



Indian government bond yields were largely steady at the start of a busy week, as traders refrained from placing large bets ahead of domestic and U.S. November inflation data due on Tuesday.

The 10-year benchmark bond yield ended at 7.2829% on Monday, after ending the previous session at 7.2697%.

India's retail inflation likely picked up in November due to higher food prices after declining for three months, bringing it closer to the upper end of the Reserve Bank of India's (RBI) 2%-6% target range. The reading is expected to be at 5.70%, after declining in August, September and October.

Domestic bond yields opened higher, tracking their U.S. peers which climbed after stronger-than-expected economic data trimmed bets of interest rates cuts.

U.S. yields jumped on Friday after data showed employers added more jobs than expected in November, leading traders to pare back expectations that the Federal Reserve could cut rates soon.

The Fed is due to announce its final monetary policy decision for 2023 on Wednesday, where no rate action is expected and markets will eye for the central bank's 2024 outlook.

The RBI on Friday kept interest rates steady for the fifth consecutive meeting and avoided any major surprises, leading to muted reaction in bond yields.

The Indian rupee was little changed versus the U.S. dollar, and quoted at 83.39 per dollar, supported by likely U.S. dollar sales by the Reserve Bank of India while rupee forwards premiums retreated amid a rise in U.S. bond yields.

Repo: The weighted average call rates in the interbank segment increased to 6.77% vs 6.71% as on the previous day while that the TREP segment increased to 6.76% vs 6.75% as on the previous day.

GOI Yield	11-Dec	8-Dec	4-Dec	8-Dec
1 Year	7.150	7.135	7.140	7.135
5 Year	7.251	7.241	7.245	7.241
10 Year	7.283	7.270	7.270	7.270

AAA Bmk	11-Dec	8-Dec	4-Dec	8-Dec
1 Year	7.86	7.82	7.82	7.82
5 Year	7.80	7.80	7.82	7.80
10 Year	7.78	7.78	7.80	7.78

CD	11-Dec	8-Dec	4-Dec	8-Dec
3 Month	7.40	7.35	7.35	7.35
6 Month	7.75	7.65	7.60	7.65
1 Year	7.90	7.85	7.75	7.85

CP	11-Dec	8-Dec	4-Dec	8-Dec
3 Month	7.60	7.80	7.80	7.80
6 Month	8.00	8.00	8.00	8.00
1 Year	8.05	8.15	8.15	8.15

OIS Rate	11-Dec	8-Dec	4-Dec	8-Dec
1 Year	6.87	6.85	6.86	6.85
2 Year	6.58	6.54	6.57	6.54
3 Year	6.53	6.48	6.53	6.48
5 Year	6.50	6.45	6.49	6.45

	11-Dec	8-Dec	4-Dec	8-Dec
Sensex	69,929	69,826	68,865	69,826
Nifty	20,997	20,969	20,687	20,969
USD/INR	83.39	83.39	83.37	83.39
Gold (USD)	1,994	2,003	2,030	2,003
Oil (USD)	75.10	75.84	78.03	75.84

10 Year Benchmarks	11-Dec	8-Dec	4-Dec	8-Dec
India	7.28	7.27	7.27	7.27
US	4.26	4.25	4.29	4.25
South Korea	3.57	3.56	3.62	3.56
Russia	12.50	12.40	12.28	12.40
Brazil	11.02	10.94	10.91	10.94
Germany	2.26	2.27	2.35	2.27
China	2.67	2.69	2.69	2.69

NDF	11-Dec	8-Dec	4-Dec	8-Dec
3 Month	83.60	83.67	83.62	83.67
1 Year	84.78	84.82	84.81	84.82
2 Year	86.68	87.16	87.21	87.16
3 Year	89.56	90.06	90.06	90.06

Market Observations

G-sec

- Demand was seen in 6 to 7-year G-sec @7.27 centric yield. Major buyers were foreign banks.
- Demand was seen in 15-year liquid bond by private banks.

