



## INDIA

Indian government bond yields ended lower on Thursday, tracking a fall in U.S. peers, with the focus now shifting to the government's last debt sale for the current financial year.

The benchmark 10-year yield ended at 7.0883%, following its previous close of 7.1110%.

U.S. yields eased on Wednesday after Chicago Federal Reserve President Austan Goolsbee said the central bank's path back to its 2% inflation target rate would still be on track even if price increases run a bit hotter than expected over the next few months. He added that the Fed should be wary of waiting too long before it cuts interest rates.

The 10-year U.S. yield touched a high of 4.33% on Wednesday as a bigger-than-expected rise in inflation deferred rate cut expectations. The yield was last at 4.22% during Asian hours.

Market expectations for a Fed rate cut in June stand at 78.5%, while the odds of a cut in May have fallen to 38.5%, down from 63.7% a week ago.

Indian debt market participants have also pushed their expectations for the start of rate cuts by at least two months following the RBI's hawkish tone in its latest monetary policy statement.

Oil prices fell slightly on Thursday as the International Energy Agency (IEA) flagged slowing oil demand growth this year.

The Indian rupee was flat versus the U.S. dollar, and quoted at 83.04 per dollar, tracking subdued moves in most of its Asian peers.

Repo: The weighted average call rates in the interbank segment decreased to 6.66% vs 6.70% as on the previous day while that the TREP segment decreased to 6.64% vs 6.67% as on the previous day.

GOI Yield	15-Feb	14-Feb	8-Feb	17-Jan
1 Year	7.090	7.130	7.095	7.150
5 Year	7.071	7.093	7.045	7.044
10 Year	7.088	7.111	7.079	7.164

AAA Bmk	15-Feb	14-Feb	8-Feb	17-Jan
1 Year	8.00	8.00	7.90	7.90
5 Year	7.64	7.70	7.62	7.70
10 Year	7.63	7.63	7.60	7.70

CD	15-Feb	14-Feb	8-Feb	17-Jan
3 Month	7.85	7.85	7.80	7.60
6 Month	7.90	7.90	7.85	7.75
1 Year	7.90	7.90	7.85	7.90

CP	15-Feb	14-Feb	8-Feb	17-Jan
3 Month	8.00	8.00	7.95	7.75
6 Month	8.00	8.00	7.95	7.85
1 Year	8.00	8.00	8.00	8.00

OIS Rate	15-Feb	14-Feb	8-Feb	17-Jan
1 Year	6.72	6.75	6.63	6.62
2 Year	6.41	6.45	6.31	6.28
3 Year	6.38	6.41	6.27	6.23
5 Year	6.34	6.39	6.23	6.19

	15-Feb	14-Feb	8-Feb	17-Jan
Sensex	72,050	71,823	71,428	71,501
Nifty	21,911	21,840	21,718	21,572
USD/INR	83.04	83.03	82.96	83.14
Gold (USD)	1,996	1,992	2,033	2,006
Oil (USD)	80.84	81.60	81.63	77.88

NDF	15-Feb	14-Feb	8-Feb	17-Jan
3 Month	83.21	83.32	83.28	83.52
1 Year	84.49	84.48	84.46	84.77
2 Year	86.76	86.65	86.74	87.27
3 Year	89.57	89.30	89.39	90.17

### Market Observations

#### G-sec

- Demand was seen in 11 and 12 years SDL @7.45 centric levels. Major buyers were life insurance companies.
- Demand was seen in longer G-sec by Pension fund and Insurance companies.

#### Corporate Bonds

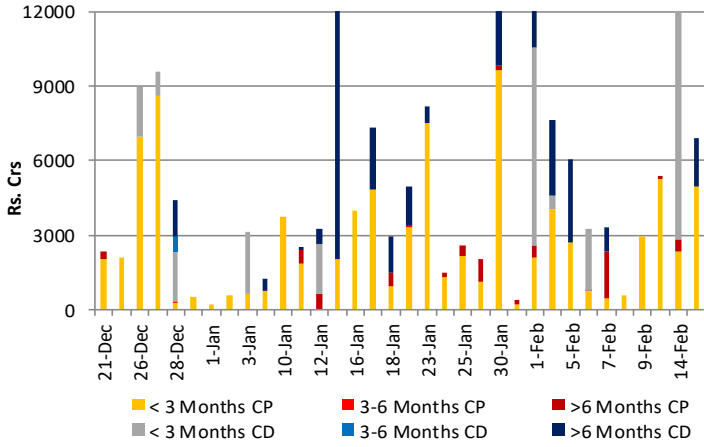
- Major activity was seen in the 2026-2028 segment.
- Mutual funds were active on buying as well as selling side in the 2026-2028 segment.

