Bond Street

BONDWATCH

INDIA

Daily

22-07-2026

The benchmark 6.94 2036 bond yield closed at 6.8012% on Wednesday from 6.7938% on Tuesday.

The 10Y benchmark bond yield rose for a fourth day as oil gains stoked supply concerns. While INR dropped 0.3% versus the U.S. dollar to 96.565 again tracking higher oil prices. OIS rates ended higher led by caution over the conflict with the 5Y OIS rising 3.5bps to 6.475%.

U.S. Secretary of State Marco Rubio said on Wednesday the United States is still willing to negotiate an end to the Iran crisis. Brent crude spiked above $95 a barrel as escalating U.S.–Iran clashes and Houthi threats to Saudi oil shipments raised fears of supply disruptions.

Globally, U.S. 10-year yields hit 4.64%, a two-month high as oil's 2% jump on U.S. Iran clashes lifted Fed hike bets. German 2-year yields hit a fresh two-year high at 2.82% as surging oil prices lifted inflation expectations and ECB hike bets, while French and Italian 10-year yields hovered near 4%. JGB yields rose on inflation and fiscal worries, with the 10-year at 2.735%, the 2-year at a 31-year high of 1.475%, Indonesia's central bank kept policy rates unchanged

Market Observations.

G-sec

T-Bill cut off came In-Line with market expectations, where cut-off for 3m came in at 5.3542%, 6m at 5.6098% and 1yr at 5.7650%. Post cut-off, buying demand was visible in 3m maturity tbill (Oct 2026) at 5.33 & 5.34 levels, where Mutual Funds acted as buyers and PSU Banks as sellers.

Size switches was visible in 6-year maturity SDLs (JFM 2032 vs July, Aug 2032) at 3bps. This switch was predominantly dealt between PSU Banks and Mutual Funds to the combined tune of 1,200crs.

30-year maturity Illiquid Gsec (6.99 2051 / 7.36 2052) was actively traded at 7.4375, 7.44 and 7.4450 levels, to the combined tune of 725crs. Here, Insurance Companies acted as sellers and Foreign Banks, Pension Funds and Life Insurers as buyers.

Corp Bond

Corp bond yields rose across the curve, with benchmark indicative levels at 7.45% for the 1-year, 7.44% 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 remained more or less flattish across segments with the 3M CD (Oct Maturity) at 6.85%, 6M (Jan Maturity) at 7% and 1Y (Jul 27 Mat) at 7.15%. Activity was concentrated in JFM segment, led by banks and mutual funds.

GOI Yield	22-Jul	21-Jul	15-Jul	22-Jun
1 Year	5.74	5.60	5.67	5.65
5 Year	6.47	6.47	6.46	6.50
10 Year	6.80	6.79	6.77	6.85

AAA Bmk	22-Jul	21-Jul	15-Jul	22-Jun
1 Year	7.45	7.44	7.45	7.47
5 Year	7.44	7.41	7.44	7.40
10 Year	7.50	7.45	7.50	7.55

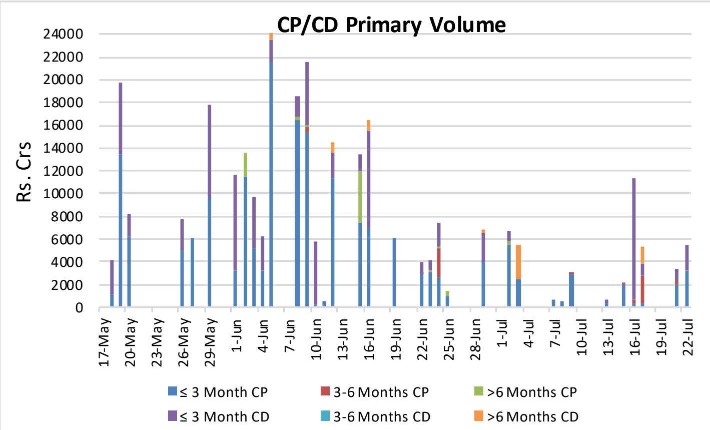
CD	22-Jul	21-Jul	15-Jul	22-Jun
3 Month	6.85	6.85	6.85	6.60
6 Month	7.00	6.95	7.15	7.05
1 Year	7.15	7.15	7.30	7.40

