CCIL Research - Market Update

For Week Ended July 12, 2024

WEEKLY MARKET UPDATE

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MARKET SNAPSHOT

Market Snapshot (%)	Current Week	Previous Week	1 month ago	3 months ago	6 months ago	1 year ago
Avg. Call Rates	6.42	6.43	6.55	6.43	6.68	6.48
Avg. Repo Rates	6.45	6.35	6.47	6.15	6.69	6.33
Avg. TREP Rate	6.38	6.40	6.49	6.47	6.75	6.35
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	6.40-7.15	6.50-7.00	6.50-7.10	6.40-7.00	6.50-7.50	6.50-7.01
91-Day Cut-off	6.7578	6.7810	6.8370	6.8702	6.9275	6.7399
182 Day Cut-off	6.8699	6.9000	6.9925	7.0297	7.1550	6.8680
364 Day Cut-off	6.9194	6.9498	7.0111	7.0490	7.1486	6.8793
1-yr G-Sec yield	6.9105	6.9261	6.9911	7.0145	7.0699	6.8730
5-yr G-Sec yield	6.9735	6.9883	7.0313	7.1669	7.0781	7.1067
10-yr G-Sec yield	7.0199	7.0377	7.0441	7.1669	7.2152	7.1447
20-yr G-Sec yield	7.0384	7.0517	7.0771	7.2384	7.3297	7.2687
30-yr G-Sec yield	7.0704	7.0762	7.1175	7.2735	7.3888	7.3357
40-yr G-Sec yield	7.0986	7.0970	7.1391	7.2831	7.3976	7.3431
50-yr G-Sec yield	7.0907	7.0923	7.1325	7.2698	7.3874	-
10-yr Benchmark yield	6.9778	6.9931	7.0098	7.1765	7.1705	7.1042

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	246658.96	276502.17	330491.53	163828.91	272409.42	302225.20
Repo	792845.27	818041.38	846793.40	567844.52	687188.53	803080.11
CROMS	617644.77	637976.79	820263.02	556381.40	529800.00	780111.11
TREP	1823734.15	2004688.75	1861185.25	1145423.25	1800574.85	1510886.45
NDS-Call	56592.52	62404.36	60035.76	43365.49	62671.02	63627.74
Forex*	142438.00	125317.90	162001.04	115700.21	118103.40	141894.50
FX-Clear*	21286.92	13085.34	10205.66	4950.71	6194.23	5414.06
CLS*	26177.39	30206.40	29538.35	18802.40	25134.16	22508.83
IRS-MIBOR	154560.81	132304.19	117480.00	93115.00	109258.07	202781.00
IRS-MMFOR	5810.00	4660.00	5730.00	4005.00	15020.00	8690.00

* Amount in USD Million

MARKET DEVELOPMENTS

- The Index of Industrial Production (IIP) expanded 5.90% in May 2024 as against a growth of 5.0% in May 2023. IIP expanded 5.40% in April-May FY25.
- Provisional annual inflation rates based on all India general CPI Rural, Urban and Combined for June 2024 stood at 5.66%, 4.39% and 5.08% respectively. Inflation rates (final) for Rural, Urban and Combined for May 2024 were 5.34%, 4.21% and 4.80% respectively.
- RBI conducted the auction of G-Secs for an aggregate amount of ₹22000 crore on July 12, 2024.
- Five state governments sold SDLs for an aggregate amount of ₹6100 crore on July 9, 2024.
- Six state governments have offered to sell securities by way of an auction, for an aggregate amount of ₹6590 crore (Face Value) on July 16, 2024 (Tuesday).
- Government of India announced the conversion/switch of its securities through auction for an aggregate amount of ₹25000 crore (face value) on July 15, 2024 (Monday).
- As on June 28, 2024 all the Scheduled Banks' investments (at book value) in the central and state government securities stood at ₹64.24 lakh crore as against ₹58.09 lakh crore in the corresponding period of the previous year.
- RBI notified on remittances to IFSCs under the LRS.
- RBI notified on use of ratings from Brickwork Ratings India Private Limited by banks.
- RBI released the list of withdrawn circulars.
- RBI placed on its website an update on measuring productivity at the industry level-the India KLEMS [Capital (K), Labour (L), Energy (E), Material (M) and Services (S)] database.
- RBI released data on ECB/FCCB/RDB for May 2024.
- RBI released its Financial Inclusion Index for March 2024.
- RBI Governor Shaktikanta Das said it is premature to have any discussion on rate cuts with the inflation rate hovering around 5%.
- RBI Deputy Governor Michael Debabrata Patra said it is possible to imagine India become the second largest economy in the world by 2031 and the largest economy of the world by 2060.
- Year-on-year CPI-IW moderated to 3.86% in May 2024 as compared to 4.42% in May 2023.
- The total assets under management (AUM) of the Indian mutual fund industry crossed ₹61.16 lakh crore at the end of June 2024.
- Net direct tax collection for FY25 (till July 11, 2024) jumped 19.54% over the preceding fiscal to ₹5.74 lakh crore.
- The People's Bank of China will now conduct temporary bond repurchase or reverse repurchase operations in the afternoons for ensuring reasonable and sufficient liquidity in the banking system.
- Reserve Bank of New Zealand held the cash rate steady at 5.50% and said it expected headline inflation to return to within 1% to 3% target range in the second half of this year.
- Federal Reserve Chair Jerome Powell said the Fed can no longer focus solely on inflation.
- US consumer prices slowed to an annualized 3% in June. Producer prices rose an annualized 2.60%.
- China's CPI rose an annualized 0.20% in June while the PPI fell an annualized 0.80%.
- Japan's wholesale inflation accelerated an annualized 2.90% in June.
- China's trade surplus surged to $99.05 billion in June 2024.
- FX-CLEAR Dealing System registered its highest daily volume of $5917.07 million on July 10, 2024.

