



INDIA

Indian government bond yields ended flat on Friday after a debt auction added to supply, but the yields were marginally down for the week tracking a sharp decline in U.S. peers.

The benchmark 7.26% 2033 bond yield ended at 6.9823%, after closing at 6.9824% in the previous session. The yield, however, ended the week 3 bps lower.

The 10-year U.S. yield was 21 bps lower for the week at 3.61%.

Focus now shifts to the outcome of the Reserve Bank of India's monetary policy due on June 8. It had surprised the market with a pause in the rate hike cycle in April.

Market is expecting RBI to leave key interest rate unchanged at 6.50% on June 8 and for the rest of 2023 as it waits to see the economic impact of a series of hikes over the past year.

Oil prices rose on Friday after a U.S. debt ceiling deal averted a default in the world's biggest oil consumer, while attention turned to a meeting of OPEC ministers and their allies at the weekend.

The Indian rupee strengthened 0.12% versus the U.S. dollar, and quoted at 82.33 per dollar on the back of increased bets for a U.S. Federal Reserve rate pause, while persistent dollar inflows into stocks also aided.

Repo: The weighted average call rates in the interbank segment decreased to 6.39% vs 6.32% as on the previous day while that the TREP segment decreased to 6.30% vs 6.21% as on the previous day.

Market Observations

G-sec

- Demand was seen in 12-15 year SDL's by Pension Funds.
- G-sec cut off was a bit higher than market expectations thus the market got given post the cut off.
- Demand was seen in 10-year liquid G-sec before cut-off as market was expecting an aggressive cut-off.

Corporate Bonds

- Overall market volume was thin.
- Mutual funds were active in 2025-26 segment.

CP/CD

- Demand was seen in the 3-month segment.

GOI Yield	2-Jun	1-Jun	26-May	3-May
1 Year	6.850	6.865	6.895	6.975
5 Year	6.887	6.905	6.942	6.933
10 Year	6.982	6.982	7.008	7.006

AAA Bmk	2-Jun	1-Jun	26-May	3-May
1 Year	0.00	7.42	7.38	7.42
5 Year	0.00	7.45	7.43	7.50
10 Year	0.00	7.40	7.40	7.52

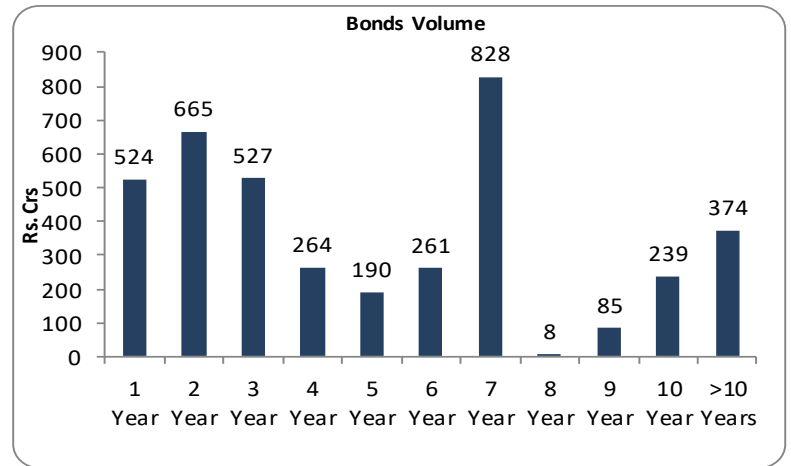
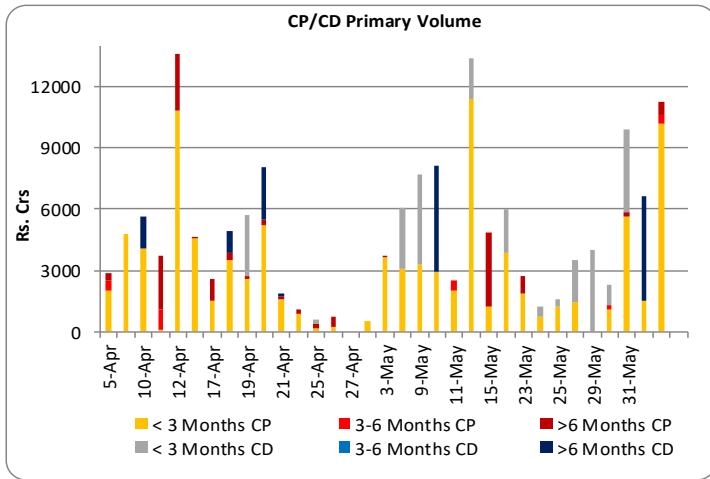
CD	2-Jun	1-Jun	26-May	3-May
3 Month	6.90	6.90	6.90	7.10
6 Month	7.18	7.15	7.25	7.30
1 Year	7.40	7.40	7.45	7.45

