



INDIA

- ❖ The benchmark 6.54% bond maturing in 2032 ended at 97.77 rupees, yielding 6.85%, against 97.76 rupees and a 6.86% yield on Friday. The yield had risen five basis points on Friday.
- ❖ WPI inflation rate in February rose 13.11% on year in February as prices of manufactured products such as basic metals and textiles grew at a faster pace than previous month's 12.96% rise.
- ❖ CPI inflation in February quickened at the fastest pace in eight months driven by costlier food and remained above the central bank's tolerance ceiling for the second month running. It accelerated to 6.07% in February vs 5.85% from a year earlier in February and quickened for the fifth straight month, government data showed today.
- ❖ The benchmark Brent crude oil contract was trading 4% lower at \$108.20 per barrel, as diplomatic efforts to end the Russia-Ukraine war were stepped up, while concerns over demand for the commodity from second largest consumer China also weighed after a fresh spike in coronavirus cases in the Asian nation. The contract had jumped to near 14-year high of over \$139 per barrel last week.
- ❖ The recent oil spike has also accentuated inflation risks across the globe. Data released last week showed that U.S. consumer prices in February surged to their largest annual increase in 40 years, increasing bets of at least a 25-basis-point rate increase at the Federal Reserve's meeting on Wednesday.
- ❖ The Indian rupee reversed losses to end stronger in a see-saw trading, helped by a surge in local shares which boosted bets of an improvement of fund inflows into the nation's financial markets. The rupee was at 76.56 a dollar compared with 76.59 on Friday.
- ❖ Repo: The weighted average call rates in the interbank segment decreased to 3.25% vs 3.28% as on previous day while that in the TREP segment decreased to 3.22 vs 3.26% as on previous day.

Market Observations

G-sec

- Bond yields ended marginally lower after a volatile session which witnessed value purchases by investors as oil prices eased.

Corporate Bonds

- Market traction was dull as market participants stayed on the sidelines as they awaited local retail inflation.
- Yields are expected to increase amid a higher CPI print released today and with the Fed rate hike expectation due on Wednesday.

CP/CD

- Demand was witnessed across all segments in CPs as well as CDs.
- Mutual Funds were active in 6month maturity CPs.
- Mutual funds have net sold bonds worth INR290 billion since Feb. 1, after net purchase of INR383 billion in December-January, data shows.
- Outflows for advance tax and GST payments are expected to keep banking system liquidity lower this coming week.

GOI Yield	14-Mar	11-Mar	7-Mar	14-Feb
1 Year	4.610	4.640	4.620	4.440
5 Year	6.060	6.080	6.209	5.855
10 Year	6.854	6.855	6.913	6.668

AAA Brnk	14-Mar	11-Mar	7-Mar	14-Feb
1 Year	5.10	5.10	5.10	4.85
5 Year	6.45	6.45	6.50	6.10
10 Year	7.12	7.12	7.15	7.05

CD	14-Mar	11-Mar	7-Mar	14-Feb
3 Month	4.00	4.05	4.05	3.80
6 Month	4.52	4.56	4.56	3.90
1 Year	4.94	4.96	4.96	4.75

CP	14-Mar	11-Mar	7-Mar	14-Feb
3 Month	4.15	4.20	4.20	3.85
6 Month	4.72	4.77	4.77	4.25
1 Year	5.20	5.25	5.25	4.85

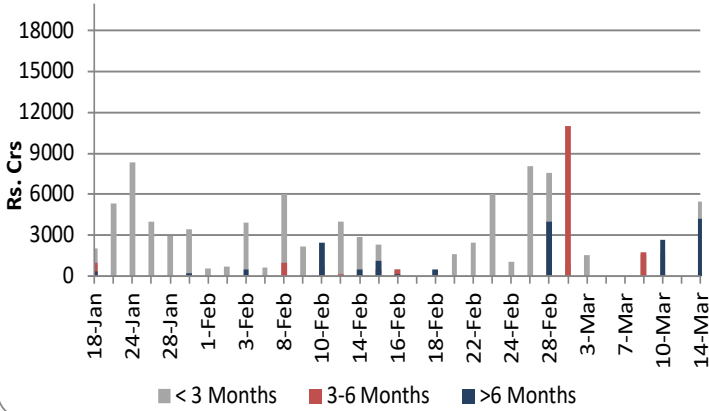
OIS Rate	14-Mar	11-Mar	7-Mar	14-Feb
1 Year	4.52	4.54	4.50	4.31
2 Year	5.13	5.13	5.08	4.82
3 Year	5.54	5.52	5.50	5.24
5 Year	5.96	5.94	5.90	5.66