Corporate Bonds

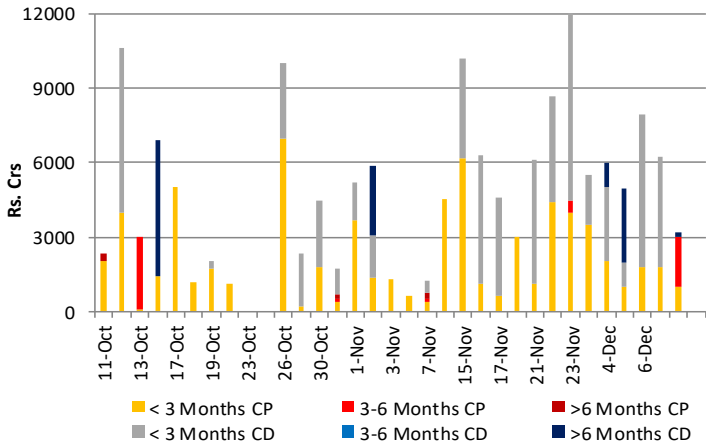
- Major activity seen in shorter segment (2024-25).
- Mutual funds were active on both sides, while banks and insurance companies were active on the selling side.

CP/CD

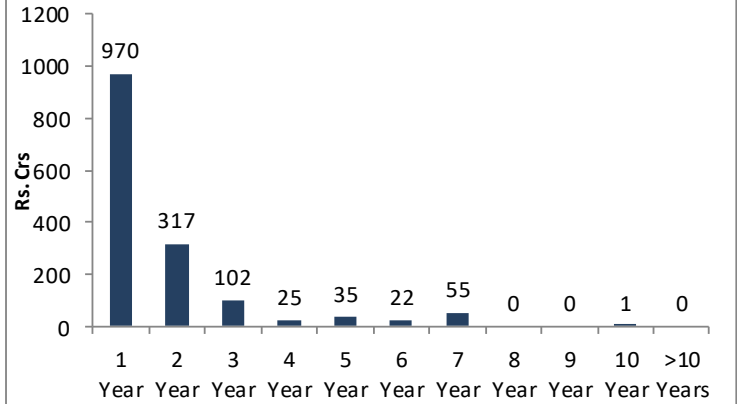
- Demand was seen in the 3-month segment.



CP/CD Primary Volume



Bonds Volume (prev.)



10 Year Benchmarks	11-Dec	8-Dec	4-Dec	8-Dec
India	7.28	7.27	7.27	7.27
US	4.26	4.25	4.29	4.25
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Germany	2.26	2.27	2.35	2.27
China	2.67	2.69	2.69	2.69

Top Traded Securities	Volume	16-Nov	15-Nov	9-Nov	18-Oct
7.26 2033	1,010	7.27	7.28	7.31	7.40
7.06 2028	535	7.38	7.37	7.41	7.48
7.62 2039	-	7.30	7.29	7.36	7.42
7.30 2053	255	7.42	7.42	7.44	7.53
6.64 2035	90	7.33	7.33	7.39	7.44
7.40 2035	190	7.35	7.33	7.35	7.44

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
6-Dec-23	8698	7420	1278

	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
6-Dec-23	7236	9050	-1814

	TOTAL (Rs.Crs)		
	Gross Purchase	Gross Sales	Net Investment
6-Dec-23	15935	16470	-536

