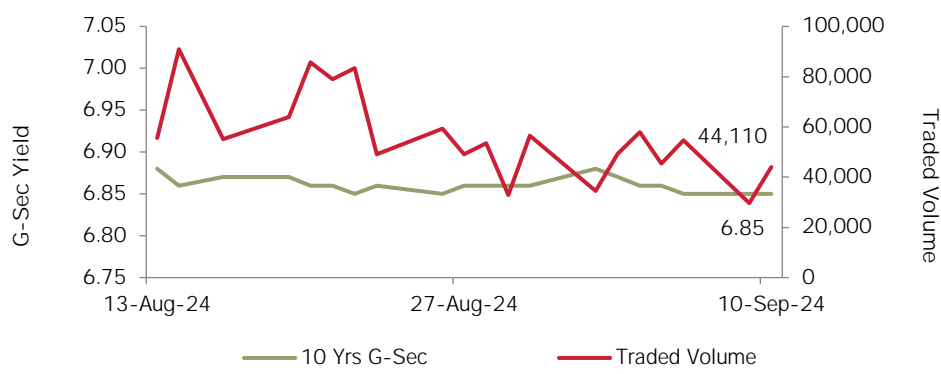


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	10-Sep-24	Week Ago	Month Ago	Year Ago
G-Sec	34,467	32,422	51,841	39,730
Net Liquidity Injected	-134918.66 ^[1]	-248,392	-146,452	-79,654
T-Bill	6,199	3,973	3,815	1,069
Call	8,197	11,457	10,388	8,627
T-Repo	371,917	359,586	341,983	365,090

Source: CCIL

Key Monitorables

Current Rates	10-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	83.98	83.96	82.95
Brent Crude	69.67	71.90	90.43

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

Money Market Rates (in %)

Indicators	10-Sep-24	Week Ago	Month Ago	Year Ago
Call Rate	6.50	6.47	6.53	6.71
T-Repo	6.33	6.20	6.32	6.71
Repo	6.42	6.32	6.47	6.69
3 Month CP	7.32	7.26	7.21	7.05
3 Month CD	7.30	7.25	7.16	7.03
6 Month CP	7.56	7.56	7.48	7.30
6 Month CD	7.50	7.46	7.46	7.20
1 Year CP	7.72	7.70	7.62	7.48
1 Year CD	7.69	7.60	7.60	7.35

Source: CCIL, Refinitiv

MIBOR-OIS (In %)

Current Rates	10-Sep-24	Week Ago	Year Ago
1 Year	6.44	6.51	7.03
2 Years	6.14	6.22	6.78
3 Years	6.06	6.15	6.74
5 Years	6.05	6.12	6.69

Source: CCIL

MIFOR & Overnight MIBOR (In %)

Indicators	10-Sep-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.60	6.55	6.65	6.85
2 Years (MIFOR)	6.32	6.46	6.29	7.09
3 Years (MIFOR)	6.43	6.56	6.44	7.10
5 Years (MIFOR)	6.46	6.62	6.41	7.10

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(10 Sep 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	12,230.34	1014	6.85
7.18% GS 2033	2,977.38	211	6.88
7.26% GS 2029	2,185.00	105	6.76
7.34% GS 2064	2,035.01	178	7.01
7.06% GS 2028	1,625.00	51	6.76

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.25% MAHA SGS 2044	20	5	7.23
Tamil Nadu	8.24% TN SDL 2025	1	2	6.87
Gujarat	6.18% GUJ SDL 2026	2	1	6.94
Uttar Pradesh	8.34% UP SDL 2029	5	2	7.07
West Bengal	7.35% WB SGS 2043	19	0	7.24

