

The benchmark 6.94 2036 bond yield closed at 7.1628% vs 7.1848% in the previous session.

India's 10Y benchmark yield eased 2.2bps to 7.16% tracking lower oil prices and softer U.S. yields. The Benchmark yield had risen 6.5bps on Monday after Governments H2 borrowing calendar skewed issuance towards 15Y and ultra-long maturities. OIS rates eased in line with lower oil prices with the 1Y OIS at 6.19%, 5Y at 6.65%.

Rate hike bets strengthen after Aug CPI inflation rises to 4.82% and the US Fed's latest move.

Brent fell 0.5% to \$104.74 a barrel on signs of recovering Gulf crude exports.

Globally, US 10-year yield eased to 5.21% after briefly topping 5.26% in Asian trade. UK 10-year borrowing costs hit 5.383% at auction, the highest since 1999, squeezing Healey ahead of next month's budget. Euro zone bond selling paused, with Germany's 10-year yield down 2 bps at 3.624% after hitting a 17-year high of 3.6526% on Monday. Italy's 10-year auction yield hit 4.58%, highest since October 2023. RBA hiked 25 bps to 4.6%, a 15-year high, and kept further hikes on the table. Japan's 2-year yield hit 1.975%, highest since 1995, as markets bet on more BOJ hikes to support the yen.

Market Observations

G-sec

SDL cut-off came in lower than market expectations by around 2-3bps across the curve, where states were able to successfully borrow 19,200crs worth of bonds against the notified amount of 22,200crs. 10yr & 15yr TN did not get accepted in the primary auction, where post cut-off, 10yr good states saw buying interest by PSU Banks and selling interest by Mutual Funds at 7.85 centric levels.

Size switches were dealt in 40-year maturity Gsec (7.34 2064 vs 6.90 2065) at 0.50bps, where 7.34 2064 traded higher. This switch was predominantly dealt between Pension Funds and Foreign Banks to the tune of 1,050crs.

20-year maturity Illiquid Gsec (8.30 2042 / 9.23 2043 / 7.06 2046) was actively traded at 7.47, 7.58 and 7.62 levels. Here, Insurance Companies acted as sellers and Pension Funds / Foreign Banks as buyers to the tune of 800crs.

Corp Bond

AAA rated PSU bond yield remained flattish with upward bias across the curve with benchmark indicative levels at 7.73% for the 1-year, 7.92% for the 5-year and 7.93% for the 10 year. Trading activity was concentrated in the Medium-term segment, followed by the short MMY segment.

CP/CD

CD rates remained flattish at the shorter end while rose slightly at the longer end with the 3M (Dec maturity) at 6.30%, 6M (Mar maturity) at 6.92% and 1Y (Sept maturity) at 7.42% Trading was concentrated in JFM and 2-3M segment.

GOI Yield	29-Sep	28-Sep	22-Sep	28-Aug
1 Year	6.10	6.08	6.03	5.80
5 Year	6.85	6.88	6.69	6.53
10 Year	7.16	7.18	7.01	6.91

AAA Bmk	29-Sep	28-Sep	22-Sep	28-Aug
1 Year	7.73	7.73	7.55	7.61
5 Year	7.92	7.90	7.78	7.71
10 Year	7.93	7.95	7.85	7.68

