



INDIA

- ❖ The benchmark 6.10% bond maturing in 2031 ended at 97.43 rupees, yielding 6.46%, from 97.45 rupees and a similar yield on Friday.
- ❖ India's federal government is scheduled to sell bonds totalling 240 billion rupees this Friday, including 130 billion rupees of a 10-year note.
- ❖ The central bank, which had bought bonds in the past to support the government's elevated borrowing programme, has begun unwinding some of its extraordinary easing measures and halted its debt purchases since the beginning of this quarter. The central bank has also net sold bonds worth 87.55 billion rupees in the six weeks to Dec. 17 through screen-based trades in the secondary market.
- ❖ The RBI has also been aggressively withdrawing surplus liquidity through variable reverse repo operations. It conducted a three-day VRRR today for two trillion rupees, and will conduct a 14-day VRRR for 7.50 trillion rupees on Friday.
- ❖ Local health authorities will start giving booster doses of Covid-19 vaccines from Jan. 10 to healthcare and frontline workers, and to those above 60 years of age with co-morbidities, Prime Minister Narendra Modi said over the weekend. India will also start vaccinating 15- to 18-year olds from Jan. 3, Modi said.
- ❖ Benchmark Brent crude futures were largely unchanged at \$76.10 per barrel, after advancing about 4% last week.
- ❖ The Indian rupee recouped the day's losses and rose marginally versus the U.S. currency as foreign banks' dollar sales on behalf of exporters outweighed earlier greenback purchases by state-run banks. The rupee was at 74.9950 compared with 75.0200 in the previous session. The local unit had declined to 75.16 to the dollar in early session, and traded in 20 paise range today, while volume remained shallow in the last week of 2021.
- ❖ Repo: The weighted average call rates in the interbank segment decreased to 3.27% vs 3.42% as on previous day, while that in the TREP segment increased to 3.52% vs 3.44% as on previous day.

Market Observations

G-sec

- Yields ended largely unchanged in a thinly traded session, even as market participants awaited the announcement of a new 10-year note that could help re-align the yield curve.

Corporate Bonds

- Activity was witnessed across all segments.

CP

- The 2-3 month segment was most active.

CD

- The 3 month maturity papers were in demand.

GOI Yield	27-Dec	24-Dec	22-Nov	29-Nov
1 Year	4.150	4.190	4.070	4.110
5 Year	5.821	5.821	5.688	5.661
10 Year	6.465	6.462	6.351	6.335

AAA Bmk	27-Dec	24-Dec	22-Nov	29-Nov
1 Year	4.65	4.65	4.35	4.35
5 Year	6.15	6.15	6.00	6.05
10 Year	6.90	6.90	6.87	6.90

CD	27-Dec	24-Dec	22-Nov	29-Nov
3 Month	3.60	3.70	3.65	3.65
6 Month	3.95	3.95	3.95	3.95
1 Year	4.50	4.40	4.15	4.40

CP	27-Dec	24-Dec	22-Nov	29-Nov
3 Month	4.20	4.30	4.20	4.00
6 Month	4.70	4.75	4.60	4.55
1 Year	4.90	4.90	4.90	4.85

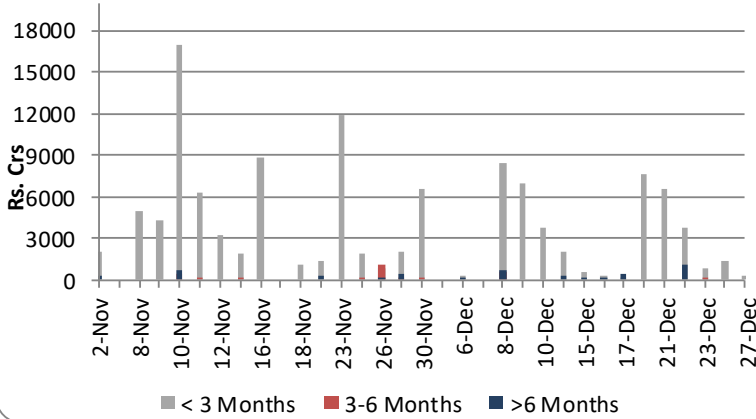
OIS Rate	27-Dec	24-Dec	22-Nov	29-Nov
1 Year	4.34	4.36	4.33	4.28
2 Year	4.83	4.84	4.84	4.77
3 Year	5.09	5.10	5.14	5.05
5 Year	5.33	5.35	5.45	5.39

	27-Dec	24-Dec	22-Nov	29-Nov
Sensex	57,420	57,124	58,466	57,261
Nifty	17,086	17,004	17,417	17,054
USD/INR	75.00	75.02	74.40	75.10
Gold (USD)	1,806	1,808	1,805	1,785
Oil (USD)	76.25	76.14	79.70	73.44