Source: CCIL

- Bond yields mostly remained steady amid a lack of strong directional cues, while market participants awaited for U.S. inflation data to get insight into the size of the Federal Reserve's interest rate cut this month.
- 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.
- Reserve Bank of India conducted the auction of government securities for seven states for a notified amount of Rs. 13,790 crore for which full amount was accepted. The cut off yield ranged from 7.03% to 7.25%. The lowest yield was witnessed in case of Tamil Nadu and the highest yield was witnessed in case of Maharashtra.
- The GST Council announced significant tax cuts aimed at making essential goods and services cheaper. Major changes included reducing GST on cancer medications to 5%, a reduction in taxes on fried snacks to 12%, and lower taxes on shared helicopter rides to 5%. Additionally, the Council exempted R&D activities from GST and postponed decisions regarding insurance and compensation cess.
- The Indian rupee in the spot trade fell against the U.S. dollar due to weakness in other Asian peers. However, losses were restricted following positive trends in the domestic equity markets.
- Brent crude oil prices (spot) fell due to concerns about demand worries and oil oversupply overshadowed supply disruptions from Tropical Storm Francine.

Yield Monitor

Corporate Bonds/G-Sec	10-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.63	7.63	7.61	7.54	7.65	7.84	7.50
3 Year AAA Corporate Bond	7.46	7.47	7.47	7.51	7.74	7.70	7.67
5 Year AAA Corporate Bond	7.49	7.49	7.50	7.52	7.66	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	8.12	8.10	8.03	8.12	8.15	7.78
3 Year AA Corporate Bond	8.13	8.14	8.15	8.17	8.41	8.42	8.33
5 Year AA Corporate Bond	8.14	8.14	8.15	8.17	8.31	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	13.01	12.99	12.92	12.95	13.04	12.65
3 Year A Corporate Bond	12.68	12.69	12.70	12.68	12.81	12.77	12.78
5 Year A Corporate Bond	12.59	12.59	12.60	12.62	12.76	12.71	12.70
1 Year G-Sec	6.86	6.87	6.87	6.89	7.12	7.16	7.25
3 Year G-Sec	6.85	6.85	6.87	6.88	7.15	7.17	7.30
5 Year G-Sec	6.85	6.86	6.89	6.91	7.16	7.15	7.33
10 Year G-Sec	6.97	6.97	6.99	7.00	7.16	7.15	7.33

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

^[1]Data as on 09 Sep, 2024

Spread Monitor (in bps)

Corporate Bonds/G-Sec	10-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	77	76	74	65	53	68	25
3 Y-AAA & G-Sec	61	62	60	63	59	53	37
5 Y-AAA & G-Sec	64	63	61	61	50	55	27
10 Y-AAA & G-Sec	43	43	41	46	37	50	58
1 Y-AA & G-Sec	126	125	123	114	100	99	53
3 Y-AA & G-Sec	128	129	128	129	126	125	103
5 Y-AA & G-Sec	129	128	126	126	115	120	100
10 Y-AA & G-Sec	125	125	124	127	116	126	107
1 Y-A & G-Sec	615	614	612	603	583	588	540
3 Y-A & G-Sec	583	584	583	580	566	560	548
5 Y-A & G-Sec	574	573	571	571	560	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*	1,034	1,649	110,597
MF**	-6,981	-8,171	-215,376

*As on 10th September 2024; **As on 6th 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	84.93%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: September 9-13 ,2024	12,540	13,790	109.97%
Month: Sep 2024	95,332	34,343	36.02%
Q2FY25: Jul 24-Sep 24	263,562	191,916	72.82%

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	6.25	6.46	6.67
Liquid Fund	6.71	7.14	7.23
Ultra Short Duration Fund	6.41	6.96	6.90
Low Duration Fund	6.56	7.27	7.09
Money Market Fund	6.61	7.23	7.21
Short Duration Fund	6.76	7.16	7.04
Medium Duration Fund	7.75	7.69	7.65
Medium to Long Duration Fund	8.63	7.95	8.06
Long Duration Fund	12.67	9.25	10.39
Corporate Bond Fund	7.56	7.81	7.53
Gilt Fund	10.40	8.51	9.05
Gilt Fund with 10 year constant duration	8.92	8.68	8.90
Dynamic Bond	9.62	8.18	8.53
Banking and PSU Fund	7.43	7.57	7.44
Floater Fund	7.73	8.51	7.92
Credit Risk Fund	8.20	7.79	8.35

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

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