



IDFC BOND FUND - STP

(Previously known as IDFC Super Saver Income Fund - Short Term Plan)

(IDFC MMF-IP has been merged into IDFC Bond Fund - Short Term w.e.f. 14th May, 2018)

An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 year and 3 years.

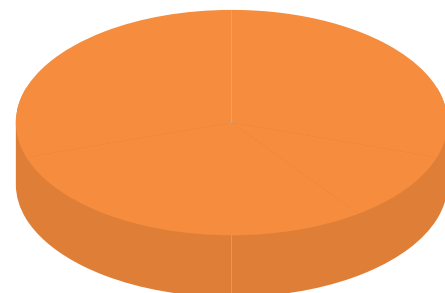
A Short Term Income Fund, the portfolio is mostly a mix of short duration debt and money market instruments. The average portfolio maturity will not ordinarily exceed around 2 years.

OUTLOOK

The MPC in its August policy cut the repo rate by 35 bps to 5.40%, while maintaining stance of policy as accommodative. The move to cut was decided with the 35 bps to 25 bps vote counting as 4:2. It may be recalled that Governor Das had earlier floated the idea of challenging the conventional 25 bps moves, with unconventional steps like the one today possibly reaffirming the signaling effect of policy direction as well. The policy is largely in line with the dovish end of expectations. There is no decision with respect to the working group on liquidity management framework. However, the Governor did note the very large surpluses in the system today and reaffirmed the commitment to provide abundant liquidity. Thus the implementation basis the recommendations of the framework is very likely to be consistent with the current market view that RBI as already moved to targeting surplus liquidity.

With this clear stance of the current policy objective alongside weak inflation pressures and a probable overestimation of growth, we reiterate our previously expressed view of a terminal repo rate of 5%, alongside provisioning of comfortable positive liquidity. With liquidity in surplus and banks' credit growth slowing, term spreads seem to be attractive and this remains a continued bullish backdrop for quality bonds.

ASSET QUALITY



AAA Equivalent
100.00%

Fund Features:

Category: Short Duration

Monthly Avg AUM: ₹8,201.45 Crores

Inception Date: 14th December 2000

Fund Manager: Mr. Suyash Choudhary (Since 11th March 2011)

Standard Deviation (Annualized): 1.74%

Modified Duration: 1.82 years

Average Maturity: 2.15 years

Yield to Maturity: 7.25%

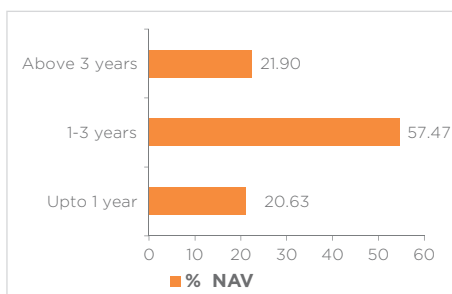
Benchmark: CRISIL AAA Short Term Index (w.e.f. 26th September 2016)

Minimum Investment Amount: ₹5,000/- and any amount thereafter

Exit Load: Nil (w.e.f. 23rd May 2016)

Options Available: Growth, Dividend - Fortnightly (Payout, Reinvestment & Sweep), Monthly & Periodic

Maturity Bucket:



Standard Deviation calculated on the basis of 1 year history of monthly data

MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.

PORTFOLIO (31 July 2019)

Name	Rating	Total (%)
Corporate Bond		96.81%
NABARD	AAA	11.63%
Reliance Industries	AAA	11.44%
HDFC	AAA	11.36%
National Highways Auth of Ind	AAA	8.59%
REC	AAA	7.27%
Power Finance Corporation	AAA	7.15%
Indian Railway Finance Corporation	AAA	7.08%
LIC Housing Finance	AAA	6.32%
Small Industries Dev Bank of India	AAA	6.11%
Power Grid Corporation of India	AAA	6.00%
NTPC	AAA	4.98%
HDB Financial Services	AAA	2.69%
Larsen & Toubro	AAA	2.57%
Kotak Mahindra Prime	AAA	1.65%
Sundaram Finance	AAA	0.91%
Bajaj Finance	AAA	0.79%
M&M Financial Services	AAA	0.18%
Export Import Bank of India	AAA	0.06%
Commercial Paper		3.21%
Kotak Mahindra Prime	A1+	2.92%
HDFC	A1+	0.29%
Certificate of Deposit		0.41%
Axis Bank	A1+	0.41%
Net Cash and Cash Equivalent		-0.43%
Grand Total		100.00%



This product is suitable for investors who are seeking*:

- To generate optimal returns over short to medium term
- Investments in Debt & Money Market securities such that the Macaulay duration of the portfolio is between 1 year and 3 years

*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.

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