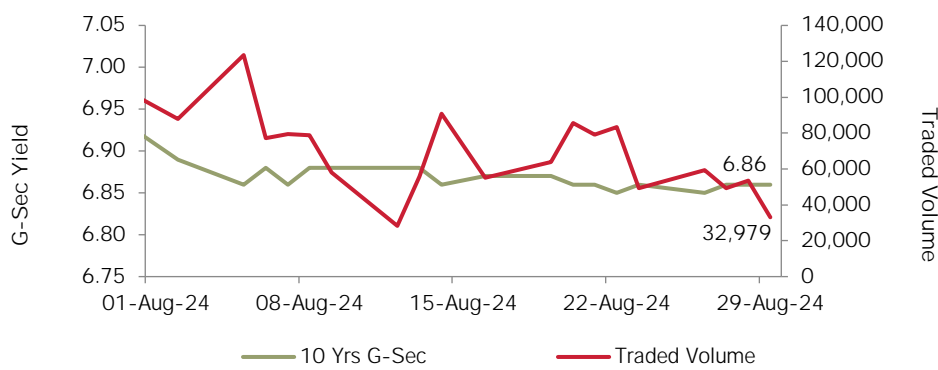


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	29-Aug-24	Week Ago	Month Ago	Year Ago
G-Sec	27,210	71,981	100,158	44,345
Net Liquidity Injected	-94845.23 ^[1]	-107,477	-114,206	-41,284
T-Bill	2,464	7,807	5,221	7,299
Call	11,871	9,576	11,431	7,220
T-Repo	359,166	382,239	387,079	380,962

Source: CCIL

Key Monitorables

Current Rates	29-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	83.87	83.95	82.71
Brent Crude	79.89	78.47	85.47

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

Money Market Rates (in %)

Indicators	29-Aug-24	Week Ago	Month Ago	Year Ago
Call Rate	6.66	6.52	6.48	6.75
T-Repo	6.63	6.38	6.36	6.75
Repo	6.60	6.46	6.42	6.84
3 Month CP	7.23	7.23	7.17	7.05
3 Month CD	7.24	7.32	7.14	7.03
6 Month CP	7.53	7.52	7.47	7.33
6 Month CD	7.48	7.44	7.41	7.23
1 Year CP	7.70	7.68	7.63	7.50
1 Year CD	7.63	7.59	7.68	7.38

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	29-Aug-24	Week Ago	Year Ago
1 Year	6.49	6.51	6.98
2 Years	6.18	6.18	6.67
3 Years	6.11	6.10	6.63
5 Years	6.07	6.07	6.58

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	29-Aug-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.70	6.60	6.55	7.10
2 Years (MIFOR)	6.40	6.36	6.55	7.05
3 Years (MIFOR)	6.48	6.42	6.62	7.05
5 Years (MIFOR)	6.55	6.48	6.64	7.07

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(29 Aug 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	11,170.59	1166	6.86
7.18% GS 2037	1,696.40	70	6.91
7.18% GS 2033	1,440.50	146	6.90
7.02% GS 2031	1,360.00	58	6.83
7.34% GS 2064	1,231.19	41	7.04

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.76% MAHA SGS 2030	6	2	7.13
Tamil Nadu	7.35% TN SGS 2034	10	1	7.22
Gujarat	8.43% GUJ SDL 2024	0	0	6.76
Uttar Pradesh	7.73% UP SGS 2034	10	2	7.22
West Bengal	7.39% WB SGS 2044	20	0	7.26

Source: CCIL

- Bond yields mostly remained steady as market participants awaited for important economic data points along with domestic debt supply on Aug 30, 2024.
- Yield on the 10-year benchmark paper (7.10% GS 2034) was unchanged to close at 6.86% as compared to the previous day's close.
- RBI announced to conduct the auction of 7-day Variable Rate Reverse Repo for the notified amount of Rs. 1,00,000 crore on Aug 30, 2024.
- According to media reports, Adani Enterprises Ltd. announced the launch of its maiden public non-convertible debenture (NCD) issue on Sep 4, 2024, with plans to raise up to Rs. 800 crore.
- The finance minister stated that the Pradhan Mantri Jan Dhan Yojana (PMJDY) has reached its 10-year milestone in implementation and recognized as the largest government initiative globally aimed at promoting financial inclusion. The effectiveness of the initiative is demonstrated by the inclusion of 53 crore individuals into the formal banking system, facilitated by the establishment of Jan Dhan accounts.
- The Indian rupee in the spot trade rose against the U.S. dollar following positive trends in domestic equities.
- Brent crude oil prices (spot) rose on supply concerns amid reports Libya has shut off production and halted exports at several ports.

