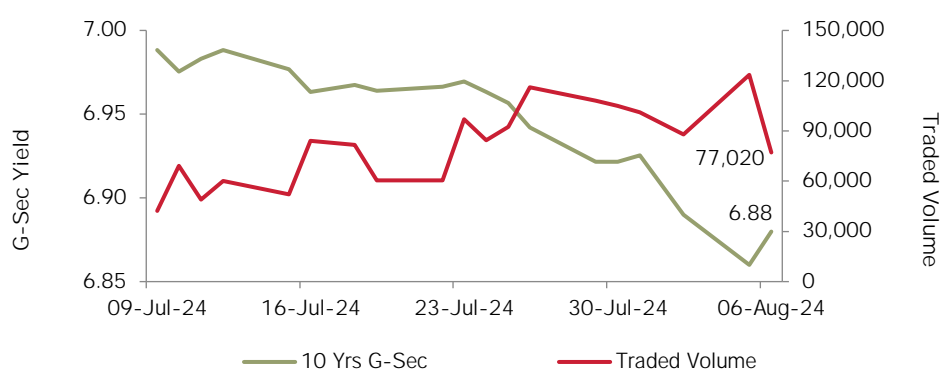


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	6-Aug-24	Week Ago	Month Ago	Year Ago
G-Sec	62,148	87,160	49,996	48,427
Net Liquidity Injected	-286196.27 ^[1]	-125,353	-128,610	-263,188
T-Bill	6,623	7,581	3,280	4,086
Call	10,378	11,239	9,511	8,320
T-Repo	327,445	371,398	361,220	282,509

Source: CCIL

Key Monitorables

Current Rates	6-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	83.95	83.85	82.84
Brent Crude	76.10	77.21	86.02

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

Money Market Rates (in %)

Indicators	6-Aug-24	Week Ago	Month Ago	Year Ago
Call Rate	6.41	6.47	6.55	6.36
T-Repo	6.24	6.37	6.42	6.20
Repo	6.34	6.42	6.41	6.24
3 Month CP	7.20	7.20	7.15	6.98
3 Month CD	7.17	7.13	7.15	6.98
6 Month CP	7.48	7.48	7.43	7.29
6 Month CD	7.42	7.42	7.43	7.12
1 Year CP	7.62	7.61	7.58	7.45
1 Year CD	7.63	7.56	7.67	7.42

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	6-Aug-24	Week Ago	Year Ago
1 Year	6.54	6.69	6.89
2 Years	6.23	6.38	6.64
3 Years	6.16	6.30	6.60
5 Years	6.12	6.25	6.55

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	6-Aug-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.50	6.55	6.60	6.40
2 Years (MIFOR)	6.36	6.57	6.74	6.96
3 Years (MIFOR)	6.39	6.63	6.81	6.99
5 Years (MIFOR)	6.47	6.68	6.84	7.03

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(06 Aug 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	28,291.90	2607	6.88
7.18% GS 2033	5,952.66	463	6.91
7.32% GS 2030	3,658.95	234	6.84
7.23% GS 2039	3,579.35	161	6.95
7.34% GS 2064	1,600.59	66	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	7.27% MAHA SGS 2044	20	8	7.27
Tamil Nadu	7.23% TN SGS 2034	10	2	7.22
Gujarat	6.9% GUJ SDL 2030	6	0	7.19
Uttar Pradesh	7.73% UP SGS 2035	11	1	7.24
West Bengal	7.53% WB SGS 2044	20	0	7.28

Source: CCIL

- Bond yields inched higher following the rise in U.S. Treasury yields, while market participants' focus shifted to the RBI's monetary policy decision due later this week.
- Yield on the 10-year benchmark paper (7.10% GS 2034) rose by 2 bps to close at 6.88% as compared to the previous close of 6.86%.
- RBI conducted the auction of 3-day Variable Rate Reverse Repo for the notified amount of Rs. 75,000 crore for which amount of Rs. 23,803 crore was accepted, and the cut-off yield stood at 6.49%.
- According to Labour Ministry, retail inflation for industrial workers eased to 3.67% in Jun 2024 from 3.86% in the May 2024 and 5.57% in Jun 2023, mainly due to lower prices of certain food items.
- The National Highways Authority of India aimed to monetise up to \$2.4 billion worth of road projects in FY25 to reduce its massive debt of \$38 billion. The authority intended to persist with its asset monetization initiatives and developed new roadways to facilitate this objective.
- The Indian rupee in the spot trade fell against the U.S. dollar due to weakness in other Asian peers.
- Brent crude oil prices (spot) fell on concerns regarding a potential U.S. recession that could hurt demand in the world's biggest oil consumer, the U.S.