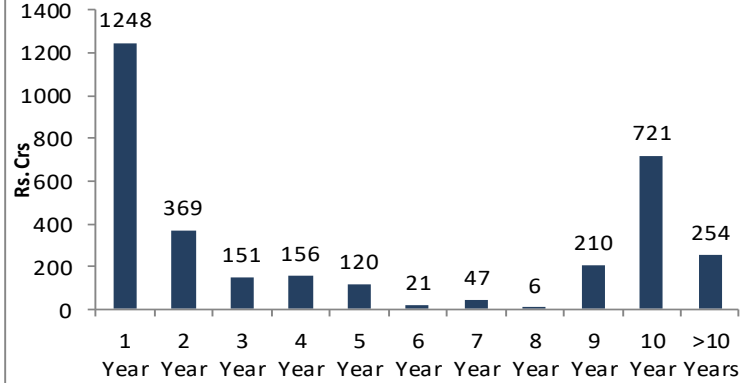
NDF	27-Dec	24-Dec	22-Nov	29-Nov
3 Month	75.75	75.76	75.21	75.79
1 Year	78.50	78.26	78.00	78.55
2 Year	81.79	82.14	81.35	82.32
3 Year	85.45	85.95	85.35	86.05



CP Primary Volume



Bonds Volume



10 Year Benchmarks	27-Dec	24-Dec	22-Nov	29-Nov
India	6.47	6.46	6.35	6.34
US	1.50	1.49	1.63	1.50
South Korea	2.21	2.21	2.39	2.27
Russia	8.43	8.44	8.60	8.33
Brazil	10.63	10.63	11.86	11.60
Germany	-0.23	-0.25	-0.30	-0.32
China	2.81	2.83	2.92	2.86

Top Traded Securities	Volume	27-Dec	24-Dec	22-Nov	29-Nov
5.15 GOI 2025	1,590	5.66	5.67	5.43	5.42
5.63 GOI 2026	200	5.82	5.82	5.69	5.66
5.74 GOI 2026	4,260	5.86	5.85	5.73	5.71
6.10 GOI 2031	240	6.46	6.46	6.35	6.34
6.64 GOI 2035	-	6.91	6.90	6.77	6.76
6.67 GOI 2035	275	6.90	6.90	6.76	6.74

