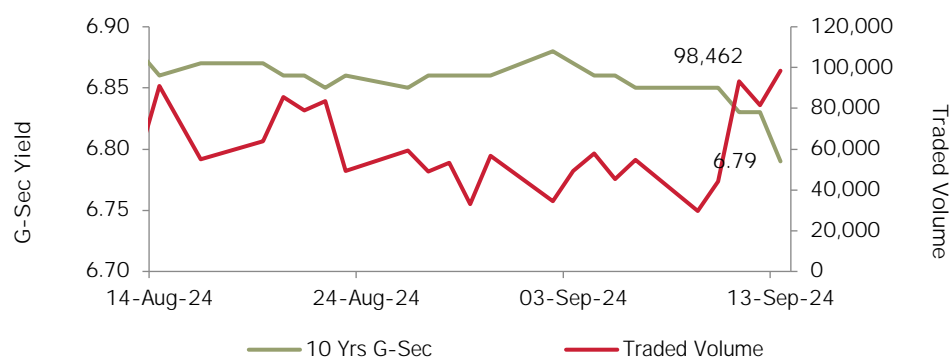


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	13-Sep-24	Week Ago	Month Ago	Year Ago
G-Sec	90,177	50,832	47,322	56,612
Net Liquidity Injected	-196094.65 ^[1]	-235,315	-125,502	-18,504
T-Bill	4,542	2,326	3,889	12,188
Call	10,654	8,338	11,382	9,402
T-Repo	355,929	352,683	355,163	389,355

Source: CCIL

Key Monitorables

Current Rates	13-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	83.89	83.97	82.99
Brent Crude	72.09	72.21	92.18

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

Money Market Rates (In %)

Indicators	13-Sep-24	Week Ago	Month Ago	Year Ago
Call Rate	6.62	6.48	6.48	6.74
T-Repo	6.43	6.27	6.34	6.75
Repo	6.55	6.39	6.43	6.78
3 Month CP	7.34	7.28	7.21	7.10
3 Month CD	7.30	7.30	7.33	7.05
6 Month CP	7.56	7.56	7.53	7.32
6 Month CD	7.50	7.49	7.50	7.25
1 Year CP	7.72	7.72	7.67	7.50
1 Year CD	7.69	7.68	7.62	7.44

Source: CCIL, Refinitiv

MIBOR-OIS (In %)

Current Rates	13-Sep-24	Week Ago	Year Ago
1 Year	6.37	6.46	7.05
2 Years	6.04	6.15	6.82
3 Years	5.96	6.07	6.79
5 Years	5.94	6.04	6.77

Source: CCIL

MIFOR & Overnight MIBOR (In %)

Indicators	13-Sep-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.71	6.60	6.55	6.83
2 Years (MIFOR)	6.23	6.33	6.41	7.23
3 Years (MIFOR)	6.33	6.43	6.48	7.25
5 Years (MIFOR)	6.41	6.51	6.54	7.25

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(13 Sep 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	39,559.71	2950	6.79
7.18% GS 2033	12,214.83	652	6.81
7.02% GS 2031	5,422.94	292	6.76
7.23% GS 2039	4,724.27	377	6.85
7.17% GS 2030	3,147.00	111	6.75

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% MH SGS 2044	20	2	7.18
Tamil Nadu	7.15% TN SDL 2027	3	2	6.96
Gujarat	7.19% GJ SDL 2027	3	2	6.96
Uttar Pradesh	6.99% UP SDL 2031	7	1	7.11
West Bengal	7.86% WB SDL 2026	2	1	6.96

Source: CCIL

- Bond yields edged lower on expectations of a significant rate cut by the Federal Reserve next week.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 2 bps to close at 6.79% as compared to the previous close of 6.81%.
- Reserve Bank of India announced the sale (issue/ re-issue) of two dated securities namely 7.10% GS 2034 and 7.34% GS 2064 for a notified amount of Rs. 31,000 crore. The auction will be conducted on Sep 20, 2024.
- RBI announced to conduct the auction of 3-day Variable Rate Reverse Repo for the notified amount of Rs. 1,00,000 crore on Sep 17, 2024.
- Data from Reserve Bank of India showed that India's foreign exchange reserves increased to \$689.24 billion for the week ended Sep 06, 2024 compared with \$683.99 billion a week earlier.
- The Ministry of Finance has increased the monetary thresholds for compounding violations under the Foreign Exchange Management Act (FEMA) and has also implemented electronic payment methods. Cases involving amounts up to Rs. 60 lakhs can now be processed by an assistant general manager of the RBI, with higher limits applicable to senior officials. This initiative is designed to accelerate the resolution of cases and enhance procedural efficiency.
- The Indian rupee in the spot trade rose against the U.S. dollar following weakness in greenback demand.
- Brent crude oil prices (spot) fell on reports crude oil production resumed in several facilities along the U.S. Gulf of Mexico.

