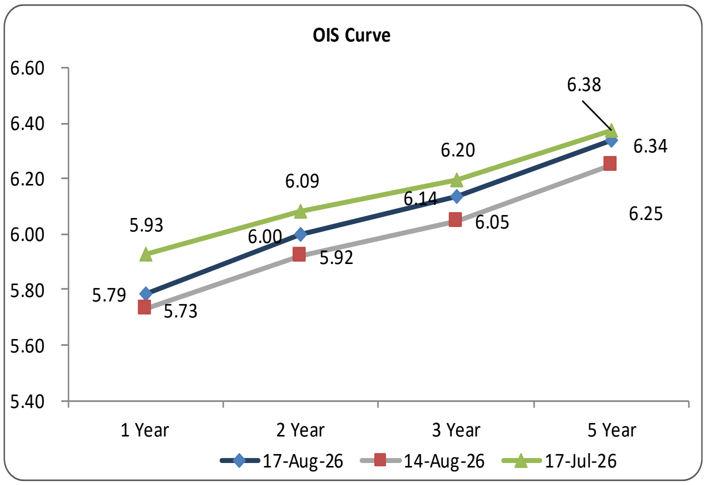
Top Traded Securities	Volume	17-Aug	14-Aug	10-Aug	17-Jul
6.75 2029	0	6.41	6.33	6.33	6.32
6.79 2034	25	6.76	6.69	6.73	6.79
6.33 2035	100	6.78	6.70	6.72	6.73
6.92 2039	0	6.92	6.88	6.93	7.00
7.09 2054	0	#N/A	7.36	7.41	7.41
7.34 2064	0	7.52	7.47	7.52	7.53

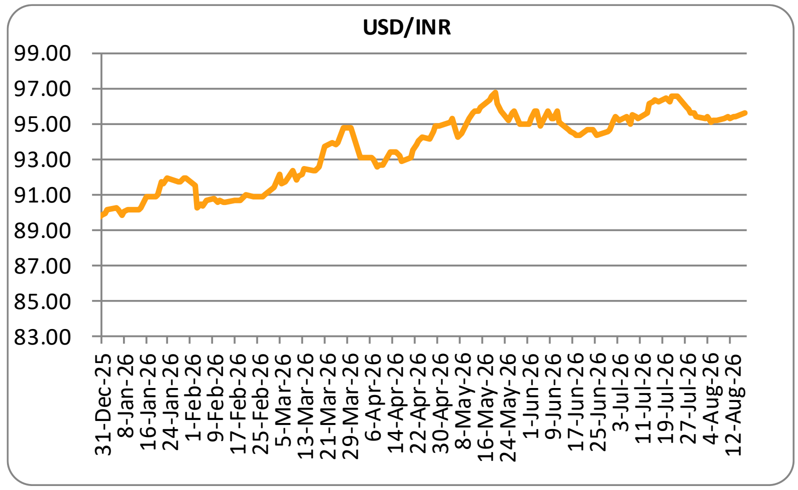
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
13-Aug-26	21,341	15,388	5,953.68	13,498	8,926	4,571.83	34,840	24,314	10,525.51

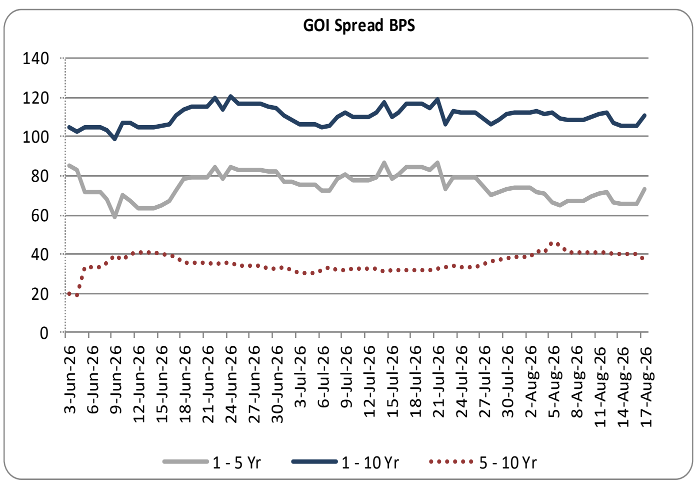
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
17-Aug-26	552	1279	(727.55)	17039	12927	4,111.99	17591	14206	3,384.44

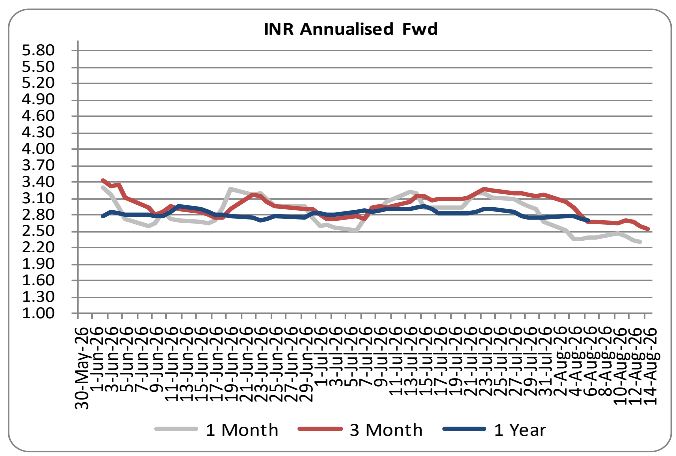
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Jun-26	(3.10)	7.10
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	Jul-26	9.78	9.87
CPI (%)	Jul-26	4.45	4.38
IIP (%)	Jun-26	7.30	5.00
PMI Manufacturing	Jul-26	53.50	54.20
PMI Service	Jul-26	53.30	57.40

