

# Weekly Update

## Debt Market

**For the Week ended 09<sup>th</sup> Sep 2016**

### G-Sec Yield

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
1 Year	6.71	-0.3	0.3	-28.1
2 Years	6.84	-1.7	- 2.0	-29.9
5 Years	6.96	-9.4	-14.7	-52.2
10 Years	7.02	-14.5	-24.6	-61.8
15 Years	7.20	2.6	-6.4	-53.0
20 Years	7.19	-1.8	-10.4	-60.5
30 Years	7.20	-5.2	-17.0	-63.0

Source: CCIL

### MIBOR OIS

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
1 Year	6.49	-7.05	-0.82	-18.26
2 Years	6.30	-8.07	-3.55	-28.04
3 Years	6.30	-9.31	-8.73	-34.28
5 Years	6.36	-13.73	-14.78	-41.00

Source: CCIL

### OIS/G Sec Spread

Type	Current (bps)	Change Over (bps)		
		1 Week	1 Month	3 Month
2 years	-54	-47	-52	-55
5 years	-60	-56	-60	-72

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 9 <sup>th</sup> September 2016
Gold (\$/Ounce)	1353.45
Silver (\$/Ounce)	19.46
Crude (\$/bbl)	45.47

Source: CCIL

### Highlights of the week

- The Government of India conducted the auction of "6.84% Government stock 2022", "7.61% Government Stock 2030", "7.50% Government Stock 2034", "8.17% Government Stock 2044" for the notified amounts of 2,000 crores, 8,000 crores, 2,000 crores and 2,000 crores respectively on September 9, 2016. The cut-off yields were set at 6.8400%, 7.0361%, 7.1886%, and 7.2102% respectively.
- Global Crude oil price of Indian Basket was US\$ 45.47 per bbl on 09.09.2016 compared to US\$ 43.17 per bbl on 02.09.2016.
- India's foreign exchange reserves rose to a fresh record high of \$367.77 billion as on Sep. 2, from \$366.78 billion in the previous week, the rise was driven by a gain in foreign-currency assets to \$342.24 billion from \$341.29 billion and increase in gold reserves to \$21.64 billion from \$21.58 billion. It had last hit a record high of \$367.17 billion on Aug. 19.
- The rupee settled at 66.68 per dollar on 9<sup>th</sup> September, compared with 66.41 on 8<sup>th</sup> September.
- AAA five year PSU paper traded at 7.47% and 10-year paper at 7.56% this week.
- AAA NBFC papers traded in the range of 7.70% to 8.05% and AA+ NBFC papers traded in the range of 8.15% to 8.35%.

### Currency Indicators

Particular	As on 9 <sup>th</sup> September 2016
Rs/ Dollar	66.84
Rs/ Euro	74.80
Rs/ Pound	88.70

Source: CCIL

### Money Market Rates

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
CBLO	6.46	4.60	73.07	-0.20
Repo	6.47	3.22	3.75	24.22
Call	6.39	0.94	0.45	-3.72

Source: CCIL

### Money Market Trade Volumes

Type	Current (Rs In Cr)	Change Over (Rs. Crs)		
		1 Week	1 Month	3 Month
CBLO	83644	88434	49553	89138
Repo	57954	46074	64133	41571
Call	12868	10874	25489	12131

