

G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)				
	9-Jan-26	Week Ago	Month Ago	Year Ago
G-Sec	47,953	1,02,756	66,278	50,885
Net Liquidity Injected	19309.66 ^[1]	-61,447	-1,84,811	2,00,938
T-Bill	3,496	6,228	7,711	5,525
Call	18,136	17,786	20,692	10,735
T-Repo	4,65,773	4,44,944	4,58,259	3,77,451

Source: CCIL

Key Monitorables			
Current Rates	9-Jan-26	Last Update	Year Ago
Fixed Reverse Repo (in %)	3.35	3.35	3.35
Repo (in %)	5.25	5.50	6.50
CRR (in %)	3.00	3.25	4.00
SLR (in %)	18.00	18.00	18.00
Bank Rate (in %)	5.50	5.75	6.75
SDF Rate (in %)	5.00	5.25	6.25
MSF Rate (in %)	5.50	5.75	6.75
USD/INR	90.16	90.02	85.85
Brent Crude	62.99	62.68	77.16

Source: RBI, Refinitiv, SDF - Standing Deposit Facility, MSF - Marginal Standing Facility

Money Market Rates (in %)				
Indicators	9-Jan-26	Week Ago	Month Ago	Year Ago
Call Rate	5.44	5.39	5.19	6.83
T-Repo	5.20	5.22	5.09	6.75
Repo	5.44	5.10	5.18	6.87
3 Month CP	6.65	6.33	6.00	7.60
3 Month CD	6.62	5.97	5.98	7.53
6 Month CP	6.92	6.54	6.35	7.70
6 Month CD	6.73	6.40	6.29	7.62
1 Year CP	6.95	6.73	6.50	7.78
1 Year CD	6.83	6.67	6.56	7.69

Source: CCIL, Refinitiv

MIBOR-OIS (in %)			
Current Rates	9-Jan-26	Week Ago	Year Ago
1 Year	5.48	5.47	6.51
2 Years	5.58	5.57	6.22
3 Years	5.74	5.74	6.20
5 Years	5.95	5.96	6.20

Source: CCIL

MIFOR & Overnight MIBOR (in %)				
Indicators	9-Jan-26	Week Ago	Month Ago	Year Ago
MIBOR Overnight	5.54	5.44	5.24	6.99
2 Years (MIFOR)	6.11	6.03	6.13	6.85
3 Years (MIFOR)	6.14	6.06	6.26	6.93
5 Years (MIFOR)	6.50	6.42	6.51	6.93

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(09 Jan 2026)			
Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
6.48% GS 2035	21,092.48	2262	6.64
6.68% GS 2040	12,446.50	921	7.08
6.33% GS 2035	2,267.13	371	6.62
6.90% GS 2065	1,403.36	87	7.42
6.92% GS 2039	1,370.00	111	6.96

Source: RBI

State Development Loans (SDL Rates)				
State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	8.26% MAHA SDL 2029	3	0	6.59
Tamil Nadu	8.34% TN SDL 2028	2	0	6.36
Gujarat	8.25% GUJ SDL 2029	3	2	6.59
Uttar Pradesh	7.51% UP SGS 2040	14	0	7.50
West Bengal	7.61% WB SGS 2045	19	0	7.60

Source: CCIL

- Bond yields climbed as the weekly debt auction increased supply amid subdued demand and record borrowing for the quarter.
- Yield on the 10-year benchmark paper (6.48% GS 2035) rose by 1 bps to close at 6.64% as compared to the previous **day's** close of 6.63%.
- Reserve Bank of India conducted the auction of two government securities namely 6.68% GS 2040 and 6.90% GS 2065 for a notified amount of Rs. 29,000 crore, for which full amount was accepted. The cut-off price/implicit yield at cut-off for 6.68% GS 2040 and 6.90% GS 2065 stood at Rs. 96.23/7.1007% and Rs. 93.18/7.4365%.
- Data from Reserve Bank of India showed that India's foreign exchange reserves decreased to \$686.80 billion for the week ended Jan 02, 2026 compared with \$696.61 billion a week earlier.
- According to the official data, CPSEs and key government agencies spent Rs. 5.77 lakh crore by Dec 2025, which is about 74.5% of the Rs. 7.84 lakh crore annual target. The Railway Board and NHAI led the spending, while major energy firms like NTPC and Hindustan Petroleum exceeded their targets.
- The Indian rupee depreciated against the U.S. dollar due to strong dollar demand and negative trends in domestic equity markets.
- Brent crude oil prices (spot) increased amid near-term supply concerns stemming from ongoing geopolitical tensions.

