

Weekly Fixed Income Bulletin

Market Snapshot

20th April 2024

Key Overnight Interest Rates (Annualised-P.A)	Current Week	Previous Week	Change
MIBOR	6.63%	6.69%	-0.06%
US SOFR	5.30%	5.31%	-0.01%
EU ESTR	3.91%	3.91%	0.00%
UK SONIA	5.20%	5.20%	0.00%

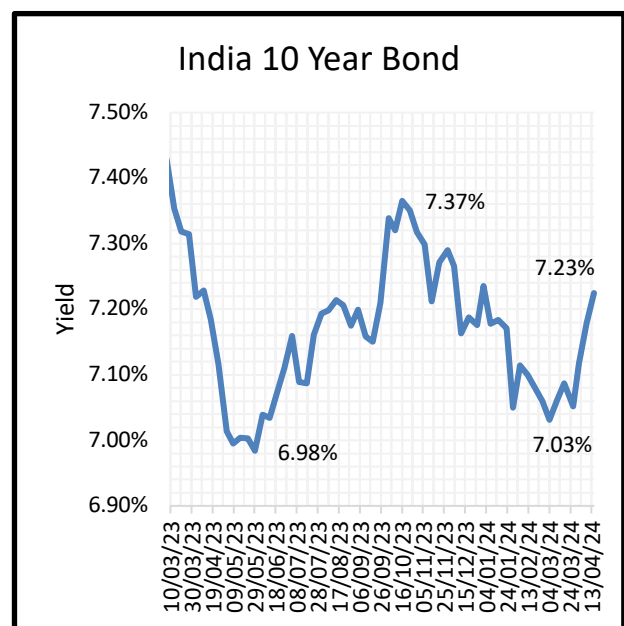
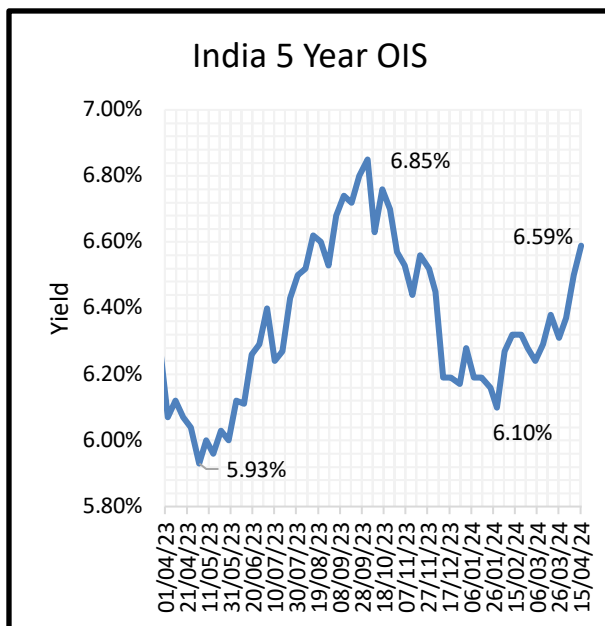
**MIBOR is recorded Friday to Friday while other international benchmarks are recorded Thursday to Thursday.*

Liquidity Adjustment Conducted By RBI	18th April 2024	10th April 2024	Change
Injected (+)/ Absorbed (-) as on Thursday. [In Rs. Crs.]	(1,30,638.34)	(79,449.67)	(51,188.67)

**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	6.88%	6.86%	0.02%
India 6 Month T-Bill	7.05%	7.04%	0.01%
India 5 Year Benchmark Yield	7.25%	7.18%	0.07%
India 10 Year Benchmark Yield	7.23%	7.18%	0.05%
US 10 Year Benchmark Yield	4.62%	4.53%	0.10%
EU 10 Year Benchmark Yield	2.50%	2.37%	0.14%
Japan 10 Year Benchmark Yield	0.84%	0.85%	-0.01%
UK 10 Year Benchmark Yield	4.23%	4.13%	0.10%

This data is recorded Friday to Friday



Fund Type	Annualized Weekly Return (P.A)
Liquid Funds	6.85%
Ultra Short Duration	8.21%
Short Duration	2.65%
GILT	-6.36%

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

Key Events [22-April-24 to 26-April-24]	Date	Previous Number	Forecasted Number
China Loan Prime Rate (1Y)	22-Apr-24	3.45%	-
Eurozone Consumer Confidence (Flash)	22-Apr-24	-14.90	-14.40
HSBC India Composite PMI	23-Apr-24	61.80	-
HCOB Eurozone Composite PMI	23-Apr-24	50.30	50.80
UK Flash Composite PMI	23-Apr-24	52.80	52.70
S&P US Manufacturing PMI	23-Apr-24	51.90	52.00
Germany IFO Business Climate	24-Apr-24	87.80	88.80
US Durable Goods Orders	24-Apr-24	1.30%	2.50%
US GDP Advance Estimate	25-Apr-24	3.40%	2.40%
Tokyo CPI	26-Apr-24	2.60%	-
US Core PCE (YoY)	26-Apr-24	2.80%	2.70%

Market Outlook

Geopolitics took center stage creating a broad risk off sentiment in the markets. Yields across the board were higher as fears of a second wave of inflation accelerated due rising energy prices created by the geopolitical turmoil. US PCE number greater than 2.90% can create further up move in yields however if number are in line with expectation, a profit taking scenario can emerge with yields cooling off from the recent move.

India 10 Year (7.23%): Key supports remain at 7.19%-7.17% and if held can push the yield toward 7.24% to 7.25%. Fall below 7.16% can trigger some strong profit taking based retracement. Buy Indian 10 year bond with stop at 7.30% and target 7.05%

US 2 Year (4.98%): Resistance in the 5.01% region can cap upside attempts for a pullback toward 4.88% in the coming week. A move higher than 5.11% will create further upside potential toward 5.15%.

End of report

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