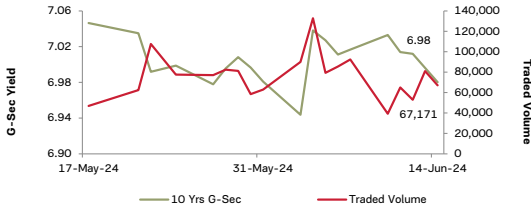


### G-Sec Yield Vs. Debt Market Traded Volume



### Liquidity Indicators (₹ Cr.)

Indicators	14-Jun-24	Week Ago	Month Ago	Year Ago
G-Sec	58,478	34,594	42,852	63,132
Net Liquidity Injected	14822.01 <sup>[1]</sup>	23,007	112,569	-85,479
T-Bill	3,094	2,919	2,772	7,573
Call	10,678	11,175	10,900	9,921
T-Repo	333,340	380,669	321,144	320,753

Source: CCIL

### Key Monitorables

Current Rates	17-Jun-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	83.56	83.54	81.93
Brent Crude	84.39	82.59	76.26

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

### Money Market Rates (in %)

Indicators	14-Jun-24	Week Ago	Month Ago	Year Ago
Call Rate	6.72	6.51	6.73	6.65
T-Repo	6.70	6.44	6.71	6.54
Repo	6.65	6.43	6.64	6.54
3 Month CP	7.14	7.15	7.30	6.95
3 Month CD	7.10	7.15	7.32	6.89
6 Month CP	7.48	7.49	7.51	7.23
6 Month CD	7.51	7.47	7.49	7.10
1 Year CP	7.70	7.70	7.72	7.45
1 Year CD	7.59	7.66	7.54	7.34

Source: CCIL, Refinitiv

### MIBOR-OIS (in %)

Current Rates	14-Jun-24	Week Ago	Year Ago
1 Year	6.77	6.79	6.66
2 Years	6.48	6.50	6.34
3 Years	6.41	6.43	6.23
5 Years	6.70	6.37	6.15

Source: CCIL

### MIFOR & Overnight MIBOR (in %)

Indicators	14-Jun-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.79	6.60	6.78	6.73
2 Years (MIFOR)	6.71	6.79	6.87	6.85
3 Years (MIFOR)	6.79	6.86	6.94	6.84
5 Years (MIFOR)	6.84	6.89	6.96	6.84

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

### Top 5 traded G - Sec (14 Jun 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.18% GS 2033	8,922.83	798	7.04
7.23% GS 2039	6,216.76	486	7.03
7.18% GS 2037	4,146.13	296	7.04
7.32% GS 2030	2,960.00	211	7.03
7.02% GS 2031	2,419.84	86	7.01

Source: RBI

### State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.49% MAHA SGS 2036	12	165	7.36
Tamil Nadu	7.65% TN SDL 2027	3	575	7.24
Gujarat	7.17% GUJ SDL 2027	3	200	7.25
Uttar Pradesh	7.52% UP SGS 2039	15	175	7.38
West Bengal	8.1% WB SDL 2025	1	71	7.18

Source: CCIL

- Bond yields changed marginally, while market participants expected a rate cut in Sep 2024 by the U.S. Federal Reserve.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 1 bps to close at 6.98% as compared to the previous close of 6.99%.
- Data from Reserve Bank of India showed that India's foreign exchange reserves increased to \$655.82 billion for the week ended Jun 07, 2024 compared with \$651.51 billion a week earlier.
- India's wholesale price index (WPI) based inflation surged to 15-month high of 2.61% YoY in May 2024 as compared to 1.26% in Apr 2024. Positive rate of inflation in May 2024 was primarily due to increase in prices of food articles, manufacture of food products, crude petroleum & natural gas, mineral oils, other manufacturing.
- India's merchandise trade deficit widened to \$23.78 billion in May 2024 from \$22.53 billion in Apr 2023. Exports surged 9.10% to \$38.13 billion in May 2024 from \$34.95 billion of the same month of previous year and imports also rose by 7.71% to \$61.91 billion from \$57.48 billion during the same period.
- The Indian rupee in the spot trade fell slightly against the U.S. dollar due to weakness in most Asian peers.
- Brent crude oil prices (spot) rose as hopes about the outlook for energy demand outweighed disappointing industrial data from China.

### Yield Monitor

Corporate Bonds/G-Sec	14-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.66	7.66	7.65	7.61	7.83	7.83	7.42
3 Year AAA Corporate Bond	7.72	7.73	7.74	7.74	7.64	7.79	7.48
5 Year AAA Corporate Bond	7.62	7.65	7.66	7.63	7.68	7.71	7.37
10 Year AAA Corporate Bond	7.53	7.53	7.53	7.56	7.61	7.73	7.81
1 Year AA Corporate Bond	8.13	8.13	8.12	8.10	8.12	8.11	7.70
3 Year AA Corporate Bond	8.39	8.40	8.41	8.46	8.36	8.42	8.20
5 Year AA Corporate Bond	8.27	8.30	8.31	8.28	8.33	8.35	8.11
10 Year AA Corporate Bond	8.32	8.32	8.32	8.35	8.37	8.36	8.30
1 Year A Corporate Bond	12.96	12.96	12.95	12.94	13.01	12.95	12.57
3 Year A Corporate Bond	12.79	12.80	12.81	12.81	12.71	12.87	12.59
5 Year A Corporate Bond	12.72	12.75	12.76	12.73	12.69	12.85	12.54
1 Year G-Sec	7.11	7.08	7.12	7.19	7.25	7.27	6.94
3 Year G-Sec	7.12	7.12	7.15	7.21	7.19	7.20	7.09
5 Year G-Sec	7.13	7.13	7.16	7.21	7.18	7.19	7.09
10 Year G-Sec	7.11	7.11	7.16	7.22	7.19	7.29	7.16

