



The Indian 10 year benchmark government bond (6.48 2035) yield ended flat at 6.5931%. Bond yield rose close to 10bps last week, marking its biggest weekly rise since the week ended August 18.

The Reserve Bank of India will buy bonds worth ₹50,000 crores on Thursday and has included liquid papers, for instance the former benchmark 6.33% 2035 bond.

India's overnight index swap rates were largely unchanged, with the one-year OIS rate ended at 5.4575%, while the two-year swap rate closed at 5.5375%. The five-year OIS rate settled at 5.9%. While the Indian rupee ends at record closing low of 90.73 per U.S. dollar, down 0.3% on day.

India's trade deficit has narrowed to a five-month low as gold imports fell and exports to the US picked up despite punitive tariffs. Exports rose to \$38.13 billion in November as against \$34.48 billion in October, even as imports decreased to \$62.66 billion from \$76.06 billion equating to a trade deficit of \$24.53 billion. India's trade deficit had widened to a record high of \$41.7 billion in October, as US exports plunged following President Donald Trump's punitive tariffs.

Market Observations

G-sec

- Size switches was visible in 30 year maturity Gsec (7.09 2054 vs 7.24 2055) at 0.25bps and 0.50bps, where 7.09 2054 traded higher due to Illiquidity premium. This switch was predominantly dealt between Insurance Companies, Mutual Funds and Foreign Banks to the combined tune of 1,000crs.
- 2 year maturity Gsec (2027) saw size buying demand by Private Sector Banks where Foreign Bank was major seller. For example, 7.38 2027 was dealt at 5.7129 - 700crs, and there was still further buying demand at similar levels.
- 15 to 20 year SDLs saw size buying demand by Insurance Companies to the tune of 500crs, where Pension Fund was major seller.

Corp Bond

- Trading volumes were primarily concentrated in the medium-term segment, followed by the short-term money market yield (MMY) and longer-end segments. Yields rose today with the AAA-rated PSU Indicative bond yields trading at 6.85% for 1 year, 6.90% for 3 years, 7.03% for 5 years, and 7.30% for 10 years, with mutual funds and banks being the major participants.

CP/CD

- Yields rose across segments today with the 3-month CD at 6.05%, the 6-month CD at 6.40% and the 12-month CD at 6.68%. Trading activity was concentrated primarily in the December and January-March maturities.

GOI Yield	15-Dec	12-Dec	8-Dec	14-Nov
1 Year	5.48	5.45	5.46	5.54
5 Year	6.32	6.32	6.23	6.18
10 Year	6.59	6.59	6.57	6.53

AAA Bmk	15-Dec	12-Dec	8-Dec	14-Nov
1 Year	6.85	6.75	6.62	6.59
5 Year	7.03	7.03	6.88	6.83
10 Year	7.30	7.26	7.16	7.15

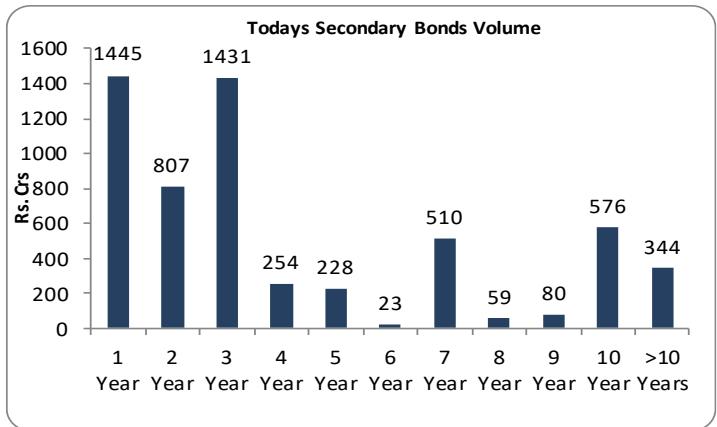
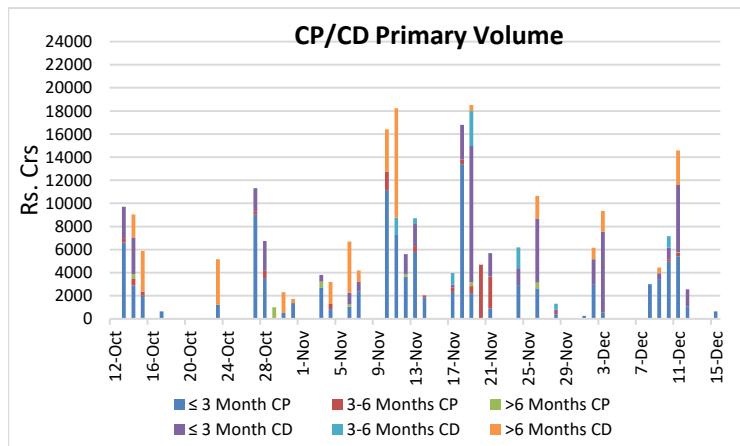
CD	15-Dec	12-Dec	8-Dec	14-Nov
3 Month	6.05	6.03	5.90	5.95
6 Month	6.40	6.35	6.23	6.22
1 Year	6.68	6.65	6.45	6.40