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
22-Dec-21	2908	1959	949

EQUITY		
Gross Purchase	Gross Sales	Net Investment
2311	1732	579

TOTAL (Rs.Crs)		
Gross Purchase	Gross Sales	Net Investment
5219	3691	1528

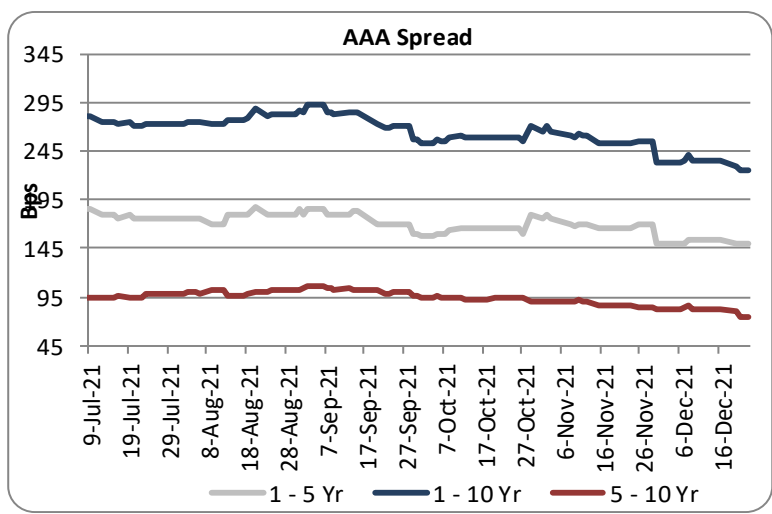
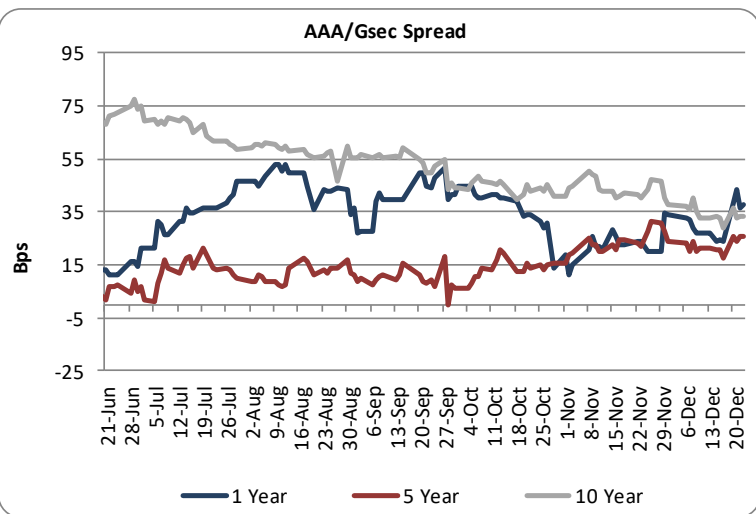
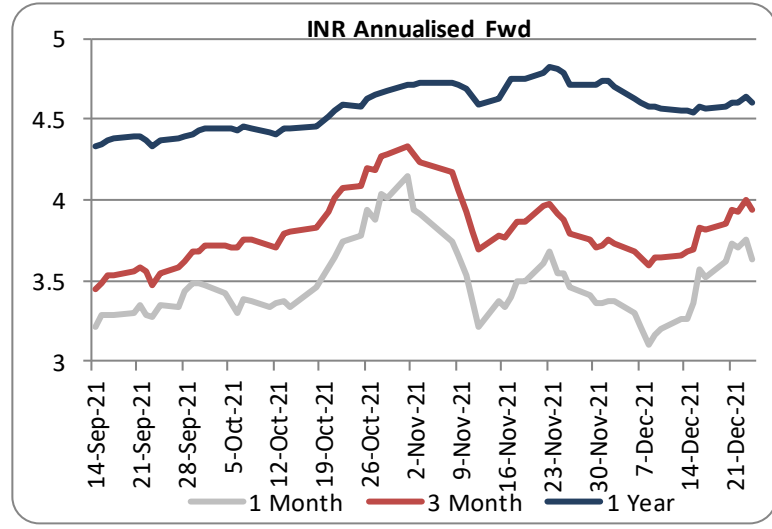
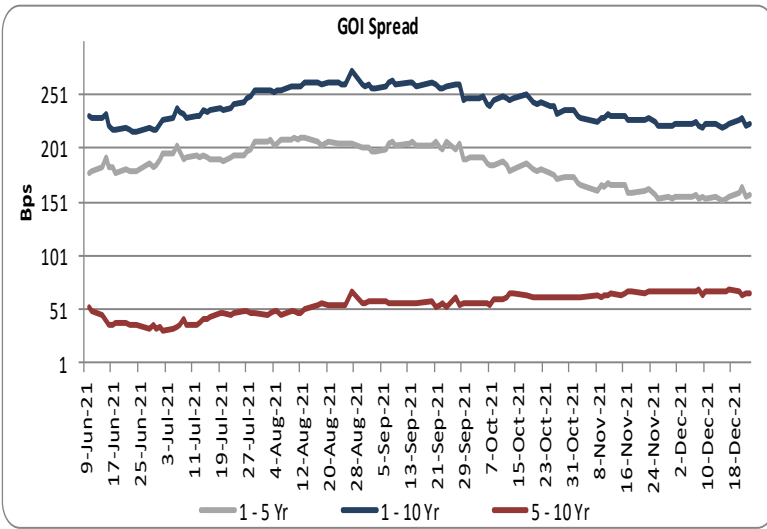
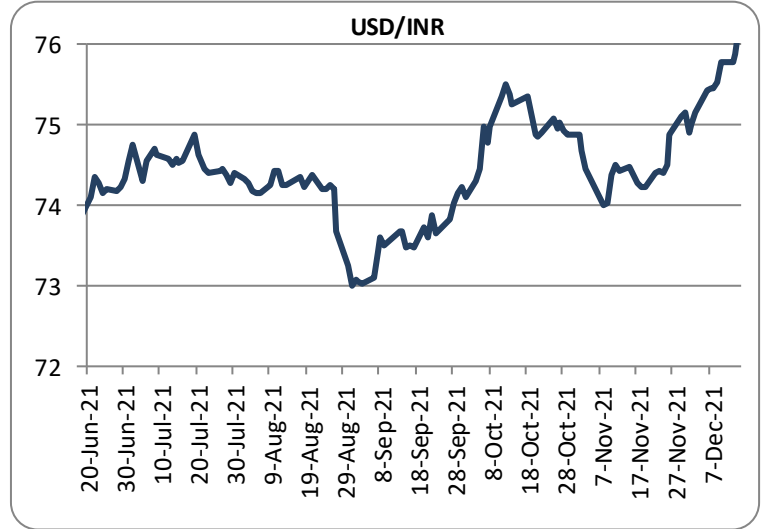
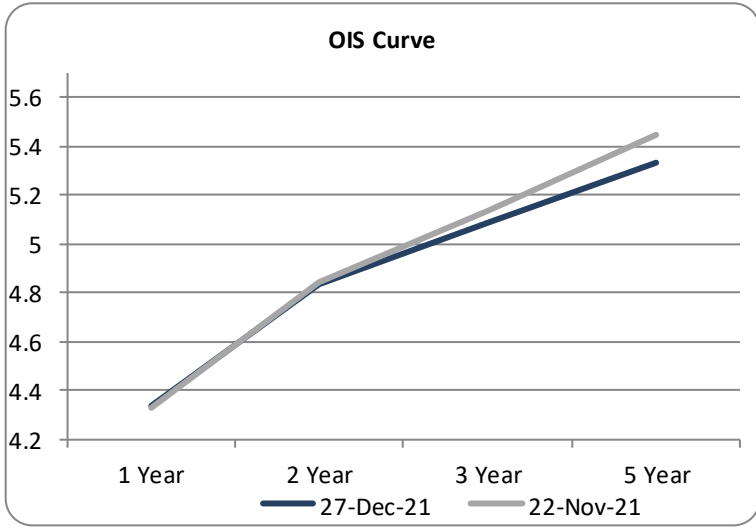
DEBT			
FII	Gross Purchase	Gross Sales	Net Investment
27-Dec-21	68	3764	-3696

