



Indian government bond yields ended marginally higher on Tuesday, as some traders booked profits after the benchmark yield slipped to a one-year low on Monday in a bullish market.

The benchmark 10-year yield ended at 6.9956%, following its previous close of 6.9780%. It declined to 6.9653% on Monday.

Bond market sentiment is bullish as the central bank's record surplus transfer has strengthened the government's fiscal position. Bond yields have eased in three of the last four sessions.

The central government aims to buy back bonds worth 400 billion rupees on Thursday, in what would be its fourth such attempt in May. The government has cut the supply of Treasury bills by 600 billion rupees till the end of June as it sits on surplus cash, with limited ability to spend until the formation of a new government.

Sentiment has also been supported as foreign investors are back to buying government bonds, with just a month left for the inclusion of notes in JPMorgan's emerging market debt index.

Global oil prices steadied on Tuesday as the prospect of OPEC+ maintaining oil supply curbs at its June 2 meeting and hopes of strong U.S. summer fuel demand balanced concern about higher-for-longer U.S. interest rates.

The Indian rupee weakened 0.06% versus the U.S. dollar, and quoted at 83.19, as dollar demand from local corporates pressured the currency even as the greenback slipped, which helped lift most Asian currencies.

Repo: The weighted average call rates in the interbank segment decreased to 6.49% vs 6.68% as on the previous day while that the TREP segment decreased to 6.42% vs 6.56% as on the previous day.

GOI Yield	28-May	27-May	21-May	29-Apr
1 Year	7.010	7.025	7.040	7.060
5 Year	7.035	7.023	7.047	7.197
10 Year	6.996	6.978	7.078	7.197

AAA Bmk	28-May	27-May	21-May	29-Apr
1 Year	7.70	7.70	7.70	7.70
5 Year	7.64	7.64	7.60	7.73
10 Year	7.53	7.53	7.55	7.55

CD	28-May	27-May	21-May	29-Apr
3 Month	7.15	7.13	7.15	7.25
6 Month	7.45	7.45	7.40	7.45
1 Year	7.70	7.70	7.65	7.65

CP	28-May	27-May	21-May	29-Apr
3 Month	7.25	7.25	7.25	7.35
6 Month	7.55	7.55	7.55	7.55
1 Year	7.80	7.80	7.75	7.75

OIS Rate	28-May	27-May	21-May	29-Apr
1 Year	6.82	6.81	6.79	6.88
2 Year	6.53	6.51	6.50	6.64
3 Year	6.46	6.45	6.44	6.60
5 Year	6.40	6.39	6.39	6.58

	28-May	27-May	21-May	29-Apr
Sensex	75,170	75,391	73,953	74,671
Nifty	22,888	22,932	22,529	22,643
USD/INR	83.18	83.13	83.31	83.47
Gold (USD)	2,345	2,351	2,422	2,334
Oil (USD)	83.21	83.10	82.88	88.40

NDF	28-May	27-May	21-May	29-Apr
3 Month	83.43	83.24	83.56	83.69
1 Year	84.55	84.43	84.69	84.82
2 Year	86.47	86.33	86.69	86.82
3 Year	88.88	89.14	89.13	89.17

### Market Observations

#### G-sec

- Major buying demand was visible by Private Sector Banks in 2025/2026 maturity SDL at 7.27 centric levels.
- Good trading activity was seen in 2037-2040 SDL at 7.39 centric levels between Mutual funds and Insurance companies.

#### Corporate Bonds

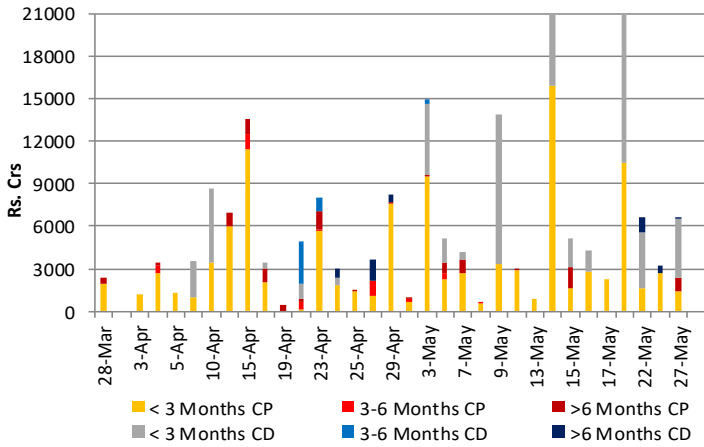
- Major activity was seen throughout all segments.
- Mutual funds were active on the buying as well as selling side and insurance companies were active on the selling side in the 2025-2028 segment.
- Banks and life insurance companies were active in the longer segment.

