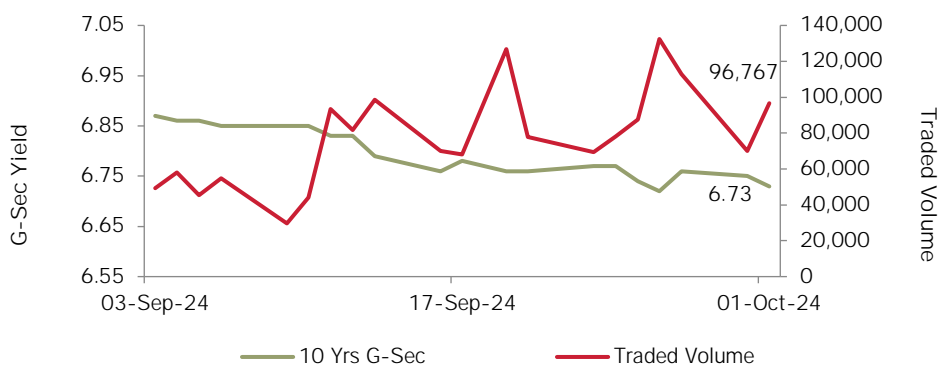


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

| | 1-Oct-24 | Week Ago | Month Ago | Year Ago |
|------------------------|---------------------------|----------|-----------|----------|
| G-Sec | 80,300 | 77,566 | 27,912 | 43,739 |
| Net Liquidity Injected | -145899.34 ^[1] | 9,958 | -223,150 | 100,045 |
| T-Bill | 9,184 | 5,729 | 3,621 | 13,816 |
| Call | 9,684 | 10,907 | 11,622 | 9,344 |
| T-Repo | 365,773 | 383,881 | 387,775 | 284,293 |

Source: CCIL

Key Monitorables

| Current Rates | 2-Oct-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 | 83.82 | 83.79 | 83.04 |
| Brent Crude | 74.65 | 74.44 | 90.45 |

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

Money Market Rates (in %)

| Indicators | 1-Oct-24 | Week Ago | Month Ago | Year Ago |
|------------|----------|----------|-----------|----------|
| Call Rate | 6.48 | 6.68 | 6.49 | 6.87 |
| T-Repo | 6.28 | 6.49 | 6.26 | 6.80 |
| Repo | 6.46 | 6.67 | 6.34 | 6.82 |
| 3 Month CP | 7.25 | 7.30 | 7.25 | 7.04 |
| 3 Month CD | 7.12 | 7.29 | 7.23 | 7.01 |
| 6 Month CP | 7.57 | 7.54 | 7.56 | 7.29 |
| 6 Month CD | 7.41 | 7.46 | 7.51 | 7.19 |
| 1 Year CP | 7.70 | 7.67 | 7.70 | 7.49 |
| 1 Year CD | 7.55 | 7.62 | 7.66 | 7.40 |

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

| Current Rates | 1-Oct-24 | Week Ago | Year Ago |
|---------------|----------|----------|----------|
| 1 Year | 6.38 | 6.37 | 7.08 |
| 2 Years | 6.08 | 6.06 | 6.85 |
| 3 Years | 6.04 | 6.01 | 6.81 |
| 5 Years | 6.04 | 5.99 | 6.80 |

Source: CCIL

MIFOR & Overnight MIBOR (in %)

| Indicators | 1-Oct-24 | Week Ago | Month Ago | Year Ago |
|-----------------|----------|----------|-----------|----------|
| MIBOR Overnight | 6.55 | 6.80 | 6.55 | 6.95 |
| 2 Years (MIFOR) | 6.27 | 6.25 | 6.47 | 7.25 |
| 3 Years (MIFOR) | 6.38 | 6.37 | 6.55 | 7.26 |
| 5 Years (MIFOR) | 6.47 | 6.44 | 6.62 | 7.26 |