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MARKET ANALYSIS

1) SETTLEMENT DETAILS

(AMOUNT IN ₹ CRORE)

Week Ended	July 12, 2024		July 5, 2024		2024-25 (Upto July 12, 2024)		2023-24 (Upto July 14, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Outright	17599	246659	16659	276502	297542	4282590	306005	4350327
Repo	4908	792845	5269	818041	71503	11404756	73981	12400550
TREP	5183	1823734	5442	2004689	69145	24319080	66930	21179381
Total	27690	2863238	27370	3099232	438190	40006426	446916	37930258
Daily Avg Outright	3520	49332	3332	55300	4441	63919	4435	63048
Daily Avg Repo	818	132141	878	136340	953	152063	973	163165
Daily Avg TREP	864	303956	907	334115	922	324254	881	278676

2) INSTRUMENTWISE OUTRIGHT AND REPO DETAILS

Week Ended	Outright				Repo			
	July 12, 2024		July 5, 2024		July 12, 2024		July 5, 2024	
	Value (₹ crore)	Share (%)	Value (₹ crore)	Share (%)	Value (₹ crore)	Share (%)	Value (₹ crore)	Share (%)
Central Govt.	197861	80.22	197630	71.48	600578	75.75	608857	74.43
SDL	19159	7.77	17001	6.15	114312	14.42	127837	15.63
T-Bills	29639	12.02	61871	22.38	77955	9.83	81347	9.94
Total	246659	100.00	276502	100.00	792845	100.00	818041	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	7870	77396	1574	15479	39.12
7.18% GS 2033	2060	18321	412	3664	9.26
7.23% GS 2039	1160	14969	232	2994	7.57
7.18% GS 2037	854	11272	171	2254	5.70
7.30% GS 2053	721	9993	144	1999	5.05

4) T+2 TRADE SUMMARY

(AMOUNT IN ₹ CRORE)

Week ended	July 12, 2024		July 5, 2024		2024-25 (Upto July 12, 2024)		2023-24 (Upto July 14, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Total	64	2045	212	3285	1631	52954	704	30508
Average	13	409	42	657	24	790	10	442

*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.	569	28483.35	14.17	15788	172489.39	85.83	61	3685.00	1.83	16357	200972.78
SDL	321	13594.03	71.44	444	5435.32	28.56	79	4427.14	23.26	765	19029.38
T-Bills	110	14407.46	46.93	425	16294.58	53.07	17	1790.00	5.83	535	30702.05
Total	**1000**	**56484.83**	**22.53**	**16657**	**194219.29**	**77.47**	**157**	**9902.14**	**3.95**	**17657**	**250704.21**

