CCIL Research - Market Update
For Week Ended October 11, 2024

WEEKLY MARKET UPDATE

CCIL Research - Market Update
For Week Ended October 11, 2024

MARKET SNAPSHOT

Market Snapshot (%)	Current Week	Previous Week	1 month ago	3 months ago	6 months ago	1 year ago
Avg. Call Rates	6.37	6.51	6.54	6.42	6.43	6.62
Avg. Repo Rates	6.18	6.45	6.45	6.45	6.15	6.57
Avg. TREP Rate	6.25	6.32	6.34	6.38	6.47	6.75
MSF rate	6.75	6.75	6.75	6.75	6.75	6.75
Bank rate	6.75	6.75	6.75	6.75	6.75	6.75
CRR	4.50	4.50	4.50	4.50	4.50	4.50
RBI-LAF Repo Rate	6.50	6.50	6.50	6.50	6.50	6.50
SDF rate	6.25	6.25	6.25	6.25	6.25	6.25
RBI-LAF Reverse Repo Rate	3.35	3.35	3.35	3.35	3.35	3.35
Term Money Rate	6.50-7.20	6.60-7.40	6.50-7.25	6.40-7.15	6.40-7.00	6.30-7.40
91-Day Cut-off	6.4300	6.4739	6.6462	6.7578	6.8702	6.8847
182 Day Cut-off	6.5424	6.5630	6.7222	6.8699	7.0297	7.1279
364 Day Cut-off	6.5283	6.5487	6.7037	6.9194	7.0490	7.1450
1-yr G-Sec yield	6.5693	6.5995	6.7182	6.9047	7.0301	7.1289
5-yr G-Sec yield	6.7149	6.7329	6.7454	6.9765	7.1008	7.3737
10-yr G-Sec yield	6.7787	6.8159	6.8813	7.0215	7.1145	7.3612
20-yr G-Sec yield	6.8775	6.8685	6.9174	7.0325	7.1825	7.4646
30-yr G-Sec yield	6.9482	6.9381	6.9683	7.0635	7.2102	7.5066
40-yr G-Sec yield	6.9708	6.9666	6.9928	7.0896	7.2227	7.5140
50-yr G-Sec yield	6.9714	6.9713	6.9983	7.0889	7.2115	0.0000
10-yr Benchmark yield	6.7824	6.8086	6.8336	6.9780	7.1214	7.3165

CCIL WEEKLY BUSINESS ACTIVITY (SATURDAY TO FRIDAY) (AMOUNT IN ₹ CRORE)

Segment	Current Week	Previous week	1 month ago	3 months ago	6 months ago	1 year ago
Outright	512281.60	370643.38	302962.10	246658.96	163828.91	263399.42
Repo	748268.10	645889.64	774236.31	792845.27	567844.52	688503.84
CROMS	571102.83	625702.37	759132.31	617644.77	556381.40	528725.48
TREP	1848402.60	1455988.55	1837093.10	1823734.15	1145423.25	1890014.20
NDS-Call	51871.14	42267.04	56754.85	56592.52	43365.49	53264.63
Forex*	158028.03	337389.69	223319.91	142438.00	115700.21	120022.39
FX-Clear*	7992.44	9775.79	11123.91	21286.92	4950.71	6509.27
CLS*	28452.16	36409.19	37823.02	26177.39	18802.40	20671.30
IRS-MIBOR	271780.00	203312.50	186900.00	154560.81	93115.00	149920.00
IRS-MMFOR	13304.48	7620.00	7785.00	5810.00	4005.00	11600.00

