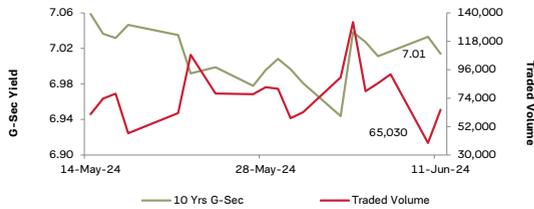


G-Sec Yield Vs. Debt Market Traded Volume



Liquidity Indicators (₹ Cr.)

	11-Jun-24	Week Ago	Month Ago	Year Ago
G-Sec	54,080	121,176	63,333	46,816
Net Liquidity Injected	23007.01 ^[1]	-50,058	123,283	-168,535
T-Bill	6,491	3,709	3,506	4,016
Call	10,848	11,425	10,214	9,895
T-Repo	384,525	342,589	299,050	299,796

Source: CCIL

Key Monitorables

Current Rates	11-Jun-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	83.57	83.51	82.46
Brent Crude	82.14	81.94	75.00

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

Money Market Rates (in %)

Indicators	11-Jun-24	Week Ago	Month Ago	Year Ago
Call Rate	6.52	6.46	6.73	6.61
T-Repo	6.45	6.34	6.71	6.44
Repo	6.43	6.35	6.67	6.54
3 Month CP	7.13	7.16	7.37	6.98
3 Month CD	7.18	7.20	7.37	6.93
6 Month CP	7.48	7.53	7.54	7.25
6 Month CD	7.50	7.53	7.47	7.18
1 Year CP	7.70	7.70	7.73	7.48
1 Year CD	7.66	7.69	7.56	7.33

Source: CCL, Refinitiv

MIBOR-OIS (in %)

Current Rates	11-Jun-24	Week Ago	Year Ago
1 Year	6.78	6.85	6.64
2 Years	6.49	6.58	6.32
3 Years	6.41	6.52	6.21
5 Years	6.35	6.46	6.15

Source: CCIL

MIFOR & Overnight MIBOR (in %)

Indicators	11-Jun-24	Week Ago	Month Ago	Year Ago
MIBOR Overnight	6.60	6.54	6.80	6.70
2 Years (MIFOR)	6.72	6.89	6.96	6.78
3 Years (MIFOR)	6.85	6.94	7.06	6.77
5 Years (MIFOR)	6.80	6.98	7.08	6.79

Source: CCL MIFOR - Mumbai Interbank Forward Offer Rate

Top 5 traded G - Sec(11 Jun 2024)

Security	Volume (Rs. Cr.)	No. of Trades	Last Traded YTM Yield
7.10% GS 2034	23,798.19	2212	7.01
7.18% GS 2033	10,618.50	1213	7.06
7.32% GS 2030	3,316.86	232	7.05
7.18% GS 2037	2,914.91	284	7.07
6.54% GS 2032	1,815.00	82	7.07

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	50	7.25
Tamil Nadu	6.98% TN SDL 2031	7	80	7.34
Gujarat	7.47% GUJ SGS 2025	1	15	7.07
Uttar Pradesh	7.52% UP SGS 2039	15	230	7.41
West Bengal	7.52% WB SGS 2039	15	250	7.42

Source: CCIL

- Bond yields fell since the government is probably going to stick to its fiscal deficit target, with the focus shifting to key inflation data and the U.S. central bank's policy decision.
- Yield on the 10-year benchmark paper (7.10% GS 2034) fell by 2 bps to close at 7.01% as compared to the previous close of 7.03%.
- Reserve Bank of India conducted the auction of government securities for seven states for a notified amount of Rs. 7,750 crore for which amount of Rs. 5,750 crore was accepted. The cut off yield ranged from 7.35% to 7.41%. The lowest yield was witnessed in case of Jammu & Kashmir and the highest yield was witnessed in case of Punjab. Andhra Pradesh has not accepted any amount.
- The Prime Minister approved the 17th instalment of the PM Kisan Nidhi Scheme of around Rs. 20,000 crore, which will benefit 93 million farmers, as the first official decision of the new coalition government.
- 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) rose as investors evaluated the prospects for global oil supply and demand and acted mostly cautiously in advance of inventory data and the Federal Reserve's announcement of its monetary policy.

