Bond Street

BONDWATCH

INDIA

Daily

08-07-2026

The benchmark 6.94 2036 bond yield closed at 6.7636% on Wednesday from 6.6958% on Tuesday.

Indian 10-year benchmark bond yield was up 6.8 bps, its sharpest rise since April 2 tracking jump in oil price. Rupee fell 0.6% to 95.56/$, OIS rates rose with the 5Y rising 9 bps at 6.21% tracking higher oil prices.

U.S. President Donald Trump said an interim agreement to end the war with Iran was "over" on Wednesday after Tehran carried out new attacks on U.S. bases in the Gulf. Oil surged past $78 reigniting Middle East supply fears and driving crude to a two-week high.

Globally, Euro zone yields jumped after Trump said the Iran deal was “over,” with oil up 6% driving ECB hike bets, Germany’s 10-yr hit 3.07% (+8 bps), Italy/France +12 bps. JGB yields hit 30-year highs on inflation and fiscal strain, with 10-yr at 2.87%. US Treasury yields climbed to four-week highs on Hormuz tensions and heavy supply, with 10-yr at 4.54% (+5.6 bps).

Market Observations.

G-sec

T-Bill cut off came In-Line with market expectations, where cut-off for 3m came in at 5.2970%, 6m at 5.4851% and 1yr at 5.6595%. Post cut-off, buying demand was visible in 3m, 6m and 10m maturity tbill (Oct 2026 / Jan 2027 / May 2027) at 5.29, 5.47 and 5.63 centric levels, where Mutual Funds, Insurance Companies, Foreign Banks acted as buyers and Private Banks, PSU Banks, Primary Dealers as sellers.

Size switches was reported in 30-year vs 50-year maturity Gsec (6.99 2051 vs 7.43 2076) at 14.50bps. This switch was predominantly dealt between Foreign Banks and Insurance Companies to the combined tune of 500crs.

50-year maturity Gsec (7.43 2076) witnessed outright size buying interest by Insurance Companies and Pension Funds at 7.48 levels, to the tune of around 700crs.

Corp Bond

Corporate bond yields rose by almost 7-8 bps across the curve tracking rise in G-sec yields after Trump said the Iran deal was “over,” with oil up 6%, with benchmark indicative levels at 7.35% for the 1 year, 7.45% for the 5 year and 7.50% for the 10 year. Trading activity was largely concentrated in the medium-term segment, followed by the short term MMY segment.

CP/CD

CD rates rose by close to 7-8 bps across segments with the 3M CD (Oct Maturity) at 6.65%, 6M (Jan Maturity) at 7.05% and 1Y (Jul 27 Mat) at 7.20%. Activity was concentrated in JFM segment, led by banks and mutual funds.

GOI Yield	8-Jul	7-Jul	30-Jun	8-Jun
1 Year	5.66	5.64	5.60	5.92
5 Year	6.44	6.36	6.42	6.60
10 Year	6.76	6.70	6.75	6.95

AAA Bmk	8-Jul	7-Jul	30-Jun	8-Jun
1 Year	7.35	7.28	7.26	7.55
5 Year	7.45	7.25	7.27	7.47
10 Year	7.50	7.44	7.46	7.70

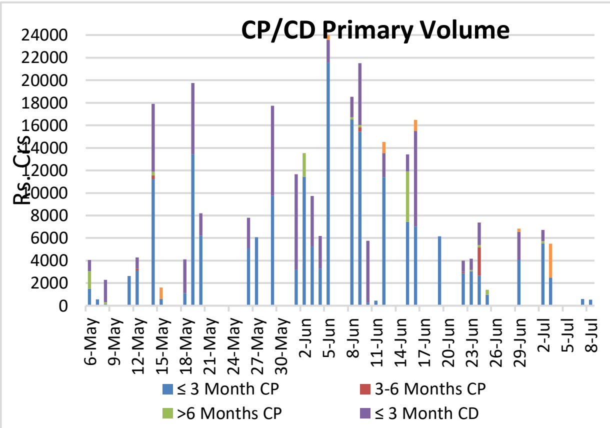
CD	8-Jul	7-Jul	30-Jun	8-Jun
3 Month	6.65	6.50	6.50	7.05
6 Month	7.05	6.85	6.70	7.45
1 Year	7.20	7.10	7.20	7.70

