



INDIA

- ❖ The benchmark 6.10% bond maturing in 2031 ended at 98.23 rupees, yielding 6.35%, compared with 98.24 rupees, and a similar yield on Wednesday. The yield fell four basis points yesterday, posting its biggest single-day decline since Nov. 8.
- ❖ The Govt. is set to raise 240 billion rupees through a sale of bonds tomorrow, and the auction includes liquid five-year and 14-year papers.
- ❖ U.S. Treasury yields rose this week, with those on the benchmark 10-year note rising above 1.50% levels as Pfizer said a three-shot course of their Covid-19 vaccine neutralised Omicron in a laboratory test, Reuters reported. The 10-year yield was at 1.4990%, up 14 basis points so far this week.
- ❖ The optimism around the effectiveness of vaccines against the latest Covid strain also helped global oil prices and the benchmark Brent crude futures were 0.7% higher at \$76.35 per barrel, after rising by nearly 10% in the last five days. India imports about 85% of its oil requirements. India's November inflation data is due on Monday.
- ❖ Meanwhile, the finance ministry is likely to discuss with the central bank raising the ceiling on foreign investments into sovereign debt under the so-called voluntary retention route to 2 trillion rupees-to-2.5 trillion rupees from the current 1.5 trillion rupees
- ❖ The Indian rupee slipped for a sixth straight session against the dollar, on concerns about persistent foreign outflows from local equities and as oil prices extended their climb. The rupee was quoted at 75.52 per dollar compared with 75.45 yesterday.
- ❖ Repo: The weighted average call rates in the interbank segment increased to 3.29% vs 3.26% as on previous day, while that in the TREP segment increased to 3.30% vs 3.29% as on previous day.

GOI Yield	9-Dec	8-Dec	3-Nov	11-Nov
1 Year	4.140	4.120	4.060	4.040
5 Year	5.701	5.660	5.727	5.719
10 Year	6.348	6.347	6.354	6.368

AAA Bmk	9-Dec	8-Dec	3-Nov	11-Nov
1 Year	4.45	4.45	4.25	4.30
5 Year	5.98	5.98	6.00	6.00
10 Year	6.80	6.85	6.90	6.90

CD	9-Dec	8-Dec	3-Nov	11-Nov
3 Month	3.65	3.65	3.60	3.60
6 Month	3.95	3.95	3.90	3.90
1 Year	4.40	4.40	4.15	4.15

CP	9-Dec	8-Dec	3-Nov	11-Nov
3 Month	4.00	4.00	4.55	4.15
6 Month	4.65	4.65	4.80	4.60
1 Year	4.80	4.80	4.90	4.90

OIS Rate	9-Dec	8-Dec	3-Nov	11-Nov
1 Year	4.23	4.25	4.28	4.32
2 Year	4.72	4.75	4.87	4.87
3 Year	5.00	5.02	5.19	5.17
5 Year	5.32	5.32	5.58	5.52

	9-Dec	8-Dec	3-Nov	11-Nov
Sensex	58,807.13	58,649.68	59,771.92	59,919.69
Nifty	17,516.85	17,469.75	17,829.20	17,873.60
USD/INR	75.52	75.45	74.46	74.51
Gold (USD)	1,777.60	1,782.06	1,769.52	1,861.52
Oil (USD)	74.92	75.82	81.99	82.87

NDF	9-Dec	8-Dec	3-Nov	11-Nov
3 Month	76.17	76.09	75.20	75.06
1 Year	79.10	78.57	77.98	77.74
2 Year	82.41	82.42	81.65	81.34
3 Year	86.02	86.26	85.57	85.20

Market Observations

G-sec

- were largely unchanged as investor focus shifted to tomorrow's debt supply while rising U.S. Treasury yields offset bullish bets after the monetary policy decision turned out to be more dovish than expected.
- Higher demand seen in 5-6 year dated SDLs

Corporate Bonds

- Activity was witnessed across 2-5 year segments.

