



## IDFC GOVERNMENT SECURITIES FUND - CONSTANT MATURITY PLAN

(Previously known as IDFC Government Securities Fund Short Term Plan )  
An open ended debt scheme investing in government securities having a constant maturity of 10 years

The fund is a mix of government bonds, state development loans (SDLs), treasury bills and/or cash management bills. The fund will predominantly have an average maturity of 10 years.

### OUTLOOK

The FY20 final Union budget provided an exceptional challenge to sound credible without deviating heavily from the interim budget targets. Given this, the finance minister delivered a remarkable balancing act. As with almost all budgets, revenue numbers will still get challenged especially given the ongoing economic slowdown. However, this is a creditworthy optimising given constraints and leaves the bond market reasonably satisfied. Also noteworthy is the fact that RBI Governor Mr. Das, alongside 2 other Monetary Policy Committee (MPC) members, has seemingly been sympathetic towards some fiscal expansion and would likely have not considered this as a constraint for further easing. With the finance minister actually showing further consolidation, the trigger for further monetary easing becomes even stronger. This alongside RBI's move to positive liquidity (core system liquidity is already around INR 80,000 crores positive and is likely to go towards INR 2,00,000 crores by September post RBI dividend) and the global backdrop of sharply lower yields paints a continued bullish environment for quality interest rates.

#### Fund Features:

**Category:** Gilt Fund with 10 year constant duration

**Monthly Avg AUM:** ₹67.90 Crores

**Inception Date:** 9th March 2002

**Fund Manager:** Mr. Harshal Joshi (w.e.f. 15th May 2017)

**Standard Deviation (Annualized):** 4.65%

**Modified duration:** 6.42 years

**Average Maturity:** 9.22 years

**Yield to Maturity:** 7.12%

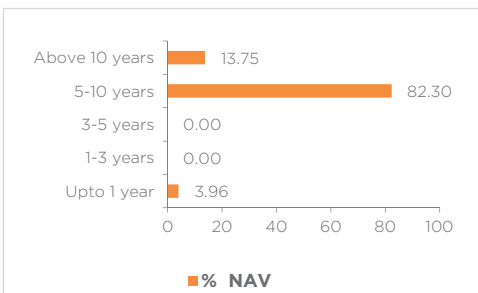
**Benchmark:** CRISIL 10 year Gilt Index (w.e.f. 28th May 2018)

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

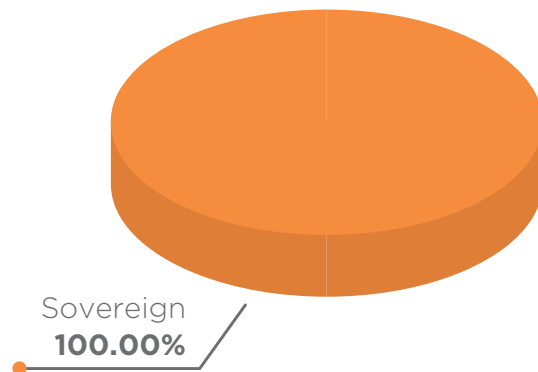
**Exit Load:** Nil

**Options Available:** Growth, Dividend - Weekly, Monthly, Quarterly & Periodic

#### Maturity Bucket:



### ASSET QUALITY



Standard Deviation calculated on the basis of 1 year history of monthly data  
Gsec/SDL yields have been annualized wherever applicable

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

PORTFOLIO (28 June 2019)		
Name	Rating	Total (%)
<b>Government Bond</b>		<b>94.71%</b>
7.59% GOI - 2029 G-Sec	SOV	41.03%
7.17% GOI - 2028 G-Sec	SOV	39.93%
7.61% GOI - 2030 G-Sec	SOV	13.75%
<b>State Government Bond</b>		<b>1.33%</b>
8.08% Gujarat SDL - 2028	SOV	1.33%
<b>Net Cash and Cash Equivalent</b>		<b>3.96%</b>
<b>Grand Total</b>		<b>100.00%</b>



This product is suitable for investors who are seeking\*:

- To generate optimal returns over long term
- Investments in Government Securities such that the average maturity of the portfolio is around 10 years

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

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