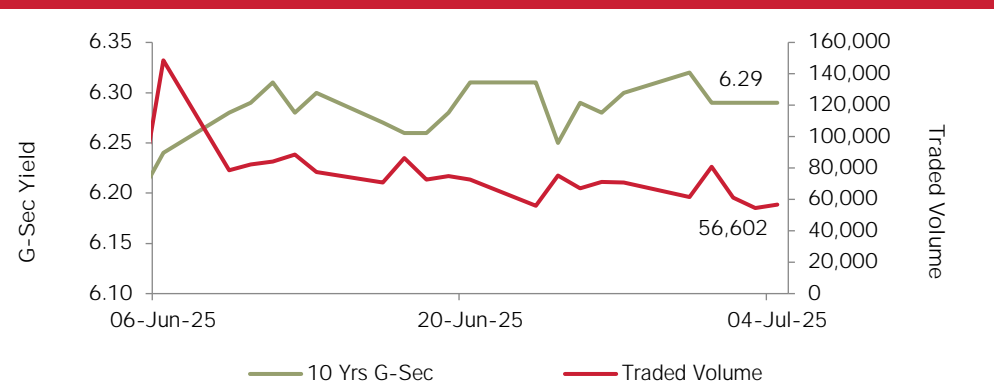


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

| | 4-Jul-25 | Week Ago | Month Ago | Year Ago |
|------------------------|---------------------------|----------|-----------|----------|
| G-Sec | 52,498 | 64,388 | 39,633 | 35,715 |
| Net Liquidity Injected | -404416.89 ^[1] | -300,783 | -286,076 | -133,220 |
| T-Bill | 3,159 | 5,483 | 18,423 | 7,682 |
| Call | 15,184 | 15,052 | 13,718 | 12,085 |
| T-Repo | 417,812 | 406,138 | 369,234 | 389,141 |

Source: CCIL

Key Monitorables

| Current Rates | 4-Jul-25 | Last Update | Year Ago |
|---------------------------|----------|-------------|----------|
| Fixed Reverse Repo (in %) | 3.35 | 3.35 | 3.35 |
| Repo (in %) | 5.50 | 6.00 | 6.50 |
| CRR (in %) | 4.00 | 4.25 | 4.50 |
| SLR (in %) | 18.00 | 18.00 | 18.00 |
| Bank Rate (in %) | 5.75 | 6.25 | 6.75 |
| SDF Rate (in %) | 5.25 | 5.75 | 6.25 |
| MSF Rate (in %) | 5.75 | 6.25 | 6.75 |
| USD/INR | 85.39 | 85.31 | 83.49 |
| Brent Crude | 68.49 | 68.85 | 87.55 |

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

Money Market Rates (in %)

| Indicators | 4-Jul-25 | Week Ago | Month Ago | Year Ago |
|------------|----------|----------|-----------|----------|
| Call Rate | 5.29 | 5.38 | 5.75 | 6.50 |
| T-Repo | 5.18 | 5.42 | 5.62 | 6.35 |
| Repo | 5.24 | 4.98 | 5.68 | 6.36 |
| 3 Month CP | 5.84 | 5.95 | 6.15 | 7.15 |
| 3 Month CD | 5.78 | 5.98 | 6.07 | 6.98 |
| 6 Month CP | 6.00 | 6.20 | 6.37 | 7.42 |
| 6 Month CD | 5.92 | 6.14 | 6.31 | 7.34 |
| 1 Year CP | 6.25 | 6.43 | 6.45 | 7.58 |
| 1 Year CD | 6.22 | 6.33 | 6.42 | 7.58 |

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

| Current Rates | 4-Jul-25 | Week Ago | Year Ago |
|---------------|----------|----------|----------|
| 1 Year | 5.50 | 5.54 | 6.78 |
| 2 Years | 5.47 | 5.51 | 6.53 |
| 3 Years | 5.54 | 5.56 | 6.47 |
| 5 Years | 5.67 | 5.70 | 6.43 |

Source: CCIL

MIFOR & Overnight MIBOR (in %)

| Indicators | 4-Jul-25 | Week Ago | Month Ago | Year Ago |
|-----------------|----------|----------|-----------|----------|
| MIBOR Overnight | 5.31 | 5.40 | 5.80 | 6.55 |
| 2 Years (MIFOR) | 6.02 | 5.99 | 6.00 | 6.76 |
| 3 Years (MIFOR) | 6.08 | 6.07 | 6.06 | 6.83 |
| 5 Years (MIFOR) | 6.25 | 6.24 | 6.21 | 6.87 |

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(04 Jul 2025)

| Security | Volume (Rs. Cr.) | No. of Trades | Last Traded YTM Yield |
|---------------|------------------|---------------|-----------------------|
| 6.79% GS 2034 | 14,528.62 | 1417 | 6.35 |
| 6.33% GS 2035 | 8,275.13 | 802 | 6.29 |
| 6.68% GS 2040 | 4,838.33 | 177 | 6.64 |
| 6.90% GS 2065 | 4,299.58 | 196 | 7.07 |
| 6.92% GS 2039 | 3,265.39 | 214 | 6.64 |

