



# STATE GOVERNMENT FINANCES- Weekly SGS

---

**Weighted average cut-off of SGS was unchanged at 7.45% amidst sharply-lower-than-indicated issuance**

**APRIL 8, 2024**





[Click to see full report](#)

3 states raised Rs. 65 billion on April 8, 2024, one-third of the indicated amount for the week

Weighted average cut-off of SGS was stable at 7.45% on April 8, 2024, from last week

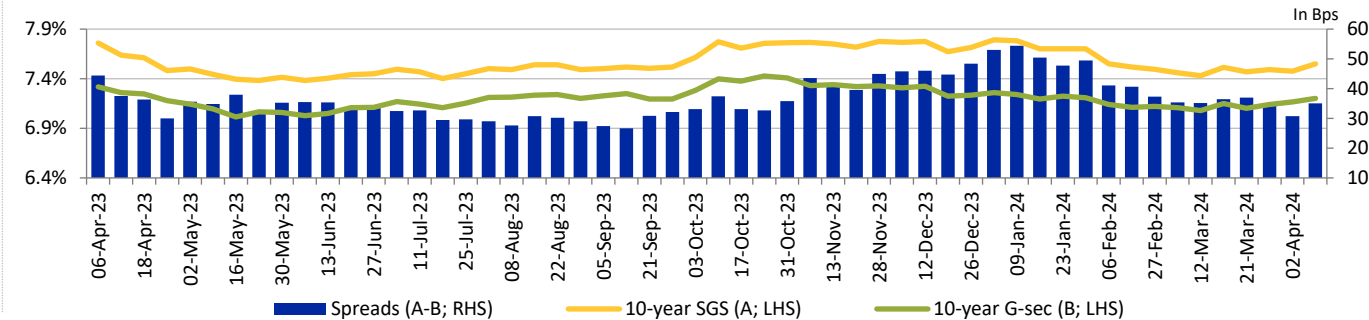
Spread between cut-off of 10-year SGS and the old 10-year G-sec yield increased to 35 bps on April 8, 2024, from 31 bps last week

In a small sized auction, Assam, Maharashtra and Telangana together raised Rs. 65 billion through state government securities (SGS) on April 8, 2024. The issuance was limited to around a third of the Rs. 212 billion indicated for this week in the recently released Q1 FY2025 auction calendar. The weighted average cut-off of the SGS was unchanged at 7.45% on April 8, 2024, compared to the previous week, despite the weighted average tenor rising to 19 years from 15 years. The spread between the cut-off of the 10-year SGS and the old 10-year G-sec (7.18 GS 2033) yield increased to 35 bps on April 8, 2024, from 31 bps last week. The spread with the new 10-year G-sec (7.10 GS 2034) stood at 39 bps on April 8, 2024.

Exhibit: SGS issuances during FY2025 (so far)

Amount in Rs. Billion	Indicated	Notified	Raised	Cumulative till this week
<b>Week of April 8, 2024</b>	212	65	65	226
<b>Week of April 11, 2023</b>	225	58	58	88
<b>Growth</b>	-5.6%	12.1%	12.1%	156.8%

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





ICRA

# Analytical Contact Details

Name	Designation	Email	Contact Number
Aditi Nayar	Chief Economist, Head – Research & Outreach	<a href="mailto:aditin@icraindia.com">aditin@icraindia.com</a>	0124- 4545 385
Neetika Shridhar	Assistant Vice-President	<a href="mailto:neetika.shridhar@icraindia.com">neetika.shridhar@icraindia.com</a>	0124 – 4545 305
Jaspreet Kaur	Senior Analyst	<a href="mailto:jaspreet.kaur@icraindia.com">jaspreet.kaur@icraindia.com</a>	0124 – 4545 853





ICRA

# Business Development/Media Contact Details

Name	Designation	Email	Contact Number
L Shivakumar	Chief Business Officer	<a href="mailto:shivakumar@icraindia.com">shivakumar@icraindia.com</a>	022-61693304
Neha Agarwal	Head – Research Sales	<a href="mailto:neha.agarwal@icraindia.com">neha.agarwal@icraindia.com</a>	022-61693338
Rohit Gupta	Head Business Development – Infrastructure Sector	<a href="mailto:rohitg@icraindia.com">rohitg@icraindia.com</a>	0124-4545340
Vivek Bhalla	Head Business Development – Financial Sector	<a href="mailto:vivek.bhalla@icraindia.com">vivek.bhalla@icraindia.com</a>	022-61693372
Vinita Baid	Head Business Development – Corporate Sector - West & East	<a href="mailto:vinita.baid@icraindia.com">vinita.baid@icraindia.com</a>	033-71501131
Shivam Bhatia	Head Business Development – Corporate Sector - North & South	<a href="mailto:shivam.bhatia@icraindia.com">shivam.bhatia@icraindia.com</a>	0124-4545803
Naznin Prodhani	Head – Group Corporate Communications & Media Relations	<a href="mailto:communications@icraindia.com">communications@icraindia.com</a>	0124-4545860





***© Copyright, 2024 ICRA Limited. All Rights Reserved.***

All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable. Although reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies, while publishing or otherwise disseminating other reports may have presented data, analyses and/or opinions that may be inconsistent with the data, analyses and/or opinions in this publication. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.



ICRA

**Thank You!**