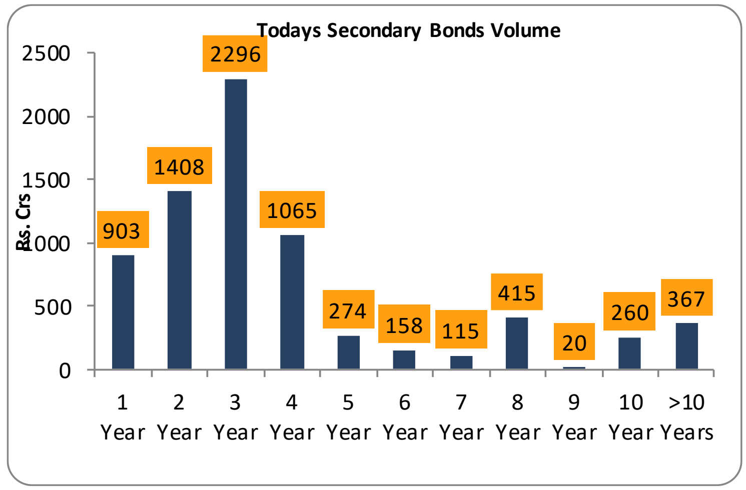
CP	8-Jul	7-Jul	30-Jun	8-Jun
3 Month	6.70	6.55	6.55	7.10
6 Month	7.10	6.90	6.75	7.50
1 Year	7.25	7.15	7.25	7.75

OIS Rate	8-Jul	7-Jul	30-Jun	8-Jun
1 Year	5.80	5.73	5.76	6.05
2 Year	5.96	5.87	5.91	6.24
3 Year	6.06	5.97	6.01	6.36
5 Year	6.21	6.12	6.18	6.54

	8-Jul	7-Jul	30-Jun	8-Jun
Sensex	76,504	78,181	76,479	73,524
Nifty	23,882	24,399	23,866	23,123
USD/INR	95.56	94.97	94.66	95.71
Gold (USD)	4,076	4,106	4,007	4,329
Oil (USD)	78.02	74.16	72.92	94.25

NDF	8-Jul	7-Jul	30-Jun	8-Jun
3 Month	96.43	95.92	95.33	96.58
1 Year	98.53	97.95	97.35	98.90
2 Year	100.98	100.37	100.08	101.72
3 Year	104.48	103.87	103.53	105.20





10 Year Benchmarks	8-Jul	7-Jul	30-Jun	8-Jun
India	6.76	6.70	6.75	6.96
US	4.57	4.53	4.42	4.55
South Korea	4.25	4.21	4.10	4.35
Brazil	14.55	14.45	14.33	14.76
Germany	3.09	2.99	2.86	3.06
China	1.73	1.73	1.74	1.73

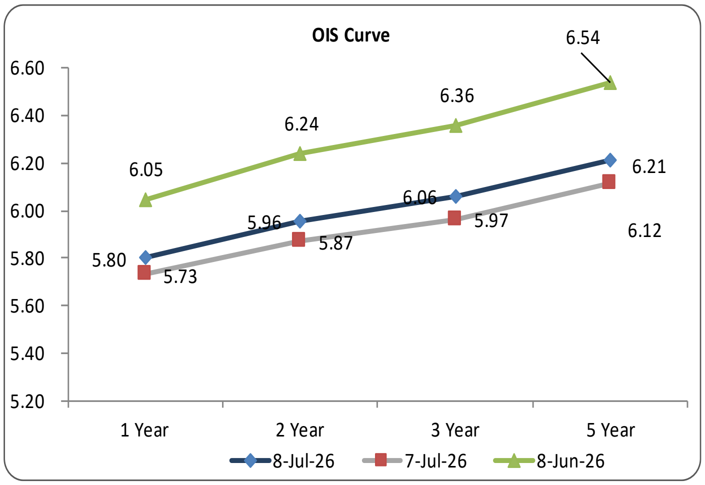
Top Traded Securities	Volume	8-Jul	7-Jul	30-Jun	8-Jun
6.75 2029	0	6.37	6.30	6.31	6.41
6.79 2034	0	6.73	6.70	6.73	6.97
6.33 2035	10	6.75	6.71	6.73	6.86
6.92 2039	5	6.92	6.95	6.91	7.20
7.09 2054	0	7.35	7.32	7.29	7.61
7.34 2064	0	7.49	7.45	7.43	7.66

