



INDIA

Indian government bond yields ended little changed on Monday after falling earlier in the session, while traders continue to await major market-moving triggers.

The benchmark Indian 10-year yield ended at 7.0601%, after closing at 7.0572% in the previous session.

Indian bond yields opened lower after U.S. yields eased on Friday, with the 10-year U.S. yield falling to levels last seen three weeks ago. This came after U.S. manufacturing data slumped further in February.

The 10-year U.S. yield fell 7 basis points on Friday and was last at 4.2052% during Asian hours. The odds for a Fed rate cut in May have improved to 28%, up from 24% last week.

The focus for the week will be Fed Chair Jerome Powell's testimony to lawmakers on Wednesday and Thursday and February U.S. jobs data on Friday.

In February, the Reserve Bank of India kept rates unchanged for a sixth consecutive time and reiterated its commitment to meet its 4% inflation target on a sustainable basis. Meanwhile, lower-than-scheduled debt supply from Indian states this week is aiding market sentiment, which is further enhanced by the fact that central government supply has ceased for the year.

Indian states aim to raise 279.81 billion rupees (\$3.38 billion) through the sale of bonds on Tuesday, against 381.66 billion rupees on the calendar.

The Indian rupee strengthened 0.02% versus the U.S. dollar and quoted at 82.90 per dollar as greenback demand from state-run banks offset positive cues from an uptick in most Asian currencies.

Repo: The weighted average call rates in the interbank segment increased to 6.49% vs 6.15% as on the previous day while that the TREP segment increased to 6.34% vs 6.09% as on the previous day.

Market Observations

G-sec

- Demand was seen in 10-year SDLs @7.40 centric levels by banks and Mutual funds.
- Demand was seen in 8-year illiquid lower coupon bonds which was trading 3 to 4 bps higher than liquid papers.

Corporate Bonds

- Major activity was seen in 2025-2026 papers.
- Banks and insurance companies along with Mutual funds were active in the MMY segment.

CP/CD

- Major activity was seen in the 3-month and 1-year segment.

GOI Yield	4-Mar	1-Mar	26-Feb	2-Feb
1 Year	7.090	7.105	7.085	7.100
5 Year	7.064	7.055	7.052	6.984
10 Year	7.060	7.057	7.064	7.056

AAA Bmk	4-Mar	1-Mar	26-Feb	2-Feb
1 Year	7.85	7.90	7.90	7.90
5 Year	7.65	7.65	7.64	7.62
10 Year	7.55	7.57	7.55	7.60

CD	4-Mar	1-Mar	26-Feb	2-Feb
3 Month	7.68	7.70	7.75	7.80
6 Month	7.75	7.75	7.80	7.85
1 Year	7.75	7.75	7.78	7.88

CP	4-Mar	1-Mar	26-Feb	2-Feb
3 Month	7.80	7.80	7.80	7.90
6 Month	7.90	7.85	7.80	7.95
1 Year	7.90	7.90	7.90	8.00

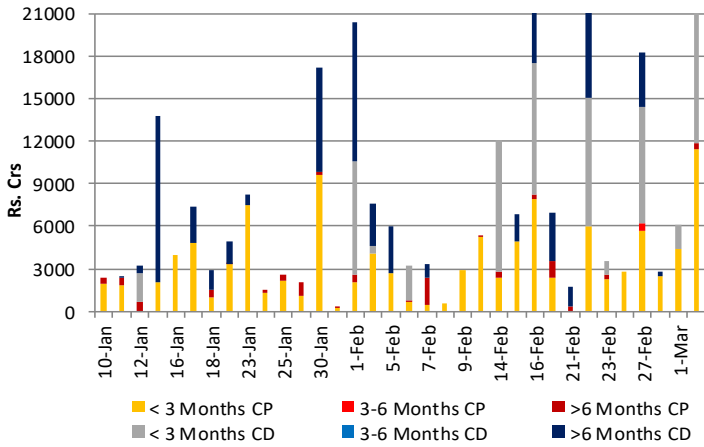
OIS Rate	4-Mar	1-Mar	26-Feb	2-Feb
1 Year	6.75	6.74	6.72	6.57
2 Year	6.43	6.43	6.40	6.21
3 Year	6.37	6.38	6.35	6.17
5 Year	6.32	6.34	6.32	6.11

	4-Mar	1-Mar	26-Feb	2-Feb
Sensex	73,872	73,745	72,790	72,086
Nifty	22,406	22,339	22,122	21,854
USD/INR	82.89	82.90	82.89	82.92
Gold (USD)	2,082	2,083	2,031	2,039
Oil (USD)	83.37	83.55	82.53	77.33

