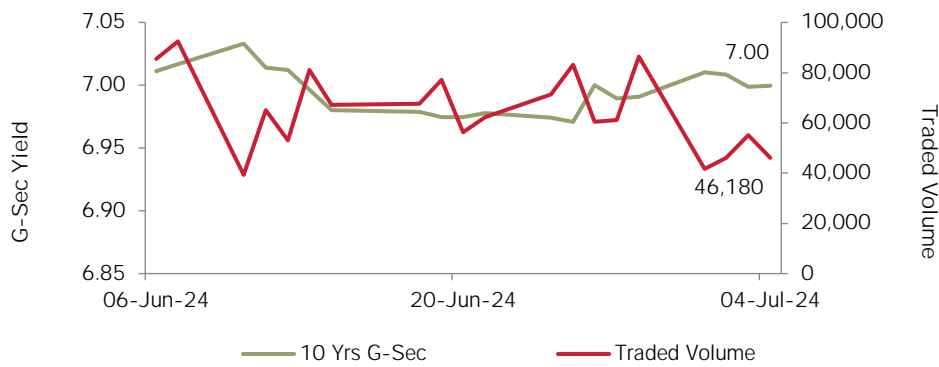


### G-Sec Yield Vs. Debt Market Traded Volume



### Liquidity Indicators (₹ Cr.)

	4-Jul-24	Week Ago	Month Ago	Year Ago
G-Sec	35,715	48,294	121,176	26,846
Net Liquidity Injected	-125044.91 <sup>[1]</sup>	92,651	-50,058	-263,188
T-Bill	7,682	11,341	3,709	10,843
Call	12,085	12,364	11,425	11,923
T-Repo	389,141	392,212	342,589	305,198

Source: CCIL

### Key Monitorables

Current Rates	4-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	83.49	83.53	82.02
Brent Crude	87.55	87.07	76.10

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

### Money Market Rates (in %)

Indicators	4-Jul-24	Week Ago	Month Ago	Year Ago
Call Rate	6.50	6.72	6.46	6.38
T-Repo	6.35	6.71	6.34	6.30
Repo	6.36	6.68	6.35	6.26
3 Month CP	7.15	7.24	7.16	7.02
3 Month CD	6.98	7.19	7.20	6.88
6 Month CP	7.42	7.52	7.53	7.29
6 Month CD	7.34	7.50	7.53	7.15
1 Year CP	7.58	7.70	7.70	7.46
1 Year CD	7.58	7.54	7.69	7.36

Source: CCIL, Refinitiv

### MIBOR-OIS (in %)

Current Rates	4-Jul-24	Week Ago	Year Ago
1 Year	6.78	6.80	6.74
2 Years	6.53	6.56	6.47
3 Years	6.47	6.48	6.39
5 Years	6.43	6.43	6.33

Source: CCIL

### MIFOR & Overnight MIBOR (in %)

Indicators	4-Jul-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.55	6.81	6.54	6.43
2 Years (MIFOR)	6.76	6.78	6.89	6.86
3 Years (MIFOR)	6.83	6.83	6.94	6.81
5 Years (MIFOR)	6.87	6.87	6.98	6.87

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

### Top 5 traded G - Sec(04 Jul 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	13,612.40	1312	7.00
7.18% GS 2033	5,927.50	507	7.04
7.37% GS 2028	1,812.09	77	6.98
7.23% GS 2039	1,470.00	134	7.03
7.32% GS 2030	1,138.85	101	7.02

Source: RBI

### State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.7% MAHA SGS 2034	10	12	7.35
Tamil Nadu	7.65% TN SGS 2033	9	3	7.35
Gujarat	7.19% GUJ SDL 2027	3	6	7.18
Uttar Pradesh	7.73% UP SGS 2033	9	9	7.36
West Bengal	7.0% WB SDL 2031	7	0	7.30

Source: CCIL

- Bond yields mostly remained unchanged, despite decline in U.S. Treasury yields, as market participants awaited for the supply of fresh debt.
- Yield on the 10-year benchmark paper (7.10% GS 2034) was unchanged to close at 7.00% as compared to the previous day's close.
- RBI conducted the auction of Overnight Variable Rate Reverse Repo for the notified amount of Rs. 50,000 crore for which amount of Rs. 33,020 crore was accepted and the cut-off yield stood at 6.49%.
- RBI announced to conduct the auction of 3-day Variable Rate Reverse Repo for the notified amount of Rs. 1,05,000 crore on Jul 05, 2024.
- The Food Corporation of India has purchased 26.6 million tonnes of wheat during the current Rabi Marketing Season 2024-25, surpassing last year's figure of 26.2 million tonnes. According to the government of India, over 2.2 million farmers have benefited from the procurement, which started earlier than usual this year, and they received about Rs. 61 lakh crore directly in their bank accounts as payment at the Minimum Support Price.
- The Indian rupee in the spot trade rose slightly against the U.S. dollar, tracking the rise of other Asian peers amid a decline in U.S. bond yields.
- Brent crude oil prices (spot) edged up despite employment and business activity data in the U.S. were lower than anticipated, indicating a potential slowdown in the economy of the leading oil-consuming country in the world.

