

The Indian 10-year benchmark government bond (6.48 2035) yield ended at 6.6732% after closing at 6.6753% on Monday.

Government bonds yields ended flattish however overnight index swap rates rose on Wednesday, led by soaring oil and a record low rupee after Iran retaliated back across the Gulf and into neighboring countries triggering an oil shock.

Mounting concerns over the Middle East war drove the rupee to an all-time low, with higher oil prices rattling investor sentiment. India's rupee slid 0.7% to a lifetime low of 92.30 per dollar, ending at 92.15.

Oil prices climbed about 1% Wednesday, with Brent at \$82.31, as strikes on Iran disrupted supply. As one of the world's largest crude importers, India faces higher inflation, a wider current account gap, and rupee pressure when oil prices rise.

While New Delhi will raise ₹29,000 crore through the sale of 15-year and 40-year bonds on Friday, its final scheduled debt auction of the financial year.

Market Observations

G-sec

- Cut off on 3M & 1-year bill came in line with market expectations whereas that of 6M came slightly above market expectations.
- Bulk deal reported in 3-month maturity T-bill at 5.31 level between Foreign bank and mutual fund after cut off.
- 2030 maturity strips dlt @ 6.74 level. The spread over corresponding g-sec works out at 50 to 55 bps.

Corp Bond

- Activity was majorly concentrated in the medium-term segment followed by short term MMY segment. Yields rose across the curve in line with G-sec led by middle east tensions. AAA PSU indicative yields stood at 7.07% (1Y), 7.23% (3Y), 7.27% (5Y), and 7.45% (10Y), major activity was led by banks and mutual funds, with FIIs on the selling side.

CP/CD

- Yields rose across the curve with the 3-month CD trading at 7.15%, the 6-month trading at 7.10% and for the 1-year at 7%. Trading volumes were concentrated in the 2M, 3M and the 1Y segment with mutual funds being the major market participant.

GOI Yield	4-Mar	2-Mar	25-Feb	2-Feb
1 Year	5.57	5.57	5.58	5.70
5 Year	6.26	6.25	6.24	6.40
10 Year	6.67	6.68	6.68	6.77

AAA Bmk	4-Mar	2-Mar	25-Feb	2-Feb
1 Year	7.07	7.04	7.07	7.17
5 Year	7.27	7.23	7.22	7.37
10 Year	7.45	7.45	7.43	7.47

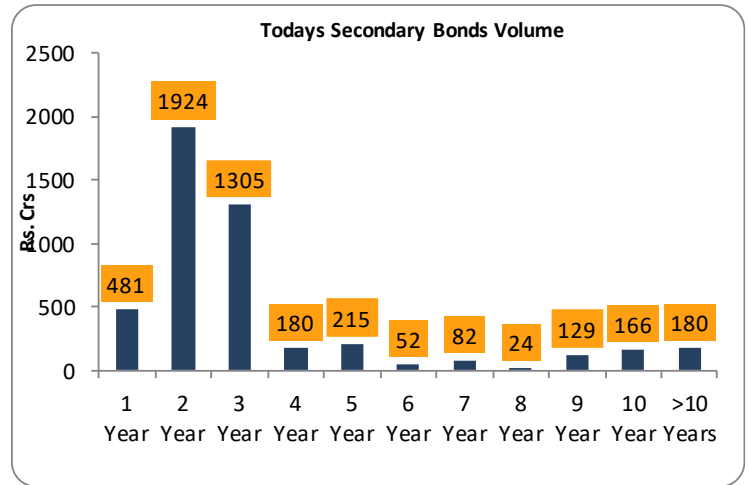
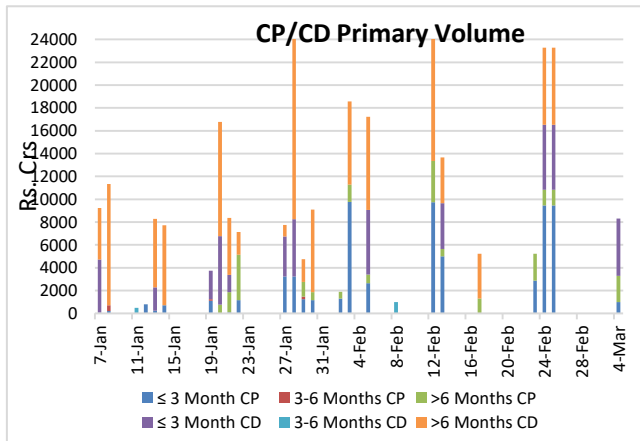
CD	4-Mar	2-Mar	25-Feb	2-Feb
3 Month	7.12	7.05	7.05	7.25
6 Month	7.10	7.05	7.05	7.20
1 Year	7.00	6.90	6.90	7.05