Yield Monitor

Corporate Bonds/G-Sec	11-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.66	7.65	7.71	7.63	7.84	7.83	7.40
3 Year AAA Corporate Bond	7.73	7.74	7.79	7.78	7.68	7.85	7.48
5 Year AAA Corporate Bond	7.66	7.66	7.70	7.70	7.66	7.75	7.34
10 Year AAA Corporate Bond	7.53	7.53	7.55	7.56	7.63	7.74	7.68
1 Year AA Corporate Bond	8.13	8.12	8.23	8.15	8.15	8.11	7.61
3 Year AA Corporate Bond	8.40	8.41	8.51	8.50	8.40	8.48	8.14
5 Year AA Corporate Bond	8.31	8.31	8.35	8.35	8.31	8.39	8.01
10 Year AA Corporate Bond	8.32	8.32	8.34	8.35	8.39	8.37	8.17
1 Year A Corporate Bond	12.96	12.95	13.01	12.99	13.04	12.95	12.55
3 Year A Corporate Bond	12.80	12.81	12.86	12.85	12.75	12.93	12.59
5 Year A Corporate Bond	12.76	12.76	12.80	12.80	12.67	12.89	12.51
1 Year G-Sec	7.13	7.12	7.14	7.19	7.15	7.34	6.88
3 Year G-Sec	7.14	7.15	7.23	7.25	7.15	7.37	7.07
5 Year G-Sec	7.15	7.16	7.23	7.25	7.15	7.38	7.10
10 Year G-Sec	7.14	7.16	7.16	7.25	7.14	7.41	7.16

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

[1] Data as on 10 Jun, 2024

Spread Monitor (In bps)

Corporate Bonds/G-Sec	11-Jun-24	Previous close	Week Ago	Month Ago	3 Months Ago	6 Months Ago	Year Ago
1 Y-AAA & G-Sec	53	53	57	44	69	49	52
3 Y-AAA & G-Sec	59	59	56	53	53	48	41
5 Y-AAA & G-Sec	51	50	47	45	51	37	24
10 Y-AAA & G-Sec	39	37	39	31	49	33	52
1 Y-AA & G-Sec	100	100	109	96	100	77	73
3 Y-AA & G-Sec	126	126	128	125	125	111	107
5 Y-AA & G-Sec	116	115	112	110	116	101	91
10 Y-AA & G-Sec	118	116	118	110	125	96	101
1 Y-A & G-Sec	583	583	587	580	589	561	567
3 Y-A & G-Sec	566	566	563	560	560	556	552
5 Y-A & G-Sec	561	560	557	555	552	551	541

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	9,000	9,000	7.14%
7.10% GS 2034	20,000	20,000	7.02%

Source: RBI

Maturity Bucket Wise Govt. Borrowing

Maturity Period	Scheduled H1 FY25	Completed H1 FY25
1 to 9 Yrs	23.20%	36.78%
10 to 14 Yrs	25.60%	41.67%
Long Dated (above 14 Yrs)	51.20%	36.46%

Source: RBI

Institutional Flows (Debt)

Description	Rs. Cr.		
	Net	MTD	YTD
FI*	-148	5,151	58,820
MF**	-65	-2,404	-145,555

*As on 11th June 2024; **As on 7th June 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
Reserve Money	12-Jun-24
Currency in Circulation	12-Jun-24
Banker's Deposits with RBI	12-Jun-24
Forex Reserves	14-Jun-24
Credit Growth	14-Jun-24

Source: Refinitiv

Govt Borrowing Program FY20

Description	Scheduled	Completed	% Completed
Week: June 10-14, 2024	34,000	0	0.00%
Month: Jun 2024	117,000	29,000	24.79%
H1: Apr 24-Sep 24	750,000	284,000	37.87%

Source: RBI

State Govt Borrowing Program FY20

Description	Scheduled	Completed	% Completed
Week: June 10-14, 2024	12,200	5,750	47.13%
Month: Jun 2024	69,250	25,250	36.46%
Q1FY25: Apr 24-Jun 24	254,040	119,250	46.94%

Source: RBI

Public Issue Data of Corporate Debt

Name of Company	Issue closed on	Base issue size Rs Crore	Final issue size Rs Crore
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
Indiabulls Housing Finance Limited	19-Mar-24	200	130
Navi Finserv Limited	07-Mar-24	600	525
Chemmanur Credits and Investments	04-Mar-24	100	48

Source: SEBI

Mutual Fund Category Performance - Debt

Category-Debt	1 Month	6 Month	1 Year
Overnight Fund	6.39	6.58	6.70
Liquid Fund	7.13	7.32	7.17
Ultra Short Duration Fund	6.73	7.07	6.81
Low Duration Fund	6.96	7.28	6.93
Money Market Fund	6.86	7.36	7.12
Short Duration Fund	7.65	7.27	6.30
Medium Duration Fund	8.48	7.98	6.41
Medium to Long Duration Fund	11.18	9.16	6.18
Long Duration Fund	15.70	13.82	7.64
Corporate Bond Fund	8.19	7.78	6.64
Gilt Fund	12.60	10.32	7.08
Gilt Fund with 10 year constant duration	12.07	10.05	6.58
Dynamic Bond	11.53	9.53	6.78
Banking and PSU Fund	7.97	7.70	6.54
Floater Fund	8.09	7.87	7.55
Credit Risk Fund	8.00	7.70	7.64

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

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