* Amount in USD Million

MARKET DEVELOPMENTS

- The Index of Industrial Production (IIP) contracted 0.10% in August 2024 as against a growth of 10.90% in August 2023. IIP expanded 4.20% in April-August FY25.
- RBI conducted the auction of G-Secs for an aggregate amount of ₹39000 crore on October 11, 2024.
- Eleven state governments sold SDLs for an aggregate amount of ₹18700 crore on October 8, 2024.
- The Government of India bought back of its Securities through auction for an aggregate amount of ₹24453.319 crore (face value) on October 10, 2024.
- Eight state governments have offered to sell securities by way of an auction, for an aggregate amount of ₹13050 crore (Face Value) on October 8, 2024 (Tuesday).
- The Government of India announced the buyback of its Securities through auction for an aggregate amount of ₹25000 crore (face value) on October 17, 2024 (Thursday).
- The Central Government re-appointed Shri M. Rajeshwar Rao as Deputy Governor, RBI for a period of one year with effect from October 9, 2024.
- RBI notified on submission of information to credit Information Companies (CICs) by ARCs.
- RBI notified on implementation of Credit Information Reporting Mechanism subsequent to cancellation of licence or Certificate of Registration.
- RBI notified on Interest Equalization Scheme (IES) on pre and post shipment rupee export credit.
- RBI notified guidelines for facilitating accessibility to digital payment systems for persons with disabilities.
- RBI launched quarterly order books, inventories and capacity utilisation survey for July - September 2024 (Round 67).
- RBI placed on its website ‘The Internal Risk Assessment Guidance for Money Laundering/ Terrorist Financing’ (‘Guidance Note’) for its regulated entities.
- RBI released the results of Forward Looking Surveys.
- RBI released the census on foreign liabilities and assets of Indian direct investment entities for FY24.
- RBI entered into a Currency Swap Agreement with the Maldives Monetary Authority (MMA) under the SAARC Currency Swap Framework 2024-27 on October 7, 2024.
- Global index provider FTSE Russell said it would include India's sovereign bonds in its Emerging Markets Government Bond Index (EMGBI) from September 2025.
- The Union Government released ₹1.78 lakh crore to states in tax devolution, including an advance instalment of ₹89086.50 crore, in view of upcoming festive season and to accelerate capital spending.
- Net direct tax collection in FY25 grew 18.30% to about ₹11.25 trillion as of October 10, 2024.
- The total assets under management (AUM) of the Indian mutual fund industry stood at ₹67.09 lakh crore at the end of September 2024.
- The World Bank maintained its GDP growth projection for India at 7% in FY25 and 6.70% in FY26.
- Minutes of the Fed’s September meeting revealed divergence on the quantum of rate cuts.
- Annual consumer inflation in the US fell from 2.50% in August to 2.40% in September 2024.
- US trade deficit narrowed to $70.40 billion in August 2024.
- WTO revised downwards its projection of world merchandise trade growth to 3% in 2025.

Resolution of the Monetary Policy Committee (MPC) October 7 to 9, 2024 - Highlights

- The MPC left the policy repo rate under LAF unchanged at 6.50%. Consequently, the SDF rate, MSF rate and the Bank Rate remain unchanged at 6.25%, 6.75% and 6.75% respectively.
- The MPC decided to change the monetary policy stance to ‘neutral’ and to remain unambiguously focused on a durable alignment of inflation with the CPI inflation target of 4% within a band of +/- 2%, while supporting growth.
- Real GDP growth for FY25 is projected at 7.20% with Q2 at 7.0%; Q3 at 7.40%; and Q4 at 7.40%. Real GDP growth for Q1:FY26 is projected at 7.30%. The risks are evenly balanced.
- CPI inflation for FY25 is projected at 4.50% with Q2 at 4.10%; Q3 at 4.80%; and Q4 at 4.20%. CPI inflation for Q1:FY26 is projected at 4.30%. The risks are evenly balanced.
- Five members voted to keep the policy repo rate unchanged at 6.50%, while Dr. Nagesh Kumar voted to reduce the policy repo rate by 25 bps.
- All members voted for a change in stance from withdrawal of accommodation to ‘neutral’ and to remain unambiguously focused on a durable alignment of inflation with the target, while supporting growth.
- The minutes of the MPC’s meeting will be published on October 23, 2024.
- The next meeting of the MPC is scheduled during December 4 to 6, 2024.

