



Indian government bond yields ended marginally lower on Tuesday, tracking U.S. Treasury yields, even as traders awaited directional cues from inflation prints in India and the United States as well as a policy decision by the Federal Reserve.

The 10-year Indian benchmark bond yield ended at 7.2745%, after ending the previous session at 7.2829%.

U.S. yields eased in Asian hours, with the 10-year yield moving back to below 4.20%. In the U.S., headline prices are expected to have risen 0.1% in November on-month, gaining 3.1% annually.

Markets have priced in no change to rates for the Fed's policy meeting. Investors will focus on the central bank's commentary for the timing of rate cuts, which are widely expected in the first half of 2024.

Meanwhile, India's retail inflation reading came at 5.55% slightly lower than market expectations of 5.70%.

The RBI, while maintaining the status quo on rates last week, took a hawkish stance on inflation.

Oil slipped on Tuesday, giving up earlier gains, as concern over excess supply and slowing demand growth outweighed escalating supply risks in the Middle East.

The Indian rupee strengthened 0.01% versus the U.S. dollar, and quoted at 83.3875 per dollar, tracking subdued moves in its Asian peers as markets await a key U.S. inflation report.

Repo: The weighted average call rates in the interbank segment decreased to 6.76% vs 6.77% as on the previous day while that the TREP segment remained the same at 6.76% vs 6.76% as on the previous day.

GOI Yield	12-Dec	11-Dec	5-Dec	15-Nov
1 Year	7.140	7.150	7.140	7.100
5 Year	7.239	7.251	7.224	7.197
10 Year	7.275	7.283	7.257	7.220

AAA Bmk	12-Dec	11-Dec	5-Dec	15-Nov
1 Year	0.00	7.86	7.77	7.72
5 Year	0.00	7.80	7.81	7.77
10 Year	0.00	7.78	7.78	7.73

CD	12-Dec	11-Dec	5-Dec	15-Nov
3 Month	7.45	7.40	7.35	7.25
6 Month	7.75	7.75	7.60	7.50
1 Year	7.90	7.90	7.75	7.70

CP	12-Dec	11-Dec	5-Dec	15-Nov
3 Month	7.65	7.60	7.80	7.45
6 Month	8.00	8.00	8.00	7.70
1 Year	8.05	8.05	8.15	7.95

OIS Rate	12-Dec	11-Dec	5-Dec	15-Nov
1 Year	6.87	6.87	6.85	6.83
2 Year	6.57	6.58	6.56	6.52
3 Year	6.51	6.53	6.50	6.48
5 Year	6.48	6.50	6.47	6.44

	12-Dec	11-Dec	5-Dec	15-Nov
Sensex	69,551	69,929	69,296	65,676
Nifty	20,906	20,997	20,855	19,675
USD/INR	83.39	83.39	83.38	83.14
Gold (USD)	1,987	1,981	2,019	1,959
Oil (USD)	75.81	76.03	77.20	81.18

10 Year Benchmarks	12-Dec	11-Dec	5-Dec	15-Nov
India	7.28	7.28	7.26	7.23
US	4.19	4.24	4.17	4.54
South Korea	3.53	3.57	3.59	3.81
Russia	12.65	12.58	12.36	12.00
Brazil	10.93	10.93	11.01	11.15
Germany	2.22	2.26	2.24	2.63
China	2.66	2.67	2.69	2.67

NDF	12-Dec	11-Dec	5-Dec	15-Nov
3 Month	83.60	83.56	83.51	83.39
1 Year	84.81	84.72	84.78	84.42
2 Year	87.19	86.99	87.14	86.47
3 Year	90.09	89.79	89.99	88.87

Market Observations

G-sec

- SDL cut off was in line with market expectation. Selling was seen in 10 to 12-year SDL post cut off @7.70 centric levels.
- Switches were reported in 2025 and 2026 maturity SDLs.
- Demand was seen in 30 and 40-year G-sec by life insurance companies @7.48 to 7.49 levels.

Corporate Bonds

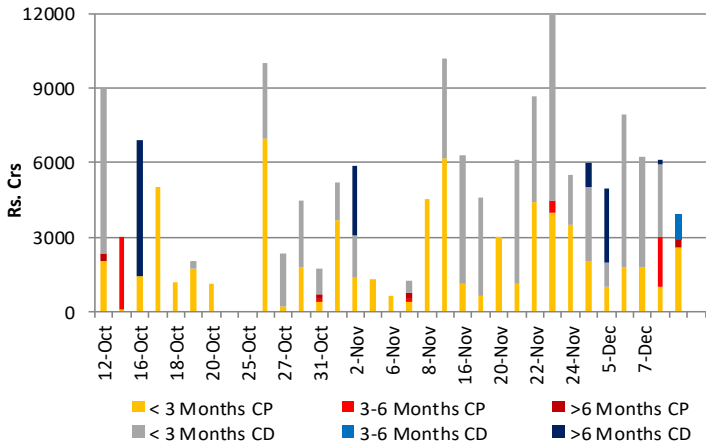
- Mutual funds and insurance companies were active in the 2025-26 segment and 2027-2028 segment respectively.