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(02 Oct 2024)

| Security | Volume (Rs. Cr.) | No. of Trades | Last Traded YTM Yield |
|---------------|------------------|---------------|-----------------------|
| 7.10% GS 2034 | 39,549.75 | 3325 | 6.73 |
| 7.18% GS 2033 | 11,989.84 | 541 | 6.75 |
| 7.23% GS 2039 | 6,569.42 | 612 | 6.77 |
| 7.04% GS 2029 | 3,002.67 | 238 | 6.67 |
| 7.18% GS 2037 | 1,823.18 | 190 | 6.77 |

Source: RBI

State Development Loans (SDL Rates)

| State Name | Security Name | Maturity Bucket (in Years) | Volume (Rs. Cr.) | Last Traded YTM Yield |
|---------------|--------------------|----------------------------|------------------|-----------------------|
| Maharashtra | 7.2% MAHA SDL 2027 | 3 | 2 | 6.89 |
| Tamil Nadu | 7.6% TN SGS 2031 | 7 | 1 | 7.06 |
| Gujarat | 7.57% GUJ SGS 2026 | 2 | 1 | 6.88 |
| Uttar Pradesh | 8.29% UP SDL 2029 | 5 | 3 | 6.93 |
| West Bengal | 7.15% WB SGS 2044 | 20 | 12 | 7.12 |

Source: CCIL

- Bond yields decreased tracking a fall in U.S. Treasury yields along with expectation of a policy easing in the upcoming RBI monetary policy scheduled between Oct 7 to 9, 2024, while market participants awaited for U.S. nonfarm payrolls data of Sep 2024, due on this Friday.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 2 bps to close at 6.73% as compared to the previous close of 6.75%.
- Reserve Bank of India conducted the auction of government securities for twelve states for a notified amount of Rs. 19,942 crore for which full amount was accepted. The cut off yield ranged from 6.90% to 7.15%. The lowest yield was witnessed in case of Karnataka and the highest yield was witnessed in case of West Bengal & Punjab.
- The Manufacturing Purchasing Managers' Index edged down slightly to 56.5 in Sep 2024 compared to 57.5 in Aug 2024. The latest reading indicated growth decreased to 8 months low in Sep 2024.
- Gross goods and services tax (GST) collections in Sep 2024 stood at Rs. 1,73,240 crore, representing a 6.5% rise on a yearly basis. This growth was observed across all categories: Central GST (CGST), State GST (SGST), Integrated GST (IGST), and cess.
- The Indian rupee in the spot trade fell against the U.S. dollar due to decline in other Asian currencies.
- Brent crude oil prices (spot) fell slightly because of OPEC's plan to increase oil production in Dec 2024 and concerns about the outlook for oil demand from China.

Yield Monitor

| Corporate Bonds/G-Sec | 02-Oct-24 | Previous close | Week Ago | Month Ago | 3 Months Ago | 6 Months Ago | Year Ago |
|----------------------------|-----------|----------------|----------|-----------|--------------|--------------|----------|
| 1 Year AAA Corporate Bond | 7.56 | 7.59 | 7.61 | 7.59 | 7.65 | 7.67 | 7.55 |
| 3 Year AAA Corporate Bond | 7.31 | 7.26 | 7.31 | 7.47 | 7.74 | 7.69 | 7.70 |
| 5 Year AAA Corporate Bond | 7.36 | 7.40 | 7.40 | 7.51 | 7.65 | 7.70 | 7.69 |
| 10 Year AAA Corporate Bond | 7.23 | 7.23 | 7.23 | 7.40 | 7.48 | 7.51 | 7.92 |
| 1 Year AA Corporate Bond | 8.03 | 8.06 | 8.08 | 8.08 | 8.12 | 8.19 | 7.83 |
| 3 Year AA Corporate Bond | 7.99 | 7.94 | 7.99 | 8.14 | 8.41 | 8.41 | 8.33 |
| 5 Year AA Corporate Bond | 8.05 | 8.09 | 8.09 | 8.16 | 8.30 | 8.35 | 8.33 |
| 10 Year AA Corporate Bond | 8.05 | 8.05 | 8.05 | 8.23 | 8.27 | 8.34 | 8.37 |
| 1 Year A Corporate Bond | 12.92 | 12.95 | 12.97 | 12.97 | 12.95 | 12.91 | 12.70 |
| 3 Year A Corporate Bond | 12.59 | 12.54 | 12.59 | 12.69 | 12.81 | 12.76 | 12.81 |
| 5 Year A Corporate Bond | 12.46 | 12.50 | 12.50 | 12.61 | 12.75 | 12.71 | 12.79 |
| 1 Year G-Sec | 6.76 | 6.72 | 6.75 | 6.84 | 7.08 | 7.06 | 7.10 |
| 3 Year G-Sec | 6.77 | 6.78 | 6.79 | 6.86 | 7.09 | 7.20 | 7.39 |
| 5 Year G-Sec | 6.77 | 6.78 | 6.78 | 6.89 | 7.15 | 7.22 | 7.36 |
| 10 Year G-Sec | 6.85 | 6.86 | 6.85 | 6.99 | 7.13 | 7.23 | 7.34 |