Yield Monitor

Corporate Bonds/G-Sec	06-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.55	7.55	7.62	7.64	7.65	7.79	7.43
3 Year AAA Corporate Bond	7.50	7.50	7.63	7.72	7.77	7.80	7.63
5 Year AAA Corporate Bond	7.52	7.52	7.51	7.64	7.71	7.75	7.62
10 Year AAA Corporate Bond	7.46	7.46	7.46	7.44	7.56	7.60	7.89
1 Year AA Corporate Bond	8.02	8.02	8.08	8.13	8.14	8.01	7.71
3 Year AA Corporate Bond	8.17	8.17	8.30	8.39	8.49	8.43	8.28
5 Year AA Corporate Bond	8.17	8.17	8.16	8.29	8.36	8.34	8.35
10 Year AA Corporate Bond	8.27	8.27	8.25	8.23	8.35	8.35	8.38
1 Year A Corporate Bond	12.91	12.91	12.91	12.96	12.98	12.96	12.58
3 Year A Corporate Bond	12.68	12.68	12.70	12.79	12.84	12.87	12.73
5 Year A Corporate Bond	12.62	12.62	12.61	12.74	12.81	12.76	12.72
1 Year G-Sec	6.83	6.84	6.96	7.04	7.18	7.10	7.07
3 Year G-Sec	6.90	6.87	6.95	7.08	7.23	7.13	7.29
5 Year G-Sec	6.90	6.90	6.97	7.12	7.23	7.14	7.30
10 Year G-Sec	6.99	6.98	7.05	7.12	7.23	7.22	7.32

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

^[1]Data as on 05 Aug, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	06-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	72	71	66	60	47	69	36
3 Y-AAA & G-Sec	60	63	68	64	54	67	34
5 Y-AAA & G-Sec	62	62	54	52	48	61	32
10 Y-AAA & G-Sec	47	48	41	32	33	38	57
1 Y-AA & G-Sec	119	118	112	109	96	91	64
3 Y-AA & G-Sec	127	130	135	131	126	130	99
5 Y-AA & G-Sec	127	127	119	117	113	120	105
10 Y-AA & G-Sec	128	129	120	111	112	113	106
1 Y-A & G-Sec	608	607	595	592	580	586	551
3 Y-A & G-Sec	578	581	575	571	561	574	544
5 Y-A & G-Sec	572	572	564	562	558	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
7.02% GS 2027	6,000	6,000	6.81%
6.90% GOI SGrB 2034	6,000	1,697	6.90%
7.09% GS 2054	10,000	10,000	7.09%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	81.61%
10 to 14 Yrs	25.60%	52.97%
Long Dated (above 14 Yrs)	51.20%	68.23%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	332	5,902	96,889
MF**	-1,502	-4,445	-159,180

*As on 6th August 2024; **As on 2nd August 2024; Source: SEBI, NSDL

Term of the Day

Monetary Policy

Definition: Monetary Policy/Fiscal Policy is the process by means of which the monetary authority (Government/Central Bank) of the country controls the supply of money, availability of money and cost of money which is known as the interest rate in the economy.

Explanation: The objective of the monetary policy is to reach the target level of inflation, managing inflation growth dynamics by maintaining decent amount of liquidity in the system and finally maintaining financial stability. To achieve these set of objectives Central Bank or the monetary authority of the country uses tools such as monetary policy. In India under the current scenario RBI which is the Central Bank of the country, announces monetary policy every Bi-monthly basis. In a general monetary policy statement the announcement is made on the benchmark interest rate for the economy and liquidity management system in the country. However the Central Banks and Monetary authority are not constrained to announce developments or changes on these two topics, at times there can be announcement on stimulus measures for the economy and measures to control external shock.

Event for the Week (Monday to Friday)

Event	Date
Reserve Money	7-Aug-24
Currency in Circulation	7-Aug-24
Banker's Deposits with RBI	7-Aug-24
Forex Reserves	9-Aug-24
Credit Growth	9-Aug-24

Source: Refinitiv

Govt Borrowing Program FYTD	Rs. Crore		
Description	Scheduled	Completed	% Completed
Week: August 05-09, 2024	31,000	0	0.00%
Month: Aug 2024	140,000	17,697	12.64%
H1: Apr 24-Sep 24	750,000	505,697	67.43%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: August 5-9, 2024	25,490	23,200	91.02%
Month: Aug 2024	111,480	52,700	47.27%
Q2FY25: Jul 24-Sep 24	263,562	91,583	34.75%

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	6.26	6.50	6.69
Liquid Fund	6.79	7.25	7.21
Ultra Short Duration Fund	6.58	7.15	6.88
Low Duration Fund	7.37	7.45	7.06
Money Market Fund	6.79	7.46	7.18
Short Duration Fund	9.74	7.29	6.94
Medium Duration Fund	10.98	7.83	7.48
Medium to Long Duration Fund	12.85	8.14	7.80
Long Duration Fund	13.07	9.37	10.32
Corporate Bond Fund	10.51	7.94	7.41
Gilt Fund	13.29	8.58	8.68
Gilt Fund with 10 year constant duration	15.78	9.21	8.71
Dynamic Bond	12.89	8.35	8.22
Banking and PSU Fund	9.90	7.71	7.31
Floater Fund	10.31	8.65	7.91
Credit Risk Fund	9.61	7.90	8.16

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

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