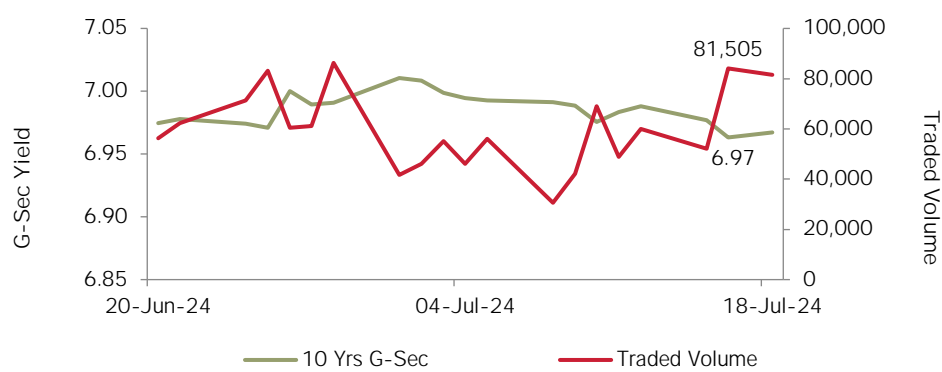


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	18-Jul-24	Week Ago	Month Ago	Year Ago
G-Sec	67,120	38,361	58,990	70,543
Net Liquidity Injected	-114911.72 ^[1]	-130,381	148,821	-125,369
T-Bill	11,103	6,422	3,094	5,708
Call	9,935	10,083	12,010	13,577
T-Repo	369,589	343,655	391,968	308,139

Source: CCIL

Key Monitorables

Current Rates	18-Jul-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	83.65	83.58	82.03
Brent Crude	84.81	85.18	79.82

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

Money Market Rates (in %)

Indicators	18-Jul-24	Week Ago	Month Ago	Year Ago
Call Rate	6.47	6.47	6.73	6.46
T-Repo	6.40	6.38	6.64	6.30
Repo	6.43	6.45	6.70	6.37
3 Month CP	7.17	7.17	7.16	6.96
3 Month CD	7.20	7.05	7.02	6.98
6 Month CP	7.47	7.44	7.46	7.28
6 Month CD	7.40	7.45	7.38	7.15
1 Year CP	7.63	7.64	7.70	7.48
1 Year CD	7.64	7.69	7.66	7.41

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	18-Jul-24	Week Ago	Year Ago
1 Year	6.71	6.74	6.74
2 Years	6.40	6.48	6.40
3 Years	6.31	6.40	6.29
5 Years	6.28	6.35	6.22

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	18-Jul-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.55	6.55	6.85	6.50
2 Years (MIFOR)	6.59	6.66	6.74	6.79
3 Years (MIFOR)	6.59	6.73	6.74	6.77
5 Years (MIFOR)	6.69	6.77	6.77	6.77

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(18 Jul 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	26,700.21	2536	6.97
7.18% GS 2033	7,167.17	670	7.01
7.26% GS 2033	2,671.36	177	7.02
7.23% GS 2039	2,145.00	138	7.00
7.18% GS 2037	2,103.40	190	7.02

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.63% MAHA SGS 2035	11	16	7.33
Tamil Nadu	7.68% TN SGS 2030	6	14	7.28
Gujarat	6.5% GUJ SDL 2030	6	2	7.26
Uttar Pradesh	7.51% UP SGS 2038	14	23	7.34
West Bengal				

Source: CCIL

- Bond yields rose marginally, with market participants eyeing fresh debt supply on Jul 19, 2024, while FY25 Union Budget remained the main trigger.
- Yield on the 10-year benchmark paper (7.10% GS 2034) rose by 1 bps to close at 6.97% as compared to the previous close of 6.96%.
- Reserve Bank of India conducted the auction of 91 days, 182 days and 364 days Treasury Bills for an aggregate amount of Rs. 20,000 crore for which the full amount was accepted, and the cut-off rate stood at Rs. 98.3474 (YTM: 6.7399%), Rs. 96.6995 (YTM: 6.8451%) and Rs. 93.5846 (YTM: 6.8740%), respectively.
- The International Monetary Fund maintained its status of fastest-growing economy for India and raised India's FY25 growth projection to 7% from 6.8%. The latest upgrade reflects carryover from upward revisions in 2023 and takes into account improved prospects for private consumption, particularly in rural areas.
- The Asian Development Bank (ADB) kept its prediction for India's GDP growth at 7% for FY25, as projected in its Apr 2024 outlook and also retained the inflation forecast at 4.6% for the year. According to the ADB, robust growth in industry driven by manufacturing and strong demand for construction led by housing and stronger-than-expected fiscal position of the central government could provide a further boost to growth.
- The Indian rupee in the spot trade fell against the U.S. dollar despite declines in the greenback and U.S. bond yields.
- Brent crude oil prices (spot) rose slightly on hopes for interest-rate cuts by the U.S. Federal Reserve and optimism that summer travel demand will boost oil consumption.