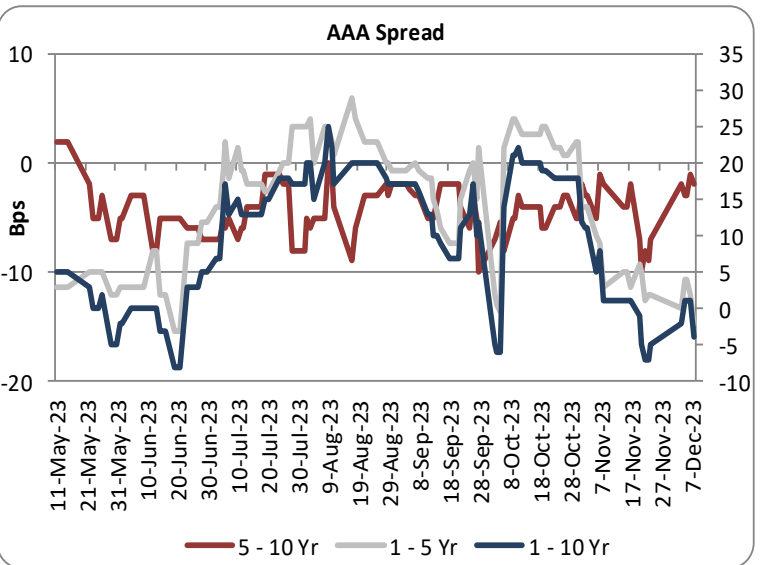
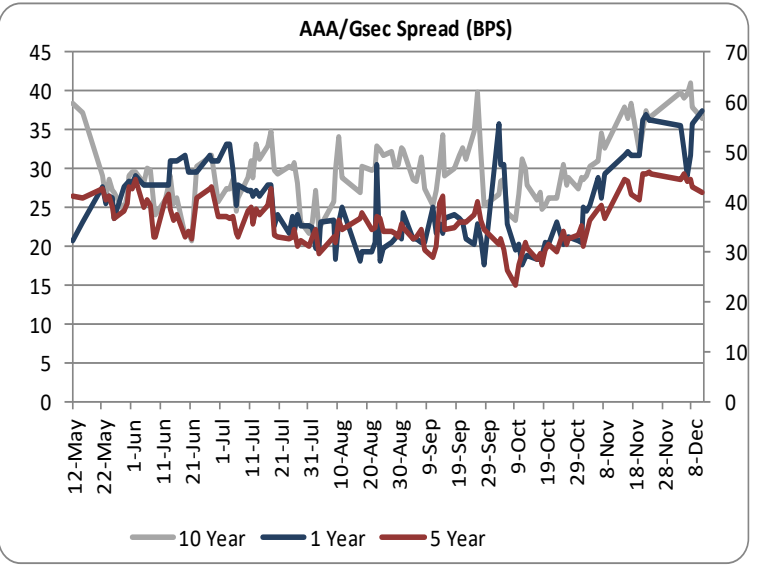
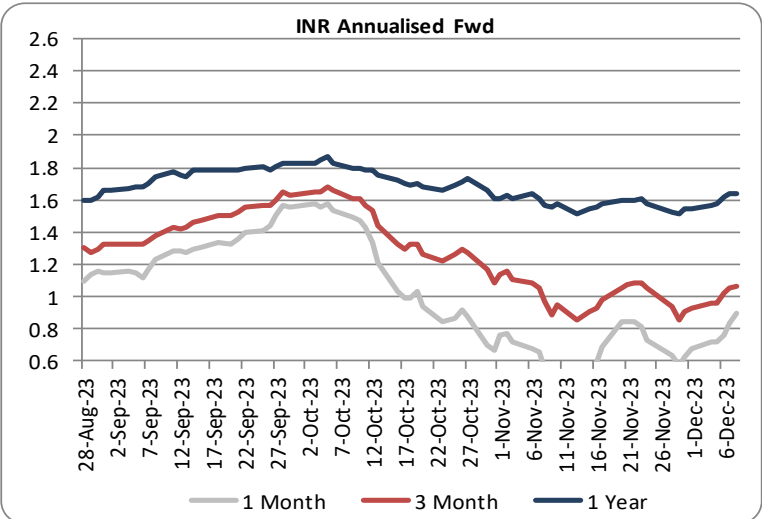
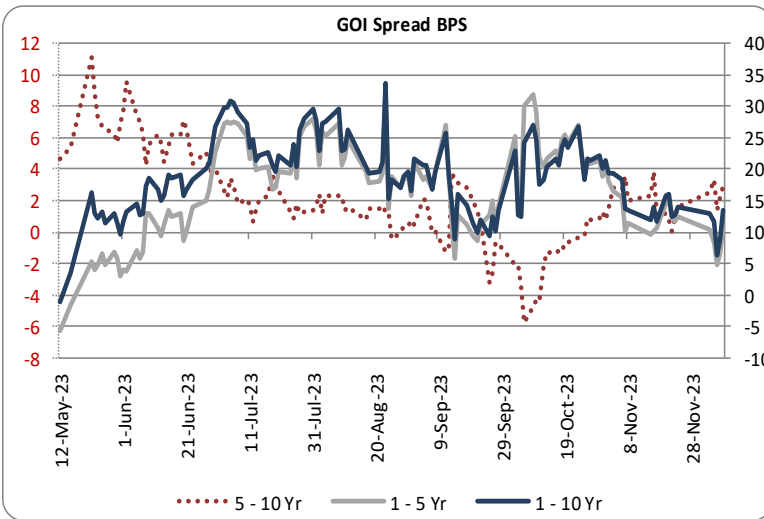
