Bond Street

BONDWATCH

INDIA

Daily

23-07-2026

The benchmark 6.94 2036 bond yield closed at 6.8413% on Thursday from 6.8012% on Wednesday.

The 10Y benchmark bond yield extended its rise again as oil surged back towards $100 per barrel stocking concerns that renewed energy disruptions from the conflict would reignite inflation. While INR was more or less flat versus the U.S. dollar at 96.5725. OIS rates ended higher again led by caution over the conflict with the 5Y OIS rising to 6.53%.

Iran's Houthi allies in Yemen said on Thursday they struck two Saudi oil tankers as part of a naval blockade on Saudi Arabia, threatening to create a second chokepoint on global oil supplies alongside the near closure of the Strait of Hormuz. Oil prices rallied again, with Brent up 4.8% to $98.6 and WTI up 3.9% to $90.2, their highest in over a month.

Globally, German bond yields climbed with the 10-year hitting 3.20%, a 15-year high, and the 2-year at 2.88% as traders brace for tighter ECB policy amid surging energy prices. Japan's 2-year yield jumped 5 bps to 1.49%, a 31-year high, as bets grew that the BOJ may accelerate rate hikes amid a weak yen and rising oil prices. U.S. two-year yields hit 4.31%, a 17-month high, as surging oil prices and hawkish Fed expectations reignited inflation fears.

Market Observations.
G-sec

4-year maturity Illiquid Gsec (8.97 2030 / 9.20 2030) was actively traded at 6.50 centric levels, to the combined tune of 570crs.Here Foreign Banks acted as sellers and Private Banks as buyers.

20-year maturity Illiquid Gsec (8.30 2042) was actively traded between Insurance Companies at 7.17 centric levels.

Corp Bond

Corp bond yields remained more or less flattish across the curve with slight upward bias, 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 7.02% and 1Y (Jul 27 Mat) at 7.15%. Activity was concentrated in JFM segment, led by banks and mutual funds.

GOI Yield	23-Jul	22-Jul	16-Jul	23-Jun
1 Year	5.71	5.74	5.62	5.70
5 Year	6.50	6.47	6.43	6.48
10 Year	6.84	6.80	6.75	6.84

AAA Bmk	23-Jul	22-Jul	16-Jul	23-Jun
1 Year	7.45	7.45	7.45	7.44
5 Year	7.44	7.44	7.44	7.40
10 Year	7.50	7.50	7.50	7.55

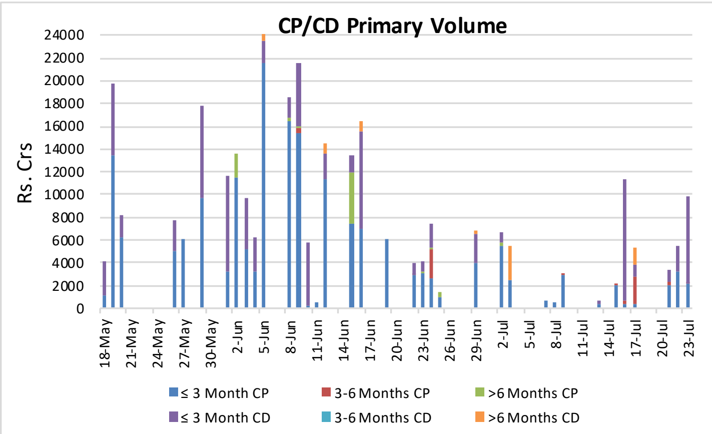
CD	23-Jul	22-Jul	16-Jul	23-Jun
3 Month	6.85	6.85	6.80	6.60
6 Month	7.02	7.00	7.10	7.05
1 Year	7.15	7.15	7.25	7.40

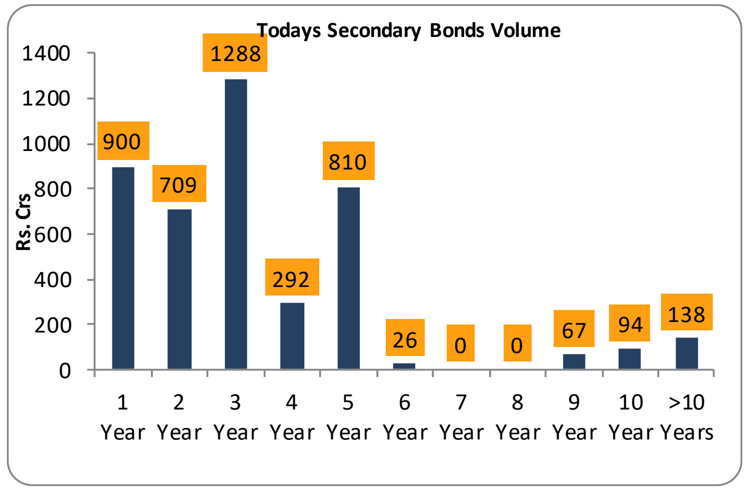
CP	23-Jul	22-Jul	16-Jul	23-Jun
3 Month	6.90	6.90	6.85	6.65
6 Month	7.07	7.05	7.15	7.10
1 Year	7.20	7.20	7.30	7.45