CP	4-Mar	2-Mar	25-Feb	2-Feb
3 Month	7.20	7.10	7.10	7.30
6 Month	7.15	7.10	7.10	7.25
1 Year	7.05	6.95	6.95	7.10

OIS Rate	4-Mar	2-Mar	25-Feb	2-Feb
1 Year	5.54	5.50	5.50	5.55
2 Year	5.68	5.62	5.62	5.72
3 Year	5.84	5.77	5.76	5.92
5 Year	6.09	6.03	6.05	6.20

	4-Mar	2-Mar	25-Feb	2-Feb
Sensex	79,060	80,239	82,276	81,666
Nifty	24,464	24,866	25,483	25,088
USD/INR	92.15	91.47	90.95	91.51
Gold (USD)	5,187	5,327	5,171	4,665
Oil (USD)	84.03	77.74	70.85	66.30

NDF	4-Mar	2-Mar	25-Feb	2-Feb
3 Month	92.92	92.28	91.48	91.33
1 Year	94.89	94.24	93.33	92.98
2 Year	97.70	96.77	96.17	95.90
3 Year	101.16	100.47	99.15	98.98



10 Year Benchmarks	4-Mar	2-Mar	25-Feb	2-Feb
India	6.72	6.68	6.68	6.77
US	4.09	4.05	4.05	4.28
South Korea	3.63	3.45	3.55	3.60
Brazil	13.67	13.53	13.42	13.54
Germany	2.78	2.71	2.71	2.87
China	1.80	1.80	1.82	1.81

Top Traded Securities	Volume	4-Mar	2-Mar	25-Feb	2-Feb
6.75 2029	#NAME?	6.14	6.05	6.05	6.27
6.79 2034	#NAME?	6.73	6.68	6.66	6.78
6.33 2035	#NAME?	6.67	6.64	6.64	6.74
6.92 2039	#NAME?	7.00	7.00	6.96	7.13
7.09 2054	#NAME?	#N/A	7.39	7.39	7.43
7.34 2064	#NAME?	7.49	7.42	7.43	7.49

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
27-Feb-26	14,399	18,770	(4,370.43)

