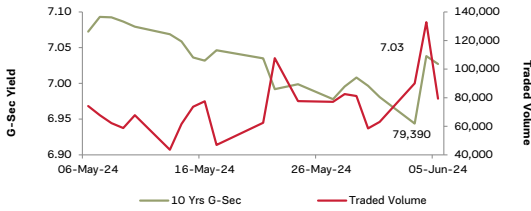


### G-Sec Yield Vs. Debt Market Traded Volume



### Liquidity Indicators (₹ Cr.)

	5-Jun-24	Week Ago	Month Ago	Year Ago
G-Sec	66,370	68,355	54,463	42,299
Net Liquidity Injected	-50057.99 <sup>[1]</sup>	149,481	77,597	-225,941
T-Bill	10,882	10,840	9,179	7,558
Call	12,547	11,729	9,532	9,594
T-Repo	387,116	357,694	306,358	303,907

Source: CCIL

### Key Monitorables

Current Rates	5-Jun-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	83.37	83.53	82.67
Brent Crude	78.62	77.13	76.57

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

### Money Market Rates (in %)

Indicators	5-Jun-24	Week Ago	Month Ago	Year Ago
Call Rate	6.52	6.49	6.45	6.32
T-Repo	6.44	6.41	6.35	6.25
Repo	6.39	6.43	6.37	6.27
3 Month CP	7.16	7.18	7.27	6.95
3 Month CD	7.26	7.27	7.21	6.89
6 Month CP	7.50	7.50	7.56	7.20
6 Month CD	7.53	7.47	7.34	7.07
1 Year CP	7.70	7.70	7.73	7.50
1 Year CD	7.71	7.50	7.50	7.33

Source: CCIL, Refinitiv

### MIBOR-OIS (in %)

Current Rates	5-Jun-24	Week Ago	Year Ago
1 Year	6.83	6.83	6.59
2 Years	6.55	6.56	6.25
3 Years	6.48	6.49	6.13
5 Years	6.43	6.44	6.06

Source: CCIL

### MIFOR & Overnight MIBOR (in %)

Indicators	5-Jun-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.58	6.55	6.50	6.37
2 Years (MIFOR)	6.84	6.91	6.96	6.75
3 Years (MIFOR)	6.90	6.97	7.02	6.78
5 Years (MIFOR)	6.94	7.01	7.05	6.81

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

### Top 5 traded G - Sec(05 Jun 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	22,005.26	2117	7.03
7.18% GS 2033	20,337.77	1799	7.08
7.32% GS 2030	5,602.06	262	7.09
7.18% GS 2037	4,620.54	284	7.10
7.23% GS 2039	3,165.42	266	7.06

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	165	7.42
Tamil Nadu	7.49% TN SGS 2034	10	5	7.42
Gujarat	7.89% GUJ SDL 2025	1	100	7.22
Uttar Pradesh	7.73% UP SGS 2035	11	60	7.43
West Bengal	--	--	--	--

Source: CCIL

- Bond yields edged lower on value buying following a strong drop in prices in the previous session after the existing coalition government at the centre secured a smaller victory margin in the Lok Sabha election.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 1 bps to close at 7.03% as compared to the previous close of 7.04%.
- Reserve Bank of India conducted the auction of 91 days, 182 days and 364 days Treasury Bills for an aggregate amount of Rs. 12,000 crore for which the full amount was accepted, and the cut-off rate stood at Rs. 98.3180 (YTM: 6.8691%), Rs. 96.6185 (YTM: 7.0189%) and Rs. 93.4445 (YTM: 7.0347%), respectively.
- Data from Reserve Bank of India showed that reserve money grew 6.4% on a yearly basis for the week ended May 31, 2024 compared to an increase of 6.4% in the same period of the previous year. The currency in circulation grew 4.6% on a yearly basis for the week ended May 31, 2024 compared to an increase of 5.9% in the same period of the previous year.
- The Indian rupee in the spot trade rose against the U.S. dollar following greenback sales from foreign banks and likely intervention from the Reserve Bank of India.
- Brent crude oil prices (spot) rose slightly following optimism about the outlook for interest rate cuts.