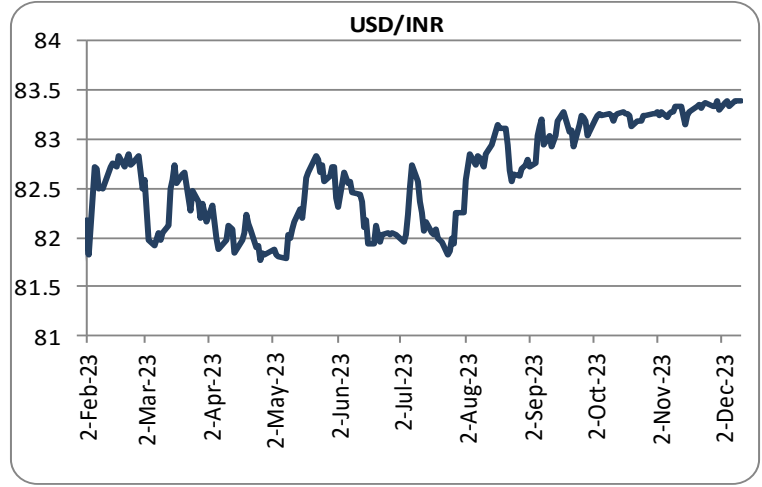
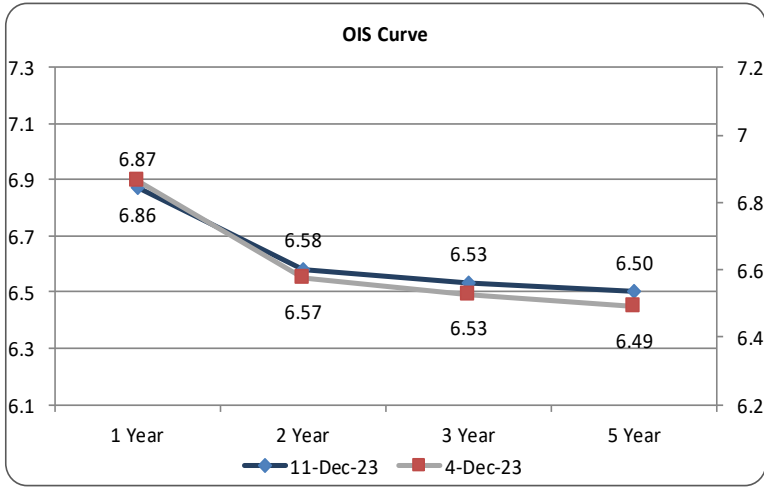
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
11-Dec-23	1571	412	1159