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

[1] Data as on 13 Jun, 2024

### Spread Monitor (in bps)

Corporate Bonds/G-Sec	14-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	55	58	53	42	58	56	48
3 Y-AAA & G-Sec	60	61	59	53	45	59	39
5 Y-AAA & G-Sec	49	52	50	42	50	52	28
10 Y-AAA & G-Sec	42	42	37	34	42	44	65
1 Y-AA & G-Sec	102	105	100	91	87	84	76
3 Y-AA & G-Sec	127	128	126	125	117	122	111
5 Y-AA & G-Sec	114	117	115	107	115	116	102
10 Y-AA & G-Sec	121	121	116	113	118	107	114
1 Y-A & G-Sec	585	588	583	575	576	568	563
3 Y-A & G-Sec	567	568	566	560	552	567	550
5 Y-A & G-Sec	559	562	560	552	551	566	545

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
7.30% GS 2053	9,000	9,000	7.14%
7.34% GS 2064	11,000	11,000	7.12%
7.23% GS 2039	12,000	12,000	7.03%
7.10% GS 2034	20,000	20,000	7.02%
7.02% GS 2031	11,000	11,000	7.02%

Source: RBI

### Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	43.10%
10 to 14 Yrs	25.60%	41.67%
Long Dated (above 14 Yrs)	51.20%	42.45%

Source: RBI

### Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	959	5,703	59,372
MF**	2,353	-2,264	-145,414

\*As on 14th June 2024; \*\*As on 12th June 2024; Source: SEBI, NSDL

### Term of the Day

#### Convertible bonds

**Definition:** Convertible bonds give the holder the right to convert or exchange the par amount of the bond for common shares of the issuer at some fixed ratio during a particular period. The ratio determines how many shares can be converted from each bond.

**Explanation:** Convertible bonds combine the features of bonds and stocks in one instrument and its prices is impacted by both interest rates and share prices. Like plain-vanilla corporate bonds, convertibles ensure income for investors. But unlike bonds, their prices have the potential to rise if the company's stock performs well. Since the convertible bond has the option to be converted into stock, the rising price of the underlying stock increases the value of the convertible security.

Consider a Company XYZ bond with Rs 1,000 par value, convertible into Company XYZ's common stocks. It has a coupon of 6%, payable annually and has conversion ratio of 20. In this case, the investors are effectively purchasing 20 shares of stock XYZ for Rs. 50 per share i.e. Rs. 1,000/20=Rs. 50. If the bond holder finds that share price of the company rose sharply to Rs. 75 (per share), he may convert his bonds to 20 shares at Rs. 75 per share. His total investment will move up to Rs. 1,500.

### Event for the Week (Monday to Friday)

	Date
Reserve Money	19-Jun-24
Currency in Circulation	19-Jun-24
Banker's Deposits with RBI	19-Jun-24
Forex Reserves	21-Jun-24
Loans and Advances to Central Government	21-Jun-24

Source: Refinitiv

### Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: June 17-21, 2024	23,000	0	0.00%
Month: Jun 2024	117,000	63,000	53.85%
H1: Apr 24-Sep 24	750,000	318,000	42.40%

Source: RBI

### State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: June 17-21, 2024	16,150	0	0.00%
Month: Jun 2024	69,250	25,250	36.46%
H1: Apr 24-Sep 24	254,040	119,250	46.94%

Source: RBI

### Public Issue Data of Corporate Debt

Name of Company	Issue closed on	Base issue size Rs Crore	Final issue size Rs Crore
Muthoot Fincorp Limited	25-Apr-24	100	258
ICL Fincorp Limited	23-Apr-24	75	75
Edelweiss Financial Services Limited	23-Apr-24	100	175
Kosamattam Finance Limited	23-Apr-24	125	179
Indiabulls Housing Finance Limited	19-Mar-24	200	130
Navi Finserv Limited	07-Mar-24	600	525
Chemmanur Credits and Investments	04-Mar-24	100	48

Source: SEBI

### Mutual Fund Category Performance - Debt

Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	6.40	6.57	6.70
Liquid Fund	7.02	7.33	7.17
Ultra Short Duration Fund	6.74	7.10	6.82
Low Duration Fund	6.92	7.27	6.94
Money Market Fund	6.89	7.40	7.12
Short Duration Fund	7.32	6.85	6.35
Medium Duration Fund	9.04	7.55	6.57
Medium to Long Duration Fund	11.21	8.20	6.41
Long Duration Fund	17.40	12.18	8.25
Corporate Bond Fund	7.68	7.51	6.75
Gilt Fund	13.20	9.37	7.32
Gilt Fund with 10 year constant duration	12.30	8.78	6.75
Dynamic Bond	12.14	8.82	7.04
Banking and PSU Fund	7.35	7.45	6.65
Floater Fund	8.31	7.91	7.61
Credit Risk Fund	9.58	7.70	7.77

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

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