CD

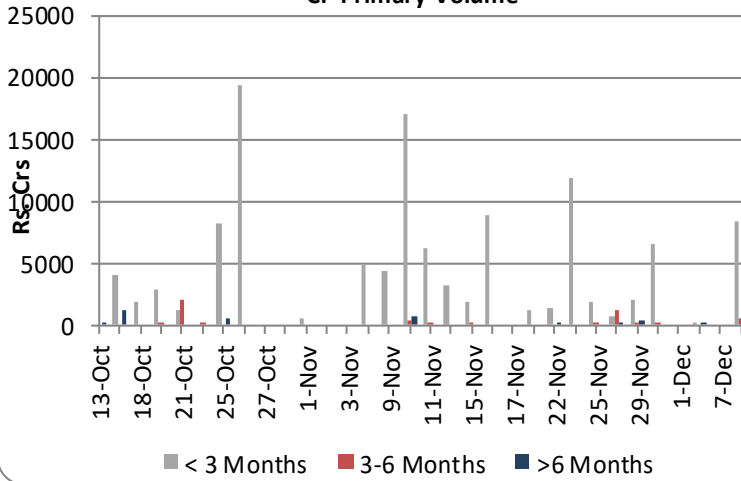
- Major volumes traded were in the 3 month segment.

CP

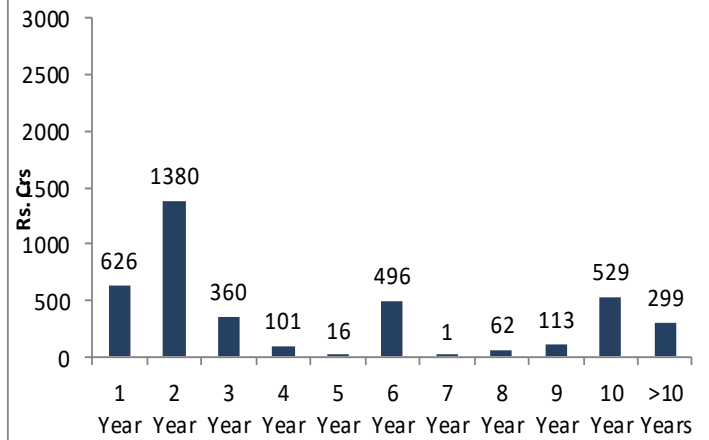
- The 3month maturity papers were in demand.



CP Primary Volume



Bonds Volume



10 Year Benchmarks	9-Dec	8-Dec	3-Nov	11-Nov
India	6.35	6.35	6.36	6.37
US	1.48	1.53	1.60	1.57
South Korea	2.19	2.19	2.47	2.34
Russia	8.57	8.61	8.29	8.03
Brazil	10.85	10.85	11.88	11.52
Germany	-0.36	-0.31	-0.17	-0.23
China	2.86	2.86	2.94	2.94

