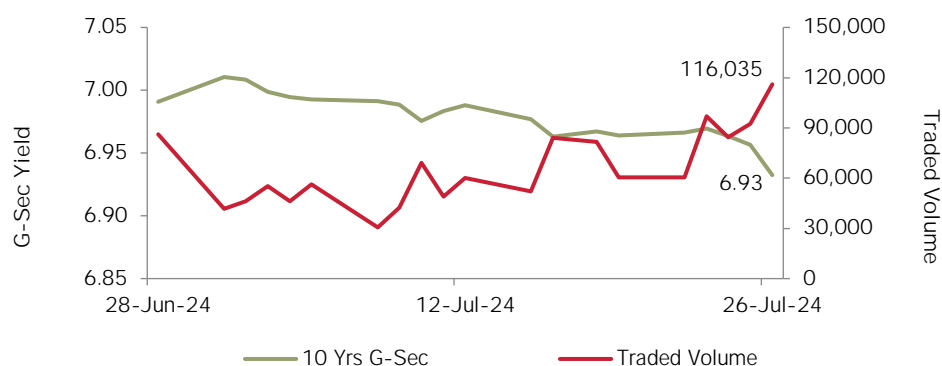


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	26-Jul-24	Week Ago	Month Ago	Year Ago
G-Sec	110,268	51,180	45,595	40,096
Net Liquidity Injected	-85920.68 ^[1]	-99,879	152,308	-134,590
T-Bill	3,024	6,633	11,389	11,513
Call	11,220	8,451	13,846	11,887
T-Repo	405,514	377,963	412,648	311,425

Source: CCIL

Key Monitorables

Current Rates	26-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	83.73	83.70	82.00
Brent Crude	80.55	82.40	82.88

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

Money Market Rates (in %)

Indicators	26-Jul-24	Week Ago	Month Ago	Year Ago
Call Rate	6.48	6.53	6.59	6.44
T-Repo	6.39	6.47	6.54	6.32
Repo	6.39	6.48	6.54	6.40
3 Month CP	7.17	7.17	7.24	6.98
3 Month CD	7.14	7.19	7.19	6.94
6 Month CP	7.47	7.47	7.52	7.27
6 Month CD	7.42	7.42	7.49	7.14
1 Year CP	7.63	7.63	7.70	7.45
1 Year CD	7.69	7.60	7.67	7.42

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	26-Jul-24	Week Ago	Year Ago
1 Year	6.69	6.72	6.81
2 Years	6.38	6.42	6.54
3 Years	6.30	6.34	6.43
5 Years	6.25	6.30	6.37

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	26-Jul-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.55	6.60	6.65	6.50
2 Years (MIFOR)	6.57	6.60	6.77	6.94
3 Years (MIFOR)	6.64	6.67	6.85	6.83
5 Years (MIFOR)	6.67	6.72	6.87	6.86

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(26 Jul 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.23% GS 2039	8,746.05	533	6.98
7.32% GS 2030	7,355.02	426	6.90
7.04% GS 2029	5,899.08	210	6.83
7.37% GS 2028	5,605.00	335	6.84
7.34% GS 2064	4,253.26	193	7.07

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.49% MAHA SGS 2036	12	22	7.31
Tamil Nadu	7.18% TN SDL 2027	3	16	7.06
Gujarat	7.57% GUJ SGS 2026	2	1	7.03
Uttar Pradesh	8.32% UP SDL 2029	5	50	7.21
West Bengal	7.52% WB SGS 2039	15	25	7.32

Source: CCIL

- Bond yields fell as the underlying sentiment remained bullish with favourable demand-supply dynamics.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 1 bps to close at 6.94% as compared to the previous close of 6.95%.
- Reserve Bank of India conducted the auction of three government securities namely 7.04% GS 2029, 7.23% GS 2039 and 7.34% GS 2064 for a notified amount of Rs. 35,000 crore, which was completely accepted. The cut off price/implicit yield at cut-off for 7.04% GS 2029, 7.23% GS 2039 and 7.34% GS 2064 stood at Rs. 100.85/6.8279%, Rs. 102.30/6.9758% and Rs. 103.58/7.0686%, respectively.
- Data from Reserve Bank of India showed that India's foreign exchange reserves increased to \$670.86 billion for the week ended Jul 19, 2024 compared with \$666.85 billion a week earlier.
- According to the RBI's index, which gauges the adoption of online transactions, digital payments nationwide saw an increase of 12.6% YoY as of Mar 31, 2024. The RBI's Digital Payments Index (RBI-DPI) stood at 445.5 at the end of Mar 2024 compared to 418.77 in Sep 2023 and 395.57 in Mar 2023.
- The Indian rupee in the spot trade fell against the U.S. dollar due to greenback demand from oil companies and custodial banks.
- Brent crude oil prices (spot) fell amid concerns about the outlook for demand due to largely to the economic deceleration in China.

