



INDIA

Indian government bond yields ended little changed on Wednesday, as traders were kept waiting for fresh directional triggers a day after they shrugged off the federal budget as a non-event.

The benchmark 10-year yield ended at 6.9634%, following its previous close of 6.9695%.

The Indian government lowered its planned gross market borrowing by 120 billion rupees (\$1.43 billion) for the financial year ending March 2025.

It also aims to reduce its fiscal deficit to 4.9% of gross domestic product, down from 5.1% in the interim budget.

Market participants now await the U.S. personal consumption expenditures data on Friday and the Federal Reserve's policy meeting next week for any hints of a September rate cut.

Markets are pricing in only a slight chance for a cut of at least 25 basis points, while largely expecting the central bank to reduce rates at its September meeting.

Oil prices traded around their lowest level in six weeks on Wednesday as there are limited signs of the expected fuel consumption surge that the summer season usually sees.

The Indian rupee weakened 0.03% versus the U.S. dollar, and quoted at 83.71 per as likely outflows from local equities pressured the currency.

Repo: The weighted average call rates in the interbank segment increased to 6.68% vs 6.67% as on the previous day while that the TREP segment decreased to 6.62% vs 6.67% as on the previous day.

Market Observations

G-sec

- Demand was seen in 2027 to 2030 maturity G-sec by private and foreign banks at 6.89% to 6.92% levels.
- Demand was seen in 2025 / 2026 maturity SDLs by nationalized Banks at 7.03% & 7.08% levels respectively.
- T-bill cut off was in line with market expectations and 1-year cut-off came 3bps better than last week.

Corporate Bonds

- Major Activity was seen throughout all segments.
- Mutual funds, banks and life insurance companies were active in the 2025-2029 segment.
- Banks were active on the selling side and pension funds were active on the buying side in the longer segment.

CP/CD

- Activity was seen up to the 3-month segment.

GOI Yield	24-Jul	23-Jul	16-Jul	25-Jun
1 Year	6.830	6.820	6.880	6.950
5 Year	6.897	6.909	6.915	6.989
10 Year	6.963	6.970	6.963	6.986

AAA Bmk	24-Jul	23-Jul	16-Jul	25-Jun
1 Year	7.70	7.70	7.70	7.72
5 Year	7.57	7.61	7.60	7.67
10 Year	7.50	7.50	7.50	7.53

CD	24-Jul	23-Jul	16-Jul	25-Jun
3 Month	7.15	7.15	7.14	7.19
6 Month	7.43	7.43	7.45	7.55
1 Year	7.63	7.63	7.61	7.70

CP	24-Jul	23-Jul	16-Jul	25-Jun
3 Month	7.20	7.20	7.20	7.30
6 Month	7.47	7.47	7.50	7.65
1 Year	7.68	7.68	7.70	7.80

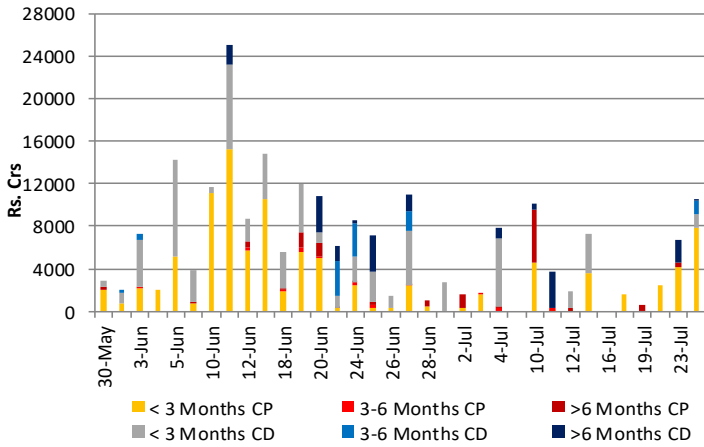
OIS Rate	24-Jul	23-Jul	16-Jul	25-Jun
1 Year	6.69	6.71	6.72	6.79
2 Year	6.39	6.42	6.43	6.52
3 Year	6.30	6.33	6.36	6.45
5 Year	6.26	6.28	6.31	6.38

	24-Jul	23-Jul	16-Jul	25-Jun
Sensex	80,149	80,429	80,717	78,054
Nifty	24,414	24,479	24,613	23,721
USD/INR	83.72	83.69	83.58	83.43
Gold (USD)	2,411	2,409	2,469	2,319
Oil (USD)	81.74	81.01	83.73	85.01