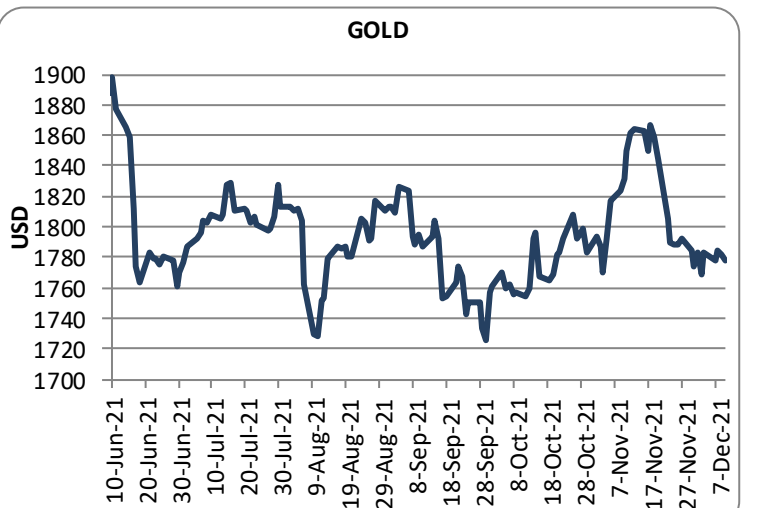
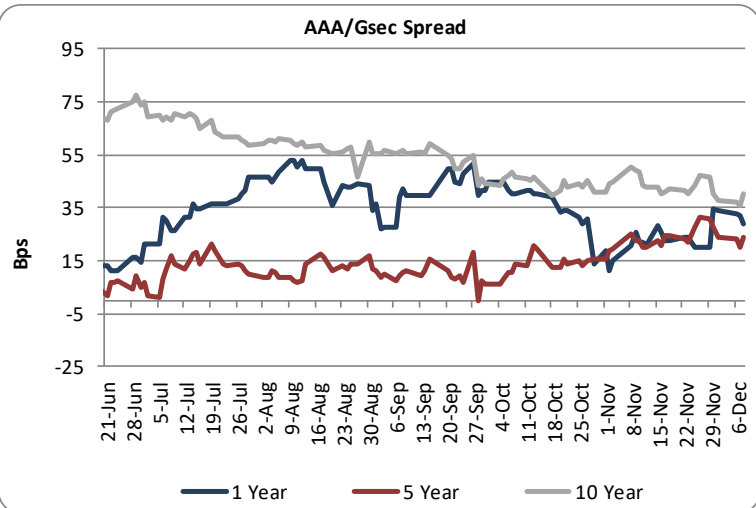
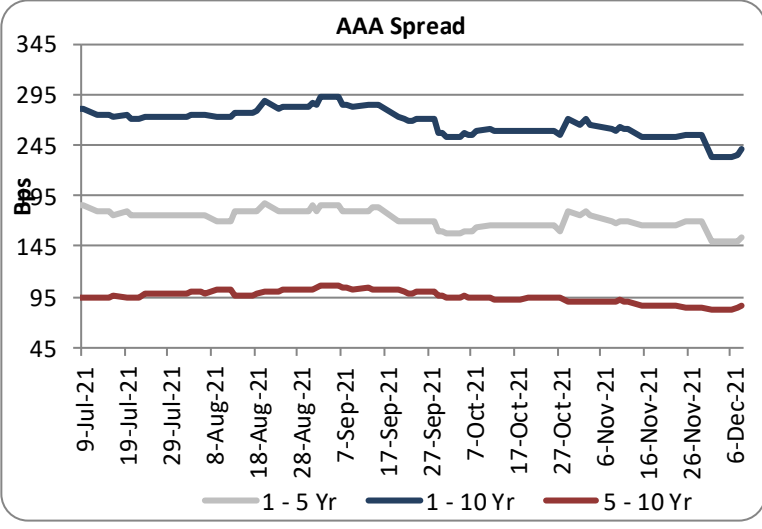
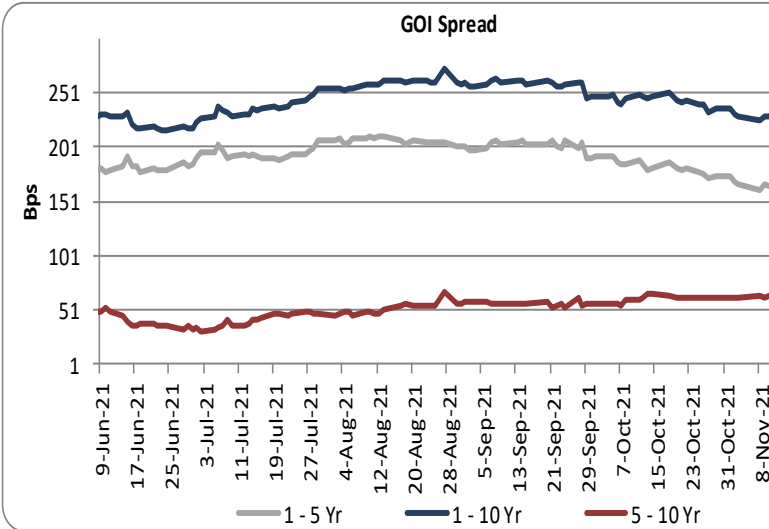
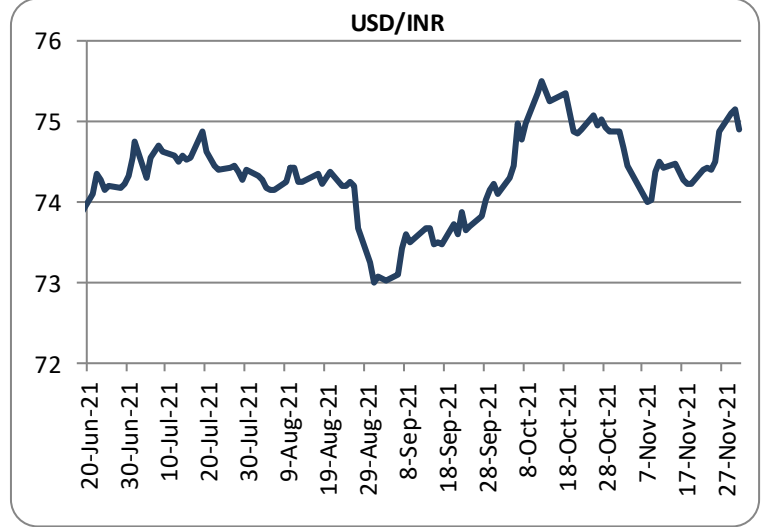
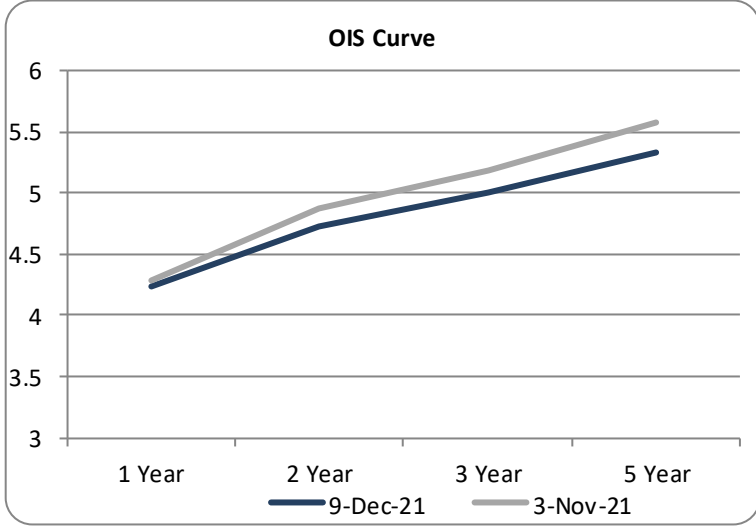
Top Traded Securities	Volume	9-Dec	8-Dec	3-Nov	11-Nov
5.63 GOI 2026	2,495	5.66	5.66	5.73	5.72
6.64 GOI 2035	225	6.77	6.77	6.84	6.82
6.10 GOI 2031	6,225	6.35	6.35	6.36	6.37
5.15 GOI 2025	145	5.45	5.44	5.45	5.44
4.26 GOI 2023	-	#N/A	#N/A	#N/A	#N/A
6.18 GOI 2024	120	5.09	5.07	#N/A	5.10
7.26 GOI 2029	10	6.24	6.25	6.31	#N/A

