



INDIA

- ❖ The benchmark 6.54% bond maturing in 2032 ended at 97.93 rupees, yielding 6.83%, unchanged from yesterday.
- ❖ Any premature compression of demand through monetary tightening is counter-productive for the economy, Reserve Bank of India Governor Shaktikanta Das had said, while acknowledging that the impact of Russia's invasion of Ukraine was difficult to assess right now.
- ❖ While the impact of the Ukraine crisis on growth this fiscal year should be minimal, and inflation should stay within the tolerance ceiling of 6%, India's rate-setting panel will take a call on policy rates at its next meeting early April, Das had added.
- ❖ Bond yields had risen earlier today, with the benchmark bond yield briefly touching 6.85%, tracking a spike in U.S. Treasury yields.
- ❖ The selloff in U.S. Treasuries persisted, with the yield on the 10-year paper jumping to 2.42%, its highest since May 2019, amid comments from various Federal Reserve officials that the U.S. central bank will have to tighten policy rates aggressively to ease inflationary pressure. The 10-year yield was last at 2.36% and has jumped 21 basis points in three sessions through today.
- ❖ Crude prices stayed elevated, with the benchmark Brent crude oil contract trading around \$118 per barrel, after industry data showed U.S. crude stocks fell last week.
- ❖ The Indian rupee erased early gains versus the dollar after a spurt in demand for the greenback from crude refiners, and as local equities declined on concerns about foreigners stepping up the sale of domestic assets. The rupee ended at 76.30 a dollar, compared with 76.18 on Tuesday.
- ❖ Repo: The weighted average call rates in the interbank segment decreased to 3.30% vs 3.36% as on previous day while that in the TREP segment decreased to 3.51% vs 3.56% as on previous day.

Market Observations

G-sec

- Bond yields ended largely unchanged, as traders expect domestic monetary policy will continue to remain accommodative for a longer period, offsetting the impact of recent spike in U.S. Treasury yields and oil prices.

Corporate Bonds

- Mutual funds continue to stay in the shorter segment.
- Pensions were giving support to the longer end.
- Insurances have been active in the longer as well as shorter end.
- Pensions and Postal have been deploying funds in the longer end.

CP/CD

- Demand was witnessed across the curve.
- Bank CD issuance was nil today amidst no requirement of funds.
- CP primary issuance was Rs. 1775 Crores.

GOI Yield	23-Mar	22-Mar	16-Mar	23-Feb
1 Year	4.560	4.620	4.600	4.500
5 Year	6.089	6.105	6.080	6.000
10 Year	6.831	6.831	6.788	6.739

AAA Brnk	23-Mar	22-Mar	16-Mar	23-Feb
1 Year	5.05	5.05	5.05	4.85
5 Year	6.45	6.45	6.45	6.15
10 Year	7.10	7.10	7.10	7.12

CD	23-Mar	22-Mar	16-Mar	23-Feb
3 Month	3.90	3.85	4.00	3.85
6 Month	4.65	4.50	4.52	4.30
1 Year	4.95	4.90	4.94	4.80

CP	23-Mar	22-Mar	16-Mar	23-Feb
3 Month	4.45	4.35	4.15	4.00
6 Month	5.00	4.85	4.72	4.55
1 Year	5.35	5.25	5.20	5.00

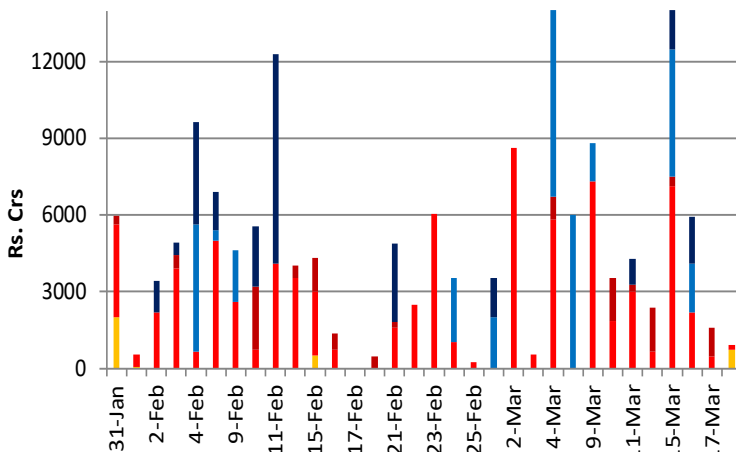
OIS Rate	23-Mar	22-Mar	16-Mar	23-Feb
1 Year	4.50	4.52	4.44	4.32
2 Year	5.11	5.13	5.04	4.86
3 Year	5.51	5.54	5.47	5.30
5 Year	6.00	6.02	5.93	5.80