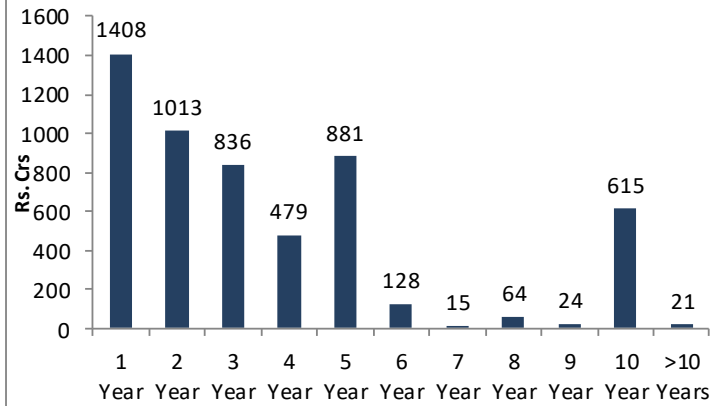
NDF	24-Jul	23-Jul	16-Jul	25-Jun
3 Month	83.95	83.93	83.77	83.64
1 Year	85.16	85.12	84.96	84.73
2 Year	87.08	87.35	87.07	86.91
3 Year	90.33	90.00	90.28	89.54



CP/CD Primary Volume



Bonds Volume



10 Year Benchmarks	24-Jul	23-Jul	16-Jul	25-Jun
India	6.96	6.97	6.97	6.98
US	4.24	4.24	4.17	4.24
South Korea	3.13	3.17	3.16	3.27
Russia	15.11	15.11	15.11	15.11
Brazil	12.17	12.17	11.83	12.05
Germany	2.43	2.44	2.43	2.41
China	2.23	2.24	2.27	2.23

Top Traded Securities	Volume	19-Jul	18-Jul	12-Jul	19-Jun
7.26 2033	2,005	#N/A	#N/A	#N/A	#N/A
7.06 2028	120	#N/A	#N/A	#N/A	#N/A
7.62 2039	-	7.00	7.00	0.00	7.04
7.30 2053	495	7.03	7.03	7.06	#N/A
6.64 2035	55	7.03	7.03	7.05	7.04
7.40 2035	90	7.03	7.03	7.06	7.01

