

## STATE GOVERNMENT FINANCES- Weekly SGS

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MAY 14, 2024





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This is the sixth consecutive week of SGS issuance trailing the indicated amount so far in Q1 FY2025

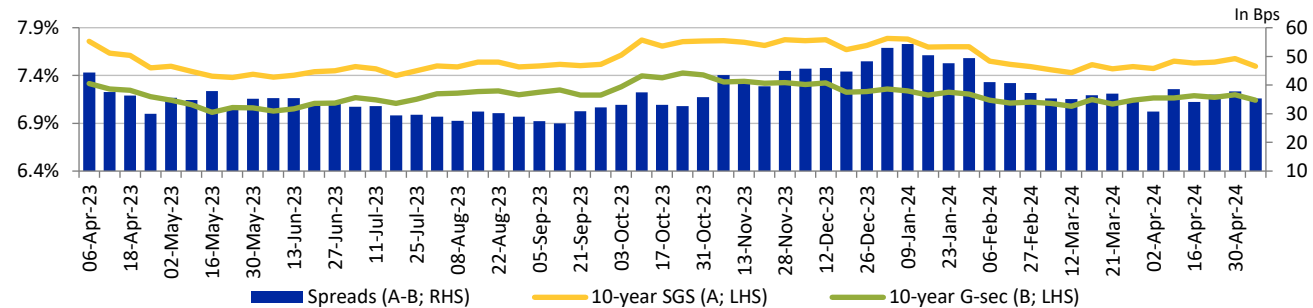
Weighted average cut-off of SGS eased by 2 bps to 7.43% on May 14, 2024, from last week

Three states and one Union Territory (UT) raised Rs. 65 billion through state government securities (SGS) on May 14, 2024. This was the sixth consecutive week of lower-than-indicated issuance in Q1 FY2025 so far, with actual borrowing a sharp 58% below the Rs. 154 billion indicated for this week. In a small sized auction, the weighted average cut-off of the SGS eased to 7.43% on May 14, 2024, from 7.45% last week, despite a considerable increase in weighted average tenor to 19 years from 15 years during the same period.

Exhibit: SGS issuances during FY2025 (so far)

Amount in Rs. Billion	Indicated	Notified	Raised	Cumulative till this week
<b>Week of May 14, 2024</b>	154	65	65	676
<b>Week of May 16, 2023</b>	115	85	85	557
<b>Growth</b>	33.9%	-23.5%	-23.5%	21.4%

Exhibit: Spread between weighted average cut-off of 10-year State and Gol G-sec yield





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