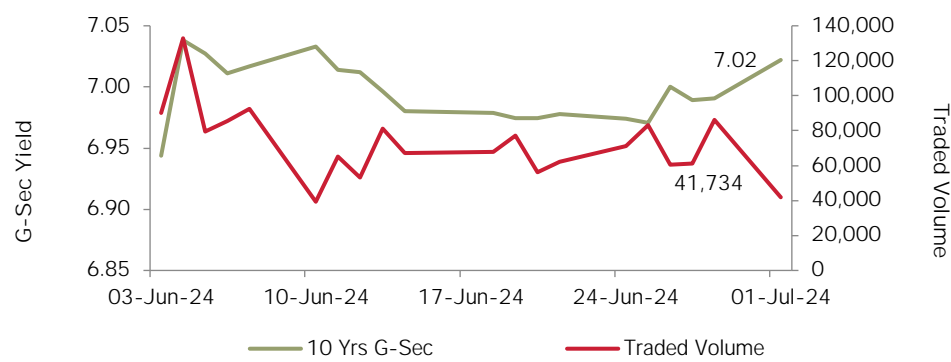


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	1-Jul-24	Week Ago	Month Ago	Year Ago
G-Sec	30,379	58,917	56,230	51,517
Net Liquidity Injected	-22317.76 ^[1]	166,146	-4,086	-125,875
T-Bill	8,839	7,800	4,777	17,136
Call	10,821	15,333	10,222	8,384
T-Repo	407,012	388,663	346,387	295,488

Source: CCIL

Key Monitorables

Current Rates	1-Jul-24	Last Update	Year Ago
Fixed Reverse Repo (in %)	3.35	3.35	3.35
Repo (in %)	6.50	6.50	6.50
CRR (in %)	4.50	4.50	4.50
SLR (in %)	18.00	18.00	18.00
Bank Rate (in %)	6.75	6.75	6.75
SDF Rate (in %)	6.25	6.00	6.25
MSF Rate (in %)	6.75	6.75	6.75
USD/INR	83.44	83.38	82.04
Brent Crude	86.63	86.40	74.91

Source: RBI, Refinitiv, SDF - Standing Deposit Facility, MSF - Marginal Standing Facility

Money Market Rates (in %)

Indicators	1-Jul-24	Week Ago	Month Ago	Year Ago
Call Rate	6.54	6.71	6.69	6.82
T-Repo	6.45	6.57	6.67	6.75
Repo	6.47	6.64	6.64	6.60
3 Month CP	7.09	7.16	7.18	6.97
3 Month CD	7.07	7.03	7.26	6.90
6 Month CP	7.40	7.45	7.50	7.29
6 Month CD	7.34	7.43	7.48	7.15
1 Year CP	7.66	7.69	7.68	7.46
1 Year CD	7.62	7.54	7.62	7.30

Source: CCIL, Refinitiv

MIBOR-OIS (In %)

Current Rates	1-Jul-24	Week Ago	Year Ago
1 Year	6.81	6.79	6.74
2 Years	6.57	6.51	6.45
3 Years	6.50	6.43	6.36
5 Years	6.45	6.36	6.30

Source: CCIL

MIFOR & Overnight MIBOR (In %)

Indicators	1-Jul-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.60	6.77	6.76	6.90
2 Years (MIFOR)	6.78	6.73	6.90	6.80
3 Years (MIFOR)	6.86	6.80	6.96	6.91
5 Years (MIFOR)	6.89	6.78	6.94	6.88

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(01 Jul 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	11,793.34	1150	7.02
7.18% GS 2033	3,508.74	357	7.06
7.23% GS 2039	2,000.00	179	7.04
7.37% GS 2028	1,890.00	47	7.01
7.38% GS 2027	1,880.00	38	6.97

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.72% MH SDL 2034	10	11	7.39
Tamil Nadu	7.39% TN SDL 2026	2	19	7.19
Gujarat	8.03% GUSDL 2025	1	9	7.15
Uttar Pradesh	7.38% UP SGS 2034	10	5	7.37
West Bengal	7.52% WB SGS 2039	15	4	7.36