Yield Monitor

Corporate Bonds/G-Sec	18-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.59	7.61	7.64	7.66	7.65	7.72	7.48
3 Year AAA Corporate Bond	7.66	7.68	7.69	7.74	7.77	7.79	7.55
5 Year AAA Corporate Bond	7.61	7.61	7.63	7.62	7.77	7.77	7.52
10 Year AAA Corporate Bond	7.47	7.47	7.44	7.54	7.61	7.75	7.79
1 Year AA Corporate Bond	8.06	8.08	8.13	8.13	8.18	8.01	7.76
3 Year AA Corporate Bond	8.33	8.35	8.36	8.41	8.49	8.42	8.27
5 Year AA Corporate Bond	8.26	8.26	8.28	8.27	8.42	8.36	8.26
10 Year AA Corporate Bond	8.26	8.26	8.23	8.33	8.40	8.50	8.28
1 Year A Corporate Bond	12.89	12.91	12.96	12.96	12.96	13.02	12.63
3 Year A Corporate Bond	12.73	12.75	12.76	12.81	12.84	12.86	12.66
5 Year A Corporate Bond	12.71	12.71	12.73	12.72	12.80	12.78	12.64
1 Year G-Sec	7.02	7.01	7.03	7.10	7.16	7.22	6.96
3 Year G-Sec	7.00	7.02	7.04	7.11	7.30	7.18	7.12
5 Year G-Sec	7.04	7.06	7.11	7.13	7.31	7.17	7.14
10 Year G-Sec	7.09	7.09	7.10	7.10	7.31	7.31	7.18

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

^[1]Data as on 17 Jul, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	18-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	57	60	61	56	49	50	52
3 Y-AAA & G-Sec	66	66	65	63	47	61	43
5 Y-AAA & G-Sec	57	55	52	49	46	60	38
10 Y-AAA & G-Sec	38	38	34	44	30	44	61
1 Y-AA & G-Sec	104	107	110	103	102	79	80
3 Y-AA & G-Sec	133	133	132	130	119	124	115
5 Y-AA & G-Sec	122	120	117	114	111	119	112
10 Y-AA & G-Sec	117	117	113	123	109	119	110
1 Y-A & G-Sec	587	590	593	586	580	580	567
3 Y-A & G-Sec	573	573	572	570	554	568	554
5 Y-A & G-Sec	567	565	562	559	549	561	550

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	7.10%
7.30% GS 2053	10,000	10,000	7.08%
7.23% GS 2039	12,000	12,000	7.04%
7.02% GS 2031	11,000	11,000	6.99%
7.02% GS 2027	6,000	6,000	6.96%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	71.26%
10 to 14 Yrs	25.60%	44.79%
Long Dated (above 14 Yrs)	51.20%	56.77%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	1,277	10,641	79,265
MF**	-1,688	6,274	-141,850

*As on 18th July 2024; **As on 15th July 2024; Source: SEBI, NSDL

Term of the Day

Convertible bonds

Definition: Convertible bonds gives 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 price will be affected by both interest rates and share prices. Like plain-vanilla corporate bonds, convertibles pay income to investors. But unlike bonds, they have the potential to rise in price if the company's stock performs well. Since the convertible bond contains the option to be converted into stock, the rising price of the underlying stock increases the value of the convertible security.

Event for the Week (Monday to Friday)

Event for the Week (Monday to Friday)	Date
Forex Reserves	19-Jul-24
Loans and Advances to Central Government	19-Jul-24
Loans and Advances to State Government	19-Jul-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 15-19, 2024	31,000	0	0.00%
Month: Jul 2024	116,000	50,000	43.10%
H1: Apr 24-Sep 24	750,000	428,000	57.07%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 15-19, 2024	12,990	6,590	50.73%
Month: Jul 2024	79,490	26,783	33.69%
H1: Apr 24-Sep 24	517,602	172,604	33.35%

Source: RBI

Public Issue Data of Corporate Debt

Name of Company	Issue closed on	Base issue size Rs Crore	Final issue size Rs Crore
Indiabulls Housing Finance Limited	27-May-24	100	153
Muthoot Mercantile Limited	17-May-24	50	54
Motilal Oswal Financial Services Limited	03-May-24	500	1,000
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

Source: SEBI

Mutual Fund Category Performance - Debt

Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	6.37	6.53	6.69
Liquid Fund	7.06	7.26	7.20
Ultra Short Duration Fund	7.09	7.14	6.86
Low Duration Fund	7.58	7.38	7.00
Money Market Fund	7.49	7.43	7.17
Short Duration Fund	7.98	7.15	6.52
Medium Duration Fund	8.40	7.86	6.81
Medium to Long Duration Fund	8.30	8.78	6.75
Long Duration Fund	9.66	13.08	8.63
Corporate Bond Fund	8.78	7.86	6.97
Gilt Fund	8.56	10.00	7.66
Gilt Fund with 10 year constant duration	8.70	9.34	7.11
Dynamic Bond	8.62	9.36	7.36
Banking and PSU Fund	8.81	7.80	6.91
Floater Fund	8.74	8.25	7.69
Credit Risk Fund	7.55	7.69	7.84

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

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