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	1.87	0.06	0.62	60.38**	0.22	-	-
Financial Institutions	0.62	0.17	0.16	-	0.14	-	-
Foreign Banks	19.67	34.50	1.40	0.52	35.17	48.96	88.38
Insurance Companies	3.28	2.74	14.44	-	-	-	-
Mutual Funds	8.66	41.78	67.44	-	-	0.89	0.00
Others	5.32	0.91	12.43	-	-	-	-
Primary Dealers	15.66	3.34	0.00	0.00	-	19.87	0.00
Private Sector Banks	27.30	12.98	2.28	20.64	37.56	24.18	8.18
Public Sector Banks	17.62	3.51	1.21	18.46	26.91	6.10	3.44

**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	1.98	0.43	0.81	4.09**	0.23	-	-
Financial Institutions	0.00	0.00	13.73	-	0.29	-	-
Foreign Banks	15.72	30.15	8.02	0.39	36.22	43.56	81.93
Insurance Companies	3.16	0.00	0.13	-	-	-	-
Mutual Funds	5.09	0.00	1.00	-	-	0.03	0.00
Others	5.73	1.36	4.08	-	-	-	-
Primary Dealers	18.43	45.79	7.03	82.95	-	26.04	0.00
Private Sector Banks	30.82	18.67	13.53	10.49	37.69	22.03	11.19
Public Sector Banks	19.07	3.61	51.67	2.09	25.57	8.34	6.88

**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	957	29095.31	191	5819.06
Commercial Paper	98	11245.00	20	2249.00
Certificate of Deposit	212	18855.00	42	3771.00
Corporate Bond Repo	42	4417.00	8	883.40

8) CERTIFICATE OF DEPOSIT - TRADING ANALYSIS

Residual Maturity (Months)	Trades	Value (₹ crore)	WAY (%)
1	40	4125	6.93
2	44	5995	7.00
3	16	1775	7.05
4	16	950	7.24
5	6	235	7.37
6	11	500	7.34
7	17	1125	7.43
8	21	1225	7.43
9	33	2250	7.42
10	-	-	-
11	-	-	-
12	8	675	7.55
Total	**212**	**18855**	**7.14**

9) CORPORATE BOND SPREAD ANALYSIS

Maturity Buckets	Average AAA Spread (bps)
<=1 year	83.02
> 1 year -<=2 years	98.87
> 2 years -<=3 years	87.75
>3 years -<=5 years	83.13
>5 years-<=7 years	35.27
> 7 years	76.26

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	July 12, 2024		July 5, 2024		2024-25 (upto July 12, 2024)		2022-23 (upto July 14, 2023)	
	Deals	Value	Deals	Value	Deals	Value	Deals	Value
Cash	2272	31776	2172	30137	28146	423364	23104	367288
Tom	2934	42827	2142	30047	33490	478303	29742	422905
Spot	108322	95431	138800	119142	1583644	1476404	1324515	1301150
Forward	698	9270	520	4958	53642	511659	63517	574085
Total	**114226**	**179304**	**143634**	**184284**	**1698922**	**2889730**	**1440878**	**2665427**
Average	**22845**	**35861**	**35909**	**46071**	**26546**	**45152**	**21831**	**40385**

*Spot figures include spot leg of Swaps.

11) TENORWISE FORWARD TRADES

(AMOUNT IN USD MILLION)

Tenor	July 12, 2024			July 5, 2024		
	Trades	Value	% Value	Trades	Value	% Value
< 30 Days	209	7287	78.61	117	3632	73.24
> = 30 Days & <= 90 Days	60	893	9.63	59	830	16.74
> 90 Days & <= 180 Days	27	213	2.29	16	107	2.17
> 180 Days & <= 360 Days	22	365	3.94	23	294	5.92
> 1 Year	31	512	5.53	45	96	1.93
Total	**349**	**9270**	**100.00**	**260**	**4958**	**100.00**

12) CLS SETTLEMENT

(AMOUNT IN USD MILLION)

Week ended	July 12, 2024		July 5, 2024		2024-25 (Upto July 12, 2024)		2023-24 (Upto July 14, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Total	24469	26177	28752	30206	348421	382547	307334	311533
Average	4894	5235	7188	7552	4839	5313	4153	4210

13) FX-CLEAR TRADING

(AMOUNT IN USD MILLION)

Week Ended	July 12, 2024		July 5, 2024		2024-25 (Upto July 12, 2024)		2023-24 (Upto July 14, 2023)	
	Trades	Value	Trades	Value	Trades	Value	Trades	Value
Spot	20684	21287	15356	13085	188142	151744	115303	56549
Average	4137	4257	3071	2617	2808	2265	1671	820

