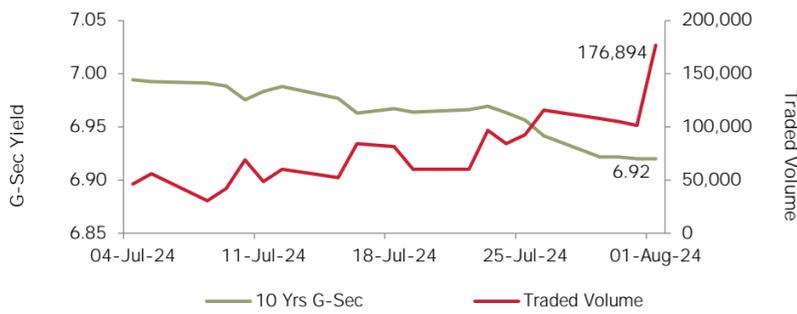


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	1-Aug-24	Week Ago	Month Ago	Year Ago
G-Sec	151,606	85,225	30,379	51,507
Net Liquidity Injected	-155617.68 ^[1]	-85,921	-58,121	-220,907
T-Bill	20,016	5,038	8,839	3,094
Call	10,740	9,437	10,821	9,335
T-Repo	322,577	407,486	407,012	283,672

Source: CCIL

Key Monitorables

Current Rates	1-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	83.72	83.72	82.26
Brent Crude	79.98	80.72	85.67

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

Money Market Rates (in %)

Indicators	1-Aug-24	Week Ago	Month Ago	Year Ago
Call Rate	6.47	6.56	6.54	6.39
T-Repo	6.36	6.45	6.45	6.27
Repo	6.43	6.49	6.47	6.35
3 Month CP	7.20	7.17	7.09	7.00
3 Month CD	7.16	7.14	7.07	6.98
6 Month CP	7.48	7.47	7.40	7.29
6 Month CD	7.44	7.39	7.34	7.12
1 Year CP	7.61	7.63	7.66	7.48
1 Year CD	7.57	7.66	7.62	7.27

Source: CCIL, Refinitiv

MIBOR-OIS (in %)

Current Rates	1-Aug-24	Week Ago	Year Ago
1 Year	6.65	6.68	6.83
2 Years	6.33	6.37	6.59
3 Years	6.25	6.28	6.52
5 Years	6.19	6.23	6.46

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	1-Aug-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.55	6.66	6.60	6.43
2 Years (MIFOR)	6.52	6.55	6.78	6.94
3 Years (MIFOR)	6.57	6.61	6.86	6.94
5 Years (MIFOR)	6.61	6.64	6.89	6.95

Source: CCIL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(01 Aug 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	35,488.27	3112	6.91
7.18% GS 2033	5,936.72	469	6.96
7.32% GS 2030	3,342.85	233	6.88
7.23% GS 2039	2,300.09	135	6.99
7.34% GS 2064	1,990.00	109	7.09

Source: RBI

State Development Loans (SDL Rates)

State Name	Security Name	Maturity Bucket (in Years)	Volume (Rs. Cr.)	Last Traded YTM Yield
MAHARASHTRA	6.97% MAHA SDL 2028	4	18	7.08
KARNATAKA	7.73% KARNA SGS 2034	10	13	7.28
WEST BENGAL	7.53% WB SGS 2044	20	26	7.32
UTTAR PRADESH	7.72% UP SGS 2034	10	6	7.29
MADHYA PRADESH	7.77% MP SGS 2047	23	5	7.27

Source: CCIL

- Bond yields edged lower following a fall in U.S. Treasury yields after the U.S. Federal Reserve hinted that its rate-easing cycle could start in Sep 2024.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 1 bps to close at 6.92% as compared to the previous close of 6.93%.
- Reserve Bank of India conducted the auction of Overnight Variable Rate Reverse Repo for the notified amount of Rs. 75,000 crore for which amount of Rs. 32,831 crore was accepted and the cut-off yield stood at 6.49%.
- The Manufacturing Purchasing Managers' Index edged down slightly to 58.1 in Jul 2024 compared to 58.3 in Jun 2024. The latest reading indicated strong growth in Jul 2024, driven by solid demand, despite facing cost pressures. New orders and output experienced significant growth, with exports rising at the second-highest rate in 13 years.
- The Indian rupee in the spot trade edged up against the U.S. supported by likely intervention from the Reserve Bank of India. However, gains were limited due to strong greenback demand from local importers.
- Brent crude oil prices (spot) fell marginally on concerns about the outlook for oil demand from China, and disappointing U.S. and European economic data outweighed recent data showing a drop in U.S. crude inventories and rising tensions in the Middle East.

