



Indian government bond yields ended higher on Tuesday after a recent rise in the prices of securities prompted traders to book profits.

The benchmark 10-year yield ended at 7.1284%, following its previous close of 7.1068%, the lowest since April 10.

Bond yields declined over the last few days, tracking a similar move in U.S. yields and as the government announced a surprise buyback of bonds worth 400 billion rupees (\$4.79 billion), due on Thursday, which will infuse liquidity.

U.S. Treasury yields remained largely unchanged on Monday, with the 10-year anchored around the 4.50% mark, as investors digested Friday's data showing non-farm payrolls rose by 175,000 jobs in April below estimates of 243,000.

The data validated the Federal Reserve's suggestion that the economy was not overheated and that it could embark on its rate-easing cycle in 2024.

The Reserve Bank of India (RBI) kept the lending rate steady for the seventh consecutive meeting in April as growth was seen staying robust while inflation has remained above its 4% target. Market participants will watch out for local inflation print for April, due next week.

The Indian rupee ended flat versus the U.S. dollar, and quoted at 83.5075, as dollar sales from state-run banks supported the currency even as most Asian peers weakened.

Repo: The weighted average call rates in the interbank segment increased to 6.54% vs 6.48% as on the previous day while that the TREP segment increased to 6.50% vs 6.39% as on the previous day.

Market Observations

G-sec

- SDL cut off was in line with market expectation. Demand was seen in 15 to 25-years SDLs by Life Insurance companies @7.45 - 7.47 levels.

- G-sec opened at 7.1061 levels but got given over the course of the day closing @7.13 levels.

- Selling was seen in 2026 to 2028 G-sec and SDLs by foreign Banks as the market got given.

Corporate Bonds

- Major activity was seen in the MMY segment and in the 2026-2028 segment.

- Banks and Mutual funds were active in the above segment.

CP/CD

- Activity was seen in the shorter to 10-month segment.

GOI Yield	7-May	6-May	29-Apr	8-Apr
1 Year	7.040	7.040	7.060	7.020
5 Year	7.116	7.098	7.197	7.114
10 Year	7.128	7.107	7.197	7.150

AAA Bmk	7-May	6-May	29-Apr	8-Apr
1 Year	7.72	7.72	7.70	7.75
5 Year	7.71	7.71	7.73	7.65
10 Year	7.55	7.55	7.55	7.55

CD	7-May	6-May	29-Apr	8-Apr
3 Month	7.20	7.20	7.25	7.25
6 Month	7.45	7.45	7.45	7.45
1 Year	7.65	7.65	7.65	7.50

CP	7-May	6-May	29-Apr	8-Apr
3 Month	7.30	7.30	7.35	7.40
6 Month	7.55	7.55	7.55	7.55
1 Year	7.75	7.75	7.75	7.60

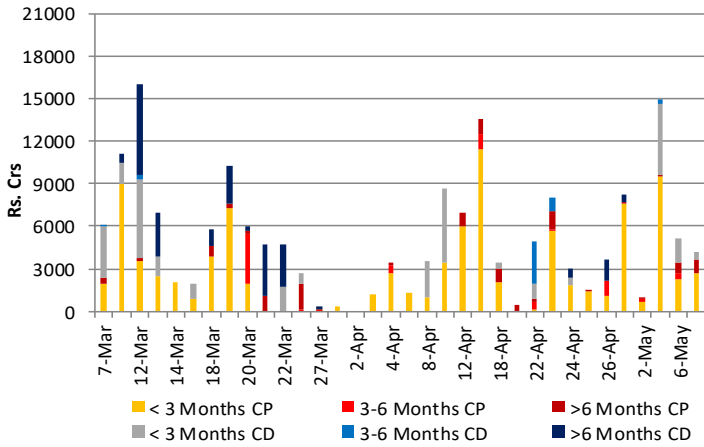
OIS Rate	7-May	6-May	29-Apr	8-Apr
1 Year	6.81	6.80	6.88	6.83
2 Year	6.55	6.53	6.64	6.56
3 Year	6.51	6.49	6.60	6.51
5 Year	6.47	6.46	6.58	6.48

	7-May	6-May	29-Apr	8-Apr
Sensex	73,512	73,896	74,671	74,743
Nifty	22,303	22,443	22,643	22,666
USD/INR	83.51	83.49	83.47	83.32
Gold (USD)	2,316	2,324	2,334	2,339
Oil (USD)	82.97	83.33	88.40	90.38