	23-Mar	22-Mar	16-Mar	23-Feb
Sensex	57,685	57,989	56,817	57,232
Nifty	17,246	17,316	16,975	17,063
USD/INR	76.30	76.18	76.27	74.56
Gold (USD)	1,932	1,921	1,928	1,908
Oil (USD)	117.90	115.48	98.02	96.84

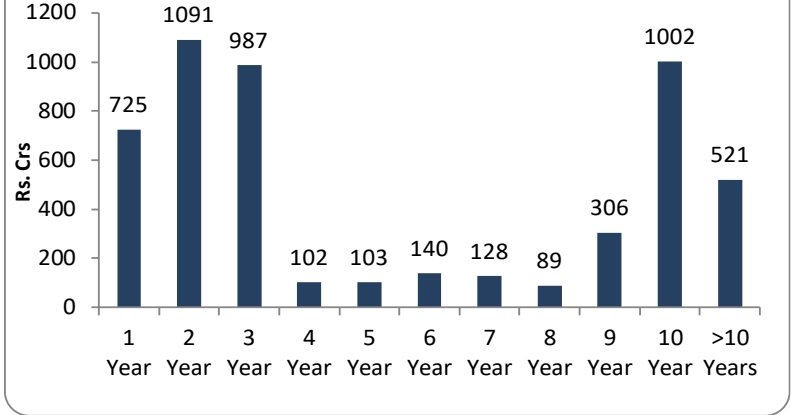
NDF	23-Mar	22-Mar	16-Mar	23-Feb
3 Month	77.18	76.94	76.75	75.49
1 Year	79.33	79.13	78.88	77.77
2 Year	83.33	82.14	82.26	81.09
3 Year	85.04	85.39	85.61	84.53



CP/CD Primary Volume



Bonds Volume



10 Year Benchmarks	23-Mar	22-Mar	16-Mar	23-Feb
India	6.83	6.83	6.79	6.74
US	2.37	2.38	2.19	2.00
South Korea	2.83	2.83	2.77	2.72
Russia	13.86	13.64	12.46	10.85
Brazil	11.90	11.90	12.20	11.49
Germany	0.48	0.51	0.39	0.23
China	2.84	2.84	2.81	2.82

Top Traded Securities	Volume	23-Mar	22-Mar	16-Mar	23-Feb
5.15 GOI 2025	1635	5.85	5.86	5.82	5.75
5.63 GOI 2026	540	6.04	6.04	5.96	5.91
5.74 GOI 2026	1430	6.09	6.10	6.08	6.00
6.54 GOI 2032	130	6.83	6.83	6.79	6.74
6.64 GOI 2035	0	7.16	7.17	7.15	7.02
6.67 GOI 2035	0	7.15	7.16	7.12	7.00

