

The Indian 10-year benchmark government bond (6.48 2035) yield ended at 6.6898% after closing at 6.6406% on Thursday.

Yields opened the week higher at 6.6753% as rising oil prices, firmer OIS rates, and a weaker rupee added pressure led by Middle east conflict. States raised ₹44,330 crore in bonds at expected cut-offs. Mid-week tensions kept markets unsettled, but RBI bond purchases and FX intervention eased sentiment, pulling yields to the 6.64% range on Thursday however yields rose on Friday led by spike in OIS rates, posting their biggest weekly rise since Feb '23, with the 1Y up 13 bps to 5.61%, 2Y up 19 bps to 5.78%, and 5Y jumping 23 bps to 6.22%.

After touching 92.30 per dollar earlier in the week, the rupee recovered on RBI support and closed at 91.74 on Friday, yet 0.8% weaker on the week. Dollar was set for its best week in a year while crude rose above \$87 per barrel. India relies on imports for 80% of its crude, so an oil shock could fuel inflation and widen the current account gap.

India's forex reserves climb to record high of \$728.5 billion, RBI to conduct an open market operation (OMO) to purchase government securities worth ₹1.00.000 crore in two tranches next week.

Market Observations

G-sec

- Auction cut off on Gsec came in line with market expectations.
- Size switch reported in 2064 vs 2065 maturity gsec at 1.25 bps. where an illiquid 2064 gsec traded higher. This switch dlt between insurance companies.
- Shorter maturity of the yield curve was active today. Mutual funds were buyers in 1 to 3-month maturity T-bills.

Corp Bond

- Yields were more or less flattish across the curve, Activity was majorly concentrated in the medium-term segment followed by short term MMY segment. AAA PSU indicative yields stood at 7.15% (1Y), 7.17% (3Y), 7.23% (5Y), and 7.45% (10Y), major activity was led by banks and mutual funds.

CP/CD

- Yields were more or less flattish across the curve with the 3-month CD trading at 7.15%, the 6-month trading at 7.15% and for the 1-year at 7.00%. Trading volumes were concentrated in the 2M, 3M and the 1Y segment with mutual funds being the major market participant.

GOI Yield	6-Mar	5-Mar	27-Feb	4-Feb
1 Year	5.60	5.57	5.53	5.63
5 Year	6.29	6.26	6.23	6.30
10 Year	6.69	6.64	6.66	6.70

AAA Bmk	6-Mar	5-Mar	27-Feb	4-Feb
1 Year	7.15	7.15	7.07	7.03
5 Year	7.23	7.23	7.22	7.22
10 Year	7.45	7.45	7.43	7.43

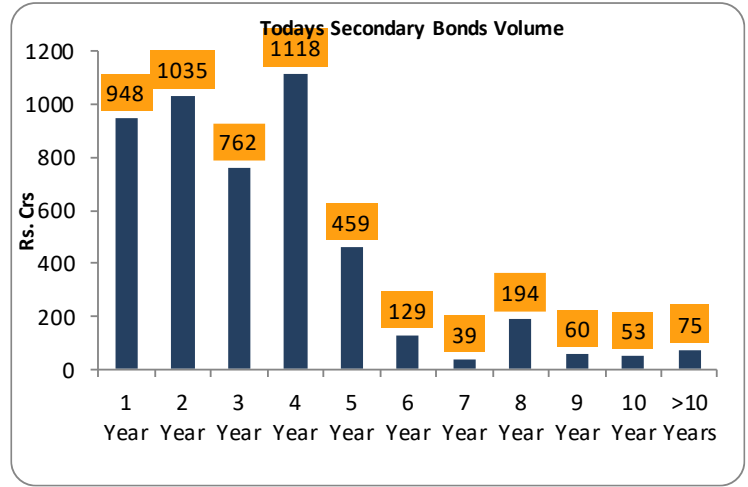
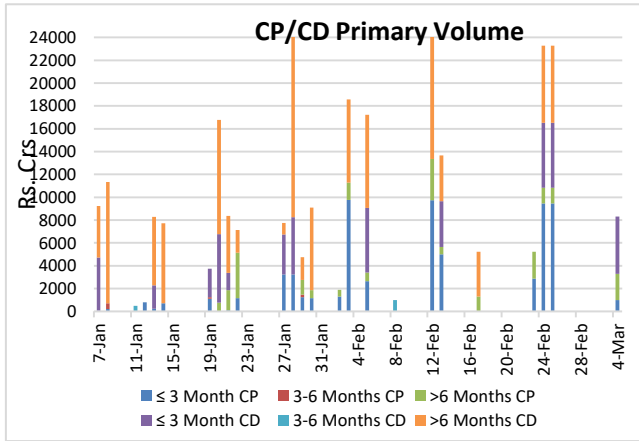
CD	6-Mar	5-Mar	27-Feb	4-Feb
3 Month	7.15	7.15	7.00	6.98
6 Month	7.15	7.15	7.05	7.05
1 Year	7.00	7.00	6.85	6.95