Statement on Developmental and Regulatory Policies

I. Regulations

- RBI will issue a draft circular on responsible lending conduct covering loans to MSEs by Regulated Entities.
- A discussion paper on capital raising avenues for Primary (Urban) Co-operative Banks will be issued.
- RBI proposed the creation of the Reserve Bank – Climate Risk Information System (RB-CRIS) data repository.

II. Payment Systems

- The limits for several UPI transactions were enhanced.
- A ‘beneficiary account name look-up facility’ will be introduced for remitters in RTGS and NEFT.

CCIL Research - Market Update
For Week Ended October 11, 2024

MARKET ANALYSIS

1) SETTLEMENT DETAILS

(AMOUNT IN ₹ CRORE)

Week Ended	October 11, 2024		October 4, 2024		2024-25 (Upto October 11, 2024)		2023-24 (Upto October 13, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Outright	32703	512282	22179	370643	612280	8990520	562596	7734924
Repo	4734	748268	3893	645890	130139	20816533	137321	21351294
TREP	5038	1848403	4080	1455989	132481	46860875	125663	41802388
Total	42475	3108952	30152	2472522	874900	76667928	825580	70888607
Daily Avg Outright	6541	102456	5545	92661	4783	70238	4328	59499
Daily Avg Repo	789	124711	973	161472	916	146595	960	149310
Daily Avg TREP	840	308067	1020	363997	933	330006	879	292324

2) INSTRUMENTWISE OUTRIGHT AND REPO DETAILS

Week Ended	Outright				Repo			
	October 11, 2024		October 4, 2024		October 11, 2024		October 4, 2024	
	Value (₹ crore)	Share (%)	Value (₹ crore)	Share (%)	Value (₹ crore)	Share (%)	Value (₹ crore)	Share (%)
Central Govt.	459661	89.73	303558	81.90	581230	77.68	508640	78.75
SDL	23786	4.64	18094	4.88	139715	18.67	109167	16.90
T-Bills	28834	5.63	48991	13.22	27323	3.65	28082	4.35
Total	**512282**	**100.00**	**370643**	**100.00**	**748268**	**100.00**	**645890**	**100.00**

3) TOP 5 CENTRAL GOVERNMENT DATED SECURITIES

Security Description	Total		Average		% Value to Total G-Sec
	Trades	Value (₹ crore)	Trades	Value (₹ crore)	
7.10% GS 2034	15621	197515	3124	39503	42.97
6.79% GS 2034	4327	63039	865	12608	13.71
7.23% GS 2039	2075	25914	415	5183	5.64
7.18% GS 2033	1480	22178	296	4436	4.82
7.04% GS 2029	1310	20397	262	4079	4.44

4) T+2 TRADE SUMMARY

(AMOUNT IN ₹ CRORE)

Week ended	October 11, 2024		October 4, 2024		2024-25 (Upto October 11, 2024)		2023-24 (Upto October 13, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Total	171	5659	514	9183	5018	124296	1227	55713
Average	34	1132	129	2296	39	971	9	429

*Based on trading date.

5) TRADING PLATFORM ANALYSIS

Segment	OTC			NDS-OM			Brokered Deals			Total	
	Trades	Value (₹ crore)	Market Share (%)	Trades	Value (₹ crore)	Market Share (%)	Trades	Value (₹ crore)	Market Share (%)	Trades	Value (₹ crore)
Central Govt.	1019	58113.47	13.63	28868	368254.56	86.37	102	8466.86	1.99	29887	426368.14
SDL	496	15407.92	65.98	616	7946.10	34.02	75	4217.99	18.06	1112	23354.04
T-Bills	158	19877.20	59.60	390	13472.49	40.40	43	5060.00	15.17	548	33349.70
Total	**1673**	**93398.58**	**19.33**	**29874**	**389673.15**	**80.67**	**220**	**17744.85**	**3.67**	**31547**	**483071.88**