Source: RBI

State Development Loans (SDL Rates)

| State Name | Security Name | Maturity Bucket (in Years) | Volume (Rs. Cr.) | Last Traded YTM Yield |
|---------------|-------------------|----------------------------|------------------|-----------------------|
| Maharashtra | 8.36% MH SDL 2026 | 1 | 3 | 5.60 |
| Tamil Nadu | 7.17% TN SGS 2033 | 8 | 0 | 6.79 |
| Gujarat | 8.12% GJ SDL 2025 | 0 | 0 | 5.60 |
| Uttar Pradesh | 6.9% UP SDL 2030 | 5 | 0 | 6.50 |
| West Bengal | 7.1% WB SGS 2045 | 20 | 0 | 7.13 |

Source: CCIL

- Bond yields rose following a rise in the U.S. Treasury yields.
- Yield on the 10-year benchmark paper (6.33% GS 2035) rose by 1 bps to close at 6.30% as compared to the previous close of 6.29%.
- Reserve Bank of India conducted the auction of two government securities namely New GS 2040 and 6.90% GS 2065 for a notified amount of Rs. 32,000 crore, for which full amount was accepted. The cut-off price/implicit yield at cut-off for New GS 2040 and 6.90% GS 2065 stood at 6.68% and Rs. 97.27/7.1057%, respectively.
- RBI conducted the auction of 7-day Variable Rate Reverse Repo for the notified amount of Rs. 1,00,000 crore for which amount of Rs. 1,00,010 crore was accepted and the cut-off yield stood at 5.47%.
- Data from Reserve Bank of India showed that India's foreign exchange reserves increased to \$702.78 billion for the week ended Jun 27, 2025 compared with \$697.94 billion a week earlier.
- The Indian rupee fell in spot trading against the U.S. dollar despite positive trends in the domestic equity markets.
- Brent crude oil prices (spot) fell due to concerns over U.S. protectionist trade policies and fiscal uncertainties.

Yield Monitor

| Corporate Bonds/G-Sec | 04-Jul-25 | Previous close | Week Ago | Month Ago | 3 Months Ago | 6 Months Ago | Year Ago |
|----------------------------|-----------|----------------|----------|-----------|--------------|--------------|----------|
| 1 Year AAA Corporate Bond | 6.30 | 6.30 | 6.43 | 6.44 | 7.10 | 7.60 | 7.64 |
| 3 Year AAA Corporate Bond | 6.50 | 6.50 | 6.60 | 6.55 | 6.93 | 7.33 | 7.72 |
| 5 Year AAA Corporate Bond | 6.68 | 6.68 | 6.79 | 6.69 | 7.04 | 7.41 | 7.64 |
| 10 Year AAA Corporate Bond | 7.00 | 6.98 | 7.00 | 6.88 | 7.05 | 7.46 | 7.44 |
| 1 Year AA Corporate Bond | 6.89 | 6.89 | 7.22 | 7.17 | 7.74 | 8.31 | 8.13 |
| 3 Year AA Corporate Bond | 7.33 | 7.33 | 7.41 | 7.32 | 7.76 | 8.11 | 8.39 |
| 5 Year AA Corporate Bond | 7.35 | 7.35 | 7.48 | 7.36 | 7.73 | 8.16 | 8.29 |
| 10 Year AA Corporate Bond | 7.92 | 7.90 | 7.92 | 7.80 | 7.91 | 8.06 | 8.23 |
| 1 Year A Corporate Bond | 11.27 | 11.27 | 11.71 | 11.65 | 12.23 | 12.81 | 12.96 |
| 3 Year A Corporate Bond | 11.78 | 11.78 | 11.83 | 11.70 | 12.20 | 12.59 | 12.79 |
| 5 Year A Corporate Bond | 11.81 | 11.81 | 11.94 | 11.78 | 12.15 | 12.58 | 12.74 |
| 1 Year G-Sec | 5.65 | 5.62 | 5.71 | 5.73 | 6.37 | 6.76 | 7.03 |
| 3 Year G-Sec | 5.91 | 5.91 | 5.99 | 5.81 | 6.36 | 6.82 | 7.07 |
| 5 Year G-Sec | 6.15 | 6.17 | 6.12 | 5.94 | 6.41 | 6.83 | 7.12 |
| 10 Year G-Sec | 6.40 | 6.39 | 6.41 | 6.30 | 6.57 | 6.89 | 7.12 |