#### CP/CD

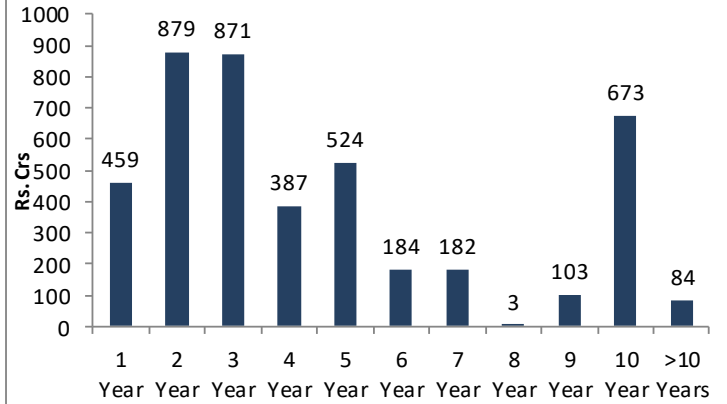
- Demand was seen in the 3-month segment.



CP/CD Primary Volume



Bonds Volume



10 Year Benchmarks	15-Feb	14-Feb	8-Feb	17-Jan
India	7.09	7.11	7.08	7.16
US	4.23	4.27	4.17	4.10
South Korea	3.47	3.51	3.40	3.37
Russia	12.58	12.50	12.48	12.29
Brazil	10.79	10.79	10.68	10.72
Germany	2.31	2.35	2.36	2.27
China	2.46	2.46	2.45	2.51

Top Traded Securities	Volume	15-Feb	14-Feb	8-Feb	17-Jan
7.26 2033	1,045	#N/A	#N/A	#N/A	#N/A
7.06 2028	115	#N/A	#N/A	#N/A	#N/A
7.62 2039	-	7.12	0.00	0.00	7.19
7.30 2053	1,395	7.13	7.15	7.09	#N/A
6.64 2035	10	#N/A	#N/A	#N/A	7.25
7.40 2035	500	#N/A	#N/A	7.12	7.26

