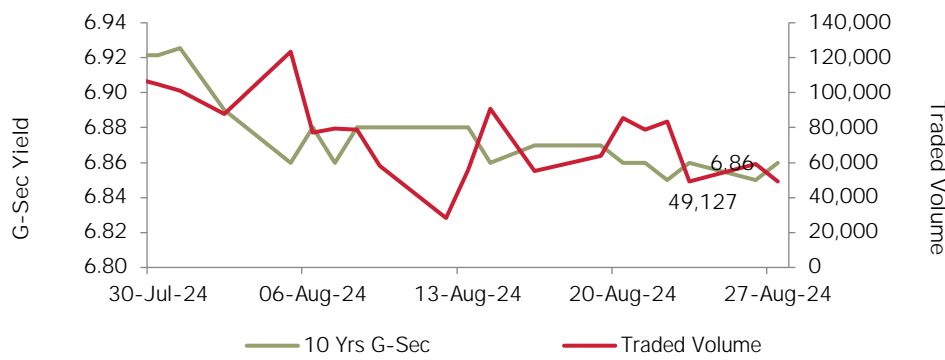


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	27-Aug-24	Week Ago	Month Ago	Year Ago
G-Sec	38,246	73,687	110,268	32,483
Net Liquidity Injected	-82235.23 ^[1]	-126,125	-145,223	-11,497
T-Bill	1,787	5,065	3,024	4,568
Call	9,328	10,919	11,220	9,020
T-Repo	398,925	373,758	405,514	365,749

Source: CCIL

Key Monitorables

Current Rates	27-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	83.93	83.90	82.65
Brent Crude	79.82	81.26	84.78

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

Money Market Rates (in %)

Indicators	27-Aug-24	Week Ago	Month Ago	Year Ago
Call Rate	6.51	6.50	6.48	6.74
T-Repo	6.40	6.33	6.39	6.75
Repo	6.39	6.48	6.39	6.77
3 Month CP	7.23	7.23	7.17	7.07
3 Month CD	7.27	7.35	7.14	7.01
6 Month CP	7.52	7.52	7.47	7.33
6 Month CD	7.46	7.47	7.42	7.26
1 Year CP	7.68	7.67	7.63	7.50
1 Year CD	7.61	7.62	7.69	7.41

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	27-Aug-24	Week Ago	Year Ago
1 Year	6.49	6.53	7.01
2 Years	6.17	6.21	6.72
3 Years	6.09	6.14	6.67
5 Years	6.06	6.11	6.64

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	27-Aug-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.60	6.59	6.55	6.84
2 Years (MIFOR)	6.39	6.44	6.57	7.06
3 Years (MIFOR)	6.45	6.48	6.64	7.08
5 Years (MIFOR)	6.52	6.54	6.67	7.09

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(27 Aug 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	17,969.52	1651	6.86
7.04% GS 2029	3,025.50	105	6.78
7.18% GS 2033	2,930.20	203	6.89
7.34% GS 2064	2,114.72	121	7.03
7.23% GS 2039	1,410.00	99	6.91

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.25% MH SGS 2044	20	8	7.24
Tamil Nadu	7.06% TN SGS 2029	5	3	7.05
Gujarat	7.17% GJ SDL 2030	6	1	7.11
Uttar Pradesh	7.04% UP SDL 2031	7	9	7.18
West Bengal	7.35% WB SGS 2040	16	0	7.27

Source: CCIL

- Bond yields rose due to higher-than-expected debt sale from states which added to the overall bond supply. Indian states raised Rs. 36,250 crore from bond sales compared to the scheduled amount of Rs. 29,400 crore on Aug 27, 2024.
- Yield on the 10-year benchmark paper (7.10% GS 2034) rose by 1 bps to close at 6.86% as compared to the previous close of 6.85%.
- Reserve Bank of India conducted the auction of government securities for fourteen states for a notified amount of Rs. 36,250 crore for which full amount was accepted. The cut off yield ranged from 7.06% to 7.27%. The lowest yield was witnessed in case of Tamil Nadu and the highest yield was witnessed in case of Andhra Pradesh, Manipur and Rajasthan.
- RBI announced to conduct the auction of 2-day Variable Rate Reverse Repo for the notified amount of Rs. 50,000 crore on Aug 28, 2024.
- The government may cut centrally sponsored schemes (CSS) to 50 from 75 by either merging or discontinuing certain programs, in line with the recommendations of the 15th Finance Commission. This justification seeks to promote a more effective allocation of resources and increased accountability within the state.
- The Indian rupee in the spot trade fell against the U.S. dollar due to weakness in other Asian peers and greenback demand from importers.
- Brent crude oil prices (spot) rose on supply concerns stemming from heightened Middle East tensions.

