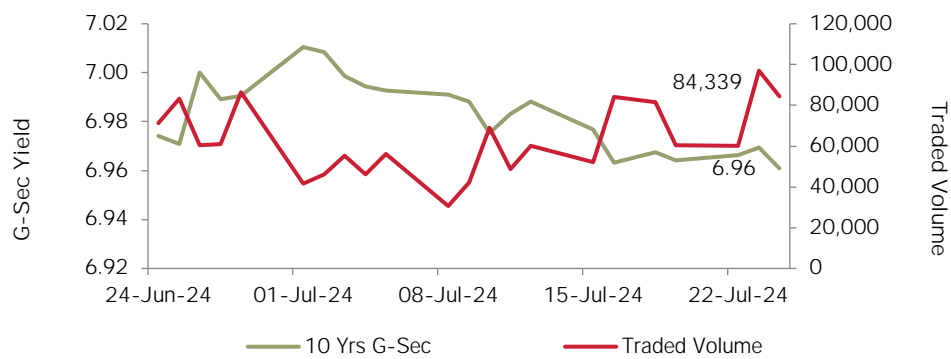


### G-Sec Yield Vs. Debt Market Traded Volume



### Liquidity Indicators (₹ Cr.)

	24-Jul-24	Week Ago	Month Ago	Year Ago
G-Sec	67,474	72,847	58,917	39,886
Net Liquidity Injected	-42373.68 <sup>[1]</sup>	-114,912	166,146	-107,812
T-Bill	13,241	7,206	7,800	1,829
Call	9,888	10,066	15,333	11,832
T-Repo	418,090	359,268	388,663	294,764

Source: CCIL

### Key Monitorables

Current Rates	24-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	83.72	83.69	81.82
Brent Crude	81.47	81.55	82.75

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

### Money Market Rates (in %)

Indicators	24-Jul-24	Week Ago	Month Ago	Year Ago
Call Rate	6.68	6.48	6.71	6.60
T-Repo	6.62	6.38	6.57	6.55
Repo	6.65	6.42	6.64	6.55
3 Month CP	7.17	7.17	7.16	6.98
3 Month CD	7.16	7.11	7.03	6.95
6 Month CP	7.47	7.47	7.45	7.27
6 Month CD	7.42	7.37	7.43	7.16
1 Year CP	7.63	7.63	7.69	7.48
1 Year CD	7.69	7.61	7.54	7.41

Source: CCIL, Refinitiv

### MIBOR-OIS (in %)

Current Rates	24-Jul-24	Week Ago	Year Ago
1 Year	6.69	6.72	6.79
2 Years	6.39	6.43	6.49
3 Years	6.30	6.36	6.36
5 Years	6.26	6.31	6.30

Source: CCIL

### MIFOR & Overnight MIBOR (in %)

Indicators	24-Jul-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.79	6.55	6.77	6.65
2 Years (MIFOR)	6.58	6.58	6.73	6.90
3 Years (MIFOR)	6.64	6.65	6.80	6.87
5 Years (MIFOR)	6.69	6.70	6.78	6.80

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

### Top 5 traded G - Sec(24 Jul 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	29,605.87	2793	6.96
7.18% GS 2033	8,520.41	657	7.00
7.32% GS 2030	4,945.95	298	6.95
7.23% GS 2039	3,286.52	197	6.99
7.18% GS 2037	2,168.19	149	7.00

Source: RBI

### State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	8.23% MH SDL 2025	1	13	7.04
Tamil Nadu	7.18% TN SDL 2027	3	20	7.13
Gujarat	7.47% GJ SGS 2025	1	17	7.03
Uttar Pradesh	8.29% UP SDL 2029	5	50	7.24
West Bengal	7.34% WB SGS 2042	18	2	7.32

Source: CCIL

- Bond yields fell marginally as market participants awaited for new catalysts after treating the Union Budget 2024-25 as a non-event.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 1 bps to close at 6.96% as compared to the previous close of 6.97%.
- Data from Reserve Bank of India showed that reserve money grew 8.6% on a yearly basis for the week ended Jul 19, 2024 compared to an increase of 6.7% in the same period of the previous year. The currency in circulation grew 6.4% on a yearly basis for the week ended Jul 19, 2024 compared to an increase of 4.2% in the same period of the previous year.
- 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. 98.3539 (YTM: 6.7130%), Rs. 96.7089 (YTM: 6.8249%) and Rs. 93.6174 (YTM: 6.8365%), respectively.
- Finance Minister announced changes to the new income tax regime in Union Budget 2024. The tax slab limit for 5% tax rate was changed from Rs. 5 lakh to Rs. 7 lakh and the standard deduction was hiked from Rs. 50,000 to Rs. 75,000.
- The Indian rupee in the spot trade fell against the U.S. dollar due to negative trends in domestic equity markets.
- Brent crude oil prices (spot) rose as the industry data reported a drop in U.S. crude oil inventories for the week ending on Jul 19th, 2024. The risk of supply disruptions is escalating due to the wildfires in Canada, which also supported oil prices.

