



INDIA

Indian government bond yields gave up their marginal decline to end barely changed on Friday, despite a fall in U.S. peers after softening inflationary pressures raised bets of interest rate cuts.

The benchmark 10-year yield ended at 6.9882%, having closed at 6.9832% in the previous session. On a weekly basis, the yield ended a tad lower, after easing 2 basis points (bps) last week.

India's CPI Inflation for June came in at 5.08% higher than market expectations of 4.80%.

Bond yields had dipped earlier in the day, tracking U.S. peers, with the 10-year Treasury yield touching a four-month low on Thursday. However, it pared some of its losses in Asian hours on Friday and was at 4.23%.

The U.S. CPI dipped 0.1% last month after being unchanged in May. For the 12 months through June, the CPI rose 3.0%, following a 3.3% gain in May.

The latest data has led to a repricing of interest rate cut expectations, with the probability of a 25-bps rate cut by the Fed in September jumping to 93% from around 75% before the inflation data.

Oil prices rose on Friday amid signs of easing inflationary pressures in the United States, the world's biggest oil consumer, though Brent crude was still set for a weekly decline.

The Indian rupee strengthened 0.03% versus the U.S. dollar and quoted at 83.51 per dollar, aided by a broadly weaker dollar after U.S. inflation data boosted expectations of policy easing by the Federal Reserve.

Repo: The weighted average call rates in the interbank segment decreased to 6.46% vs 6.47% as on the previous day while that the TREP segment decreased to 6.33% vs 6.38% as on the previous day.

Market Observations

G-sec

- Selling was seen in 10year SDLs post cut off @7.34 centric levels, as the market got given. Major sellers were insurance companies and pension fund. Major buyers were nationalized banks.
- Demand was seen in 2030 to 2033 illiquid G-sec by private and foreign banks @6.99 to 7.01 levels respectively.

Corporate Bonds

- Major Activity was seen in the MMY and 2025-2029 segment.
- Banks were active on the selling side in the 2025-2029 segment and Mutual funds were active on the selling as well as buying side in the MMY segment.

CP/CD

- Activity was seen in the 0 to 2-month and 6 to 9-month segment.

GOI Yield	12-Jul	11-Jul	5-Jul	12-Jun
1 Year	6.870	6.890	6.920	6.990
5 Year	6.961	6.967	6.983	7.021
10 Year	6.988	6.983	6.993	7.012

AAA Bmk	12-Jul	11-Jul	5-Jul	12-Jun
1 Year	7.70	7.72	7.72	7.72
5 Year	7.61	7.63	7.64	7.67
10 Year	7.52	7.53	7.52	7.53

CD	12-Jul	11-Jul	5-Jul	12-Jun
3 Month	7.12	7.12	7.15	7.08
6 Month	7.40	7.40	7.35	7.52
1 Year	7.61	7.61	7.60	7.70

CP	12-Jul	11-Jul	5-Jul	12-Jun
3 Month	7.20	7.20	7.25	7.15
6 Month	7.50	7.50	7.45	7.60
1 Year	7.70	7.70	7.70	7.80

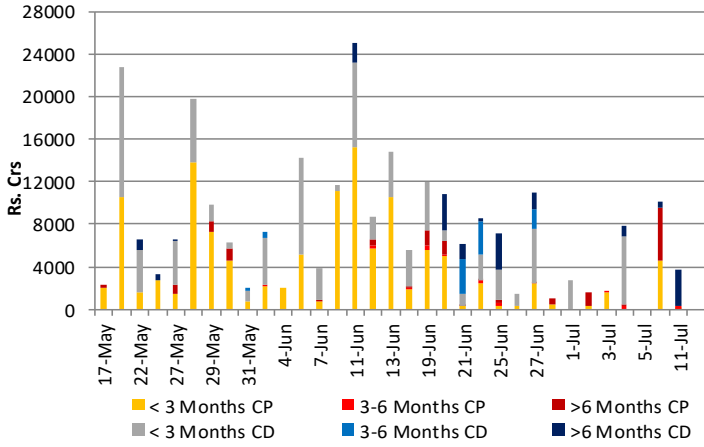
OIS Rate	12-Jul	11-Jul	5-Jul	12-Jun
1 Year	6.74	6.74	6.78	6.78
2 Year	6.46	6.47	6.52	6.49
3 Year	6.39	6.40	6.46	6.43
5 Year	6.35	6.35	6.41	6.36

	12-Jul	11-Jul	5-Jul	12-Jun
Sensex	80,519	79,897	79,997	76,607
Nifty	24,502	24,316	24,324	23,323
USD/INR	83.54	83.56	83.49	83.55
Gold (USD)	2,400	2,415	2,391	2,323
Oil (USD)	85.90	85.40	86.54	82.60

