



INDIA

- ❖ The benchmark 6.54% bond maturing in 2032 ended at 99.03 rupees, yielding 6.67%, against 98.95 rupees, yielding 6.69%, yesterday. The benchmark note traded in a 20-paise band today.
- ❖ Minutes of the Fed's January meeting, released overnight, indicated that the U.S. central bank's interest rate increases will likely start from March. Most participants have already factored in a quarter-percentage-point rise in rates at the Fed's March meeting. Some economists forecast a 50-basis-point increase, especially after data last week showed consumer inflation in January jumped at the fastest pace in four decades. The 10-year yield was trading at 2.01%.
- ❖ Global oil prices eased after France and Iran said they were closer to an agreement to salvage Iran's nuclear deal with the world powers, as per a Reuters report. The benchmark Brent crude contract was 1.7% lower at \$93.20 a barrel, after rising 1.6% yesterday. The threat of military action by Russia in Ukraine had pushed the contract to \$96.78 on Monday, the highest since September 2014
- ❖ The government has already canceled auctions worth around 780 billion rupees, while the central bank's rate-setting body unexpectedly kept the reverse repo rate unchanged last week, which has pushed back expectations of rate hikes.
- ❖ India's retail inflation quickened to 6.01% in January, a tad above the central bank's tolerance ceiling of 6%. The RBI targets consumer-price inflation at 4%, with a tolerance band of two percentage points on either side.
- ❖ The Indian rupee fell for the first time in three sessions against the dollar, amid renewed geopolitical concerns between Ukraine and Russia. The rupee ended at 75.11 per dollar at 3:30pm against 75.07 in the previous session.
- ❖ Repo: The weighted average call rates in the interbank segment decreased to 3.22% vs 3.24% as on previous day while that in the TREP segment decreased to 3.22% vs 3.27% as on previous day.

GOI Yield	17-Feb	16-Feb	11-Feb	18-Jan
1 Year	4.450	4.470	4.450	4.370
5 Year	5.919	5.926	5.877	5.947
10 Year	6.735	6.725	6.714	6.626

AAA Brmk	17-Feb	16-Feb	11-Feb	18-Jan
1 Year	4.85	4.85	4.90	4.80
5 Year	6.12	6.12	6.28	6.28
10 Year	7.10	7.10	7.10	7.10

CD	17-Feb	16-Feb	11-Feb	18-Jan
3 Month	3.75	3.75	3.83	3.80
6 Month	3.85	3.85	3.99	4.00
1 Year	4.70	4.70	4.76	4.55

CP	17-Feb	16-Feb	11-Feb	18-Jan
3 Month	3.80	3.80	3.90	4.07
6 Month	4.20	4.20	4.35	4.67
1 Year	4.80	4.80	4.83	5.08

OIS Rate	17-Feb	16-Feb	11-Feb	18-Jan
1 Year	4.28	4.29	4.35	4.41
2 Year	4.82	4.81	4.89	4.97
3 Year	5.26	5.23	5.28	5.34
5 Year	5.70	5.67	5.73	5.69

	17-Feb	16-Feb	11-Feb	18-Jan
Sensex	57,892	57,997	58,153	60,755
Nifty	17,305	17,322	17,375	18,113
USD/INR	75.11	75.07	75.38	74.57
Gold (USD)	1,885	1,868	1,860	1,814
Oil (USD)	92.88	94.81	94.44	87.51

NDF	17-Feb	16-Feb	11-Feb	18-Jan
3 Month	75.87	75.72	76.18	75.53
1 Year	77.97	77.92	78.23	78.09
2 Year	82.04	81.14	82.25	81.63
3 Year	84.27	84.64	84.84	85.38

Market Observations

G-sec

- Bond yields ended marginally lower as some traders covered short positions, while the broad market focus remained on moves in global oil prices and U.S. Treasuries.
- Mutual funds and state run banks seen buying upto 6 months maturity bills.

Corporate Bonds

- The 3-5-year segment witnessed most activity.

CP

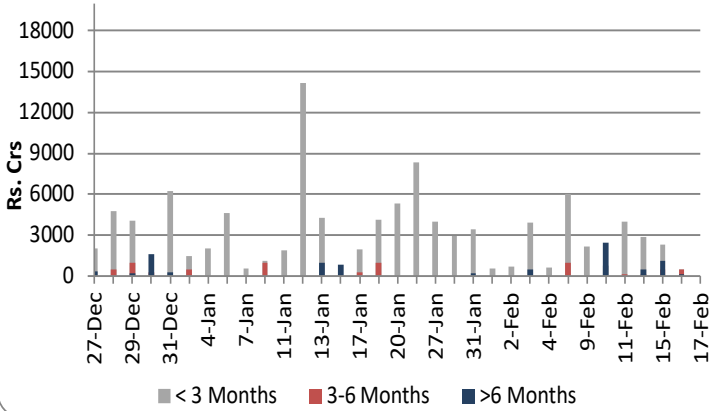
- Primary CP markets were flat today.

