

The benchmark 6.94 2036 bond yield closed at 7.0524 % vs 7.0727% in the previous session.

India's benchmark 10-year yield fell 2bps on Wednesday, snapping a four-session rise. Global debt markets steadied as oil prices retreated, with focus now on the FOMC decision later Wednesday, which could set the tone for India's MPC decision. OIS rates eased ahead of FOMC with the 5Y OIS down 4.5 bps to 6.62%.

Bonds have been under pressure as RBI withdraws banking system liquidity, with open-market bond sales set to begin Thursday, ahead of bond auction on Friday, adding to the upcoming supply.

One-year T-bill yields hit a 1-year high.

Oil prices eased on Wednesday, with Brent down 0.54% to \$108.16 and WTI down 1.13% to \$104.63, after reports that Saudi Arabia is offering extra crude cargoes via Oman calmed fears over Middle East supply disruptions, even as European diesel prices held near record highs.

Globally, CME Fed Watch shows a 92.7% chance the Fed hikes at least 25bps on Wednesday. Japan's benchmark yields have surged to 31-year highs on fiscal deficit worries and expectations the BOJ will hike rates to 1.25% (from 1%) at its Sept 17-18 meeting, with more hikes toward a ~1.75%+ terminal rate seen ahead. Bund yields eased from 17-year highs (Germany's 10-year down to 3.53% from Tuesday's 3.5723% peak) as falling energy prices offset hawkish ECB bets ahead of the Fed's expected 25bp hike to 3.75-4.00%.

Market Observations

G-sec

As the news of RBI OMO Sale auction to manage liquidity conditions hit the markets, Gsec reacted where it opened at 7.0960, versus the previous close of 7.0233 on Friday. RBI would be conducting the OMO auction for Rs 1L cr in 3 tranches between 17 Sept and 28 Sept.

SDL cut-off came In-Line with market expectations, where states were able to successfully borrow 34,645crs worth of bonds against the notified amount of 35,900crs.

5-year maturity Gsec (6.10 2031 / 7.02 2031) witnessed buying demand by Foreign Banks at 6.81 levels, where Primary Dealers acted as sellers.

Corp Bond

AAA rated PSU bond yields rose across the curve by 7-10bps tracking rise in G-sec yields with benchmark indicative levels at 7.52% for the 1-year, 7.83% for the 5-year and 7.85% for the 10 year. Trading activity was concentrated in the Medium-term segment, followed by the short MMY segment.

CP/CD

CD rates rose across the curve by close to 10bps with the 3M (Dec maturity) at 6.15%, 6M (Mar maturity) at 6.75% and 1Y (Sept maturity) at 7.30% Trading was concentrated in JFM and 2-3M segments.

GOI Yield	18-Sep	17-Sep	11-Sep	19-Aug
1 Year	6.03	6.03	5.88	5.70
5 Year	6.77	6.78	6.62	6.45
10 Year	7.07	7.05	7.02	6.82

AAA Bmk	18-Sep	17-Sep	11-Sep	19-Aug
1 Year	7.55	7.55	7.45	7.35
5 Year	7.80	7.85	7.72	7.45
10 Year	7.87	7.87	7.78	7.56