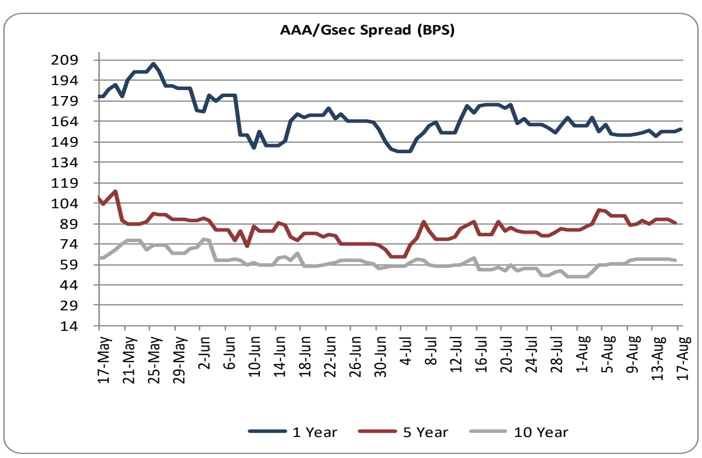
Economic Calender	Country	Date	Poll	Prior
GDP (QoQ) (Q2) P	JPY	17-08-2026		0.5
CPI (YoY) (Jul)	GBP	19-08-2026		2.6
CPI (YoY) (Jul)	EUR	19-08-2026		2.8
Crude Oil Inventories	USD	19-08-2026		17.423M
FOMC Meeting Minutes	USD	19-08-2026		0
Philadelphia Fed Manufacturing Index (Aug)	USD	20-08-2026		41.4
Initial Jobless Claims	USD	20-08-2026		209K
S&P Global Services PMI (Aug) P	INR	21-08-2026		53.3

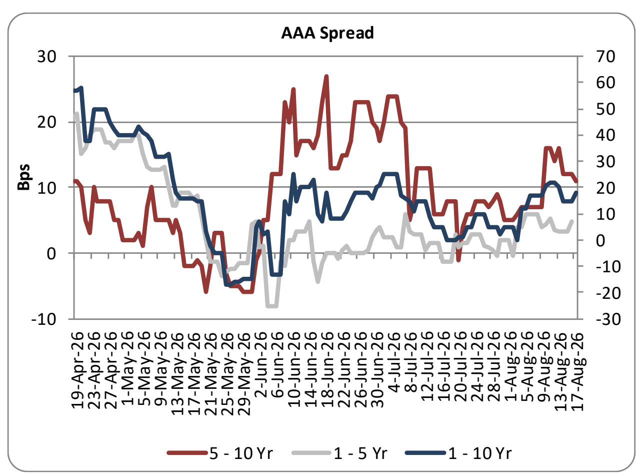

OIS Curve
6.60
6.40
6.20
6.00
5.80
5.60
5.40
6.38
6.34
6.20
6.09
6.14
5.93
6.00
6.05
6.25
5.92
5.79
5.73
1 Year
2 Year
3 Year
5 Year
17-Aug-26
14-Aug-26
17-Jul-26

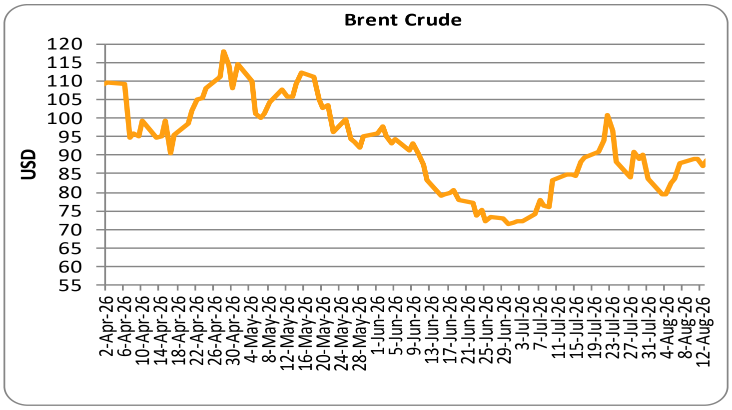

USD/INR
99.00
97.00
95.00
93.00
91.00
89.00
87.00
85.00
83.00

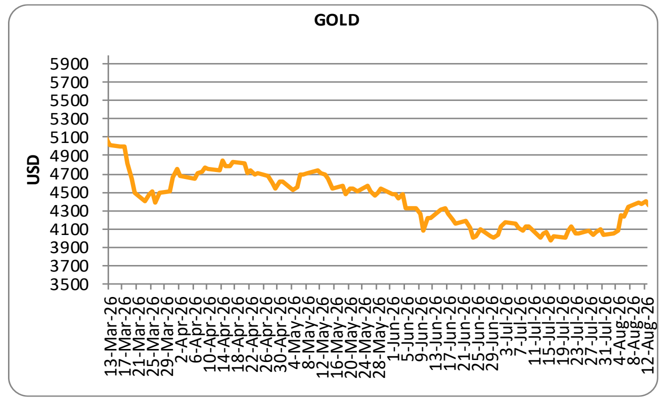

GOI Spread BPS
140
120
100
80
60
40
20
0
1 - 5 Yr
1 - 10 Yr
5 - 10 Yr


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
1 Month
3 Month
1 Year


AAA/Gsec Spread (BPS)
209
194
179
164
149
134
119
104
89
74
59
44
29
14
1 Year
5 Year
10 Year


AAA Spread
30
20
10
0
-10
Bps
70
60
50
40
30
20
10
0
-10
-20
-30
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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

LKP SECURITIES LTD., 203, Embassy Centre, Nariman Point, Mumbai- 400021

For any queries contact - LKP Securities Ltd. Ph: 022-62501149 Fax: (91-22) 2284 2415 E Mail: fixedincomeresearch@lkpsec.com

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