



Indian government bond yields ended higher on Friday after the Reserve Bank of India kept its key interest rate unchanged and refrained from making any major announcements at the last policy decision of 2023, while a debt auction added to fresh supply.

The 10-year benchmark bond yield ended at 7.2697% after ending the previous session at 7.2382%. It ended two basis points lower for the week.

The RBI raised its fiscal-year growth forecast on the back of a robust economy and flagged continuing tight monetary policy while it keeps a watch over inflation risks. The RBI said it expects the economy to expand 7% in the current fiscal year from 6.5% after stronger-than-expected growth in the July-September quarter.

Governor Shaktikanta Das said liquidity situations in the last two months did not warrant open market sale of bonds.

Market participants now await India's November retail inflation data, due next week, which likely picked up to 5.7%, due to higher food prices after declining for three months, bringing it closer to the upper end of the RBI's 2%-6% target range.

Oil benchmarks are headed for a seventh straight weekly decline on worries over a global supply surplus and weak Chinese demand.

The Indian rupee weakened 0.04% versus the U.S. dollar, and quoted at 83.38 per dollar, tracking subdued moves in its Asian peers, as investors turned their attention to a crucial U.S. labor market report due later in the day.

Repo: The weighted average call rates in the interbank segment increased to 6.71% vs 6.70% as on the previous day while that the TREP segment increased to 6.75% vs 6.72% as on the previous day.

GOI Yield	8-Dec	7-Dec	23-Nov	8-Nov
1 Year	7.135	7.150	7.130	7.136
5 Year	7.241	7.216	7.248	7.251
10 Year	7.270	7.238	7.256	7.271

AAA Bmk	8-Dec	7-Dec	23-Nov	8-Nov
1 Year	7.82	7.77	7.82	7.72
5 Year	7.80	7.79	7.84	7.75
10 Year	7.78	7.78	7.75	7.73

CD	8-Dec	7-Dec	23-Nov	8-Nov
3 Month	7.35	7.35	7.30	7.22
6 Month	7.65	7.65	7.60	7.50
1 Year	7.85	7.85	7.75	7.75

CP	8-Dec	7-Dec	23-Nov	8-Nov
3 Month	7.80	7.80	7.45	7.32
6 Month	8.00	8.00	7.70	7.60
1 Year	8.15	8.15	7.95	7.85

OIS Rate	8-Dec	7-Dec	23-Nov	8-Nov
1 Year	6.85	6.85	6.90	6.85
2 Year	6.54	6.54	6.63	6.57
3 Year	6.48	6.49	6.59	6.54
5 Year	6.45	6.45	6.56	6.53

	8-Dec	7-Dec	23-Nov	8-Nov
Sensex	69,826	69,522	66,018	64,976
Nifty	20,969	20,901	19,802	19,444
USD/INR	83.39	83.35	83.34	83.27
Gold (USD)	2,030	2,028	1,992	1,950
Oil (USD)	75.55	74.05	81.42	79.54

10 Year Benchmarks	8-Dec	7-Dec	23-Nov	8-Nov
India	7.27	7.24	7.25	7.27
US	4.18	4.13	4.42	4.52
South Korea	3.56	3.58	3.71	4.01
Russia	12.41	12.42	11.97	12.14
Brazil	10.94	10.87	11.13	11.40
Germany	2.24	2.20	2.62	2.61
China	2.69	2.69	2.71	2.67

NDF	8-Dec	7-Dec	23-Nov	8-Nov
3 Month	83.61	83.56	83.55	83.47
1 Year	84.81	84.76	84.69	84.60
2 Year	87.23	87.10	86.83	86.66
3 Year	89.84	89.95	89.23	89.13

Market Observations

G-sec

- G-sec cut off was a bit higher than market expectations especially in 7-year segment.
- Selling was seen in G-sec post MPC as the committee decided to continue with the withdrawal of accommodation stance.
- 10year G-sec got given by 3 to 4 bps closing at 7.27 levels.

Corporate Bonds

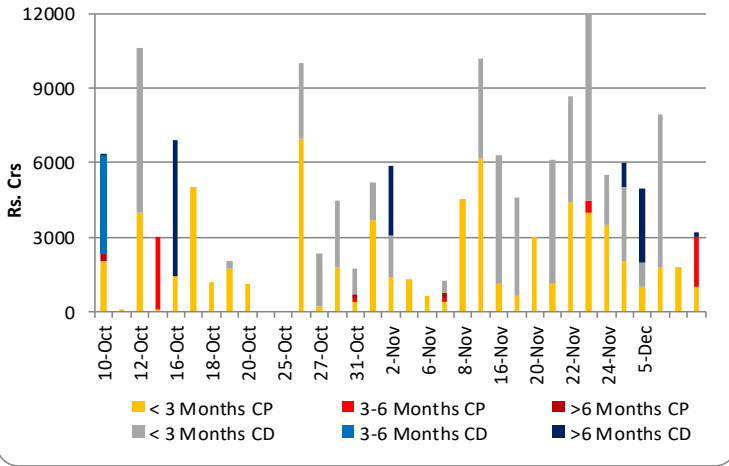
- Mutual funds were active in the MMY segment on both selling and buying side.
- Pension funds and life insurance companies were active in the 2026-28 segment.

