SOVEREIGN global

DAILY REPORT
INDIAN DEBT MARKET
11TH AUGUST 2026

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	95.30	+0.13
BRENT OIL	87.79	+1.86
GOLD	4462.60	+0.56
INDIA10YR	6.7787	+0.21
US10YR	4.714	+0.30
NIFTY50	24471.70	-0.46
SENSEX	78154.25	-0.49

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	5.6602	5.6501
G-SEC2031	6.3726	6.3571
G-SEC2035	6.7752	6.7616
G-SEC2041	6.9847	6.9769
G-SEC2055	-	-
SDL2029	-	-
SDL2036	7.4661	7.3900

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
SHRIRAM FINANCE LIMITED SR PPD TR 11 7.80 NCD 07SP29 FVRS1LAC	7.7986	100.000
BAJAJ FINANCE LIMITED 8% NCD 12MY31 FVRS1LAC	7.9148	100.2298
BAJAJ FINANCE LIMITED SR 286 TR 12 7.90 LOA 13AP28 FVRS10LAC	7.7200	100.1878
TATA CAPITAL LIMITED SR A NCD 28AG26 FVRS10LAC	6.8815	137.6289
VEDANTA LIMITED SR II 9.45 NCD 05JU28 FVRS1LAC	8.5500	101.3579
MUTHOOT FINANCE LIMITED OP II 8.52 NCD 26MY28 FVRS1LAC	8.4900	99.9530
BAJAJ FINANCE LIMITED 7.93 NCD 12JU29 FVRS1LAC	7.8150	100.2096
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24B 7.49 LOA 15OT26 FVRS1LAC	6.5000	100.1038

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.8000	5.7900	5.9900	5.9850	6.3000	6.2925

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 6.7787%, 1.44 bps higher than the previous day's trading session.

DOMESTIC BROADCAST

Money Supply M3 in India decreased to 316464.26 INR Billion in the week ending July 15 from 318876.95 INR Billion two weeks before. Money Supply M3 in India averaged 58939.23 INR Billion from 1951 until 2026, reaching an all-time high of 318876.95 INR Billion in June of 2026 and a record low of 20.57 INR Billion in October of 1952.

Early Tuesday saw a drop in Indian government bonds, reflecting a broader selloff in US Treasury markets. The rise in crude prices has reignited concerns over inflation, thus influencing market attitudes. Traders are now looking towards key economic figures from both India and the US to inform their views on future rate adjustments.

The State Bank of India is set to tap into the dollar debt market, aiming to raise a minimum of $500 million by issuing five-year bonds. Marketing for this public offering is underway, with expectations to finalize the sale within the week. This move follows a previous postponement of a larger issue due to escalating borrowing costs.

In a significant regulatory shift, Sebi is set to increase the cap on the number of annual debt security ISINs maturing. This initiative is designed to alleviate liquidity challenges and refinancing stress faced by Non-Banking Financial Companies (NBFCs) and major corporations. Furthermore, Sebi recommends exempting ESG debt securities from these limitations and advocates for the removal of mandatory listing on all previous unlisted debt offerings.

GLOBAL BROADCAST

Singapore's economy grew by 1.4% quarter-on-quarter in the second quarter of 2026, surpassing flash estimates of 1.1% and accelerating from a slightly downwardly revised 1.2% expansion in the previous quarter.

Bond yields in the Euro zone saw an uptick as oil prices surged, triggered by U.S. President Donald Trump's stance on Iran. The chances for a reopening of the Strait of Hormuz appear to have diminished.

The Reserve Bank of Australia kept its cash rate unchanged at 4.35% in a unanimous decision at its August 2026 meeting, in line with market expectations. Policymakers noted that financial conditions have tightened following three rate increases earlier this year and that the economy appears to be slowing as expected.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 206.47 bps, 7 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 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 higher compared to the previous day and maintained good liquidity. The yield is projected to fluctuate between 6.70% and 6.80%.

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