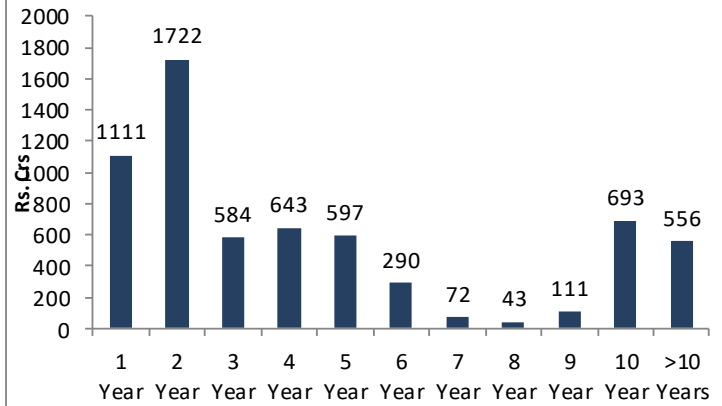
NDF	7-May	6-May	29-Apr	8-Apr
3 Month	83.77	83.62	83.69	83.39
1 Year	84.92	84.88	84.82	84.64
2 Year	86.96	86.93	86.82	86.72
3 Year	89.76	89.28	89.17	89.17



CP/CD Primary Volume



Bonds Volume



10 Year Benchmarks	7-May	6-May	29-Apr	8-Apr
India	7.13	7.11	7.20	7.15
US	4.46	4.49	4.61	4.42
South Korea	3.53	3.61	3.71	3.49
Russia	14.67	14.63	14.41	14.25
Brazil	11.53	11.53	11.64	11.20
Germany	2.43	2.48	2.53	2.44
China	2.23	2.32	2.21	2.29

Top Traded Securities	Volume	23-Apr	22-Apr	16-Apr	22-Mar
7.26 2033	355	7.19	7.22	7.20	7.11
7.06 2028	155	7.18	7.19	7.18	7.11
7.62 2039	-	7.21	7.22	7.24	7.12
7.30 2053	1,075	7.26	7.28	7.28	7.16
6.64 2035	130	7.23	7.20	7.21	7.14
7.40 2035	5	7.22	7.16	7.21	7.14

