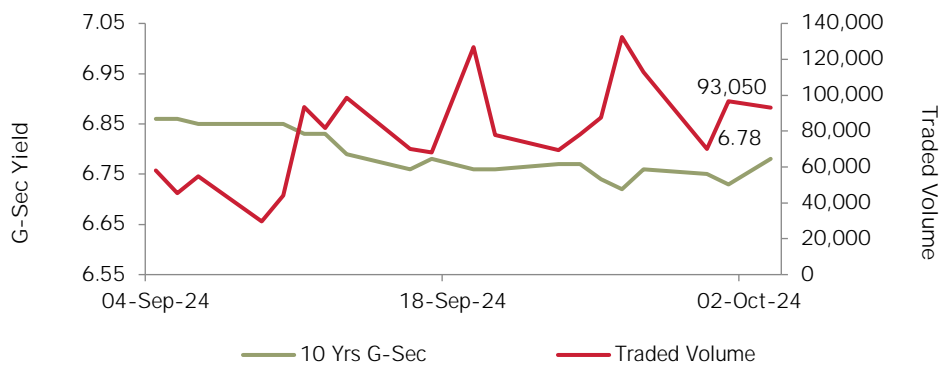


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	3-Oct-24	Week Ago	Month Ago	Year Ago
G-Sec	71,499	121,413	32,422	39,843
Net Liquidity Injected	-213430.13 ^[1]	-44,337	-248,392	40,336
T-Bill	17,532	7,057	3,973	3,509
Call	10,591	12,504	11,457	12,213
T-Repo	375,565	398,600	359,586	368,047

Source: CCIL

Key Monitorables

Current Rates	3-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	83.97	83.82	83.21
Brent Crude	77.88	74.65	91.06

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

Money Market Rates (in %)

Indicators	3-Oct-24	Week Ago	Month Ago	Year Ago
Call Rate	6.45	6.54	6.47	6.77
T-Repo	6.17	6.43	6.20	6.75
Repo	6.36	6.58	6.32	6.75
3 Month CP	7.24	7.30	7.26	7.15
3 Month CD	7.13	7.30	7.25	7.07
6 Month CP	7.50	7.54	7.56	7.38
6 Month CD	7.39	7.46	7.46	7.20
1 Year CP	7.70	7.67	7.70	7.60
1 Year CD	7.55	7.62	7.60	7.41

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	3-Oct-24	Week Ago	Year Ago
1 Year	6.40	6.37	7.11
2 Years	6.11	6.05	6.90
3 Years	6.08	5.99	6.88
5 Years	6.06	5.98	6.86

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	3-Oct-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.54	6.65	6.55	6.85
2 Years (MIFOR)	6.21	6.25	6.46	7.30
3 Years (MIFOR)	6.34	6.37	6.56	7.20
5 Years (MIFOR)	6.51	6.46	6.62	7.31

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(03 Oct 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	36,204.42	3134	6.78
7.23% GS 2039	5,675.26	529	6.81
7.18% GS 2033	5,120.25	323	6.79
7.04% GS 2029	4,513.41	264	6.70
7.17% GS 2030	1,881.00	41	6.72

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.12% MAHA SGS 2043	19	3	7.11
Tamil Nadu	7.39% TN SGS 2033	9	0	7.08
Gujarat	8.23% GUJ SDL 2025	1	2	6.68
Uttar Pradesh	7.75% UP SGS 2038	14	1	7.10
West Bengal	7.15% WB SGS 2044	20	1	7.13

Source: CCIL

- Bond yields rose tracking the rise in U.S. Treasury yields and crude oil prices over an escalating conflict in the Middle East following Iran's missile strikes on Israel.
- Yield on the 10-year benchmark paper (7.10% GS 2034) rose by 5 bps to close at 6.78% as compared to the previous close of 6.73%.
- RBI conducted the auction of overnight Variable Rate Reverse Repo for the notified amount of Rs. 1,75,000 crore for which amount of Rs. 48,120 crore was accepted, and the cut-off yield stood at 6.49%.
- The RBI has increased its scrutiny of gold loans following a notable increase in these loans from banks and non-banking finance companies. The central bank's intervention comes amid concerns over potential bad debts within the sector, driven by a staggering 41% YoY increase in gold loans as of Aug 2024. The total amount of gold loans held by banks as of the end of Aug 2024 was Rs. 1.4 lakh crore, indicating a growing trend of using gold as security for loans.
- The Indian rupee in the spot trade fell against the U.S. dollar due to negative sentiment in the domestic equity markets amid concerns over escalating tension in the Middle East.
- Brent crude oil prices (spot) rose on concerns that a wider Middle East conflict could disrupt global energy shipments.