CP/CD

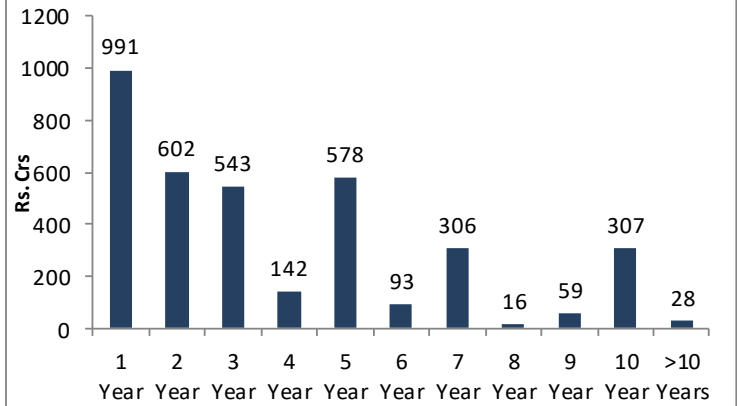
- Demand was seen in the 3-month segment.



CP/CD Primary Volume



Bonds Volume



10 Year Benchmarks	12-Dec	11-Dec	5-Dec	15-Nov
India	7.28	7.28	7.26	7.23
US	4.19	4.24	4.17	4.54
South Korea	3.53	3.57	3.59	3.81
Russia	12.65	12.58	12.36	12.00
Brazil	10.93	10.93	11.01	11.15
Germany	2.22	2.26	2.24	2.63
China	2.66	2.67	2.69	2.67

Top Traded Securities	Volume	16-Nov	15-Nov	9-Nov	18-Oct
7.26 2033	575	7.27	7.28	7.31	7.40
7.06 2028	125	7.38	7.37	7.41	7.48
7.62 2039	-	7.30	7.29	7.36	7.42
7.30 2053	545	7.42	7.42	7.44	7.53
6.64 2035	210	7.33	7.33	7.39	7.44
7.40 2035	350	7.35	7.33	7.35	7.44