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
21-Mar-22	309	354	-45

EQUITY		
Gross Purchase	Gross Sales	Net Investment
1790	257	1533

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
2099	611	1488

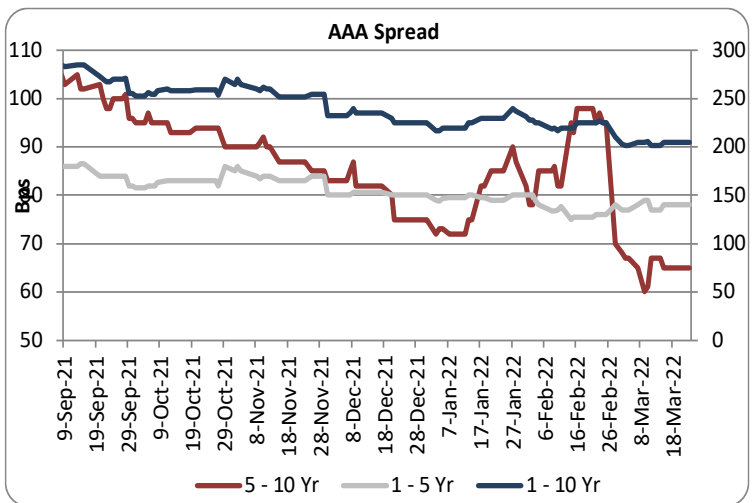
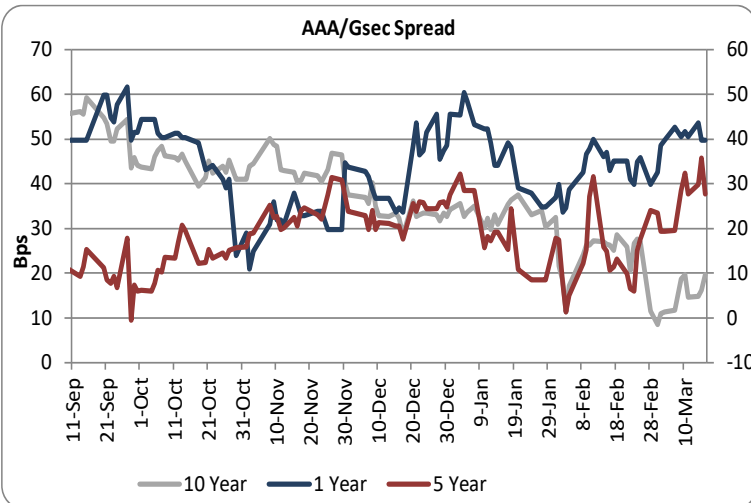
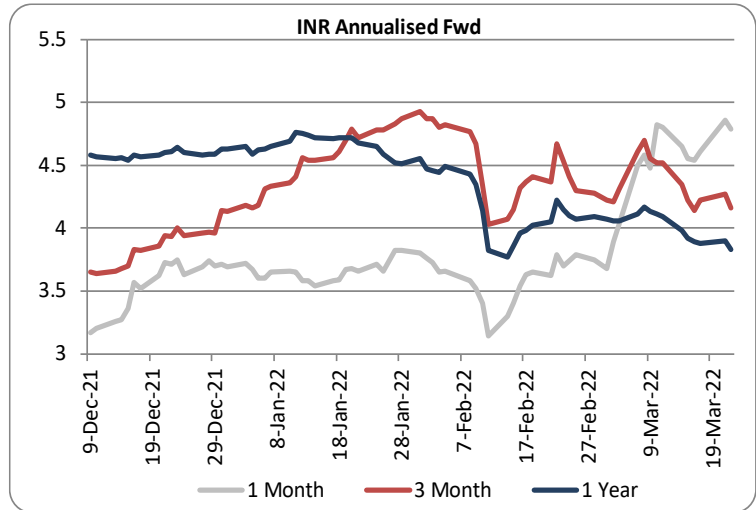
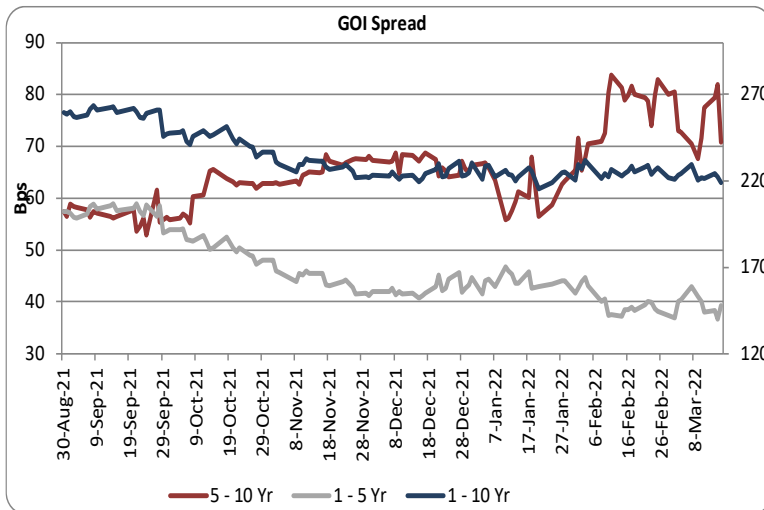
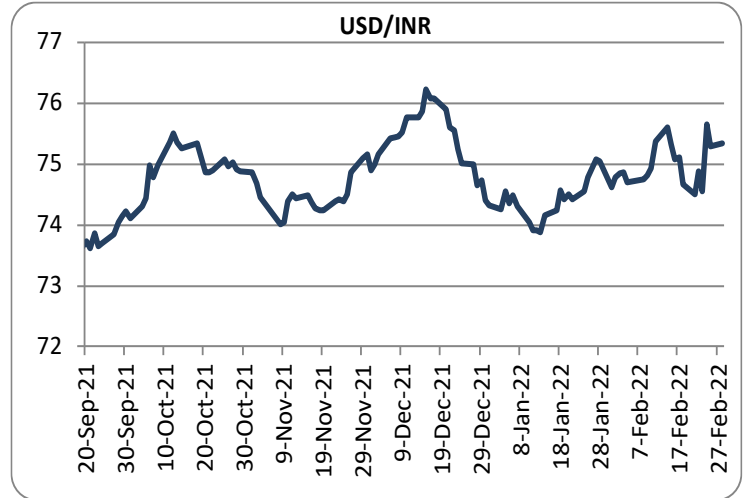
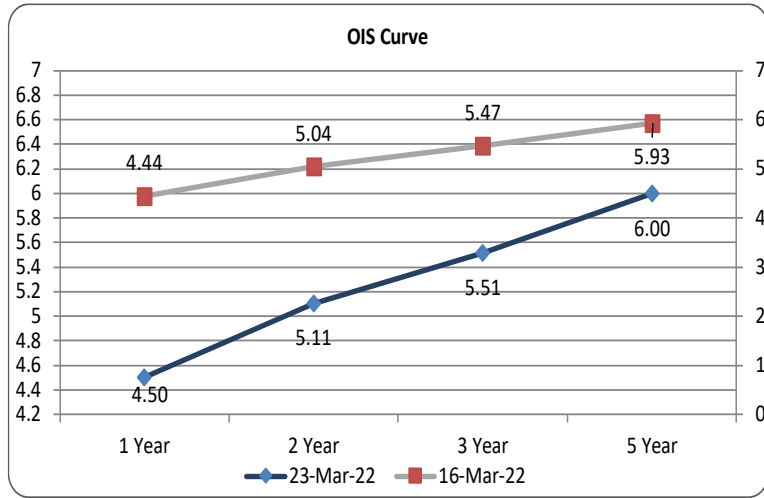
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
23-Mar-22	1173	697	476