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
6-May-24	11538	11143	395

EQUITY	Gross Purchase	Gross Sales	Net Investment
	8577	8971	-394

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
20115	20114	1

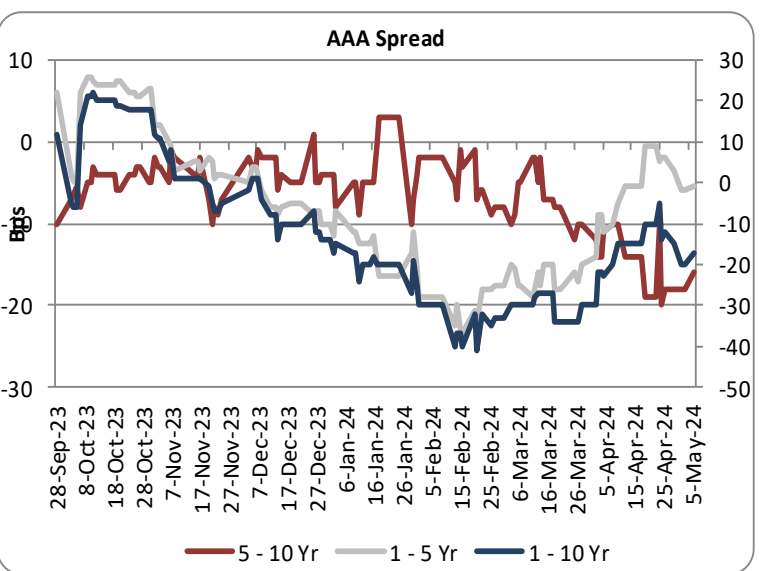
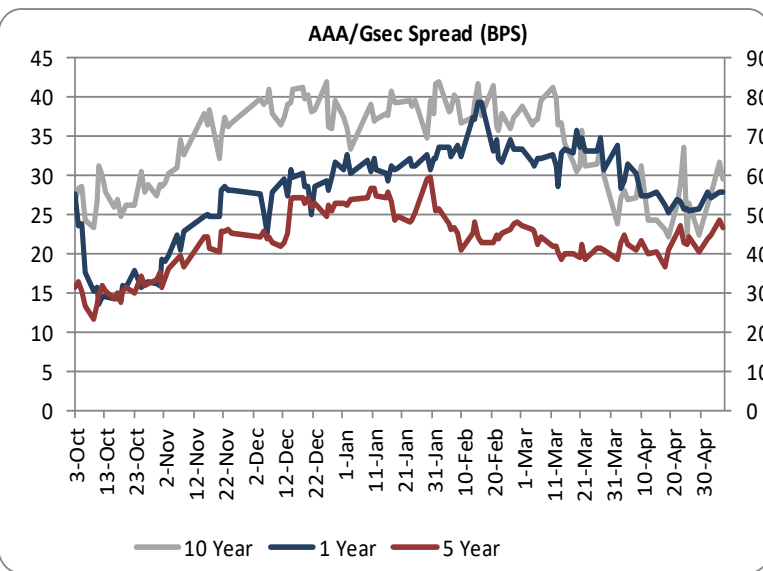
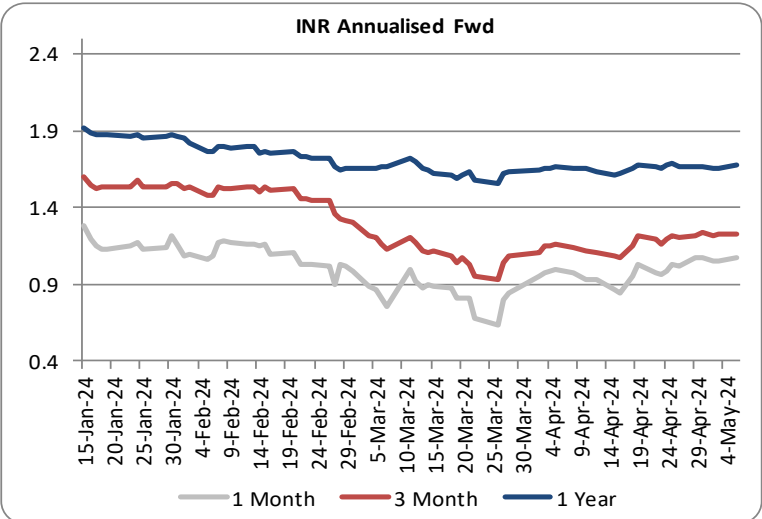
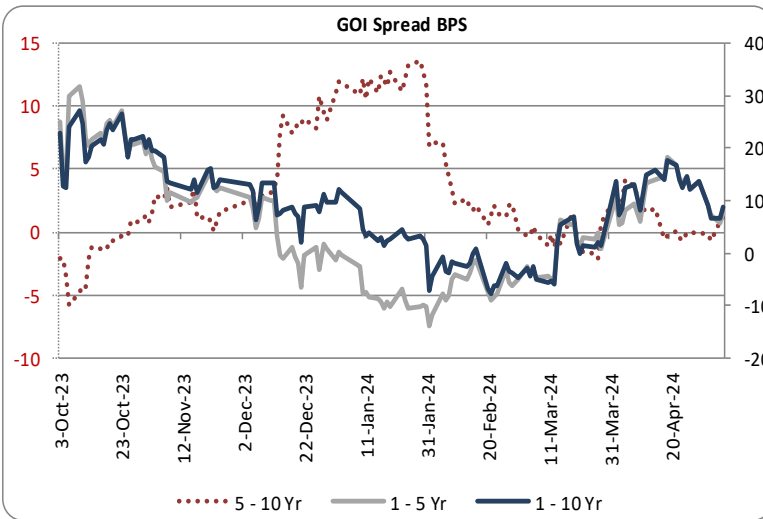
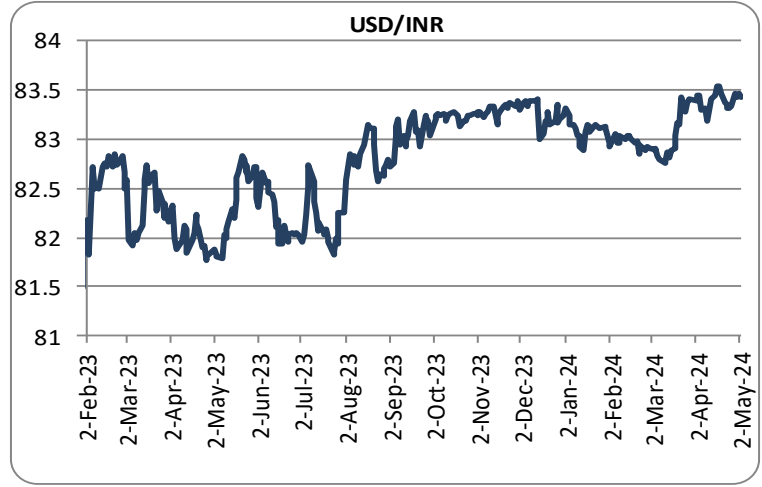
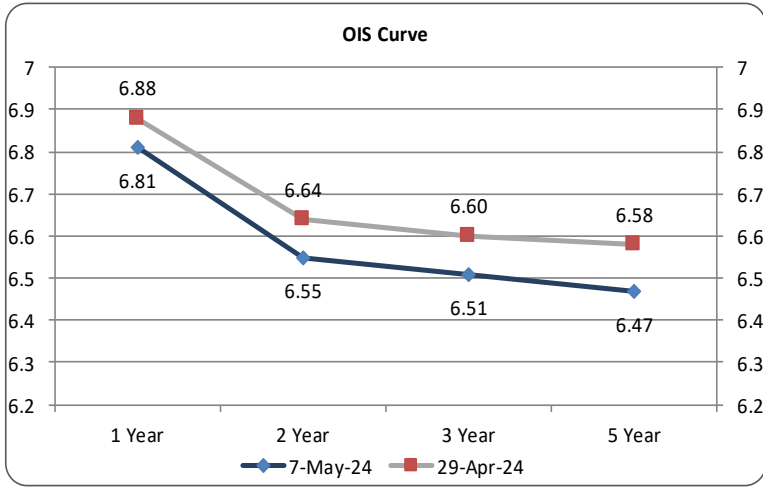
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
7-May-24	2379	2015	364