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

^[1]Data as on 03 Jul, 2025

| Spread Monitor (In bps) | | | | | | | |
|-------------------------|-----------|----------------|----------|-----------|--------------|--------------|----------|
| Corporate Bonds/G-Sec | 04-Jul-25 | Previous close | Week Ago | Month Ago | 3 Months Ago | 6 Months Ago | Year Ago |
| 1 Y-AAA & G-Sec | 65 | 68 | 72 | 71 | 73 | 84 | 61 |
| 3 Y-AAA & G-Sec | 59 | 59 | 61 | 74 | 57 | 51 | 65 |
| 5 Y-AAA & G-Sec | 53 | 51 | 67 | 75 | 63 | 58 | 52 |
| 10 Y-AAA & G-Sec | 60 | 59 | 59 | 58 | 48 | 57 | 32 |
| 1 Y-AA & G-Sec | 124 | 127 | 151 | 144 | 137 | 155 | 110 |
| 3 Y-AA & G-Sec | 142 | 142 | 142 | 151 | 140 | 129 | 132 |
| 5 Y-AA & G-Sec | 120 | 118 | 136 | 142 | 132 | 133 | 117 |
| 10 Y-AA & G-Sec | 152 | 151 | 151 | 150 | 134 | 117 | 111 |
| 1 Y-A & G-Sec | 562 | 565 | 600 | 592 | 586 | 605 | 593 |
| 3 Y-A & G-Sec | 587 | 587 | 584 | 589 | 584 | 577 | 572 |
| 5 Y-A & G-Sec | 566 | 564 | 582 | 584 | 574 | 575 | 562 |

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

| Government Securlties | Notified Amount (In Rs. Crore) | Accepted Amount (In Rs. Crore) | Average Cut off Yield |
|-----------------------|-----------------------------------|-----------------------------------|-----------------------|
| 6.68% GS 2040 | 16,000 | 16,000 | 6.68% |
| 6.90% GS 2065 | 16,000 | 16,000 | 7.11% |

Source: RBI

| Maturity Bucket Wise Govt. Borrowing | | |
|--------------------------------------|-------------------|-------------------|
| Maturity Period | Scheduled H1 FY25 | Completed H1 FY25 |
| 1 to 9 Yrs | 24.75% | 51.52% |
| 10 to 14 Yrs | 26.25% | 57.14% |
| Long Dated (above 14 Yrs) | 49.00% | 53.83% |

Source: RBI

| Institutional Flows (Debt) | | Rs. Cr. | |
|----------------------------|-------|---------|----------|
| Description | Net | MTD | YTD |
| FII* | 92 | -38 | 921 |
| MF** | 8,920 | 12,600 | -316,790 |

*As on 4th July 2025,**As on 2nd July 2025; Source: SEBI, NSDL

Term of the Day

Callable Bonds
Definition: Callable bonds are debt instruments that give the issuer the right to redeem the bond before its maturity date, usually at a predetermined call price.
Explanation: These bonds allow issuers to take advantage of falling interest rates by refinancing their debt at lower costs. For example, if a company issues a bond with a 7% coupon and market rates drop to 5%, it may choose to "call" the bond and reissue new ones at the lower rate. While this benefits the issuer, it introduces reinvestment risk for investors, who may have to reinvest the returned principal at lower yields. Callable bonds typically offer higher initial interest rates to compensate for this risk.

| Event for the Week (Monday to Friday) | Date |
|---------------------------------------|----------|
| Reserve Money | 9-Jul-25 |
| Money Supply | 9-Jul-25 |
| Currency in Circulation | 9-Jul-25 |
| Bank Credit to Commercial Sector | 9-Jul-25 |
| Banker's Deposits with RBI | 9-Jul-25 |

Source: Refinitiv

| Govt Borrowing Program FYTD | | | Rs. Crore |
|-----------------------------|-----------|-----------|-------------|
| Description | Scheduled | Completed | % Completed |
| Week: June 30-Jul 04 ,2025 | 32,000 | 32,000 | 100.00% |
| Month: Jun 2025 | 157,000 | 152,000 | 96.82% |
| H1: Apr 25-Sep 25 | 800,000 | 433,000 | 54.13% |

Source: RBI

| State Govt Borrowing Program FYTD | | | Rs. Crore |
|-----------------------------------|-----------|-----------|-------------|
| Description | Scheduled | Completed | % Completed |
| Week: Jun 30-Jul 04,2025 | 18,100 | 18,100 | 100.00% |
| Month: Jul 2025 | 102,900 | 18,100 | 17.59% |
| Q2: Jul 25-Sep 25 | 286,696 | 18,100 | 6.31% |

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 | 5.15 | 5.95 | 6.27 |
| Liquid Fund | 6.31 | 6.95 | 7.08 |
| Ultra Short Duration Fund | 7.23 | 7.64 | 7.32 |
| Low Duration Fund | 7.41 | 8.68 | 8.04 |
| Money Market Fund | 7.83 | 8.47 | 7.88 |
| Short Duration Fund | 4.14 | 10.07 | 9.12 |
| Medium Duration Fund | 2.13 | 10.51 | 9.55 |
| Medium to Long Duration Fund | -5.95 | 9.25 | 8.51 |
| Long Duration Fund | -20.08 | 7.24 | 7.47 |
| Corporate Bond Fund | 2.73 | 10.47 | 9.44 |
| Gilt Fund | -14.83 | 8.21 | 7.97 |
| Gilt Fund with 10 year constant duration | -4.03 | 11.98 | 10.66 |
| Dynamic Bond | -8.37 | 9.17 | 8.56 |
| Banking and PSU Fund | 2.05 | 10.04 | 9.06 |
| Floater Fund | 5.18 | 9.86 | 9.06 |
| Credit Risk Fund | 6.06 | 14.21 | 11.35 |

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

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