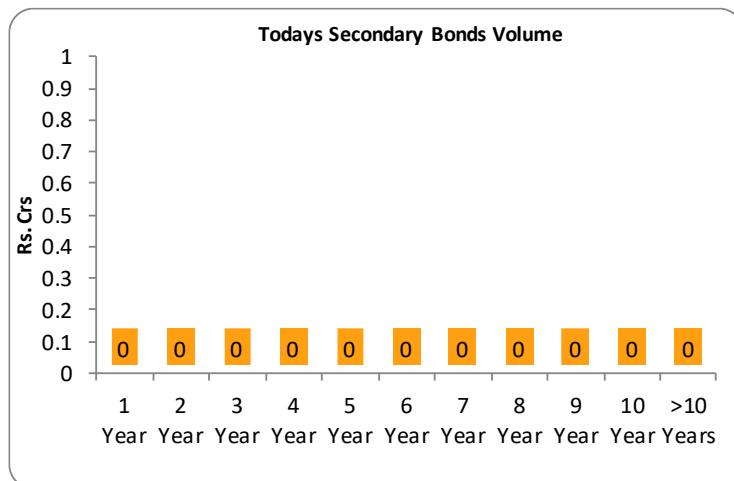
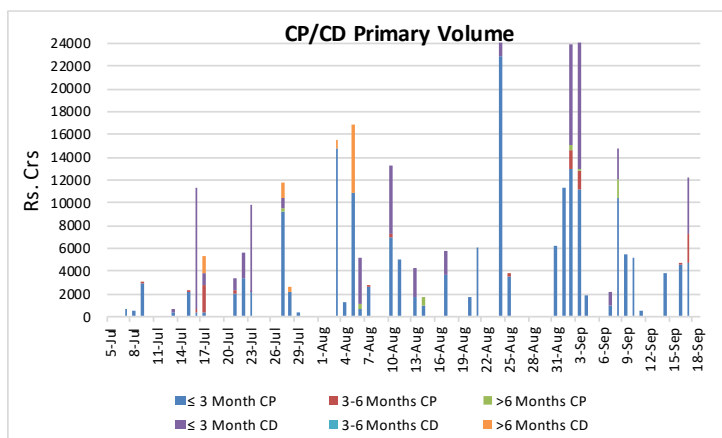
CD	18-Sep	17-Sep	11-Sep	19-Aug
3 Month	6.15	6.18	6.00	6.40
6 Month	6.75	6.78	6.55	6.73
1 Year	7.35	7.35	7.20	7.15

CP	18-Sep	17-Sep	11-Sep	19-Aug
3 Month	6.20	6.23	6.05	6.45
6 Month	6.80	6.83	6.60	6.78
1 Year	7.40	7.40	7.25	7.20

OIS Rate	18-Sep	17-Sep	11-Sep	19-Aug
1 Year	6.07	6.04	6.04	5.81
2 Year	6.28	6.25	6.25	6.05
3 Year	6.41	6.38	6.37	6.18
5 Year	6.58	6.58	6.57	6.40

	18-Sep	17-Sep	11-Sep	19-Aug
Sensex	74,295	74,315	74,782	76,910
Nifty	23,346	23,271	23,398	24,078
USD/INR	95.87	95.93	95.55	95.75
Gold (USD)	4,374	4,340	4,347	4,521
Oil (USD)	103.28	104.82	104.61	91.62

NDF	18-Sep	17-Sep	11-Sep	19-Aug
3 Month	96.68	96.5958	96.4262	96.2803
1 Year	99.02	98.9608	98.8887	98.5503
2 Year	101.78	101.88	101.63	101.462
3 Year	104.72	104.955	104.57	104.565



10 Year Benchmarks	18-Sep	17-Sep	11-Sep	19-Aug
India	7.07	7.05	7.02	6.82
US	4.97	4.95	4.98	4.65
South Korea	4.46	4.51	4.57	4.41
Brazil	14.36	14.36	14.30	14.79
Germany	3.50	3.48	3.50	3.26
China	1.72	1.68	1.69	1.70

Top Traded Securities	Volume	18-Sep	17-Sep	11-Sep	19-Aug
6.75 2029	0	6.6931	6.5681	6.5056	6.3952
6.79 2034	90	7.0945	7.0779	6.9829	6.7559
6.33 2035	40	7.02	7.0187	6.9749	6.7645
6.92 2039	0	#N/A	7.1795	7.0775	6.9346
7.09 2054	30	#N/A	7.6559	7.6479	7.4229
7.34 2064	110	7.7286	7.6856	7.6991	7.5148

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
8-Sep-26	2,070	4,126	(2,055.72)

EQUITY		
Gross Purchase	Gross Sales	Net Investment
743	627	116.18

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
2,814	4,753	(1,939.54)