	14-Mar	11-Mar	7-Mar	14-Feb
Sensex	56,486	55,550	52,843	56,406
Nifty	16,871	16,630	15,863	16,843
USD/INR	76.56	76.59	76.96	75.61
Gold (USD)	1,962	1,985	1,998	1,870
Oil (USD)	108.43	112.67	123.21	96.48

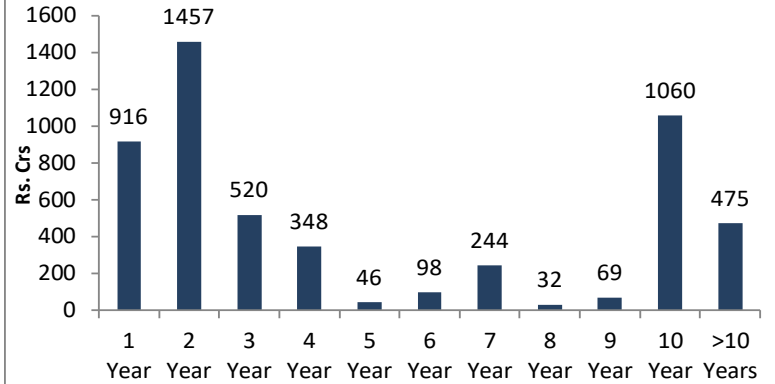
NDF	14-Mar	11-Mar	7-Mar	14-Feb
3 Month	77.50	77.53	77.69	76.36
1 Year	79.76	79.85	80.31	78.39
2 Year	82.94	83.22	83.77	81.46
3 Year	86.30	86.79	87.54	85.02



CP Primary Volume



Bonds Volume



10 Year Benchmarks	14-Mar	11-Mar	7-Mar	14-Feb
India	6.85	6.86	6.89	6.67
US	2.10	2.00	1.78	1.99
South Korea	2.74	2.70	2.71	2.71
Russia	12.46	12.46	12.46	10.08
Brazil	12.29	12.09	11.86	11.62
Germany	0.34	0.27	-0.01	0.27
China	2.78	2.83	2.84	2.80

Top Traded Securities	Volume	14-Mar	11-Mar	7-Mar	14-Feb
5.15 GOI 2025	725	5.90	#N/A	5.93	5.62
5.63 GOI 2026	65	6.06	6.08	6.13	5.76
5.74 GOI 2026	2190	6.15	6.17	6.21	5.85
6.10 GOI 2031	95	6.89	6.89	6.92	6.68
6.64 GOI 2035	0	7.18	7.18	7.22	7.00
6.67 GOI 2035	150	7.17	7.17	7.20	6.99