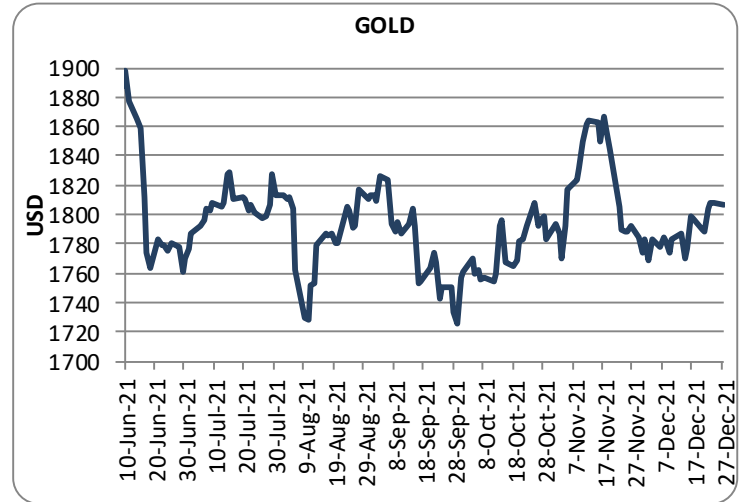
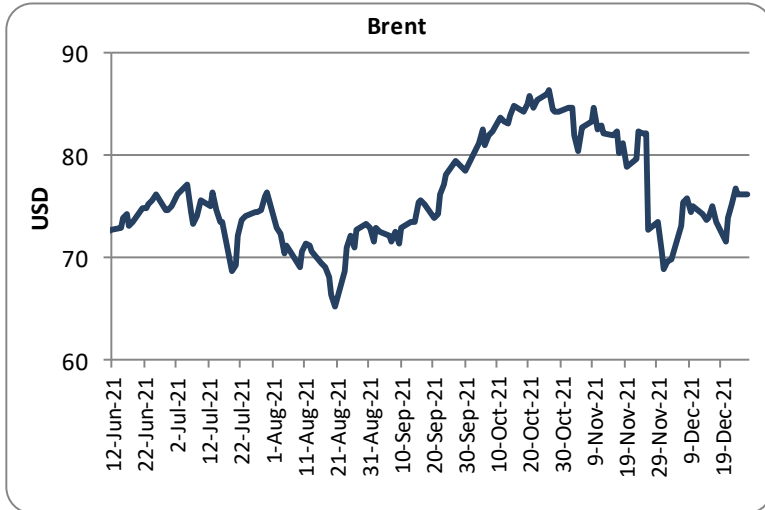
EQUITY		
Gross Purchase	Gross Sales	Net Investment
2611	2844	-233

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
2679	6608	-3929

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quarterly (%)	Sep-21	8.4	20.1
CAD (\$ Bn)	Jun-21	6.5	-8.1
Trade Deficit (\$ Bn)	Jun-21	-30.7	-41.7
WPI (%)	Nov-21	14.2	12.5
CPI (%)	Nov-21	4.9	4.5
IIP (%)	Oct-21	3.2	3.3
PMI Manufacturing	Nov-21	57.6	55.9
PMI Service	Nov-21	58.1	58.4

Economic Calender	Country	Date	Poll	Prior
Unemployment Rate	Japan	28-Dec-21	2.70	2.70
Unemployment Rate	Russia	29-Dec-21	-	4.30
Industrial Output	South Korea	30-Dec-21	3.20	4.50
Industrial Output	Brazil	06-Jan-22	-	(7.80)
Retail Sales	Euro Zone	07-Jan-22	5.60	1.40
CPI	China	10-Jan-22	-	2.30
Unemployment Rate	Euro Zone	10-Jan-22	-	7.30
CPI	Russia	10-Jan-22	8.20	8.40





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

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