EQUITY		
Gross Purchase	Gross Sales	Net Investment
21,177	10,343	10,834.54

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
35,577	29,112	6,464.11

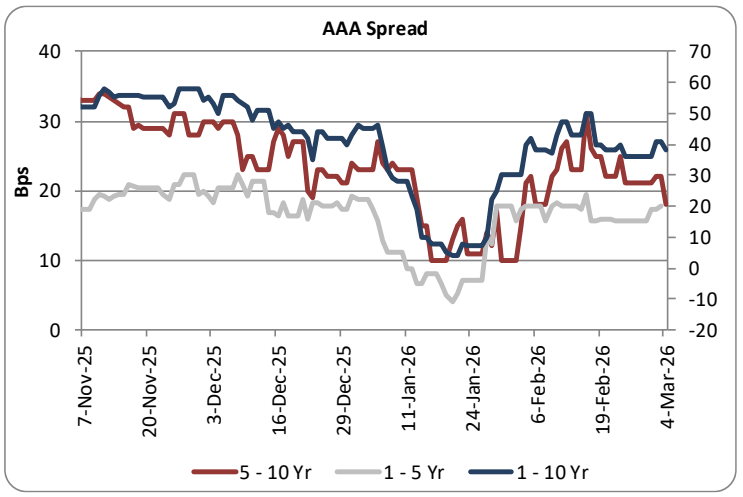
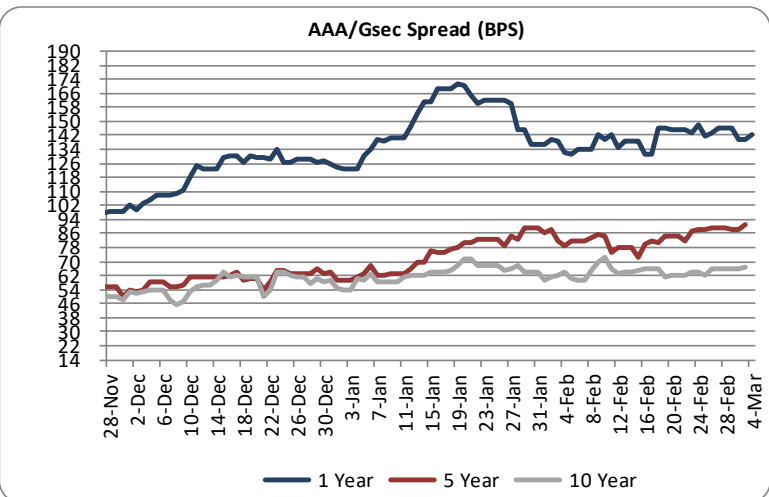
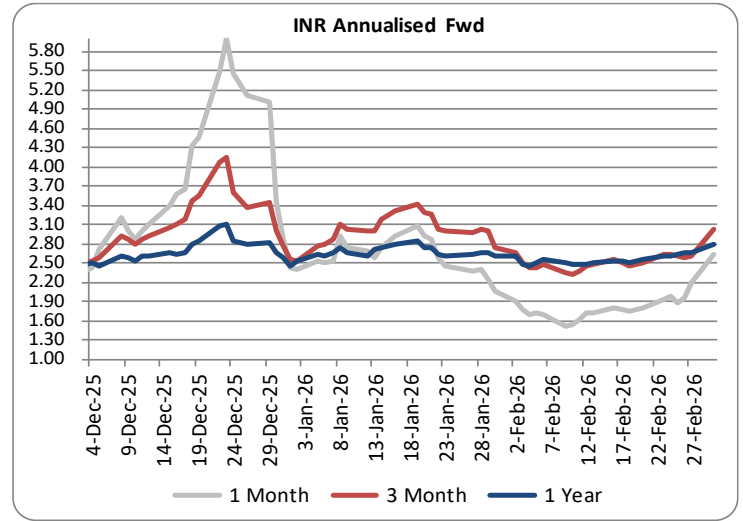
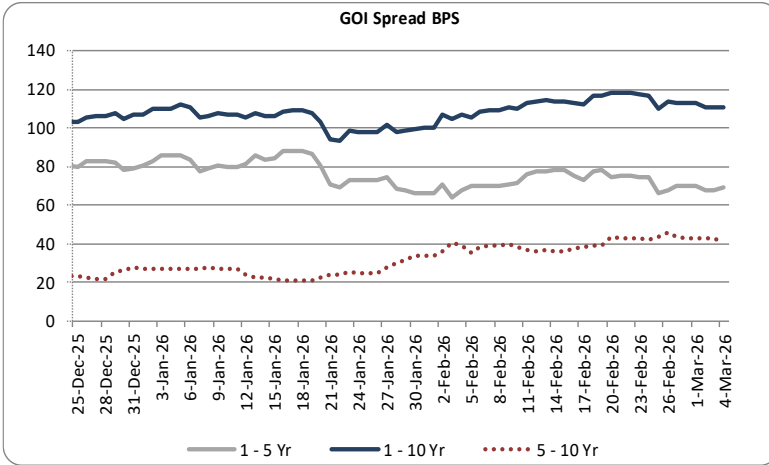
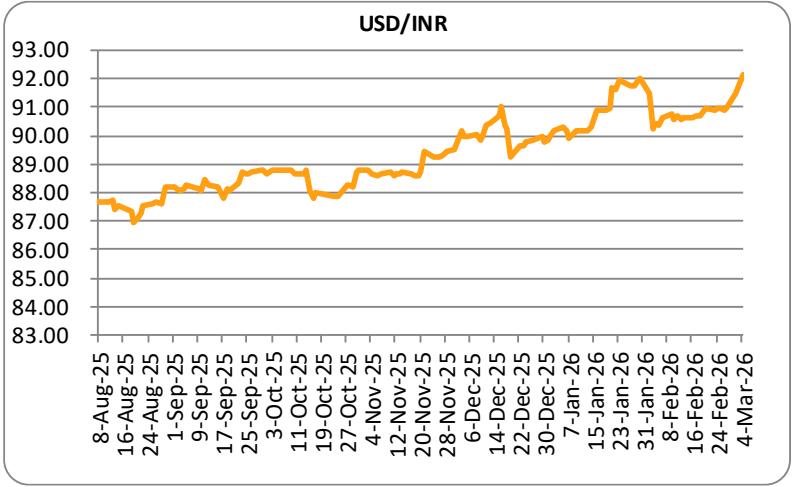
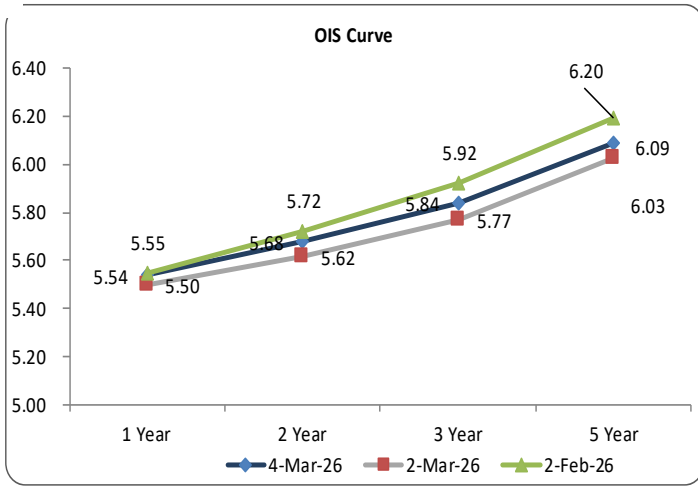
DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
4-Mar-26	1683	569	1,113.71