MF	DEBT		
	Gross Purchase	Gross Sales	Net Investment
13-Feb-24	7600	7025	575

EQUITY	Gross Purchase	Gross Sales	Net Investment
	6488	8703	-2215

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
14088	15728	-1640

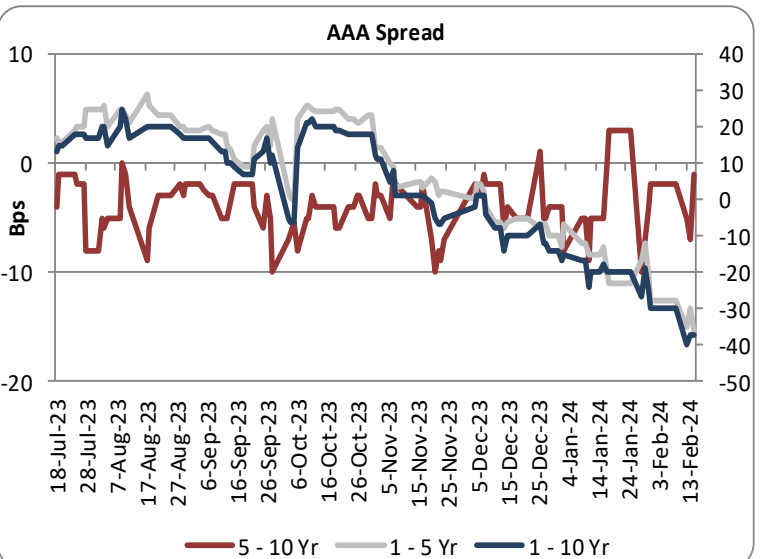
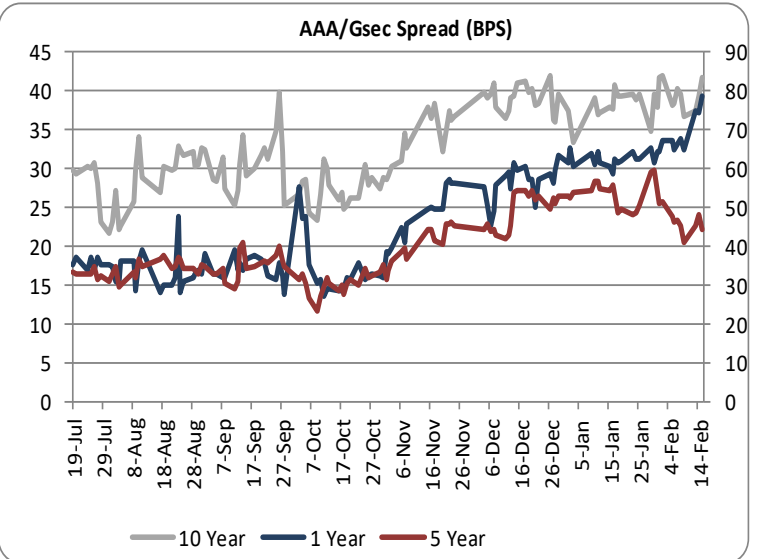
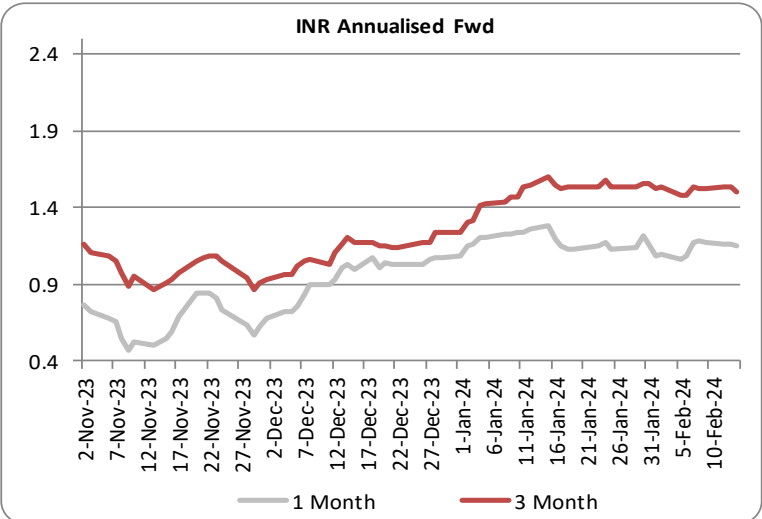
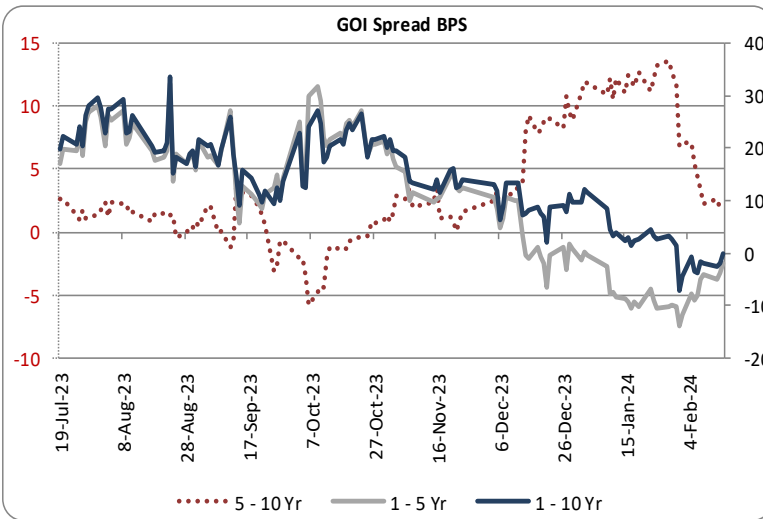
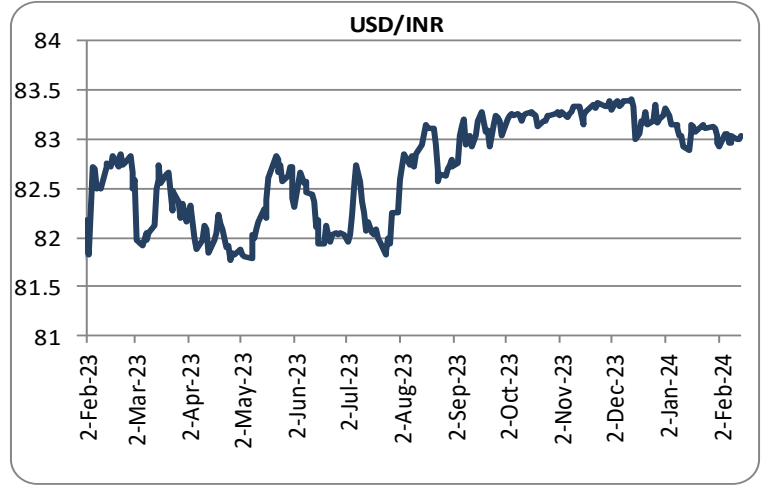
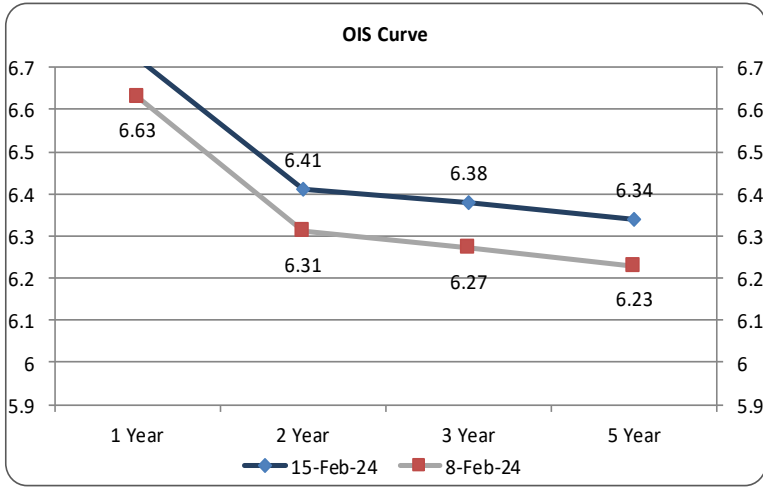
FII	DEBT		
	Gross Purchase	Gross Sales	Net Investment
15-Feb-24	951	1065	-114

