

In Focus: Yubi Daily Wrap

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News update

FDIC has indicated its plans to propose a special assessment on the banking industry in May to shore up \$128 billion fund that will take a hit after bank collapses. It's considering shifting a large portion of the cost (\$ 23billion) to some of the biggest banks.

SEBI has approved a Rs 33,000 crore backstop emergency fund – corporate debt market development fund – for debt mutual funds to support the corporate bond market and enhance secondary market liquidity. The fund will provide a liquidity to the MFs to meet any redemption pressure in case of a credit event.

India announced its first half borrowing plan which would entail selling bonds worth Rs 9 trillion in H1FY24, which is 58% of the Rs 15.4 trillion of borrowing envisaged for the full year. About 34% of sales are planned via 30Y and 40Y bonds, against 27% last year, with no plan on floating rate bond in H1.

RBI rejected all bids received yesterday for the 91-day T-bills worth Rs 90 billion. A surge in the short-term borrowing costs amid tightening central bank liquidity, year end cash conservation and expectations of another hike next week. Yields on short-dated bonds fell post-auction.

India is planning to substantially reduce its imports of thermal coal as local production has gathered momentum. Coal demand is expected to rise in this summer when power consumption is expected to surge.

Prices of sugar have surged to highest this week as global supply is tightening with India cutting exports as rains impacted harvest and more quantum was diverted to biofuel. Sugar exports are expected to slip to 6 million from 11 million a year earlier.

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Equity indices	Current level	Previous close	Change %	One month ago
S&P500	4027.81	3971.27	1.42	3982.24
Dow Jones	32717.60	32394.25	1.00	32889.09
FTSE 100	7564.27	7484.25	1.07	7935.11
Nikkei 225	27680.28	27883.78	-0.73	27423.96
Hang Seng	20224.17	20192.40	0.16	19943.51
Shanghai Composite	3246.55	3240.06	0.20	3258.03
Kospi 50	2458.28	2443.92	0.59	2402.64
Sensex	57960.09	57613.72	0.60	58962.12
Nifty50	17080.70	16951.70	0.76	17392.70

Govt yields	Current level	Previous close	Change %	One month ago
US 10-yr	3.56	3.56	-0.11	3.91
UK 10-yr	3.47	3.47	0.00	3.80
Japan 10-yr	0.32	0.30	6.02	0.50
Germany 10-yr	2.33	2.33	0.00	2.58
India Govt 30-yr	7.37	7.39	-0.28	7.45
India Govt 10-yr	7.29	7.31	-0.38	7.43
India Govt 5-yr	7.17	7.21	-0.47	7.43



Corp yields: India	Current level	Previous close	Change %	One month ago
AAA 10-yr	7.80	7.81	-0.13	7.86
AAA 5-yr	7.87	7.90	-0.39	7.90
AAA 3-yr	7.77	7.83	-0.66	7.89
AAA 1-yr	7.79	7.84	-0.66	7.31

	Current level	Previous close	Change %	One month ago
DXY	102.65	102.43	0.21	104.67
EUR/USD	1.08	1.08	-0.05	1.06
GBP/USD	1.23	1.23	-0.20	1.21
AUD/USD	0.67	0.67	0.00	0.72
USD/JPY	132.46	132.86	-0.30	136.19
USD/CNY	6.82	6.85	-0.32	6.33
USD/INR	82.34	82.19	0.18	82.67
Gold (USD/oz)	1964.70	1963.24	0.07	1826.92
Brent (USD/bbl)	77.00	76.77	0.30	82.46



Money market India	Current level	Previous close
Call money rate	6.67	6.63
CBLO rate	6.65	6.77
Call traded volume (INR bn)	5405.72	5113.62
Net banking system liquidity injection (+)/absorption(-) (INR bn)	-135.83	455.75
	T-bills	
91-days	7.18	7.18
182-days	7.26	7.26
364-days	7.19	7.19



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