6 A) CATEGORYWISE BUYING ACTIVITY

MARKET SHARE (%)

Caterogy	Outright	Reverse Repo (Funds Lending)	TREP Lending	NDS-CALL Lending	Forex	IRS-MIBOR	IRS-MMFOR
Co-operative Banks	1.71	0.07	0.29	64.31**	0.18	-	-
Financial Institutions	0.56	0.36	0.06	-	0.70	-	-
Foreign Banks	15.63	25.42	1.70	2.39	38.40	42.14	75.01
Insurance Companies	2.34	2.90	10.66	-	-	-	-
Mutual Funds	8.29	52.39	76.87	-	-	0.80	0.00
Others	5.51	1.50	9.68	-	-	-	-
Primary Dealers	16.24	6.44	0.00	0.00	-	27.68	0.00
Private Sector Banks	32.42	6.93	0.49	21.46	32.38	19.70	6.31
Public Sector Banks	17.31	3.98	0.25	11.84	28.34	9.67	18.67

**Includes Small Finance & Payments Banks.

6 B) CATEGORYWISE SELLING ACTIVITY

MARKET SHARE (%)

Caterogy	Outright	Repo	TREP Borrowing	NDS-CALL Borrowing	Forex	IRS-MIBOR	IRS-MMFOR
Co-operative Banks	1.66	0.58	1.46	6.6**	0.18	-	-
Financial Institutions	0.00	0.00	12.41	-	0.66	-	-
Foreign Banks	18.59	29.32	14.05	3.52	38.02	40.03	66.74
Insurance Companies	1.58	0.00	0.05	-	-	-	-
Mutual Funds	4.91	0.00	1.22	-	-	0.43	0.00
Others	5.44	1.84	4.73	-	-	-	-
Primary Dealers	21.49	46.57	8.38	76.27	-	27.54	0.00
Private Sector Banks	30.37	16.77	17.36	12.02	32.47	22.70	13.15
Public Sector Banks	15.96	4.93	40.35	1.59	28.67	9.29	20.11

**Includes Small Finance & Payments Banks.

7) CORPORATE BONDS, CPs, CDs AND CBs REPO TRADING DETAILS

Segment	Total		Average	
	Trades	Value (₹ crore)	Trades	Value (₹ crore)
Corporate Bond	1097	43567.13	219	8713.43
Commercial Paper	137	13185.00	27	2637.00
Certificate of Deposit	400	32875.00	80	6575.00
Corporate Bond Repo	54	6324.00	11	1264.80

8) CERTIFICATE OF DEPOSIT - TRADING ANALYSIS

Residual Maturity (Months)	Trades	Value (₹ crore)	WAY (%)
1	69	9015	6.83
2	49	4240	6.99
3	61	5130	7.06
4	65	4165	7.27
5	65	4100	7.30
6	39	2700	7.32
7	-	-	-
8	-	-	-
9	21	1650	7.48
10	9	425	7.51
11	5	300	7.54
12	17	1150	7.54
Total	**400**	**32875**	**7.11**

9) CORPORATE BOND SPREAD ANALYSIS

Maturity Buckets	Average AAA Spread (bps)
<=1 year	115.34
> 1 year -<=2 years	107.44
> 2 years -<=3 years	87.02
>3 years -<=5 years	96.51
>5 years-<=7 years	81.59
> 7 years	86.68

Note: Spread over comparable G-Sec
Source for Corporate Bonds: FIMMDA
Source for CPs and CDs: CCIL

10) FOREX SETTLEMENT

(AMOUNT IN USD MILLION)

Week-ended	October 11, 2024		October 4, 2024		2024-25 (upto October 11, 2024)		2023-24 (upto October 13, 2023)	
	Deals	Value	Deals	Value	Deals	Value	Deals	Value
Cash	2284	46651	2210	46531	58972	924259	43556	714367
Tom	2666	50587	2506	44693	67718	1001432	56024	811815
Spot	76522	92965	99738	110350	2846268	2792698	2505020	2448000
Forward	504	5620	15282	135815	98496	917752	114879	1069549
Total	**81976**	**195823**	**119736**	**337390**	**3071454**	**5636141**	**2719479**	**5043731**
Average	**16395**	**39165**	**29934**	**84347**	**24770**	**45453**	**21756**	**40350**

*Spot figures include spot leg of Swaps.