Yield Monitor							
Corporate Bonds/G-Sec	09-Jan-26	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	6.94	6.91	6.78	6.58	6.45	6.34	7.66
3 Year AAA Corporate Bond	6.91	6.91	6.87	6.71	6.66	6.52	7.35
5 Year AAA Corporate Bond	7.05	7.05	6.94	6.85	6.79	6.71	7.44
10 Year AAA Corporate Bond	7.37	7.37	7.30	7.10	7.15	7.00	7.46
1 Year AA Corporate Bond	7.62	7.59	7.47	7.27	7.10	7.02	8.37
3 Year AA Corporate Bond	7.66	7.66	7.61	7.47	7.41	7.34	8.13
5 Year AA Corporate Bond	7.85	7.85	7.74	7.69	7.46	7.35	8.14
10 Year AA Corporate Bond	8.11	8.11	7.93	7.84	7.77	7.92	8.11
1 Year A Corporate Bond	8.64	8.61	8.48	8.36	8.26	11.51	12.87
3 Year A Corporate Bond	8.88	8.88	8.84	8.47	8.42	11.77	12.61
5 Year A Corporate Bond	9.05	9.05	8.94	8.87	8.81	11.81	12.56
1 Year G-Sec	5.73	5.74	5.75	5.65	5.76	5.70	6.78
3 Year G-Sec	6.17	6.17	6.17	5.84	5.95	5.92	6.80
5 Year G-Sec	6.47	6.46	6.44	6.40	6.23	6.16	6.82
10 Year G-Sec	6.75	6.74	6.72	6.73	6.63	6.41	6.88

Source: ICRA Analytics Research, Refinitiv, G-Sec Yields are annualised

^[1]Data as on 08 Jan, 2026

Spread Monitor (in bps)							
Corporate Bonds/G-Sec	09-Jan-26	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	121	117	103	93	69	64	88
3 Y-AAA & G-Sec	74	74	70	87	71	60	55
5 Y-AAA & G-Sec	58	59	50	45	56	55	62
10 Y-AAA & G-Sec	62	63	58	37	52	59	58
1 Y-AA & G-Sec	189	185	171	162	134	132	159
3 Y-AA & G-Sec	149	149	144	163	146	142	133
5 Y-AA & G-Sec	138	139	130	128	123	119	132
10 Y-AA & G-Sec	136	137	121	111	114	151	123
1 Y-A & G-Sec	291	287	273	271	250	581	609
3 Y-A & G-Sec	271	271	267	263	247	585	581
5 Y-A & G-Sec	258	259	250	246	258	565	574

Source: ICRA Analytics Research, Refinitiv, G-Sec Yields are annualised

Government Securities	Notified Amount (in Rs. Crore)	Accepted Amount (in Rs. Crore)	Average Cut off Yield
5.91% GS 2028	9,000	9,000	5.83%
6.28% GS 2032	11,000	11,000	6.58%
7.24% GS 2055	12,000	12,000	7.31%

Source: RBI

Maturity Bucket Wise Govt. Borrowing		
Maturity Period	Scheduled H2 FY26	Completed H2 FY26
1 to 9 Yrs	28.06%	60.00%
10 to 14 Yrs	28.36%	66.67%
Long Dated (above 14 Yrs)	43.57%	62.71%

Source: RBI

Institutional Flows (Debt)			Rs. Cr.
Description	Net	MTD	YTD
FII*	654	953	953
MF**	0	-7,160	-7,160

*As on 9th January 2026;**As on 7th January 2026; Source: SEBI, NSDL

Term of the Day

Debt Overhang Problem

Definition: The Debt Overhang Problem occurs when a company has so much existing debt that it discourages new investment—even if those investments could generate positive returns. This happens because most of the benefits from new projects would go to existing debt holders, not equity holders, making shareholders reluctant to invest.

