

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	95.660	-0.17
BRENT OIL	101.47	+1.13
GOLD	4359.42	-0.56
INDIA10YR	7.0106	-0.55
US10YR	4.931	-0.65
NIFTY50	23329	-0.36
SENSEX	74529.08	-0.44

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	6.0300	6.0250
G-SEC2031	6.6912	6.7307
G-SEC2035	6.9953	7.0170
G-SEC2041	7.7124	7.2006
G-SEC2055	7.5558	7.5744
SDL2029	-	-
SDL2036	7.7245	-

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
CANARA BANK SR 1 8.10 BD FVRS1CR	8.1306	100.000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 24E 7.80 BD 15MR27 FVRS1LAC	7.0902	100.1874
POWER FINANCE CORPORATION LIMITED SR 251A 6.27 BD 15JL27 FVRS1LAC	7.4483	99.0785
BAJAJ FINANCE LIMITED 8.12 NCD 10SP27 FVRS1LAC	7.7700	100.2938
REC LIMITED SR 260 (B) 7.67 BD 30SP31 FVRS1LAC	7.6614	100.000
MUTHOOT FINANCE LIMITED 8.05 NCD 25NV27 FVRS1LAC	8.3500	99.6310
REC LIMITED SR 248A 6.52 BD 31JN28 FVRS1LAC	7.4800	98.7498
TATA CAPITAL HOUSING FINANCE LIMITED SR C 7.86 NCD 21SP29 FVRS1LAC	8.2000	99.1000

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.0900	6.0625	6.3000	6.2550	6.5450	6.5125

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 7.0106%, 3.91 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

Surplus banking system liquidity fell to 4.92 trillion rupees (\$51.36 billion) on Monday, down 55% from a record 11.16 trillion rupees about two weeks ago. India's banking system was flush with cash after lenders raised a much larger-than-expected \$133 billion through the RBI's diaspora deposit scheme.

The RBI sold bonds worth 250 billion rupees (\$2.61 billion) earlier in the day, with the cut-off yields below market estimates, indicating a rising demand for these securities.

Bond yields for Indian government securities showed little fluctuation as markets brace for ongoing liquidity withdrawals. Specifically, the yield for the benchmark 2036 bond settled at about 7.05% during early trading on Tuesday. With retail inflation rising to 4.82% in August, expectations mount for a rate hike from the Reserve Bank of India next month.

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GLOBAL BROADCAST

South Korea's significant pension fund is looking to invest in Indian government bonds, as India strives to enhance foreign capital influx via streamlined registration processes. This initiative enriches funding sources and ensures steady capital inflow, with the fund leveraging a new, simplified compliance pathway for investors, promoting elevated foreign engagement in India's debt market.

The UK's total order book balance improved to -9 in September 2026 from -25 in August, marking the strongest reading since July 2023 and beating market expectations of -34. Export orders also improved, while remaining below "normal" at -9, but well above the historical average of -19.

The yield on Germany 5 Year Bond Yield eased to 3.25% on September 22, 2026, marking a 0.03 percentage points decrease from the previous session. Over the past month, the yield has edged up by 0.29 points and is 0.91 points higher than a year ago, according to over-the-counter interbank yield quotes for this government bond maturity.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 207.96 bps, 1.22 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 41.41 bp.
5 Years vs 2 Years bond spread is 34.63 bp.
10 Years vs 2Years bond spread is 8.66 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 6.95% and 7.05%.