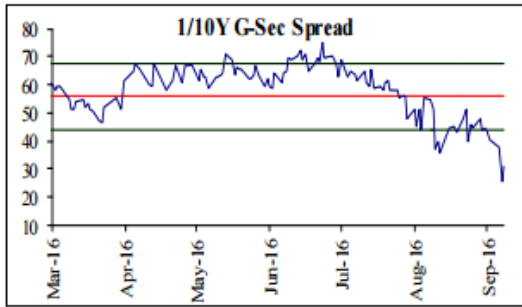
Source: CCIL

### Highlights of the week

- India's provisional net direct tax revenue collection in the first five months of this fiscal year that began Apr. 1 grew 15% on year to 1.89 trillion rupees, a finance ministry official said today.
- India's economy is currently expanding far below its potential pace, and the growth rate at services and manufacturing sectors are expected to exceed 9% going ahead, India's economy grew at a lower-than-expected 7.1% in the April-June period, slowing from the previous quarter's 7.9% growth on weaker output at farm and construction sectors
- India's foreign trade deficit likely narrowed to \$7.1 billion in August from \$7.76 billion previous month as lower commodity prices weigh on imports even as exports continue to take a beating.
- India benchmark bond yield posts biggest weekly fall since week ended July 29.
- The RBI has reduced the policy repurchase rate by a total 150 basis points since January 2015 to 6.50%. It next meets on Oct. 4 to review monetary policy.
- France, Belgium and Spain have all sold 50-year bonds this year, locking in record low borrowing rates, and Italy is considering following suit. Ireland and Belgium have even sold 100-year bonds, albeit in relatively small sizes.
- 10 Year Bond Yield curve from March 16 to September 16. It has gone down by around 60 Basis Points in last 6 months.

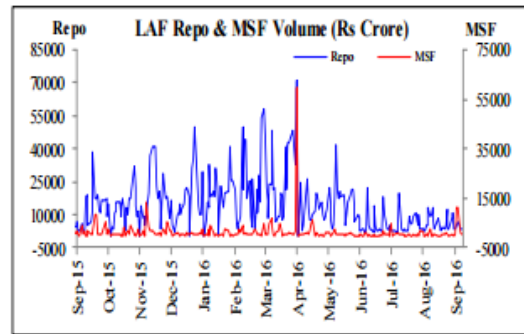


**G-Sec Markets**



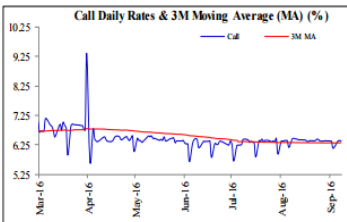
Source: CCIL

**Liquidity**

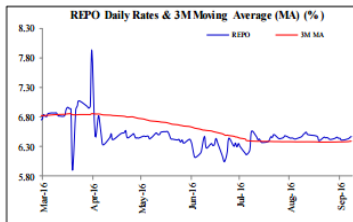


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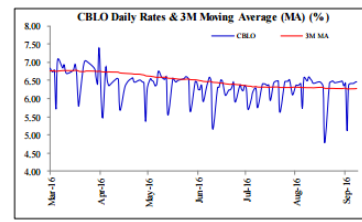
**Money Market**



Source: CCIL

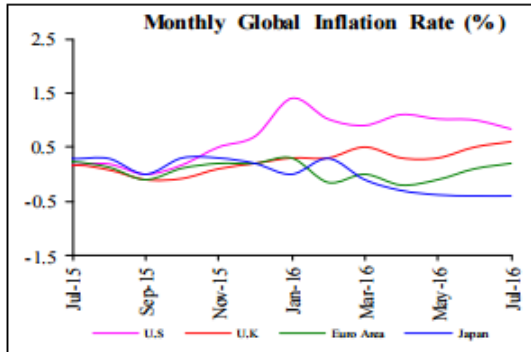


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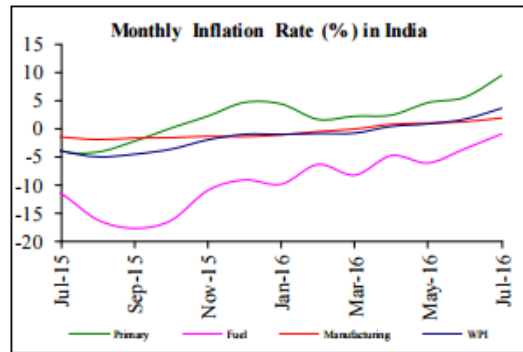


Source: CCIL

**Macro-Economic Indicators**



Source: CCIL



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