

Weekly Update

Debt Market

For the Week ended 22nd July 2016

G-Sec Yield

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
1 Year	6.80	-3.5	-17.7	-20.9
2 Years	6.90	-2.2	-19.7	-26.9
5 Years	7.14	-3.8	-32.3	-38.1
10 Years	7.39	-4.0	-27.7	-23.4
15 Years	7.46	-14.3	-38.0	-28.2
20 Years	7.51	-5.8	-32.1	-29.2
30 Years	7.55	-6.8	-30.8	-28.2

Source: CCIL

MIBOR OIS

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
1 Year	6.50	4.46	-14.31	-19.36
2 Years	6.37	3.43	-19.07	-22.58
3 Years	6.42	3.81	-21.51	-21.92
5 Years	6.55	3.14	-24.17	-17.48

Source: CCIL

OIS/G Sec Spread

Type	Current (bps)	Change Over (bps)		
		1 Week	1 Month	3 Month
2 years	-54	-59	-54	-59
5 years	-58	-65	-67	-80

Source: CCIL

Money Market Operations

Repo Rate under LAF	6.50%
Reverse Repo Rate	6.00%
Cash Reserve Ratio	4.00%
Statutory Liquidity Ratio	21.00%
Marginal Standing Facility	7.00%

Source: RBI

Commodity Trends

Particular	As on 22 nd July 2016
Gold (\$/Ounce)	1319.89
Silver (\$/Ounce)	19.61
Crude (\$/bbl)	43.96

Source: CCIL

Highlights of the week

- The Government of India conducted the auction of "7.68% Government Stock 2023"(Re-issue), "7.59% Government Stock 2026" (Re-issue),, "7.73% Government Stock 2034" (Re-issue), and "8.13% Government Stock 2045" (Re-issue), for the notified amounts of 3,000 crore, 8,000 crore, 2,000 crore and 2,000 crore respectively on July 22, 2016. The cut-off yields were set at 7.2212%, 7.2506%, 7.4371% and 7.5273% respectively.
- Auction of Ten State Government Securities for Rs. 9,150.00 crore on July 26, 2016. For Andhra Pradesh Rs. 800 Cr, Gujrat Rs. 1000 Cr, J&K Rs. 300 Cr, Kerla Rs. 500 Cr, Maharashtra Rs.2500, Meghalaya Rs. 50 Cr, Tamil Nadu Rs. 1500 Cr, Telangana Rs. 500 Cr, Uttar Pradesh Rs. 1000 Cr & West Bengal Rs. 1000 Cr.
- Foreign institutional investors have net invested around Rs 7,000 crore in Indian debt securities in July, the highest monthly inflows in 2016, due to which bond yields have fall down around 25 basis points in last one month.
- Government bond yields have hit a new three-month low as investors rushed to buy government securities, reinforcing the belief that a good spell of monsoon has revived hopes for sharper future rate cuts.
- Global Crude oil price of Indian Basket was US\$ 43.96 per bbl on 22.07.2016 compared to US\$ 45.64 per bbl on 15.07.2016.

Currency Indicators

Particular	As on 22 nd July 2016
Rs/ Dollar	67.14
Rs/ Euro	74.03
Rs/ Pound	88.95

Source: CCIL

Money Market Rates

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
CBLO	5.62	-32.64	-69.17	-88.81
Repo	6.50	-	41.07	0.38
Call	6.41	56.51	14.38	-12.60

Source: CCIL

Money Market Trade Volumes

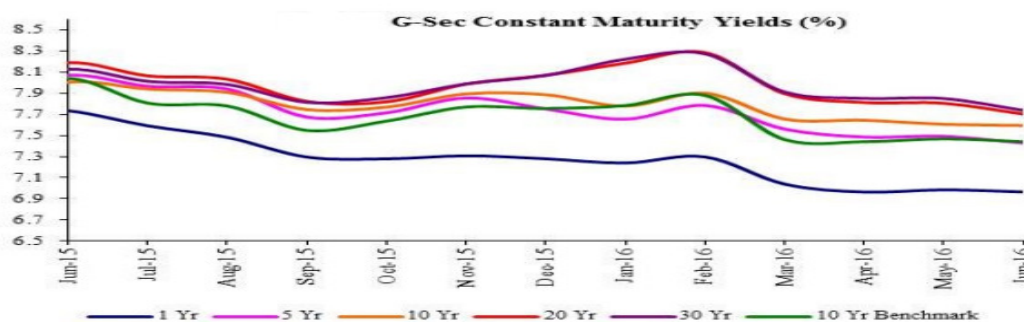
Type	Current (Rs In Cr)	Change Over (Rs. Crs)		
		1 Week	1 Month	3 Month
CBLO	46135	5629	90721	74269
Repo	94745	-	40908	39203
Call	31500	2105	11917	20155