CP	2-Jun	1-Jun	26-May	3-May
3 Month	7.00	7.00	7.00	7.15
6 Month	7.28	7.25	7.35	7.35
1 Year	7.50	7.50	7.55	7.55

OIS Rate	2-Jun	1-Jun	26-May	3-May
1 Year	6.57	6.57	6.56	6.57
2 Year	6.20	6.21	6.23	6.17
3 Year	6.05	6.08	6.11	6.01
5 Year	5.99	6.01	6.08	5.99

	2-Jun	1-Jun	26-May	3-May
Sensex	62,547	62,429	62,502	61,193
Nifty	18,534	18,488	18,499	18,090
USD/INR	82.31	82.41	82.58	81.82
Gold (USD)	1,979	1,978	1,946	2,039
Oil (USD)	75.51	74.28	76.95	72.33

NDF	2-Jun	1-Jun	26-May	3-May
3 Month	82.63	82.59	82.91	82.14
1 Year	83.77	83.74	84.10	83.52
2 Year	85.95	85.92	86.21	85.94
3 Year	88.70	88.67	89.06	88.84



10 Year Benchmarks	2-Jun	1-Jun	26-May	3-May
India	6.98	6.98	7.00	7.01
US	3.61	3.61	3.82	3.40
South Korea	3.50	3.55	3.64	3.33
Russia	10.79	10.78	10.72	10.61
Brazil	11.62	11.55	11.65	12.20
Germany	2.29	2.26	2.54	2.25
China	2.72	2.71	2.72	2.79

Top Traded Securities	Volume	2-Jun	1-Jun	26-May	3-May
5.74 2026	30	#N/A	6.90	6.89	6.91
7.38 2027	-	6.89	6.91	6.94	6.93
7.10 2029	-	6.96	6.96	6.98	6.98
6.54 2032	-	7.03	7.03	7.06	7.07
7.26 2032	#VALUE!	7.02	7.02	7.05	7.06
7.54 2036	-	7.09	7.09	7.10	7.12