Yield Monitor

Corporate Bonds/G-Sec	29-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	7.55	7.62	7.65	7.83	7.53
3 Year AAA Corporate Bond	7.46	7.45	7.50	7.64	7.74	7.76	7.65
5 Year AAA Corporate Bond	7.50	7.50	7.51	7.51	7.64	7.72	7.61
10 Year AAA Corporate Bond	7.40	7.40	7.43	7.47	7.51	7.62	7.93
1 Year AA Corporate Bond	8.04	8.04	8.04	8.08	8.17	8.17	7.81
3 Year AA Corporate Bond	8.13	8.12	8.17	8.31	8.46	8.49	8.27
5 Year AA Corporate Bond	8.15	8.15	8.16	8.16	8.29	8.37	8.34
10 Year AA Corporate Bond	8.21	8.21	8.24	8.26	8.30	8.37	8.42
1 Year A Corporate Bond	12.93	12.93	12.93	12.91	12.95	13.06	12.68
3 Year A Corporate Bond	12.68	12.67	12.68	12.71	12.81	12.83	12.72
5 Year A Corporate Bond	12.60	12.60	12.61	12.61	12.74	12.73	12.76
1 Year G-Sec	6.84	6.86	6.86	6.95	7.16	7.16	7.14
3 Year G-Sec	6.85	6.86	6.86	6.95	7.16	7.19	7.30
5 Year G-Sec	6.89	6.89	6.89	6.96	7.18	7.18	7.31
10 Year G-Sec	6.98	6.98	6.97	7.04	7.13	7.20	7.31

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

^[1]Data as on 28 Aug, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	29-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	73	71	69	67	49	67	39
3 Y-AAA & G-Sec	61	59	64	69	58	57	35
5 Y-AAA & G-Sec	61	61	62	55	46	54	30
10 Y-AAA & G-Sec	42	42	46	43	38	42	62
1 Y-AA & G-Sec	120	118	118	113	101	101	67
3 Y-AA & G-Sec	128	126	131	136	130	130	97
5 Y-AA & G-Sec	126	126	127	120	111	119	103
10 Y-AA & G-Sec	123	123	127	122	117	117	111
1 Y-A & G-Sec	609	607	607	596	579	590	554
3 Y-A & G-Sec	583	581	582	576	565	564	542
5 Y-A & G-Sec	571	571	572	565	556	555	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
7.46% 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 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	106.32%
10 to 14 Yrs	25.60%	52.97%
Long Dated (above 14 Yrs)	51.20%	79.95%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	2,081	17,718	108,705
MF**	-1,627	-44,367	-199,102

*As on 29th August 2024; **As on 27th August 2024; Source: SEBI, NSDL

Term of the Day

Currency Swaps

Definition: Currency swaps are financial instruments which are used by banks, multinational corporations and institutional investors. It is a contract between two institutions to exchange cash flow (principal and/or interest payment) in two different currencies. A Currency Swap is generally used to raise funds in a market where the corporate has a comparative advantage and to achieve a portfolio in a different currency of his choice, at a cost lower than if he accessed the market of the second currency directly.

Explanation: Currency swaps allow an institution to leverage advantages it might enjoy in specific countries. In a currency swap agreement, the counterparties exchange notional principals in two different currencies, rather than an actual exchange of monies. During the life of the swap each party pays interest (in the currency of the principal received) to the other. At the time of maturity, each party makes a final exchange (at the same spot rate) of the initial principal amounts, thereby reversing the initial exchange. Such a swap helps in lowering funding cost, entering restricted capital markets (where a corporate may not enjoy adequate credit rating), reducing currency risk and supply-demand imbalances in markets. In India, currency swaps are used widely by corporates to hedge their foreign exchange risks.

Event for the Week (Monday to Friday)

Event for the Week (Monday to Friday)	Date
GDP (Q1FY25)	30-Aug-24
Forex Reserves	30-Aug-24
Infrastructure Output	30-Aug-24
Fiscal deficit (as a % of budget estimates)	30-Aug-24
Loans and Advances to Central Government	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	105,697	75.50%
H1: Apr 24-Sep 24	750,000	593,697	79.16%

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%
H1: Apr 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
Edelweiss Financial Services Limited	22-Jul-24	100	138
Sakthi Finance Limited	03-Jul-24	75	124
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

Source: SEBI

Mutual Fund Category Performance - Debt

Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	6.24	6.47	6.68
Liquid Fund	6.75	7.18	7.23
Ultra Short Duration Fund	6.37	7.03	6.91
Low Duration Fund	6.67	7.37	7.10
Money Market Fund	6.58	7.32	7.22
Short Duration Fund	7.30	7.31	7.00
Medium Duration Fund	8.24	7.87	7.55
Medium to Long Duration Fund	9.39	8.31	7.84
Long Duration Fund	11.52	9.93	10.07
Corporate Bond Fund	8.21	7.99	7.53
Gilt Fund	10.33	8.92	8.78
Gilt Fund with 10 year constant duration	10.74	9.21	8.66
Dynamic Bond	9.61	8.48	8.32
Banking and PSU Fund	7.87	7.71	7.43
Floater Fund	8.28	8.66	7.93
Credit Risk Fund	8.10	7.81	8.24

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

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