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
8-Dec-23	6782	6209	573

EQUITY		
Gross Purchase	Gross Sales	Net Investment
6745	5494	1251

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
13527	11702	1825

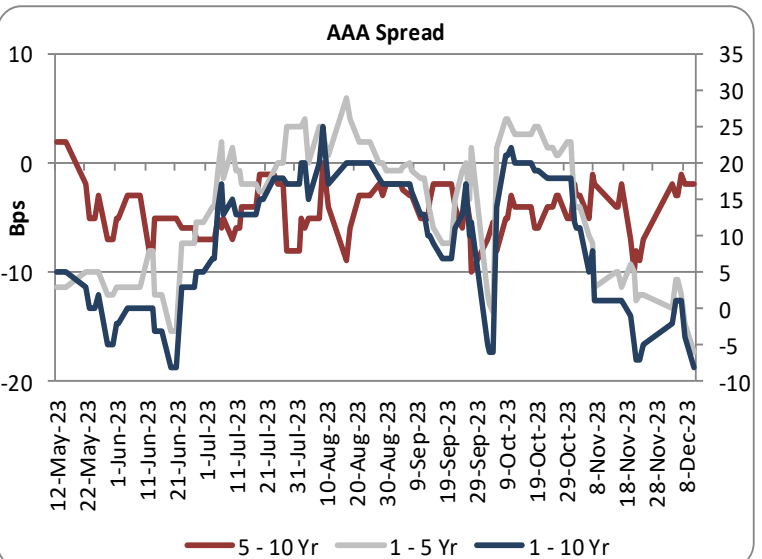
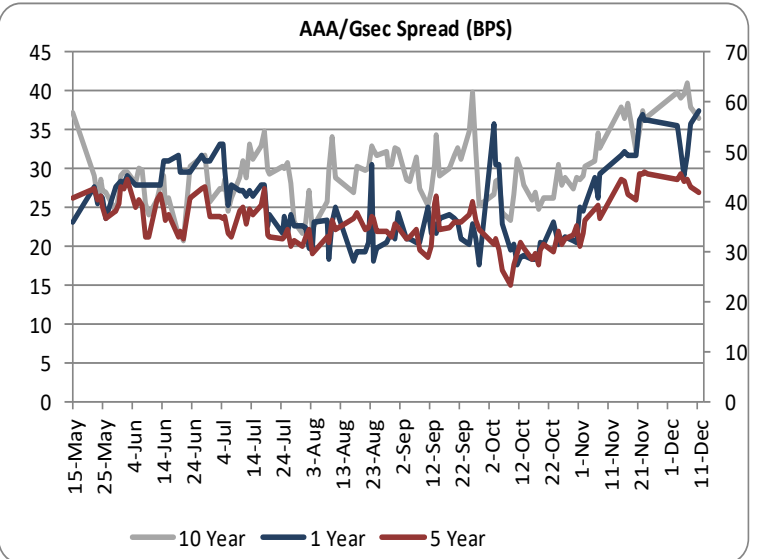
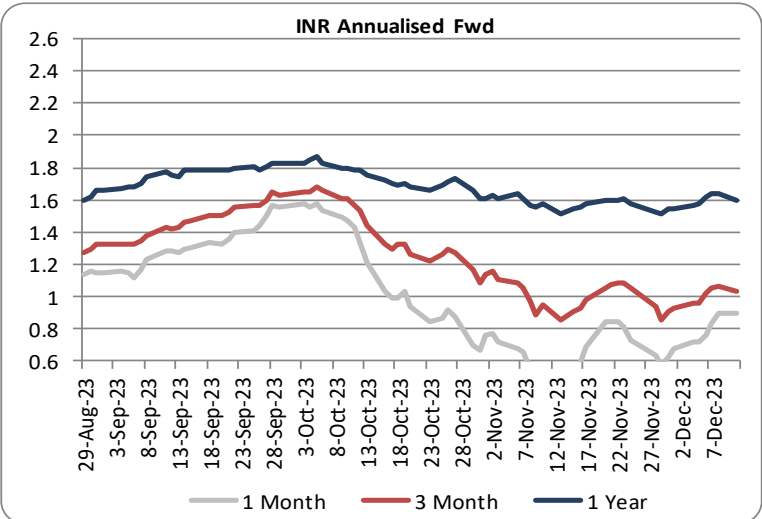
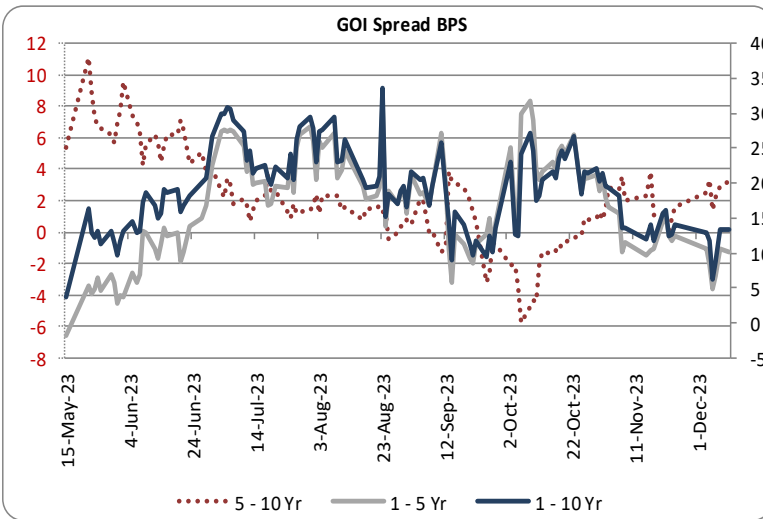
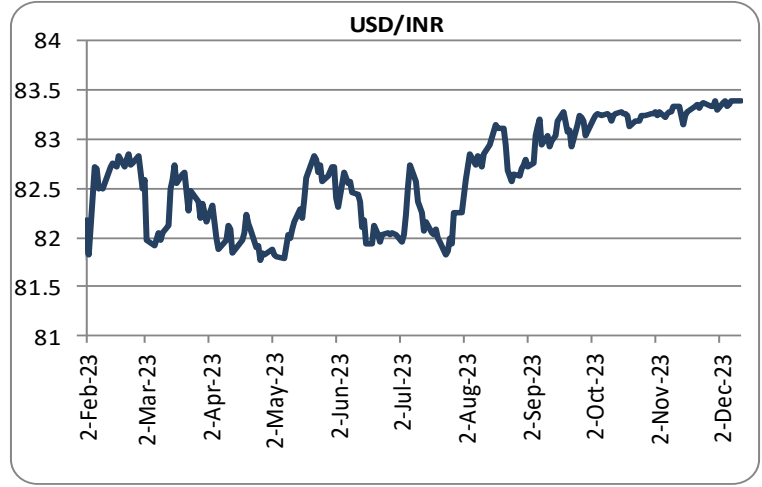
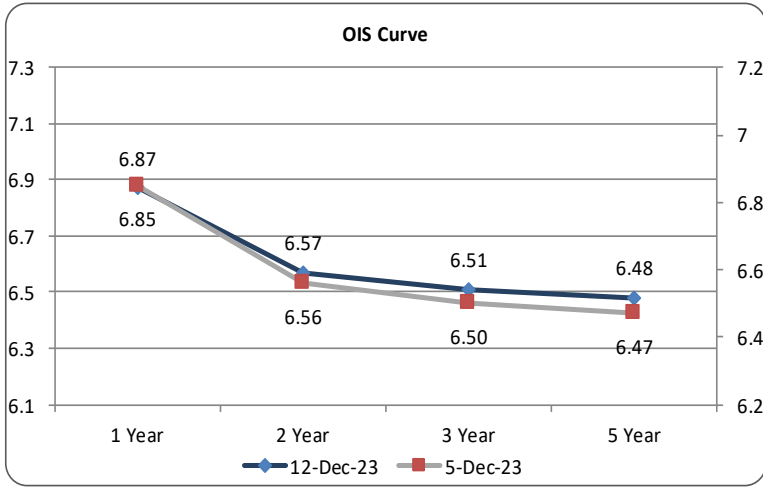
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
12-Dec-23	890	564	326