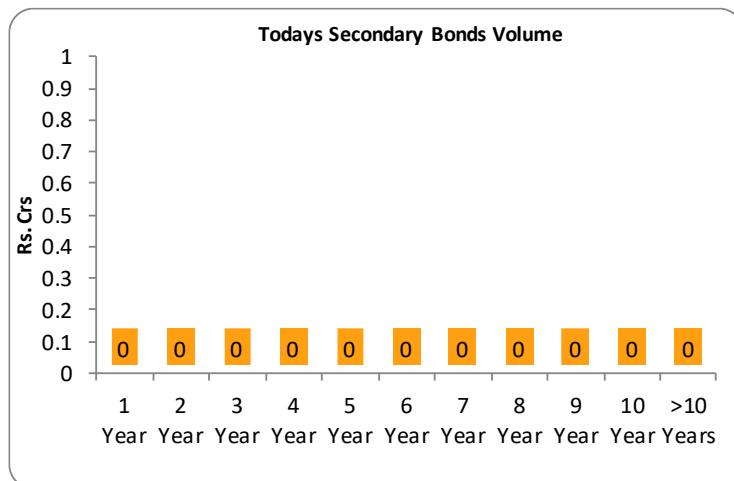
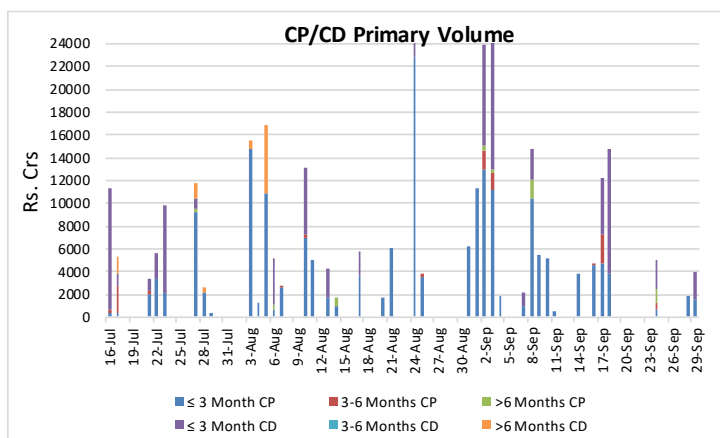
CD	29-Sep	28-Sep	22-Sep	28-Aug
3 Month	6.30	6.30	6.00	6.40
6 Month	6.92	6.85	6.75	6.75
1 Year	7.42	7.40	7.35	7.25

CP	29-Sep	28-Sep	22-Sep	28-Aug
3 Month	6.35	6.35	6.05	6.45
6 Month	6.97	6.90	6.80	6.80
1 Year	7.47	7.45	7.40	7.30

OIS Rate	29-Sep	28-Sep	22-Sep	28-Aug
1 Year	6.19	6.24	6.06	5.95
2 Year	6.39	6.45	6.26	6.13
3 Year	6.50	6.56	6.33	6.26
5 Year	6.65	6.72	6.51	6.44

	29-Sep	28-Sep	22-Sep	28-Aug
Sensex	72,529	72,772	74,529	77,265
Nifty	22,716	22,780	23,329	24,176
USD/INR	95.98	95.98	95.59	95.38
Gold (USD)	4,181	4,114	4,355	4,453
Oil (USD)	102.59	105.28	99.25	89.31

NDF	29-Sep	28-Sep	22-Sep	28-Aug
3 Month	97.04	96.93	96.3197	96.2601
1 Year	99.29	99.31	98.5947	98.4951
2 Year	102.06	101.96	101.31	101.465
3 Year	104.96	104.86	104.25	104.495



10 Year Benchmarks	29-Sep	28-Sep	22-Sep	28-Aug
India	7.16	7.19	7.01	6.91
US	5.26	5.24	4.97	4.72
South Korea	4.47	4.54	4.46	4.27
Brazil	14.14	14.18	14.13	14.70
Germany	3.61	3.64	3.45	3.27
China	1.67	1.69	1.68	1.70

Top Traded Securities	Volume	29-Sep	28-Sep	22-Sep	28-Aug
6.75 2029	0	6.8167	6.7286	6.6108	6.3543
6.79 2034	0	7.1574	7.1716	7.0945	6.8794
6.33 2035	570	7.1146	7.1405	6.9822	6.8717
6.92 2039	0	#N/A	7.277	7.1557	6.9592
7.09 2054	0	7.668	7.6939	7.5811	7.5066
7.34 2064	40	7.7327	7.7706	7.6437	7.6683