CP	6-Mar	5-Mar	27-Feb	4-Feb
3 Month	7.20	7.20	7.05	7.03
6 Month	7.20	7.20	7.10	7.10
1 Year	7.05	7.05	6.90	7.00

OIS Rate	6-Mar	5-Mar	27-Feb	4-Feb
1 Year	5.61	5.55	5.48	5.51
2 Year	5.78	5.69	5.59	5.64
3 Year	5.96	5.84	5.74	5.82
5 Year	6.22	6.10	5.99	6.08

	6-Mar	5-Mar	27-Feb	4-Feb
Sensex	78,919	80,016	81,287	83,818
Nifty	24,450	24,766	25,179	25,776
USD/INR	91.74	91.60	90.98	90.44
Gold (USD)	5,170	5,077	5,277	4,962
Oil (USD)	92.69	85.41	72.48	69.46

NDF	6-Mar	5-Mar	27-Feb	4-Feb
3 Month	92.74	92.53	91.69	90.97
1 Year	94.56	94.37	93.58	92.69
2 Year	97.35	97.22	96.27	95.76
3 Year	100.87	100.55	99.71	98.62



10 Year Benchmarks	6-Mar	5-Mar	27-Feb	4-Feb
India	6.70	6.64	6.66	6.70
US	4.13	4.15	3.96	4.28
South Korea	3.62	3.59	3.45	3.70
Brazil	14.00	13.79	13.43	13.57
Germany	2.86	2.85	2.65	2.86
China	1.80	1.80	1.83	1.82

Top Traded Securities	Volume	6-Mar	5-Mar	27-Feb	4-Feb
6.75 2029	#NAME?	6.10	6.08	6.08	6.14
6.79 2034	#NAME?	6.70	6.67	6.66	6.72
6.33 2035	#NAME?	6.60	6.59	6.64	6.69
6.92 2039	#NAME?	7.00	6.96	6.97	7.06
7.09 2054	#NAME?	7.45	7.40	7.38	7.40
7.34 2064	#NAME?	7.48	7.46	7.41	7.48

DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
2-Mar-26	12,300	15,435	(3,135.34)

