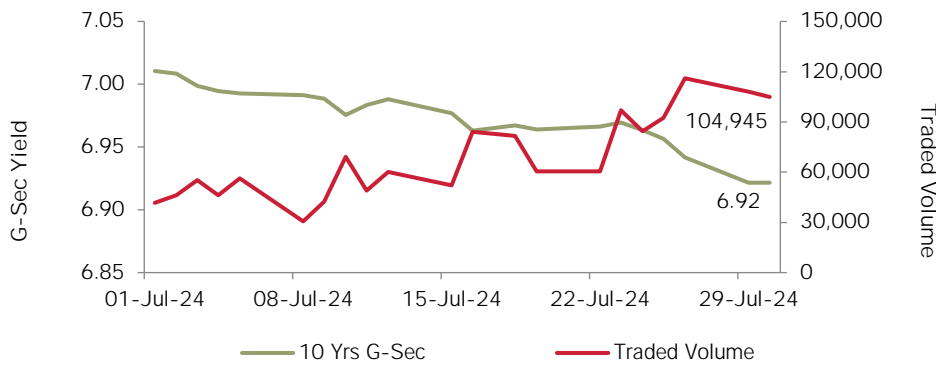


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	30-Jul-24	Week Ago	Month Ago	Year Ago
G-Sec	87,160	88,983	66,228	57,466
Net Liquidity Injected	-114205.68 ^[1]	-42,374	-22,318	-138,294
T-Bill	7,581	3,646	18,272	6,839
Call	11,239	10,660	8,419	9,240
T-Repo	371,398	419,339	353,501	309,930

Source: CCIL

Key Monitorables

Current Rates	30-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	83.73	83.70	82.25
Brent Crude	79.14	79.83	84.78

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

Money Market Rates (in %)

Indicators	30-Jul-24	Week Ago	Month Ago	Year Ago
Call Rate	6.47	6.67	6.85	6.48
T-Repo	6.37	6.67	6.72	6.54
Repo	6.42	6.64	6.72	6.46
3 Month CP	7.20	7.17	7.21	7.01
3 Month CD	7.13	7.12	7.12	6.98
6 Month CP	7.48	7.47	7.45	7.30
6 Month CD	7.42	7.38	7.47	7.11
1 Year CP	7.61	7.63	7.68	7.48
1 Year CD	7.56	7.65	7.62	7.37

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	30-Jul-24	Week Ago	Year Ago
1 Year	6.69	6.71	6.87
2 Years	6.38	6.42	6.63
3 Years	6.30	6.34	6.53
5 Years	6.25	6.97	6.50

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	30-Jul-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.55	6.77	6.86	6.50
2 Years (MIFOR)	6.57	6.60	6.77	7.05
3 Years (MIFOR)	6.63	6.62	6.84	7.01
5 Years (MIFOR)	6.68	6.71	6.88	7.00

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(30 Jul 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.18% GS 2037	4,587.78	373	6.99
7.32% GS 2030	3,462.40	202	6.90
7.23% GS 2039	3,429.84	313	7.00
7.06% GS 2028	2,620.00	46	6.85
7.34% GS 2064	1,752.86	127	7.08

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
Maharashtra	7.33% MAHA SGS 2044	20	111	7.31
Tamil Nadu	7.27% TN SGS 2032	8	32	7.27
Gujarat	8.05% GUJ SDL 2025	1	10	6.85
Uttar Pradesh	7.41% UP SGS 2034	10	5	7.29
West Bengal	7.35% WB SGS 2043	19	72	7.33

Source: CCIL

- Bond yields rose as market participants booked profits ahead of the U.S. Federal Reserve's policy decision.
- Yield on the 10-year benchmark paper (7.10% GS 2034) rose by 1 bps to close at 6.93% as compared to the previous close of 6.92%.
- Reserve Bank of India conducted the auction of government securities for ten states for a notified amount of Rs. 29,500 crore for which full amount was accepted. The cut off yield ranged from 7.24% to 7.35%. The lowest yield was witnessed in case of Tamil Nadu and the highest yield was witnessed in case of Jammu & Kashmir, Rajasthan and West Bengal.
- According to the Minister of State for Finance, the government has collected Rs. 98,681 crore from long-term capital gains tax on listed equities in FY23, marking a 15% surge from the Rs. 86,075.49 crore collected in FY22.
- The Indian rupee in the spot trade remained steady against the U.S. dollar following mild greenback sales from state-run banks.
- Brent crude oil prices (spot) fell amid continued concerns about the outlook for demand from China. Meanwhile, investors were also looking forward to the U.S. Federal Reserve's monetary policy announcement and the weekly inventory data.