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
10-Mar-22	6509	6293	215

EQUITY		
Gross Purchase	Gross Sales	Net Investment
8404	9262	-858

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
14913	15556	-643

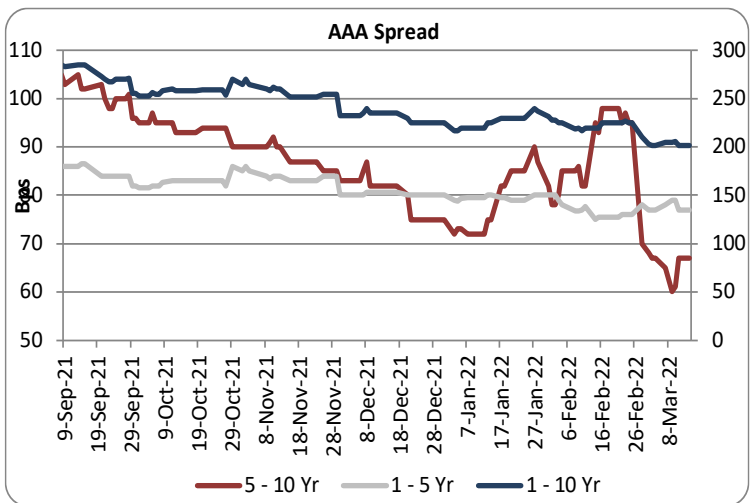
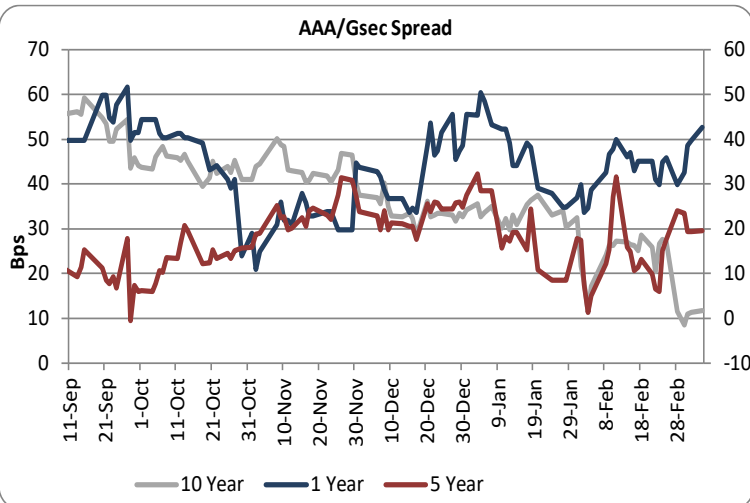
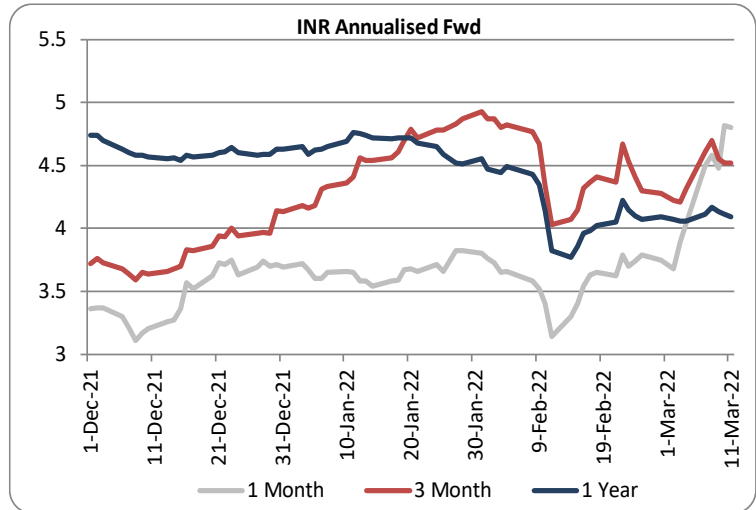
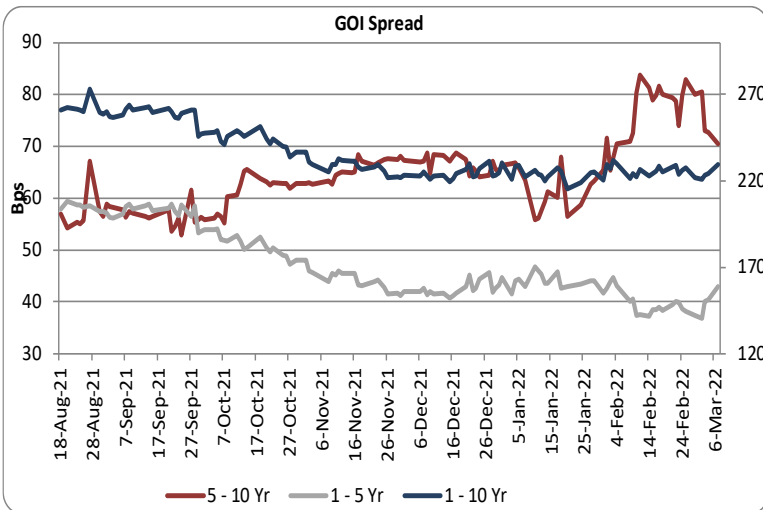
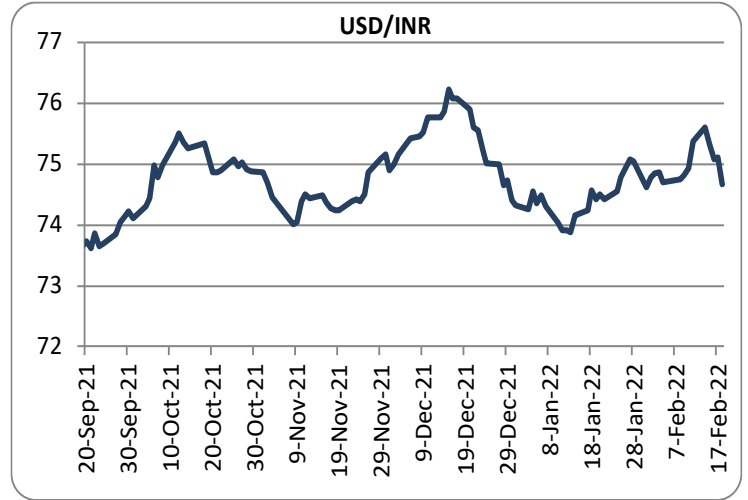
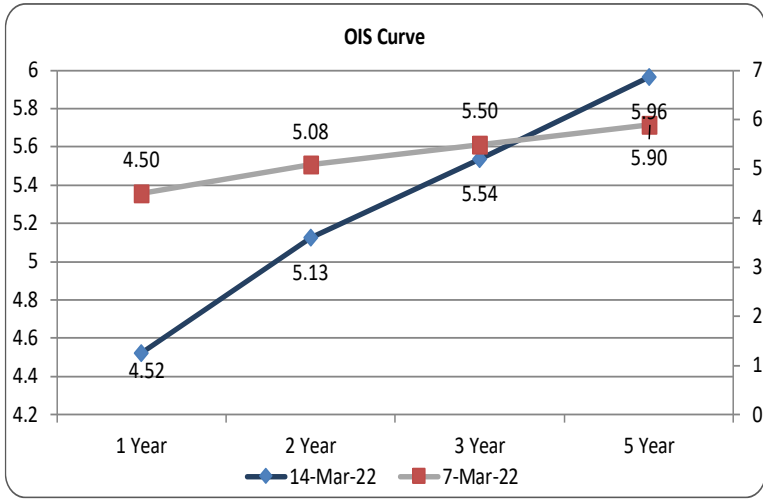
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
14-Mar-22	37	437	-399

