



Morning Brief – March 03, 2023

Global

- US initial claims for state unemployment benefits dropped 2,000 to a seasonally adjusted 190,000 for the week ended Feb. 25. It was the seventh straight week that claims remained below 200,000.
- Euro zone CPI inflation fell to 8.5% (y-o-y) in February, down from 8.6% the previous month. Core inflation, which strips out food and energy, rose to 5.6% (y-o-y) from 5.3%.
- The minutes of the ECB's February meeting showed a clear intention to continue hiking interest rates, beyond the March meeting. While the risks to the inflation outlook had become more balanced, it was "much too early to declare victory", assessed ECB.

Domestic

- India's crude oil imports from Russia surged 28% in February over the previous month as an embargo on Russian crude by the European Union made more supplies available to the Indian refiners.
- India's power consumption logged a year-on-year growth of over 9% to 117.84 billion units in February. The robust growth of power consumption indicates sustained momentum of economic.
- The government has fixed a wheat procurement target of 34.15 million tonnes for the 2023-24 marketing year starting April, higher than 18.79 million tonnes purchased in the previous year.

Global Indicators

	01-03-2023	02-03-2023	% / bps change
Dow	32,662	33,004	1.05
NASDAQ	11,379	11,463	0.73
S & P 500	3,951	3,981	0.76
Nikkei 225	27,517	27,499	-0.06
FTSE 100	7,909	7,944	0.45
US 10-yr (%)	3.99	4.06	7 bps
US 2-yr (%)	4.90	4.90	1 bps
UK 10-yr (%)	3.84	3.89	5 bps
Germany 10-yr (%)	2.71	2.75	4 bps
Gold (\$/t oz)	1,845.40	1,840.50	-0.27
Crude Oil-WTI (\$/bbl)	77.69	78.16	0.60
Crude Oil-Brent (\$/bbl)	84.31	84.75	0.52
€/€	1.07	1.06	-0.70
\$/¥*	136.20	136.77	0.42
£/\$	1.20	1.19	-0.66

*(-)Appreciation/(+)Depreciation; Source: WSJ

Equity and Currency Markets - Domestic

	01-03-2023	02-03-2023	% change
Sensex	59,411	58,909	-0.84
NIFTY	17,451	17,322	-0.74
\$/Rs*	82.51	82.59	0.10
€/Rs*	87.81	87.84	0.04

*(-)Appreciation/(+) Depreciation; Source: Mint

Money Market - Domestic

	01-03-2023	02-03-2023
Avg. Call Rate (%)	6.36	6.34
Vol. Traded (Rs million)	1,58,776	1,39,985
Net banking system liquidity outstanding (Rs million)*	(6,71,456)	(8,20,199)
T-Bills 91 days (%)	6.94	6.92
182 days (%)	7.26	7.25
364 days (%)	NA	NA
G-sec 3 years (%)	7.37	7.38
5 years (%)	7.44	7.44
10 years (%)	7.44	7.44

* (+)Deficit/(-)Surplus (Net banking system liquidity outstanding = total repo+MSF+SLF – total reverse repo); Source: CEIC, CCIL

FPI and MFs Investment Flows - Domestic

	Equity	Debt	Total (Net)^
	Net	Net	
Net FPI Flows (USD million)			
Feb-23	(647)	175	(501)
Mar-23*	(460)	47	(419)
01-Mar-23	(562)	11	(555)
02-Mar-23	102	35	136
MF Investments (Rs million)			
Feb-23#	46,760	(80,434)	(33,674)

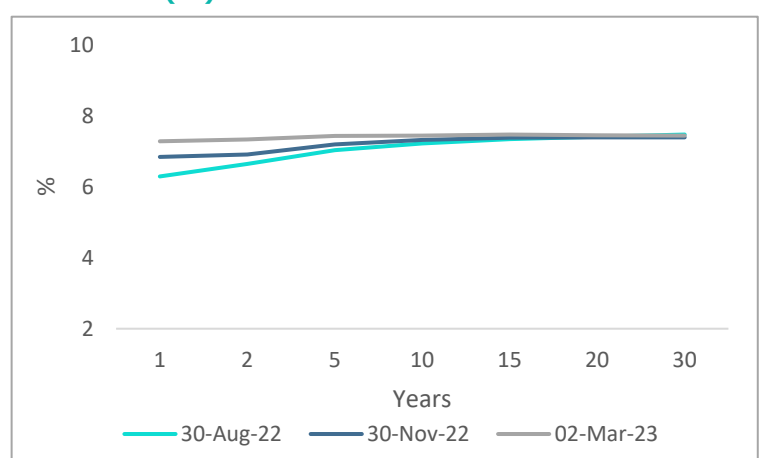
*Latest data as of previous trading day; #Data till Feb 15, 2023; ^Total (Net) of equity, debt & hybrid; Source: CEIC

Bond Spreads over G-Sec (PP)*- Domestic

10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA	0.20	0.43	0.43
AA+	0.58	0.99	0.81
AA	0.97	1.27	1.16
AA-	1.40	1.67	1.58
A+	2.15	3.42	2.83
A	2.40	3.67	3.08
A-	2.65	3.92	3.33
BBB+	3.15	4.42	4.08
BBB	3.40	4.67	4.33
BBB-	3.90	5.17	4.83

* As of March 01, 2023; Source: FIMMDA

G-Sec Yields (%) - Domestic



Source: CCIL

Contact

Shambhavi Priya Associate Economist shambhavi.priya@careedge.in +91 - 22 - 6754 3493

CARE Ratings Limited

Corporate Office: 4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai - 400 022
Phone: +91-22-6754 3456 | CIN: L67190MH1993PLC071691