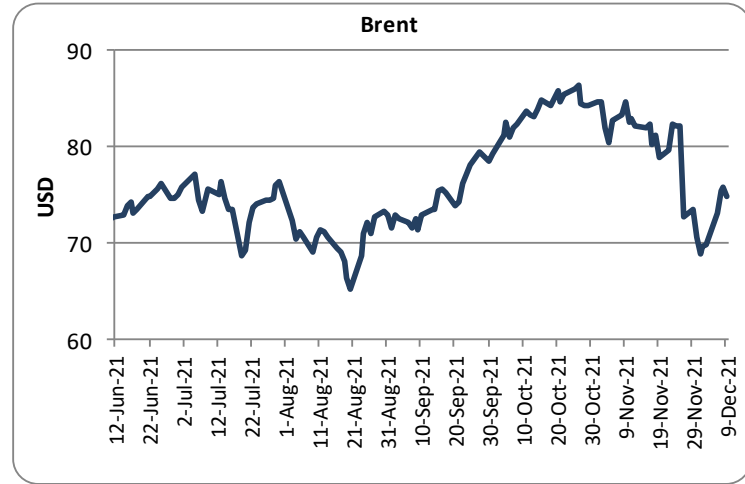
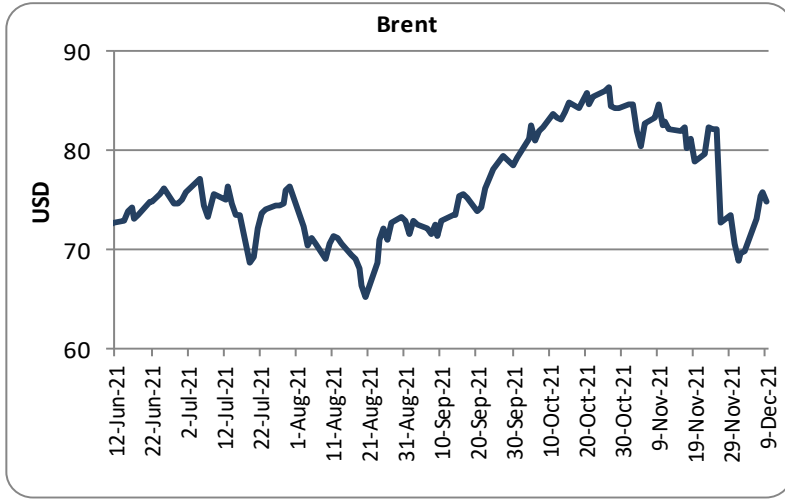
MF	DEBT			EQUITY			TOTAL (Rs.Crs)		
	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
2-Dec-21	2770.45	2368.11	402.34	3763.09	3581.92	181.17	6533.54	5950.03	583.51

