

Good morning,  
Here's your daily market and economy update:

### Global:

- Saudi Arabia raised the July official selling price for its flagship Arab light crude to Asia by USD 2.10 a barrel from June to USD 6.50 a barrel over Oman/Dubai quotes amid concerns about tight supply and expectations of strong demand in summer.
- China's services activity contracted for a third straight month as reflected by the Caixin services PMI that came in at 41.4 in May, pointing to a slow recovery ahead despite the easing of some Covid-19 restrictions.
- Indonesia has issued around 302,000 tonnes of palm oil export permits since the country restarted exports, reassuring farmers and exporters that authorities would speed up the permit process.

### Domestic:

- India's benchmark 10-year bond yield touched the 7.50% level for the first time in three years as the RBI's rate-setting panel began its three-day meeting on Monday.
- RBI has issued standard assets provisioning norms for outstanding loans extended by the upper-layer NBFCs. For SMEs, the rate of provision has been specified at 0.25% and for medium enterprises it has been fixed at 0.40%.
- The Coal Ministry expects operationalisation of 58 coal blocks in FY23 and has set a target of 138.28 million tonne coal production.

### Global Indicators

	03-06-2022	06-06-2022	% / bps change
Dow	32,900	32,916	0.05
NASDAQ	12,013	12,061	0.40
S & P 500	4,109	4,121	0.31
Nikkei 225	27,762	27,916	0.56
FTSE 100	NA	7,608	--
US 10-yr (%)	2.94	3.05	11 bps
UK 10-yr (%)	2.16	2.25	9 bps
Germany 10-yr (%)	1.28	1.32	4 bps
Gold (\$/t oz)	1,850	1,844	-0.35
Crude Oil-WTI (\$/bbl)	118.87	118.50	-0.31
Crude Oil-Brent (\$/bbl)	119.72	119.51	-0.18
\$/€*	1.07	1.07	-0.23
¥/\$*	130.83	131.89	0.81
\$/£*	1.25	1.25	0.35

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

### Equity and Currency Markets - Domestic

	03-06-2022	06-06-2022	% change
Sensex	55,769	55,675	-0.17
NIFTY	16,584	16,570	-0.09
BSE SME IPO	12,490	12,402	-0.70
Rs/\$*	77.63	77.63	0.00
Rs/€*	83.43	83.42	-0.01

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

### Corporate Bond Spreads over G-Sec (percentage point)\*- Domestic

10 Year	PSU, FIs & Banks	NBFCs	Corporates
AAA	0.13	0.33	0.27
AA+	0.51	0.80	0.65
AA	0.88	1.17	0.95
AA-	1.33	1.56	1.36
A+	2.08	3.31	2.61
A	2.33	3.56	2.86
A-	2.58	3.81	3.36
BBB+	3.08	4.31	3.86
BBB	3.33	4.56	4.11
BBB-	3.83	5.06	4.61

\*As of June 03, 2022; Source: FIMMDA

### FPI and MFs Investment Flows - Domestic

	Equity Net	Debt Net	Total (Net)^
Net FPI Flows (USD million)			
May-22	(5,179)	456	(4,730)
Jun-22*	(771)	103	(660)
03-Jun-22	(74)	77	4
06-Jun-22	(476)	29	(447)
MF Investments (Rs crore)			
May-22#	28	123	151

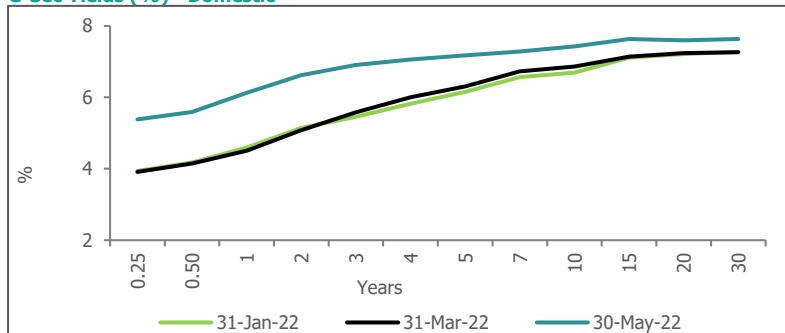
\*Latest data as of previous trading day; #Data till June 01, 2022; ^Total (Net) of equity, debt & hybrid; Source: NSDL, SEBI

### Money Market - Domestic

	03-06-2022	06-06-2022
Avg. Call Rate (%)	3.83	4.15
Vol. Traded (Rs crore)	919	14,927
Net banking system liquidity outstanding (Rs crore)*	(3,39,737)	(3,19,999)
T-Bills 91 days (%)	4.95	4.95
182 days (%)	5.50	5.54
364 days (%)	6.07	6.09
G-sec 3 years (%)	7.01	7.04
5 years (%)	7.22	7.27
10 years (%)	7.46	7.50

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

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



Source: FBIL

### 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

Connect :

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