Yield Monitor

Corporate Bonds/G-Sec	13-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.65	7.65	7.61	7.54	7.66	7.83	7.50
3 Year AAA Corporate Bond	7.40	7.47	7.46	7.51	7.73	7.66	7.65
5 Year AAA Corporate Bond	7.47	7.49	7.50	7.53	7.65	7.67	7.67
10 Year AAA Corporate Bond	7.36	7.39	7.40	7.46	7.53	7.62	7.91
1 Year AA Corporate Bond	8.12	8.12	8.10	8.03	8.13	8.15	7.78
3 Year AA Corporate Bond	8.07	8.14	8.13	8.17	8.40	8.38	8.28
5 Year AA Corporate Bond	8.12	8.14	8.15	8.18	8.30	8.32	8.31
10 Year AA Corporate Bond	8.18	8.21	8.22	8.27	8.32	8.38	8.36
1 Year A Corporate Bond	13.01	13.01	12.99	12.92	12.96	13.04	12.65
3 Year A Corporate Bond	12.68	12.69	12.68	12.68	12.80	12.73	12.76
5 Year A Corporate Bond	12.57	12.59	12.60	12.63	12.75	12.68	12.77
1 Year G-Sec	6.81	6.84	6.84	6.85	7.08	7.17	7.24
3 Year G-Sec	6.81	6.83	6.84	6.91	7.12	7.17	7.28
5 Year G-Sec	6.81	6.83	6.87	6.90	7.13	7.16	7.29
10 Year G-Sec	6.91	6.93	6.97	7.00	7.11	7.16	7.30

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

^[1]Data as on 12 Sep, 2024

Spread Monitor (in bps)								
Corporate Bonds/G-Sec	13-Sep-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago	
1 Y-AAA & G-Sec	84	81	77	69	58	66	26	
3 Y-AAA & G-Sec	59	64	62	60	61	49	37	
5 Y-AAA & G-Sec	66	66	63	63	52	51	38	
10 Y-AAA & G-Sec	45	46	43	46	42	46	61	
1 Y-AA & G-Sec	131	128	126	118	105	98	54	
3 Y-AA & G-Sec	126	131	129	126	128	121	100	
5 Y-AA & G-Sec	131	131	128	128	117	116	102	
10 Y-AA & G-Sec	127	128	125	127	121	122	106	
1 Y-A & G-Sec	620	617	615	607	588	587	541	
3 Y-A & G-Sec	587	586	584	577	568	556	548	
5 Y-A & G-Sec	576	576	573	573	562	552	548	

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%
7.46% GS 2073	11,000	11,000	6.98%
7.23% GS 2039	12,000	12,000	6.91%
7.02% GS 2031	11,000	11,000	6.76%
7.02% GS 2027	6,000	6,000	6.74%

Source: RBI

Maturity Bucket Wise Govt. Borrowing		
Maturity Period	Scheduled H1 FY24	Completed H1 FY24
1 to 9 Yrs	23.20%	116.09%
10 to 14 Yrs	25.60%	63.38%
Long Dated (above 14 Yrs)	51.20%	91.41%

Source: RBI

Institutional Flows (Debt)	Rs. Cr.		
	Net	MTD	YTD
FII*	-599	51	108,999
MF**	-6,981	-8,171	-215,376

*As on 13th September 2024; **As on 6th September 2024; Source: SEBI, NSDL

Term of the Day

Deregulation

Definition: Deregulation can be termed as the process where the Government control is being reduced or eliminated in a particular market system or in an economy. By implementing deregulation, the Government removes the barriers and opens more space to private players in order to increase competition and efficiency.

Explanation: Deregulation can be done partially when the Government decides to reduce part of its control over the system or it can be fully deregulated if the Government fully removes its control from the system.

There are several advantages and dis-advantages of deregulations.

Advantages-

1. Deregulation helps raise competition among the players and leads to more efficient utilization of resources. This lowers the cost of production and reduces price for consumers.
2. Government deregulation helps in reducing costs of bureaucracy as it minimizes intervention from the Government.

Disadvantages-

1. Deregulation can create effective competition in an industry which is a natural monopoly and can create a private firm with monopolistic power.

The Indian economy was opened up in 1991 and deregulation took place in various sectors. This helped more private players, especially foreign companies, to participate in the economic system.

Event for the Week (Monday to Friday)	Date
Reserve Money	18-Sep-24
Money Supply	18-Sep-24
Currency in Circulation	18-Sep-24
Bank Credit to Commercial Sector	18-Sep-24
Banker's Deposits with RBI	18-Sep-24

Source: Refinitiv

Govt Borrowing Program FYTD				Rs. Crore
Description	Scheduled	Completed	% Completed	
Week: September 09-13, 2024	22,000	22,000	100.00%	
Month: Sep 2024	116,000	51,000	43.97%	
H1: Apr 24-Sep 24	750,000	659,000	87.87%	

Source: RBI

State Govt Borrowing Program FYTD				Rs. Crore
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	6.73	7.13	7.23
Ultra Short Duration Fund	6.50	6.93	6.92
Low Duration Fund	6.78	7.25	7.10
Money Market Fund	6.81	7.20	7.23
Short Duration Fund	8.12	7.37	7.13
Medium Duration Fund	9.93	8.04	7.83
Medium to Long Duration Fund	12.16	8.61	8.34
Long Duration Fund	17.44	10.32	10.88
Corporate Bond Fund	9.13	7.99	7.67
Gilt Fund	14.82	9.44	9.40
Gilt Fund with 10 year constant duration	13.80	9.64	9.34
Dynamic Bond	13.54	8.96	8.87
Banking and PSU Fund	8.68	7.67	7.55
Floater Fund	8.37	8.48	7.90
Credit Risk Fund	9.22	7.94	8.45

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

Disclaimer:

All information contained in this document has been obtained by ICRA Analytics Limited from sources believed by it to be accurate and reliable. Although reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA Analytics Limited in particular, make no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. All information contained herein must be construed solely as statements of opinion, and ICRA Analytics Limited shall not be liable for any losses incurred by users from any use of this document or its contents in any manner. Opinions expressed in this document are not the opinions of ICRA Analytics Limited's holding company, ICRA Limited (ICRA), and should not be construed as any indication of credit rating or grading of ICRA for any instruments that have been issued or are to be issued by any entity.

Past performance may or may not be sustained in the future.

Aditya Birla Sun Life AMC Limited /Aditya Birla Sun Life Mutual Fund is not guaranteeing/offering/communicating any indicative yield/returns on investments.

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.