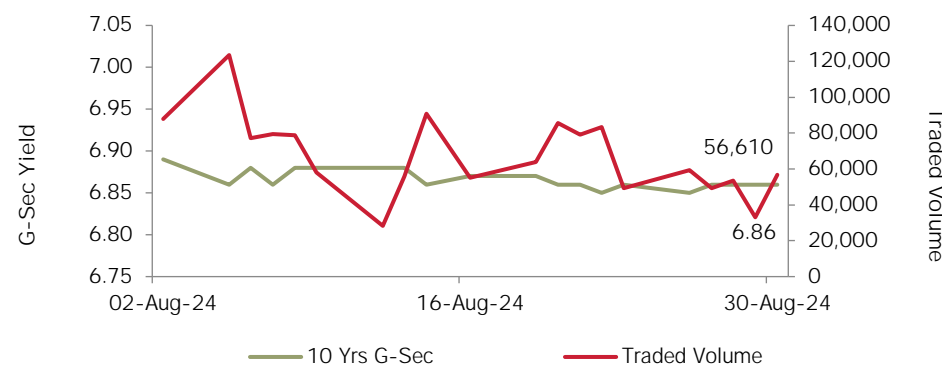


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	30-Aug-24	Week Ago	Month Ago	Year Ago
G-Sec	50,515	44,239	87,160	43,988
Net Liquidity Injected	-101715.23 ^[1]	-103,921	-125,353	-54,132
T-Bill	3,219	1,287	7,581	12,487
Call	9,247	7,616	11,239	6,818
T-Repo	401,041	388,233	371,398	361,839

Source: CCIL

Key Monitorables

Current Rates	30-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	83.86	83.87	82.73
Brent Crude	78.75	79.89	85.90

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

Money Market Rates (in %)

Indicators	30-Aug-24	Week Ago	Month Ago	Year Ago
Call Rate	6.71	6.53	6.47	6.72
T-Repo	6.60	6.32	6.37	6.69
Repo	6.61	6.41	6.42	6.73
3 Month CP	7.24	7.23	7.20	7.03
3 Month CD	7.23	7.33	7.13	7.03
6 Month CP	7.56	7.52	7.48	7.31
6 Month CD	7.48	7.45	7.42	7.21
1 Year CP	7.70	7.68	7.61	7.48
1 Year CD	7.63	7.61	7.56	7.36

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	30-Aug-24	Week Ago	Year Ago
1 Year	6.49	6.51	6.97
2 Years	6.18	6.19	6.68
3 Years	6.11	6.10	6.63
5 Years	6.08	6.07	6.57

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	30-Aug-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.80	6.60	6.55	6.80
2 Years (MIFOR)	6.42	6.36	6.57	7.01
3 Years (MIFOR)	6.51	6.44	6.63	6.96
5 Years (MIFOR)	6.58	6.51	6.68	7.03

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(30 Aug 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	18,027.28	1604	6.86
7.18% GS 2033	3,220.20	305	6.89
7.09% GS 2054	3,112.15	171	7.02
7.18% GS 2037	2,578.61	94	6.91
7.32% GS 2030	2,118.19	101	6.81

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.1% MAHA SDL 2036	12	1	7.21
Tamil Nadu	7.24% TN SDL 2032	8	1	7.18
Gujarat	8.14% GUJ SDL 2029	5	1	7.07
Uttar Pradesh	7.24% UP SDL 2032	8	2	7.20
West Bengal	7.82% WB SDL 2032	8	1	7.19

Source: CCIL

- Bond yields mostly remained unchanged as market participants awaited for U.S. personal consumption expenditure data of Jul 2024 for further cues.
- 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.
- Data from Reserve Bank of India showed that India's foreign exchange reserves increased to \$681.69 billion for the week ended Aug 23, 2024 compared with \$674.66 billion a week earlier.
- Government data showed that Gross Domestic Product (GDP) of the Indian economy at constant (2011-12) prices witnessed a growth of 6.7% YoY in the first quarter of FY25. In the Apr-Jun quarter of last year, the GDP growth rate was 8.2%. On the sectoral front, the growth of Manufacturing sector accelerated to 7.0% in Q1 of FY25 from 5.0% in same quarter of previous fiscal year. However, growth of Agriculture, Livestock, Forestry & Fishing slowed to 2.0% in Q1 of FY25 compared to 3.7% growth in Q1 of FY24.
- The Indian rupee in the spot trade rose against the U.S. dollar supported by a firm trend in domestic equities. Further, fresh foreign fund inflows also supported the rupee.
- Brent crude oil prices (spot) fell despite positive U.S. economic data, and concerns over potential supply disruptions in Libya and production cuts by Iraq.

