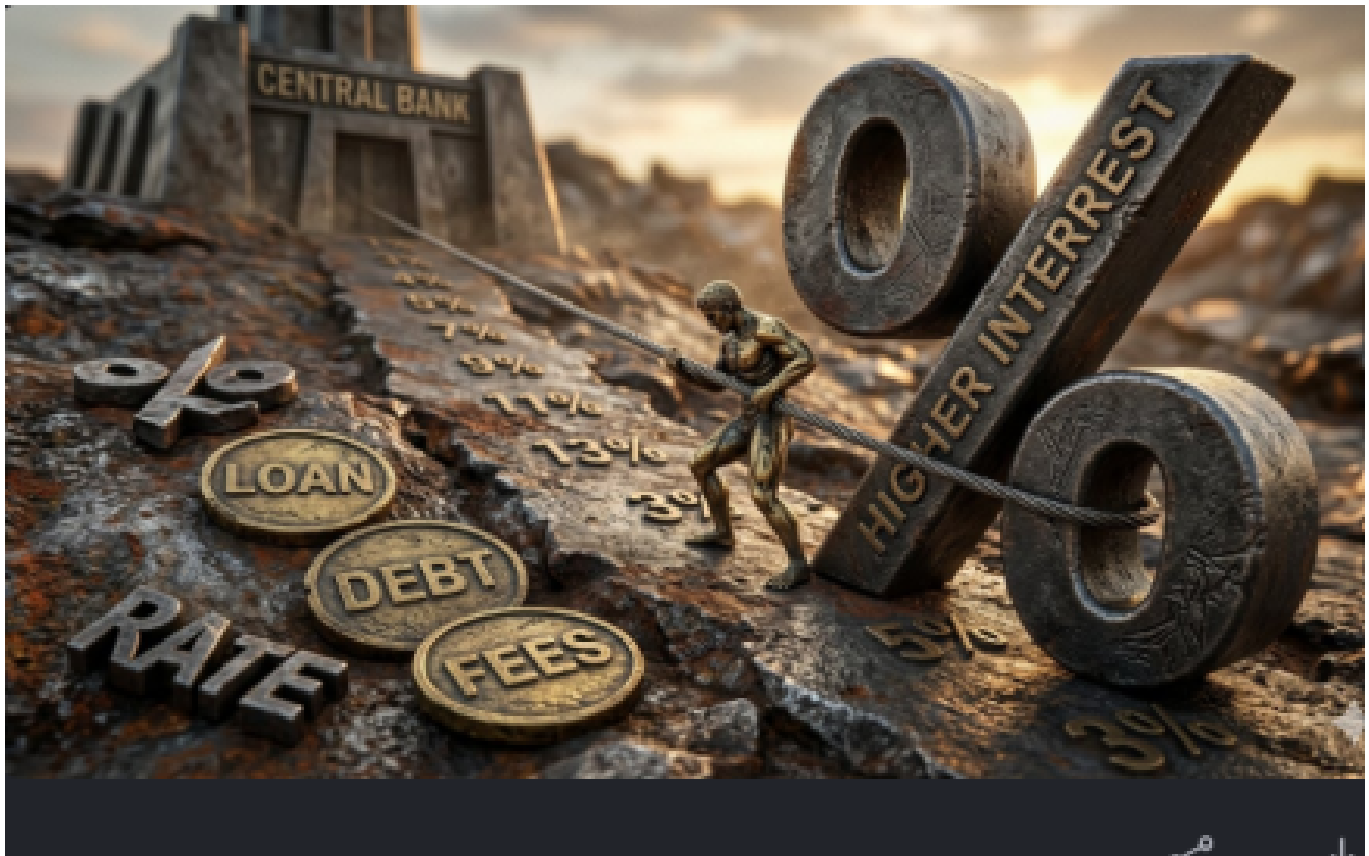


MARKET SIGNALS | FINANCIAL SERVICES

Oil rises again, sparks global bond selloff; UK 10-year yield hits 2007 high

The oil spike is spreading into government bond markets, pushing UK borrowing costs to multi-decade highs and raising the cost of debt for already stretched governments.

By **Manasee Kurlekar** | October 8, 2026



UK 10-year gilt yields, the maturity behind much of Britain's new borrowing, rose more than 7 bps to 5.527%, the highest since July 2007, topping last week's 5.51%.

The 20- and 30-year yields hit 6.00% and 6.05%, their *highest since early 1998*, moving in step with US Treasuries.

The selloff was triggered by Brent jumping 5% to \$105 on Gulf shipping attacks and hurricane risk to US oil output.

The US 10-year yield touched a 24-year high of 5.326%, and the euro slid near 17-month lows as worries over France's finances spread to Italian and Greek debt.

BoE Chief Economist Huw Pill said central banks must stay focused on inflation as yields rise; he was one of three MPC members who voted for a hike in September. The pressure lands just before Chancellor John Healey's 28 Oct budget.

Read online: <https://worldbusinesswatch.com/market-signals/17/230/oil-rises-again-sparks-global-bond-selloff-uk-10-year-yield-hits-2007-high.html>

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