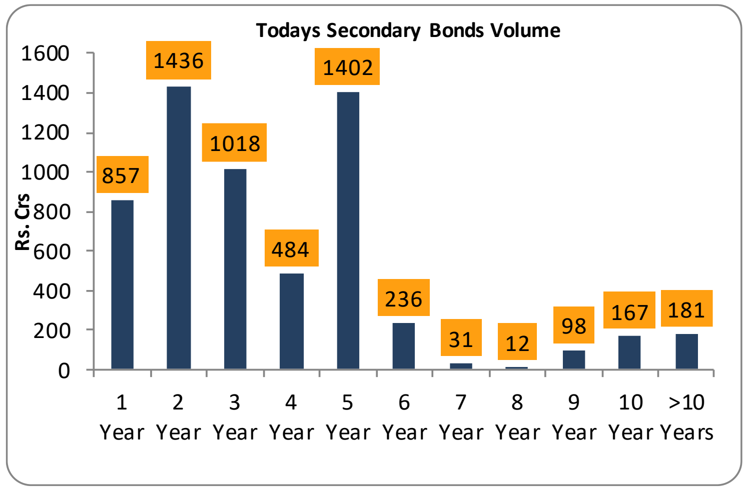
CP	22-Jul	21-Jul	15-Jul	22-Jun
3 Month	6.90	6.90	6.90	6.65
6 Month	7.05	7.00	7.20	7.10
1 Year	7.20	7.20	7.35	7.45

OIS Rate	22-Jul	21-Jul	15-Jul	22-Jun
1 Year	6.00	5.97	5.94	5.88
2 Year	6.18	6.14	6.12	6.02
3 Year	6.29	6.26	6.21	6.14
5 Year	6.48	6.44	6.38	6.30

	22-Jul	21-Jul	15-Jul	22-Jun
Sensex	76,755	77,470	77,185	77,094
Nifty	23,996	24,188	24,079	24,103
USD/INR	96.57	96.24	96.26	94.68
Gold (USD)	4,120	4,076	4,060	4,190
Oil (USD)	94.79	91.01	84.95	77.90

NDF	22-Jul	21-Jul	15-Jul	22-Jun
3 Month	97.48	97.11	97.16	95.42
1 Year	99.74	99.36	99.33	97.64
2 Year	102.63	102.35	102.08	100.35
3 Year	106.13	105.72	105.58	103.73





10 Year Benchmarks	22-Jul	21-Jul	15-Jul	22-Jun
India	6.81	6.79	6.77	6.85
US	4.63	4.63	4.55	4.51
South Korea	4.35	4.33	4.31	4.20
Brazil	14.77	14.77	14.49	14.68
Germany	3.18	3.17	3.09	2.95
China	1.73	1.74	1.74	1.73

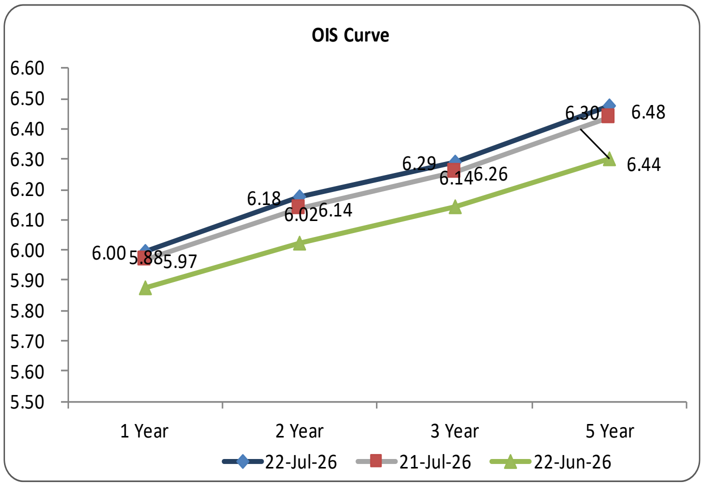
Top Traded Securities	Volume	22-Jul	21-Jul	15-Jul	22-Jun
6.75 2029	10	6.39	6.33	6.34	6.33
6.79 2034	0	6.77	6.77	6.77	6.84
6.33 2035	15	6.77	6.74	6.74	6.82
6.92 2039	5	7.01	6.99	6.92	7.08
7.09 2054	0	7.47	7.46	7.41	7.49
7.34 2064	45	7.58	7.56	7.52	7.58

