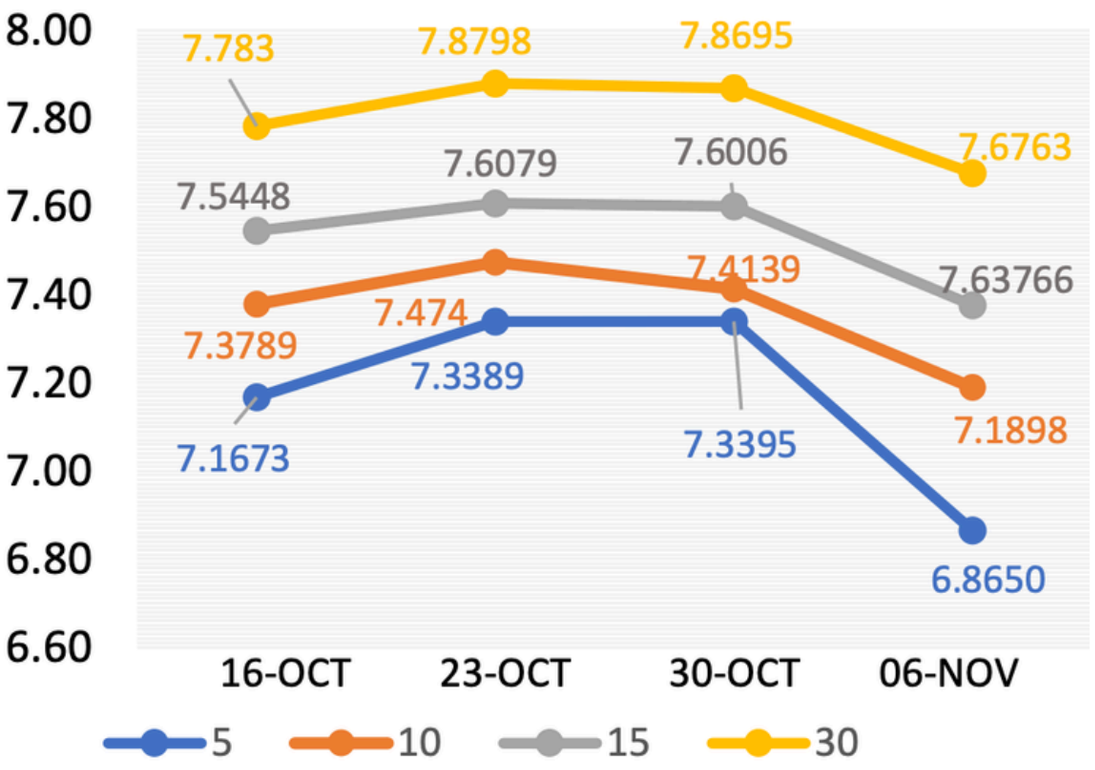
SOVEREIGN GLOBAL MARKET PRIVATE LIMITED

Indian Debt Market - Weekly Report - 8th Nov, 2026

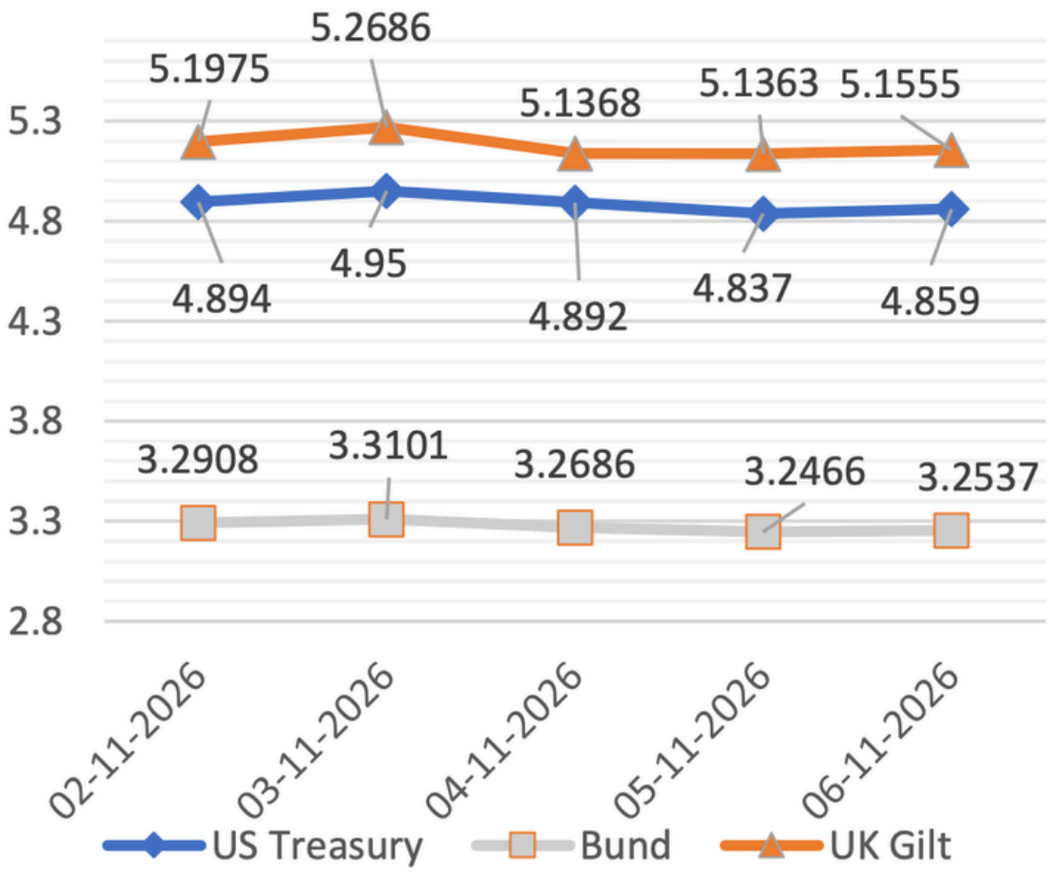
MARKET OVERVIEW

	02 Nov	03 Nov	04 Nov	05 Nov	06 Nov
USD/INR	94.905	94.745	94.565	94.480	93.910
OIL	104.77	103.6	94.62	98.29	98.3
GOLD	3969	3940	4073	4113	4074
India 10 Y	7.3154	7.3012	7.1880	7.171	7.1898
US 10 Y	4.894	4.950	4.892	4.837	4.859
NIFTY 50	23440	23810	23960	24536	25030
SENSEX	75692	76917	77301	79310	80793

INDIA BOND YIELD (%)



KEY 10-YR YIELDS (%)



KEY HEADLINES FROM THE WEEK

The 10-year benchmark (6.94% GS 2036) yield concluded the week at 7.1898 at 22.41 bps below the previous week's closing figure.

The weekly movement in spreads include 10Y Indian Treasuries (22.41 bps below), 10Y UST (14 bps below), 10Y Bund (6 bps below), and 10Y UKT (14 bps below).

Japanese investors bought a net of 1,312 billion yen of foreign bonds in the week through October 31, after selling a slightly downwardly revised net of 81.8 billion yen in the previous week, marking the first inflow after six consecutive weeks of outflows.

Reserve Balances in the United States increased to 2962804 USD Million in November 4 from 2895236 USD Million in the previous week. Reserve Balances in the United States averaged 1791840.17 USD Million from 2002 until 2026, reaching an all time high of 4273634 USD Million in December of 2021 and a record low of 2643 USD Million in February of 2008.