#### CP/CD

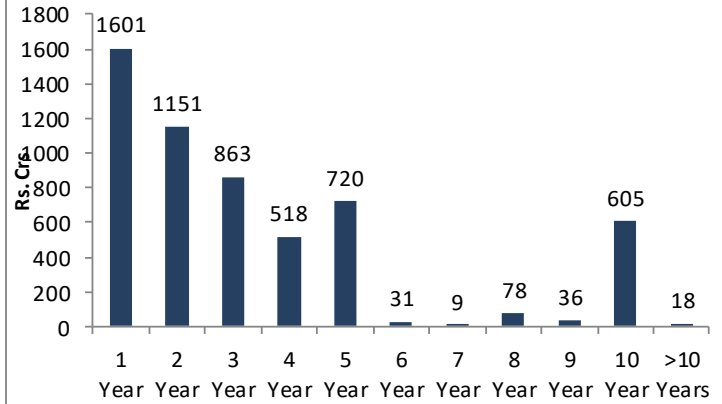
- Major activity was seen in the 1 to 3-month segment.



CP/CD Primary Volume



Bonds Volume (prev.)



10 Year Benchmarks	28-May	27-May	21-May	29-Apr
India	7.00	6.98	7.08	7.20
US	4.47	4.47	4.41	4.61
South Korea	3.49	3.50	3.49	3.71
Russia	14.81	14.77	14.16	14.41
Brazil	11.67	11.67	11.68	11.64
Germany	2.55	2.55	2.51	2.53
China	2.30	2.31	2.31	2.21

Top Traded Securities	Volume	17-May	16-May	10-May	16-Apr
7.26 2033	135	7.12	7.10	7.14	7.20
7.06 2028	240	7.08	7.08	7.11	7.18
7.62 2039	-	7.13	7.12	7.17	7.24
7.30 2053	730	7.17	7.16	7.21	7.28
6.64 2035	235	7.14	7.12	7.15	7.21
7.40 2035	5	7.18	7.11	7.18	7.21