CP	15-Dec	12-Dec	8-Dec	14-Nov
3 Month	6.10	6.07	5.95	6.00
6 Month	6.45	6.40	6.28	6.27
1 Year	6.73	6.70	6.50	6.45

OIS Rate	15-Dec	12-Dec	8-Dec	14-Nov
1 Year	5.46	5.46	5.47	5.48
2 Year	5.54	5.56	5.57	5.46
3 Year	5.69	5.70	5.70	5.56
5 Year	5.90	5.92	5.91	5.74

	15-Dec	12-Dec	8-Dec	14-Nov
Sensex	85,209	85,268	85,103	84,563
Nifty	26,024	26,047	25,961	25,910
USD/INR	90.66	90.42	90.07	88.74
Gold (USD)	4,346	4,302	4,189	4,079
Oil (USD)	61.23	61.12	62.49	64.39

NDF	15-Dec	12-Dec	8-Dec	14-Nov
3 Month	91.36	91.20	90.79	89.12
1 Year	93.14	93.05	92.57	90.64
2 Year	95.77	95.69	95.25	93.23
3 Year	98.91	98.71	98.46	95.95



10 Year Benchmarks	15-Dec	12-Dec	8-Dec	14-Nov
India	6.60	6.59	6.57	6.53
US	4.17	4.20	4.17	4.15
South Korea	3.38	3.39	3.40	3.31
Brazil	13.62	13.62	13.66	13.65
Germany	2.85	2.86	2.87	2.72
China	1.80	1.85	1.88	1.81

Top Traded Securities	Volume	15-Dec	12-Dec	8-Dec	14-Nov
6.75 2029	25	6.17	6.15	6.12	6.09
6.79 2034	50	6.67	6.65	6.60	6.58
6.33 2035	4580	6.61	6.61	6.57	6.53
6.92 2039	0	6.99	6.98	6.92	6.88
7.09 2054	225	7.35	7.39	7.32	7.30
7.34 2064	40	7.47	7.45	7.42	7.41

DEBT		
MF	Gross Purchase	Gross Sales
		Net Investment
5-Dec-25	15,263	15,898
		(635.73)

EQUITY		
	Gross Purchase	Gross Sales
		Net Investment
	12,292	9,672
		2,620.94

TOTAL (Rs. Crs)		
	Gross Purchase	Gross Sales
		Net Investment
	27,555	25,570
		1,985.21

DEBT		
FII	Gross Purchase	Gross Sales
		Net Investment
	800	429
		370.44

EQUITY		
	Gross Purchase	Gross Sales
		Net Investment
	12346	12211
		134.78

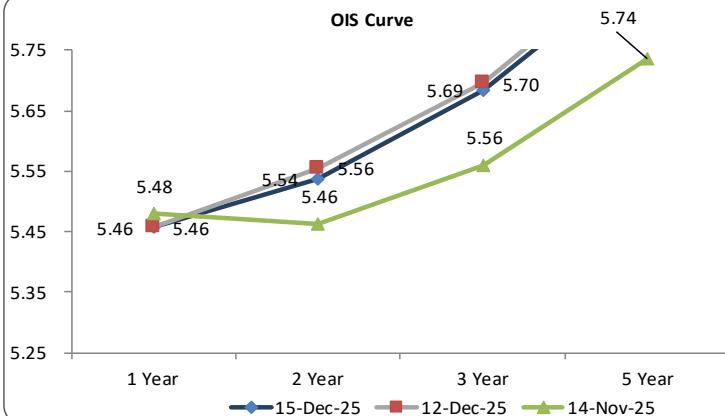
TOTAL (Rs. Crs)		
	Gross Purchase	Gross Sales
		Net Investment
	13146	12641
		505.22