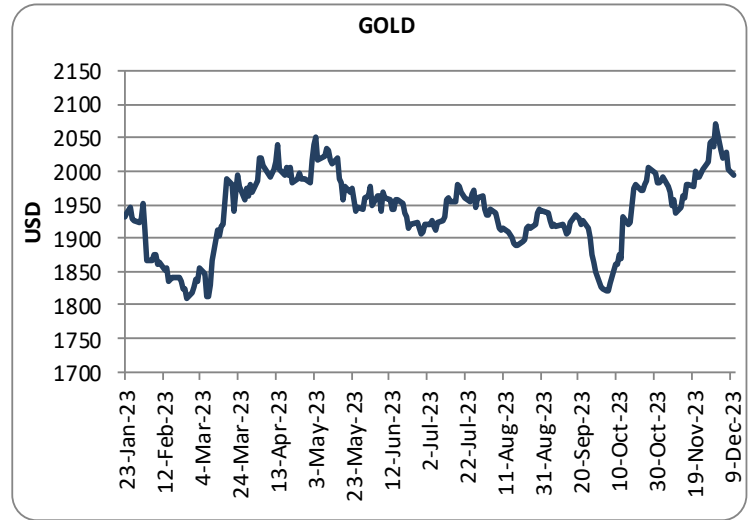
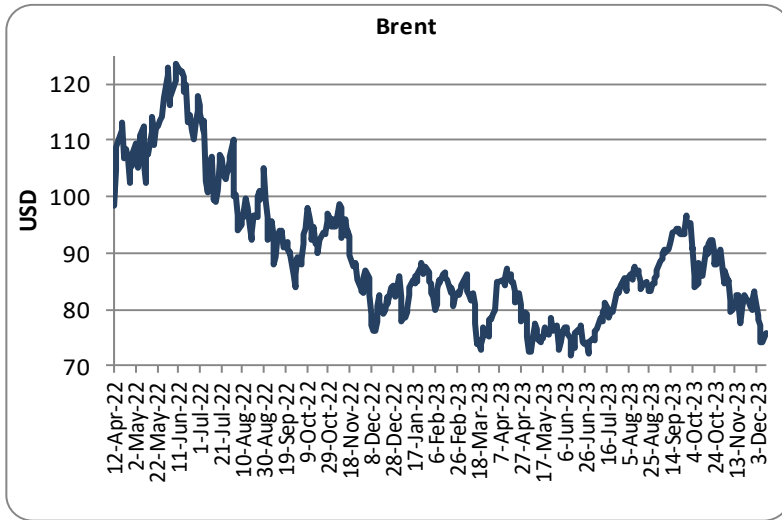
	EQUITY		
	Gross Purchase	Gross Sales	Net Investment
11-Dec-23	19397	15403	3994

	TOTAL (Rs. Crs)		
	Gross Purchase	Gross Sales	Net Investment
11-Dec-23	20968	15815	5153

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Sep-23	7.6	7.8
CAD (\$ Bn)	Jun-23	-9.2	-1.3
Trade Deficit (\$ Bn)	Jun-23	-56.6	-52.6
WPI (%)	Oct-23	-0.5	-0.3
CPI (%)	Oct-23	4.9	5.0
IIP (%)	Sep-23	5.8	10.3
PMI Manufacturing	Nov-23	56	55.5
PMI Service	Nov-23	56.9	58.4

Economic Calender	Country	Date	Poll	Prior
CPI	Japan	5-Dec-23	3.7	3.8
Retail Sales	Euro Zone	06-Dec-23	(0.90)	(2.90)
Industrial Production	Germany	07-Dec-23	-	(3.86)
Repo Rate	India	08-Dec-23	6.50	6.50
Unemployment Rate	USA	08-Dec-23	3.90	3.90
Unemployment Rate	UK	12-Dec-23	-	4.20
CPI	India	12-Dec-23	-	4.87
Industrial Output	India	12-Dec-23	-	5.80





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

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