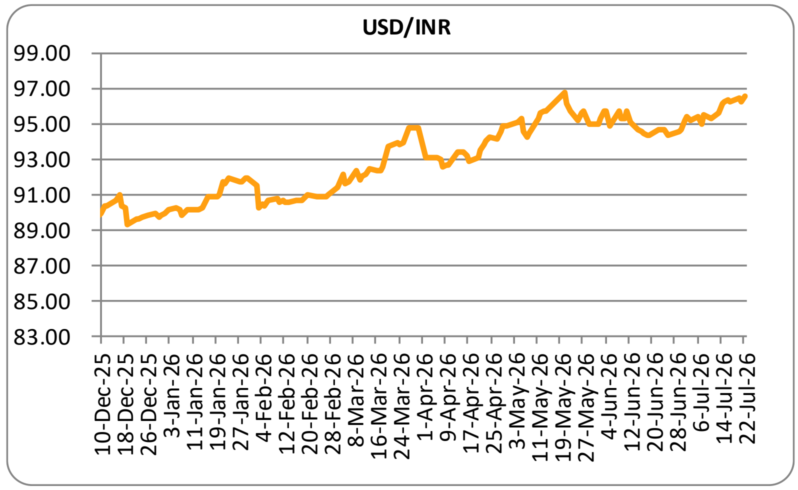
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
17-Jul-26	13,136	14,866	(1,729.96)	13,154	13,090	63.58	26,290	27,956	(1,666.38)

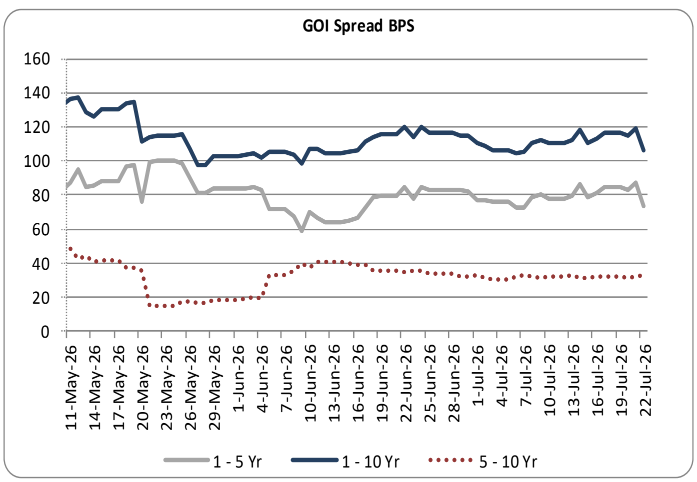
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
22-Jul-26	15897	1406	14,491.15	17971	14354	3,617.34	33868	15760	18,108.49

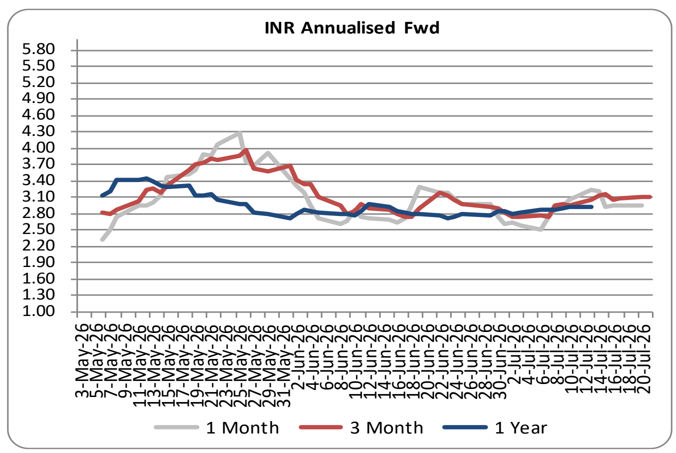
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Mar-26	7.10	(15.50)
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	Jun-26	9.87	9.68
CPI (%)	Jun-26	4.38	3.94
IIP (%)	May-26	5.10	4.90
PMI Manufacturing	Jun-26	54.20	55.00
PMI Service	Jun-26	57.40	59.80