14) INTEREST RATE SWAP TRANSACTIONS (MATCHED)

(AMOUNT IN ₹ CRORE)

	MIBOR		MMFOR		Total	
	Trades	Value	Trades	Value	Trades	Value
Total	2889	154561	58	5810	2947	160371
Average	578	30912	12	1162	589	32074

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	67342	35.35	4.47	66.28	63.38	1509.58	710.55

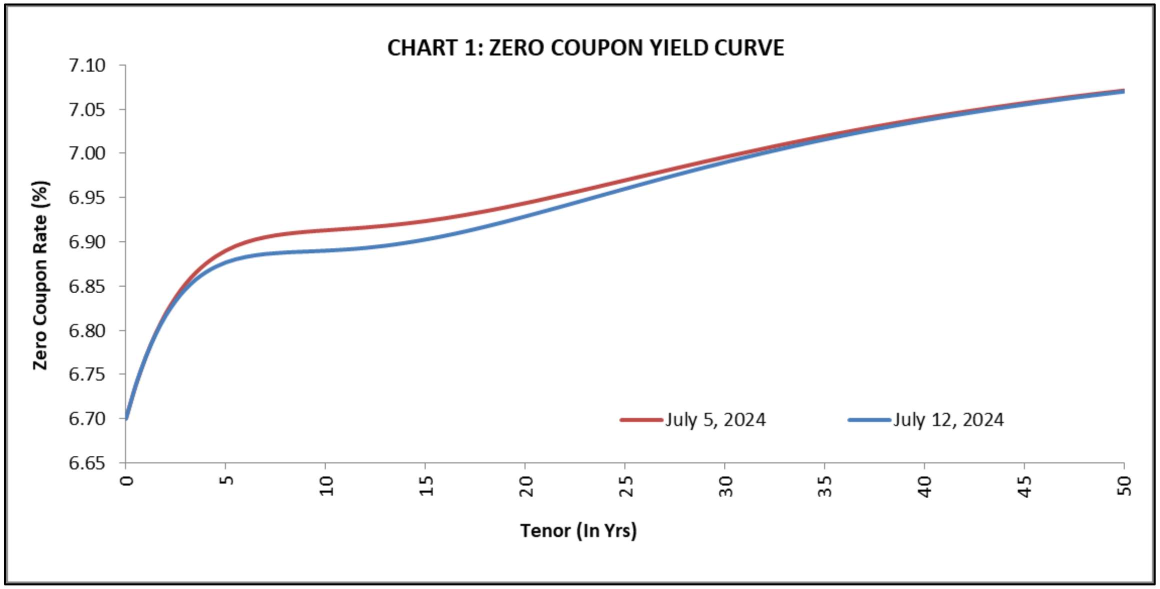
16) CURRENCY FUTURES AND OPTIONS

(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	5098	5575012	5844	19645	18790	201991	219918
Options	168	248509	517	385	6564	756141	746750

ZCYC

Zero coupon yields have relatively moved to lower levels across the curve as compared to the yields prevailing as on last Friday i.e., on July 5, 2024.



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MARKET TRENDS

17 A) GOI BORROWING PROGRAM – 2024-25

Particulars	
Expected Borrowings	1413000.00
Gross Borrowing Completed	422000.00
% Completed	29.87
Balance Borrowing	991000.00
Net Borrowing	287398.76

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

Particulars	Issues	Redemption
Dated Securities	422000.00	134601.24
Cash Management Bills	-	-
91-Day T-Bills	200810.00	189511.29
182-Day T-Bills	103884.12	131665.62
364-Day T-Bills	99089.84	125987.51
SDLs	166013.88	68963.23

18) LIQUIDITY MONITOR (AMOUNT IN ₹ CRORE)

Outflows	Value	Inflows	Value
91-day T-Bill	21500.00	G-Sec Redemption	-
182-day T-Bill	6000.00	G-Sec Coupon	16354.06
364-day T-Bill	6412.07	SDL Redemption	4250.00
CMBs	-	SDL Coupon	6920.15
G-Sec Auction	22000.00	CMBs (Redemption)	-
SDL Auction	6100.00	91-day T-Bill (Redemption)	32910.00
		182-day T-Bill (Redemption)	10300.00
		364-day T-Bill (Redemption)	6006.73

