SOVEREIGN global

DAILY REPORT
INDIAN DEBT MARKET
04th NOVEMBER 2026

GLOBAL MARKET SNAPSHOT

MARKETS	PRICE	% CHANGE
USD/INR	94.697	-0.05
BRENT OIL	102.58	-1.41
GOLD	4057.45	+2.84
INDIA10YR	7.1880	-1.57
US10YR	4.922	-0.57
NIFTY50	23960.60	+0.63
SENSEX	77301.40	+0.50

G-SEC/BONDS YIELDS

SECURITY	LTY (%) TODAY	LTY (%) PREV
364DTB	6.1000	6.4000
G-SEC2031	7.0579	7.2124
G-SEC2035	7.1654	7.3295
G-SEC2041	7.3799	7.4942
G-SEC2055	7.6808	7.7831
SDL2029	-	7.5832
SDL2036	7.9233	7.9410

MOST ACTIVELY TRADED CORPORATE BONDS

SECURITY	YTM (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 25G 7.48 BD 15SP28 FVRS1LAC	8.2735	98.6318
RELIANCE INDUSTRIES LIMITED SR Q 7.47 NCD 16SP31 FVRS1LAC	7.9356	98.1102
ADITYA BIRLA HOUSING FINANCE LIMITED SR G2 8.7 NCD 30OT36 FVRS1LAC	8.6909	100.0100
INDIA INFRASTRUCTURE FINANCE COMPANY LIMITED 6.99 NCD 31JL30 FVRS1LAC	80.337	96.6700
SAMMAAN CAPITAL LIMITED SR I 9.05 NCD 11SP29 FVRS1LAC	9.6778	99.2500
BAJAJ FINANCE LIMITED 8.70 NCD 30OT31 FVRS1LAC	8.6922	100.0000
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 26F 7.44 BD 17JL29 FVRS1LAC	8.1529	98.0400
REC LIMITED SR 261 8.3 BD 31OT31 FVRS1LAC	8.0484	101.0100

OVERNIGHT INDEXED SWAP

OIS(1YEAR)		OIS(2YEAR)		OIS(5YEAR)	
OPEN	CLOSE	OPEN	CLOSE	OPEN	CLOSE
6.5500	6.5135	6.5800	6.4700	6.6900	6.5900

BOND MARKET

The 10-year benchmark recorded (6.94% GS 2036) a close of 7.1880%, 11.32 bps lower than the previous day's trading session.

DOMESTIC BROADCAST

Indian government bonds experienced an increase due to a significant decline in crude oil prices. A Democratic sweep in the US midterm elections raised hopes for peace in the Middle East. Traders responded positively, adding positions in government bonds as softened yields. Concerns about inflation risks diminished as investors anticipated a delay in interest rate hikes. Market dynamics indicate that Qatar-led mediation efforts are being monitored closely amid these developments.

Corporate debt issuances have seen significant growth as many companies seek to capitalize on favorable borrowing conditions. The aggregate debt proposed to be raised this week surpasses Rs 17,000 crore. Experts suggest that current bond yields below 7.30% may not remain stable for long. The outcome of upcoming US midterm elections may influence future market conditions significantly.

The HSBC India Services PMI was revised lower to 55.8 in October 2026 from the preliminary estimate of 56.2, but remained above the previous month's reading of 55.2. Still, it marked the fastest expansion in the services sector since June, as both output and sales growth reached four-month highs.

GLOBAL BROADCAST

US Treasury yields climbed as stronger than expected September jobs data pointed to a resilient labour market, while investors awaited the midterm election results. Falling oil prices briefly eased pressure on bonds, but the move reversed as economic data reinforced growth expectations and uncertainty over future US fiscal policy kept investors cautious.

Eurozone annual inflation accelerated to 4.0% in October 2026, up from 3.8% in September, according to preliminary estimates, reaching its highest level since September 2023 and remaining well above the ECB's 2% target. The increase was driven primarily by a sharp surge in energy prices amid continued fighting in the Middle East, with energy inflation jumping to 20.8%, its highest level since December 2022.

The yield on Germany 30 Year Bond Yield rose to 3.69% on November 4, 2026, marking a 0.01 percentage points increase from the previous session. Over the past month, the yield has fallen by 0.18 points, though it remains 0.43 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 226.60 bps, 4.88 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 7.10% and 7.30%.