CD

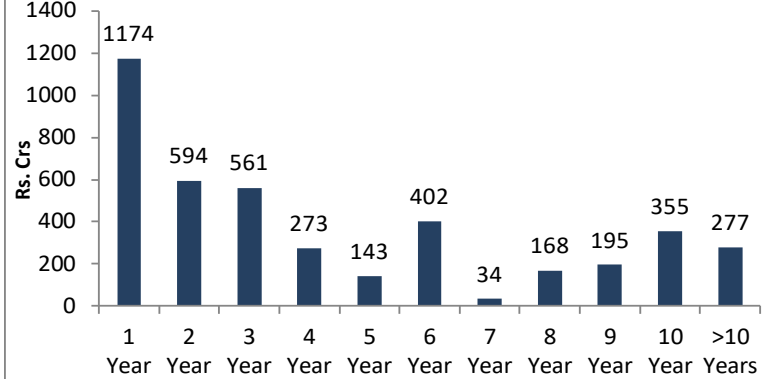
- Secondary CD activity was seen across the longer maturities. Banking system liquidity surplus rises to six-week high, driven by inflows from debt redemptions.



CP Primary Volume



Bonds Volume (16-2)



10 Year Benchmarks	17-Feb	16-Feb	11-Feb	18-Jan
India	6.67	6.69	6.70	6.63
US	2.01	2.04	1.92	1.88
South Korea	2.71	2.70	2.75	2.55
Russia	9.69	9.63	9.77	9.40
Brazil	11.19	11.19	11.26	11.60
Germany	0.27	0.27	0.29	-0.02
China	2.78	2.79	2.79	2.76

Top Traded Securities	Volume	17-Feb	16-Feb	11-Feb	18-Jan
5.15 GOI 2025	1855	5.69	5.70	5.66	5.81
5.63 GOI 2026	135	5.82	5.84	5.77	5.95
5.74 GOI 2026	7685	5.92	5.93	5.88	6.06
6.10 GOI 2031	1220	6.72	6.72	6.71	6.63
6.64 GOI 2035	0	7.02	7.04	7.06	7.08
6.67 GOI 2035	140	7.00	7.02	7.03	7.08