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
27-May-24	5726	4705	1021

EQUITY	Gross Purchase	Gross Sales	Net Investment
	6868	9923	-3054

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
0	0	0

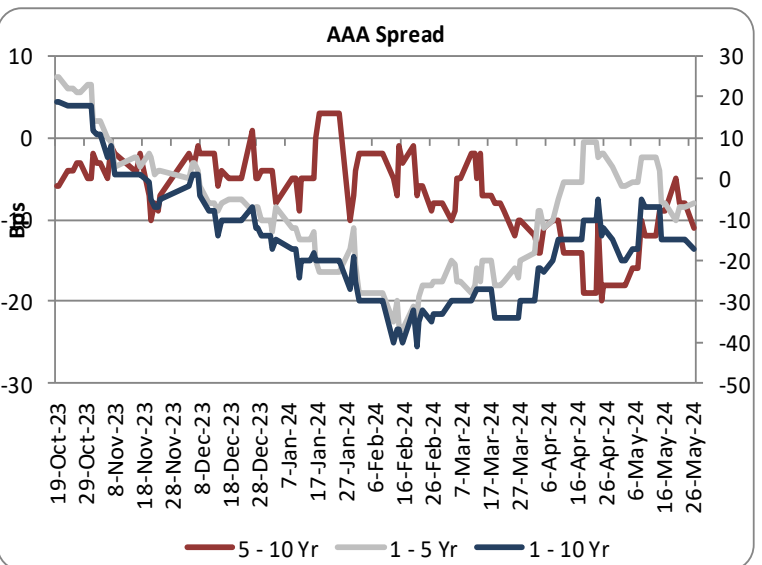
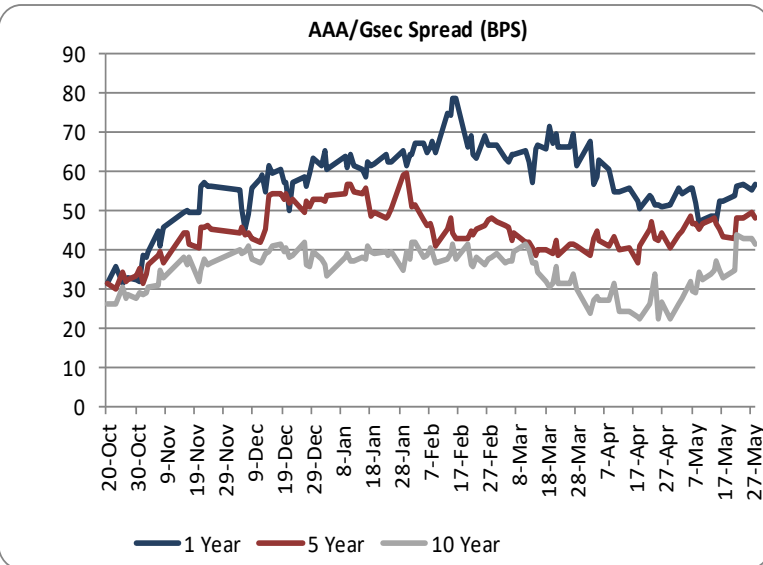
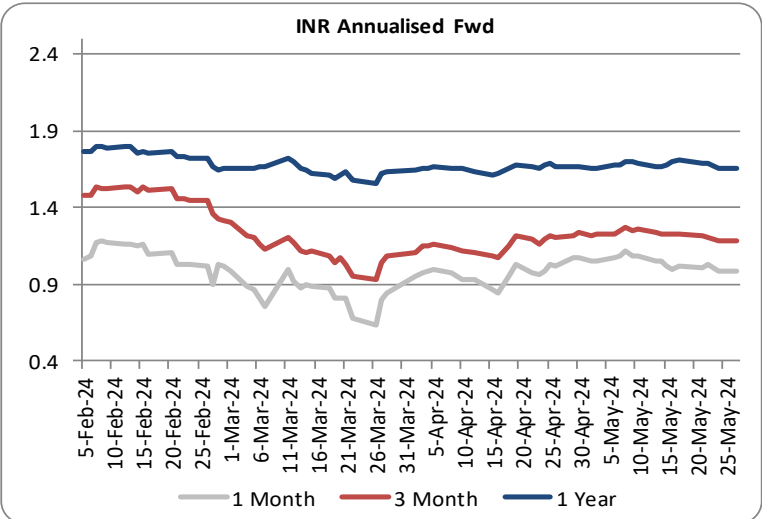
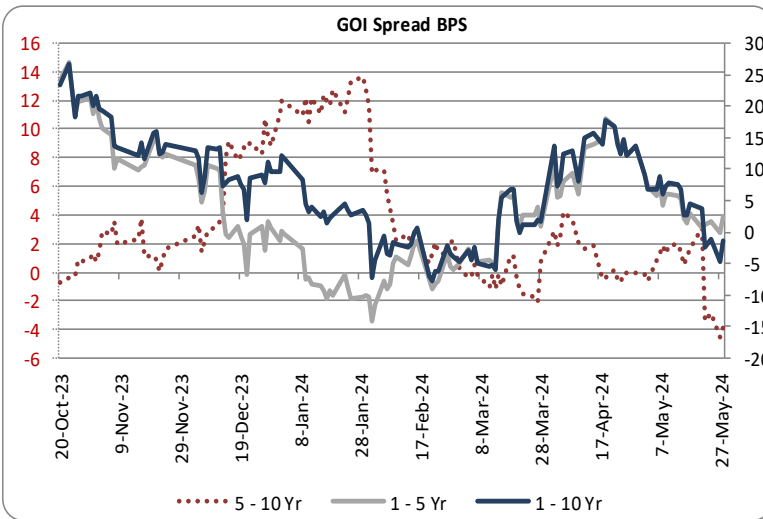
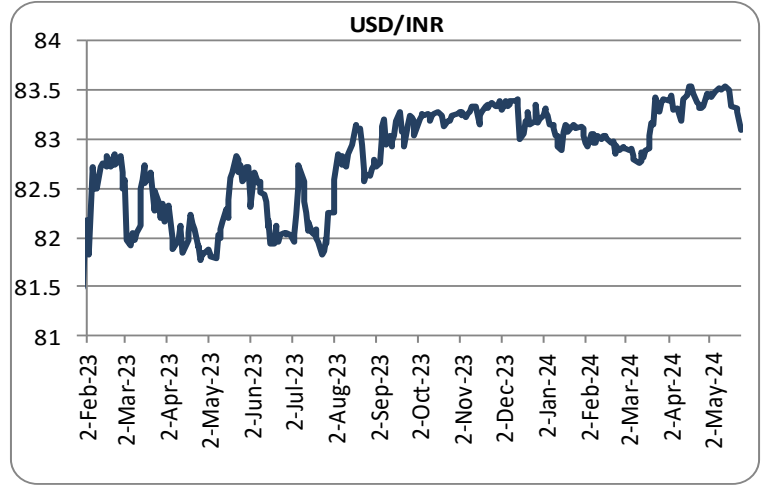
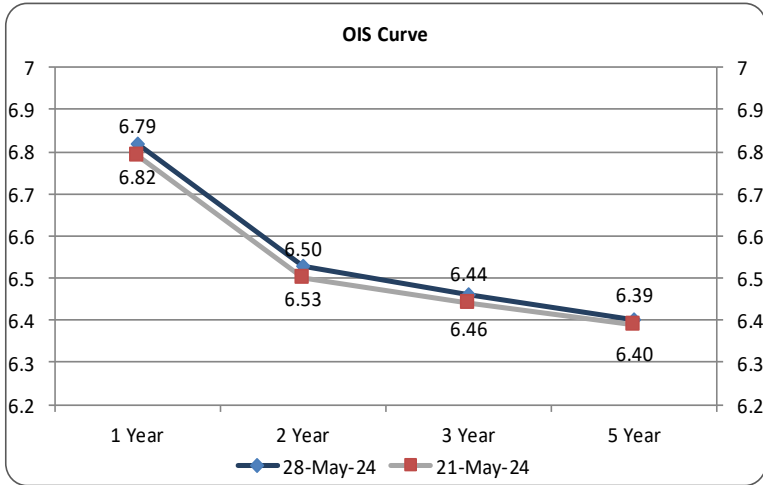
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
28-May-24	3861	889	2972