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
22-Sep-26	-	-	-

EQUITY		
Gross Purchase	Gross Sales	Net Investment
-	-	-

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
-	-	-

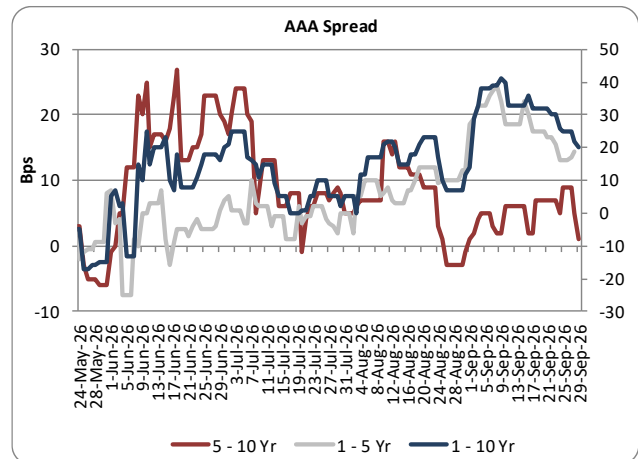
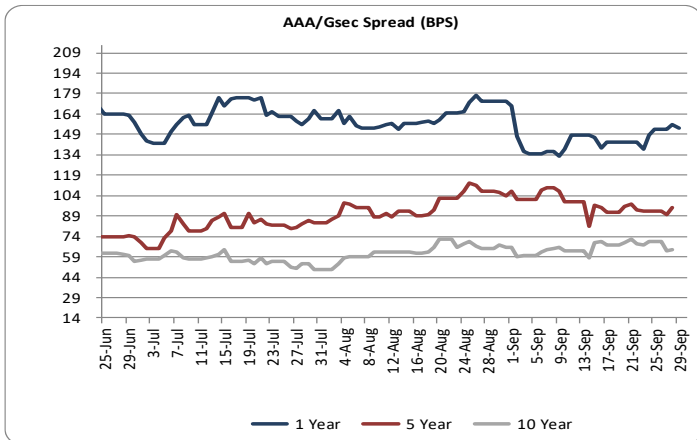
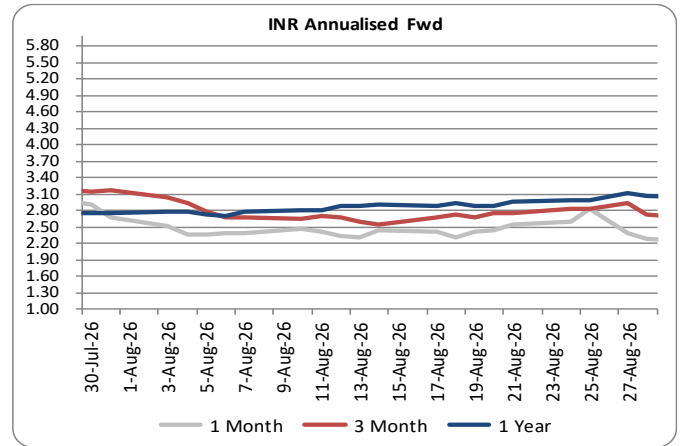
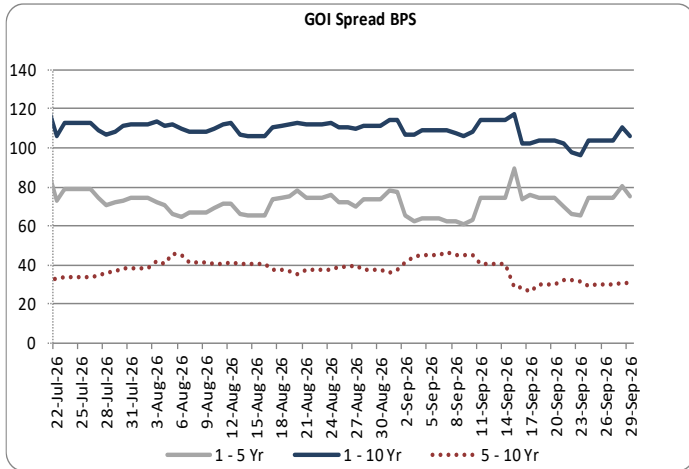
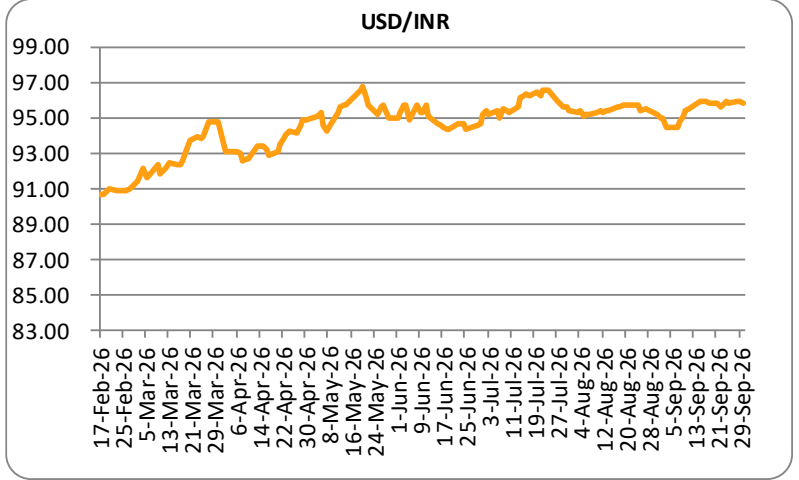
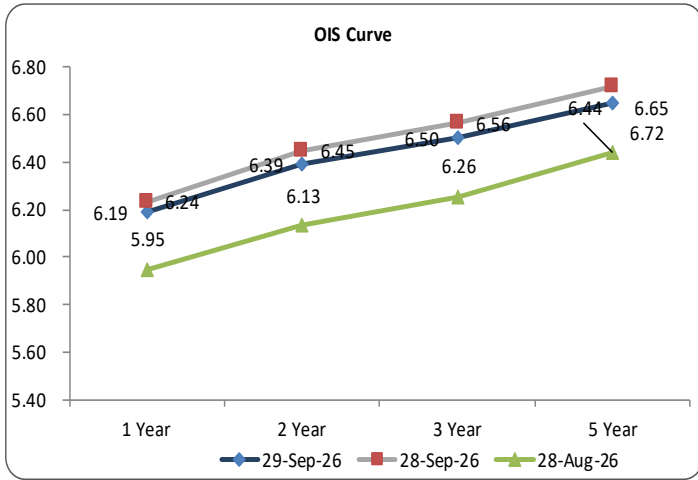
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
30-Sep-26	0	0	-