Yield Monitor

Corporate Bonds/G-Sec	01-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.61	7.62	7.62	7.66	7.66	7.82	7.43
3 Year AAA Corporate Bond	7.63	7.63	7.65	7.74	7.82	7.76	7.57
5 Year AAA Corporate Bond	7.52	7.54	7.55	7.65	7.74	7.70	7.60
10 Year AAA Corporate Bond	7.46	7.47	7.47	7.48	7.56	7.66	7.82
1 Year AA Corporate Bond	8.08	8.08	8.05	8.13	8.18	8.06	7.71
3 Year AA Corporate Bond	8.30	8.30	8.33	8.41	8.54	8.39	8.23
5 Year AA Corporate Bond	8.17	8.19	8.20	8.30	8.39	8.29	8.33
10 Year AA Corporate Bond	8.27	8.26	8.26	8.27	8.35	8.41	8.31
1 Year A Corporate Bond	12.91	12.91	12.88	12.96	13.02	13.01	12.58
3 Year A Corporate Bond	12.70	12.70	12.73	12.81	12.89	12.83	12.68
5 Year A Corporate Bond	12.62	12.64	12.65	12.75	12.84	12.71	12.70
1 Year G-Sec	6.93	6.96	6.95	7.07	7.18	7.14	7.02
3 Year G-Sec	6.94	6.94	6.96	7.09	7.32	7.14	7.22
5 Year G-Sec	6.94	6.96	7.00	7.14	7.34	7.11	7.26
10 Year G-Sec	7.04	7.04	7.07	7.14	7.32	7.19	7.28

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

^[1]Data as on 31 Jul, 2024

Spread Monitor (in bps)

Corporate Bonds/G-Sec	01-Aug-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	68	66	67	59	48	68	41
3 Y-AAA & G-Sec	69	69	69	65	50	62	35
5 Y-AAA & G-Sec	58	58	55	51	40	59	34
10 Y-AAA & G-Sec	42	43	40	34	24	47	54
1 Y-AA & G-Sec	115	112	110	106	100	92	69
3 Y-AA & G-Sec	136	136	137	132	122	125	101
5 Y-AA & G-Sec	123	123	120	116	105	118	107
10 Y-AA & G-Sec	123	122	119	113	103	122	103
1 Y-A & G-Sec	598	595	593	589	584	587	556
3 Y-A & G-Sec	576	576	577	572	557	569	546
5 Y-A & G-Sec	568	568	565	561	550	560	544

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*	1,708	1,708	92,695
MF**	195	-5,342	-153,465

*As on 1st August 2024; **As on 30th July 2024; Source: SEBI, NSDL

Term of the Day

Jumbo Bonds

Definition: As the name suggests, a 'jumbo' issue refers to an issue of securities for a high nominal amount. The size varies from market to market. Generally, it is in excess of 1 billion euro. Jumbo bonds are normally covered bonds, which are backed by cash flows from mortgages and similar loans.

Explanation: In the past, covered bonds, known in German as Pfandbriefe, were issued as small-sized bonds, which were basically targeted at domestic investors. However, with the rising fund requirement, the need to broaden the distribution of Pfandbriefe increased. In order to promote the trading of covered bonds and to make these investment vehicles attractive for foreign investors, jumbo covered bonds, or jumbos, were introduced in 1997. Several smaller issues were combined to form one large bond called a jumbo. Jumbo issues are also called "benchmark" issues. The main advantage of jumbo issue is that it minimises issue costs and increases the liquidity of the security as well.

Event for the Week (Monday to Friday)

Event for the Week (Monday to Friday)	Date
Forex Reserves	2-Aug-24
Loans and Advances to Central Government	2-Aug-24
Loans and Advances to State Government	2-Aug-24

Source: Refinitiv

Govt Borrowing Program FYTD

Description	Scheduled	Completed	% Completed
Week: July 29-August 02, 2024	22,000	0	0.00%
Month: Aug 2024	140,000	0	0.00%
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	6.50	6.69
Liquid Fund	6.90	7.27	7.21
Ultra Short Duration Fund	6.86	7.17	6.87
Low Duration Fund	7.80	7.47	7.05
Money Market Fund	7.20	7.47	7.18
Short Duration Fund	9.78	7.15	6.79
Medium Duration Fund	10.61	7.60	7.25
Medium to Long Duration Fund	10.98	7.62	7.38
Long Duration Fund	8.49	9.25	9.54
Corporate Bond Fund	10.47	7.81	7.24
Gilt Fund	10.19	8.02	8.20
Gilt Fund with 10 year constant duration	13.93	8.32	8.15
Dynamic Bond	10.45	7.91	7.80
Banking and PSU Fund	10.04	7.64	7.15
Floater Fund	10.48	8.51	7.84
Credit Risk Fund	9.28	7.72	8.04

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

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