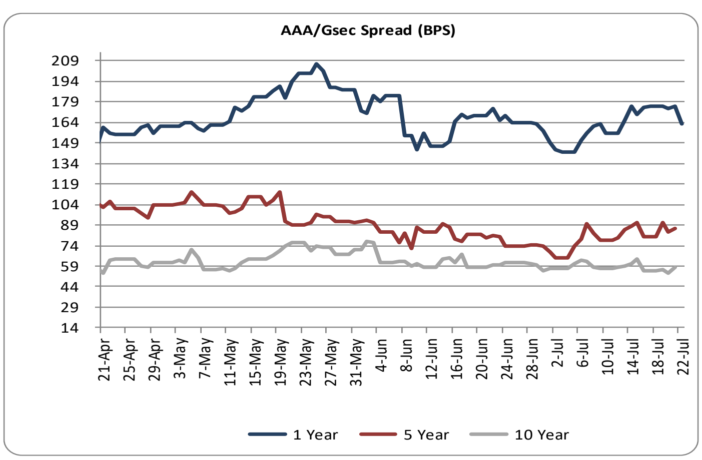
Economic Calender	Country	Date	Poll	Prior
Crude Oil Inventories	US	22-Jul-26		(1.692) M
ECB Interest Rate Decision (Jul)	EU	23-Jul-26		2.4
Deposit Facility Rate (Jul)	EU	23-Jul-26		2.25
Initial Jobless Claims	US	23-Jul-26		208K
ECB Press Conference	EU	23-Jul-26		0
S&P Global Services PMI (Jul) P	IN	24-Jul-26		0
S&P Global Manufacturing PMI (Jul) P	IN	24-Jul-26		54.2
FX Reserves, USD	IN	24-Jul-26		674.19B

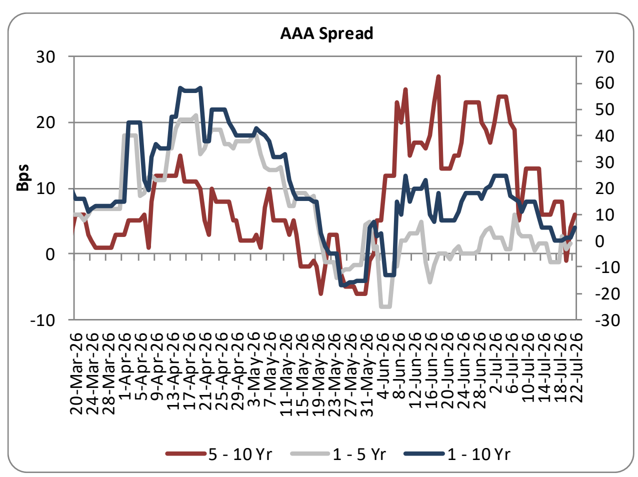

OIS Curve
6.60
6.50
6.40
6.30
6.20
6.10
6.00
5.90
5.80
5.70
5.60
5.50
1 Year
2 Year
3 Year
5 Year
6.00
5.88
5.97
6.18
6.02
6.14
6.29
6.14
6.26
6.30
6.48
6.44
22-Jul-26
21-Jul-26
22-Jun-26