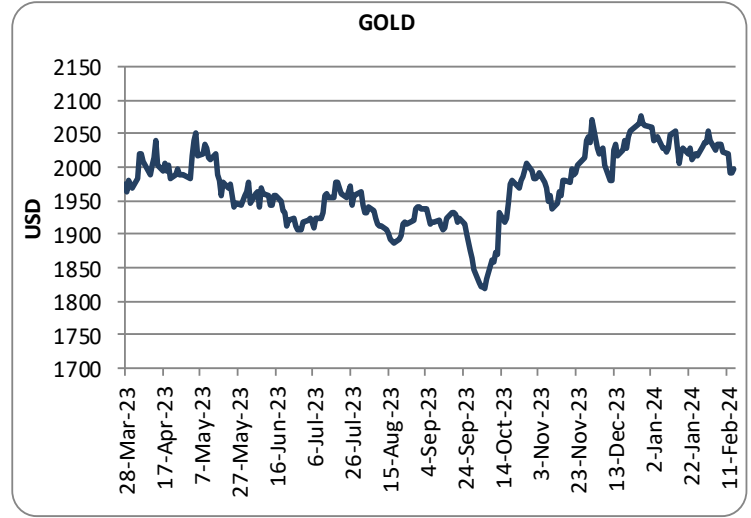
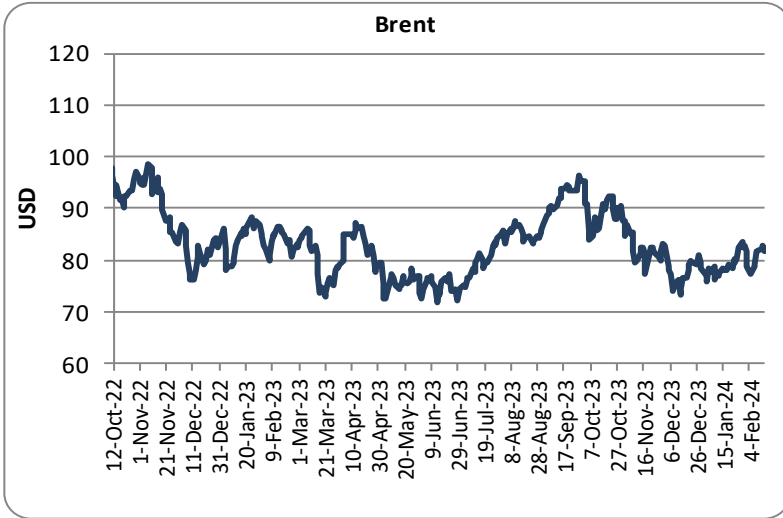
EQUITY	Gross Purchase	Gross Sales	Net Investment
	12399	15027	-2628

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
13350	16092	-2742

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Sep-23	7.6	7.8
CAD (\$ Bn)	Sep-23	-8.3	-9.2
Trade Deficit (\$ Bn)	Sep-23	-61.0	-56.6
WPI (%)	Jan-24	0.3	0.7
CPI (%)	Jan-24	5.1	5.7
IIP (%)	Dec-23	3.8	2.4
PMI Manufacturing	Jan-24	56.5	54.9
PMI Service	Jan-24	61.8	59

Economic Calender	Country	Date	Poll	Prior
CPI	USA	13-Feb-24	2.9	3.4
WPI	India	14-Feb-24	0.53	0.73
CPI	UK	14-Feb-24	4.20	4.00
Industrial Production	Euro Zone	14-Feb-24	(4.10)	(6.80)
Industrial Output	UK	15-Feb-24	(0.40)	(0.10)
Industrial Output	Poland	20-Feb-24	-	(3.90)
CPI	Canada	20-Feb-24	-	3.40
Retail Sales	Poland	22-Feb-24	-	0.50





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

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