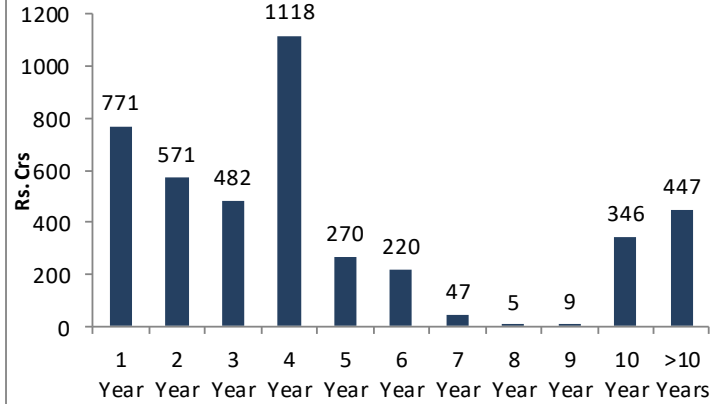
NDF	12-Jul	11-Jul	5-Jul	12-Jun
3 Month	83.74	83.73	83.71	83.76
1 Year	84.89	84.82	84.78	84.79
2 Year	87.21	86.97	86.90	86.80
3 Year	90.06	89.57	89.50	89.24



CP/CD Primary Volume



Bonds Volume



10 Year Benchmarks	12-Jul	11-Jul	5-Jul	12-Jun
India	6.99	6.98	6.99	7.01
US	4.22	4.19	4.27	4.30
South Korea	3.18	3.23	3.22	3.37
Russia	15.11	15.11	15.11	14.98
Brazil	11.68	11.68	11.98	12.15
Germany	2.51	2.47	2.53	2.54
China	2.26	2.27	2.26	2.31

Top Traded Securities	Volume	11-Jul	10-Jul	4-Jul	11-Jun
7.26 2033	275	7.04	7.04	7.05	7.08
7.06 2028	350	6.95	6.96	6.98	7.02
7.62 2039	-	7.03	7.03	7.05	7.08
7.30 2053	335	7.06	7.06	7.06	7.12
6.64 2035	-	7.06	7.05	7.05	7.08
7.40 2035	20	7.06	7.06	7.08	7.07