EQUITY		
Gross Purchase	Gross Sales	Net Investment
16,545	10,406	6,139.42

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
28,845	25,841	3,004.08

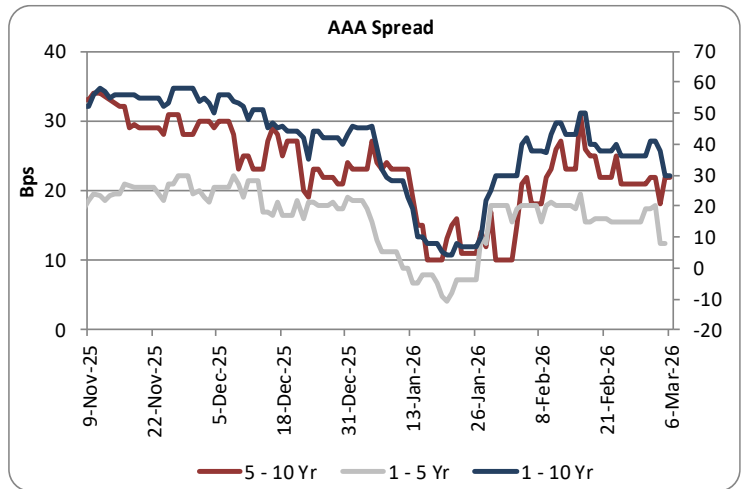
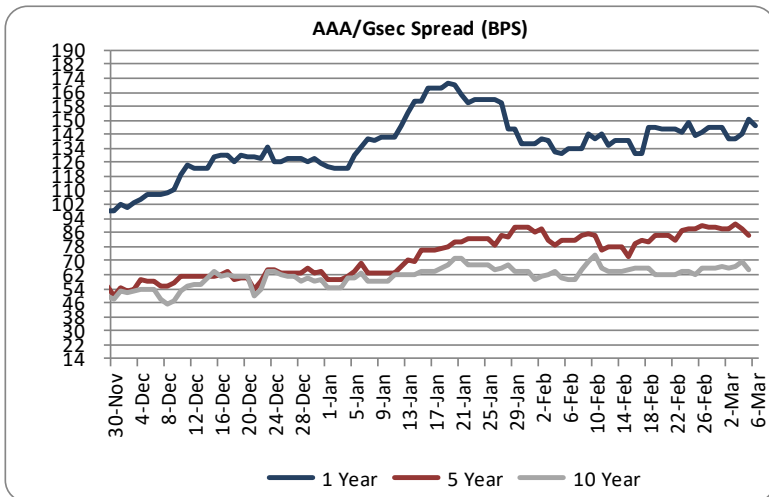
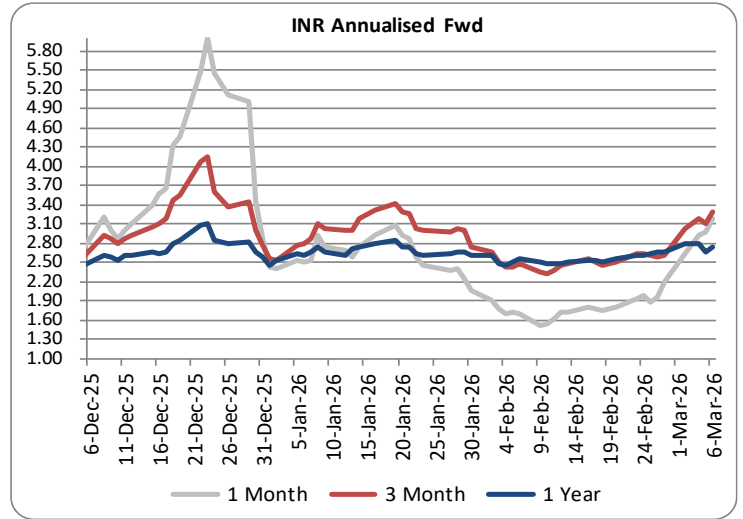
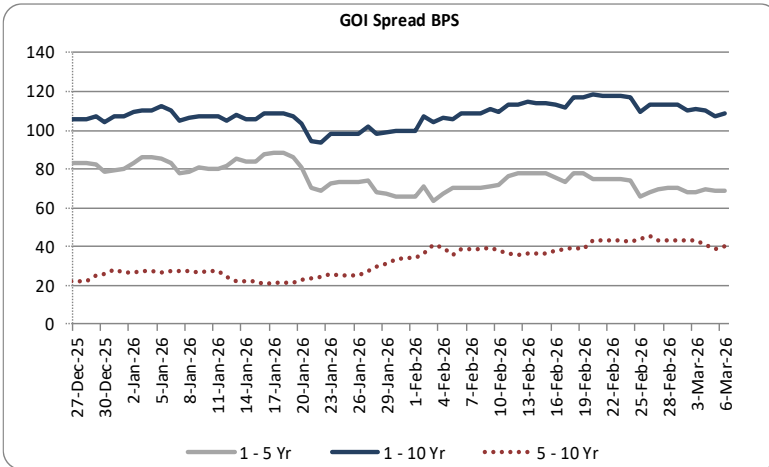
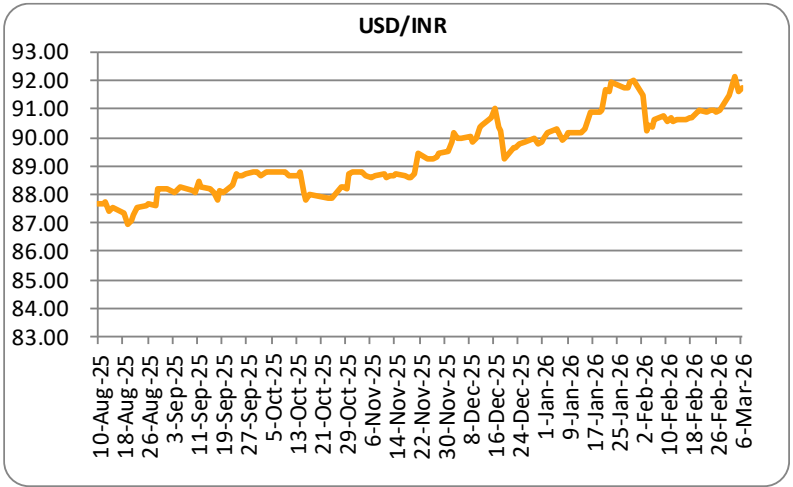
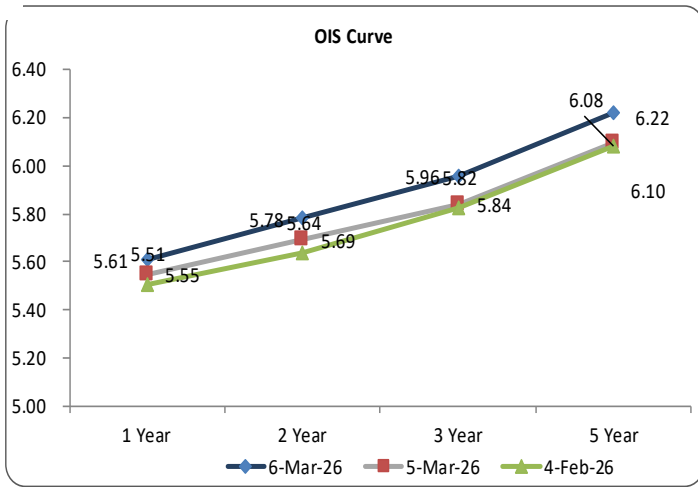
DEBT			
MF	Gross Purchase	Gross Sales	Net Investment
6-Mar-26	3436	3530	(93.83)