### Yield Monitor

Corporate Bonds/G-Sec	05-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.73	7.71	7.65	7.65	7.87	7.69	7.42
3 Year AAA Corporate Bond	7.77	7.79	7.74	7.80	7.73	7.89	7.44
5 Year AAA Corporate Bond	7.70	7.70	7.64	7.74	7.71	7.75	7.33
10 Year AAA Corporate Bond	7.55	7.55	7.51	7.56	7.65	7.74	7.72
1 Year AA Corporate Bond	8.25	8.23	8.17	8.16	8.22	7.97	7.63
3 Year AA Corporate Bond	8.49	8.51	8.46	8.52	8.46	8.52	8.10
5 Year AA Corporate Bond	8.35	8.35	8.29	8.39	8.36	8.39	8.00
10 Year AA Corporate Bond	8.34	8.34	8.30	8.35	8.41	8.37	8.21
1 Year A Corporate Bond	13.03	13.01	12.95	13.00	13.11	12.86	12.57
3 Year A Corporate Bond	12.84	12.86	12.81	12.87	12.80	12.97	12.55
5 Year A Corporate Bond	12.80	12.80	12.74	12.84	12.72	12.89	12.50
1 Year G-Sec	7.18	7.14	7.16	7.18	7.16	7.33	6.90
3 Year G-Sec	7.20	7.23	7.16	7.29	7.19	7.36	7.00
5 Year G-Sec	7.22	7.23	7.18	7.29	7.18	7.36	7.04
10 Year G-Sec	7.15	7.16	7.13	7.28	7.18	7.39	7.12

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

<sup>[1]</sup>Data as on 04 Jun, 2024

### Spread Monitor (In bps)

Corporate Bonds/G-Sec	05-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	55	57	49	47	71	36	52
3 Y-AAA & G-Sec	57	56	58	51	54	53	44
5 Y-AAA & G-Sec	48	47	46	45	53	39	29
10 Y-AAA & G-Sec	40	39	38	28	47	35	60
1 Y-AA & G-Sec	107	109	101	98	106	64	73
3 Y-AA & G-Sec	129	128	130	123	127	116	110
5 Y-AA & G-Sec	113	112	111	110	118	103	96
10 Y-AA & G-Sec	119	118	117	107	123	98	109
1 Y-A & G-Sec	585	587	579	582	595	553	567
3 Y-A & G-Sec	564	563	565	558	561	561	555
5 Y-A & G-Sec	558	557	556	555	554	553	546

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
7.34% GS 2064	34,000	34,000	7.22%
7.30% GS 2053	9,000	9,000	7.21%
7.46% GS 2073	11,000	11,000	7.15%
7.33% GS 2026	6,000	6,000	7.15%
7.32% GS 2030	11,000	11,000	7.13%
7.23% GS 2039	22,000	22,000	7.12%
7.10% GS 2034	20,000	20,000	7.05%

Source: RBI

### Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	36.78%
10 to 14 Yrs	25.60%	31.25%
Long Dated (above 14 Yrs)	51.20%	34.11%

Source: RBI

### Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	862	2,466	56,135
MF**	-287	-287	-143,438

\*As on 5th June 2024; \*\*As on 3rd June 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
Forex Reserves	7-Jun-24
Loans and Advances to Central Government	7-Jun-24
Loans and Advances to State Government	7-Jun-24

Source: Refinitiv

### Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: June 03-07, 2024	29,000	0	0.00%
Month: Jun 2024	117,000	0	0.00%
H1: Apr 24-Sep 24	750,000	255,000	34.00%

Source: RBI

### State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: June 03-07, 2024	18,600	19,500	104.84%
Month: Jun 2024	69,250	19,500	28.16%
Q1FY25: Apr 24-Jun 24	254,040	113,500	44.68%

Source: RBI

### Public Issue Data of Corporate Debt

Name of Company	Issue closed on	Base issue size Rs Crore	Final issue size Rs Crore
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
Indiabulls Housing Finance Limited	19-Mar-24	200	130
Navi Finserv Limited	07-Mar-24	600	525
Chemmanur Credits and Investments	04-Mar-24	100	48

Source: SEBI

### Mutual Fund Category Performance - Debt

Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	6.42	6.59	6.70
Liquid Fund	6.93	7.31	7.15
Ultra Short Duration Fund	6.38	7.02	6.78
Low Duration Fund	6.39	7.18	6.85
Money Market Fund	6.58	7.33	7.08
Short Duration Fund	6.99	7.05	6.10
Medium Duration Fund	8.09	7.78	6.16
Medium to Long Duration Fund	10.93	8.77	5.82
Long Duration Fund	16.51	13.21	6.83
Corporate Bond Fund	7.44	7.54	6.43
Gilt Fund	12.67	9.84	6.67
Gilt Fund with 10 year constant duration	12.64	9.60	6.17
Dynamic Bond	11.46	9.15	6.43
Banking and PSU Fund	7.28	7.46	6.32
Floater Fund	7.38	7.76	7.45
Credit Risk Fund	7.23	7.53	7.47

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

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