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
11-Jul-24	8801	7883	918

EQUITY	Gross Purchase	Gross Sales	Net Investment
	3145	2610	535

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
11946	10493	1453

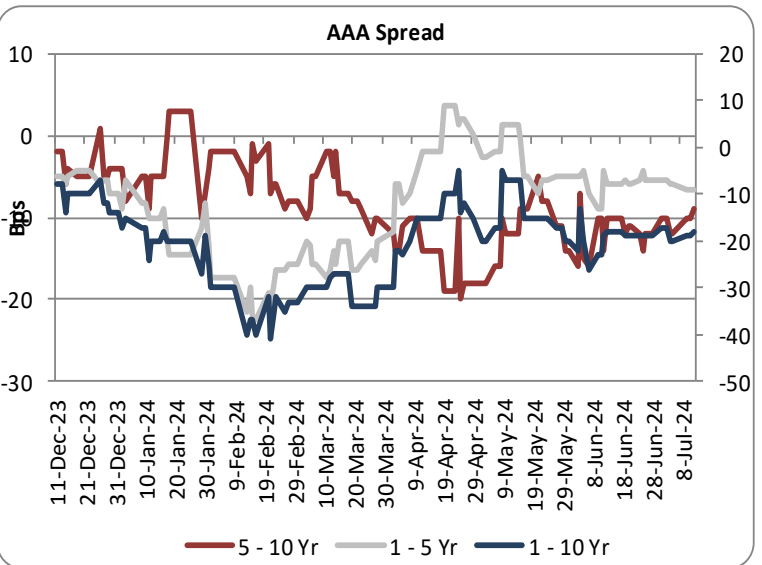
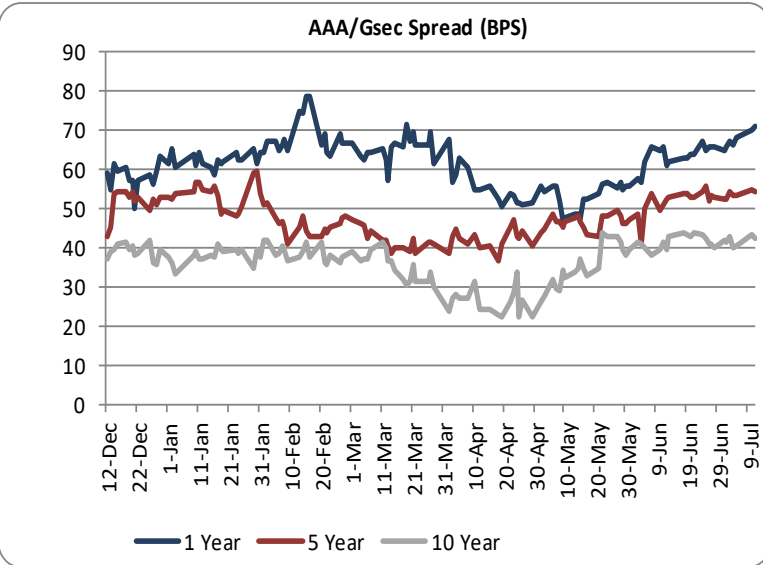
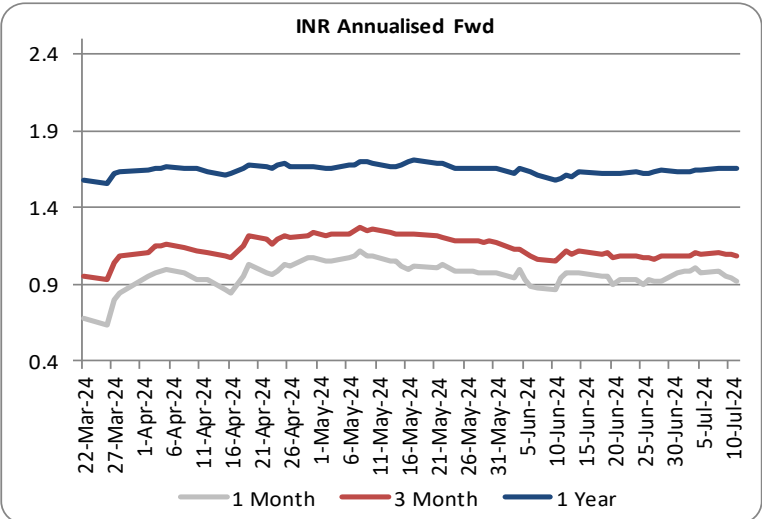
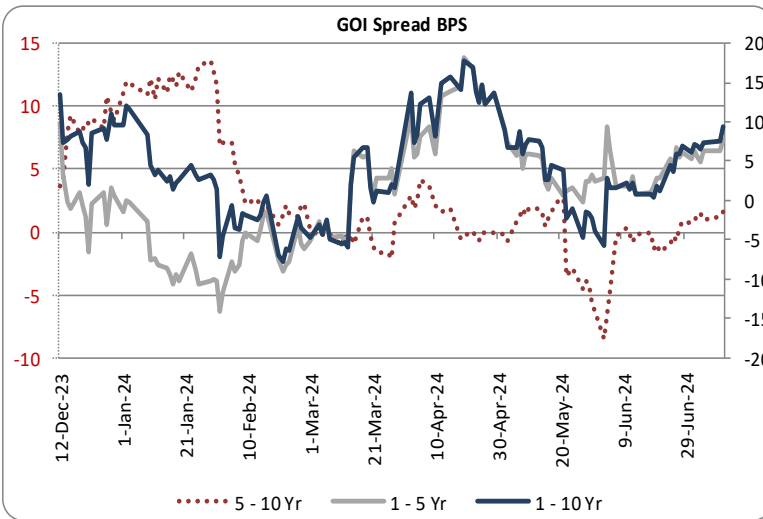
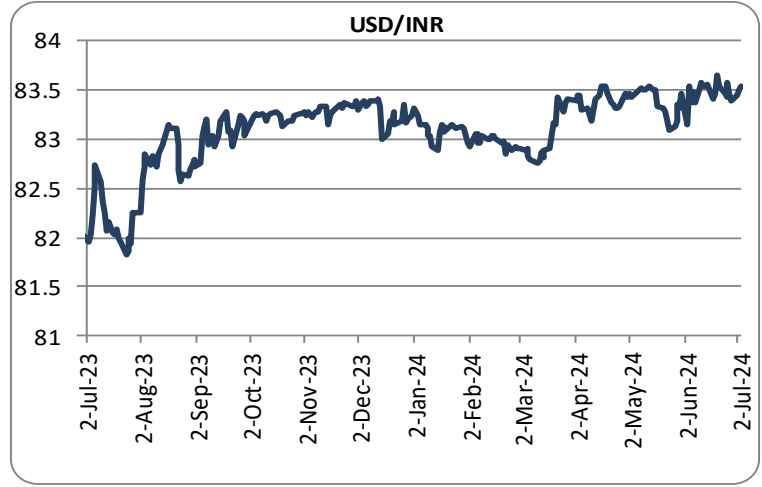
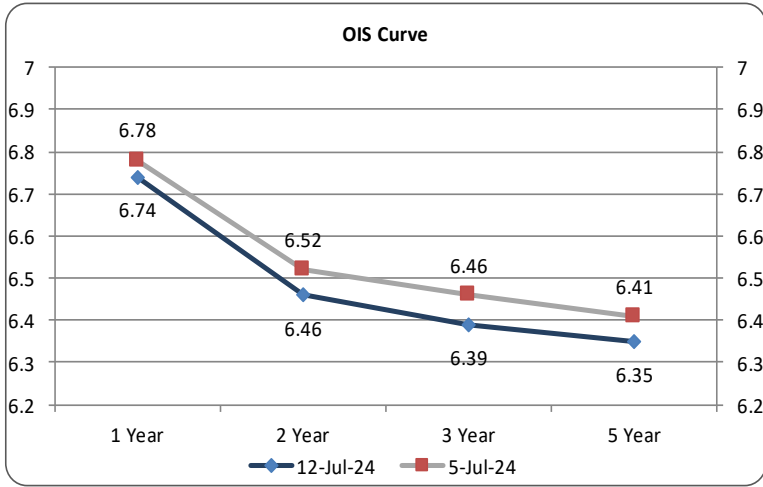
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
12-Jul-24	2711	2006	705