11) TENORWISE FORWARD TRADES **(AMOUNT IN USD MILLION)**

Tenor	October 11, 2024			October 4, 2024		
	Trades	Value	% Value	Trades	Value	% Value
< 30 Days	95	2856	50.81	623	16545	12.18
> = 30 Days & <= 90 Days	43	1143	20.35	1233	29160	21.47
> 90 Days & <= 180 Days	60	805	14.32	1144	22150	16.31
> 180 Days & <= 360 Days	22	381	6.78	4066	60752	44.73
> 1 Year	32	435	7.73	575	7207	5.31
Total	**252**	**5620**	**100.00**	**7641**	**135815**	**100.00**

12) CLS SETTLEMENT **(AMOUNT IN USD MILLION)**

Week ended	October 11, 2024		October 4, 2024		2024-25 (Upto October 11, 2024)		2023-24 (Upto October 13, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Total	31171	28452	29945	36409	773487	835679	581157	605975
Average	6234	5690	5989	7282	5687	6145	4242	4423

13) FX-CLEAR TRADING **(AMOUNT IN USD MILLION)**

Week Ended	October 11, 2024		October 4, 2024		2024-25 (Upto October 11, 2024)		2023-24 (Upto October 13, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Spot	10244	7992	11197	9776	368723	321747	243455	133641
Average	2049	1598	2799	2444	2881	2514	1873	1028

14) INTEREST RATE SWAP TRANSACTIONS (MATCHED) **(AMOUNT IN ₹ CRORE)**

	MIBOR		MMFOR		Total	
	Trades	Value	Trades	Value	Trades	Value
Total	4400	271780	100	13304	4500	285084
Average	880	54356	20	2661	900	57017

15) INTEREST RATE FUTURES **(AMOUNT IN ₹ CRORE)**

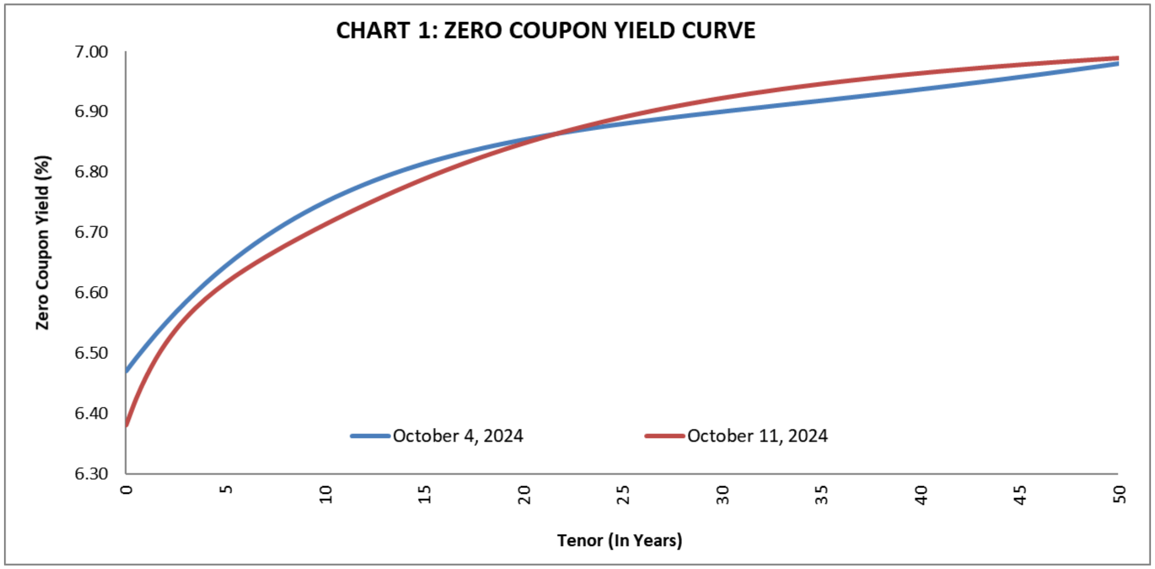
	Current Week		Previous week	1 month ago	3 months ago	6 months ago	1 year ago
	Open Interest (Lots)	Value	Value	Value	Value	Value	Value
Total IRF	56938	169.38	225.96	68.73	35.35	63.38	826.95

