DAILY REPORT
INDIAN DEBT MARKET
25TH AUGUST 2026

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	95.690	-0.33
BRENT OIL	90.52	-3.27
GOLD	4700	-0.39
INDIA10YR	6.8488	-0.33
US10YR	4.713	-0.91
NIFTY50	24334.35	-0.48
SENSEX	77656.09	-0.37

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	5.7400	5.5700
G-SEC2031	6.4559	6.4965
G-SEC2035	6.8233	6.8367
G-SEC2041	7.0451	7.0591
G-SEC2055	7.4759	7.4892
SDL2029	-	-
SDL2036	7.5641	7.5300

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
BAJAJ FINANCE LIMITED 7.82% NCD 31JN34 FVRS1LAC	7.8281	99.8500
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 26F 7.44 BD 17JL29 FVRS1LAC	7.6229	99.4903
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25D 7.40 BD 29AP30 FVRS1LAC	7.6300	99.2080
INDIAN RAILWAY FINANCE CORPORATION LIMITED SR 191A 6.47 BD 30MY28 FVRS1LAC	7.3700	98.5164
JSW ENERGY LIMITED 8.05 NCD 10NV28 FVRS1LAC	8.3200	99.4034
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR 665 RR NCD 27FB29 FVRS1LAC	7.9970	100.0100
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25A 7.70 BD 30SP27 FVRS1LAC	7.5500	100.1280
REC LIMITED SR 234-B 7.58 BD 31MY29 FVRS1LAC	7.5000	100.1234

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
5.9050	5.8550	6.1275	6.0400	6.4500	6.3475

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 6.8488%, 2.20 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

Indian government bonds experienced little movement early Tuesday, stabilizing after a recent decline. Oil prices reacted unfazed to new US sanctions, which alleviated some importer tensions. Market players are anticipating an upcoming state debt sale that could reveal investor appetite. Although bond yields are stable, lingering inflation and currency effects might weaken the market's mood. Nevertheless, abundant banking liquidity continues to bolster demand for bonds.

Union Bank of India has made a significant move by raising six hundred million dollars through the sale of bonds, which include three-year and five-year notes at appealing interest rates. This event is particularly notable as it represents the bank's first public dollar bond sale in more than ten years.

GLOBAL BROADCAST

This year, Japanese bond exchange traded funds have experienced an unprecedented surge in inflows, driven by increasing government bond yields that enhance the appeal of Japan's debt for investors. European market participants are diversifying their portfolios, moving away from US dollar assets due to growing uncertainties surrounding the dollar's reliability as a safe haven. Consequently, Japanese bonds present an attractive option with solid yields and developed-market risk.

Germany's economy expanded 0.3% in Q2 2026, revised up from 0.2% in the preliminary estimate but easing from 0.4% growth in the previous period. Ruth Brand, president of the Federal Statistical Office, said the economy maintained its growth momentum from early 2026, with exports remaining the main driver of expansion.

The yield on South Korea 20 Year Bond Yield eased to 4.57% on August 25, 2026, marking a 0.05 percentage points decrease from the previous session. Over the past month, the yield has edged up by 0.01 points and is 1.68 points higher than a year ago, according to over-the-counter interbank yield quotes for this government bond maturity.

Producer price inflation in Spain accelerated to 9.2% in July 2026 from 7% in June, largely driven by a sharp rise in energy prices, which rose to 20.8% from 14.3%. The rise mainly reflected stronger increases in electricity production, transport and distribution prices, while gas-related prices declined after rising in July 2025.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 209.29 bps, 3.32 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 24.62 bp.
5 Years vs 2 Years bond spread is 43.34 bp.
10 Years vs 2Years bond spread is 79.91 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 6.83% and 6.89%.

INFO@SOVEREIGNGLOBAL.IN