SOVEREIGN global

DAILY REPORT
INDIAN DEBT MARKET
22ND JANUARY 2026

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	91.510	+0.05
BRENT OIL	64.22	-1.55
GOLD	4779.84	-0.06
India 10 YR	6.6352	-0.27
US 10 YR	4.251	-0.12
NIFTY 50	25318.85	+0.53
SENSEX	82389.08	+0.49

G-SEC / BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364 DTB	5.6600	5.5300
G-SEC 2028	5.8434	5.8702
G-SEC 2034	6.6932	6.7314
G-SEC 2040	7.0768	7.0212
G-SEC 2055	7.3917	7.4116
SDL 2027	6.3393	6.1775
SDL 2036	7.4328	-

ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 23H 7.58 LOA 31JL26 FVRS1LAC	7.3691	99.9652
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24E 7.80 BD 15MR27 FVRS1LAC	7.1822	100.6887
NATIONAL HOUSING BANK 7.59 BD 08SP27 FVRS1LAC	7.0036	100.8504
BAJAJ HOUSING FINANCE LIMITED 7.08 NCD 12JU30 FVRS1LAC	7.4920	98.4001
REC LIMITED SR 248A 6.52 BD 31JN28 FVRS1LAC	7.0500	99.0375
LIC HOUSING FINANCE LTD TR 447 7.57 NCD 18OT29 FVRS1LAC	7.4000	100.4678
TELANGANA STATE INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED SR I 2024-25 D 9.35 NCD 31DC30 FVRS1LAC	9.0039	102.8895
TORRENT PHARMACEUTICALS LTD SR 2 7.60 NCD 19JN29 FVRS1LAC	7.5800	100.0315
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR IV 7.79 BD 19AP27 FVRS1LAC	7.2000	100.6845
BAJAJ FINANCE LIMITED 7.82% NCD 31JN34 FVRS1LAC	7.7604	100.3382
ADITYA BIRLA CAPITAL LIMITED SR PJ1 8.3710 NCD FVRS1CR	8.4208	99.6600
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25E 7.53 BD 24MR28 FVRS1LAC	7.1615	100.6844

OVERNIGHT INDEXED SWAP

OIS (1 YEAR)		OIS (2 YEAR)		OIS (5 YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.5725	5.5700	5.6800	5.7000	6.0700	6.0900

BOND MARKET

The 10-year benchmark (6.48% GS 2035) recorded a close of 6.6352%, ending at 1.84 bps lower than the close of the previous day's trading session.

DOMESTIC BROADCAST

On Thursday morning, a notable rally in Indian government bonds caught the attention of investors, largely due to speculation that the Reserve Bank of India was maneuvering in the secondary market. Coupled with a strong performance from U.S. Treasury yields, this provided an additional boost.

Investors are exploring Power Finance Corporation zero coupon bonds for diversification. These bonds offer attractive post-tax returns, surpassing bank deposits and tax-free bonds. With falling interest rates, there is potential for capital appreciation in the coming years. The issue is currently open for subscription, providing an opportunity to lock in gains.

Money market operations on January 21, 2026: Overnight segment totaled ₹696749.48 crores at a 5.28% weighted average rate. The segment's significant operations included triparty repo at ₹458016.85 crore and 5.27%. RBI's net liquidity absorption stood at ₹343698 crore

GLOBAL BROADCAST

Bond Investments by Japanese abroad decreased by 361.40 billion yen in the week ending January 17 of 2026. Foreign Bond Investment in Japan averaged 169.20 JPY Billion from 2005 until 2026, reaching an all time high of 6790.00 JPY Billion in September of 2021 and a record low of -7827.00 JPY Billion in July of 2021.

Employment in Australia jumped 65,200 to a record peak of 14.68 million in December 2025, shifting from a revised 28,700 decline in the previous month and easily exceeding market expectations of a 30,000 increase. The latest result indicated the fastest monthly rise since April, as full-time employment climbed 54,800, swinging from a revised 65,300 drop in November.

Deposit Interest Rate in Turkey decreased to 35.50 percent in January from 36.50 percent in December of 2025. Deposit Interest Rate in Turkey averaged 37.47 percent from 1990 until 2026, reaching an all time high of 398.10 percent in April of 1994 and a record low of 1.50 percent in December of 2010.

SPREAD ANALYSIS

The India 10 Years vs the United States 10 Years Government Bond spread value is 237.46 bps, 6 bps higher than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.

2 Years vs 1 Years bond spread is 1 bp
5 Years vs 2 Years bond spread is 73.42 bp.
10 Years vs 2 Years bond spread is 89.88 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended slightly lower compared to the previous day. The yield is projected to fluctuate between 6.62% and 6.67%.