

# Weekly Update

## Debt Market

**For the Week ended 16<sup>th</sup> Sep 2016**

### G-Sec Yield

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
1 Year	6.75	4.0	-7.0	-22.0
2 Years	6.78	-5.6	-8.2	-35.2
5 Years	6.96	0.2	-8.4	-52.3
10 Years	7.04	2.5	-13.3	-65.3
15 Years	7.23	3.0	2.4	-61.4
20 Years	7.22	3.3	2.4	-62.0
30 Years	7.24	4.0	0.3	-63.0

Source: CCIL

### MIBOR OIS

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
1 Year	6.47	-1.95	-6.88	-21.88
2 Years	6.29	-0.75	-6.95	-30.71
3 Years	6.30	0.64	-9.59	-35.17
5 Years	6.39	3.28	-11.92	-38.70

Source: CCIL

### OIS/G Sec Spread

Type	Current (bps)	Change Over (bps)		
		1 Week	1 Month	3 Month
2 years	-49	-54	-50	-53
5 years	-57	-60	-54	-71

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 16 <sup>th</sup> September 2016
Gold (\$/Ounce)	1320.39
Silver (\$/Ounce)	18.76
Crude (\$/bbl)	43.85

Source: CCIL

### Highlights of the week

- RBI conducted auction of SDLs worth Rs. 16,775 crores for fourteen State Governments on September 12, 2016. The cut-off yield was set at 7.03% for 2-year SDL of Gujarat, 7.28% for 5-year SDL of Punjab and at 7.42% for 15-year SDL of Andhra Pradesh. For the 10-year SDLs it was set at 7.35% for Haryana, 7.37% for Maharashtra and Tamil Nadu, 7.38% for Madhya Pradesh and Rajasthan, 7.39% for Telangana, Uttar Pradesh and Uttarakhand, 7.43% for Meghalaya, 7.48% for Manipur and 7.49% for Nagaland, respectively
- Global Crude oil price of Indian Basket was US\$ 43.85 per bbl on 16.09.2016 compared to US\$ 45.47 per bbl on 09.09.2016.
- India's exports declined 0.30% in August 2016 to \$21.52 billion from \$21.58 billion in August 2015. Imports fell 14.09% to \$29.19 billion from \$33.98 billion. The overall trade balance for April-August 2016 was estimated at US\$13.11 billion which was 63.60% lower than the deficit of US\$36.01 billion during April-August 2015.
- As on September 2, 2016 all the Scheduled Banks' investments (at book value) in the central and state government securities stood at 29,550.52 billion as against 27,558.43 billion in the corresponding period of the previous year.

### Currency Indicators

Particular	As on 16 <sup>th</sup> September 2016
Rs/ Dollar	66.88
Rs/ Euro	75.15
Rs/ Pound	88.47

Source: CCIL

### Money Market Rates

Type	Current (%)	Change Over (bps)		
		1 Week	1 Month	3 Month
CBLO	5.62	-84.03	-86.51	-68.97
Repo	6.56	9.17	2.03	24.46
Call	6.46	7.22	1.06	10.24

Source: CCIL

### Money Market Trade Volumes

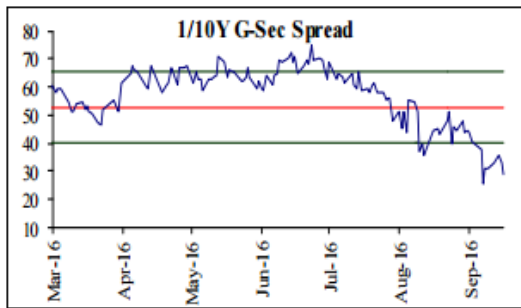
Type	Current (Rs In Cr)	Change Over (Rs. Crs)		
		1 Week	1 Month	3 Month
CBLO	52107	83644	94245	71933
Repo	109882	57954	46828	42564
Call	25835	12868	17330	12355