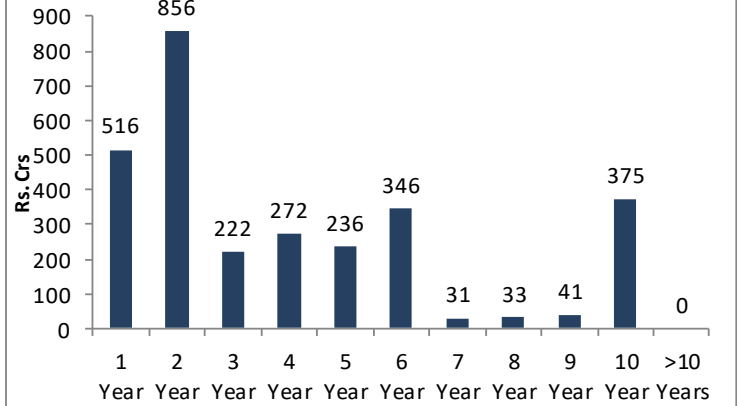
NDF	4-Mar	1-Mar	26-Feb	2-Feb
3 Month	83.11	82.97	83.04	83.30
1 Year	84.23	84.20	84.27	84.50
2 Year	86.53	86.30	86.40	86.91
3 Year	88.84	88.75	88.85	89.66



CP/CD Primary Volume



Bonds Volume (prev.)



10 Year Benchmarks	4-Mar	1-Mar	26-Feb	2-Feb
India	7.06	7.06	7.06	7.05
US	4.21	4.18	4.30	4.03
South Korea	3.43	3.47	3.40	3.29
Russia	12.97	12.87	12.74	12.35
Brazil	10.74	10.74	10.87	10.66
Germany	2.41	2.41	2.43	2.23
China	2.36	2.38	2.38	2.44

Top Traded Securities	Volume	27-Feb	26-Feb	20-Feb	29-Jan
7.26 2033	110	7.10	7.09	7.09	7.20
7.06 2028	160	7.07	7.07	7.07	7.05
7.62 2039	-	7.14	7.13	7.14	7.26
7.30 2053	1,350	7.16	7.14	7.13	7.30
6.64 2035	170	7.12	7.13	7.13	7.25
7.40 2035	-	7.17	7.12	7.13	7.25

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
1-Mar-24	237	240	-3

	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
1-Mar-24	321	774	-453

TOTAL (Rs.Crs)			
	Gross Purchase	Gross Sales	Net Investment
1-Mar-24	558	1015	-457