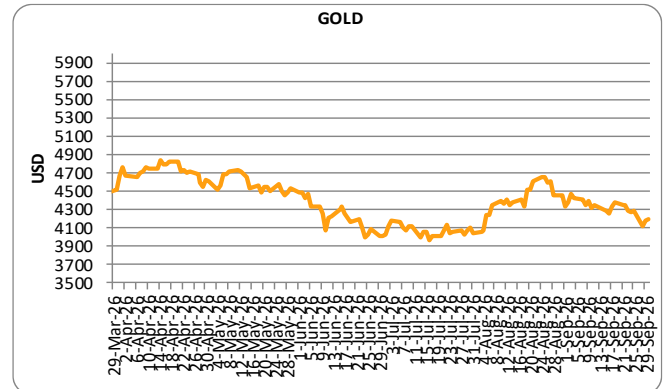
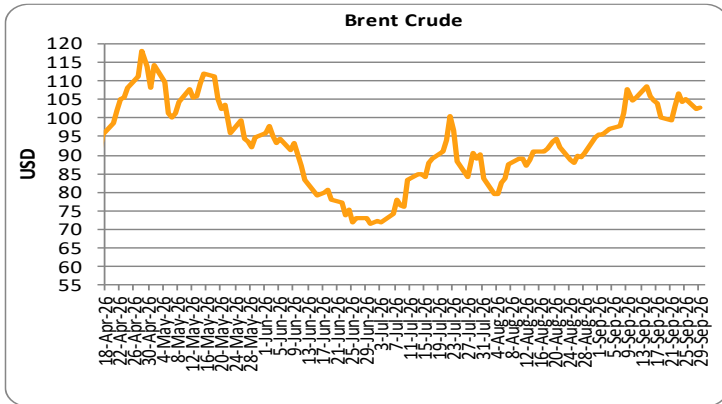
EQUITY		
Gross Purchase	Gross Sales	Net Investment
0	0	-

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
0	0	-

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 (%)	Aug-26	8.00	7.40
PMI Manufacturing	Aug-26	52.80	53.50
PMI Service	Aug-26	54.10	53.30

Economic Calender	Country	Date	Poll	Prior
CB Consumer Confidence (Sep)	US	2026-09-29		6.70%
JOLTS Job Openings (Aug)	US	2026-09-29		89.4
Manufacturing PMI (Sep)	CN	2026-09-30		7.271M
GDP (QoQ) (Q2)	UK	2026-09-30		49.8
GDP (YoY) (Q2)	UK	2026-09-30	0.40%	0.60%
ADP Nonfarm Employment Change (Sep)	US	2026-09-30	1.20%	0.90%
Core PCE Price Index (YoY) (Aug)	US	2026-09-30		38K
Core PCE Price Index (MoM) (Aug)	US	2026-09-30		3.30%





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

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