DEBT			
	Gross Purchase	Gross Sales	Net Investment
MF			
31-May-23	6196	6186	10

EQUITY			
	Gross Purchase	Gross Sales	Net Investment
	2608	2549	59

TOTAL (Rs.Crs)			
	Gross Purchase	Gross Sales	Net Investment
	8804	8735	68

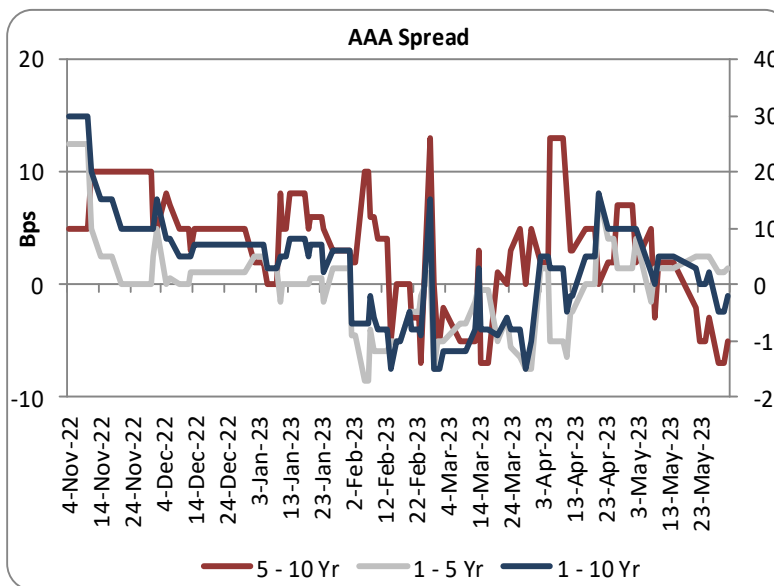