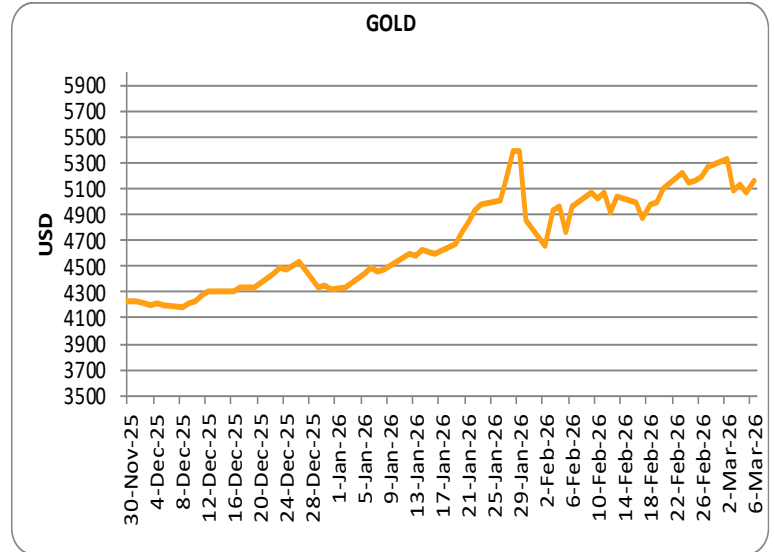
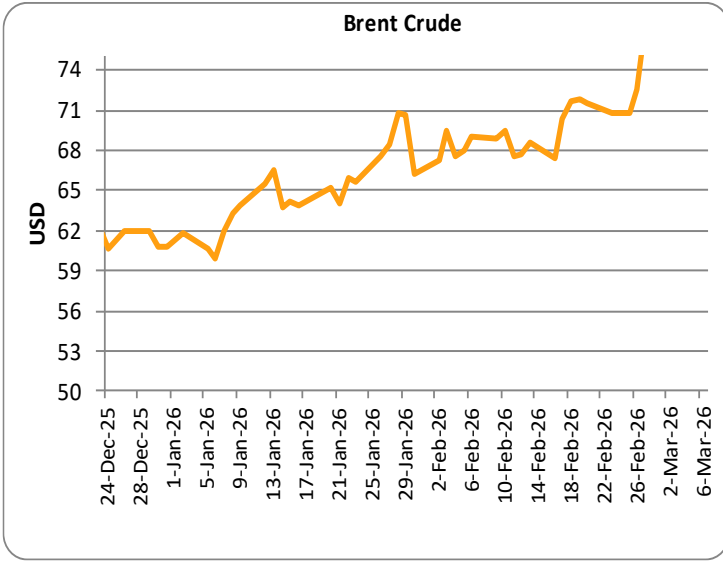
EQUITY		
Gross Purchase	Gross Sales	Net Investment
15796	19226	(3,430.25)

TOTAL (Rs. Crs)		
Gross Purchase	Gross Sales	Net Investment
19232	22757	(3,524.08)

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
FX Reserves, USD	INDIA	6-Mar-26		723.61B
Retail Sales (MoM) (Jan)	U.S.	6-Mar-26	-0.3	0
Core Retail Sales (MoM) (Jan)	U.S.	6-Mar-26	0.1	0
Nonfarm Payrolls (Feb)	U.S.	6-Mar-26	58K	130K
Unemployment Rate (Feb)	U.S.	6-Mar-26	4.3	4.3
Average Hourly Earnings (MoM) (Feb)	U.S.	6-Mar-26	0.3	0.4





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

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