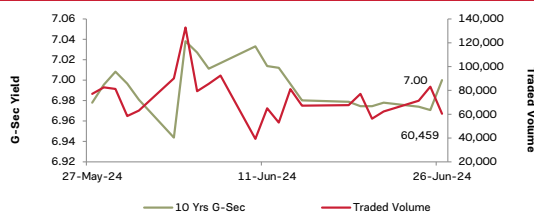


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	26-Jun-24	Week Ago	Month Ago	Year Ago
G-Sec	45,595	65,129	69,340	49,901
Net Liquidity Injected	146809.01 ^[1]	155,916	192,936	-41,973
T-Bill	11,389	6,833	5,250	21,064
Call	13,846	11,579	14,777	10,904
T-Repo	412,648	383,927	363,166	349,950

Source: CCIL

Key Monitorables

Current Rates	26-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	83.57	83.43	82.04
Brent Crude	85.20	84.94	74.26

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

Money Market Rates (in %)

Indicators	26-Jun-24	Week Ago	Month Ago	Year Ago
Call Rate	6.59	6.65	6.72	6.73
T-Repo	6.54	6.50	6.62	6.74
Repo	6.54	6.59	6.67	6.65
3 Month CP	7.24	7.16	7.16	6.97
3 Month CD	7.19	7.10	7.31	6.90
6 Month CP	7.52	7.46	7.46	7.28
6 Month CD	7.49	7.46	7.43	7.16
1 Year CP	7.70	7.69	7.70	7.47
1 Year CD	7.67	7.63	7.46	7.35

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	26-Jun-24	Week Ago	Year Ago
1 Year	6.80	6.77	6.70
2 Years	6.55	6.48	6.39
3 Years	6.47	6.41	6.32
5 Years	6.41	6.33	6.26

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	26-Jun-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.65	6.74	6.80	6.80
2 Years (MIFOR)	6.77	6.74	6.79	6.91
3 Years (MIFOR)	6.85	6.76	6.92	6.80
5 Years (MIFOR)	6.87	6.84	6.95	6.84

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(26 Jun 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	16,008.50	1536	7.00
7.18% GS 2033	7,058.80	695	7.05
7.18% GS 2037	2,591.28	177	7.04
7.37% GS 2028	1,682.80	78	7.01
7.23% GS 2039	1,593.33	211	7.03

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.2% MAHA SDL 2027	3	385	7.18
Tamil Nadu	7.5% TN SGS 2054	30	300	7.31
Gujarat	7.17% GUJ SDL 2027	3	30	7.18
Uttar Pradesh	7.75% UP SGS 2034	10	100	7.33
West Bengal	7.52% WB SGS 2039	15	175	7.38

Source: CCIL

- Bond yields rose marginally as market participants awaited foreign flows ahead of the inclusion of domestic bonds in the JPMorgan emerging market debt index.
- Yield on the 10-year benchmark paper (7.10% GS 2034) rose by 1 bps to close at 7.00% as compared to the previous close of 6.99%.
- Data from Reserve Bank of India showed that reserve money grew 8.6% on a yearly basis for the week ended Jun 21, 2024 compared to an increase of 5.7% in the same period of the previous year. The currency in circulation grew 6.2% on a yearly basis for the week ended Jun 21, 2024 compared to an increase of 4.8% 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. 12,000 crore for which the full amount was accepted, and the cut-off rate stood at Rs. 98.3321 (YTM: 6.8034%), Rs. 96.6650 (YTM: 6.9191%) and Rs. 93.5101 (YTM: 6.9594%), respectively.
- According to the RBI data, India's external debt was placed at \$663.8 billion at the end of Mar 2024, an increase of US\$ 39.7 billion over its level at the end of Mar 2023. Despite the rise, the country's external debt to GDP ratio declined to 18.7% at end of Mar 2024 from 19% at the end of Mar 2023.
- The Indian rupee in the spot trade fell against the U.S. dollar due to weakness in other Asian peers and month-end greenback demand from importers.
- Brent crude oil prices (spot) fell slightly despite optimism about the outlook for oil demand in the summer driving season.