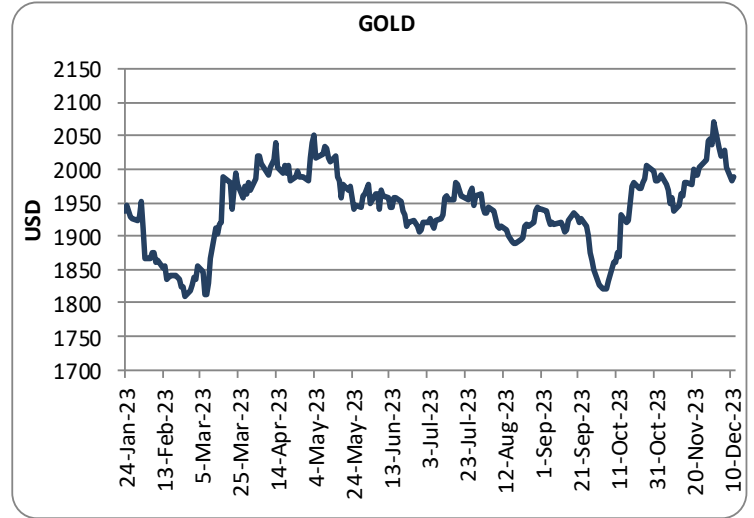
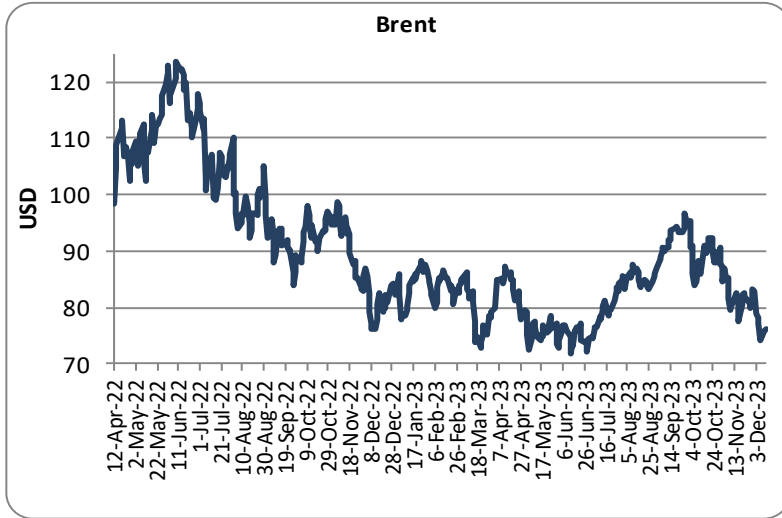
EQUITY		
Gross Purchase	Gross Sales	Net Investment
11187	10315	872

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
12077	10879	1198

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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