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
15-Feb-22	1351	385	966

EQUITY		
Gross Purchase	Gross Sales	Net Investment
967	508	460

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
2318	893	1425

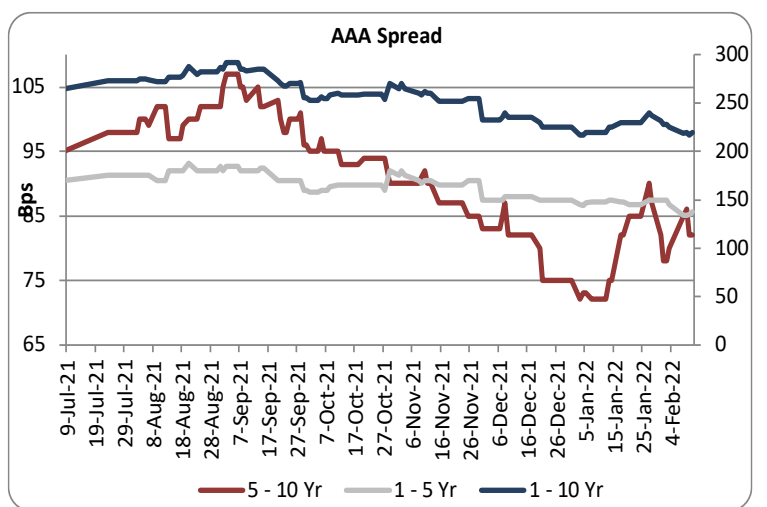
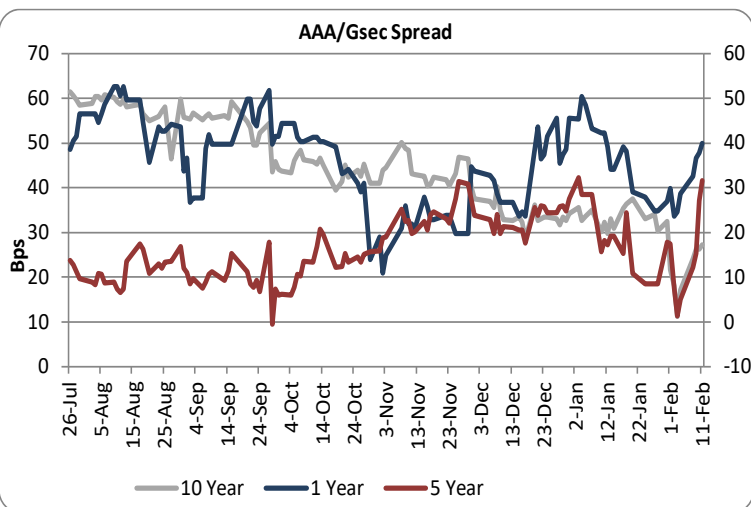
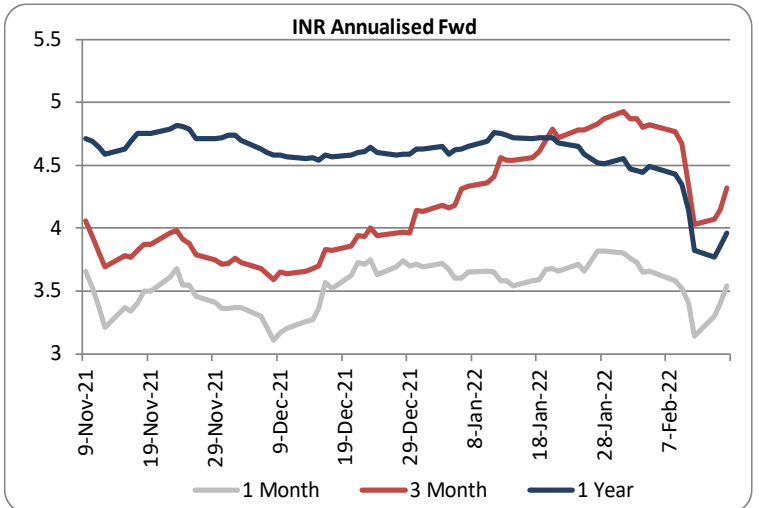
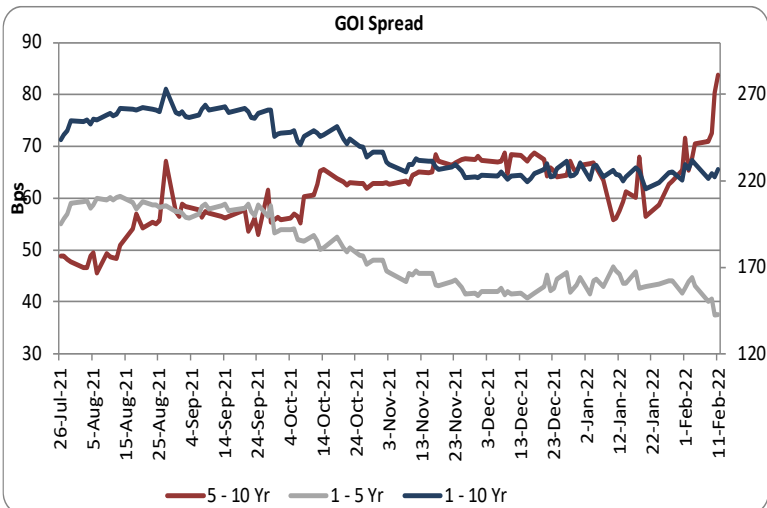
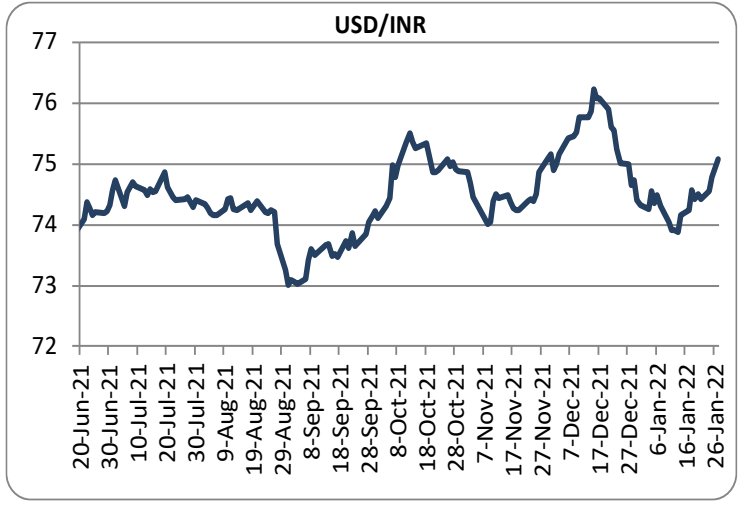
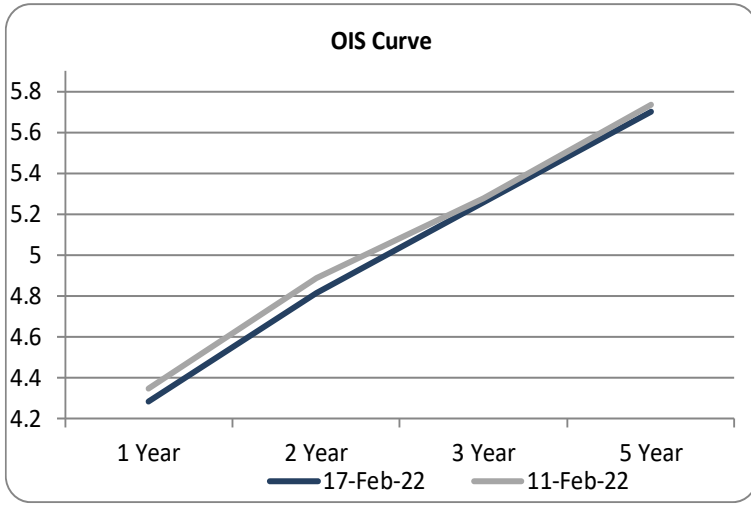
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
17-Feb-22	243	696	-453