Eurozone producer prices rose by 2.5% month over month in September 2026, following an upwardly revised 2.0% increase in August. This marked the sharpest monthly rise since March, when the US-Israeli war with Iran began, as energy prices climbed 7.8%, accelerating from a 5.6% increase in the previous month.

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.

+91-9811395495 www.sovereignglobal.in

SOVEREIGN GLOBAL MARKET PRIVATE LIMITED

Indian Debt Market - Weekly Report - 8th Nov, 2026

Liquidity Operation by RBI

DATE	VRR	MSF	SDF
OCT 26	-	17385	182261
OCT 27	-	7022	172235
OCT 28	-	495	146807
OCT 29	-	9205	174418
OCT 30	-	48165	170508
OCT 32	-	24834	187373

AVERAGE DAILY TURNOVER

Item	Week Ended		
	OCT 31. 2025	OCT 23. 2026	OCT 30. 2026
	01	02	03
Call Money	27641	20377	26185
Notice Money	8996	3872	6875
Triparty Repo	896945	806334	1029657
Market Repo	789909	604469	767339
Repo in Corporate Bond	14800	27688	27739

KEY 10-YR YIELDS (%)

Paper	Yield (%)	LTP
NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT SR 27C 8.27 BD 01DC31 FVRS1LAC	8.1825	100.3528
SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA SR V 7.7 BD 10OT29 FVRS1LAC	8.0318	99.0790
TATA CAPITAL HOUSING FINANCE LIMITED SR F 8.7 NCD 04NV36 FVRS1LAC	8.6528	100.2500

Indian Market update:

Indian government bonds increased for the fourth consecutive session following a Democratic win in the US midterm elections. This victory led to a decline in crude oil prices, easing inflation concerns for India. The 10-year US Treasury yield also fell significantly, impacting investors' expectations. A trader noted that upcoming inflation data would be critical for assessing the Reserve Bank of India's rate outlook.