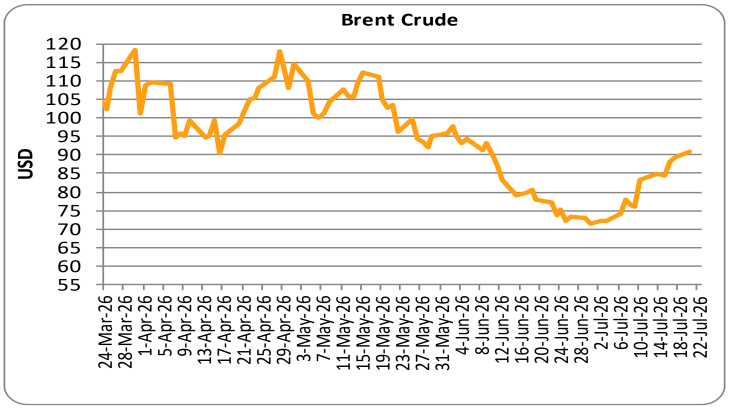

USD/INR
99.00
97.00
95.00
93.00
91.00
89.00
87.00
85.00
83.00
10-Dec-25
18-Dec-25
26-Dec-25
3-Jan-26
11-Jan-26
19-Jan-26
27-Jan-26
4-Feb-26
12-Feb-26
20-Feb-26
28-Feb-26
8-Mar-26
16-Mar-26
24-Mar-26
1-Apr-26
9-Apr-26
17-Apr-26
25-Apr-26
3-May-26
11-May-26
19-May-26
27-May-26
4-Jun-26
12-Jun-26
20-Jun-26
28-Jun-26
6-Jul-26
14-Jul-26
22-Jul-26

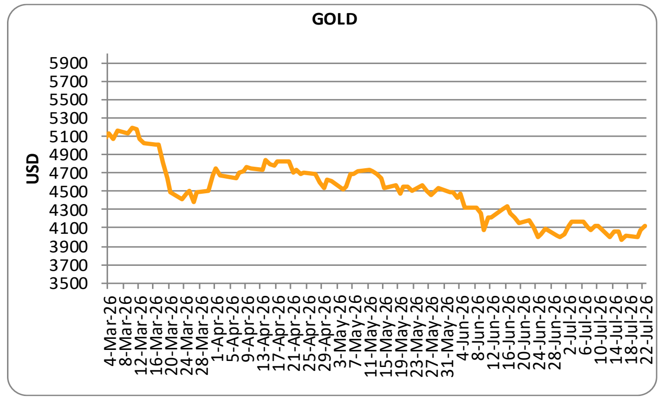

GOI Spread BPS
160
140
120
100
80
60
40
20
0
11-May-26
14-May-26
17-May-26
20-May-26
23-May-26
26-May-26
29-May-26
1-Jun-26
4-Jun-26
7-Jun-26
10-Jun-26
13-Jun-26
16-Jun-26
19-Jun-26
22-Jun-26
25-Jun-26
28-Jun-26
1-Jul-26
4-Jul-26
7-Jul-26
10-Jul-26
13-Jul-26
16-Jul-26
19-Jul-26
22-Jul-26
1 - 5 Yr
1 - 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
1 Month
3 Month
1 Year


AAA/Gsec Spread (BPS)
209
194
179
164
149
134
119
104
89
74
59
44
29
14
21-Apr
25-Apr
29-Apr
3-May
7-May
11-May
15-May
19-May
23-May
27-May
31-May
4-Jun
8-Jun
12-Jun
16-Jun
20-Jun
24-Jun
28-Jun
2-Jul
6-Jul
10-Jul
14-Jul
18-Jul
22-Jul
1 Year
5 Year
10 Year


AAA Spread
Bps
30
20
10
0
-10
70
60
50
40
30
20
10
0
-10
-20
-30
20-Mar-26
24-Mar-26
28-Mar-26
1-Apr-26
5-Apr-26
9-Apr-26
13-Apr-26
17-Apr-26
21-Apr-26
25-Apr-26
29-Apr-26
3-May-26
7-May-26
11-May-26
15-May-26
19-May-26
23-May-26
27-May-26
31-May-26
4-Jun-26
8-Jun-26
12-Jun-26
16-Jun-26
20-Jun-26
24-Jun-26
28-Jun-26
2-Jul-26
6-Jul-26
10-Jul-26
14-Jul-26
18-Jul-26
22-Jul-26
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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

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