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
19-Jul-24	341	370	-29

	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
19-Jul-24	196	596	-400

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
538	966	-428

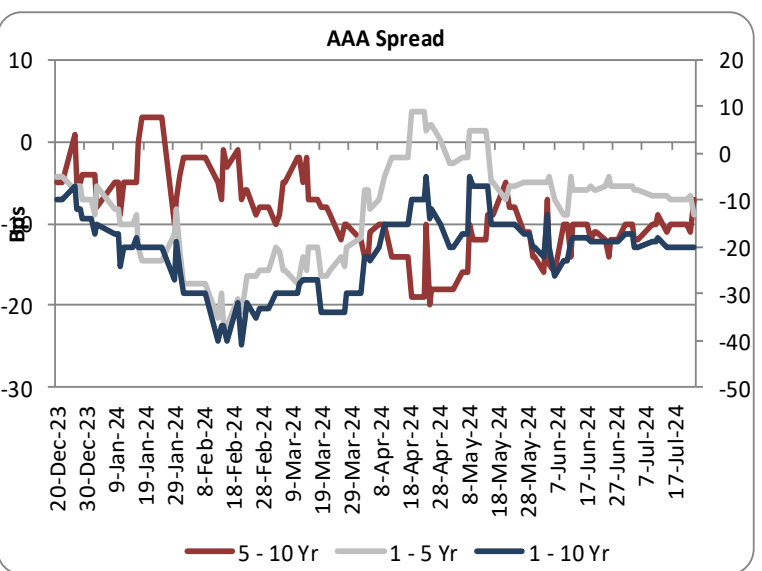
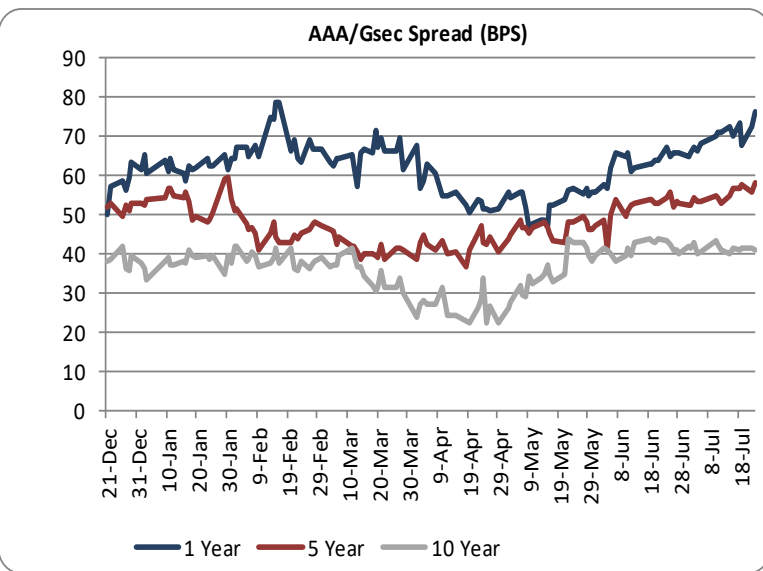
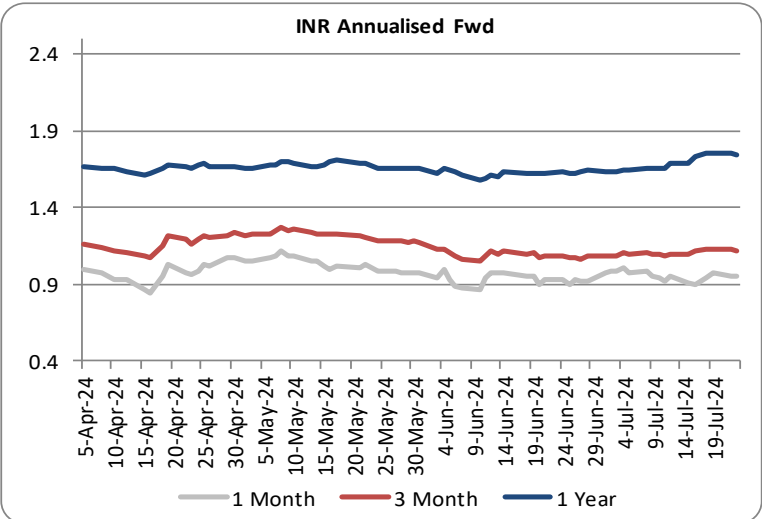
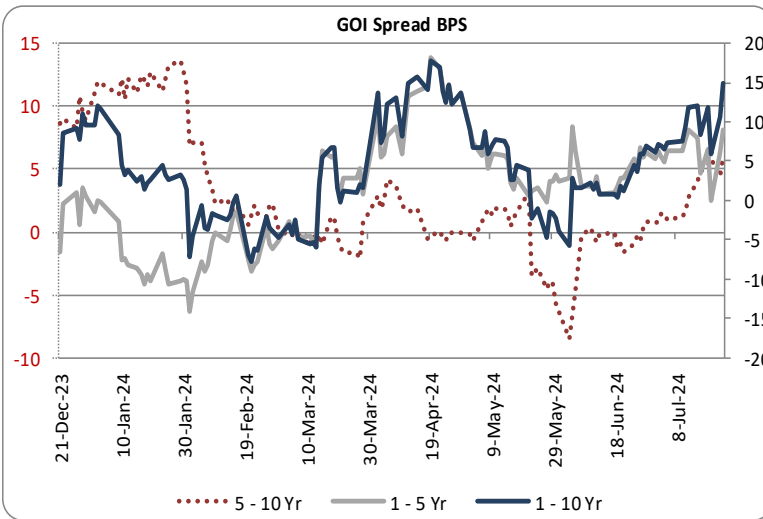
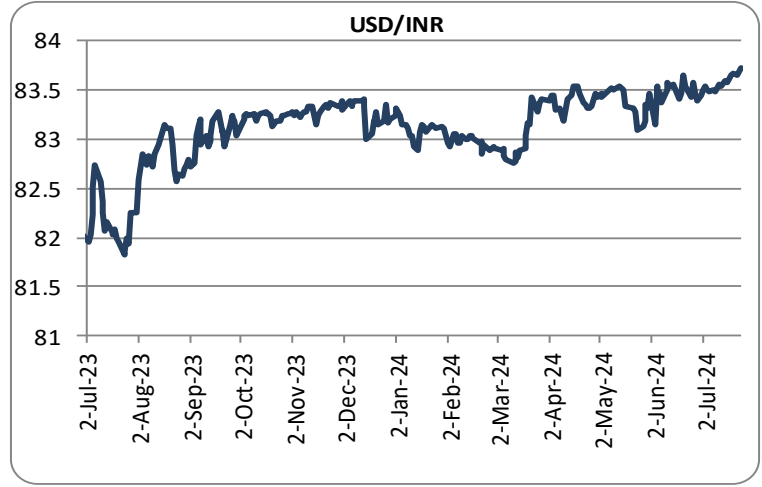
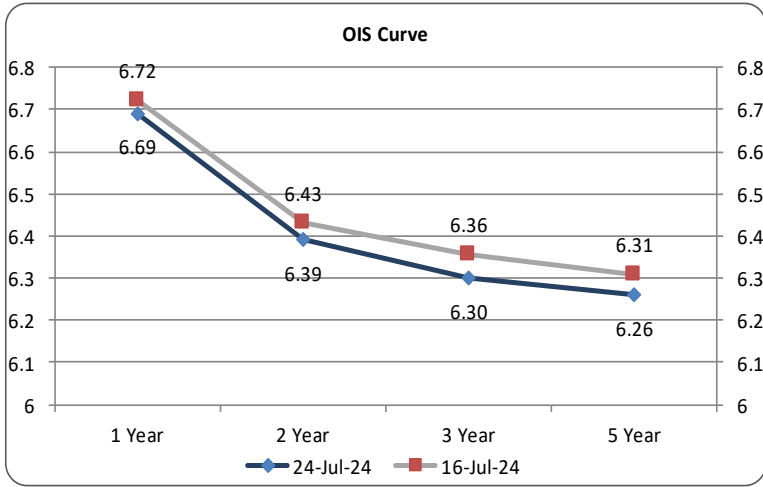
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
24-Jul-24	3165	700	2465

