



**Morning Brief – March 06, 2023**

**Global**

- China's Caixin services Purchasing Managers' Index (PMI) rose to 55.0 in February from 52.9 in January, marking the fastest rise in the past six months as removal of COVID restrictions revived customer demand.
- Core consumer prices in Tokyo, a leading indicator of nationwide trends, rose 3.3% in February from a year earlier, matching market forecasts and slowing from a nearly 42-year high of 4.3% hit in January.
- UK services Purchasing Managers' Index (PMI) increased to 53.5 in February, up from 48.7 in January, the strongest rate of growth since June last year.

**Domestic**

- India's PMI services rose to 12-year high of 59.4 in February as service activity expanded at its fastest pace in 12 years, led by favourable demand conditions and new business gains.
- Government slashed windfall profit tax on export of diesel to its lowest of Rs 0.50 per litre and nil on jet fuel (ATF), while the levy on domestically produced crude oil was marginally increased.
- India's coal production exclusively from Captive/Commercial mines crossed 100 million Ton (MT) for the first time. During current FY till February, it increased by 29.8% over FY 2021-22.

**Global Indicators**

	02-03-2023	03-03-2023	% / bps change
Dow	33,004	33,391	1.17
NASDAQ	11,463	11,689	1.97
S & P 500	3,981	4,046	1.61
Nikkei 225	27,499	27,927	1.56
FTSE 100	7,944	7,946	0.02
US 10-yr (%)	4.06	3.94	-12 bps
US 2-yr (%)	4.90	4.84	-6 bps
UK 10-yr (%)	3.89	3.85	-4 bps
Germany 10-yr (%)	2.75	2.71	-4 bps
Gold (\$/t oz)	1,840.50	1,860	1.06
Crude Oil-WTI (\$/bbl)	78.16	78.99	1.06
Crude Oil-Brent (\$/bbl)	84.75	85.02	0.32
€/€	1.06	1.064	0.42
\$/¥*	136.77	135.58	-0.87
£/\$	1.19	1.2	0.44

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

**Equity and Currency Markets - Domestic**

	02-03-2023	03-03-2023	% change
Sensex	58,909	59,809	1.53
NIFTY	17,322	17,594	1.57
\$/Rs*	82.59	81.81	-0.94
€/Rs*	87.84	87.08	-0.87

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

**Money Market - Domestic**

	02-03-2023	03-03-2023
Avg. Call Rate (%)	6.34	5.91
Vol. Traded (Rs million)	1,39,985	5,874
Net banking system liquidity outstanding (Rs million)*	(8,20,199)	(6,13,008)
T-Bills 91 days (%)	6.92	6.9
182 days (%)	7.25	NA
364 days (%)	NA	NA
G-sec 3 years (%)	7.38	7.36
5 years (%)	7.44	7.4
10 years (%)	7.44	7.42

\*(-)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*	1,084	65	1,143
02-Mar-23	102	35	136
03-Mar-23	1,543	18	1,561
MF Investments (Rs million)			
Mar-23#	4,388	(8,440)	(4,052)

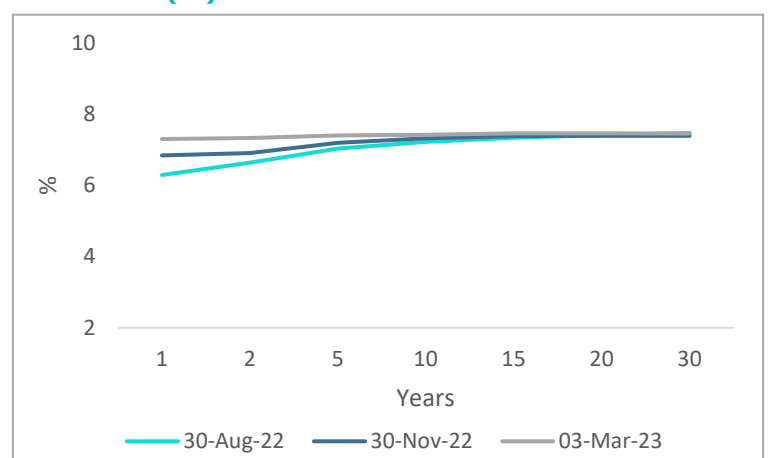
\*Latest data as of previous trading day; #Data till Mar 01, 2023; ^Total (Net) of equity, debt & hybrid; Source: CEIC

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

10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA	0.19	0.45	0.44
AA+	0.60	1.00	0.82
AA	0.99	1.28	1.17
AA-	1.42	1.68	1.59
A+	2.17	3.43	2.84
A	2.42	3.68	3.09
A-	2.67	3.93	3.34
BBB+	3.17	4.43	4.09
BBB	3.42	4.68	4.34
BBB-	3.92	5.18	4.84

\* As of March 02, 2023; Source: FIMMDA

**G-Sec Yields (%) - Domestic**



Source: CCIL

**Contact**

Abhinav Tyagi Associate Economist abhinav.tyagi@careedge.in +91 - 22 - 6754 3538

**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