Yield Monitor

Corporate Bonds/G-Sec	26-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	7.62	7.71	7.60	7.81	7.47
3 Year AAA Corporate Bond	7.62	7.65	7.66	7.75	7.81	7.80	7.53
5 Year AAA Corporate Bond	7.53	7.55	7.60	7.67	7.76	7.77	7.53
10 Year AAA Corporate Bond	7.47	7.47	7.47	7.49	7.61	7.78	7.78
1 Year AA Corporate Bond	8.03	8.05	8.06	8.18	8.12	8.10	7.75
3 Year AA Corporate Bond	8.29	8.33	8.33	8.42	8.53	8.43	8.19
5 Year AA Corporate Bond	8.18	8.20	8.25	8.32	8.41	8.36	8.26
10 Year AA Corporate Bond	8.26	8.26	8.26	8.28	8.40	8.53	8.27
1 Year A Corporate Bond	12.86	12.88	12.89	13.01	12.96	13.05	12.62
3 Year A Corporate Bond	12.69	12.73	12.73	12.82	12.88	12.87	12.64
5 Year A Corporate Bond	12.63	12.65	12.70	12.77	12.86	12.78	12.63
1 Year G-Sec	6.94	6.95	7.00	7.08	7.18	7.22	7.01
3 Year G-Sec	6.96	6.96	7.01	7.10	7.32	7.16	7.20
5 Year G-Sec	6.96	7.00	7.04	7.14	7.33	7.16	7.21
10 Year G-Sec	7.06	7.07	7.09	7.12	7.33	7.30	7.22

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

^[1]Data as on 25 Jul, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	26-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	68	67	62	63	42	59	46
3 Y-AAA & G-Sec	66	69	65	65	49	64	33
5 Y-AAA & G-Sec	57	55	56	53	43	61	32
10 Y-AAA & G-Sec	41	40	38	37	28	48	56
1 Y-AA & G-Sec	109	110	106	110	94	88	74
3 Y-AA & G-Sec	133	137	132	132	121	127	99
5 Y-AA & G-Sec	122	120	121	118	108	120	105
10 Y-AA & G-Sec	120	119	117	116	107	123	105
1 Y-A & G-Sec	592	593	589	593	578	583	561
3 Y-A & G-Sec	573	577	572	572	556	571	544
5 Y-A & G-Sec	567	565	566	563	553	562	542

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	7.09%
7.34% GS 2064	22,000	22,000	7.09%
7.30% GS 2053	10,000	10,000	7.08%
7.23% GS 2039	24,000	24,000	7.01%
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 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	66.67%
10 to 14 Yrs	25.60%	62.50%
Long Dated (above 14 Yrs)	51.20%	65.63%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	1,375	19,223	87,847
MF**	60	3,520	-144,603

*As on 26th July 2024; **As on 23rd July 2024; Source: SEBI, NSDL

Term of the Day

Deregulation

Definition: Deregulation can be termed as the process where the Government control is being reduced or eliminated in a particular market system or in an economy. By implementing deregulation, the Government removes the barriers and opens more space to private players in order to increase competition and efficiency.

Explanation: Deregulation can be done partially when the Government decides to reduce part of its control over the system or it can be fully deregulated if the Government fully removes its control from the system.

Example:

The Indian economy was opened up in 1991 and deregulation took place in various sectors. This helped more private players, especially foreign companies, to participate in the economic system.

Event for the Week (Monday to Friday)

Event	Date
SDL Auction	30-Jul-24
Treasury Bill Auction	31-Jul-24
G-Sec Auction	2-Aug-24
Forex Reserves	2-Aug-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 22-26, 2024	35,000	35,000	100.00%
Month: Jul 2024	116,000	116,000	100.00%
H1: Apr 24-Sep 24	750,000	488,000	65.07%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 22-26, 2024	16,100	12,100	75.16%
Month: Jul 2024	79,490	38,883	48.92%
Q2FY25: Jul 24-Sep 24	263,562	38,883	14.75%

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	6.34	6.52	6.69
Liquid Fund	7.13	7.28	7.20
Ultra Short Duration Fund	7.19	7.18	6.87
Low Duration Fund	8.01	7.49	7.02
Money Market Fund	7.65	7.48	7.18
Short Duration Fund	9.53	7.42	6.69
Medium Duration Fund	10.06	8.18	7.08
Medium to Long Duration Fund	10.32	9.02	7.12
Long Duration Fund	9.22	12.65	9.11
Corporate Bond Fund	10.24	8.17	7.13
Gilt Fund	9.81	9.99	8.02
Gilt Fund with 10 year constant duration	11.98	9.66	7.62
Dynamic Bond	10.25	9.53	7.68
Banking and PSU Fund	10.06	8.06	7.07
Floater Fund	10.26	8.58	7.80
Credit Risk Fund	8.78	7.97	7.99

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

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