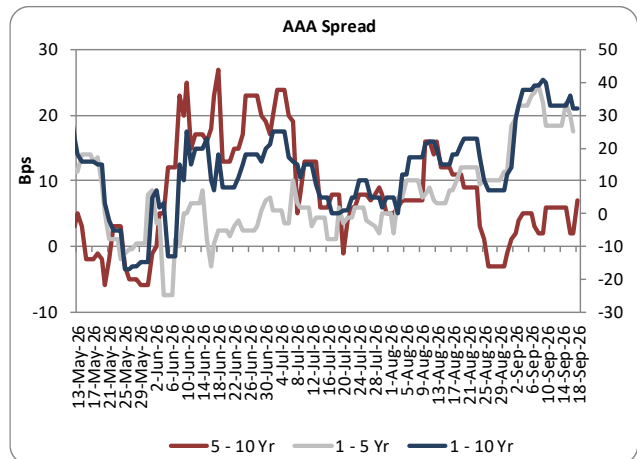
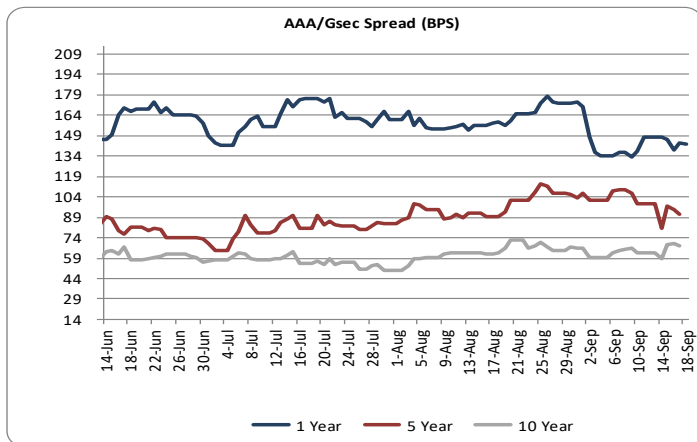
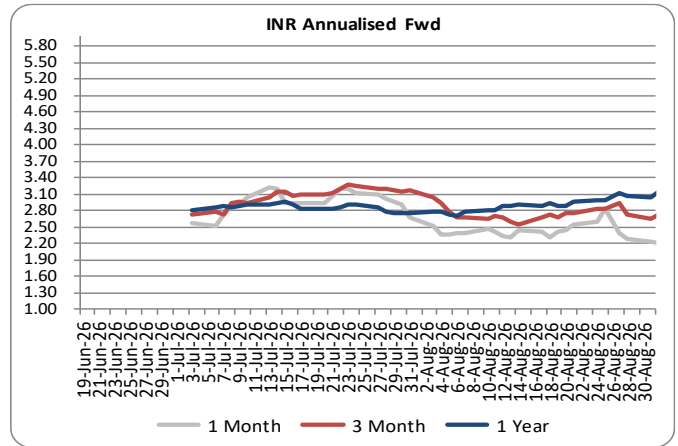
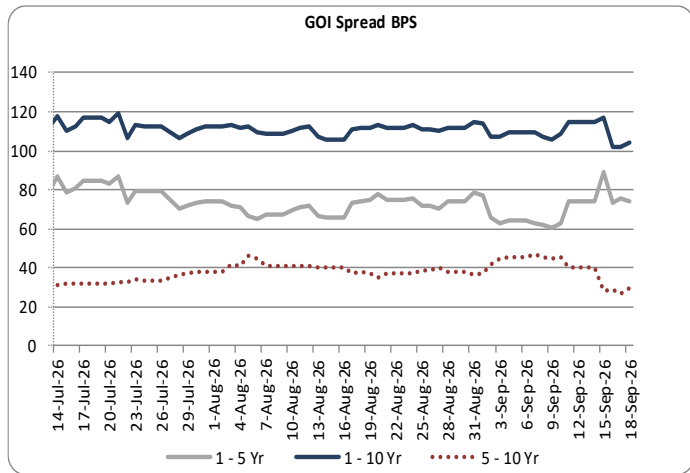
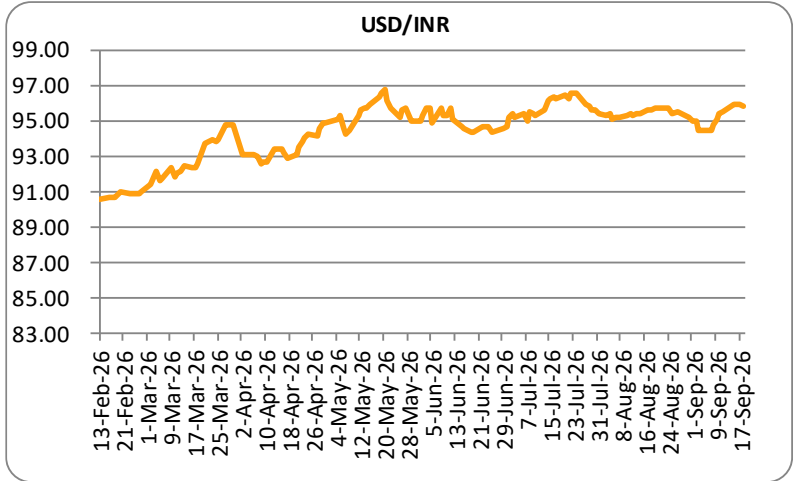
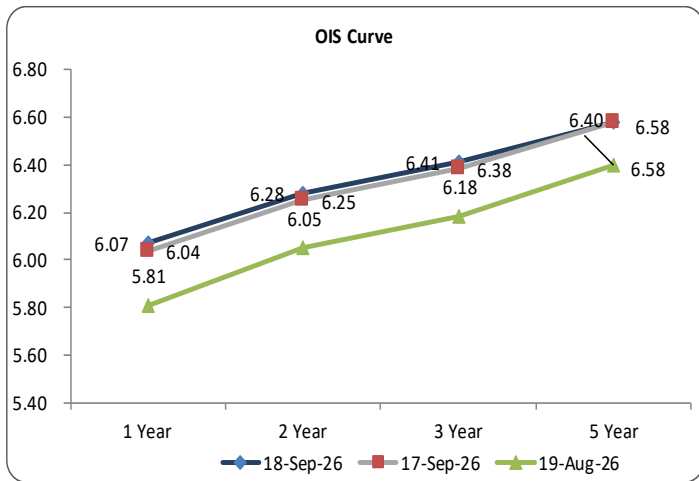
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
18-Sep-26	2206.35	1055.99	1,150.36

