Bond Street

BONDWATCH

INDIA

Daily

09-07-2026

The benchmark 6.94 2036 bond yield closed at 6.7517% on Thursday from 6.7636% on Wednesday.

Indian 10-year benchmark bond yield eased by 1bps led by buying by investors after yesterday's rise in yields, it rose close to 7bps on Wednesday, its sharpest rise since April 2 tracking jump in oil price. Rupee rose 0.2% to 95.39/$ after RBI intervention and slight ease in oil prices today, OIS rates were more or less flattish with the 5Y OIS at 6.2075%.

Iran says it targeted US sites in Kuwait, Qatar and Bahrain while Brent slightly slipped to $77.86 (-0.21%) and WTI to $73.37 (-0.20%) as markets weighed US strikes on Iran and Hormuz risks.

Globally, Bund 10-yr eased 1bp to 3.07%, Italy 10-yr 2bp lower at 3.89%, still near seven-week highs on U.S. Iran tensions. Japan's 10-yr JGB hit 2.90% (+3.5bps), on inflation and fiscal concerns. US yields hit multi-week highs on Wednesday with 10yr at 4.57% (+3.8bps), as oil spiked after Trump said the Iran deal was "over."

Market Observations.
G-sec

1-month maturity T-bill (27 Aug) was actively traded at 5.22 levels to the combined tune of 1,200crs, where Mutual Funds acted as buyers and Private Banks as sellers.

5-year maturity Gsec switch (6.36 2031 vs 7.02 2031) was dealt at 3.96bps, where 7.02 2031 traded higher. This switch was dealt between Foreign Banks and PSU Banks to the tune of 400crs.

8-year maturity Gsec (6.79 2034) was actively traded at 6.73 levels, where Foreign Banks acted as buyers and Mutual Funds as sellers.

Corp Bond

Corporate bond yields remained flattish in early session however eased during second half of the trading session tracking slight ease in G-sec with benchmark indicative levels at 7.34% for the 1 year, 7.37% for the 5 year and 7.45% for the 10 year. Trading activity was largely concentrated in the medium-term segment, followed by the short term MMY segment.

CP/CD

As liquidity surplus declined to 74K crores, RBIs fund infusion via VRR saw better demand. CD rates eased 5-7 bps across segments with the 3M CD (Oct Maturity) at 6.65%, 6M (Jan Maturity) at 6.90% and 1Y (Jul 27 Mat) at 7.10%. Activity was concentrated in JFM segment, led by banks and mutual funds.

GOI Yield	9-Jul	8-Jul	2-Jul	9-Jun
1 Year	5.63	5.66	5.63	5.92
5 Year	6.43	6.44	6.40	6.51
10 Year	6.75	6.76	6.72	6.91

AAA Bmk	9-Jul	8-Jul	2-Jul	9-Jun
1 Year	7.34	7.35	7.15	7.55
5 Year	7.37	7.45	7.20	7.45
10 Year	7.45	7.50	7.40	7.65

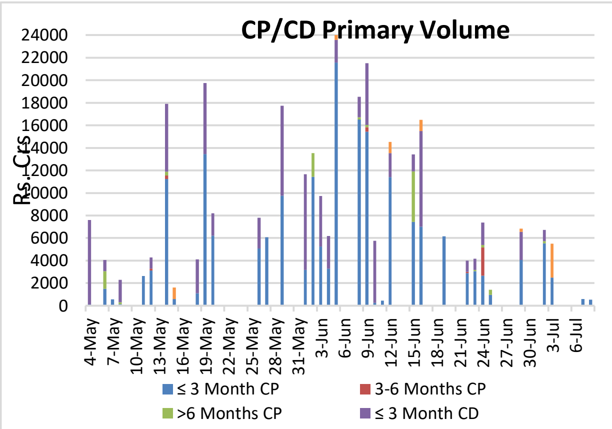
CD	9-Jul	8-Jul	2-Jul	9-Jun
3 Month	6.65	6.65	6.21	6.95
6 Month	6.90	7.05	6.60	7.30
1 Year	7.10	7.20	6.95	7.60