### Yield Monitor

Corporate Bonds/G-Sec	04-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.64	7.64	7.71	7.71	7.67	7.78	7.48
3 Year AAA Corporate Bond	7.72	7.74	7.75	7.79	7.68	7.83	7.59
5 Year AAA Corporate Bond	7.64	7.65	7.67	7.70	7.65	7.79	7.57
10 Year AAA Corporate Bond	7.44	7.44	7.49	7.55	7.51	8.00	7.83
1 Year AA Corporate Bond	8.13	8.13	8.18	8.23	8.19	8.03	7.76
3 Year AA Corporate Bond	8.39	8.41	8.42	8.51	8.40	8.46	8.30
5 Year AA Corporate Bond	8.29	8.30	8.32	8.35	8.30	8.38	8.31
10 Year AA Corporate Bond	8.23	8.23	8.28	8.34	8.34	8.63	8.32
1 Year A Corporate Bond	12.96	12.96	13.01	13.01	12.91	13.04	12.63
3 Year A Corporate Bond	12.79	12.81	12.82	12.86	12.75	12.90	12.69
5 Year A Corporate Bond	12.74	12.75	12.77	12.80	12.66	12.80	12.69
1 Year G-Sec	7.03	7.06	7.07	7.14	7.14	7.29	6.92
3 Year G-Sec	7.07	7.08	7.09	7.23	7.19	7.22	7.16
5 Year G-Sec	7.12	7.12	7.14	7.23	7.21	7.21	7.22
10 Year G-Sec	7.12	7.12	7.12	7.16	7.23	7.35	7.25

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

<sup>[1]</sup>Data as on 03 Jul, 2024

### Spread Monitor (In bps)

Corporate Bonds/G-Sec	04-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	61	58	64	57	53	49	56
3 Y-AAA & G-Sec	65	66	66	56	49	61	43
5 Y-AAA & G-Sec	52	53	53	47	44	58	35
10 Y-AAA & G-Sec	32	32	37	39	28	65	58
1 Y-AA & G-Sec	110	107	111	109	105	74	84
3 Y-AA & G-Sec	132	133	133	128	121	124	114
5 Y-AA & G-Sec	117	118	118	112	109	117	109
10 Y-AA & G-Sec	111	111	116	118	111	128	107
1 Y-A & G-Sec	593	590	594	587	577	575	571
3 Y-A & G-Sec	572	573	573	563	556	568	553
5 Y-A & G-Sec	562	563	563	557	545	559	547

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	22,000	22,000	7.11%
7.46% GS 2073	11,000	11,000	7.07%
7.23% GS 2039	12,000	12,000	7.03%
7.10% GS 2034	40,000	40,000	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%	61.49%
10 to 14 Yrs	25.60%	44.79%
Long Dated (above 14 Yrs)	51.20%	48.18%

Source: RBI

### Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	699	4,372	72,996
MF**	2,212	4,254	-143,869

\*As on 4th July 2024; \*\*As on 2nd July 2024; Source: SEBI, NSDL

### Term of the Day

#### Factoring

Definition: Factoring can be defined as a fund based financial service under which the factor purchases the account receivables arising out of credit sale of goods or services and then makes immediate payment to the concerned creditor or supplier. The word factor is derived from a Latin word "facere" which means to make or do things or to get things done. The factoring services can be provided by a financial or collection agency. The services include collection, administrative, financing, collection of debt, protection against credit risk and advisory. Explanation: In this factoring process, the credit sales of a firm would be collected by a financial intermediary (factor) in return of a commission which is known as factoring commission. The customer places the order with the client for the sale of its goods or services on credit. The client in return delivers the required invoice to the customer which is then subsequently assigned to the factor. The factor then makes a prepayment up to 90% and sends periodical statement to the customer for follow up. The customer now makes the necessary payment to the factor. Upon realization of full payment, the factor pays the balance payment to the client on behalf of the customer. However, it needs to be noted that the factor will not finance the entire fund to client. The portion which is not financed by the factor is known as factor reserve.

### Event for the Week (Monday to Friday)

Event for the Week (Monday to Friday)	Date
Forex Reserves	5-Jul-24
Loans and Advances to Central Government	5-Jul-24
Loans and Advances to State Government	5-Jul-24

Source: Refinitiv

### Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 01-05, 2024	28,000	0	0.00%
Month: Jul 2024	116,000	0	0.00%
H1: Apr 24-Sep 24	750,000	378,000	50.40%

Source: RBI

### State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 1-5, 2024	14,100	14,093	99.95%
Month: Jul 2024	79,490	14,093	17.73%
H1: Apr 24-Sep 24	517,602	159,914	30.90%

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	6.42	6.55	6.70
Liquid Fund	7.10	7.28	7.19
Ultra Short Duration Fund	7.29	7.12	6.86
Low Duration Fund	7.99	7.33	7.01
Money Market Fund	7.70	7.43	7.17
Short Duration Fund	8.60	7.03	6.54
Medium Duration Fund	10.13	7.86	6.87
Medium to Long Duration Fund	11.88	9.01	6.88
Long Duration Fund	19.91	14.27	9.31
Corporate Bond Fund	9.55	7.71	6.96
Gilt Fund	13.78	10.42	7.82
Gilt Fund with 10 year constant duration	11.51	9.54	7.31
Dynamic Bond	12.76	9.56	7.42
Banking and PSU Fund	9.58	7.68	6.89
Floater Fund	9.93	8.14	7.70
Credit Risk Fund	9.57	7.71	7.88

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

Disclaimer:

All information contained in this document has been obtained by ICRA Analytics Limited from sources believed by it to be accurate and reliable. Although reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA Analytics Limited in particular, make no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. All information contained herein must be construed solely as statements of opinion, and ICRA Analytics Limited shall not be liable for any losses incurred by users from any use of this document or its contents in any manner. Opinions expressed in this document are not the opinions of ICRA Analytics Limited's holding company, ICRA Limited (ICRA), and should not be construed as any indication of credit rating or grading of ICRA for any instruments that have been issued or are to be issued by any entity.

Past performance may or may not be sustained in the future.

Aditya Birla Sun Life AMC Limited /Aditya Birla Sun Life Mutual Fund is not guaranteeing/offering/communicating any indicative yield/returns on investments.

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.