

|            |          |       |         |          |          |     |       |      |         |         |       |
|------------|----------|-------|---------|----------|----------|-----|-------|------|---------|---------|-------|
| BSE Sensex | 17622.45 | NIFTY | 5335.15 | DowJones | 12845.13 | Oil | 98.41 | Gold | 1746.00 | USD/INR | 49.20 |
|------------|----------|-------|---------|----------|----------|-----|-------|------|---------|---------|-------|

The yield on the 10-year benchmark 8.79% 2021 bond ended at 8.19% up 1bps from its previous close, as traders were on the sidelines awaiting clarity on whether the Reserve Bank of India would buy bonds to ease tight liquidity this week.

The one-day cash rate ended at 8.70/8.75% versus Monday's close of 8.60/65% as banks continued to cover positions.

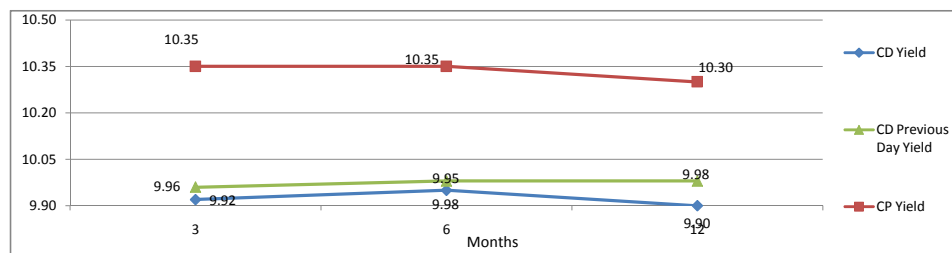
The benchmark BSE SENSEX index ended down 0.48% at 17,622.45 and NSE NIFTY index closed 0.49% lower at 5,335.15 as investors locked in profits after the government forecast growth may dip below 7.00%, slowest pace since 2008 financial crisis.

The rupee ended down at 49.19/49.20 to the dollar, versus Monday's close of 49.05/06, in volatile trade as oil importers' demand for the greenback and a negative local share market offset comfort from dollar inflows.

The benchmark five-year swap rate ended at 7.33% from 7.29% on Monday.

RBI raised Rs.64.10bn via auction result for 10 year State Development Loans (SDL). The cut off for Andhra Pradesh, Tamil Nadu loans is at 8.71%; Gujarat, Karnataka, Kerala at 8.69%; Punjab at 8.68%; Himachal Pradesh at 8.73%.

| Oernight Rates |       |       |       |
|----------------|-------|-------|-------|
|                | 7-Feb | 6-Feb | Chng  |
| Repo           | 91130 | 98760 | -7630 |
| Rev- Repo      | 5     | 0     | 5     |
| Call           | 8.86  | 8.75  | 0.11  |
| O/N Mibor      | 8.74  | 8.80  | -0.06 |
| O/N Libor      | 0.14  | 0.14  | 0.00  |
| US 10Y         | 1.98  | 1.90  | 0.08  |



| B'Mark Rates G-Secs |       |       |       |
|---------------------|-------|-------|-------|
| Tenor               | 7-Feb | 6-Feb | Chg   |
| 3M                  | 8.80  | 8.80  | 0.00  |
| 6M                  | 8.60  | 8.65  | -0.05 |
| 1Y                  | 8.58  | 8.56  | 0.01  |
| 5Y                  | 8.24  | 8.25  | -0.01 |
| 10Y                 | 8.19  | 8.18  | 0.01  |

| B'Mark AAA Bonds |       |       |        | B'Mark Rates OIS |       |      |        |
|------------------|-------|-------|--------|------------------|-------|------|--------|
| 7-Feb            | 6-Feb | Chg   | Spread | 7-Feb            | 6-Feb | Chg  | Spread |
| 10.31            | 10.28 | 0.04  | 1.51   | 8.65             | 8.62  | 0.03 | 0.15   |
| 10.36            | 10.34 | 0.03  | 1.76   | 8.43             | 8.41  | 0.02 | 0.17   |
| 9.66             | 9.62  | 0.04  | 1.08   | 8.09             | 8.05  | 0.04 | 0.49   |
| 9.34             | 9.34  | 0.00  | 1.10   | 7.33             | 7.29  | 0.04 | 0.91   |
| 9.22             | 9.23  | -0.01 | 1.03   | 7.34             | 7.31  | 0.03 | 0.85   |

| SLR & Non-SLR Volumes |         |           |       |
|-----------------------|---------|-----------|-------|
| Category              | SLR     | Non-SLR   | Total |
| Bonds                 | 12300   | 2221      | 14521 |
| Category              | Primary | Secondary | Total |
| CDs                   | 1500    | 7340      | 8840  |

| Forth Coming Auctions/Events |        |          |  |
|------------------------------|--------|----------|--|
| Security                     | Date   | Amt(Crs) |  |
| T-Bills                      | 8-Feb  | 13,000   |  |
| G-Sec                        | 10-Feb | 12,000   |  |

| Inflation WPI (%) |        |      |
|-------------------|--------|------|
| Year Upto         | Dec-11 | 7.47 |
| Year Upto         | Nov-11 | 9.11 |

| CD Primary Deals     |          |          |           |  |
|----------------------|----------|----------|-----------|--|
| Bank                 | Tenor    | Rate (%) | Amt (crs) |  |
| Punjab National Bank | 2 months | 9.9200   | 100       |  |
| Corporation Bank     | 2 months | 9.9200   | 625       |  |
| Vijaya Bank          | 3 months | 9.9800   | 100       |  |

| CD Primary Deals     |          |          |           |  |
|----------------------|----------|----------|-----------|--|
| Bank                 | Tenor    | Rate (%) | Amt (crs) |  |
| Bank of Maharashtra  | 3 months | 9.9500   | 225       |  |
| Punjab National Bank | 1 year   | 9.9000   | 300       |  |
| AXIS Bank            | 1 year   | 10.0100  | 150       |  |

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