

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



### Liquidity Indicators (₹ Cr.)

	24-Jun-24	Week Ago	Month Ago	Year Ago
G-Sec	58,917	58,478	69,340	53,353
Net Liquidity Injected	160968.01 <sup>[1]</sup>	98,612	192,936	-48,799
T-Bill	7,800	3,094	5,250	8,281
Call	15,333	10,678	14,777	9,877
T-Repo	388,663	333,340	363,166	339,185

Source: CCIL

### Key Monitorables

Current Rates	24-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	83.46	83.53	82.04
Brent Crude	86.04	85.02	74.28

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

### Money Market Rates (in %)

Indicators	24-Jun-24	Week Ago	Month Ago	Year Ago
Call Rate	6.71	6.72	6.72	6.56
T-Repo	6.57	6.70	6.62	6.64
Repo	6.64	6.65	6.67	6.50
3 Month CP	7.16	7.14	7.16	6.92
3 Month CD	7.03	7.10	7.31	6.92
6 Month CP	7.45	7.48	7.46	7.25
6 Month CD	7.43	7.51	7.43	7.19
1 Year CP	7.69	7.70	7.70	7.44
1 Year CD	7.54	7.59	7.46	7.50

Source: CCIL, Refinitiv

### MIBOR-OIS (in %)

Current Rates	24-Jun-24	Week Ago	Year Ago
1 Year	6.79	6.77	6.70
2 Years	6.51	6.48	6.41
3 Years	6.43	6.41	6.32
5 Years	6.36	6.70	6.27

Source: CCIL

### MIFOR & Overnight MIBOR (in %)

Indicators	24-Jun-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.77	6.79	6.80	6.61
2 Years (MIFOR)	6.73	6.71	6.79	6.93
3 Years (MIFOR)	6.80	6.79	6.92	6.83
5 Years (MIFOR)	6.78	6.84	6.95	6.85

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

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

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	24,551.46	2577	6.97
7.18% GS 2033	7,454.53	748	7.02
7.18% GS 2037	2,861.20	231	7.02
7.26% GS 2033	2,791.20	143	7.04
8.30% GS 2042	2,026.56	35	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	7.44% MAHA SGS 2041	17	420	7.29
Tamil Nadu	7.43% TN SGS 2034	10	295	7.33
Gujarat	7.52% GUJ SDL 2027	3	210	7.17
Uttar Pradesh	7.75% UP SGS 2034	10	180	7.37
West Bengal	7.52% WB SGS 2039	15	20	7.33

Source: CCIL

- Bond yields mostly remained steady after falling during the day, due to anticipated inflows, as domestic bonds will be added to JPMorgan's emerging market debt index later this week.
- Yield on the 10-year benchmark paper (7.10% GS 2034) was unchanged to close at 6.97% as compared to the previous session's close.
- RBI conducted the auction of 4-day Variable Rate Repo for the notified amount of Rs. 25,000 crore for which amount of Rs. 25,005 crore was accepted and the cut-off yield stood at 6.51%.
- According to reports, India has set limits on the amount of wheat that retailers and processors can stock, and is considering lowering or removing import taxes in order to stabilize prices. This move aims to curb inflation and manage supply, as the government explores various measures to ensure wheat price stability in the market.
- According to reports, the Goods and Services Tax (GST) Council, in its initial meeting following the new government's assumption of power, introduced various measures to simplify tax compliance and offer industry tax certainty.
- The Indian rupee in the spot trade rose against the U.S. dollar following rise in most Asian currencies and dollar sales from foreign banks.
- Brent crude oil prices (spot) edged up as investors weighed support from expected summer demand and geopolitical tensions.

### Yield Monitor

Corporate Bonds/G-Sec	24-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	7.66	7.61	7.79	7.86	7.48
3 Year AAA Corporate Bond	7.72	7.72	7.72	7.75	7.72	7.79	7.50
5 Year AAA Corporate Bond	7.65	7.65	7.62	7.64	7.67	7.65	7.50
10 Year AAA Corporate Bond	7.49	7.50	7.53	7.54	7.55	7.69	7.80
1 Year AA Corporate Bond	8.13	8.13	8.13	8.13	8.27	8.14	7.76
3 Year AA Corporate Bond	8.39	8.39	8.39	8.47	8.44	8.42	8.22
5 Year AA Corporate Bond	8.30	8.30	8.27	8.29	8.32	8.29	8.24
10 Year AA Corporate Bond	8.28	8.29	8.32	8.33	8.31	8.32	8.29
1 Year A Corporate Bond	12.96	12.96	12.96	12.91	12.99	12.98	12.63
3 Year A Corporate Bond	12.79	12.79	12.79	12.82	12.79	12.87	12.61
5 Year A Corporate Bond	12.75	12.75	12.72	12.74	12.68	12.79	12.62
1 Year G-Sec	7.06	7.07	7.11	7.13	7.22	7.29	6.99
3 Year G-Sec	7.07	7.07	7.12	7.13	7.22	7.20	7.13
5 Year G-Sec	7.12	7.12	7.13	7.16	7.23	7.21	7.15
10 Year G-Sec	7.09	7.09	7.11	7.12	7.21	7.32	7.20