OIS Rate	23-Jul	22-Jul	16-Jul	23-Jun
1 Year	6.04	6.00	5.89	5.85
2 Year	6.23	6.18	6.07	6.00
3 Year	6.33	6.29	6.16	6.09
5 Year	6.53	6.48	6.34	6.26

	23-Jul	22-Jul	16-Jul	23-Jun
Sensex	76,391	76,755	77,187	76,201
Nifty	23,870	23,996	24,073	23,824
USD/INR	96.57	96.57	96.35	94.74
Gold (USD)	4,092	4,129	3,970	4,108
Oil (USD)	98.69	94.07	84.23	77.08

NDF	23-Jul	22-Jul	16-Jul	23-Jun
3 Month	97.48	97.49	97.21	95.61
1 Year	99.81	99.76	99.39	97.80
2 Year	102.74	102.61	102.14	100.42
3 Year	106.11	106.11	105.64	103.92





10 Year Benchmarks	23-Jul	22-Jul	16-Jul	23-Jun
India	6.84	6.80	6.75	6.84
US	4.67	4.66	4.57	4.49
South Korea	4.38	4.35	4.29	4.18
Brazil	14.87	14.87	14.56	14.64
Germany	3.18	3.18	3.14	2.92
China	1.75	1.73	1.74	1.79

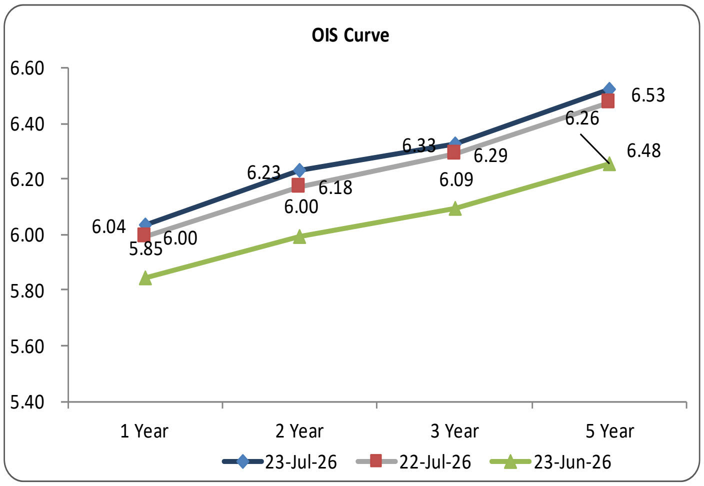
Top Traded Securities	Volume	23-Jul	22-Jul	16-Jul	23-Jun
6.75 2029	0	6.45	6.33	6.32	6.34
6.79 2034	10	6.79	6.81	6.72	6.83
6.33 2035	5	6.79	6.76	6.71	6.81
6.92 2039	0	7.04	7.01	6.94	7.07
7.09 2054	0	7.48	7.47	7.39	7.46
7.34 2064	90	7.62	7.57	7.51	7.57

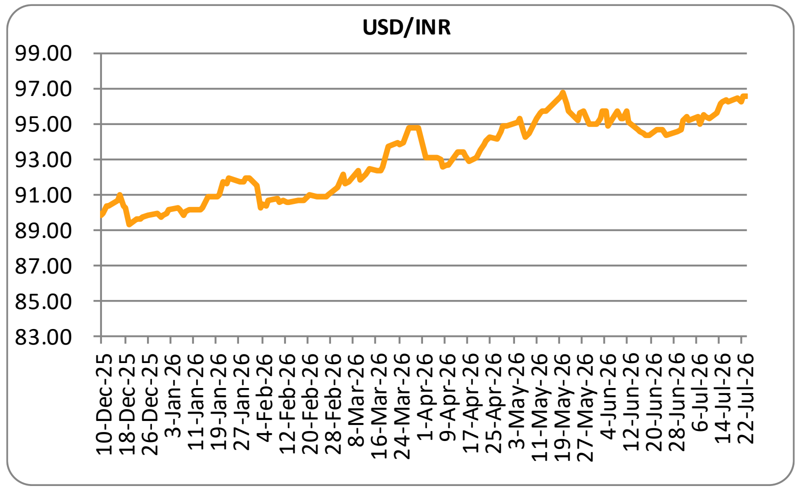
	DEBT			EQUITY			TOTAL (Rs.Crs)		
MF	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
17-Jul-26	13,136	14,866	(1,729.96)	13,154	13,090	63.58	26,290	27,956	(1,666.38)