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

^[1]Data as on 30 Sep, 2024

Spread Monitor (In bps)

| Corporate Bonds/G-Sec | 02-Oct-24 | Previous close | Week Ago | Month Ago | 3 Months Ago | 6 Months Ago | Year Ago |
|-----------------------|-----------|----------------|----------|-----------|--------------|--------------|----------|
| 1 Y-AAA & G-Sec | 80 | 87 | 86 | 75 | 57 | 61 | 45 |
| 3 Y-AAA & G-Sec | 54 | 48 | 52 | 61 | 65 | 49 | 31 |
| 5 Y-AAA & G-Sec | 59 | 62 | 62 | 62 | 50 | 48 | 33 |
| 10 Y-AAA & G-Sec | 38 | 37 | 38 | 41 | 35 | 28 | 58 |
| 1 Y-AA & G-Sec | 127 | 134 | 133 | 124 | 104 | 113 | 73 |
| 3 Y-AA & G-Sec | 122 | 116 | 120 | 128 | 132 | 121 | 94 |
| 5 Y-AA & G-Sec | 128 | 131 | 131 | 127 | 115 | 113 | 97 |
| 10 Y-AA & G-Sec | 120 | 119 | 120 | 124 | 114 | 111 | 103 |
| 1 Y-A & G-Sec | 616 | 623 | 622 | 613 | 587 | 585 | 560 |
| 3 Y-A & G-Sec | 582 | 576 | 580 | 583 | 572 | 556 | 542 |
| 5 Y-A & G-Sec | 569 | 572 | 572 | 572 | 560 | 549 | 543 |

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 |
|-----------------------|--------------------------------|--------------------------------|-----------------------|
| 7.34% GS 2064 | 22,000 | 22,000 | 6.99% |
| 7.46% GS 2073 | 11,000 | 11,000 | 6.98% |
| 7.23% GS 2039 | 24,000 | 24,000 | 6.85% |
| 7.02% GS 2031 | 11,000 | 11,000 | 6.76% |
| 7.10% GS 2034 | 20,000 | 20,000 | 6.75% |
| 7.02% GS 2027 | 6,000 | 6,000 | 6.74% |
| 7.04% GS 2029 | 12,000 | 12,000 | 6.65% |

Source: RBI

Maturity Bucket Wise Govt. Borrowing

| Maturity Period | Scheduled H2 FY25 | Completed H2 FY25 |
|---------------------------|-------------------|-------------------|
| 1 to 9 Yrs | 23.45% | 0.00% |
| 10 to 14 Yrs | 24.81% | 0.00% |
| Long Dated (above 14 Yrs) | 51.74% | 0.00% |

Source: RBI

Institutional Flows (Debt)

| Description | Rs. Cr. | | |
|-------------|---------|---------|----------|
| | Net | MTD | YTD |
| FII* | 147 | 147 | 110,394 |
| MF** | -429 | -37,091 | -244,296 |

*As on 1st October 2024; **As on 27th September 2024; Source: SEBI, NSDL

Term of the Day

Foreign Exchange Reserves

Definition: Foreign exchange reserves are foreign currency held by the central banks for the purpose of international trade. Foreign currency reserves are usually maintained by the countries for meeting their international payment obligations- both short and long terms like sovereign and commercial debts, financing of imports etc.