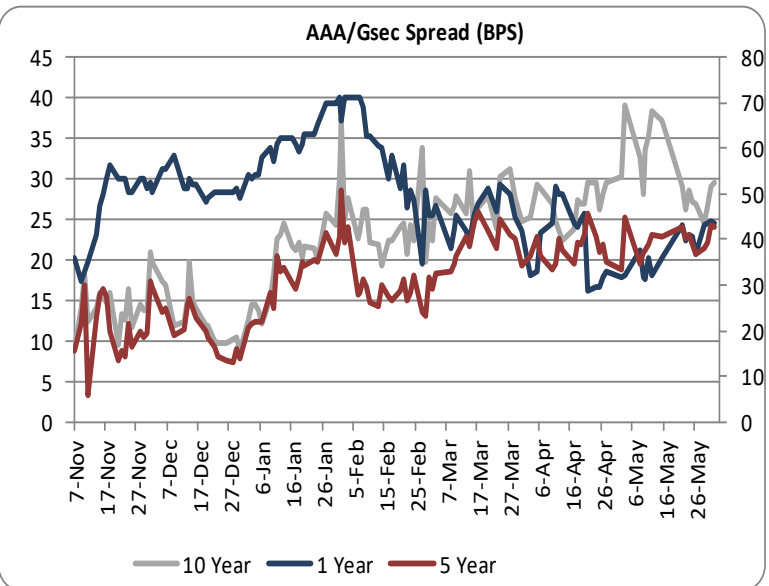
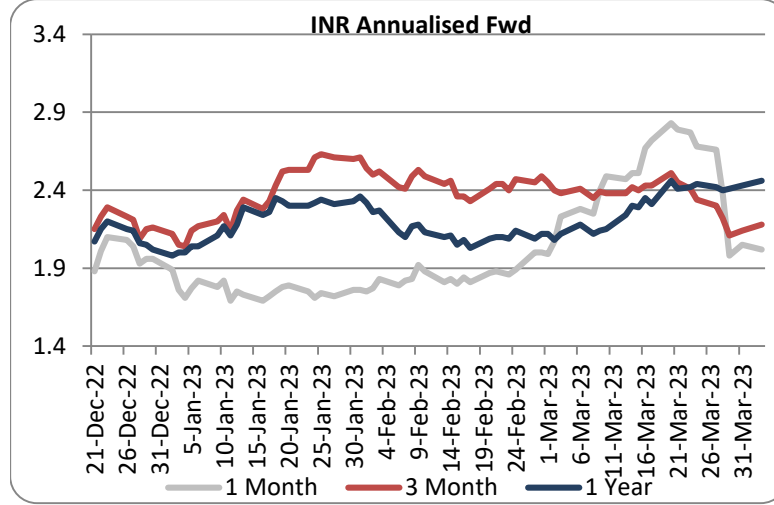
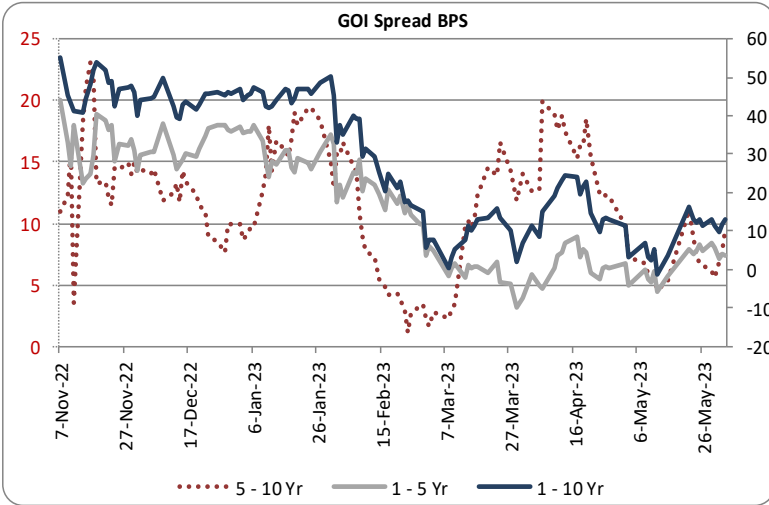
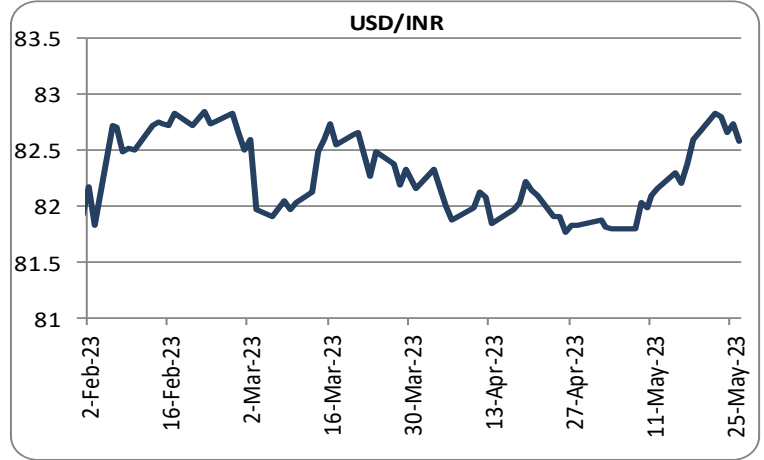
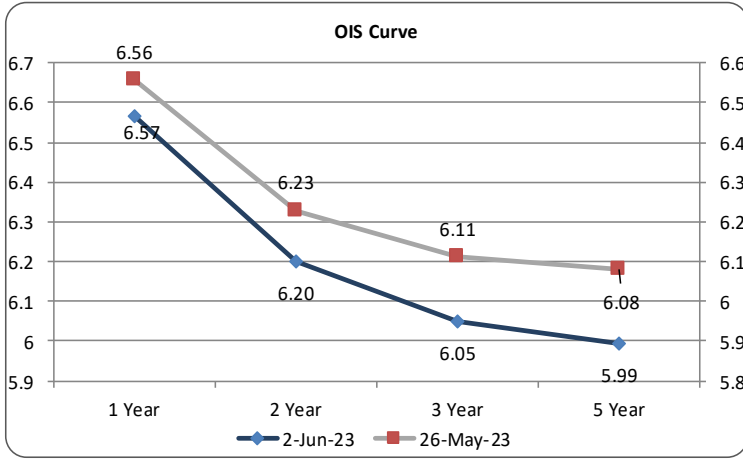
DEBT			
	Gross Purchase	Gross Sales	Net Investment
FII			
2-Jun-23	1216	1184	31