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Sep-25	8.20	7.80
CAD (\$ Bn)	Sep-25	(12.30)	(2.40)
Trade Deficit (\$ Bn)	Jun-25	(87.40)	(59.50)
WPI (%)	Nov-25	(0.32)	(1.21)
CPI (%)	Nov-25	0.71	0.25
IIP (%)	Oct-25	0.40	4.60
PMI Manufacturing	Nov-25	56.60	59.20
PMI Service	Nov-25	59.80	58.90

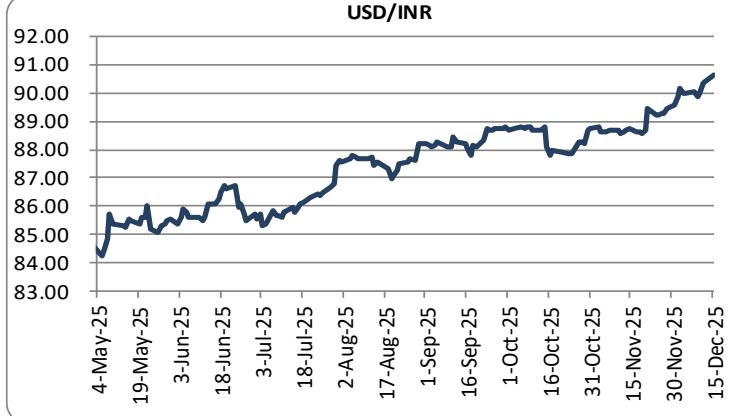
Economic Calender	Country	Date	Poll	Prior
S&P Global Manufacturing PMI (Dec)	INDIA	16-Dec-25		56.6
S&P Global Services PMI (Dec)	INDIA	16-Dec-25		59.8
Average Hourly Earnings (MoM) (Nov)	US	16-Dec-25		0.2
Nonfarm Payrolls (Nov)	US	16-Dec-25		119K
Unemployment Rate (Nov)	US	16-Dec-25		4.4
S&P Global Manufacturing PMI (Dec)	US	16-Dec-25		52.2
S&P Global Services PMI (Dec)	US	16-Dec-25		54.1