Explanation: When a firm is highly leveraged (too much debt), any additional cash flow from new projects will primarily be used to pay off old debt. Equity holders see little or no benefit from new investments, so they avoid funding them. This leads to underinvestment, even in profitable opportunities, which can harm the **company’s** long-term growth.

Event for the Week (Monday to Friday)	Date
CPI Inflation (Dec 2025)	12-Jan-26
WPI Inflation (Dec 2025)	14-Jan-26
Reserve Money	14-Jan-26
Currency in Circulation	14-Jan-26
WPI Food Index (Dec 2025)	14-Jan-26

Source: Refinitiv

Govt Borrowing Program FYTD				Rs. Crore
Description	Scheduled	Completed	% Completed	
Week: January 05-09, 2026	29,000	29,000	100.00%	
Month: Jan 2026	1,57,000	61,000	38.85%	
H2: Oct 25-Mar 26	6,77,000	4,27,000	63.07%	

Source: RBI

State Govt Borrowing Program FYTD				Rs. Crore
Description	Scheduled	Completed	% Completed	
Week: January 05-09, 2026	30,100	30,100	100.00%	
Month: Jan 2026	1,52,190	30,100	19.78%	
H2Q4: Oct 25-Mar 26	4,99,821	30,100	6.02%	

Source: RBI

Public Issue Data of Corporate Debt			
Name of Company	Issue closed on	Base issue size Rs Crore	Final issue size Rs Crore
Edelweiss Financial Services Limited	22-Jul-24	100	138
Sakthi Finance Limited	03-Jul-24	75	124
Nido Home Finance Limited	27-Jun-24	50	76
IIFL Samasta Finance Limited	14-Jun-24	200	181
360 One Prime Limited	06-Jun-24	100	304
Indiabulls Housing Finance Limited	27-May-24	100	153
Muthoot Mercantile Limited	17-May-24	50	54

Source: SEBI

Mutual Fund Category Performance - Debt			
Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	5.15	5.29	5.67
Liquid Fund	5.57	5.63	6.38
Ultra Short Duration Fund	4.29	5.32	6.59
Low Duration Fund	3.53	5.29	7.12
Money Market Fund	4.70	5.53	7.12
Short Duration Fund	1.56	4.30	7.25
Medium Duration Fund	4.02	4.73	7.85
Medium to Long Duration Fund	1.58	1.39	5.23
Long Duration Fund	7.19	-0.79	2.94
Corporate Bond Fund	1.26	4.20	7.38
Gilt Fund	5.27	-0.48	3.67
Gilt Fund with 10 year constant duration	2.91	1.89	6.72
Dynamic Bond	2.53	1.60	5.26
Banking and PSU Fund	1.20	4.19	7.15
Floater Fund	2.77	4.92	7.45
Credit Risk Fund	6.52	6.22	10.43

Less than 1 year returns are simple annualised and greater than 1 year returns are CAGR, Source: MFI 360 Explorer

Disclaimer:
All information contained in this document has been obtained by ICRA Analytics Limited from sources believed by it to be accurate and reliable. Although reasonable care has been taken to ensure that the information herein is true, such information is provided ‘as is’ without any warranty of any kind, and ICRA Analytics Limited in particular, make no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. All information contained herein must be construed solely as statements of opinion, and ICRA Analytics Limited shall not be liable for any losses incurred by users from any use of this document or its contents in any manner. Opinions expressed in this document are not the opinions of ICRA Analytics Limited’s holding company, ICRA Limited (ICRA), and should not be construed as any indication of credit rating or grading of ICRA for any instruments that have been issued or are to be issued by any entity.
Past performance may or may not be sustained in the future.
Aditya Birla Sun Life AMC Limited /Aditya Birla Sun Life Mutual Fund is not guaranteeing/offering/communicating any indicative yield/returns on investments.
Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.