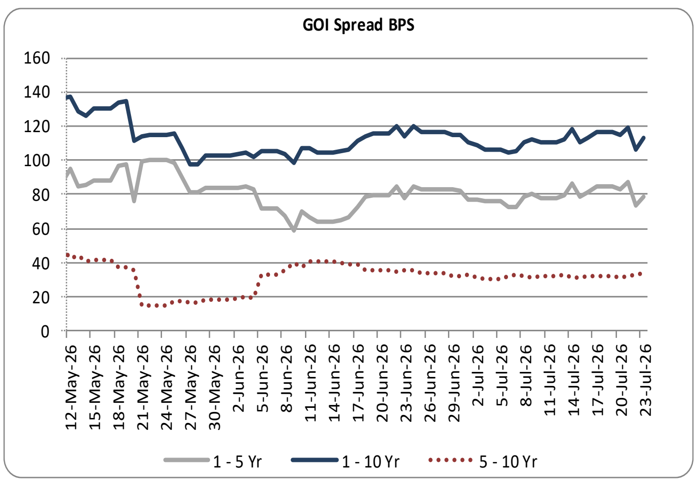
	DEBT			EQUITY			TOTAL (Rs. Crs)		
FII	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
23-Jul-26	4466	1257	3,208.61	14114	13788	326.19	18579	15044	3,534.80

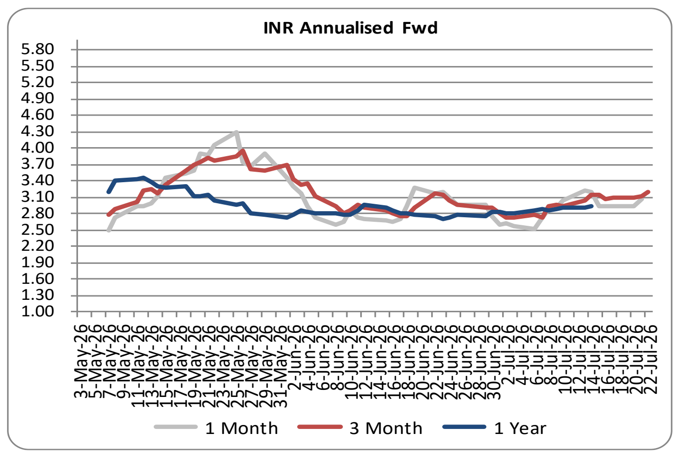
INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-26	7.80	8.00
CAD ($ Bn)	Mar-26	7.10	(15.50)
Trade Deficit ($ Bn)	Mar-26	(83.40)	(93.60)
WPI (%)	Jun-26	9.87	9.68
CPI (%)	Jun-26	4.38	3.94
IIP (%)	May-26	5.10	4.90
PMI Manufacturing	Jun-26	54.20	55.00
PMI Service	Jun-26	57.40	59.80

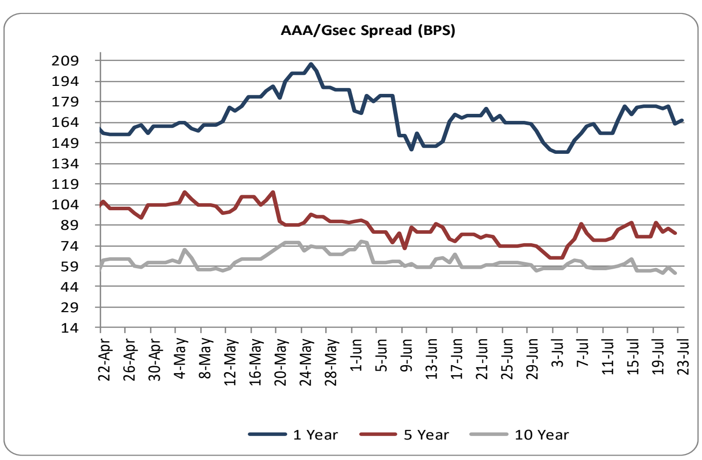
Economic Calender	Country	Date	Poll	Prior
Initial Jobless Claims	US	23-Jul-26		208K
ECB Press Conference	EU	23-Jul-26		0
S&P Global Services PMI (Jul) P	IN	24-Jul-26		57.4
S&P Global Manufacturing PMI (Jul) P	IN	24-Jul-26		54.2
FX Reserves, USD	IN	24-Jul-26		0
S&P Global Manufacturing PMI (Jul) P	US	24-Jul-26		0
S&P Global Services PMI (Jul) P	US	24-Jul-26		51.2
New Home Sales (Jun)	US	24-Jul-26		580K