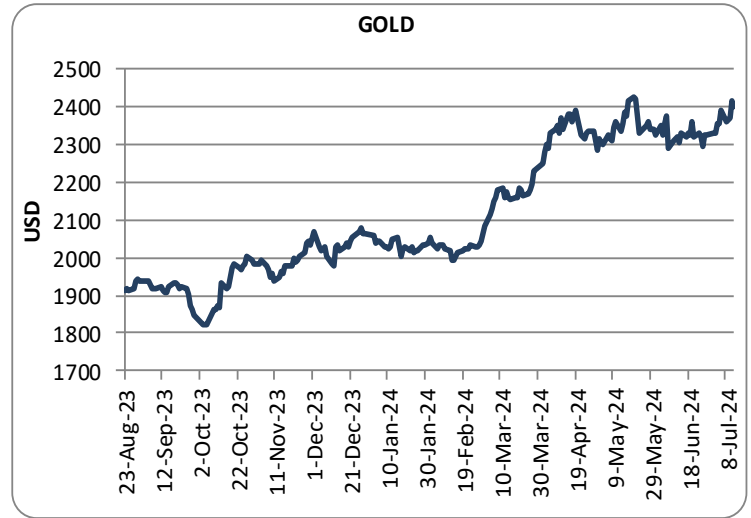
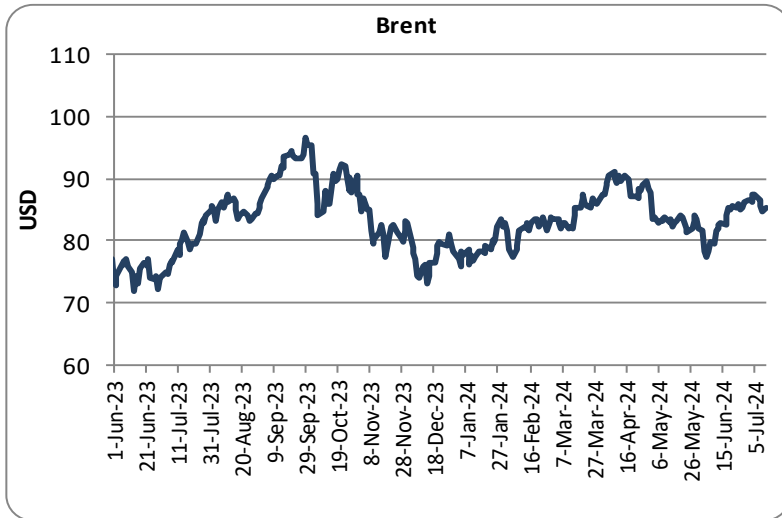
EQUITY	Gross Purchase	Gross Sales	Net Investment
	16632	16285	347

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
19343	18291	1052

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Mar-24	7.8	8.4
CAD (\$ Bn)	Mar-24	5.7	-8.7
Trade Deficit (\$ Bn)	Mar-24	-50.9	-71.6
WPI (%)	May-24	2.6	1.3
CPI (%)	May-24	4.8	4.8
IIP (%)	Apr-24	5.0	5.4
PMI Manufacturing	Jun-24	58.3	57.5
PMI Service	Jun-24	60.5	60.2

Economic Calender	Country	Date	Poll	Prior
Industrial Output	UK	11-Jul-24	0	-0.4
CPI	USA	11-Jul-24	-	3.30
Core CPI	USA	11-Jul-24	-	3.40
CPI	India	12-Jul-24	4.80	4.75
Industrial Output	China	15-Jul-24	5.00	5.60
WPI	India	15-Jul-24	3.50	2.61
Industrial Production	Euro Zone	15-Jul-24	-	(3.00)
CPI	UK	17-Jul-24	-	2.00





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

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