Source: CCIL

- Bond yields mostly remained unchanged despite a jump in U.S. Treasury yields amid uncertainty around U.S. elections as sentiments remained upbeat following a slowdown in domestic retail inflation along with expectation of inflows into government bonds through JPMorgan debt index.
- Yield on the 10-year benchmark paper (7.10% GS 2034) was unchanged to close at 7.01% as compared to the previous session's close.
- RBI conducted the auction of 4-day Variable Rate Reverse Repo for the notified amount of Rs. 75,000 crore for which amount of Rs. 4,200 crore was accepted and the cut-off yield stood at 6.49%.
- The Manufacturing Purchasing Managers' Index climbed to 58.3 Jun 2024 compared to 57.5 in May 2024. The latest reading indicated a sharper improvement in business conditions, as strong demand conditions spurred the expansion in new orders, output and buying levels.
- According to reports, the total value of Rs 2000 banknotes in circulation, which was Rs 3.56 lakh crore at the close of business on May 19, 2023, has declined to Rs 7,581 crore at the close of business on June 28, 2024.
- The Indian rupee in the spot trade fell against the U.S. dollar due to weakness in other Asian peers.
- Brent crude oil prices (spot) fell marginally despite an anticipated increase in demand for fuel during the summer driving season, along with expected supply shortages

Yield Monitor

Corporate Bonds/G-Sec	01-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.66	7.71	7.66	7.66	7.73	7.83	7.48
3 Year AAA Corporate Bond	7.74	7.74	7.72	7.74	7.69	7.80	7.52
5 Year AAA Corporate Bond	7.65	7.65	7.65	7.66	7.71	7.73	7.55
10 Year AAA Corporate Bond	7.48	7.48	7.49	7.51	7.51	7.72	7.82
1 Year AA Corporate Bond	8.13	8.18	8.13	8.18	8.24	8.11	7.76
3 Year AA Corporate Bond	8.41	8.41	8.39	8.46	8.41	8.43	8.24
5 Year AA Corporate Bond	8.30	8.30	8.30	8.31	8.36	8.37	8.29
10 Year AA Corporate Bond	8.27	8.27	8.28	8.30	8.37	8.35	8.31
1 Year A Corporate Bond	12.96	13.01	12.96	12.96	12.96	12.95	12.63
3 Year A Corporate Bond	12.81	12.81	12.79	12.81	12.76	12.88	12.63
5 Year A Corporate Bond	12.75	12.75	12.75	12.76	12.72	12.83	12.67
1 Year G-Sec	7.07	7.06	7.06	7.06	7.10	7.24	6.97
3 Year G-Sec	7.09	7.10	7.07	7.18	7.18	7.21	7.17
5 Year G-Sec	7.14	7.15	7.12	7.18	7.18	7.19	7.20
10 Year G-Sec	7.14	7.13	7.09	7.11	7.18	7.33	7.24

Source: ICRA Analytics Research, Refinitiv, G-Sec Yields are annualised

^[1]Data as on 28 Jun, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	01-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	59	65	60	60	63	59	51
3 Y-AAA & G-Sec	65	64	65	56	51	59	35
5 Y-AAA & G-Sec	51	50	53	48	53	54	35
10 Y-AAA & G-Sec	34	35	40	40	33	39	58
1 Y-AA & G-Sec	106	112	107	112	114	87	79
3 Y-AA & G-Sec	132	131	132	128	123	122	107
5 Y-AA & G-Sec	116	115	118	113	118	118	109
10 Y-AA & G-Sec	113	114	119	119	119	102	107
1 Y-A & G-Sec	589	595	590	590	586	571	566
3 Y-A & G-Sec	572	571	572	563	558	567	546
5 Y-A & G-Sec	561	560	563	558	554	564	547