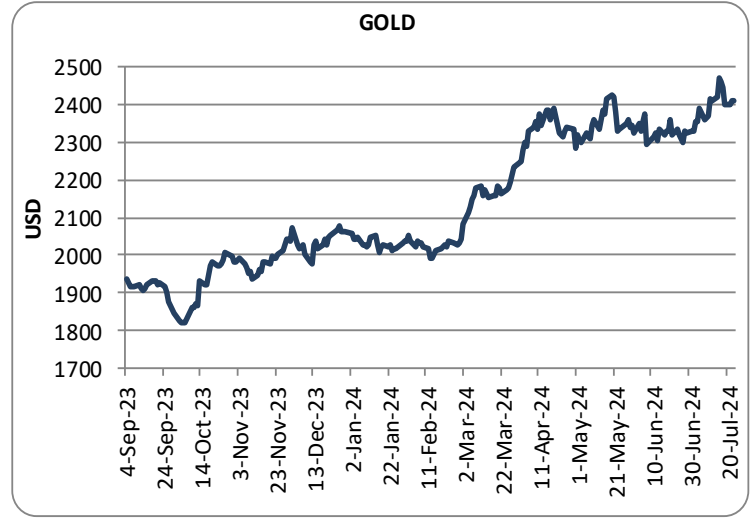
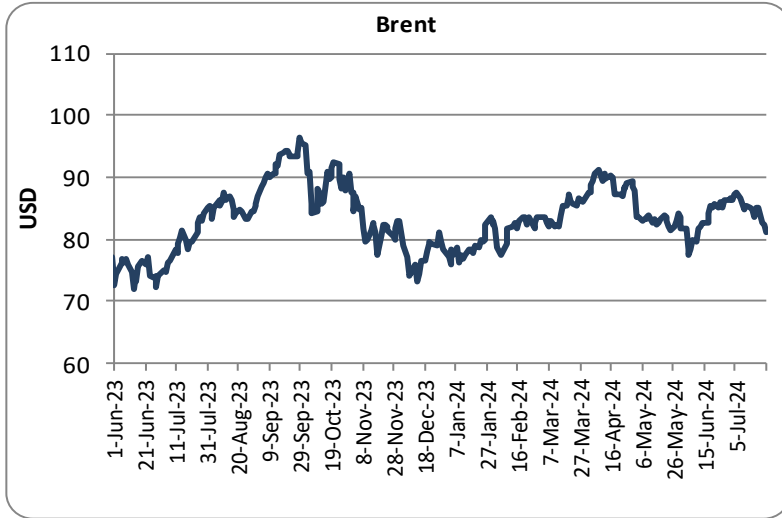
	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
24-Jul-24	15527	17075	-1549

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
18692	17775	916

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 (%)	Jun-24	3.4	2.6
CPI (%)	Jun-24	5.1	4.8
IIP (%)	May-24	5.9	5.0
PMI Manufacturing	Jun-24	58.3	57.5
PMI Service	Jun-24	60.5	60.2

Economic Calender	Country	Date	Poll	Prior
GDP Advance	USA	25-Jul-24	1.8	1.4
Unemployment Rate	Japan	30-Jul-24	-	2.60
CPI	Germany	30-Jul-24	-	2.20
Retail Sales	Japan	31-Jul-24	-	3.00
CPI	Euro Zone	31-Jul-24	-	2.50
Bank rate	UK	01-Aug-24	-	5.25
Unemployment Rate	USA	02-Aug-24	4.10	4.10
Retail Sales	Euro Zone	06-Aug-24	-	0.30





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

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