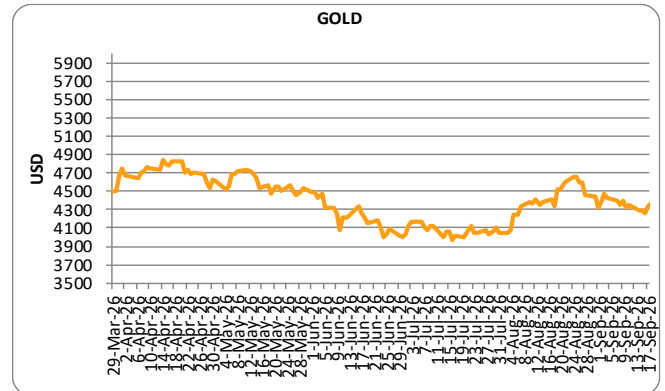
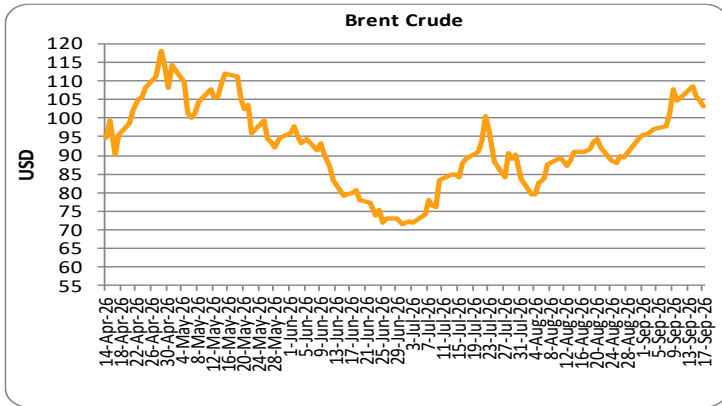
EQUITY		
Gross Purchase	Gross Sales	Net Investment
9215.71	12379.75	(3,164.04)

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
11422.06	13435.74	(2,013.68)

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Jun-26	7.80	7.80
CAD (\$ Bn)	Jun-26	(4.20)	6.50
Trade Deficit (\$ Bn)	Jun-26	(86.10)	(83.40)
WPI (%)	Aug-26	9.92	9.78
CPI (%)	Aug-26	4.82	4.45
IIP (%)	Jul-26	6.70	8.80
PMI Manufacturing	Aug-26	52.80	53.50
PMI Service	Aug-26	54.10	53.30

Economic Calender	Country	Date	Poll	Prior
S&P Global Manufacturing PMI (Sep) P	INR	2026-09-23		
S&P Global Services PMI (Sep) P	INR	2026-09-23	0	
S&P Global Manufacturing PMI (Sep) P	USD	2026-09-23	0	53.9
S&P Global Services PMI (Sep) P	USD	2026-09-23		56.5
Crude Oil Inventories	USD	2026-09-23		-0.640M
Initial Jobless Claims	USD	2026-09-24	0	196K
New Home Sales (Aug)	USD	2026-09-24		





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

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