Yield Monitor

Corporate Bonds/G-Sec	27-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.57	7.57	7.56	7.62	7.63	7.81	7.53
3 Year AAA Corporate Bond	7.45	7.50	7.50	7.62	7.75	7.71	7.64
5 Year AAA Corporate Bond	7.50	7.51	7.52	7.53	7.64	7.77	7.67
10 Year AAA Corporate Bond	7.43	7.43	7.43	7.47	7.50	7.64	7.93
1 Year AA Corporate Bond	8.04	8.04	8.05	8.03	8.15	8.17	7.81
3 Year AA Corporate Bond	8.12	8.17	8.17	8.29	8.47	8.44	8.26
5 Year AA Corporate Bond	8.15	8.16	8.17	8.18	8.29	8.42	8.40
10 Year AA Corporate Bond	8.24	8.24	8.24	8.26	8.29	8.39	8.42
1 Year A Corporate Bond	12.93	12.93	12.94	12.86	12.93	13.06	12.68
3 Year A Corporate Bond	12.67	12.72	12.68	12.69	12.82	12.78	12.71
5 Year A Corporate Bond	12.60	12.61	12.62	12.63	12.74	12.78	12.77
1 Year G-Sec	6.84	6.84	6.84	6.94	7.11	7.15	7.22
3 Year G-Sec	6.86	6.86	6.88	6.96	7.13	7.18	7.30
5 Year G-Sec	6.90	6.89	6.90	6.96	7.16	7.18	7.33
10 Year G-Sec	6.98	6.97	6.97	7.06	7.10	7.19	7.34

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

^[1]Data as on 26 Aug, 2024

Spread Monitor (in bps)

Corporate Bonds/G-Sec	27-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	73	73	72	68	52	66	31
3 Y-AAA & G-Sec	59	64	62	66	62	53	34
5 Y-AAA & G-Sec	60	62	62	57	48	59	34
10 Y-AAA & G-Sec	45	46	46	41	40	45	59
1 Y-AA & G-Sec	120	120	121	109	104	102	59
3 Y-AA & G-Sec	126	131	129	133	134	126	96
5 Y-AA & G-Sec	125	127	127	122	113	124	107
10 Y-AA & G-Sec	126	127	127	120	119	120	108
1 Y-A & G-Sec	609	609	610	592	582	591	546
3 Y-A & G-Sec	581	586	580	573	569	560	541
5 Y-A & G-Sec	570	572	572	567	558	560	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
7.46% GS 2073	11,000	11,000	7.07%
7.34% GS 2064	22,000	22,000	7.05%
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%
7.04% GS 2029	12,000	12,000	6.78%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY24	Completed H1 FY24
1 to 9 Yrs	23.20%	86.78%
10 to 14 Yrs	25.60%	72.92%
Long Dated (above 14 Yrs)	51.20%	77.34%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	2,047	14,930	105,918
MF**	-131	-38,713	-193,448

*As on 27th August 2024; **As on 22nd August 2024; Source: SEBI, NSDL

Term of the Day

Clearing Bank

Definition: Clearing banks are responsible for clearing cheques between the presenting and drawee banks. Usually, clearing bank is a voluntary bank where the settlement accounts are maintained for other banks.

Explanation: In the banking system, when a cheque is issued, it involves several players. The drawer, who draws a cheque, instructs a drawee bank, on which the cheque is issued, to pay the payee. In this process, when a payee receives a cheque, he would then deposit it in a bank. Now the cheques are sent to the clearing bank, which delivers it to the bank upon which it has been drawn. The cheque is then passed for payment depending on the availability of the funds.

In India, wherever Reserve Bank of India (RBI), has its office, the clearing bank is managed by it. In the absence of an office of the RBI, the clearing bank is managed by the State Bank of India, its associate banks and in a few cases by other public sector banks.

Event for the Week (Monday to Friday)

Event for the Week (Monday to Friday)	Date
Reserve Money	28-Aug-24
Currency in Circulation	28-Aug-24
Banker's Deposits with RBI	28-Aug-24
GDP (Q1FY25)	30-Aug-24
Forex Reserves	30-Aug-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: August 26-30, 2024	30,000	0	0.00%
Month: Aug 2024	140,000	94,000	67.14%
H1: Apr 24-Sep 24	750,000	588,000	78.40%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: August 26-30, 2024	23,400	36,250	154.91%
Month: Aug 2024	111,480	118,690	106.47%
Q2FY25: Jul 24-Sep 24	263,562	157,573	59.79%

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	6.23	6.47	6.68
Liquid Fund	6.76	7.19	7.23
Ultra Short Duration Fund	6.42	7.04	6.92
Low Duration Fund	6.78	7.38	7.10
Money Market Fund	6.64	7.35	7.23
Short Duration Fund	7.65	7.31	7.02
Medium Duration Fund	8.54	7.88	7.60
Medium to Long Duration Fund	10.10	8.27	7.99
Long Duration Fund	12.24	9.95	10.42
Corporate Bond Fund	8.63	8.01	7.56
Gilt Fund	11.30	8.92	8.93
Gilt Fund with 10 year constant duration	12.04	9.14	8.88
Dynamic Bond	10.24	8.49	8.42
Banking and PSU Fund	8.08	7.75	7.44
Floater Fund	8.75	8.69	7.93
Credit Risk Fund	7.88	7.76	8.22

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

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