Yield Monitor

Corporate Bonds/G-Sec	30-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.62	7.62	7.62	7.71	7.66	7.81	7.43
3 Year AAA Corporate Bond	7.63	7.64	7.68	7.74	7.82	7.80	7.61
5 Year AAA Corporate Bond	7.51	7.51	7.60	7.65	7.74	7.77	7.60
10 Year AAA Corporate Bond	7.46	7.47	7.47	7.48	7.56	7.75	7.82
1 Year AA Corporate Bond	8.08	8.08	8.06	8.18	8.18	8.10	7.71
3 Year AA Corporate Bond	8.30	8.31	8.35	8.41	8.54	8.43	8.27
5 Year AA Corporate Bond	8.16	8.16	8.25	8.30	8.39	8.36	8.33
10 Year AA Corporate Bond	8.25	8.26	8.26	8.27	8.35	8.50	8.31
1 Year A Corporate Bond	12.91	12.91	12.89	13.01	13.02	13.05	12.58
3 Year A Corporate Bond	12.70	12.71	12.75	12.81	12.89	12.87	12.72
5 Year A Corporate Bond	12.61	12.61	12.70	12.75	12.84	12.78	12.70
1 Year G-Sec	6.96	6.95	7.00	7.06	7.18	7.20	7.06
3 Year G-Sec	6.95	6.95	7.01	7.10	7.32	7.16	7.24
5 Year G-Sec	6.97	6.96	7.04	7.15	7.34	7.15	7.28
10 Year G-Sec	7.05	7.04	7.09	7.13	7.32	7.28	7.29

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

^[1]Data as on 29 Jul, 2024

Spread Monitor (in bps)

Corporate Bonds/G-Sec	30-Jul-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	66	67	62	65	48	61	37
3 Y-AAA & G-Sec	68	69	67	64	50	64	37
5 Y-AAA & G-Sec	54	55	56	50	40	62	32
10 Y-AAA & G-Sec	41	43	38	35	24	47	53
1 Y-AA & G-Sec	112	113	106	112	100	90	65
3 Y-AA & G-Sec	135	136	134	131	122	127	103
5 Y-AA & G-Sec	119	120	121	115	105	121	105
10 Y-AA & G-Sec	120	122	117	114	103	122	102
1 Y-A & G-Sec	595	596	589	595	584	585	552
3 Y-A & G-Sec	575	576	574	571	557	571	548
5 Y-A & G-Sec	564	565	566	560	550	563	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
7.46% GS 2073	11,000	11,000	7.09%
7.34% GS 2064	22,000	22,000	7.09%
7.30% GS 2053	10,000	10,000	7.08%
7.23% GS 2039	24,000	24,000	7.01%
7.02% GS 2031	11,000	11,000	6.99%
7.10% GS 2034	20,000	20,000	6.98%
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%	66.67%
10 to 14 Yrs	25.60%	62.50%
Long Dated (above 14 Yrs)	51.20%	65.63%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FII*	2,390	20,954	89,578
MF**	295	-605	-148,728

*As on 30th July 2024; **As on 26th July 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 for the Week (Monday to Friday)	Date
Infrastructure Output	31-Jul-24
Fiscal deficit (as a % of budget estimates)	31-Jul-24
Reserve Money	31-Jul-24
Currency in Circulation	31-Jul-24
Banker's Deposits with RBI	31-Jul-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 29-August 02, 2024	22,000	0	0.00%
Month: Jul 2024	116,000	116,000	100.00%
H1: Apr 24-Sep 24	750,000	488,000	65.07%

Source: RBI

State Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 29-August 2 ,2024	26,100	29,500	113.03%
Month: Jul 2024	79,490	68,383	86.03%
Q2FY25: Jul 24-Sep 24	263,562	68,383	25.95%

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	6.29	6.51	6.69
Liquid Fund	7.04	7.27	7.21
Ultra Short Duration Fund	7.01	7.18	6.87
Low Duration Fund	7.88	7.51	7.05
Money Market Fund	7.38	7.48	7.19
Short Duration Fund	9.39	7.38	6.80
Medium Duration Fund	10.12	8.12	7.25
Medium to Long Duration Fund	10.08	8.73	7.35
Long Duration Fund	7.65	11.51	9.47
Corporate Bond Fund	10.20	8.13	7.26
Gilt Fund	9.11	9.44	8.15
Gilt Fund with 10 year constant duration	12.44	9.44	8.06
Dynamic Bond	9.64	9.11	7.77
Banking and PSU Fund	9.98	8.01	7.17
Floater Fund	10.18	8.62	7.82
Credit Risk Fund	8.71	7.95	8.03

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

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