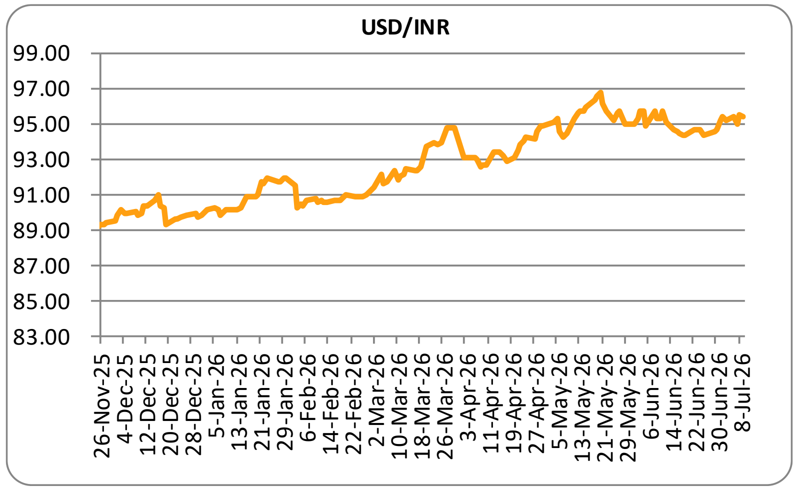
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
6-Jul-26	16,115	26,481	(10,366.58)	16,016	12,627	3,388.81	32,131	39,108	(6,977.77)

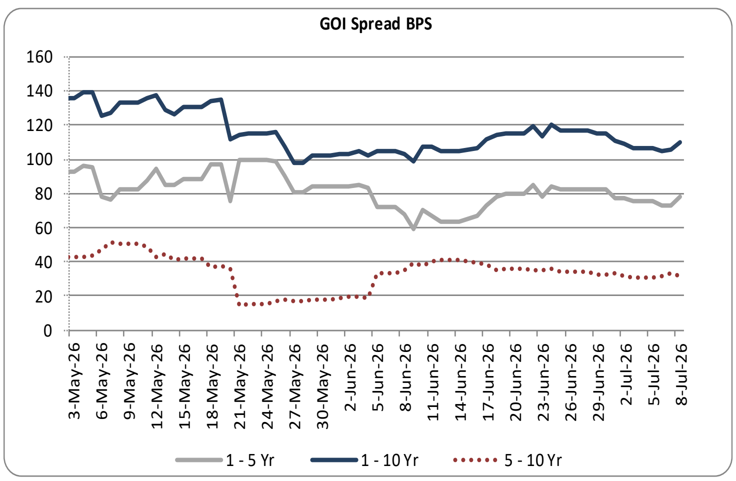
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
8-Jul-26	927	361	566.37	20247	18676	1,570.71	21174	19037	2,137.08

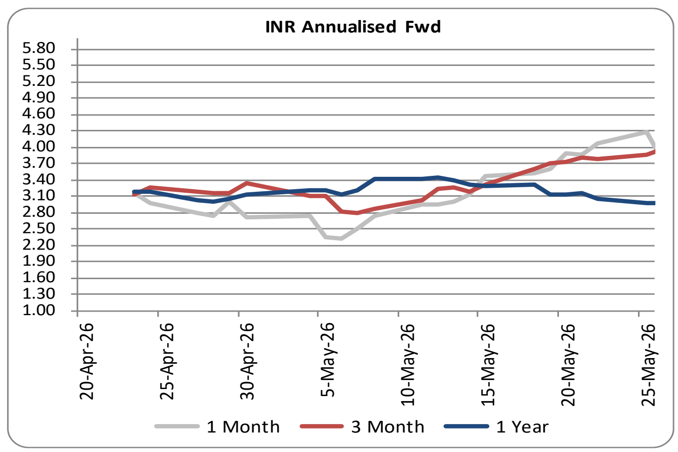
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Mar-26	7.10	(15.50)
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	May-26	9.68	8.26
CPI (%)	May-26	3.93	3.48
IIP (%)	May-26	5.10	4.90
PMI Manufacturing	Jun-26	54.20	55.00
PMI Service	Jun-26	57.40	59.80