CP/CD

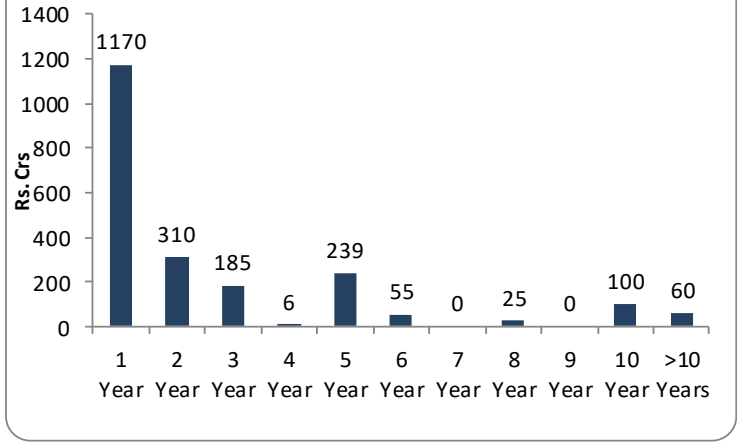
- Demand was seen in the 3-month segment.



CP/CD Primary Volume



Bonds Volume (prev.)



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Top Traded Securities	Volume	16-Nov	15-Nov	9-Nov	18-Oct
7.26 2033	970	7.27	7.28	7.31	7.40
7.06 2028	610	7.38	7.37	7.41	7.48
7.62 2039	-	7.30	7.29	7.36	7.42
7.30 2053	920	7.42	7.42	7.44	7.53
6.64 2035	200	7.33	7.33	7.39	7.44
7.40 2035	240	7.35	7.33	7.35	7.44