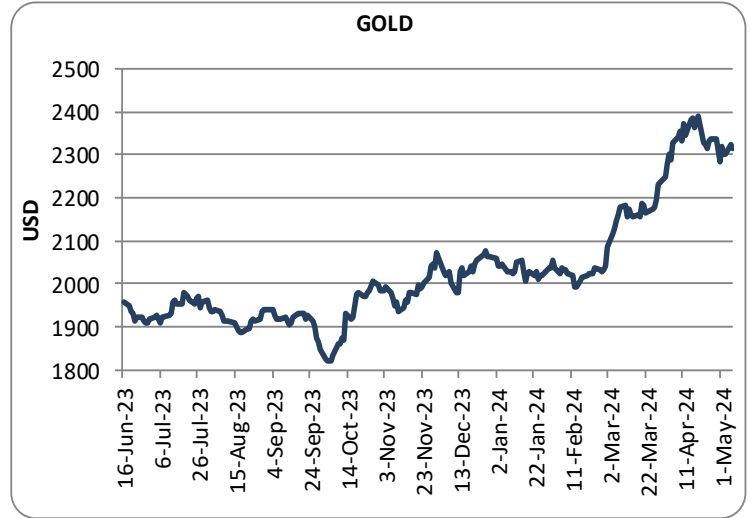
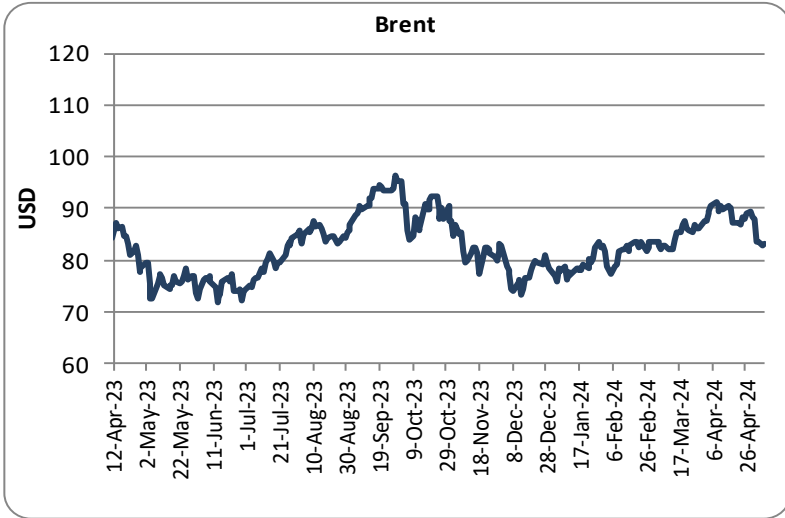
EQUITY	Gross Purchase	Gross Sales	Net Investment
	13577	14728	-1151

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
15956	16743	-787

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 (%)	Mar-24	0.5	0.2
CPI (%)	Mar-24	4.9	5.1
IIP (%)	Feb-24	5.7	4.1
PMI Manufacturing	Apr-24	58.8	59.1
PMI Service	Apr-24	60.8	61.2

Economic Calender	Country	Date	Poll	Prior
Unemployment Rate	Euro Zone	3-May-24	6.5	6.5
Unemployment Rate	USA	03-May-24	3.80	3.80
RBA Cash Rate	Australia	07-May-24	4.35	4.35
Industrial Production	Germany	08-May-24	-	(4.76)
BOE Bank Rate	UK	09-May-24	5.25	5.25
GDP YY Q1	UK	10-May-24	-	(0.20)
Industrial Output	India	10-May-24	-	5.70
CPI	China	11-May-24	-	0.10





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

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