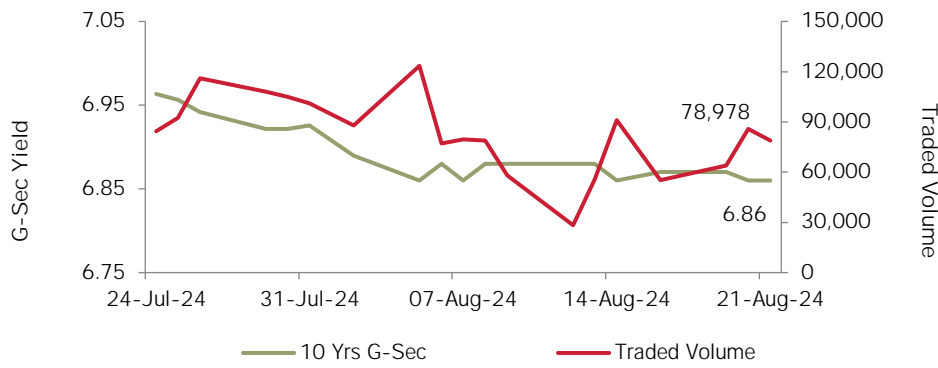


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	21-Aug-24	Week Ago	Month Ago	Year Ago
G-Sec	59,709	72,602	51,180	33,496
Net Liquidity Injected	-126124.64 ^[1]	-137,250	-99,879	23,644
T-Bill	15,967	15,319	6,633	1,850
Call	10,337	10,129	8,451	11,724
T-Repo	388,769	351,539	377,963	356,083

Source: CCIL

Key Monitorables

Current Rates	21-Aug-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	83.92	83.79	83.11
Brent Crude	76.07	77.13	84.55

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

Money Market Rates (in %)

Indicators	21-Aug-24	Week Ago	Month Ago	Year Ago
Call Rate	6.53	6.48	6.53	6.77
T-Repo	6.40	6.35	6.47	6.75
Repo	6.50	6.45	6.48	6.74
3 Month CP	7.23	7.21	7.17	7.07
3 Month CD	7.30	7.34	7.19	7.02
6 Month CP	7.52	7.53	7.47	7.36
6 Month CD	7.45	7.51	7.42	7.29
1 Year CP	7.68	7.66	7.63	7.51
1 Year CD	7.60	7.59	7.60	7.45

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	21-Aug-24	Week Ago	Year Ago
1 Year	6.52	6.51	7.01
2 Years	6.21	6.20	6.77
3 Years	6.13	6.12	6.73
5 Years	6.09	6.09	6.69

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	21-Aug-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.60	6.55	6.60	6.85
2 Years (MIFOR)	6.40	6.40	6.60	7.08
3 Years (MIFOR)	6.45	6.46	6.67	6.97
5 Years (MIFOR)	6.51	6.51	6.72	7.15

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(21 Aug 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	24,750.08	2302	6.86
7.10% GS 2034	4,786.50	2302	6.86
7.23% GS 2039	4,649.51	322	6.91
7.23% GS 2039	2,657.74	322	6.91
7.18% GS 2033	2,376.04	358	6.89

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.46% MAHA SGS 2033	9	5	7.21
Tamil Nadu	7.24% TN SGS 2030	6	1	7.16
Gujarat	6.04% GUJ SDL 2026	2	1	6.96
Uttar Pradesh	8.34% UP SDL 2026	2	1	6.97
West Bengal	8.36% WB SDL 2034	10	0	7.28

Source: CCIL

- Bond yields slightly changed as market participants awaited minutes of RBI's recent policy meeting due later in the day as well as comments from U.S. Federal Reserve officials in Jackson Hole, Wyoming on Friday.
- Yield on the 10-year benchmark paper (7.10% GS 2034) was unchanged to close at 6.86% as compared to the previous session's close.
- According to media reports, Fedbank Financial Services Ltd, has announced to raise up to Rs. 25,000 crore in private placement of non-convertible debentures.
- According to reports, foreign direct investment inflows surged by 26.4% to reach \$22.4 billion from Apr to Jun 2024, showing strong growth as global cross-border investments increase. In the prior quarter, gross inflows had also grown by around 23%, even though FDI had decreased over the last two financial years. Recent figures from the RBI's bulletin showed a 37.6% increase in inflows for Jun 2024, which was less than the 49% growth recorded in May 2024.
- The Reserve Bank of India (RBI) has implemented stricter regulations for peer-to-peer (P2P) lenders after several of them were found to be having hundreds of crores of rupees in escrow accounts in violation of guidelines for the platform providers. The revised guidelines clarify the activities that non-banking finance companies (NBFCs) cannot undertake in the P2P business, including the assumption of credit risk. The aim is to curb the irregular practices in the industry.
- The Indian rupee in the spot trade fell against the U.S. dollar due to greenback demand from importers.
- Brent crude oil prices (spot) rose slightly after data showed a big drop in U.S. crude inventories in the week ended Aug 16th, 2024.