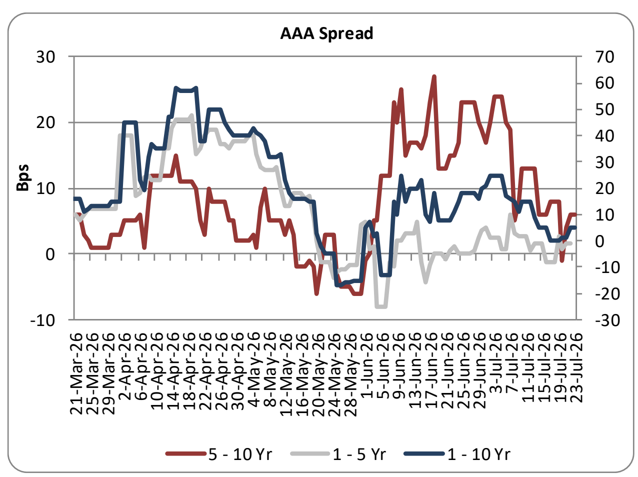

OIS Curve
6.60
6.40
6.20
6.00
5.80
5.60
5.40
6.04
6.00
5.85
6.23
6.18
6.00
6.33
6.29
6.09
6.53
6.26
6.48
1 Year
2 Year
3 Year
5 Year
23-Jul-26
22-Jul-26
23-Jun-26

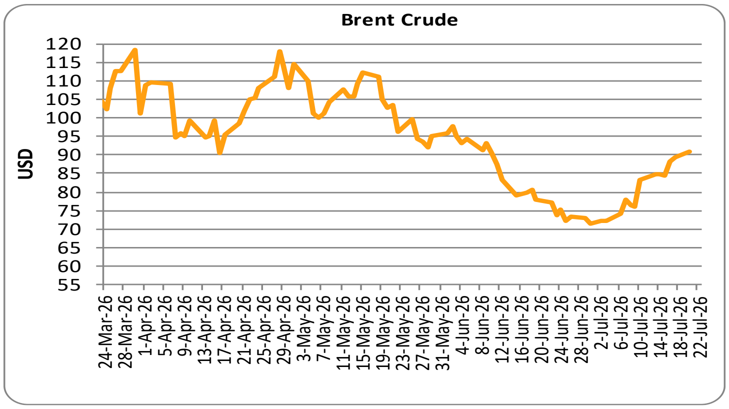

USD/INR
99.00
97.00
95.00
93.00
91.00
89.00
87.00
85.00
83.00
10-Dec-25
18-Dec-25
26-Dec-25
3-Jan-26
11-Jan-26
19-Jan-26
27-Jan-26
4-Feb-26
12-Feb-26
20-Feb-26
28-Feb-26
8-Mar-26
16-Mar-26
24-Mar-26
1-Apr-26
9-Apr-26
17-Apr-26
25-Apr-26
3-May-26
11-May-26
19-May-26
27-May-26
4-Jun-26
12-Jun-26
20-Jun-26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

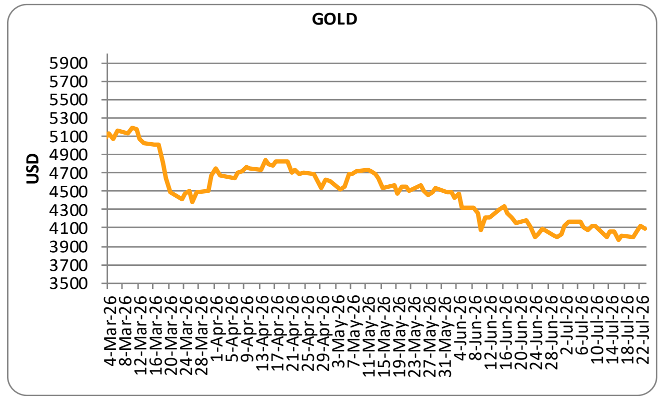

GOI Spread BPS
160
140
120
100
80
60
40
20
0
12-May-26
15-May-26
18-May-26
21-May-26
24-May-26
27-May-26
30-May-26
2-Jun-26
5-Jun-26
8-Jun-26
11-Jun-26
14-Jun-26
17-Jun-26
20-Jun-26
23-Jun-26
26-Jun-26
29-Jun-26
2-Jul-26
5-Jul-26
8-Jul-26
11-Jul-26
14-Jul-26
17-Jul-26
20-Jul-26
23-Jul-26
1 - 5 Yr
1 - 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
22-Apr
26-Apr
30-Apr
4-May
8-May
12-May
16-May
20-May
24-May
28-May
1-Jun
5-Jun
9-Jun
13-Jun
17-Jun
21-Jun
25-Jun
29-Jun
3-Jul
7-Jul
11-Jul
15-Jul
19-Jul
23-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
5 - 10 Yr
1 - 5 Yr
1 - 10 Yr





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

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