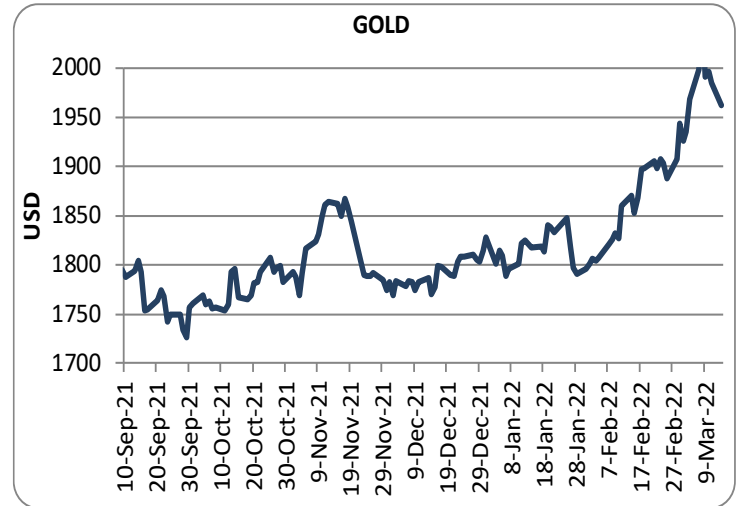
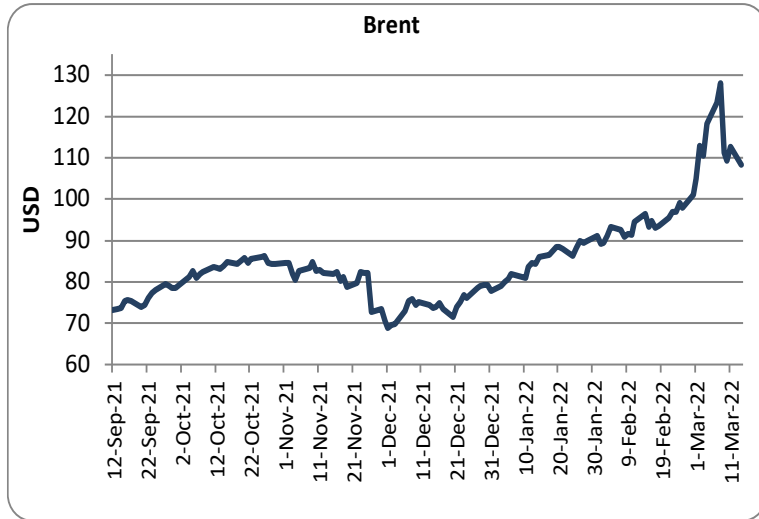
EQUITY		
Gross Purchase	Gross Sales	Net Investment
6702	8022	-1319

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
6740	8458	-1719

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Dec-21	5.4	8.4
CAD (\$ Bn)	Sep-21	-9.6	6.6
Trade Deficit (\$ Bn)	Sep-21	-44.4	-30.7
WPI (%)	Feb-22	13.1	13.0
CPI (%)	Feb-22	6.1	6.0
IIP (%)	Jan-22	1.3	0.4
PMI Manufacturing	Feb-22	54.9	54
PMI Service	Feb-22	51.8	51.5

Economic Calender	Country	Date	Poll	Prior
CPI	India	14-Mar-22	5.93	6.01
WPI	India	14-Mar-22	12.10	12.96
Industrial Output	China	15-Mar-22	3.90	4.30
Unemployment Rate	UK	15-Mar-22	4.00	4.10
Exports	Japan	16-Mar-22	21.00	9.60
Industrial Output	Poland	18-Mar-22	-	19.20
GDP	Chile	18-Mar-22	-	17.20
CPI	Singapore	23-Mar-22	-	4.00





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

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