Source: CCIL

### Highlights of the week

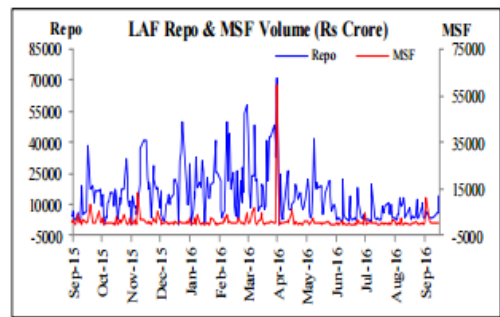
- The annual rate of inflation, based on monthly WPI, stood at 3.74% (provisional) for August 2016 as compared to 3.55% (provisional) for July 2016 and -5.06% during August 2015. The annual rate of inflation based on final index was higher at 2.12% for June 2016 as compared to 1.62% reported earlier.
- The Index of Industrial Production (IIP) contracted 2.40% in July 2016 against 4.30% growth in July 2015. The IIP contracted 0.20% in April-July 2016 as against growth of 3.50% in April-July 2015.
- Provisional annual inflation rates based on all India general CPI Rural, Urban and Combined for August 2016 on point to point basis are 5.87%, 4.22% and 5.05% (4.47%, 2.75% and 3.74% in August 2015). Inflation rates (final) for Rural, Urban and Combined for July 2016 are 6.66%, 5.39% and 6.07% respectively.
- RBI set up a working group to review the guidelines for hedging of commodity price risk by residents.
- Equitas Small Finance Bank Limited commenced its operations as a small finance bank (SFB) from September 5, 2016.
- Direct tax collections up to August 2016 showed net revenue collections at 1.89 lakh crore, an increase of 15.03% over the net collections for the corresponding period last year.
- Indirect tax collections up to August 2016 showed net revenue collections at 3.36 lakh crore, an increase of 27.50% over the net collections for the corresponding period last year.
- CBLO volume touched a new high of 1,16,232.60 crores on September 15, 2016.
- Trade deficit in August narrowed to \$7.67 billion, from \$7.76 billion in the previous month. The gap was at \$12.40 billion in the same month a year earlier.
- For April-August, India's exports totalled \$108.52 billion, down 2.98% on year, while imports fell 15.89% to \$143.19 billion
- A record high volume of 6,700 crores was dealt on ASTROID (the Anonymous IRS Dealing System) on September 14, 2016.
- RBI decided not to grant any further extension beyond the respective timeline for new issuances and full migration to EMV Chip and PIN cards.
- The Bank of England's MPC maintained the Bank Rate at 0.25% and its asset purchase programme while indicating the chance of another rate cut this year as it assesses the potential longer-term fallout from Brexit.
- CCIL successfully carried out the 11th cycle of the portfolio compression exercise in the OTC Interest Rate Swaps market on September 8, 2016.

**G-Sec Markets**



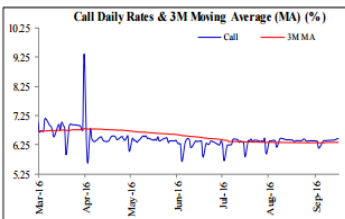
Source: CCIL

**Liquidity**

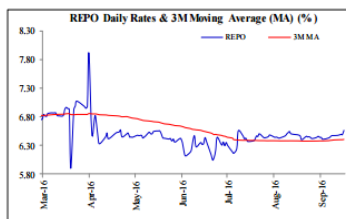


Source: CCIL

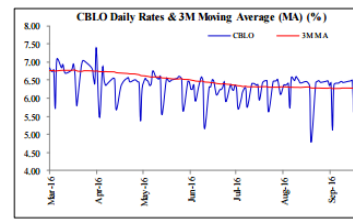
**Money Market**



Source: CCIL

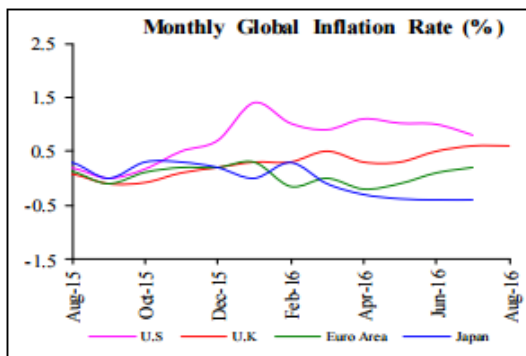


Source: CCIL

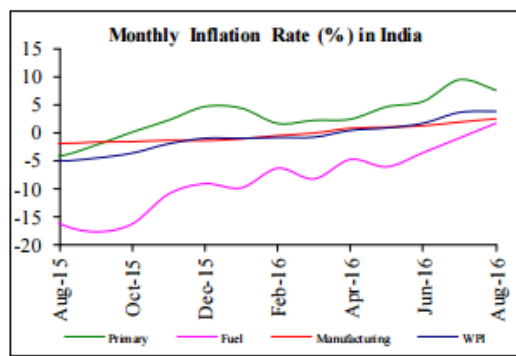


Source: CCIL

**Macro-Economic Indicators**



Source: CCIL



Source: CCIL

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