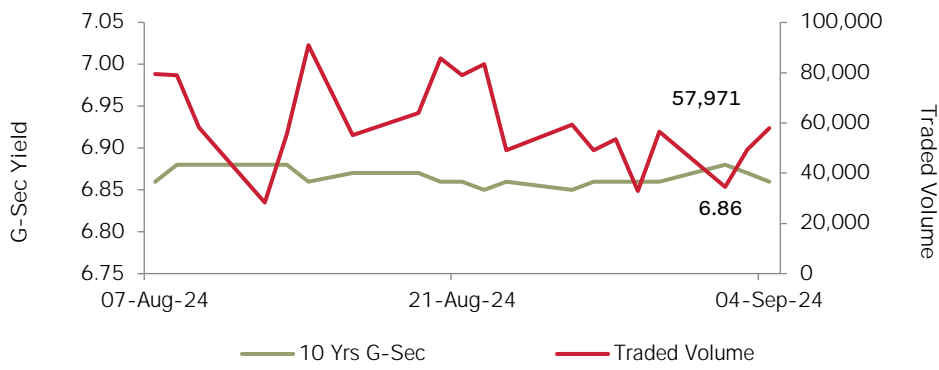


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	4-Sep-24	Week Ago	Month Ago	Year Ago
G-Sec	43,424	39,020	74,441	35,973
Net Liquidity Injected	-245,617	-94,845	-255,687	47,146
T-Bill	12,894	12,425	7,807	2,787
Call	10,931	12,699	10,065	10,856
T-Repo	343,293	396,099	327,300	353,942

Source: CCIL

Key Monitorables

Current Rates	4-Sep-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	83.97	82.75
Brent Crude	72.73	73.70	88.98

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

Money Market Rates (in %)

Indicators	4-Sep-24	Week Ago	Month Ago	Year Ago
Call Rate	6.46	6.56	6.49	6.44
T-Repo	6.20	6.46	6.21	6.31
Repo	6.31	6.43	6.39	6.40
3 Month CP	7.26	7.23	7.22	7.02
3 Month CD	7.26	7.22	7.17	7.00
6 Month CP	7.56	7.52	7.48	7.31
6 Month CD	7.46	7.46	7.42	7.19
1 Year CP	7.70	7.68	7.62	7.48
1 Year CD	7.61	7.60	7.55	7.38

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	4-Sep-24	Week Ago	Year Ago
1 Year	6.49	6.49	6.99
2 Years	6.19	6.17	6.73
3 Years	6.11	6.10	6.66
5 Years	6.08	6.07	6.63

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	4-Sep-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.55	6.60	6.55	6.54
2 Years (MIFOR)	6.40	6.40	6.45	6.99
3 Years (MIFOR)	6.49	6.47	6.49	7.03
5 Years (MIFOR)	6.57	6.54	6.55	7.06

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(04 Sep 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	21,050.66	2069	6.86
7.18% GS 2033	3,402.16	318	6.88
7.02% GS 2031	1,775.50	110	6.83
7.23% GS 2039	1,728.85	181	6.91
7.18% GS 2037	1,473.99	110	6.90

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.27% MAHA SGS 2039	15	0	7.22
Tamil Nadu	7.34% TN SGS 2034	10	0	7.22
Gujarat	7.89% GUJ SDL 2025	1	1	6.81
Uttar Pradesh	8.34% UP SDL 2029	5	5	7.09
West Bengal	7.72% WB SDL 2027	3	1	7.07

Source: CCIL

- Bond yields edged lower tracking fall in U.S. Treasury yields as expectations grew for a more significant rate cut from the U.S. Federal Reserve later this month.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 1 bps to close at 6.86% as compared to the previous close of 6.87%.
- Data from Reserve Bank of India showed that reserve money grew 3.4% on a yearly basis for the week ended Aug 30, 2024, compared to an increase of 10.1% in the same period of the previous year. The currency in circulation grew 5.7% on a yearly basis for the week ended Aug 30, 2024, compared to an increase of 3.9% in the same period of the previous year.
- India's Services Purchasing Managers' Index (PMI) rose to 5-month high to 60.9 in Aug 2024 as compared to 60.3 in Jul 2024. The services sector activity surged in Aug 2024 due to resilient demand and easing inflationary pressures. Composite PMI remained unchanged to 60.7 in the same period.
- RBI is set to launch a 'unified lending interface' to enhance digital payments in lending. This initiative is designed to make it easier for farmers and small businesses to get credit. However, there are concerns about how this might affect household debt, which is already increasing.
- The Indian rupee in the spot trade fell against the U.S. dollar due to negative trends in the domestic market.
- Brent crude oil prices (spot) fell amid renewed concerns over slowing U.S. and Chinese growth.