Source: CCIL

Highlights of the week

- India registered a merchandise trade deficit of USD 8.12 billion in Jun'16 vis-à-vis USD 10.83 billion recorded in Jun'15, with a Y-o-Y contraction of 25%. However, on an M-o-M basis the trade deficit increased by 29.39% from USD 6.27 billion recorded in May'16.
- The country's merchandise exports stood at USD 22.57 billion in Jun'16 as against USD 22.29 billion recorded in Jun'15, recording a marginal drop of 1.27% Y-o-Y. On a cumulative basis, the merchandise trade exports for AprJun'16 reported a decline of 2.07% (Table 1) as against the same quarter of the previous fiscal.
- Leading bourse the National Stock Exchange (NSE) will auction investment limits for overseas investors for the purchase of government debt securities worth Rs 7,264 crore on 25th July 2016.
- Singapore's GDP increased 0.8% in the second quarter of 2016 and on yearly basis it rose 2.2% up from previously revised estimates of 2.1%.

Secondary market:

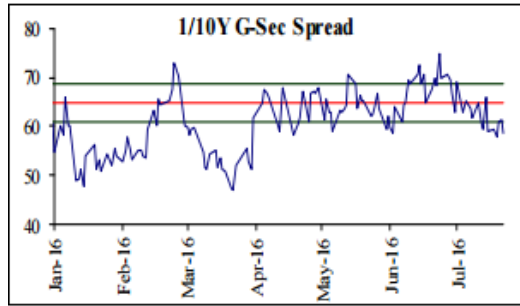


MACRO ECONOMIC INDICATORS

Indicators	Curr. Period	Value	Prev. Period	Value
GVA (%)	Q4 2015-16	7.40%	Q4 2014-15	6.20%
IIP (%)	May 2016	1.20%	May 2015	2.50%
Fiscal Deficit (₹ Cr.)	May 2016	91,660	May 2015	81,101
Inflation (CPI %)	June 2016	5.77%	June 2015	5.40%

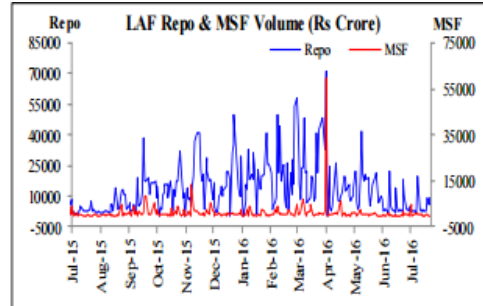
Source: CCIL

G-Sec Markets



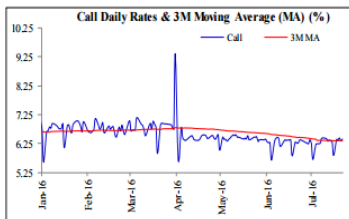
Source: CCIL

Liquidity

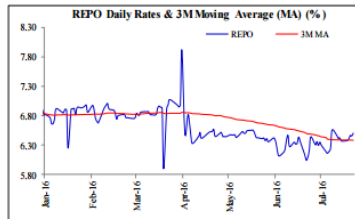


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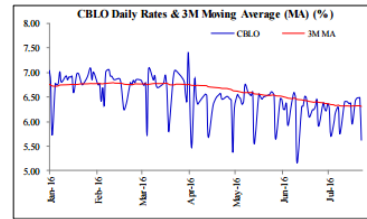
Money Market



Source: CCIL

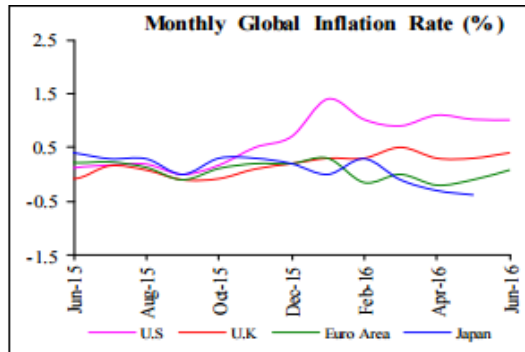


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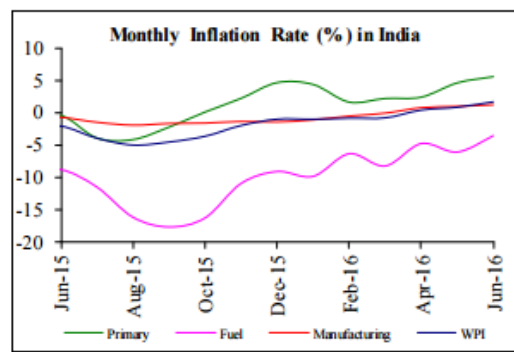


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Macro-Economic Indicators



Source: CCIL



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CapitalSquare Advisors Pvt. Ltd.
209, Aarpee Centre, 2nd Floor, CTS 70,
MIDC Road no 11, Andheri (E), Mumbai - 400 093

Sunil Manocha
MD & CEO
+91 | 9867009713
022 66849900
sunil.manocha@capitalsquare.in

Sushil Kumar Singh
Senior Associate
+91 | 9821059263
022 66849906
sushil.singh@capitalsquare.in