FII	DEBT			EQUITY			TOTAL (Rs. Crs)		
	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment	Gross Purchase	Gross Sales	Net Investment
9-Dec-21	214.64	532.17	-317.53	1667.49	8465.93	946.81	1882.13	8998.1	629.28

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Sep-21	8.4	20.1
CAD (\$ Bn)	Jun-21	6.5	-8.1
Trade Deficit (\$ Bn)	Jun-21	-30.7	-41.7
WPI (%)	Oct-21	12.5	10.7
CPI (%)	Oct-21	4.5	4.4
IIP (%)	Sep-21	3.1	12.0
PMI Manufacturing	Nov-21	57.6	55.9
PMI Service	Nov-21	58.1	58.4

Economic Calender	Country	Date	Poll	Prior
CPI	China	09-Dec-21	2.50	1.50
CPI	Denmark	10-Dec-21	-	3.00
GDP Estimate YoY	UK	10-Dec-21	4.90	5.30
Industrial Output	UK	10-Dec-21	2.20	2.90
CPI	USA	10-Dec-21	6.80	6.20
WPI	India	14-Dec-21	-	12.54
Industrial Output	China	15-Dec-21	-	3.50
CPI	UK	15-Dec-21	-	4.20





Sources: Reserve Bank of India, Bloomberg, Reuters, CCIL and FIMMDA.

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