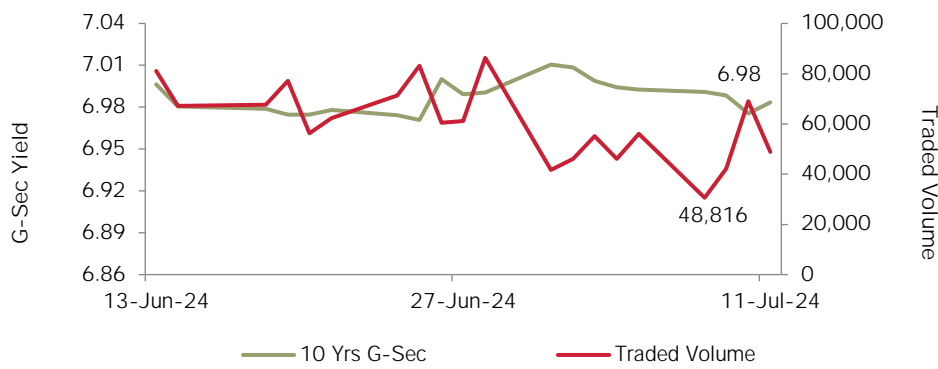


### G-Sec Yield Vs. Debt Market Traded Volume



### Liquidity Indicators (₹ Cr.)

	11-Jul-24	Week Ago	Month Ago	Year Ago
G-Sec	38,361	35,715	54,080	68,204
Net Liquidity Injected	-107539.72 <sup>[1]</sup>	-133,220	14,736	-184,521
T-Bill	6,422	7,682	6,491	5,288
Call	10,083	12,085	10,848	12,371
T-Repo	343,655	389,141	384,525	309,622

Source: CCIL

### Key Monitorables

Current Rates	11-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	83.56	83.52	82.37
Brent Crude	85.56	85.39	79.32

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

### Money Market Rates (in %)

Indicators	11-Jul-24	Week Ago	Month Ago	Year Ago
Call Rate	6.47	6.50	6.52	6.56
T-Repo	6.38	6.35	6.45	6.39
Repo	6.45	6.36	6.43	6.37
3 Month CP	7.17	7.15	7.13	7.01
3 Month CD	7.05	6.98	7.18	6.92
6 Month CP	7.44	7.42	7.48	7.31
6 Month CD	7.45	7.34	7.50	7.19
1 Year CP	7.64	7.58	7.70	7.53
1 Year CD	7.69	7.58	7.66	7.38

Source: CCIL, Refinitiv

### MIBOR-OIS (in %)

Current Rates	11-Jul-24	Week Ago	Year Ago
1 Year	6.74	6.78	6.78
2 Years	6.48	6.53	6.49
3 Years	6.40	6.47	6.40
5 Years	6.35	6.43	6.37

Source: CCIL

### MIFOR & Overnight MIBOR (in %)

Indicators	11-Jul-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.55	6.55	6.60	6.60
2 Years (MIFOR)	6.66	6.76	6.72	6.88
3 Years (MIFOR)	6.73	6.83	6.85	6.87
5 Years (MIFOR)	6.77	6.87	6.80	6.87

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

### Top 5 traded G - Sec(11 Jul 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	14,770.88	1542	6.98
7.18% GS 2033	2,907.02	326	7.03
7.18% GS 2037	1,940.05	138	7.03
7.23% GS 2039	1,658.50	155	7.02
7.32% GS 2030	1,536.41	86	7.01

Source: RBI

### State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.2% MAHA SDL 2027	3	55	7.15
Tamil Nadu	7.18% TN SDL 2027	3	42	7.15
Gujarat	7.43% GUJ SGS 2027	3	50	7.15
Uttar Pradesh	8.32% UP SDL 2029	5	15	7.30
West Bengal	8.35% WB SDL 2029	5	9	7.31

Source: CCIL

- Bond yields remained mostly steady as market participants awaited for crucial inflation readings in the U.S. followed by domestic retail inflation data of Jun 2024.
- Yield on the 10-year benchmark paper (7.10% GS 2034) was unchanged to close at 6.98% as compared to the previous day's close.
- RBI conducted the auction of overnight Variable Rate Reverse Repo for the notified amount of Rs. 25,000 crore for which amount of Rs. 25,006 crore was accepted and the cut-off yield stood at 6.49%.
- According to the labor ministry, the retail inflation for industrial workers decreased to 3.86% in May 2024 from 4.42% in May 2023. In Apr 2024, the consumer price index for Industrial workers rose by 3.87%.
- According to the National Statistical Office, the count of Own Account Enterprises, managed exclusively by their owners without hired workers, surged by 6.5 million to reach 55.3 million from 2010-11 to 2022-23. In comparison, the number of Hired Worker Enterprises, which have at least one hired worker on a fairly regular basis, only went up by 850,000 to 9.71 million in the same timeframe.
- The Indian rupee in the spot trade fell against the U.S. dollar due to greenback demand from state-run banks and importers. Meanwhile, investors looked forward to the U.S. inflation report.
- Brent crude oil prices (spot) fell despite OPEC's optimistic prediction for oil demand and anticipation of interest rate cuts by the U.S. Federal Reserve.