Yield Monitor

Corporate Bonds/G-Sec	30-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.58	7.57	7.55	7.62	7.65	7.83	7.53
3 Year AAA Corporate Bond	7.47	7.46	7.46	7.63	7.74	7.76	7.65
5 Year AAA Corporate Bond	7.49	7.50	7.51	7.51	7.64	7.72	7.59
10 Year AAA Corporate Bond	7.40	7.40	7.43	7.46	7.51	7.62	7.93
1 Year AA Corporate Bond	8.07	8.04	8.04	8.08	8.17	8.17	7.81
3 Year AA Corporate Bond	8.14	8.13	8.13	8.30	8.46	8.49	8.27
5 Year AA Corporate Bond	8.14	8.15	8.16	8.16	8.29	8.37	8.32
10 Year AA Corporate Bond	8.23	8.21	8.24	8.25	8.30	8.37	8.42
1 Year A Corporate Bond	12.96	12.93	12.93	12.91	12.95	13.06	12.68
3 Year A Corporate Bond	12.69	12.68	12.68	12.70	12.81	12.83	12.72
5 Year A Corporate Bond	12.59	12.60	12.61	12.61	12.74	12.73	12.74
1 Year G-Sec	6.86	6.84	6.84	6.96	7.14	7.16	7.15
3 Year G-Sec	6.86	6.85	6.87	6.95	7.17	7.19	7.29
5 Year G-Sec	6.89	6.89	6.90	6.97	7.18	7.18	7.31
10 Year G-Sec	6.98	6.98	6.98	7.05	7.13	7.20	7.31

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

^[1]Data as on 29 Aug, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	30-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	72	73	71	66	51	67	38
3 Y-AAA & G-Sec	61	61	59	68	57	57	36
5 Y-AAA & G-Sec	60	61	61	54	46	54	28
10 Y-AAA & G-Sec	42	42	45	41	38	42	62
1 Y-AA & G-Sec	121	120	120	112	103	101	66
3 Y-AA & G-Sec	128	128	126	135	129	130	98
5 Y-AA & G-Sec	125	126	126	119	111	119	101
10 Y-AA & G-Sec	125	123	126	120	117	117	111
1 Y-A & G-Sec	610	609	609	595	581	590	553
3 Y-A & G-Sec	583	583	581	575	564	564	543
5 Y-A & G-Sec	570	571	571	564	556	555	543

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	40,000	40,000	6.88%
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%	63.38%
Long Dated (above 14 Yrs)	51.20%	82.55%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	243	17,960	108,948
MF**	-2,381	-46,747	-201,482

*As on 30th August 2024; **As on 28th August 2024; Source: SEBI, NSDL

Term of the Day

Mark to market (MTM)

Definition: It is an accounting concept through which value of an asset is recorded as per its market value. It is applicable to determine the price or value of a security, portfolio or account on a daily basis to reflect the current market value. Through MTM, the real market value of an asset (or liability) is reflected rather than the initial or historical cost of the asset (or liability).

Explanation: In a company balance sheet, assets are recorded usually at their historical costs. However, under historical cost, values of the assets are counted at their purchase price and do not reflect the true picture for decision making. In order to get the most accurate and timely information regarding the financials of a company, assets should be considered at their present value. In accounting concept, the method had been considered as official in April 2009 by the Financial Accounting Standards Board (FASB).

In case of stocks and bonds held in a portfolio either individually or through a mutual fund, marking to market is done on a daily basis. Unlike assets held on the balance sheet of a company, stock and bond prices are available on a daily basis and thus daily return on a portfolio can be calculated. In the fixed income space, the market price of a bond can be different from its face value. In a changing interest rate scenario, the longer a bond's period to maturity is, the more will be the volatility in prices. Here lies the need for mark to market.

Event for the Week (Monday to Friday)

Event	Date
SDL Auction	3-Sep-24
Treasury Bill Auction	4-Sep-24
G-Sec Auction	6-Sep-24
Forex Reserves	6-Sep-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: August 26-30, 2024	30,000	30,000	100.00%
Month: Aug 2024	140,000	135,697	96.93%
H1: Apr 24-Sep 24	750,000	623,697	96.93%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: August 26-30, 2024	29,400	36,250	123.30%
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	6.25	6.47	6.68
Liquid Fund	6.73	7.18	7.23
Ultra Short Duration Fund	6.33	7.02	6.91
Low Duration Fund	6.59	7.35	7.08
Money Market Fund	6.55	7.31	7.21
Short Duration Fund	7.50	7.28	6.99
Medium Duration Fund	8.70	7.88	7.56
Medium to Long Duration Fund	10.49	8.29	7.86
Long Duration Fund	14.00	9.87	10.11
Corporate Bond Fund	8.44	7.96	7.51
Gilt Fund	12.12	8.87	8.80
Gilt Fund with 10 year constant duration	11.96	9.17	8.71
Dynamic Bond	11.05	8.45	8.33
Banking and PSU Fund	8.03	7.68	7.42
Floater Fund	8.56	8.63	7.91
Credit Risk Fund	8.52	7.84	8.27

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

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