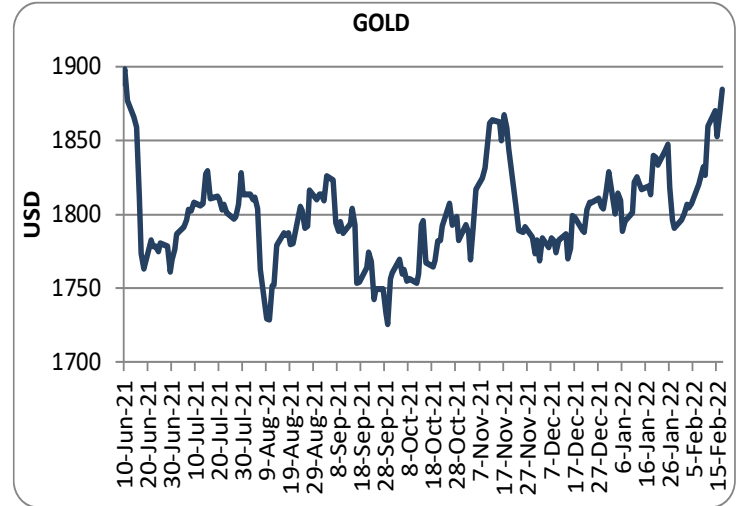
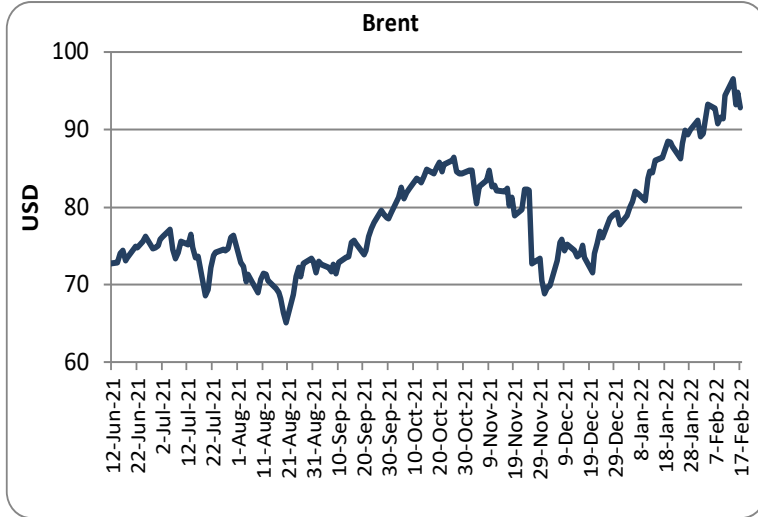
EQUITY		
Gross Purchase	Gross Sales	Net Investment
7001	7368	-367

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
7244	8064	-821

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Sep-21	8.4	20.1
CAD (\$ Bn)	Sep-21	-9.6	6.6
Trade Deficit (\$ Bn)	Sep-21	-44.4	-30.7
WPI (%)	Jan-22	13.0	13.6
CPI (%)	Jan-22	6.0	5.7
IIP (%)	Dec-21	0.4	1.4
PMI Manufacturing	Jan-22	54	55.5
PMI Service	Jan-22	51.5	55.5

Economic Calender	Country	Date	Poll	Prior
Exports	Japan	17-Feb-22	16.50	17.50
Retail Sales	UK	18-Feb-22	8.70	(0.90)
Industrial Output	Poland	18-Feb-22	14.80	16.70
Unemployment Rate	Poland	23-Feb-22	5.60	5.40
Exports	Thailand	28-Feb-22	-	23.00
GDP	India	28-Feb-22	-	8.40
Inflation YY	Indonesia	01-Mar-22	-	2.18
Unemployment Rate	Japan	04-Mar-22	-	2.70





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

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