DAILY REPORT
INDIAN DEBT MARKET
16TH JULY 2026

SOVEREIGN global

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	96.479	+0.22
BRENT OIL	84.58	-0.10
GOLD	4031	-0.44
INDIA10YR	6.7478	-0.41
US10YR	4.571	+0.35
NIFTY50	24081.45	-0.02
SENSEX	77261.53	+0.01

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	5.6250	5.6700
G-SEC2031	6.4298	6.4572
G-SEC2035	6.7538	6.7732
G-SEC2040	6.9739	6.9932
G-SEC2055	7.3693	7.3888
SDL2029	6.9044	6.9273
SDL2036	7.4107	7.4205

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
TMF HOLDINGS LIMITED SR A NCD 28AG26 FVRS10LAC	7.5500	137.3334
JIO CREDIT LIMITED SR VII 7.78 NCD 07JL29 FVRS1LAC	7.7648	100.0000
THE TATA POWER COMPANY LIMITED SR CGPLAU02 9.9 NCD 27AG28 FVRS10LAC	7.5900	103.8234
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR IV 7.29 BD 09NV29 FVRS1LAC	7.3607	99.7210
KOTAK MAHINDRA PRIME LIMITED 7.60 NCD 19MY28 FVRS1LAC	7.7700	99.6614
NATIONAL HIGHWAYS AUTHORITY OF INDIA SR X 7.48 BD 06MR50 FVRS10LAC	7.6052	98.5200
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 144 7.55 BD 12AP30 FVRS10LAC LOAUPTO03FB20	7.1900	101.1282
RURAL ELECTRIFICATION CORPORATION LIMITED 7.77 SR 220-A BD 31MR28 FVRS1LAC	7.2750	100.6925
REC LIMITED SR 234-B 7.58 BD 31MY29 FVRS1LAC	7.2650	100.7431
LIC HOUSING FINANCE LTD TR 421 7.90 NCD 23JU27 FVRS10LAC	7.5500	100.2734

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.9050	5.8900	6.075	6.065	6.3575	6.3375

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 6.7478%,2.80 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

Indian government bonds saw gains for a second straight session on Thursday. This followed overnight increases in U.S. Treasuries after softer economic data emerged. Softer U.S. inflation data eased concerns about an imminent Federal Reserve rate hike. Lower U.S. yields eased pressure on emerging-market debt, helping Indian bonds recover. State-run lenders and foreign investors actively bought bonds, adding support.

GLOBAL BROADCAST

The yield on Japan 1 Year Bond Yield rose to 1.19% on July 16, 2026, marking a 0.01 percentage points increase from the previous session. Over the past month, the yield has edged up by 0.05 points and is 0.58 points higher than a year ago, according to over-the-counter interbank yield quotes for this government bond maturity.

Industrial production in the UK fell 0.5% month-on-month in May 2026, worse than market expectations of a 0.1% drop and reversing an upwardly revised 0.2% gain in the previous month.

The GDP in the UK expanded by 1.3% year-on-year in May 2026, below market expectations of 1.4% but picking up from a downwardly revised 1.1% increase in April. This marks the steepest growth since July last year.

The UK 10-year gilt yield held around 4.97%, close to the near two-month high reached earlier this week, as resilient economic data and higher oil prices reinforced expectations that the Bank of England will raise interest rates later this year. The UK economy grew 0.1% in May, rebounding from a 0.1% contraction in April, while GDP expanded 0.7% over the three months to May, beating forecasts of 0.5%.

German and US borrowing costs are nearing their narrowest gap in a month. Euro zone yields rose due to Gulf fighting, increasing inflation fears. US Treasury yields remained steady after cooler inflation data emerged. Markets anticipate further European Central Bank rate increases this year. The US is less exposed to Gulf energy disruptions than Europe.

Japanese investors bought a net of ¥1,090.1 billion of foreign bonds in the week ending July 11, 2026, after a downwardly revised net sale of ¥217.5 billion in the previous week. This marked the biggest net purchase in nine weeks.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 217.68 bps, 33 bps higher than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1 Year bond spread is 31.15 bp.
5 Years vs 2 Years bond spread is 25.28 bp.
10 Years vs 2Years bond spread is 66.52 bp.

MARKET OUTLOOK

Today, the 10-year benchmark yields ended lower compared to the previous day and maintained good liquidity. The yield is projected to fluctuate between 6.70% and 6.80%.

INFO@SOVEREIGNGLOBAL.IN