Yield Monitor

Corporate Bonds/G-Sec	04-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.61	7.61	7.57	7.61	7.71	7.83	7.50
3 Year AAA Corporate Bond	7.47	7.47	7.45	7.62	7.79	7.73	7.65
5 Year AAA Corporate Bond	7.50	7.50	7.50	7.52	7.70	7.72	7.63
10 Year AAA Corporate Bond	7.40	7.40	7.40	7.46	7.55	7.62	7.93
1 Year AA Corporate Bond	8.10	8.10	8.04	8.08	8.23	8.20	7.78
3 Year AA Corporate Bond	8.14	8.15	8.12	8.29	8.51	8.46	8.33
5 Year AA Corporate Bond	8.15	8.15	8.15	8.17	8.35	8.37	8.36
10 Year AA Corporate Bond	8.23	8.23	8.21	8.27	8.34	8.38	8.42
1 Year A Corporate Bond	12.99	12.99	12.93	12.91	13.01	13.09	12.65
3 Year A Corporate Bond	12.69	12.70	12.67	12.69	12.86	12.80	12.78
5 Year A Corporate Bond	12.60	12.60	12.60	12.62	12.80	12.73	12.73
1 Year G-Sec	6.86	6.87	6.86	6.91	7.14	7.16	7.22
3 Year G-Sec	6.85	6.87	6.86	6.92	7.23	7.19	7.29
5 Year G-Sec	6.88	6.89	6.89	6.92	7.23	7.19	7.31
10 Year G-Sec	6.98	6.99	6.98	7.02	7.16	7.18	7.33

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

Spread Monitor (In bps)

Corporate Bonds/G-Sec	04-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	75	74	71	70	57	67	28
3 Y-AAA & G-Sec	62	60	59	70	56	54	36
5 Y-AAA & G-Sec	62	61	61	60	47	53	32
10 Y-AAA & G-Sec	42	41	42	44	39	44	60
1 Y-AA & G-Sec	124	123	118	117	109	104	56
3 Y-AA & G-Sec	129	128	126	137	128	127	104
5 Y-AA & G-Sec	127	126	126	125	112	118	105
10 Y-AA & G-Sec	125	124	123	125	118	120	109
1 Y-A & G-Sec	613	612	607	600	587	593	543
3 Y-A & G-Sec	584	583	581	577	563	561	549
5 Y-A & G-Sec	572	571	571	570	557	554	542

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
7.46% GS 2073	11,000	11,000	7.07%
7.34% GS 2064	22,000	22,000	7.05%
7.23% GS 2039	12,000	12,000	6.96%
7.10% GS 2034	40,000	40,000	6.88%
7.02% GS 2031	11,000	11,000	6.86%
7.02% GS 2027	6,000	6,000	6.81%
7.04% GS 2029	12,000	12,000	6.78%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	106.32%
10 to 14 Yrs	25.60%	63.38%
Long Dated (above 14 Yrs)	51.20%	82.55%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	-10	196	109,143
MF**	630	630	-206,576

*As on 4th September 2024; **As on 2nd September 2024; Source: SEBI, NSDL

Term of the Day

Factoring

Definition: Factoring can be defined as a fund based financial service under which the factor purchases the account receivables arising out of credit sale of goods or services and then makes immediate payment to the concerned creditor or supplier. The word factor is derived from a Latin word "facere" which means to make or do things or to get things done. The factoring services can be provided by a financial or collection agency. The services include collection, administrative, financing, collection of debt, protection against credit risk and advisory. Explanation: In this factoring process, the credit sales of a firm would be collected by a financial intermediary (factor) in return of a commission which is known as factoring commission. The customer places the order with the client for the sale of its goods or services on credit. The client in return delivers the required invoice to the customer which is then subsequently assigned to the factor. The factor then makes a prepayment up to 90% and sends periodical statement to the customer for follow up. The customer now makes the necessary payment to the factor. Upon realization of full payment, the factor pays the balance payment to the client on behalf of the customer. However, it needs to be noted that the factor will not finance the entire fund to client. The portion which is not financed by the factor is known as factor reserve.

Event for the Week (Monday to Friday)

Event	Date
Forex Reserves	6-Sep-24
Credit Growth	6-Sep-24
Deposit Growth	6-Sep-24
Loans and Advances to Central Government	6-Sep-24
Loans and Advances to State Government	6-Sep-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: September 02-06, 2024	29,000	0	0.00%
Month: Sep 2024	116,000	0	0.00%
H1: Apr 24-Sep 24	750,000	623,697	83.16%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: September 2-6, 2024	27,500	20,553	74.74%
Month: Sep 2024	95,332	20,553	21.56%
Q2FY25: Jul 24-Sep 24	263,562	178,126	67.58%

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	6.26	6.47	6.68
Liquid Fund	6.77	7.17	7.23
Ultra Short Duration Fund	6.38	7.00	6.91
Low Duration Fund	6.59	7.34	7.09
Money Market Fund	6.61	7.28	7.22
Short Duration Fund	7.03	7.30	7.01
Medium Duration Fund	8.14	7.85	7.62
Medium to Long Duration Fund	9.71	8.20	8.02
Long Duration Fund	14.34	9.66	10.39
Corporate Bond Fund	8.07	7.96	7.52
Gilt Fund	11.61	8.77	9.01
Gilt Fund with 10 year constant duration	9.87	9.00	8.88
Dynamic Bond	10.68	8.41	8.48
Banking and PSU Fund	7.82	7.71	7.41
Floater Fund	7.87	8.59	7.92
Credit Risk Fund	8.40	7.87	8.33

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

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