Yield Monitor

Corporate Bonds/G-Sec	26-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.71	7.69	7.66	7.61	7.79	7.84	7.48
3 Year AAA Corporate Bond	7.75	7.73	7.73	7.75	7.72	7.82	7.54
5 Year AAA Corporate Bond	7.67	7.66	7.65	7.64	7.74	7.67	7.50
10 Year AAA Corporate Bond	7.49	7.49	7.52	7.54	7.55	7.69	7.80
1 Year AA Corporate Bond	8.18	8.16	8.13	8.13	8.27	8.12	7.76
3 Year AA Corporate Bond	8.42	8.40	8.39	8.47	8.44	8.45	8.26
5 Year AA Corporate Bond	8.32	8.31	8.30	8.29	8.39	8.31	8.24
10 Year AA Corporate Bond	8.28	8.28	8.31	8.33	8.31	8.32	8.29
1 Year A Corporate Bond	13.01	12.99	12.96	12.91	12.99	12.96	12.63
3 Year A Corporate Bond	12.82	12.80	12.79	12.82	12.79	12.90	12.65
5 Year A Corporate Bond	12.77	12.76	12.75	12.74	12.75	12.81	12.62
1 Year G-Sec	7.08	7.08	7.10	7.13	7.23	7.29	6.99
3 Year G-Sec	7.10	7.09	7.10	7.13	7.22	7.20	7.14
5 Year G-Sec	7.14	7.13	7.12	7.16	7.23	7.21	7.14
10 Year G-Sec	7.12	7.10	7.10	7.12	7.21	7.31	7.19

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

[1] Data as on 25 Jun, 2024

Spread Monitor (in bps)

Corporate Bonds/G-Sec	26-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	63	61	56	48	56	55	49
3 Y-AAA & G-Sec	65	64	63	62	50	62	40
5 Y-AAA & G-Sec	53	53	53	48	51	46	36
10 Y-AAA & G-Sec	37	39	42	42	34	38	61
1 Y-AA & G-Sec	110	108	103	100	104	83	77
3 Y-AA & G-Sec	132	131	129	134	122	125	112
5 Y-AA & G-Sec	118	118	118	113	116	110	110
10 Y-AA & G-Sec	116	118	121	121	110	101	110
1 Y-A & G-Sec	593	591	586	578	576	567	564
3 Y-A & G-Sec	572	571	569	569	557	570	551
5 Y-A & G-Sec	563	563	563	558	552	560	548

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*	1,066	13,244	66,913
MF**	-1,682	14	-143,137

*As on 26th June 2024; **As on 24th June 2024; Source: SEBI, NSDL

Term of the Day

Market Neutral Fund

Definition: Market Neutral Funds aim to generate profit irrespective of movements in the market. These funds seek to produce alpha returns while reducing beta risk to near-zero.

Explanation: Market Neutral Funds target superior returns by focussing on astute stock selection. These funds generally combine long and short strategies. Long positions are held in those stocks which are expected to perform better than the market, while short positions are made in those stocks whose prices are expected to drop. Hence, the performance of these funds is not directly linked to the market performance, as they maintain a low, but positive correlation with market return.

The fund manager believes the price of stock "X" will increase due to depreciation in the rupee while the price of stock "Y" will decline on account of imposition of import duty. Hence, the fund manager in order to produce superior returns will hold long position in stock "X" while going short on stock "Y" at the same time

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	17,071	76.55%
Month: Jun 2024	69,250	51,821	74.83%
Q1FY25: Apr 24-Jun 24	254,040	145,821	57.40%

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	6.56	6.71
Liquid Fund	6.77	7.30	7.17
Ultra Short Duration Fund	6.52	7.08	6.83
Low Duration Fund	6.57	7.25	6.96
Money Market Fund	6.68	7.37	7.13
Short Duration Fund	5.94	6.87	6.42
Medium Duration Fund	7.01	7.62	6.71
Medium to Long Duration Fund	7.18	8.49	6.65
Long Duration Fund	13.55	13.35	8.91
Corporate Bond Fund	6.36	7.51	6.85
Gilt Fund	8.89	9.87	7.60
Gilt Fund with 10 year constant duration	6.99	8.95	6.94
Dynamic Bond	8.45	9.12	7.27
Banking and PSU Fund	6.14	7.45	6.77
Floater Fund	7.62	8.04	7.65
Credit Risk Fund	7.53	7.66	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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Event for the Week (Monday to Friday)

Event	Date
Forex Reserves	28-Jun-24
Credit Growth	28-Jun-24
Deposit Growth	28-Jun-24
Infrastructure Output	28-Jun-24
Fiscal deficit (as a % of budget estimates)	28-Jun-24

Source: Refinitiv