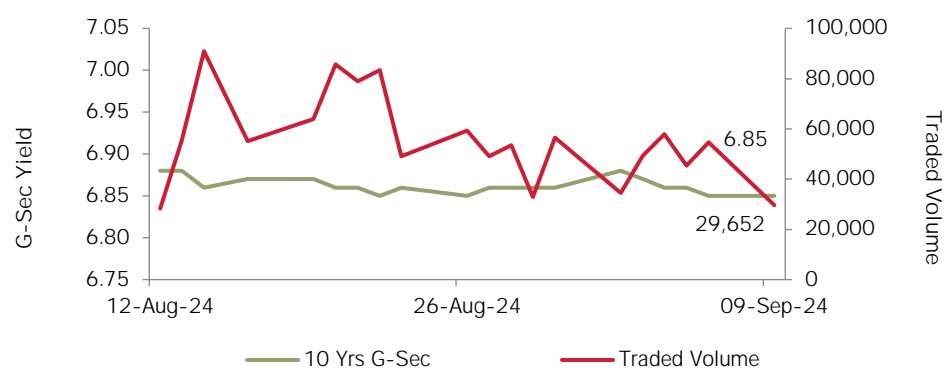


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	9-Sep-24	Week Ago	Month Ago	Year Ago
G-Sec	26,265	27,912	51,841	39,730
Net Liquidity Injected	-235314.54 ^[1]	-223,150	-146,452	-79,654
T-Bill	1,670	3,621	3,815	1,069
Call	11,247	11,622	10,388	8,627
T-Repo	363,639	387,775	341,983	365,090

Source: CCIL

Key Monitorables

Current Rates	9-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	83.96	83.95	82.95
Brent Crude	71.90	71.48	90.43

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

Money Market Rates (in %)

Indicators	9-Sep-24	Week Ago	Month Ago	Year Ago
Call Rate	6.52	6.49	6.53	6.71
T-Repo	6.29	6.26	6.32	6.71
Repo	6.39	6.34	6.47	6.69
3 Month CP	7.32	7.25	7.21	7.05
3 Month CD	7.28	7.23	7.16	7.03
6 Month CP	7.56	7.56	7.48	7.30
6 Month CD	7.47	7.51	7.46	7.20
1 Year CP	7.72	7.70	7.62	7.48
1 Year CD	7.66	7.66	7.60	7.35

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	9-Sep-24	Week Ago	Year Ago
1 Year	6.46	6.50	7.03
2 Years	6.16	6.20	6.78
3 Years	6.08	6.13	6.74
5 Years	6.06	6.11	6.69

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	9-Sep-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.60	6.55	6.65	6.85
2 Years (MIFOR)	6.32	6.47	6.29	7.09
3 Years (MIFOR)	6.43	6.55	6.44	7.10
5 Years (MIFOR)	6.51	6.62	6.41	7.10

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(09 Sep 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	12,434.15	1055	6.85
7.18% GS 2033	2,612.99	178	6.88
7.26% GS 2032	1,500.00	61	6.87
7.34% GS 2064	1,316.29	81	7.02
7.23% GS 2039	1,200.61	139	6.91

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% MAHA SGS 2031	7	3	7.14
Tamil Nadu	7.34% TN SGS 2029	5	0	7.10
Gujarat	6.95% GUJ SDL 2031	7	1	7.12
Uttar Pradesh	7.48% UP SGS 2040	16	1	7.24
West Bengal	7.39% WB SGS 2044	20	0	7.22

Source: CCIL

- Bond yields mostly remained steady followed recent U.S. data failed to enhance expectations for significant rate cuts, while attention turned towards two upcoming inflation reports.
- Yield on the 10-year benchmark paper (7.10% GS 2034) was unchanged to close at 6.85% as compared to the previous **day's** close.
- According to media reports, Indian Bank plans to raise Rs. 5,000 crore through the sale of infrastructure bonds maturing in 10 years.
- The Finance Minister chaired the 54th meeting of the GST Council in New Delhi on 9th Sep, 2024. Key agenda items include lower GST rates on health insurance premiums, the taxation of online transactions exceeding Rs 2,000, and the examination of a tax notice issued to Infosys amounting to Rs 32,400 crore. The meeting also includes participation from state finance ministers and senior officials.
- According to reports, Indian exporters are experiencing a significant credit shortage, even though lending in the economy is growing. Export credit has decreased by 5% in the last two years, and lending for priority export sectors has fallen by 41%. The Federation of Indian Export Organisation (FIEO) is worried and is calling on the RBI and the finance ministry to take immediate action on this problem.
- 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 due to concerns over slowing U.S. and Chinese demand and the possibility of increased oil supply from Libya.