16) CURRENCY FUTURES AND OPTIONS **(AMOUNT IN ₹ CRORE)**

	Current Week		Previous week	1 month ago	3 months ago	6 months ago	1 year ago
	Value	Open Interest (Lots)	Value	Value	Value	Value	Value
Futures	22610	3086555	34194	11819	5098	18790	166178
Options	210	86548	246	159	168	6564	503009

ZCYC

- Zero coupon yields have relatively moved to lower levels from 0 to 20 years Maturity and higher levels from 20 to 50 years maturity as compared to the yields prevailing as on last Friday i.e., on October 4, 2024.



MARKET TRENDS

17 A) GOI BORROWING PROGRAM – 2024-25

Particulars	
Expected Borrowings	1401000.00
Gross Borrowing Completed	807697.40
% Completed	57.65
Balance Borrowing	593302.60
Net Borrowing	577711.61

17 B) AUCTIONS – 2024-25 (AMOUNT IN ₹ CRORE)

Particulars	Issues	Redemption
Dated Securities	807697.40	229985.79
Cash Management Bills	-	-
91-Day T-Bills	363683.00	335911.29
182-Day T-Bills	181147.31	295738.08
364-Day T-Bills	179384.90	230433.05
SDLs	424278.88	124405.43

18) LIQUIDITY MONITOR (AMOUNT IN ₹ CRORE)

Outflows	Value	Inflows	Value
91-day T-Bill	13485.00	G-Sec Redemption	24453.32
182-day T-Bill	6000.00	G-Sec Coupon	21892.11
364-day T-Bill	7789.10	SDL Redemption	1139.76
CMBs	-	SDL Coupon	8500.60
G-Sec Auction	29000.00	CMBs (Redemption)	-
SDL Auction	18700.00	91-day T-Bill (Redemption)	9900.00
		182-day T-Bill (Redemption)	9087.99
		364-day T-Bill (Redemption)	9087.99

19) MARKET TRENDS

	Wt.Avg. Rates (%)					Value (Billion)						
Date	Call	NDS-Call	Repo	CROMS	TREP	Outright	Forex**	Repo	CROMS	TREP	Call	NDS-Call
05-10-2024	6.09	6.09	5.57	5.57	6.25	0.00	0.00	2.81	2.81	175.16	13.58	13.58
07-10-2024	6.43	6.43	6.30	6.31	6.20	1041.62	43.60	1592.01	1476.62	3515.69	111.62	111.62
08-10-2024	6.42	6.42	6.29	6.29	6.21	969.01	39.50	1474.58	1438.01	3660.48	98.76	98.76
09-10-2024	6.43	6.43	6.28	6.28	6.26	883.98	38.53	1394.59	1363.04	3741.88	90.78	90.78
10-10-2024	6.43	6.43	6.30	6.31	6.30	1404.95	36.40	1465.50	1430.55	3700.72	86.06	86.06
11-10-2024	6.43	6.43	6.32	6.32	6.25	823.25	37.80	1527.69	1496.61	3672.18	77.82	77.82