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
6-Dec-23	8698	7420	1278

	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
6-Dec-23	7236	9050	-1814

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
15935	16470	-536

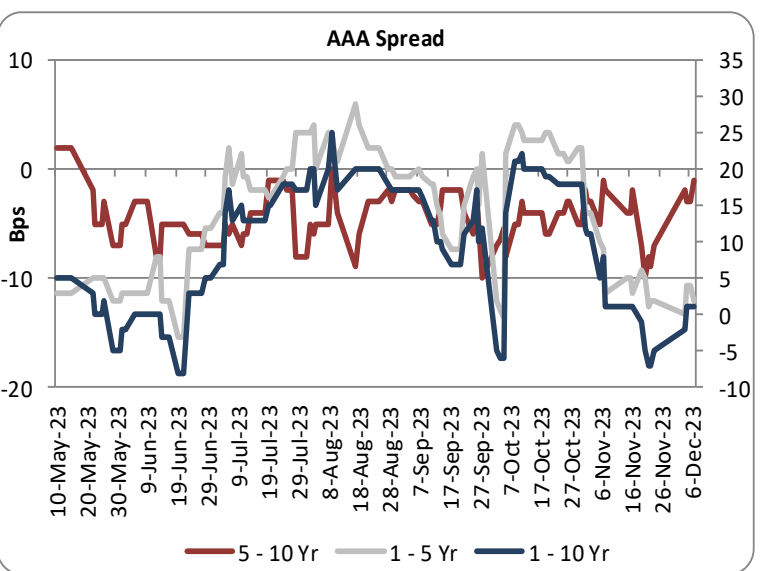
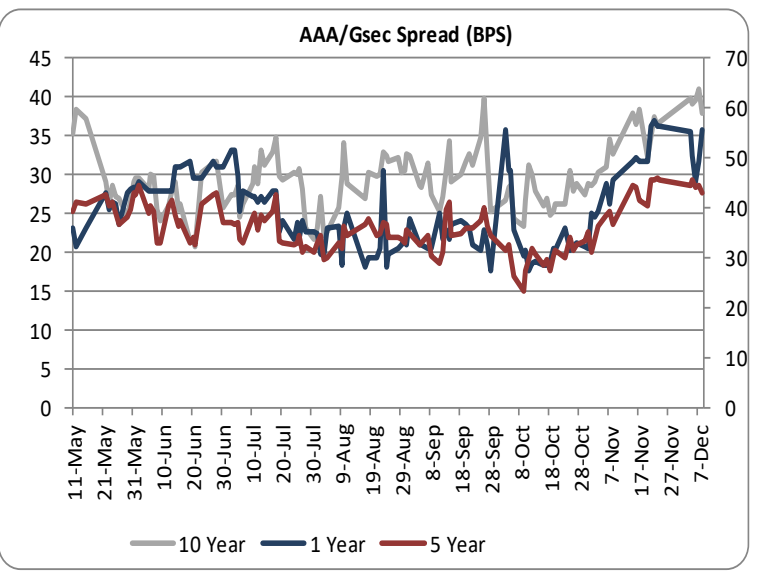
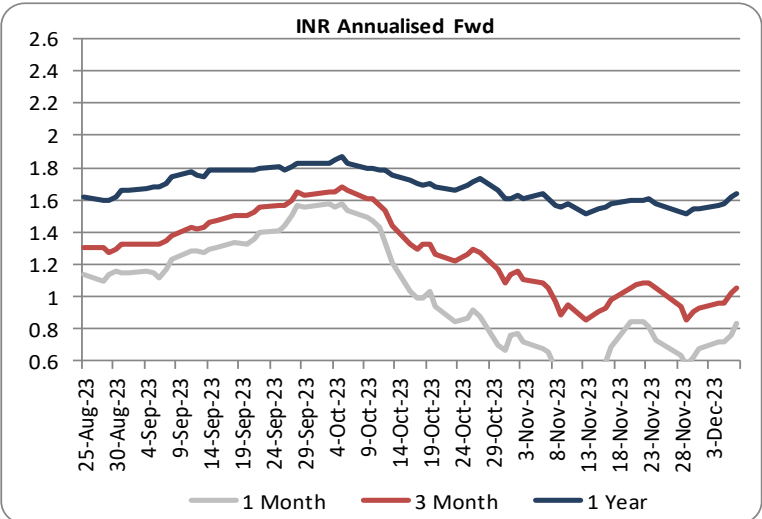
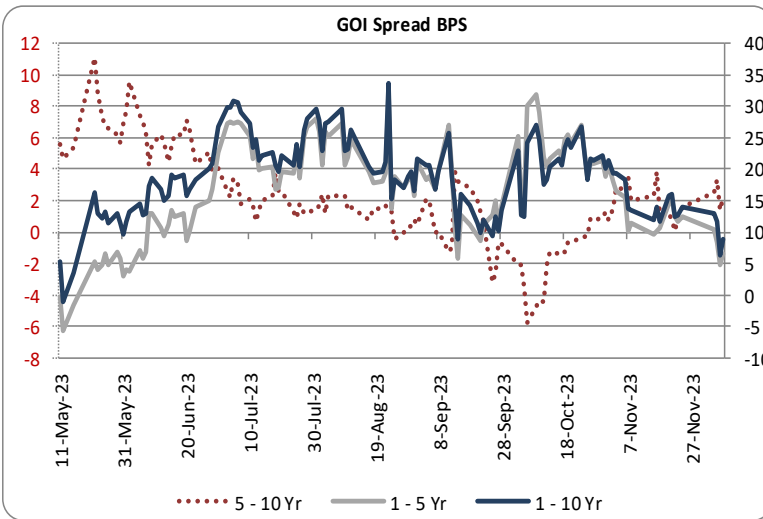
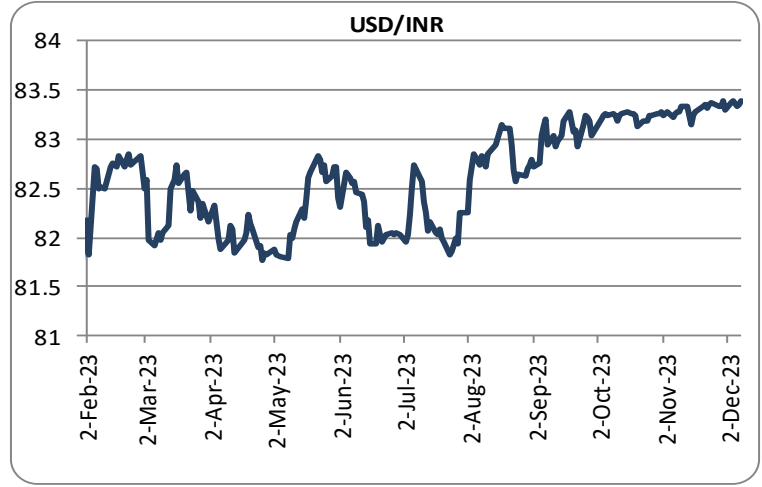
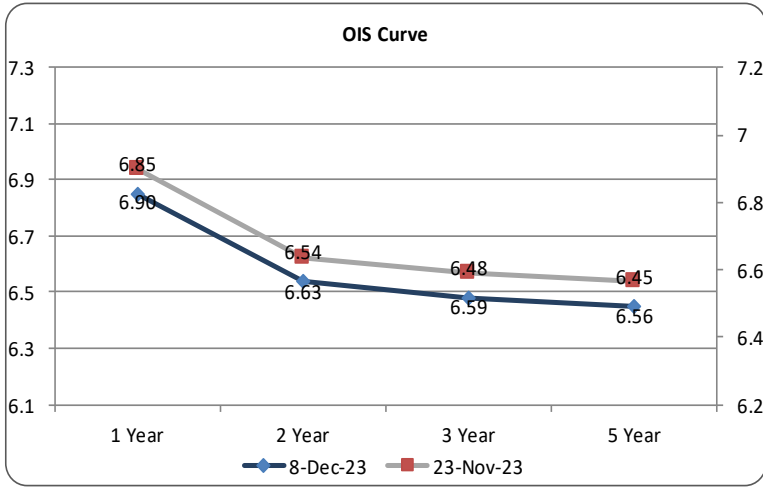
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
8-Dec-23	1458	437	1022