Yield Monitor

Corporate Bonds/G-Sec	09-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.63	7.61	7.59	7.54	7.67	7.84	7.50
3 Year AAA Corporate Bond	7.47	7.46	7.47	7.51	7.75	7.70	7.67
5 Year AAA Corporate Bond	7.49	7.50	7.51	7.52	7.68	7.70	7.60
10 Year AAA Corporate Bond	7.40	7.40	7.40	7.46	7.53	7.65	7.91
1 Year AA Corporate Bond	8.12	8.10	8.08	8.03	8.14	8.15	7.78
3 Year AA Corporate Bond	8.14	8.13	8.14	8.17	8.42	8.42	8.33
5 Year AA Corporate Bond	8.14	8.15	8.16	8.17	8.33	8.35	8.33
10 Year AA Corporate Bond	8.22	8.22	8.23	8.27	8.32	8.41	8.40
1 Year A Corporate Bond	13.01	12.99	12.97	12.92	12.97	13.04	12.65
3 Year A Corporate Bond	12.69	12.68	12.69	12.68	12.82	12.77	12.78
5 Year A Corporate Bond	12.59	12.60	12.61	12.62	12.78	12.71	12.70
1 Year G-Sec	6.87	6.84	6.84	6.89	7.17	7.16	7.25
3 Year G-Sec	6.85	6.84	6.86	6.88	7.14	7.17	7.30
5 Year G-Sec	6.86	6.87	6.89	6.91	7.15	7.15	7.33
10 Year G-Sec	6.97	6.97	6.99	7.00	7.14	7.15	7.33

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

^[1]Data as on 06 Sep, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	09-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	76	77	75	65	50	68	25
3 Y-AAA & G-Sec	62	62	61	63	61	53	37
5 Y-AAA & G-Sec	63	63	62	61	53	55	27
10 Y-AAA & G-Sec	43	43	41	46	39	50	58
1 Y-AA & G-Sec	125	126	124	114	97	99	53
3 Y-AA & G-Sec	129	129	128	129	128	125	103
5 Y-AA & G-Sec	128	128	127	126	118	120	100
10 Y-AA & G-Sec	125	125	124	127	118	126	107
1 Y-A & G-Sec	614	615	613	603	580	588	540
3 Y-A & G-Sec	584	584	583	580	568	560	548
5 Y-A & G-Sec	573	573	572	571	563	556	537

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	11,000	11,000	7.02%
7.23% GS 2039	12,000	12,000	6.91%
7.02% GS 2027	6,000	6,000	6.74%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	109.77%
10 to 14 Yrs	25.60%	63.38%
Long Dated (above 14 Yrs)	51.20%	88.54%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	246	615	109,563
MF**	-2,640	-1,189	-208,395

*As on 9th September 2024; **As on 5th September 2024; Source: SEBI, NSDL

Term of the Day

Flash Trading

Definition: Flash trading is a mechanism in which sophisticated high-speed technology allows traders to view orders from other market participants a fraction of a second before others in the market place. This is because the exchange or market centre is not quoting the best price or cannot fill that order in its entirety. This allows flash traders to take advantage of being able to gauge supply and demand and recognize market sentiments before other traders.

Explanation: Flash trading is a controversial technology because of the advantage they give to traders who are able to participate in the orders. It provides two-fold advantage. Submitters can use flash facilities at transaction-fee exchanges where they expect to benefit from greater liquidity and lower fees than they would pay at make-or-take exchanges, while retaining the benefit of the best market quote. For the exchange, a flash ordering system facilitates the arrangement of trades that might not have taken place otherwise and thus increases the availability of liquid assets to its other customers. Flash orders, i.e. orders placed through flash trading are also known as 'step-up orders' or 'pre-routing orders'.

Flash trading also raises problem because it provides unequal advantages to responders who own the technology to execute flash trades and have been permitted to do so by the exchange.

Event for the Week (Monday to Friday)

Event for the Week (Monday to Friday)	Date
Reserve Money	11-Sep-24
Currency in Circulation	11-Sep-24
Banker's Deposits with RBI	11-Sep-24
CPI Inflation (Aug 2024)	12-Sep-24
Index of Industrial Production (Jul 2024)	12-Sep-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: September 09-13, 2024	22,000	0	0.00%
Month: Sep 2024	116,000	29,000	25.00%
H1: Apr 24-Sep 24	750,000	652,697	87.03%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: September 9-13, 2024	12,540	0	0.00%
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	6.24	6.46	6.67
Liquid Fund	6.73	7.15	7.23
Ultra Short Duration Fund	6.45	6.97	6.91
Low Duration Fund	6.59	7.28	7.09
Money Market Fund	6.63	7.23	7.22
Short Duration Fund	6.72	7.16	7.04
Medium Duration Fund	7.70	7.68	7.64
Medium to Long Duration Fund	8.46	7.91	8.04
Long Duration Fund	12.15	9.15	10.34
Corporate Bond Fund	7.66	7.82	7.54
Gilt Fund	10.03	8.43	9.02
Gilt Fund with 10 year constant duration	8.70	8.63	8.88
Dynamic Bond	9.25	8.11	8.49
Banking and PSU Fund	7.48	7.58	7.44
Floater Fund	7.68	8.50	7.92
Credit Risk Fund	8.16	7.78	8.34

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

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