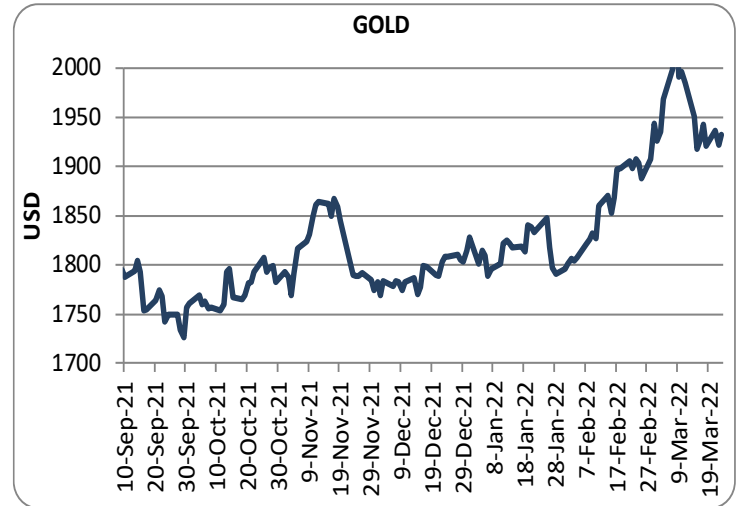
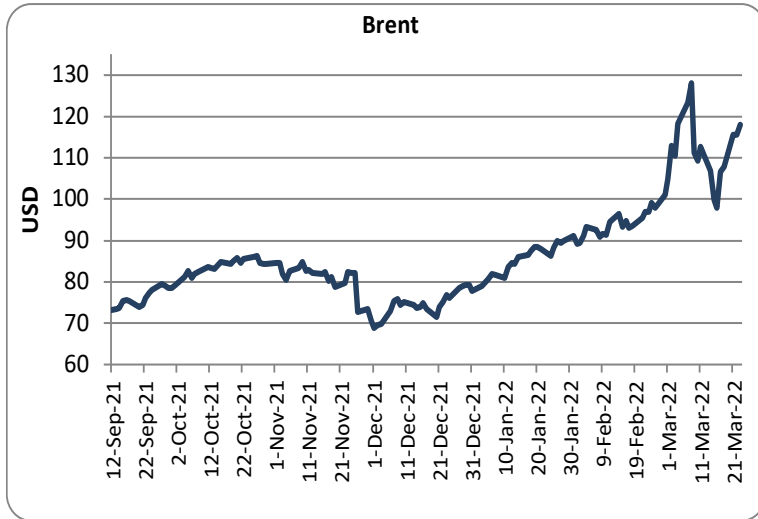
EQUITY		
Gross Purchase	Gross Sales	Net Investment
9869	9144	725

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
11041	9841	1201

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
Industrial Output	Poland	18-Mar-22	16.60	19.20
GDP	Chile	18-Mar-22	13.00	17.20
CPI	Singapore	23-Mar-22	-	4.00
CPI	UK	23-Mar-22	-	5.50
Industrial Output	Russia	25-Mar-22	-	8.60
GDP	UK	30-31-Mar-22	-	6.50
GDP Final	USA	30-Mar-22	-	7.00
Industrial Output	South Korea	31-Mar-22	-	4.30





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

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