

Weekly Fixed Income Bulletin

Market Snapshot

30th March 2024

Key Overnight Interest Rates (Annualised-P.A)	Current Week	Previous Week	Change
MIBOR	7.90%	6.88%	1.02%
US SOFR	5.33%	5.31%	0.02%
EU ESTR	3.90%	3.90%	0.00%
UK SONIA	5.19%	5.19%	0.00%

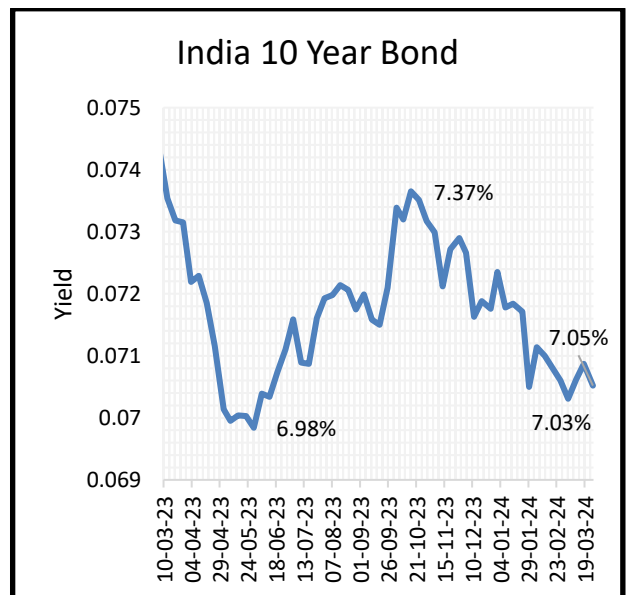
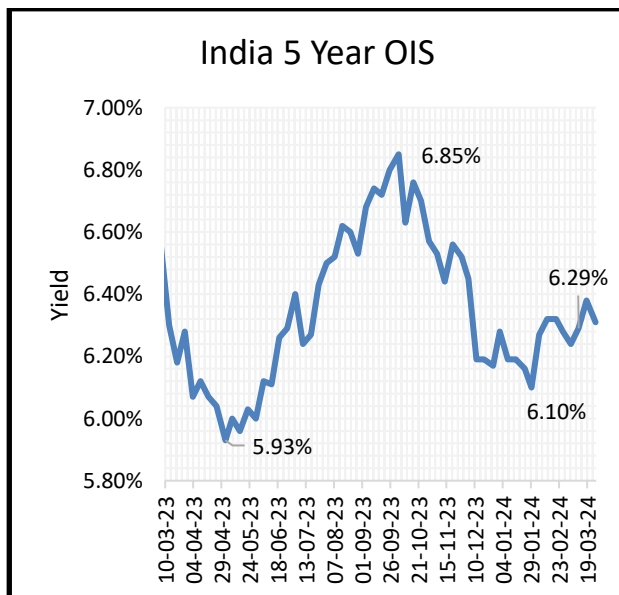
*MIBOR is recorded Friday to Friday while other international benchmarks are recorded Thursday to Thursday.

Liquidity Adjustment Conducted By RBI	28th March 2024	21st March 2024	Change
Injected (+)/ Absorbed (-) as on Thursday. [In Rs. Crs.]	73,144.51	138,651.05	(65,506.54)

*Liquidity Injection/absorption is calculated from RBI's outstanding operations which includes repo operations, fine tuning operations, targeted long-term operations and special long-term repo operations (SLTRO) for small finance banks. This is recorded Thursday to Thursday and adjusted for public holidays

Yields (Annualised-P.A)	Current Week	Previous Week	Change
India 3 Month-T-Bill	7.02%	6.87%	0.15%
India 6 Month T-Bill	7.15%	7.13%	0.02%
India 5 Year Benchmark Yield	7.05%	7.10%	-0.05%
India 10 Year Benchmark Yield	7.05%	7.09%	-0.04%
US 10 Year Benchmark Yield	4.21%	4.20%	0.00%
EU 10 Year Benchmark Yield	2.29%	2.32%	-0.03%
Japan 10 Year Benchmark Yield	0.74%	0.74%	0.00%
UK 10 Year Benchmark Yield	3.95%	3.92%	0.02%

This data is recorded Friday to Friday



Fund Type	Annualized Weekly Return (P.A)
Liquid Funds	7.53%
Ultra-Short Duration	9.03%
Short Duration	10.87%
GILT	23.98%

*Weekly return as on Friday is annualized to arrive at the above data set.

Key Events [01-April-24 to 05-April-24]	Date	Previous Number	Forecasted Number
US S&P Manufacturing PMI	01-Apr-24	52.20	52.50
US ISM Manufacturing PMI	01-Apr-24	47.80	48.50
India HSBC Manufacturing PMI	02-Apr-04	56.90	59.20
UK S&P Manufacturing PMI	02-Apr-04	47.50	49.90
German CPI (YoY-March)	02-Apr-04	2.50%	2.20%
US JOLTS Job Openings (February)	02-Apr-04	8.86M	8.79M
EU CPI (YoY-March)	03-Apr-24	2.60%	2.50%
US ADP Nonfarm Employment	03-Apr-24	140K	149K
US S&P Services PMI	03-Apr-24	52.30	51.70
UK S&P Services PMI	04-Apr-24	53.00	52.90
India Interest Rate Decision	05-Apr-24	6.50%	6.50%
US Non-Farm Payrolls	05-Apr-24	275K	205K
US Unemployment Rate	05-Apr-24	3.90%	3.90%

Market Outlook

The US GDP exceeded expectations slightly, while the PCE was marginally softer. With no significant new catalysts and a shortened trading week due to Good Friday, yields remained largely unchanged. A higher US Non-Farm Payroll number this week (above 200k) can trigger rise in yields.

On the domestic front, RBI is expected to keep rates unchanged, but any change in stance with respect to withdrawal of accommodation can trigger some movement in the yields.

India 10 Year (7.05%): It is likely to drop below 7% but an unexpected rise above 7.08% can trigger rise in yields

US 2 Year (4.60%): The yields can recover to a tough resistance of 4.68%, ideally the yields can stall here at fall to 4.55%, unexpected rise above 4.73% can trigger further rise in yields.

— **End of report** —

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