

G-secs yields jumps to 6.18%, highest in fiscal

Synopsis

At 6.18 per cent, the weighted average yield has spiked to its highest level this fiscal, and this is higher by 4 basis points than the previous week when it was at 6.14 per cent, Care Ratings said in a note.



The government on Friday raised Rs 33,000 crore in its scheduled weekly auction--Rs 4,000 crore more than the notified amount and Rs 8,767 crore more than the previous week.

MUMBAI: With the **government** set to borrow Rs 50,000 crore more in the remaining weeks of the fiscal month, Friday's auction has seen the weighted average **yields** hitting the roof at 6.18 per cent which is the highest this fiscal.

At 6.18 per cent, the weighted average yield has spiked to its highest level this fiscal, and this is higher by 4 basis points than the previous week when it was at 6.14 per cent,

Care Ratings

NSE -0.85% said in a note.

RELATED

Negative yields come to India, as RBI tries to put a leash on short sellers

US bond market feels like 'coiled spring' after Fed meeting

India sold \$11 billion worth US treasury securities since October

The government on Friday raised Rs 33,000 crore in its scheduled weekly auction--Rs 4,000 crore more than the notified amount and Rs 8,767 crore more than the previous week.

This is the second consecutive auction wherein no bids were devolved to the primary dealers. The green shoe option was exercised in case of two instruments, having a maturity of five years and 10 years.

This take the total market borrowings so far in March to Rs 90,233 crore and the total amount raised so far this year to Rs 13.4 lakh crore, which is 89 per cent higher than the year-ago period and 96 per cent of the revised target for the year.

The government did not raise any funds in February March of the previous fiscal.

INSIGHTS ▶

Read Stock Insights by ET for a quick analysis

CARE Ratings Ltd.

444.00 -3.80 (-0.85%)

EXPLORE NOW

Ad | Veena Senterio, Chembur

Xtra Large 1 BHK Apartments Starts at ₹ 99 Lac* at Chembur



VISIT SITE

Sponsored by

In the **budget** 2021-22, the government announced that it would undertake additional borrowings of Rs 80,000 crore in February and March.

That would take the total government borrowings for FY21 to Rs 13.9 lakh crore, which includes Rs 1.1 lakh crore of **GST** compensation shortfall to be borrowed and transferred to the states.

The total borrowings so far this year is 96 per cent of the revised target.

(What's moving **Sensex** and **Nifty** Track **latest market news**, **stock tips** and **expert advice** on **ETMarkets**. Also, ETMarkets.com is now on Telegram. For fastest news alerts on financial markets, investment strategies and stocks alerts, **subscribe to our Telegram feeds**.)

Download **The Economic Times News App** to get Daily Market Updates & Live Business News.