Source: ICRA Analytics Research, Refinitiv, G-Sec Yields are annualised

Government Securities	Notified Amount (In Rs. Crore)	Accepted Amount (In Rs. Crore)	Average Cut off Yield
7.30% GS 2053	9,000	9,000	7.14%
7.34% GS 2064	22,000	22,000	7.11%
7.46% GS 2073	11,000	11,000	7.07%
7.23% GS 2039	12,000	12,000	7.03%
7.10% GS 2034	40,000	40,000	7.02%
7.02% GS 2031	11,000	11,000	7.02%
7.04% GS 2029	12,000	12,000	6.99%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY24	Completed H1 FY24
1 to 9 Yrs	23.20%	50.00%
10 to 14 Yrs	25.60%	52.08%
Long Dated (above 14 Yrs)	51.20%	48.18%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	2,207	2,207	70,831
MF**	950	-5,130	-148,281

*As on 1st July 2024; **As on 27th June 2024; Source: SEBI, NSDL

Term of the Day

Contango

Definition: Contango is a situation where futures price of a commodity is greater than the expected spot price.

Explanation: Contango is a phenomenon that takes place in the futures market where trading is done on the basis of the futures price of a commodity. In a futures market, efficient and effective analysis needs to be done as to in which direction the future price of a commodity is headed. Since future contracts are available for different months throughout the year, the price of the contracts also varies from one month to another. Contango arises when an investor is willing to pay a premium to have the commodity in future rather than bearing the additional carriage and storage costs to buy the commodity on spot. Since in a contango, forward prices exceed expected spot prices, the forward curve also becomes upward sloping in nature.

Contango finds application in certain energy and commodity markets. For example, crude oil may be in a contango. In such a situation, its spot price will be below its future price, which may be due to improved supply conditions.

Event for the Week (Monday to Friday)

Event for the Week (Monday to Friday)	Date
Reserve Money	3-Jul-24
Currency in Circulation	3-Jul-24
Banker's Deposits with RBI	3-Jul-24
Forex Reserves	5-Jul-24
Loans and Advances to Central Government	5-Jul-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 01-05, 2024	28,000	0	0.00%
Month: Jul 2024	116,000	0	0.00%
H1: Apr 24-Sep 24	750,000	372,000	49.60%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 1-5, 2024	14,100	0	0.00%
Month: Jul 2024	79,490	0	0.00%
H1: Apr 24-Sep 24	254,040	145,821	57.40%

Source: RBI

Public Issue Data of Corporate Debt

Name of Company	Issue closed on	Base issue size Rs Crore	Final issue size Rs Crore
Indiabulls Housing Finance Limited	27-May-24	100	153
Muthoot Mercantile Limited	17-May-24	50	54
Motilal Oswal Financial Services Limited	03-May-24	500	1,000
Muthoot Fincorp Limited	25-Apr-24	100	258
ICL Fincorp Limited	23-Apr-24	75	75
Edelweiss Financial Services Limited	23-Apr-24	100	175
Kosamattam Finance Limited	23-Apr-24	125	179

Source: SEBI

Mutual Fund Category Performance - Debt

Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	6.41	6.56	6.70
Liquid Fund	6.99	7.28	7.19
Ultra Short Duration Fund	6.88	7.08	6.85
Low Duration Fund	7.16	7.25	6.99
Money Market Fund	7.10	7.37	7.16
Short Duration Fund	6.34	6.85	6.47
Medium Duration Fund	6.92	7.64	6.78
Medium to Long Duration Fund	7.18	8.57	6.74
Long Duration Fund	13.19	13.64	9.18
Corporate Bond Fund	6.68	7.49	6.89
Gilt Fund	8.72	9.93	7.67
Gilt Fund with 10 year constant duration	5.96	9.00	7.15
Dynamic Bond	8.22	9.18	7.31
Banking and PSU Fund	6.67	7.45	6.81
Floater Fund	8.05	7.97	7.65
Credit Risk Fund	7.09	7.62	7.83

Less than 1 year returns are simple annualised and greater than 1 year returns are CAGR, Source: MFI Explorer

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