India's 10-year government bond yield differential with the US has recently surpassed 240 basis points. Market analysts suggest that this yield gap should exceed 300 basis points for attracting significant foreign investments. October saw foreign investors sell bonds worth approximately ₹5,615 crore, a decrease from the previous month. The rupee's performance improved against the dollar, aiding in mitigating some pressures from portfolio outflows.

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.

UPCOMING AUCTIONS

09TH NOVEMBER – RBI announced the SDL auction, in which 12 states will be raising aggregating to 29,050 crores.

11THNOVEMBER – RBI announced the auction of T bills for 91 days, 182 days, and 364 days for 8,000, 8000, & 7000 crores respectively.

+91-9811395495 www.sovereignglobal.in

SOVEREIGN GLOBAL MARKET PRIVATE LIMITED

Indian Debt Market - Weekly Report - 8th Nov, 2026

INR – DOLLAR EXCHANGE

DATE	02 NOV	03 NOV	04 NOV	05 NOV	06 NOV
OPEN	94.8	94.6	94.7	94.5	94.4
HIGH	95.0	94.8	94.8	94.5	94.4
LOW	94.7	94.6	94.5	94.3	93.8
CLOSE	94.9	94.7	94.5	94.4	94.9

INTEREST RATES

COUNTRY	CURRENT	PREVIOUS
INDIA	5.50	5.25
USA	4.00	4.00
UK	4.00	3.75
CHINA	3.00	3.10
EURO AREA	2.65	2.65
JAPAN	1.25	1.25

KEY EVENTS

DATE	Yield (%)
09-NOV	JAPAN FOREX RESERVE, CHINA INFLATION, GERMANY BALANCE OF TRADES, US 3- AND 6-MONTH BILL AUCTION
10 - NOV	CHINA BALANCE OF TRADE, US ADP EMPLOYMENT CHANGE, US CPI, US INFLATION RATE, JAPAN 30-YEAR JGB AUCTION
11 - NOV	GERMANY INFLATION RATE, RUSSIA BALANCE OF TRADES, GERMANU20-YEAR AND 30-YEAR BOND AUCTION, US API CRUDE OIL CHANGE
12 - NOV	GB GDP CHANGE, JAPAN PPI, GB INDUSTRIAL PRODUCTION, INDIA INFLATION RATE, IS INITIAL JABLESS CLAIM, GERMANY CURRRENT ACCOUNT
13 - NOV	US FFED BALANCE SHEET, US MONTHLY BUDGET, EA BALANCE OF TRADES, US PPI, US CPI

Currency Movement:

The Indian rupee strengthened past 94 per dollar after regaining appeal among emerging-market currencies recently. Significant foreign inflows into Indian equities and a sharp fall in oil prices are key factors. Analysts suggest India's equity markets may attract global investments as concerns about AI infrastructure spending grow. The Reserve Bank of India announced measures to support the rupee against maintaining fluctuations.

Foreign Exchange Reserves in India decreased to 717060 USD Million in October 30 from 719750 USD Million in the previous week. Foreign Exchange Reserves in India averaged 323696.97 USD Million from 1998 until 2026, reaching an all time high of 785710.00 USD Million in September of 2026 and a record low of 29048.00 USD Million in September of 1998.

Key updates and week ahead:

Americas: US markets will focus on October CPI and PPI data, with headline CPI expected to moderate to 0.3% from 0.6% in September and core CPI to ease to 0.2% from 0.3%. Headline PPI is forecast to slow to 0.4% from 1.3%, while core PPI is expected at 0.3% versus 0.7% previously.

Europe: The UK's Q3 GDP report will be the key highlight, with the economy expected to expand 0.7% QoQ, its strongest growth since Q1 2024. However, September monthly GDP is forecast to stagnate, while industrial and manufacturing production are expected to decline. The Euro Area will release updated Q3 GDP and preliminary employment data.

Asia-Pacific: China's October inflation and trade data will be closely monitored, with headline CPI expected to slow to 0.8%, while PPI inflation is forecast to accelerate to 5.4% amid higher energy and commodity prices. The trade surplus is expected to narrow slightly, while new yuan lending is forecast to slow sharply to CNY 80bn. In India, October CPI inflation is projected to accelerate to 5.93%, while Australian consumer and business confidence, home loans and inflation expectations will also be in focus.

+91-9811395495 www.sovereignglobal.in