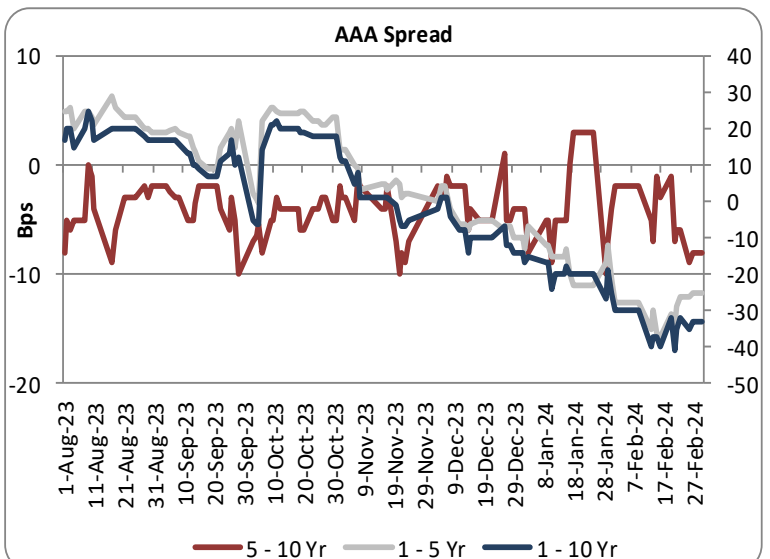
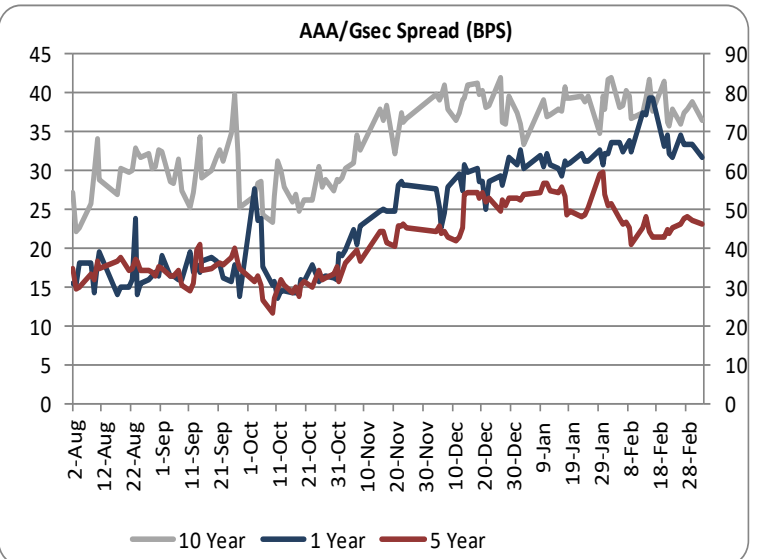
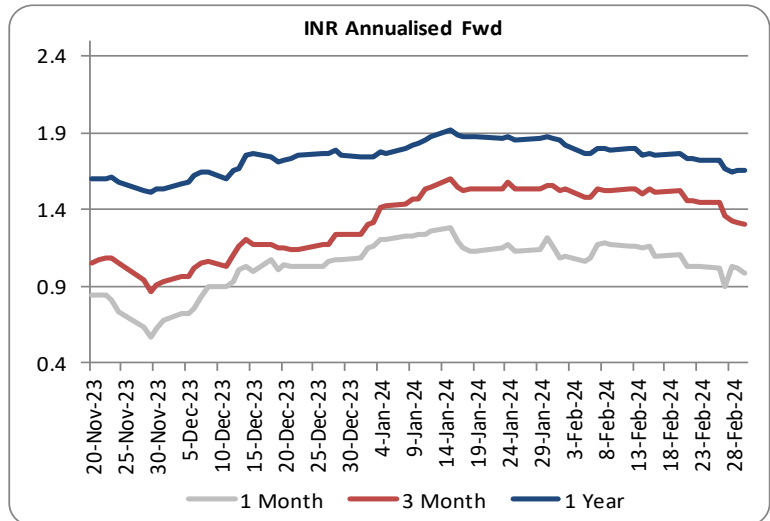
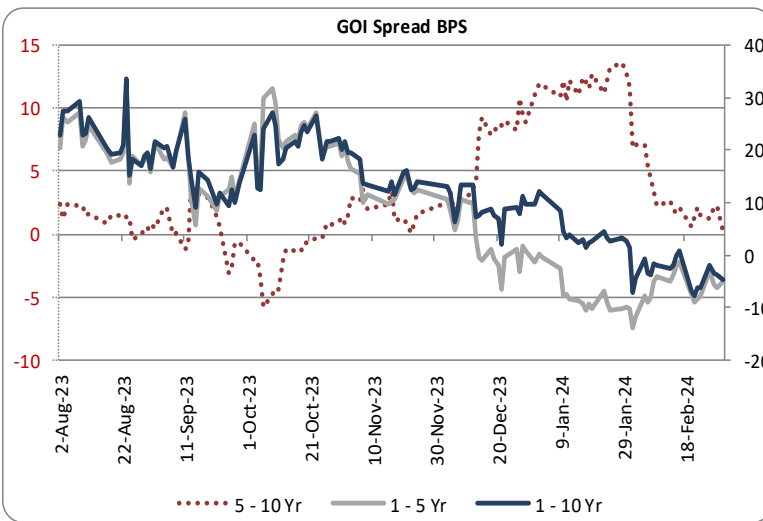
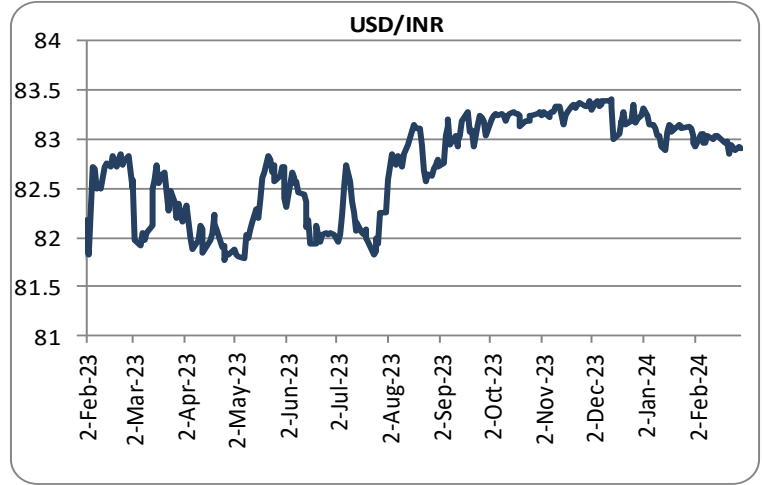
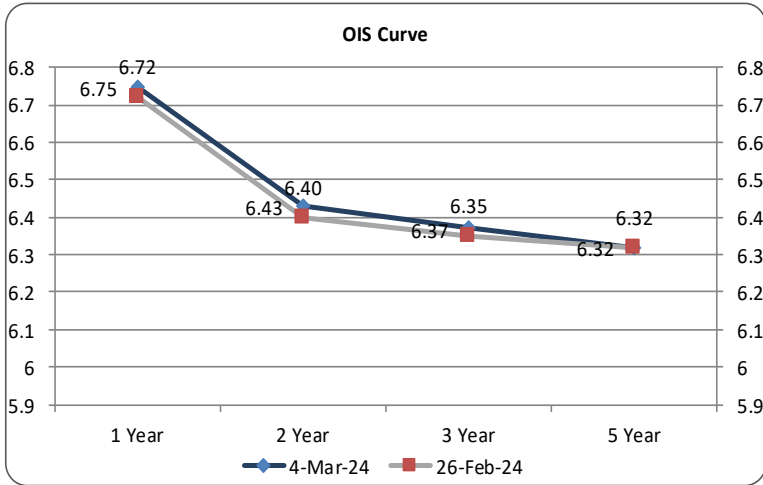
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
4-Mar-24	1226	1442	-216