### Yield Monitor

Corporate Bonds/G-Sec	24-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.62	7.62	7.61	7.66	7.60	7.72	7.48
3 Year AAA Corporate Bond	7.66	7.68	7.68	7.72	7.81	7.80	7.56
5 Year AAA Corporate Bond	7.58	7.60	7.61	7.65	7.75	7.77	7.53
10 Year AAA Corporate Bond	7.47	7.47	7.47	7.49	7.64	7.78	7.78
1 Year AA Corporate Bond	8.06	8.06	8.08	8.13	8.12	8.01	7.76
3 Year AA Corporate Bond	8.33	8.35	8.35	8.39	8.53	8.43	8.22
5 Year AA Corporate Bond	8.23	8.25	8.26	8.30	8.40	8.36	8.26
10 Year AA Corporate Bond	8.26	8.26	8.26	8.28	8.43	8.53	8.27
1 Year A Corporate Bond	12.89	12.89	12.91	12.96	12.96	13.02	12.63
3 Year A Corporate Bond	12.73	12.75	12.75	12.79	12.88	12.87	12.67
5 Year A Corporate Bond	12.68	12.70	12.71	12.75	12.85	12.78	12.63
1 Year G-Sec	6.99	7.00	7.01	7.06	7.17	7.24	7.03
3 Year G-Sec	6.99	7.01	7.02	7.07	7.32	7.17	7.16
5 Year G-Sec	7.02	7.04	7.06	7.12	7.32	7.17	7.18
10 Year G-Sec	7.09	7.09	7.09	7.09	7.32	7.31	7.20

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

<sup>[1]</sup>Data as on 23 Jul, 2024

### Spread Monitor (In bps)

Corporate Bonds/G-Sec	24-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	63	62	60	60	43	48	45
3 Y-AAA & G-Sec	67	67	66	65	49	63	40
5 Y-AAA & G-Sec	56	56	55	53	43	60	35
10 Y-AAA & G-Sec	38	38	38	40	32	47	58
1 Y-AA & G-Sec	107	106	107	107	95	77	73
3 Y-AA & G-Sec	134	134	133	132	121	126	106
5 Y-AA & G-Sec	121	121	120	118	108	119	108
10 Y-AA & G-Sec	117	117	117	119	111	122	107
1 Y-A & G-Sec	590	589	590	590	579	578	560
3 Y-A & G-Sec	574	574	573	572	556	570	551
5 Y-A & G-Sec	566	566	565	563	553	561	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
7.34% GS 2064	11,000	11,000	7.10%
7.46% GS 2073	11,000	11,000	7.09%
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%
7.10% GS 2034	20,000	20,000	6.98%
7.02% GS 2027	6,000	6,000	6.96%

Source: RBI

### Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY24	Completed H1 FY24
1 to 9 Yrs	23.20%	59.77%
10 to 14 Yrs	25.60%	62.50%
Long Dated (above 14 Yrs)	51.20%	59.64%

Source: RBI

### Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	2,465	17,664	86,288
MF**	60	3,520	-144,603

\*As on 24th July 2024; \*\*As on 23rd July 2024; Source: SEBI, NSDL

### Term of the Day

#### GAAP

Definition: Generally Accepted Accounting Principles (GAAP) can be defined as a common set of accounting standards, principles and procedures that organizations use to formulate their financial statements. These standards were established and administered by the American Institute of Certified Public Accountants and the Financial Accounting Standards Board.

Explanation: It is important to note that a company, while reporting its financial statements, needs to adhere to the GAAP principles if its stock is traded publicly. Adherence to GAAP ensures that the organization is presenting the true financial picture of the company. GAAP also limits the top management's intention, if any, to indulge in any malpractices to distort the financial statements of the company. The auditor also needs to certify that the company has abided by the provisions of GAAP while preparing its financial statements. It is only after the certification of the auditor that the company's report is accepted by investors, lenders and tax authorities. However, GAAP has its own set of limitations. Many countries have their own GAAP which may vary from one another. As a result, there is a lack of consistency and complexity arises when one tries to interpret the financial report of the same company in different locations. At present, with rapid globalization, the world has become a single market. As a result, it has become increasingly imperative to come up with a single global accounting language to eliminate such discrepancies and ambiguities.

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

Event	Date
Forex Reserves	26-Jul-24
Credit Growth	26-Jul-24
Deposit Growth	26-Jul-24
Loans and Advances to Central Government	26-Jul-24
Loans and Advances to State Government	26-Jul-24

Source: Refinitiv

### Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 22-26, 2024	35,000	0	0.00%
Month: Jul 2024	116,000	81,000	69.83%
H1: Apr 24-Sep 24	750,000	453,000	60.40%

Source: RBI

### State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 22-26, 2024	16,100	16,100	100.00%
Month: Jul 2024	79,490	38,883	48.92%
Q2FY25: Jul 24-Sep 24	263,562	42,883	16.27%

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	6.35	6.52	6.69
Liquid Fund	7.04	7.28	7.20
Ultra Short Duration Fund	7.06	7.17	6.87
Low Duration Fund	7.52	7.42	7.00
Money Market Fund	7.52	7.48	7.18
Short Duration Fund	7.72	7.22	6.56
Medium Duration Fund	8.02	7.94	6.89
Medium to Long Duration Fund	7.02	8.83	6.87
Long Duration Fund	5.76	12.76	8.83
Corporate Bond Fund	8.28	7.93	7.00
Gilt Fund	6.28	9.91	7.80
Gilt Fund with 10 year constant duration	7.77	9.40	7.25
Dynamic Bond	7.00	9.35	7.47
Banking and PSU Fund	8.24	7.83	6.93
Floater Fund	8.41	8.31	7.68
Credit Risk Fund	7.81	7.77	7.88

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.