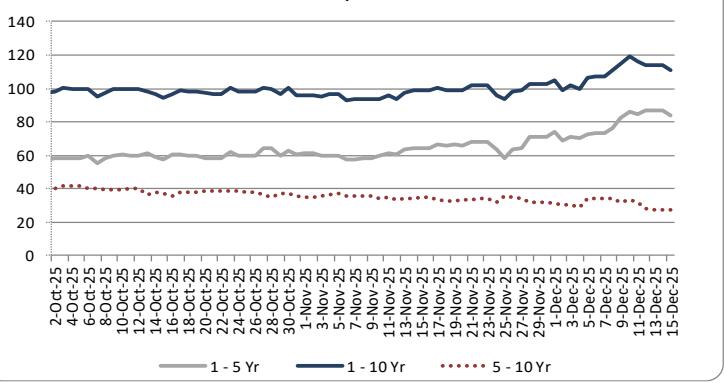
OIS Curve



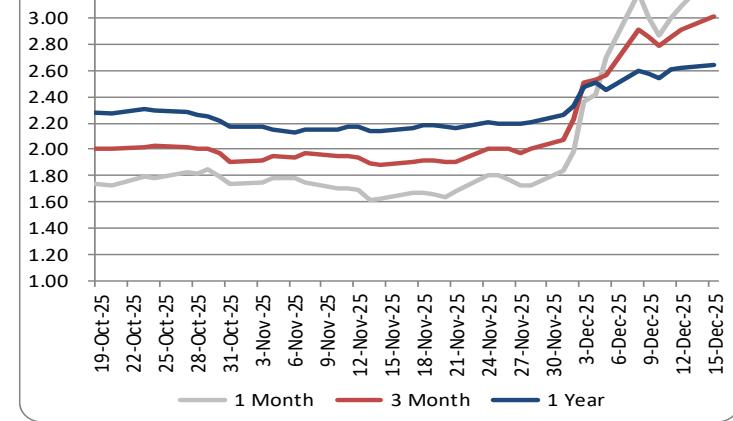
USD/INR



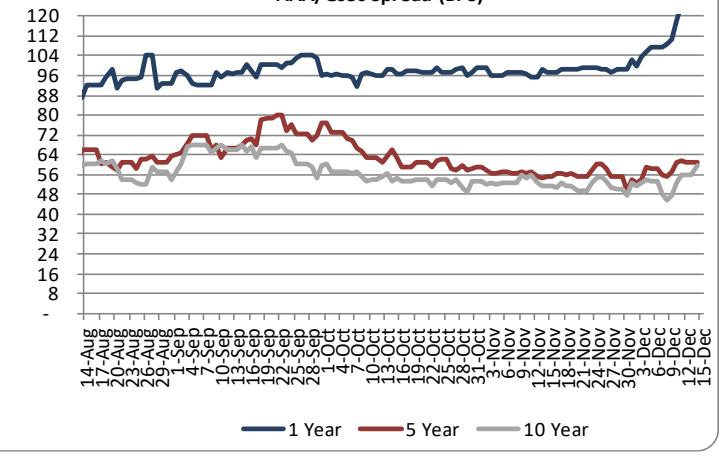
GOI Spread BPS



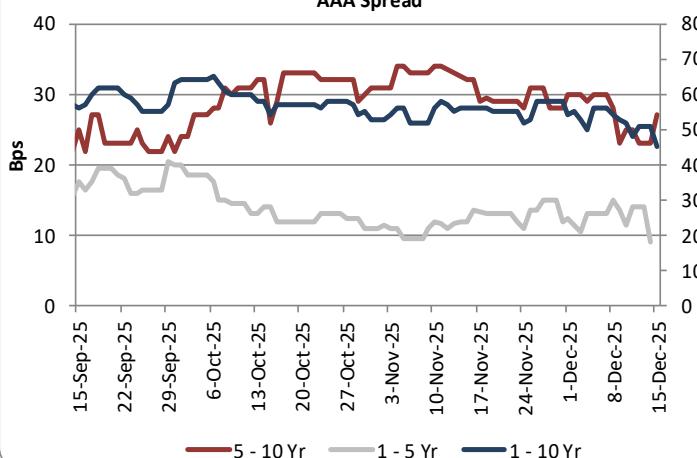
INR Annualised Fwd



AAA/Gsec Spread (BPS)

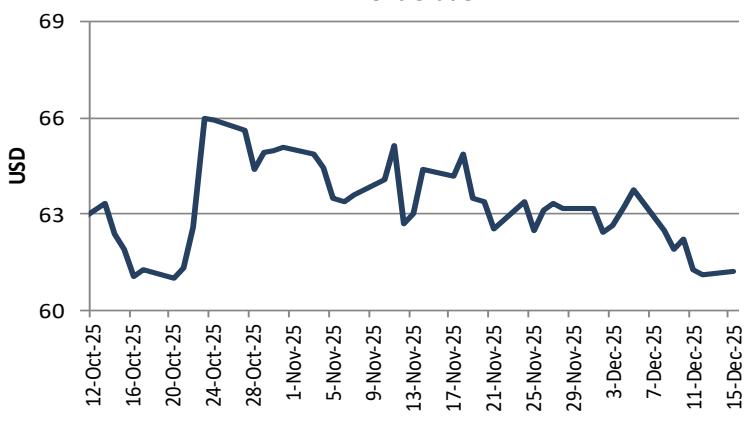


AAA Spread





Brent Crude



GOLD



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

LKP SECURITIES LTD., 203, Embassy Centre, Nariman Point, Mumbai- 400021

The information in this document has been printed based on publicly available information, internal data and other reliable sources believed to be true and is for general guidance only. While every effort is made to ensure the accuracy and completeness of information contained, the company makes no guarantee and assumes no liability for any errors or omissions of the information. No one can use the information as the basis for any claim, demand, or cause of action. Nothing contained in this publication shall constitute an offer to sell/purchase or an invitation/solicitation to do so for any Government Security, Currency, Security, and Equity. LKP Securities Ltd. accepts no liability whatsoever for any loss, howsoever arising, from any use of this document, its contents or otherwise arising in connection therewith.

For any queries contact - LKP Securities Ltd. Ph: (91-22) 66306555 Fax: (91-22) 2284 2415 E Mail: FixedIncomeResearch@lkpsec.com

Visit our website - <http://www.lkpsec.com/>