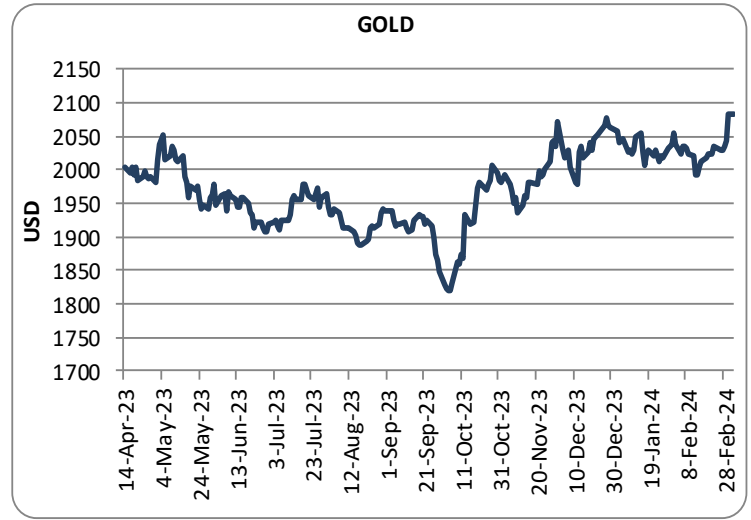
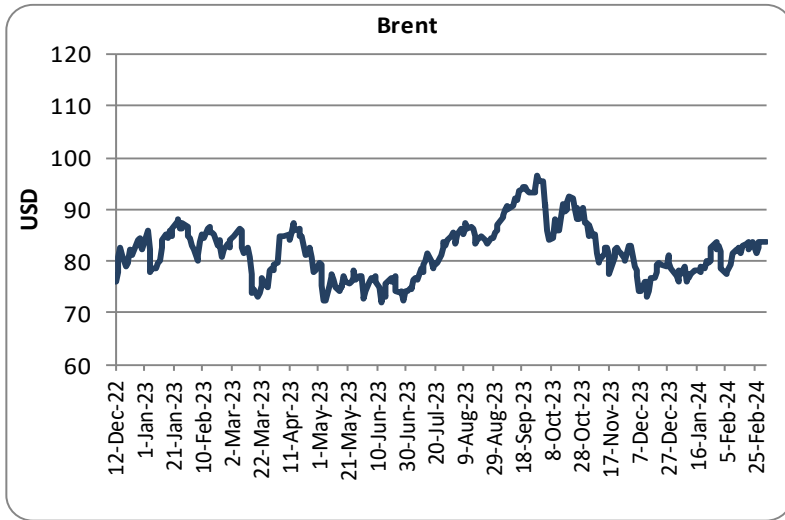
	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
4-Mar-24	18242	16071	2171

TOTAL (Rs. Crs)			
	Gross Purchase	Gross Sales	Net Investment
4-Mar-24	19468	17513	1955

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Dec-23	8.4	7.6
CAD (\$ Bn)	Sep-23	-8.3	-9.2
Trade Deficit (\$ Bn)	Sep-23	-61.0	-56.6
WPI (%)	Jan-24	0.3	0.7
CPI (%)	Jan-24	5.1	5.7
IIP (%)	Dec-23	3.8	2.4
PMI Manufacturing	Feb-24	56.9	56.5
PMI Service	Jan-24	61.8	59

Economic Calender	Country	Date	Poll	Prior
CPI	Japan	5-Mar-24	0	1.6
GDP YY	South Africa	05-Mar-24	0.90	(0.70)
Real GDP	Australia	06-Mar-24	1.40	2.10
Retail Sales	Euro Zone	06-Mar-24	-	(0.80)
Refinancing rate	Euro Zone	07-Mar-24	4.50	4.50
Unemployment Rate	USA	08-Mar-24	3.70	3.70
CPI	China	09-Mar-24	0.40	(0.80)
CPI	Germany	12-Mar-24	-	2.50





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

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