Explanation: During the time of Bretton Woods system — an international monetary system was formed and foreign exchange reserves were used by the countries through their central banks in order to maintain the external value of the currencies at fixed rate. However, with the fall of the Bretton Wood system, foreign currencies are now maintained by the central banks to meet the payment obligations to other countries.

Event for the Week (Monday to Friday)

| Event for the Week (Monday to Friday) | Date |
|--|----------|
| Forex Reserves | 4-Oct-24 |
| Credit Growth | 4-Oct-24 |
| Deposit Growth | 4-Oct-24 |
| Loans and Advances to Central Government | 4-Oct-24 |
| Loans and Advances to State Government | 4-Oct-24 |

Source: Refinitiv

Govt Borrowing Program FYTD

| Description | Scheduled | Completed | % Completed |
|------------------------------------|-----------|-----------|-------------|
| Week: September 30-October 4 ,2024 | 39,000 | 0 | 0.00% |
| Month: Oct 2024 | 133,000 | 0 | 0.00% |
| H1: Oct 24-Mar 25 | 661,000 | 0 | 0.00% |

Source: RBI

State Govt Borrowing Program FYTD

| Description | Scheduled | Completed | % Completed |
|------------------------------------|-----------|-----------|-------------|
| Week: September 30-October 4 ,2024 | 19,942 | 0 | 0.00% |
| Month: Oct 2024 | 112,037 | 0 | 0.00% |
| Q3FY25: Oct 24-Dec 24 | 320,121 | 0 | 0.00% |

Source: RBI

Public Issue Data of Corporate Debt

| Name of Company | Issue closed on | Base issue size Rs Crore | Final issue size Rs Crore |
|--------------------------------------|-----------------|--------------------------|---------------------------|
| Edelweiss Financial Services Limited | 22-Jul-24 | 100 | 138 |
| Sakthi Finance Limited | 03-Jul-24 | 75 | 124 |
| Nido Home Finance Limited | 27-Jun-24 | 50 | 76 |
| IIFL Samasta Finance Limited | 14-Jun-24 | 200 | 181 |
| 360 One Prime Limited | 06-Jun-24 | 100 | 304 |
| Indiabulls Housing Finance Limited | 27-May-24 | 100 | 153 |
| Muthoot Mercantile Limited | 17-May-24 | 50 | 54 |

Source: SEBI

Mutual Fund Category Performance - Debt

| Category-Debt | 1 Month | 6 Month | 1 Year |
|--|---------|---------|--------|
| Overnight Fund | 6.32 | 6.43 | 6.66 |
| Liquid Fund | 7.07 | 7.03 | 7.26 |
| Ultra Short Duration Fund | 7.23 | 6.86 | 6.99 |
| Low Duration Fund | 7.86 | 7.25 | 7.22 |
| Money Market Fund | 7.58 | 7.09 | 7.30 |
| Short Duration Fund | 10.44 | 7.85 | 7.46 |
| Medium Duration Fund | 13.10 | 8.90 | 8.31 |
| Medium to Long Duration Fund | 17.04 | 10.21 | 9.10 |
| Long Duration Fund | 25.28 | 13.32 | 12.36 |
| Corporate Bond Fund | 12.03 | 8.59 | 8.05 |
| Gilt Fund | 21.13 | 11.57 | 10.34 |
| Gilt Fund with 10 year constant duration | 19.62 | 11.58 | 10.15 |
| Dynamic Bond | 19.63 | 10.82 | 9.69 |
| Banking and PSU Fund | 11.19 | 8.23 | 7.88 |
| Floater Fund | 10.32 | 8.77 | 8.13 |
| Credit Risk Fund | 9.58 | 8.06 | 8.59 |

Less than 1 year returns are simple annualised and greater than 1 year returns are CAGR, Source: MFI 360 Explorer

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