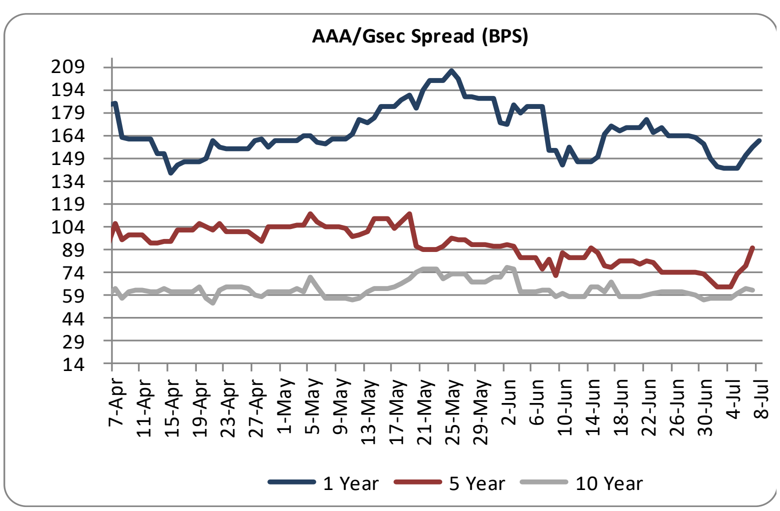
Economic Calender	Country	Date	Poll	Prior
Crude Oil Inventories	U.S.	08-07-2026		(3.775)M
FOMC Meeting Minutes	U.S.	08-07-2026		
Initial Jobless Claims	U.S.	09-07-2026		215K
Existing Home Sales (Jun)	U.S.	09-07-2026		4.17M
FX Reserves, USD	INDIA	10-07-2026		

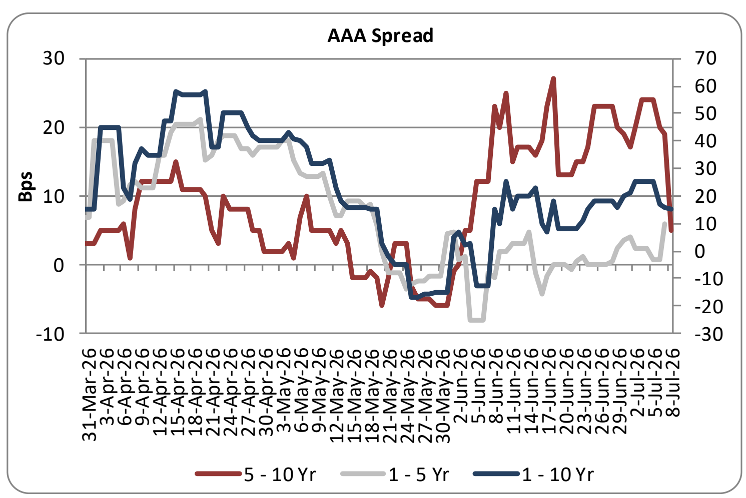

OIS Curve
6.54
6.36
6.24
6.05
6.21
6.06
5.96
5.97
5.87
5.80
5.73
6.12
1 Year
2 Year
3 Year
5 Year
8-Jul-26
7-Jul-26
8-Jun-26

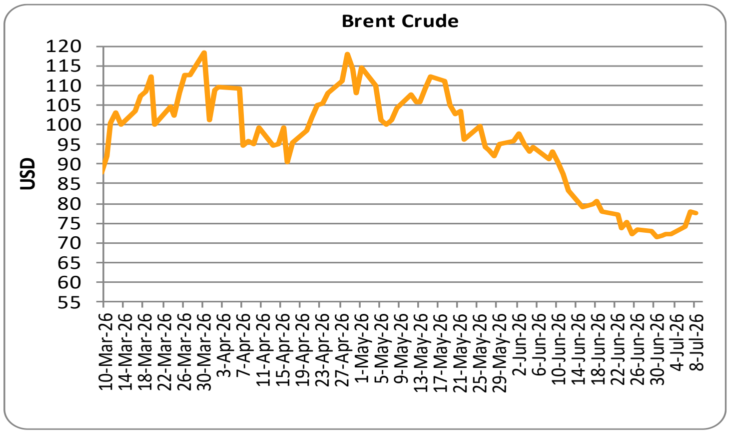

USD/INR
99.00
97.00
95.00
93.00
91.00
89.00
87.00
85.00
83.00

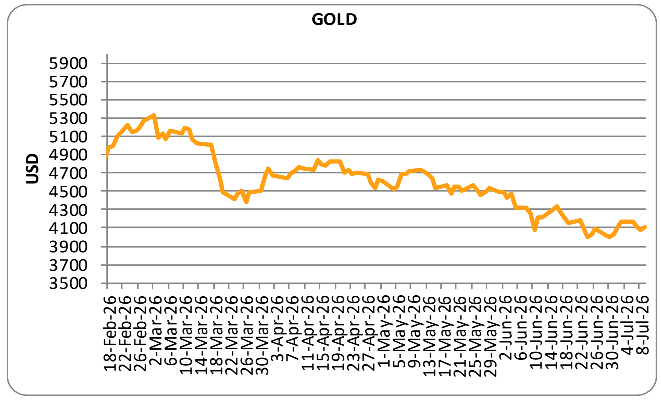

GOI Spread BPS
1 - 5 Yr
1 - 10 Yr
5 - 10 Yr


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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