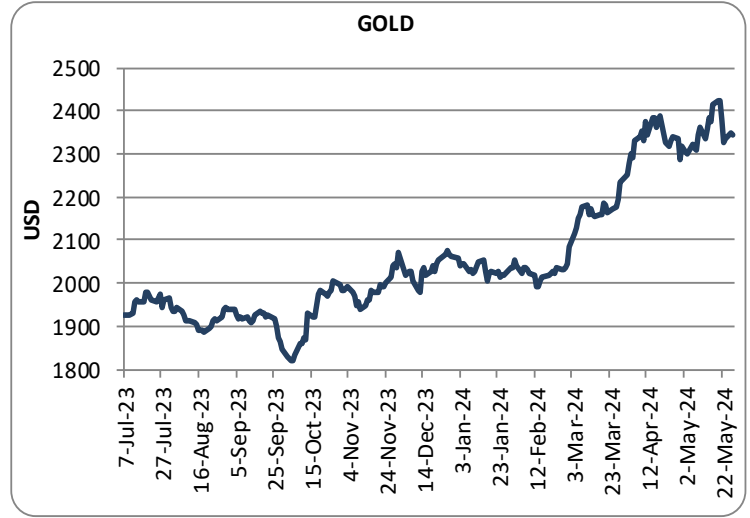
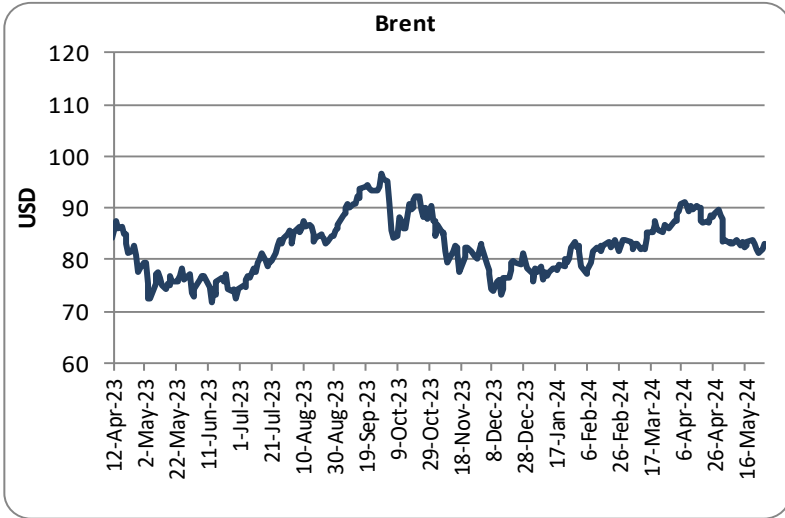
EQUITY	Gross Purchase	Gross Sales	Net Investment
	15033	14337	696

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
18894	15226	3668

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Dec-23	8.4	8.1
CAD (\$ Bn)	Dec-23	-10.5	-11.4
Trade Deficit (\$ Bn)	Dec-23	-71.6	-61.0
WPI (%)	Apr-24	1.3	0.5
CPI (%)	Apr-24	4.8	4.9
IIP (%)	Mar-24	4.9	5.6
PMI Manufacturing	Apr-24	58.8	59.1
PMI Service	Apr-24	60.8	61.2

Economic Calender	Country	Date	Poll	Prior
CPI	Australia	29-May-24	0	3.8
CPI	Germany	29-May-24	2.40	2.20
Unemployment rate	Euro Zone	30-May-24	6.50	6.50
Unemployment rate	Japan	31-May-24	2.60	2.60
GDP Quaterly	India	31-May-24	6.70	8.40
GDP Yearly	Brazil	04-Jun-24	-	2.10
Industrial Output	Brazil	05-Jun-24	-	(2.80)
Refinancing Rate	Euro Zone	06-Jun-24	-	4.50





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

**LKP SECURITIES LTD.**, 203, Embassy Centre, Nariman Point, Mumbai- 400021

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For any queries contact - LKP Securities Ltd. Ph: (91-22) 66306555 Fax: (91-22) 2284 2415 E Mail: FixedIncomeResearch@lkpsec.com

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