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

[1] Data as on 21 Jun, 2024

### Spread Monitor (in bps)

Corporate Bonds/G-Sec	24-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	60	59	55	48	57	57	49
3 Y-AAA & G-Sec	65	65	60	62	50	59	37
5 Y-AAA & G-Sec	53	53	49	48	44	44	35
10 Y-AAA & G-Sec	40	41	42	42	34	37	60
1 Y-AA & G-Sec	107	106	102	100	105	85	77
3 Y-AA & G-Sec	132	132	127	134	122	122	109
5 Y-AA & G-Sec	118	118	114	113	109	108	109
10 Y-AA & G-Sec	119	120	121	121	110	100	109
1 Y-A & G-Sec	590	589	585	578	577	569	564
3 Y-A & G-Sec	572	572	567	569	557	567	548
5 Y-A & G-Sec	563	563	559	558	545	558	547

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%
7.46% GS 2073	11,000	11,000	7.07%
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%
7.04% GS 2029	12,000	12,000	6.99%

Source: RBI

### Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	50.00%
10 to 14 Yrs	25.60%	41.67%
Long Dated (above 14 Yrs)	51.20%	45.31%

Source: RBI

### Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	1,146	11,721	65,390
MF**	4,662	1,481	-141,670

\*As on 24th June 2024; \*\*As on 20th June 2024; Source: SEBI, NSDL

### Term of the Day

#### Transaction Cost

**Definition:** Transaction refers to any economic exchange, which involves at least two parties. When a cost is involved in completing the transaction, it is known as transaction cost. In other words, it is the cost other than the price paid for buying a product or service.

**Explanation:** The transaction costs to buyers and sellers are the money that brokers and other consultants or advisors receive for the role they play in completing such transactions. Depending upon the sector, there can be various costs involved while doing a transaction. It can include consultation fees, legal fees, communication charges, transportation costs, informational cost of finding the price, quality, and durability of a product, brokerage etc. From the point of view of investors, transaction costs are important because they are one of the determinants of net returns. If the transaction cost is too high, it can reduce the return of investors.

In the context of mutual funds, fees like expense ratio is the transaction cost involved. Besides, advisors often charge separate advisory fees from their clients. In the context of share trading, transaction costs involve the brokerage that is paid to the depository participant during each buying and selling of scrips.

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

Event	Date
Reserve Money	26-Jun-24
Money Supply	26-Jun-24
Currency in Circulation	26-Jun-24
Bank Credit to Commercial Sector	26-Jun-24
Banker's Deposits with RBI	26-Jun-24

Source: Refinitiv

### Govt Borrowing Program FY24

Description	Scheduled	Completed	% Completed
Week: June 24-28, 2024	31,000	0	0.00%
Month: Jun 2024	117,000	86,000	73.50%
H1: Apr 24-Sep 24	750,000	341,000	45.47%

Source: RBI

### State Govt Borrowing Program FY24

Description	Scheduled	Completed	% Completed
Week: June 24-28, 2024	22,300	0	0.00%
Month: Jun 2024	69,250	34,750	50.18%
Q1FY25: Apr 24-Jun 24	254,040	128,750	50.68%

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	6.38	6.57	6.71
Liquid Fund	6.86	7.32	7.17
Ultra Short Duration Fund	6.64	7.11	6.83
Low Duration Fund	6.74	7.30	6.97
Money Market Fund	6.82	7.40	7.13
Short Duration Fund	6.48	6.97	6.47
Medium Duration Fund	7.60	7.71	6.76
Medium to Long Duration Fund	8.75	8.73	6.79
Long Duration Fund	16.06	13.74	9.15
Corporate Bond Fund	6.92	7.61	6.90
Gilt Fund	10.96	10.18	7.79
Gilt Fund with 10 year constant duration	8.90	9.31	7.16
Dynamic Bond	10.15	9.37	7.42
Banking and PSU Fund	6.59	7.52	6.80
Floater Fund	7.97	8.11	7.69
Credit Risk Fund	7.67	7.70	7.82

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

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