SOVEREIGN global

DAILY REPORT
INDIAN DEBT MARKET
02ND NOVEMBER 2026

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	94..934	+0.21
BRENT OIL	108.46	-2.78
GOLD	3916.05	+0.24
INDIA10YR	7.3154	-1.34
US10YR	4.924	+0.16
NIFTY50	23440.80	+1.68
SENSEX	75692.78	+1.66

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	6.5450	6.6550
G-SEC2031	7.2399	7.3395
G-SEC2035	7.3053	7.4240
G-SEC2041	7.4974	7.6006
G-SEC2055	7.7905	7.8695
SDL2029	-	7.6304
SDL2036	-	8.0404

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
REC LIMITED SR 261 8.3 BD 31OT31 FVRS1LAC	8.2124	100.000
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR IV 7.79 BD 19AP27 FVRS1LAC	8.2368	99.7944
LIC HOUSING FINANCE LTD TR 458 7.57 NCD 23NV29 FVRS1LAC	8.3714	97.9538
REC LIMITED SR 239 BD 03NV34 FVRS1LAC	6.9553	59.5600
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED SR 646 8.50 NCD 25JL27 FVRS1LAC	8.7526	99.6754
SUN PHARMACEUTICAL INDUSTRIES LIMITED SR B 8.20 NCD 27OT31 FVRS1LAC	8.1932	100.000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25B 7.64 BD 06DC29 FVRS1LAC	8.3000	98.2162
BAJAJ FINANCE LIMITED SR 286 TR 12 7.90 LOA 13AP28 FVRS10LAC	8.6000	98.9855

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.6800	6.6575	6.7000	6.6750	6.8350	6.7750

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 7.3154%, 9.85 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

India's HSBC Manufacturing PMI fell to 54.7 in October 2026 from 55.1 in September, revised slightly down from a preliminary estimate of 54.9, indicating that factory activity continued to expand, although at a slower pace. Growth in new orders moderated from September's seven-month high, while output expansion also softened. However, export order growth accelerated to its fastest pace in six months, supported by stronger demand from a broad range of overseas markets.

GLOBAL BROADCAST

The RatingDog China Manufacturing PMI edged down to 52.0 in October 2026 from September's five-month high of 52.1, but surpassed forecasts of 51.6. It was the eleventh straight month of expansion and signalled the longest streak of improving manufacturing sector health since mid-2021.

The S&P Global Germany Manufacturing PMI was confirmed at 54.2 in October 2026, the second-highest for almost four-and-a-half years, just behind August's recent peak, and compared to 53.9 in September.

The yield on Germany 3 Month Bond Yield held steady at 2.51% on November 2, 2026. Over the past month, the yield has edged up by 0.05 points and is 0.72 points higher than a year ago, according to over-the-counter interbank yield quotes for this government bond maturity.

Indonesia's annual inflation edged down to 3.23% in October 2026 from September's three-month high of 3.28%, coming below market expectations of 3.29% and staying within Bank Indonesia's target range of 1-1/2%-3-1/2%.

Germany's retail sales dropped 2.0% month-on-month in September 2026, reversing a downwardly revised 1.2% increase in the previous month and missing market expectations for a 0.4% gain.

Australia's Melbourne Institute Monthly Inflation Gauge rose 0.5% month-on-month in October 2026, up from a 0.3% increase in the previous month and marking a fourth straight monthly gain. The stronger reading highlights persistent price pressures ahead of the Reserve Bank's policy meeting later this week, where markets widely expect a fifth rate hike this year. Annual headline inflation accelerated to a six-month high of 4.3% in September, remaining well above the RBA's 2-3% target range.

SPREAD ANALYSIS

The India 10Years vs the United States 10 Years Government Bond spread value is 239.24 bps, 11 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 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 7.25% and 7.540.