19) MARKET TRENDS

Date	Wt.Avg. Rates (%)					Value (Billion)						
	Call	NDS-Call	Repo	CROMS	TREP	Outright	Forex**	Repo	CROMS	TREP	Call	NDS-Call
06-07-24	6.13	6.13	6.43	6.43	6.36	0.00	0.00	27.29	27.29	178.11	9.64	9.64
08-07-24	6.54	6.54	6.50	6.50	6.43	556.94	36.77	1668.95	1633.72	3819.66	113.06	113.06
09-07-24	6.47	6.47	6.44	6.44	6.40	309.76	36.60	1610.84	1571.89	3611.81	106.60	106.60
10-07-24	6.47	6.47	6.45	6.45	6.40	421.41	34.38	1530.24	1494.20	3544.76	95.07	95.07
11-07-24	6.47	6.47	6.45	6.45	6.38	692.31	34.69	1488.34	1449.34	3436.55	100.83	100.83
12-07-24	6.46	6.46	6.41	6.41	6.33	486.16	36.87	1560.43	1522.51	3629.95	99.99	99.99

** Volumes in USD Billion.

20) MACRO ECONOMIC INDICATORS

Indicators	Current Period	Value	Previous Period	Value
GDP (%)	Q4 2023-24	7.80%	Q3 2023-24	8.36%
IIP (%)	May 2024	5.90%	April 2024	5.00%
Fiscal Deficit (₹ crore)	May 2024	50615	April 2024	210136
Inflation (CPI %)	June 2024	5.08%	May 2024	4.75%

21) MONETARY INDICATORS

Indicators	Current Period	Value	Previous Period	Value
M3 Growth (%)	June 28, 2024	3.50%	June 14, 2024	2.30%
Reserve Money (%)	July 5, 2024	1.90%	June 28, 2024	1.40%
Total Currency (%)	July 5, 2024	1.70%	June 28, 2024	1.50%
SCB Gov. Sec. Invst. (₹ crore)	June 28, 2024	6165701	June 14, 2024	6228797
Non-Food Credit (₹ crore)	June 28, 2024	16846879	June 14, 2024	16673874
Aggregate Deposits (₹ crore)	June 28, 2024	21285327	June 14, 2024	20902920
Credit - Deposit Ratio	June 28, 2024	77.28%	June 14, 2024	77.87%
Forex Reserves (USD Billion)	July 5, 2024	657.16	June 28, 2024	652.00
Total Foreign Currency Assets (USD Billion)	July 5, 2024	577.11	June 28, 2024	572.88
Gold Reserves (USD Billion)	July 5, 2024	57.43	June 28, 2024	56.53
Free Fund Ratio*	June 28, 2024	97.72	June 14, 2024	96.94

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

22) KEY INTERNATIONAL RATES (%)

Market	Current Week	Previous Week	Previous Year
US Fed Funds Rate	5.25-5.50	5.25-5.50	5.00-5.25
European Central Bank (Repo rate)	4.25	4.25	4.00
Bank of England	5.25	5.25	5.00
Reserve Bank of Australia	4.35	4.35	4.10
Bank of Canada	4.75	4.75	4.75
Bank of Japan	0.00-0.10	0.00-0.10	- 0.10 - 0.0
Reserve Bank of New Zealand	5.50	5.50	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	80043	83840	85897	58290	54560	61069
	Gr. Sales	72653	75878	74167	44618	55469	52353
FIIs in Debt	Gr. Purchases	6841	14286	9741	5922	7169	4888
	Gr. Sales	4661	7982	8045	5615	3255	5369
FIIs in Hybrid	Gr. Purchases	189	123	5989	211	119	33
	Gr. Sales	103	126	4562	182	107	50

24) COMMODITY PRICE TRENDS (USD)

	Current	Previous week	1 month ago	3 months ago	6 months ago	1 year ago
Gold	2411.27	2391.46	2332.52	2343.43	2034.36	1955.54
Silver	30.77	31.21	29.54	27.88	22.88	24.93
Crude-WTI	83.49	84.44	79.41	86.46	73.44	75.19
Crude-Brent	87.35	88.66	81.49	93.12	78.75	79.58
Gold - Oil Ratio	28.88	29.84	29.37	27.10	27.70	26.01

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