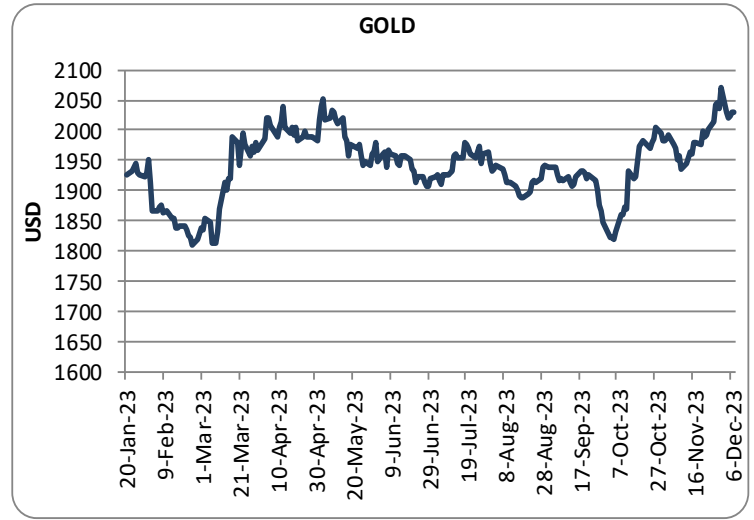
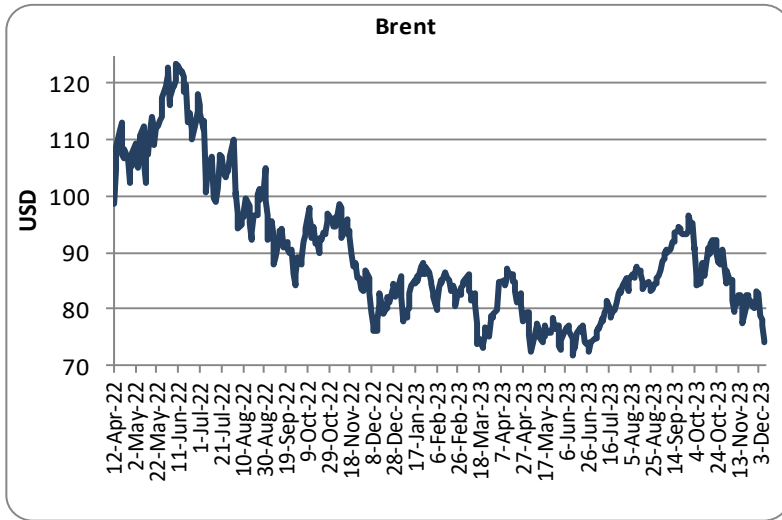
	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
8-Dec-23	13451	13904	-454

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
14909	14341	568

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Sep-23	7.6	7.8
CAD (\$ Bn)	Jun-23	-9.2	-1.3
Trade Deficit (\$ Bn)	Jun-23	-56.6	-52.6
WPI (%)	Oct-23	-0.5	-0.3
CPI (%)	Oct-23	4.9	5.0
IIP (%)	Sep-23	5.8	10.3
PMI Manufacturing	Nov-23	56	55.5
PMI Service	Nov-23	56.9	58.4

Economic Calender	Country	Date	Poll	Prior
CPI	Japan	5-Dec-23	3.7	3.8
Retail Sales	Euro Zone	06-Dec-23	(0.90)	(2.90)
Industrial Production	Germany	07-Dec-23	-	(3.86)
Repo Rate	India	08-Dec-23	6.50	6.50
Unemployment Rate	USA	08-Dec-23	3.90	3.90
Unemployment Rate	UK	12-Dec-23	-	4.20
CPI	India	12-Dec-23	-	4.87
Industrial Output	India	12-Dec-23	-	5.80





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

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