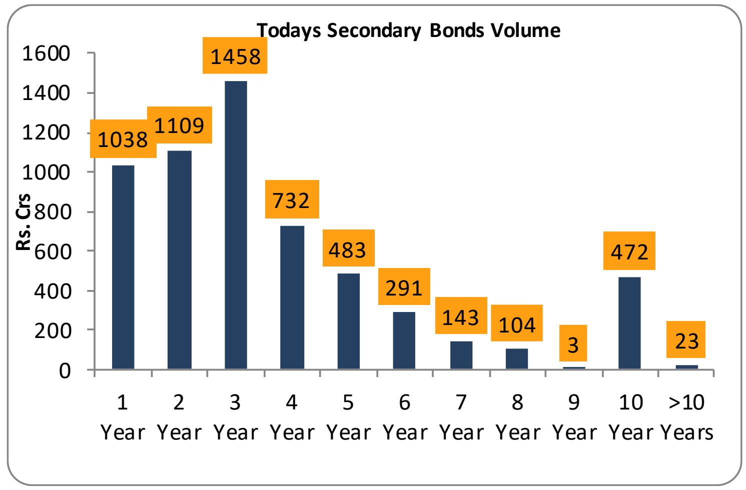
CP	9-Jul	8-Jul	2-Jul	9-Jun
3 Month	6.70	6.70	6.26	7.00
6 Month	6.95	7.10	6.65	7.35
1 Year	7.15	7.25	7.00	7.65

OIS Rate	9-Jul	8-Jul	2-Jul	9-Jun
1 Year	5.81	5.80	5.79	5.99
2 Year	5.96	5.96	5.93	6.17
3 Year	6.06	6.06	6.05	6.27
5 Year	6.21	6.21	6.20	6.43

	9-Jul	8-Jul	2-Jul	9-Jun
Sensex	76,951	76,504	77,502	73,919
Nifty	24,021	23,882	24,176	23,242
USD/INR	95.39	95.56	95.39	95.35
Gold (USD)	4,108	4,076	4,123	4,263
Oil (USD)	77.54	78.02	71.80	91.45

NDF	9-Jul	8-Jul	2-Jul	9-Jun
3 Month	96.18	96.43	95.96	96.13
1 Year	98.26	98.53	97.96	98.36
2 Year	100.89	100.98	100.73	101.09
3 Year	104.39	104.48	104.23	104.57





10 Year Benchmarks	9-Jul	8-Jul	2-Jul	9-Jun
India	6.75	6.76	6.72	6.91
US	4.58	4.57	4.48	4.53
South Korea	4.24	4.25	4.18	4.27
Brazil	14.55	14.55	14.66	14.78
Germany	3.08	3.09	2.90	3.06
China	1.73	1.73	1.77	1.74

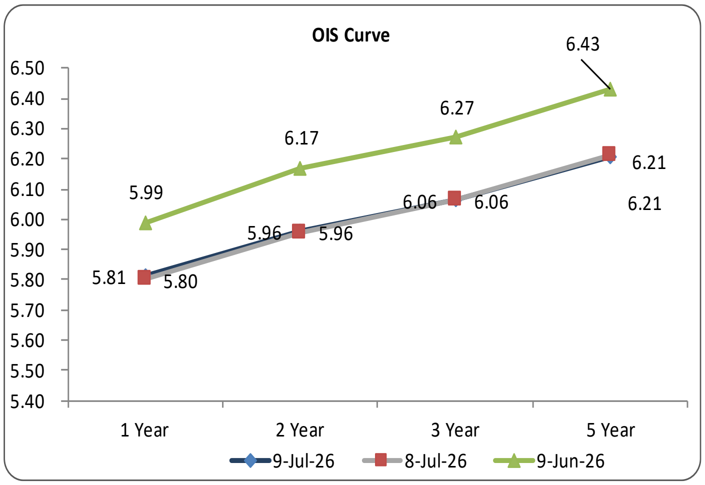
Top Traded Securities	Volume	9-Jul	8-Jul	2-Jul	9-Jun
6.75 2029	0	6.31	6.37	6.32	6.28
6.79 2034	0	6.72	6.73	6.70	6.93
6.33 2035	15	6.73	6.75	6.70	6.81
6.92 2039	5	6.93	6.92	6.91	7.15
7.09 2054	0	#N/A	7.35	7.33	7.58
7.34 2064	5	7.49	7.49	7.43	7.61

