



**Key Policy Rates**

POLICY RATE	RATE
BANK RATE	6.0%
REPO RATE	5.50%
REVERSE REPO RATE	4.00%
RESERVE RATE	RATE
CRR	6.0%
SLR	25.0%
LENDING/ DEPOSITE RATE	RATE
BASE RATE	7.50-8.00%
BANK SAVING RATE	3.5%
DEPOSITE RATE	6%-7.5%
CALL RATE	3.50% - 5.65%

**Treasury Bill Benchmark**

Tenor (Days)	Benchmark (%)
7	5.4102
30	5.4842
60	5.6193
90	5.7500
180	6.0101
364	6.2375

**Commercial Paper Benchmark**

Tenor (Days)	Benchmark (%)
7	-
30	6.6075
60	6.8663
90	7.1250
180	7.4000
364	7.7250

NSE Mibor	%
29-July-10	5.04
Reuters CP ref (3M)	
29-July-10	7.12

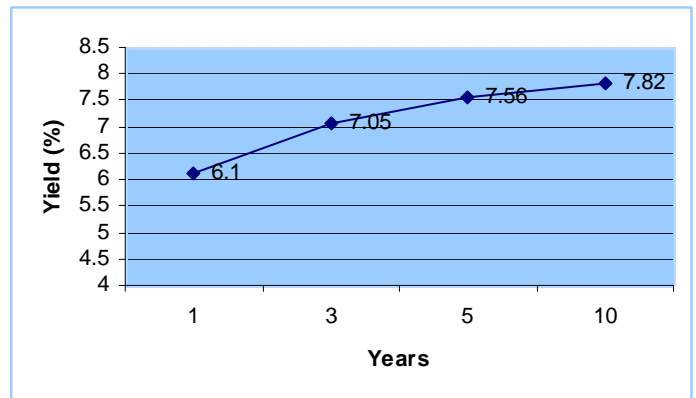
**RBI LAF**

Bids Recd	Rs'000Cr	Rate %
1 day R Repo	0.0	4.50
1 day Repo	0.0	5.75

**Inflation (WPI)**

Year upto	June '10	10.55%
Year upto	May '10	10.16%
Year upto	Apr '10	9.59%

**G-Sec Yield Curve**



**Annualised Spread**

PSU, banks, FIs (bps)	1 Yr	3 Yrs	5 Yrs	10 Yrs
AAA	128	68	68	88
AA+	142	83	83	103
AA	158	101	103	123
CORPORATE	1 Yr	3 Yrs	5 Yrs	10 Yrs
AAA	133	93	92	92
AA+	148	112	117	123
AA	170	142	147	153

**Secondary Deals**

Paper	Avg. Yield (%)	Maturity	LTP
623BPCL11	6.98	28/10/2011	99.14
700REC12	7.60	02/06/2012	98.95
760REC13	7.75	22/06/2013	99.60
870PFC15	8.33	14/05/2015	101.38
870PFC20	8.71	14/05/2020	99.87
864PGCI20	8072	08/07/2020	99.43

**Recent Issues**

Issuer	INR(Bn)	Coupon (%)	Maturity(Yrs)	Rating
<b>New Issuers</b>				
Canara Bank	5	9.05	Perpetual	
<b>Issues Closed</b>				
HDFC	7.5	7.65	1.5	
Exim Bank	4.5	8.68	12	
NCRPB	5	8.68	10	
PFC	1.5	8.25	5	
		8.70	10	
Indian Bank	5	8.53	10	
HDFC	5	8.35	5	
HDFC	5	8.79	10	

- ✚ **Bond yields rise on RBI official comments:** Indian federal bond yields and swap rates rose after a central bank official said there was a need for aggressive monetary action and that policy rates should have gone up much higher by now. The benchmark 10-year bond yield was up two basis points on the day at 7.77 percent, its highest since May 7, from 7.74 percent before the statements. The one-year swap rate was up six basis points on the day at 6.20 percent, from 6.13 percent before the statements. It revisited a near-21 month high of 6.20 percent, touched on Wednesday, according to Thomson Reuters data.
- ✚ **India's food inflation** eased and fuel inflation notched up in mid-July, but the data is unlikely to change the central bank's decisive move towards stamping down on double-digit inflation.
- ✚ **yields at fresh 3-month high:** Indian overnight indexed swap rates rose to new near 21-month highs on Thursday on concerns that RBI may hasten the pace of policy tightening in response to surging price pressures. Federal bond yields rose to new near-three month highs pressured by rate hike concerns and also ahead of a \$3.2-billion bond auction on Friday. A Reserve Bank of India official jolted markets on Thursday with unusually blunt criticism of monetary policy, saying current interest rates would not tame inflation and aggressive action was needed.
- ✚ **SBI to complete its retail bond issue of Rs 200-300-cr by Oct:** Public sector State Bank of India (SBI) plans to complete its retail bond issue by September-October through which it plans to raise Rs 200-300-crore from retail investors. "We will complete the issue soon--may be by September-October," the bank's Chairman, O P Bhatt, told reporters on the sidelines of an event here today.
- ✚ **India to sell \$3.2 bn of bonds on July 30:** India will sell 150 billion rupees (\$3.2 billion) of bonds on July 30, the government said in a statement on Monday. The government will auction 50 billion rupees each of the 7.17 per cent bonds maturing in 2015 and 7.80 per cent 2020 bonds. It will also sell 30 billion rupees of the 8.24 per cent 2027 bonds and 20 billion rupees of 8.30 per cent 2040 bonds.

**For Further Details/Clarifications please contact:**

RR Information & Investment Research Pvt. Ltd.  
47, MM Road Jhandewalan New Delhi-110055 (INDIA)  
Tel: 011-23636362/63  
[research@rrfel.com](mailto:research@rrfel.com)  
[www.rrfinance.com](http://www.rrfinance.com)  
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