### Yield Monitor

Corporate Bonds/G-Sec	11-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	7.64	7.66	7.60	7.78	7.48
3 Year AAA Corporate Bond	7.69	7.70	7.72	7.73	7.68	7.84	7.60
5 Year AAA Corporate Bond	7.63	7.63	7.64	7.66	7.71	7.83	7.57
10 Year AAA Corporate Bond	7.44	7.44	7.44	7.53	7.51	7.78	7.78
1 Year AA Corporate Bond	8.13	8.13	8.13	8.13	8.12	8.05	7.76
3 Year AA Corporate Bond	8.36	8.37	8.39	8.40	8.40	8.47	8.32
5 Year AA Corporate Bond	8.28	8.28	8.29	8.31	8.36	8.42	8.31
10 Year AA Corporate Bond	8.23	8.23	8.23	8.32	8.34	8.53	8.27
1 Year A Corporate Bond	12.96	12.96	12.96	12.96	12.91	13.06	12.63
3 Year A Corporate Bond	12.76	12.77	12.79	12.80	12.75	12.91	12.71
5 Year A Corporate Bond	12.73	12.73	12.74	12.76	12.74	12.84	12.69
1 Year G-Sec	7.03	7.05	7.03	7.13	7.11	7.21	6.97
3 Year G-Sec	7.04	7.05	7.07	7.14	7.20	7.18	7.20
5 Year G-Sec	7.11	7.10	7.12	7.15	7.23	7.18	7.20
10 Year G-Sec	7.10	7.10	7.12	7.14	7.24	7.29	7.22

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

<sup>[1]</sup>Data as on 10 Jul, 2024

### Spread Monitor (In bps)

Corporate Bonds/G-Sec	11-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	61	59	61	53	49	57	51
3 Y-AAA & G-Sec	65	65	65	59	48	66	40
5 Y-AAA & G-Sec	52	53	52	51	48	65	37
10 Y-AAA & G-Sec	34	34	32	39	27	49	56
1 Y-AA & G-Sec	110	108	110	100	101	84	79
3 Y-AA & G-Sec	132	132	132	126	120	129	112
5 Y-AA & G-Sec	117	118	117	116	113	124	111
10 Y-AA & G-Sec	113	113	111	118	110	124	105
1 Y-A & G-Sec	593	591	593	583	580	585	566
3 Y-A & G-Sec	572	572	572	566	555	573	551
5 Y-A & G-Sec	562	563	562	561	551	566	549

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	10,000	10,000	7.08%
7.23% GS 2039	12,000	12,000	7.04%
7.02% GS 2027	6,000	6,000	6.96%

Source: RBI

### Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	64.94%
10 to 14 Yrs	25.60%	44.79%
Long Dated (above 14 Yrs)	51.20%	53.91%

Source: RBI

### Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	649	7,779	76,403
MF**	293	8,033	-140,090

\*As on 11th July 2024; \*\*As on 9th July 2024; Source: SEBI, NSDL

### Term of the Day

#### Currency Swaps

Definition: Currency swaps are financial instruments which are used by banks, multinational corporations and institutional investors. It is a contract between two institutions to exchange cash flow (principal and/or interest payment) in two different currencies. A Currency Swap is generally used to raise funds in a market where the corporate has a comparative advantage and to achieve a portfolio in a different currency of his choice, at a cost lower than if he accessed the market of the second currency directly.

Explanation: Currency swaps allow an institution to leverage advantages it might enjoy in specific countries. In a currency swap agreement, the counterparties exchange notional principals in two different currencies, rather than an actual exchange of monies. During the life of the swap each party pays interest (in the currency of the principal received) to the other. At the time of maturity, each party makes a final exchange (at the same spot rate) of the initial principal amounts, thereby reversing the initial exchange. Such a swap helps in lowering funding cost, entering restricted capital markets (where a corporate may not enjoy adequate credit rating), reducing currency risk and supply-demand imbalances in markets. In India, currency swaps are used widely by corporates to hedge their foreign exchange risks.

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

Event for the Week (Monday to Friday)	Date
CPI Inflation (Jun 2024)	12-Jul-24
Index of Industrial Production (May 2024)	12-Jul-24
Forex Reserves	12-Jul-24
Loans and Advances to Central Government	12-Jul-24
Loans and Advances to State Government	12-Jul-24

Source: Refinitiv

Govt Borrowing Program FYTD	Rs. Crore		
Description	Scheduled	Completed	% Completed
Week: July 08-12, 2024	22,000	0	0.00%
Month: Jul 2024	116,000	28,000	24.14%
H1: Apr 24-Sep 24	750,000	406,000	54.13%

Source: RBI

### State Govt Borrowing Program FYTD

State Govt Borrowing Program FYTD	Rs. Crore		
Description	Scheduled	Completed	% Completed
Week: July 8-12, 2024	10,200	6,100	59.80%
Month: Jul 2024	79,490	20,193	25.40%
H1: Apr 24-Sep 24	517,602	166,014	32.07%

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	6.43	6.54	6.70
Liquid Fund	7.01	7.25	7.20
Ultra Short Duration Fund	7.14	7.12	6.87
Low Duration Fund	7.65	7.34	7.03
Money Market Fund	7.55	7.41	7.18
Short Duration Fund	7.63	7.02	6.58
Medium Duration Fund	8.78	7.73	6.90
Medium to Long Duration Fund	9.30	8.50	6.87
Long Duration Fund	13.31	12.97	9.07
Corporate Bond Fund	8.47	7.77	7.03
Gilt Fund	10.25	9.67	7.76
Gilt Fund with 10 year constant duration	9.55	8.91	7.25
Dynamic Bond	9.77	9.10	7.42
Banking and PSU Fund	8.27	7.74	6.95
Floater Fund	9.47	8.15	7.75
Credit Risk Fund	8.28	7.61	7.88

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

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