** Volumes in USD Billion.

20) MACRO ECONOMIC INDICATORS

Indicators	Current Period	Value	Previous Period	Value
GDP (%)	Q1 2024-25	6.70%	Q4 2023-24	7.80%
IIP (%)	August 2024	-0.10%	July 2024	4.84%
Fiscal Deficit (₹ crore)	August 2024	158231	July 2024	141233
Inflation (CPI %)	August 2024	3.65%	July 2024	3.60%

21) MONETARY INDICATORS

Indicators	Current Period	Value	Previous Period	Value
M3 Growth (%)	September 20, 2024	4.20%	September 6, 2024	4.40%
Reserve Money (%)	October 4, 2024	0.20%	September 27, 2024	0.60%
Total Currency (%)	October 4, 2024	-0.50%	September 27, 2024	-0.80%
SCB Gov. Sec. Invst. (₹ crore)	September 20, 2024	6401403	September 6, 2024	6383225
Non-Food Credit (₹ crore)	September 20, 2024	17105445	September 6, 2024	17024898
Aggregate Deposits (₹ crore)	September 20, 2024	21505561	September 6, 2024	21549985
Credit - Deposit Ratio	September 20, 2024	77.69%	September 6, 2024	77.16%
Forex Reserves (USD Billion)	October 4, 2024	701.18	September 27, 2024	704.89
Total Foreign Currency Assets (USD Billion)	October 4, 2024	612.64	September 27, 2024	616.15
Gold Reserves (USD Billion)	October 4, 2024	65.76	September 27, 2024	65.80
Free Fund Ratio*	September 20, 2024	97.32	September 6, 2024	97.98

*Free Fund Ratio = (1-CRR-SLR)*Deposit/Credit

22) KEY INTERNATIONAL RATES (%)

Market	Current Week	Previous Week	Previous Year
US Fed Funds Rate	4.75-5.00	4.75-5.00	5.25-5.50
European Central Bank (Repo rate)	3.65	3.65	4.50
Bank of England	5.00	5.00	5.25
Reserve Bank of Australia	4.35	4.35	4.10
Bank of Canada	4.25	4.25	5.00
Bank of Japan	0.25	0.25	-0.10-0.00
Reserve Bank of New Zealand	5.25	5.25	5.50

23) FII INVESTMENT **(AMOUNT IN ₹ CRORE)**

	Type	Current Week	Previous week	1 month ago	3 months ago	6 months ago	1 year ago
FIIs in Equity	Gr. Purchases	68610	79852	328877	80043	58290	43128
	Gr. Sales	100178	106630	286077	72653	44618	44914
FIIs in Debt	Gr. Purchases	3270	3199	7080	6841	5922	6785
	Gr. Sales	4005	3677	7593	4661	5615	4860
FIIs in Hybrid	Gr. Purchases	923	246	4480	189	211	25
	Gr. Sales	116	151	253	103	182	38

24) COMMODITY PRICE TRENDS (USD)

	Current	Previous week	1 month ago	3 months ago	6 months ago	1 year ago
Gold	2656.00	2652.25	2576.50	2411.27	2343.43	1882.97
Silver	31.53	32.17	30.66	30.77	27.88	22.14
Crude-WTI	76.11	74.93	69.59	83.49	86.46	85.03
Crude-Brent	80.27	79.32	73.68	87.35	93.12	87.74
Gold - Oil Ratio	34.90	35.40	37.02	28.88	27.10	22.15

Published by Research Department, CCIL. Suggestions and feedback are welcome at – 'CCIL Bhavan', S. K. Bole Road, Dadar (West), Mumbai - 400028. Tel: 022 61546200 E-mail: research@ccilindia.co.in Website : www.ccilindia.com
Kurla Office: 14A & 14B, 4th Floor, Tower -1, Commercial - 2, 'Kohinoor City', Kirol Road, Off. LBS Road, Kurla (West), Mumbai – 400070.
Pune Office: A - 101, Nano Space, Baner Pashan Link Road, Baner, Pune - 411045.