Yield Monitor

Corporate Bonds/G-Sec	21-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.56	7.56	7.54	7.62	7.59	7.81	7.49
3 Year AAA Corporate Bond	7.51	7.50	7.51	7.66	7.74	7.75	7.68
5 Year AAA Corporate Bond	7.52	7.52	7.52	7.60	7.63	7.70	7.68
10 Year AAA Corporate Bond	7.43	7.43	7.46	7.47	7.56	7.66	7.94
1 Year AA Corporate Bond	8.05	8.05	8.03	8.06	8.10	8.10	7.77
3 Year AA Corporate Bond	8.18	8.17	8.17	8.33	8.46	8.38	8.34
5 Year AA Corporate Bond	8.17	8.17	8.17	8.25	8.28	8.29	8.41
10 Year AA Corporate Bond	8.24	8.24	8.27	8.26	8.35	8.41	8.43
1 Year A Corporate Bond	12.94	12.94	12.92	12.89	12.94	13.06	12.63
3 Year A Corporate Bond	12.69	12.68	12.68	12.73	12.81	12.82	12.79
5 Year A Corporate Bond	12.62	12.62	12.62	12.70	12.73	12.71	12.78
1 Year G-Sec	6.87	6.84	6.88	7.00	7.15	7.08	7.30
3 Year G-Sec	6.86	6.88	6.86	7.01	7.17	7.17	7.32
5 Year G-Sec	6.90	6.90	6.89	7.04	7.19	7.16	7.34
10 Year G-Sec	6.97	6.97	6.98	7.09	7.20	7.17	7.35

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

^[1]Data as on 20 Aug, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	21-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	69	72	66	62	44	73	19
3 Y-AAA & G-Sec	65	62	65	65	57	58	36
5 Y-AAA & G-Sec	62	62	63	56	44	54	34
10 Y-AAA & G-Sec	46	46	48	38	36	49	59
1 Y-AA & G-Sec	118	121	115	106	95	102	47
3 Y-AA & G-Sec	132	129	131	132	129	121	102
5 Y-AA & G-Sec	127	127	128	121	109	113	107
10 Y-AA & G-Sec	127	127	129	117	115	124	108
1 Y-A & G-Sec	607	610	604	589	579	598	533
3 Y-A & G-Sec	583	580	582	572	564	565	547
5 Y-A & G-Sec	572	572	573	566	554	555	544

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	7.08%
7.46% GS 2073	11,000	11,000	7.07%
7.23% GS 2039	12,000	12,000	6.96%
7.10% GS 2034	20,000	20,000	6.89%
7.02% GS 2031	11,000	11,000	6.86%
7.02% GS 2027	6,000	6,000	6.81%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	99.43%
10 to 14 Yrs	25.60%	52.97%
Long Dated (above 14 Yrs)	51.20%	77.08%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	902	12,829	103,817
MF**	-1,305	-30,494	-185,229

*As on 21st August 2024; **As on 19th August 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
Forex Reserves	23-Aug-24
Credit Growth	23-Aug-24
Deposit Growth	23-Aug-24
Loans and Advances to Central Government	23-Aug-24
Loans and Advances to State Government	23-Aug-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: August 19-23, 2024	23,000	0	0.00%
Month: Aug 2024	140,000	71,000	50.71%
H1: Apr 24-Sep 24	750,000	565,000	75.33%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: August 19-23, 2024	23,400	13,790	58.93%
Month: Aug 2024	111,480	82,440	73.95%
Q2FY25: Jul 24-Sep 24	263,562	121,323	46.03%

Source: RBI

Public Issue Data of Corporate Debt

Name of Company	Issue closed on	Base issue size Rs Crore	Final issue size Rs Crore
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
Motilal Oswal Financial Services Limited	03-May-24	500	1,000
Muthoot Fincorp Limited	25-Apr-24	100	258

Source: SEBI

Mutual Fund Category Performance - Debt

Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	6.26	6.48	6.69
Liquid Fund	6.75	7.21	7.23
Ultra Short Duration Fund	6.49	7.10	6.93
Low Duration Fund	7.04	7.43	7.12
Money Market Fund	6.79	7.41	7.24
Short Duration Fund	8.58	7.26	7.05
Medium Duration Fund	9.94	7.79	7.67
Medium to Long Duration Fund	12.44	8.12	8.16
Long Duration Fund	15.35	9.86	10.83
Corporate Bond Fund	9.50	7.96	7.60
Gilt Fund	14.21	8.83	9.16
Gilt Fund with 10 year constant duration	14.72	8.88	9.03
Dynamic Bond	12.90	8.46	8.62
Banking and PSU Fund	8.83	7.68	7.49
Floater Fund	10.05	8.71	7.96
Credit Risk Fund	8.98	7.98	8.29

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

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