

# Macro Konnect

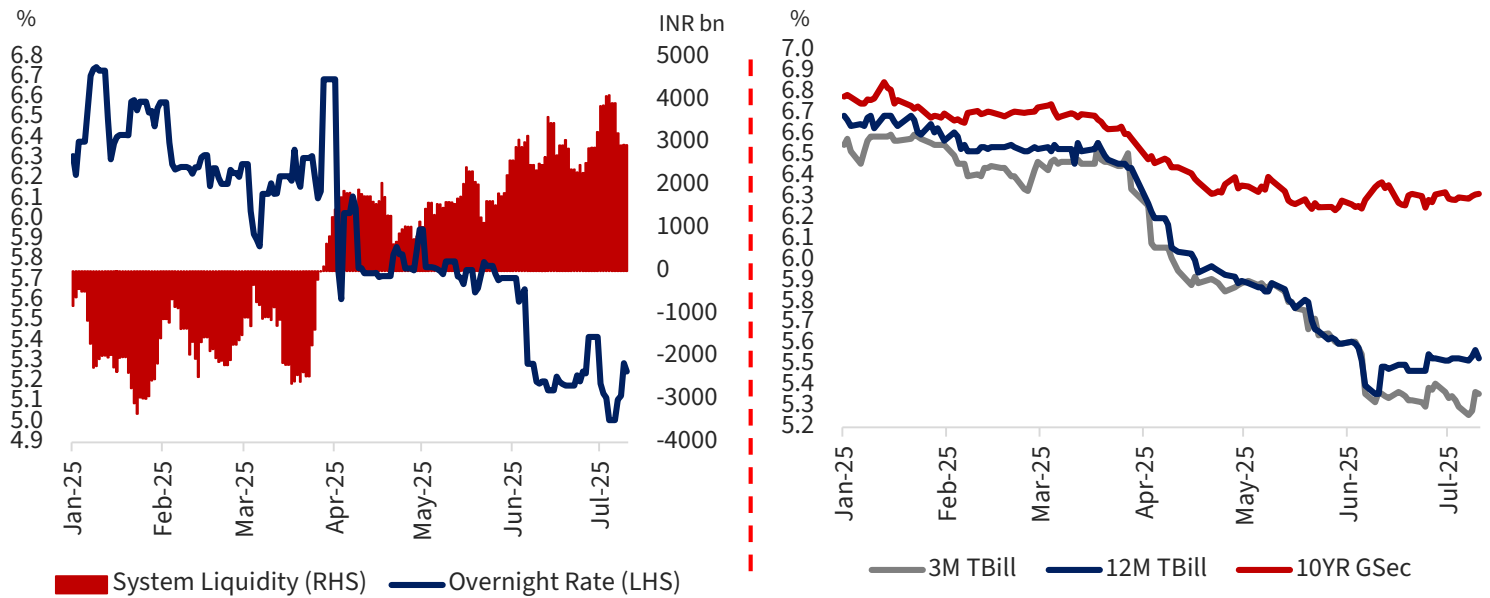
11-July-2025

## Liquidity Monitor

(In INR Billion)

	Amount	Amount	Amount
	26-Jun	03-Jul	10-Jul
Liquidity Adjustment Facility (LAF)			
Reverse Repo & Standing Deposit Facility (SDF)	2798.8	4117.5	3219.5
Repo	0.0	0.0	0.0
Marginal Standing Facility (MSF)	-18.3	-11.1	-10.8
Standing Liquidity Facility (SLF) Availed from RBI	-70.1	-62.2	-55.2
Liquidity Deficit/Surplus	2710.4	4044.2	3153.5
<b>Net System Liquidity*</b>	<b>2526.8</b>	<b>4087.9</b>	<b>2949.3</b>

## Navigating System Liquidity With Key Rates



## Indian Debt Market Indicators

Broad Indices	11-Jul-25	04-Jul-25
1 Year AAA Corporate Bond	6.35%	6.30%
3 Year AAA Corporate Bond	6.68%	6.65%
5 Year AAA Corporate Bond	6.83%	6.80%
1 Year G-Sec	5.60%	5.60%
3 Year G-Sec	5.83%	5.82%
5 Year G-Sec	6.04%	6.05%
10 Year G-Sec	6.30%	6.29%

Green Indicates Eased, Red Indicates Hardened, Black Indicates Unchanged compared to the previous week

\*after Adjustments figure with CRR requirement and TLTRO

Source: Bloomberg, RBI Website, KMAC Internal | All Data as on 10th July, 2025, Indian Debt Market Indicators data are as of 11th-July-2025

Details as per latest data available publicly.

## From Fund Management's Desk:

- U.S. Treasury yields have continued to trade below the 4.40% mark, despite ongoing trade-related uncertainties and mixed economic data.
- Back home, banking system liquidity remains in surplus. The Government of India has announced a buyback of government securities through auction, totaling ₹25,000 crore, maturing in April 2026.
- Reserve Bank of India (RBI) received bids worth ₹1.51 trillion at the seven-day Variable Rate Reverse Repo (VRRR) auction, against a notified amount of ₹2.5 trillion.
- Banks appeared cautious ahead of upcoming GST outflows and were reluctant to lock in funds for seven days. The operation aims to fine-tune liquidity and maintain the overnight rate within the policy corridor of 5.25% to 5.50%.
- Indian sovereign bond yield curve remained steep; however, on a week-on-week basis, the curve moved with a flattening bias, with short-term yields rising by up to 5 bps, while the long end eased by up to 4 bps.
- India's 10-year G-Sec could trade between 6.25% and 6.35% in the week ahead.

Source: Bloomberg, RBI Website, KMAMC Internal Research | Data as on 11th July, 2025 | Details as per latest data available publicly.

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