Yield Monitor

Corporate Bonds/G-Sec	03-Oct-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.56	7.56	7.61	7.61	7.64	7.68	7.55
3 Year AAA Corporate Bond	7.25	7.31	7.31	7.47	7.74	7.68	7.71
5 Year AAA Corporate Bond	7.35	7.36	7.35	7.50	7.65	7.69	7.71
10 Year AAA Corporate Bond	7.23	7.23	7.23	7.40	7.44	7.51	7.92
1 Year AA Corporate Bond	8.03	8.03	8.08	8.10	8.13	8.20	7.83
3 Year AA Corporate Bond	7.93	7.99	7.99	8.15	8.41	8.40	8.34
5 Year AA Corporate Bond	8.04	8.05	8.04	8.15	8.30	8.34	8.35
10 Year AA Corporate Bond	8.05	8.05	8.05	8.23	8.23	8.34	8.37
1 Year A Corporate Bond	12.92	12.92	12.97	12.99	12.96	12.92	12.70
3 Year A Corporate Bond	12.58	12.59	12.59	12.70	12.81	12.75	12.82
5 Year A Corporate Bond	12.45	12.46	12.45	12.60	12.75	12.70	12.81
1 Year G-Sec	6.75	6.76	6.75	6.87	7.06	7.16	7.26
3 Year G-Sec	6.80	6.77	6.78	6.87	7.08	7.21	7.40
5 Year G-Sec	6.81	6.77	6.77	6.89	7.12	7.23	7.38
10 Year G-Sec	6.89	6.85	6.83	6.99	7.12	7.23	7.37

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

^[1]Data as on 02 Oct, 2024

Spread Monitor (in bps)

Corporate Bonds/G-Sec	03-Oct-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	81	80	86	74	58	52	29
3 Y-AAA & G-Sec	45	54	53	60	66	47	31
5 Y-AAA & G-Sec	54	59	58	61	53	46	33
10 Y-AAA & G-Sec	34	38	40	41	32	28	55
1 Y-AA & G-Sec	128	127	133	123	107	104	57
3 Y-AA & G-Sec	113	122	121	128	133	119	94
5 Y-AA & G-Sec	123	128	127	126	118	111	97
10 Y-AA & G-Sec	116	120	122	124	111	111	100
1 Y-A & G-Sec	617	616	622	612	590	576	544
3 Y-A & G-Sec	578	582	581	583	573	554	542
5 Y-A & G-Sec	564	569	568	571	563	547	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	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)	Rs. Cr.		
Description	Net	MTD	YTD
FII*	-139	8	110,255
MF**	200	-36,890	-244,096

*As on 3rd October 2024; **As on 30th September 2024; Source: SEBI, NSDL

Term of the Day

Capital Adequacy and Capital Adequacy Ratio

Definition: Capital Adequacy is a measure of the amount of bank's capital. A bank's capital needs to be sufficient to absorb unexpected losses. This measure of adequacy is generally expressed as a percentage of risk weighted assets of a bank and is known as the Capital Adequacy ratio.

Explanation: The Basel Committee has prescribed Capital Adequacy Norms to ensure that banks are well-protected against unanticipated losses. Capital Adequacy is considered to be a key element of a bank's safety and soundness which ensures confidence in the financial system. The Reserve Bank of India (RBI) has set a minimum capital requirement of 9% of risk-weighted assets, which is higher than the internationally prescribed percentage of 8%. Therefore, higher the credit risk in a bank's asset base, more capital is required by the bank.

Event for the Week (Monday to Friday)	Date
Forex Reserves	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

Rs. Crore

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

Rs. Crore

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	6.33	6.43	6.66
Liquid Fund	7.15	7.04	7.26
Ultra Short Duration Fund	7.27	6.86	7.00
Low Duration Fund	7.91	7.24	7.23
Money Market Fund	7.57	7.11	7.31
Short Duration Fund	9.56	7.72	7.45
Medium Duration Fund	11.44	8.66	8.28
Medium to Long Duration Fund	13.72	9.73	9.06
Long Duration Fund	19.23	12.62	12.23
Corporate Bond Fund	10.90	8.44	8.02
Gilt Fund	16.19	10.91	10.19
Gilt Fund with 10 year constant duration	15.03	10.90	10.02
Dynamic Bond	15.59	10.31	9.55
Banking and PSU Fund	10.30	8.11	7.86
Floater Fund	9.49	8.59	8.11
Credit Risk Fund	9.01	7.97	8.58

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

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