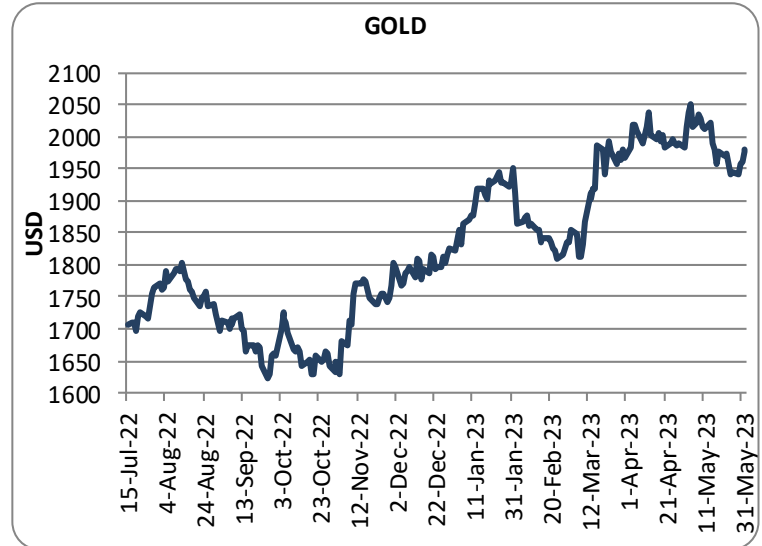
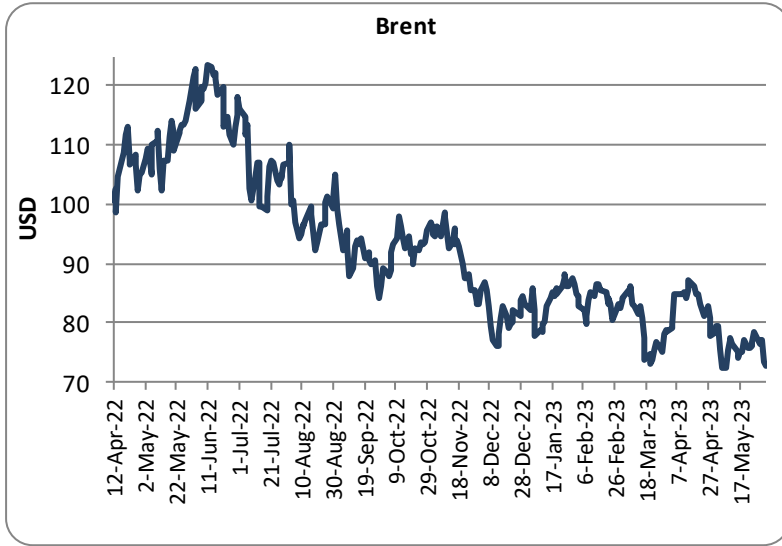
EQUITY			
	Gross Purchase	Gross Sales	Net Investment
	11799	9147	2652

TOTAL (Rs. Crs)			
	Gross Purchase	Gross Sales	Net Investment
	13015	10332	2683

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-23	6.1	4.4
CAD (\$ Bn)	Dec-22	-18.2	-30.9
Trade Deficit (\$ Bn)	Dec-22	-72.7	-78.3
WPI (%)	Apr-23	-0.9	1.3
CPI (%)	Apr-23	4.7	5.7
IIP (%)	Mar-23	1.1	5.6
PMI Manufacturing	May-23	58.7	57.2
PMI Service	Apr-23	62	57.8

Economic Calender	Country	Date	Poll	Prior
Unemployment Rate	Japan	30-May-23	0	2.8
GDP YY	Switzerland	30-May-23	-	0.80
CPI	Germany	31-May-23	-	7.20
Industrial Output	Russia	31-May-23	5.30	1.20
GDP YY	Brazil	02-Jun-23	-	1.90
Retail Sales	Euro Zone	06-Jun-23	-	(3.80)
GDP YY	South Africa	06-Jun-23	-	0.90
Industrial Output	Germany	07-Jun-23	-	1.56





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

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