DAILY REPORT
INDIAN DEBT MARKET
05TH AUGUST 2026

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	95.077	-0.32
BRENT OIL	80.53	+1.47
GOLD	4119.07	+0.70
INDIA10YR	6.7722	+0.63
US10YR	4.609	-0.39
NIFTY50	24624.65	+0.04
SENSEX	78581.00	+0.19

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	5.5300	5.7000
G-SEC2031	6.3130	6.4069
G-SEC2035	6.7811	6.8107
G-SEC2041	6.9820	7.0020
G-SEC2055	7.4495	7.4672
SDL2029	6.8998	6.9249
SDL2036	7.4514	-

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR IV 7.29 BD 09NV29 FVRS1LAC	7.3347	99.9085
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	7.3900	100.1257
ULTRATECH CEMENT LIMITED SR I 7.22 NCD 02FB29 FVRS1LAC	7.2344	100.0000
TATA CAPITAL HOUSING FINANCE LIMITED SR C 7.17 NCD 21MY30 FVRS1LAC	7.7322	98.1492
JIO CREDIT LIMITED SR V 7.66 NCD 16MR31 FVRS1LAC	8.0800	98.3448
ULTRATECH CEMENT LIMITED SR III 7.25 NCD 01AG31 FVRS1LAC	7.2454	100.000
ULTRATECH CEMENT LIMITED SR II 7.23 NCD 01FB30 FVRS1LAC	7.2365	100.0000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24E 7.80 BD 15MR27 FVRS1LAC	7.0400	100.3155

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.8100	5.7615	5.9950	5.9425	6.2900	6.2500

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 6.7722%, 4.30 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

The Reserve Bank of India (RBI) left its key repo rate unchanged at 5.25% for the fourth consecutive meeting in September and maintained a neutral stance amid a weakening rupee. The decision was in line with expectations, as the Middle East conflict and global uncertainty threatened GDP growth and fuelled inflationary pressures. The annual inflation rate surged to 4.38% in June 2026, marking the highest level since December 2024 and rising above the RBI's 4% target for the first time in 17 months, though it remained within the central bank's 2%–6% tolerance band.

On the economic outlook, the RBI raised its GDP growth forecast for FY2026/27 to 6.7% from its previous estimate of 6.6%. Meanwhile, inflation is projected to average 5.0%, down from the previous estimate of 5.1%. Inflation is forecast at 4.7% in Q2, 5.9% in Q3, and 5.5% in Q4. Meanwhile, core inflation is projected to average 4.3%, down from 4.7%. The central bank also held the SDF rate at 5.0% and the MSF rate at 5.50%.

India’s HSBC Composite PMI was confirmed at 54.3 in July 2026, matching the flash estimate and marking its lowest level since March 2022.

GLOBAL BROADCAST

Producer prices in the Euro Area decreased 0.3% month-over-month in June 2026, the first fall in four months, following a 0.2% gain in May and in line with expectations. Energy cost decreased 1.5%, after a 1% fall in May amid a fall in oil prices after a ceasefire between the US and Iran.

The S&P Global UK Composite PMI rose to 52.2 in July 2026 from 49.3 in June, broadly matching the preliminary estimate of 52.1 and signalling the strongest expansion in private sector activity since April.

The Rating Dog China General Services PMI declined to 50.4 in July 2026 from 54.1 in June, falling below market forecasts of 53.7. It was the slowest expansion in services activity since September 2024 as new business growth moderated for the second straight month, easing to a four-month low amid softer domestic demand.

The S&P Global Germany Composite PMI was revised higher to 51.3 in July 2026 from a preliminary of 51.2, pointing to the first growth in private sector activity in four months.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 216.32 bps, 3.1 bps lower than the closing of the previous day.

Normal Convexity in Long-Term vs Short-Term Maturities.
2 Years vs 1 Year bond spread is 15.96 bp.
5 Years vs 2 Years bond spread is 50.92 bp.
10 Years vs 2Years bond spread is 82.13 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 6.85%.

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