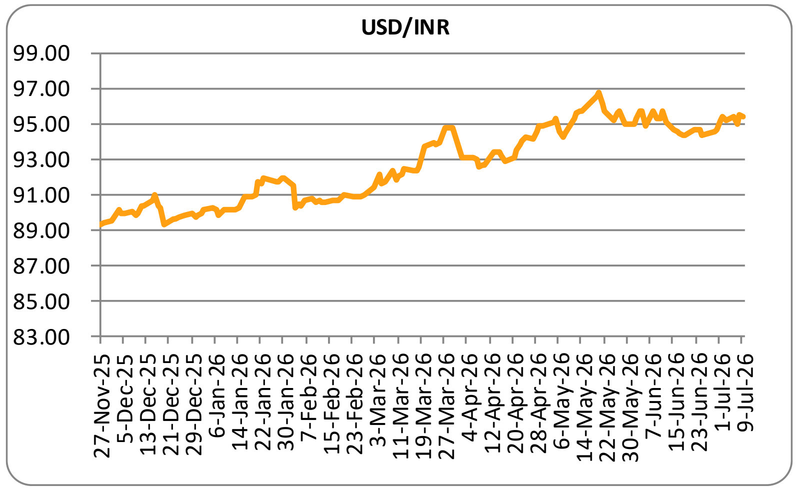
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
6-Jul-26	16,115	26,481	(10,366.58)	16,016	12,627	3,388.81	32,131	39,108	(6,977.77)

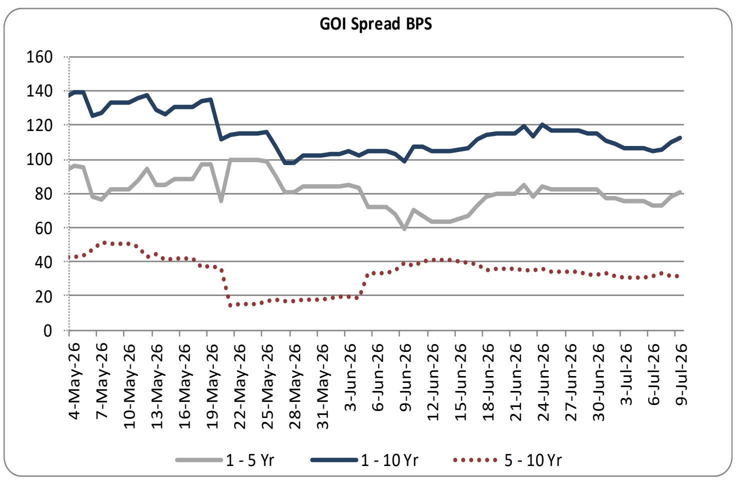
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
9-Jul-26	250	507	(257.61)	24799	15310	9,488.75	25049	15818	9,231.14

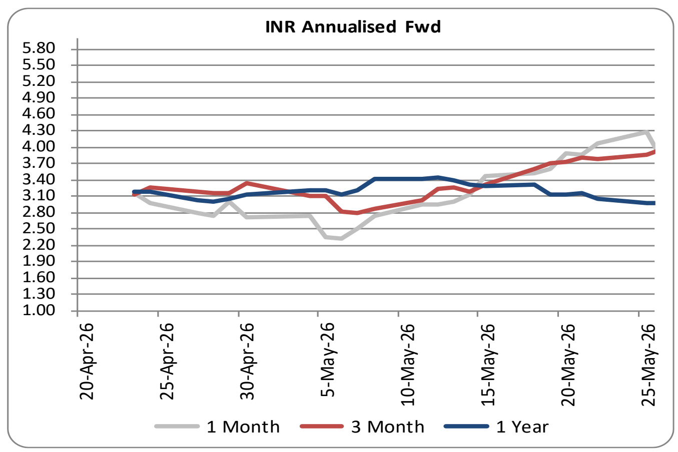
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Mar-26	7.10	(15.50)
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	May-26	9.68	8.26
CPI (%)	May-26	3.93	3.48
IIP (%)	May-26	5.10	4.90
PMI Manufacturing	Jun-26	54.20	55.00
PMI Service	Jun-26	57.40	59.80