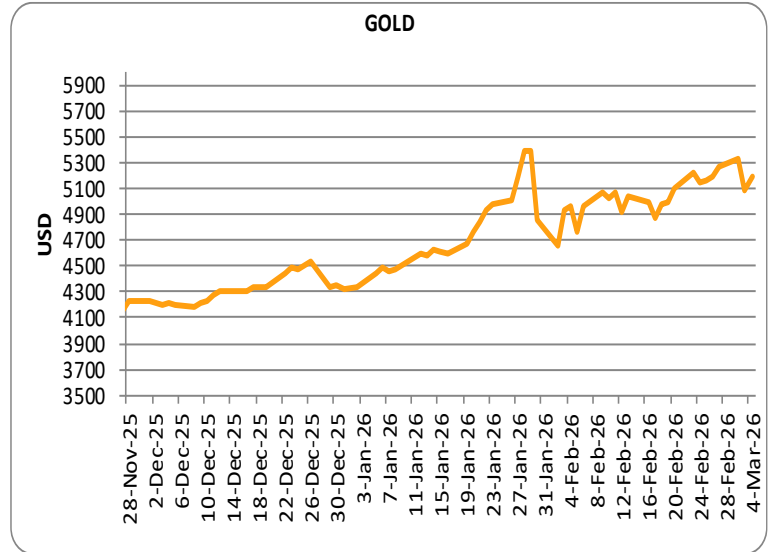
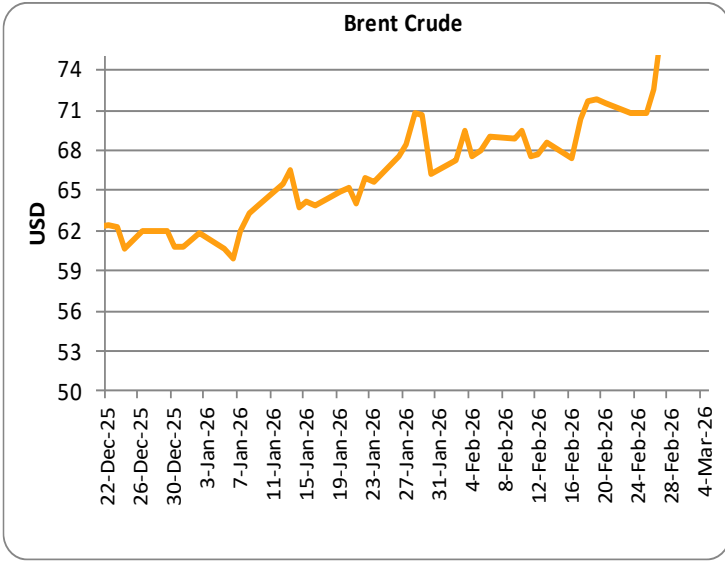
EQUITY		
Gross Purchase	Gross Sales	Net Investment
13386	16375	(2,988.65)

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
15069	16944	(1,874.94)

INDICATORS	PERIOD	ACTUAL	PRIOR
GDP Quaterly (%)	Dec-25	7.80	8.40
CAD (\$ Bn)	Dec-25	(13.20)	(14.10)
Trade Deficit (\$ Bn)	Dec-25	(93.60)	(89.10)
WPI (%)	Jan-26	1.81	0.83
CPI (%)	Jan-26	2.75	1.17
IIP (%)	Jan-26	4.80	8.00
PMI Manufacturing	Feb-26	56.90	55.40
PMI Service	Feb-26	58.10	58.50

Economic Calender	Country	Date	Poll	Prior
ADP Nonfarm Employment Change (Feb)	U.S.	4-Mar-26	49K	22K
S&P Global Services PMI (Feb)	U.S.	4-Mar-26	52.3	52.3
ISM Non-Manufacturing PMI (Feb)	U.S.	4-Mar-26	53.5	53.8
Crude Oil Inventories	U.S.	4-Mar-26		15.989M
Initial Jobless Claims	U.S.	5-Mar-26	215K	212K
FX Reserves, USD	INDIA	6-Mar-26		
Retail Sales (MoM) (Jan)	U.S.	6-Mar-26	-0.3	
Core Retail Sales (MoM) (Jan)	U.S.	6-Mar-26		





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: 022-62501149 Fax: (91-22) 2284 2415 E Mail: fixedincomeresearch@lkpsec.com

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