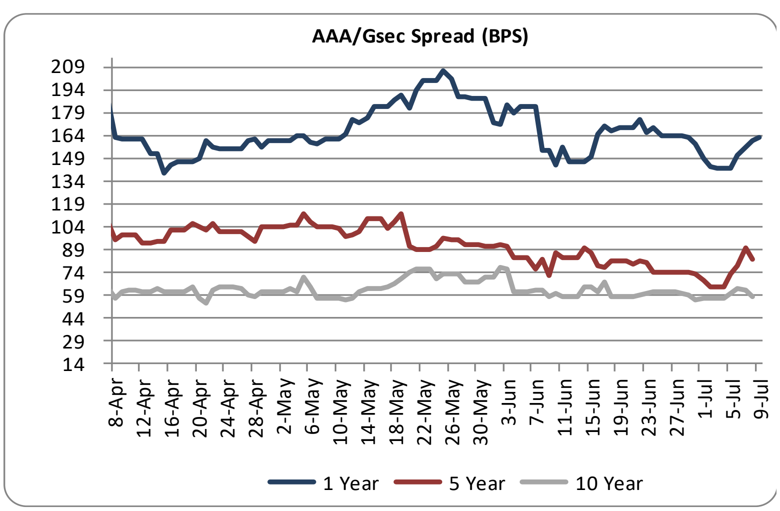
Economic Calender	Country	Date	Poll	Prior
Initial Jobless Claims	U.S.	09-07-2026		215K
Existing Home Sales (Jun)	U.S.	09-07-2026		
FX Reserves, USD	INDIA	10-07-2026		

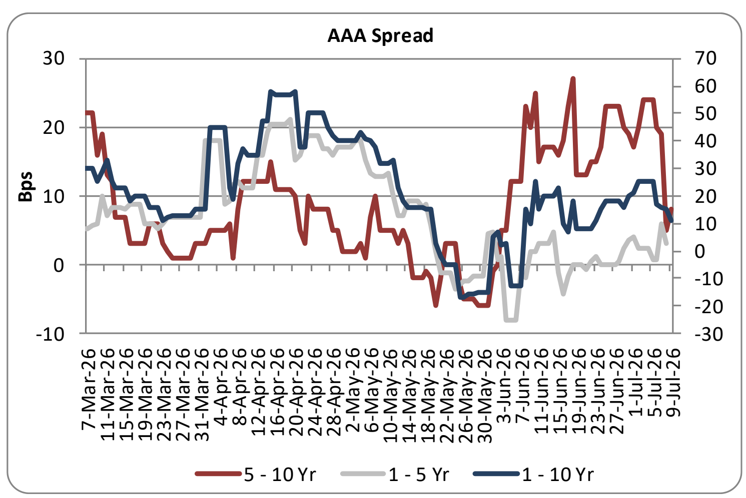

OIS Curve
6.43
6.27
6.17
5.99
6.21
6.06
6.06
6.21
5.96
5.96
5.81
5.80
1 Year
2 Year
3 Year
5 Year
9-Jul-26
8-Jul-26
9-Jun-26

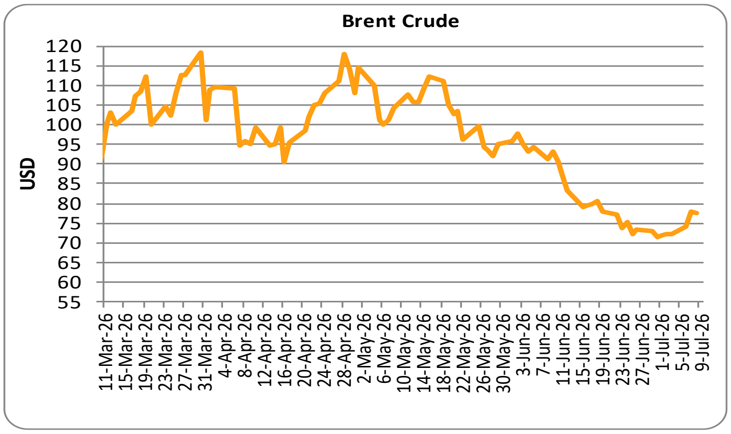

USD/INR

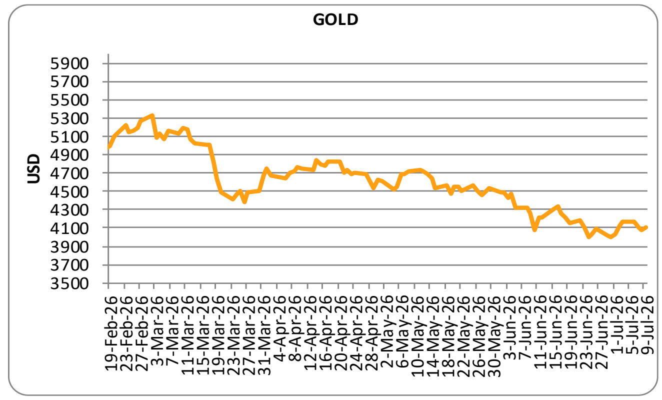

GOI Spread BPS
1 - 5 Yr
1 - 10 Yr
5 - 10 Yr


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.

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

Visit our website - http://www.lkpsec.com/