



## 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

Given the global and local backdrop we expect there is more easing in the pipeline. Moreover, RBI is also increasingly focusing on transmission as it continues its FX swap program & OMO auctions to supply durable liquidity & improve transmission. Certainly front end AAA corporate bonds between 2- 5 years are better placed in terms of risk versus reward to play this environment. The duration part of the curve has frustrated lately due to heavy market positioning pre-policy on expectations of change in stance which did not materialise. Our preference here, as indicated before, is via spread assets like SDLs and the best quality AAA corporate bonds due to relatively favourable demand supply dynamics. Market for lower rated credits remains dislocated and we would continue to advise caution there. There is a genuine liquidity issue in the lower rate space and this is constraining true price discovery as well. One will have to wait for some of these issues to settle down, and in particular allow price discovery to start happening through the open market, before taking any sort of a serious relook at this space.

#### Fund Features:

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

**Monthly Avg AUM:** ₹36.56 Crores

**Inception Date:** 9th March 2002

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

**Standard Deviation (Annualized):** 4.16%

**Modified duration:** 6.89 years

**Average Maturity:** 10.59 years

**Yield to Maturity:** 8.06%

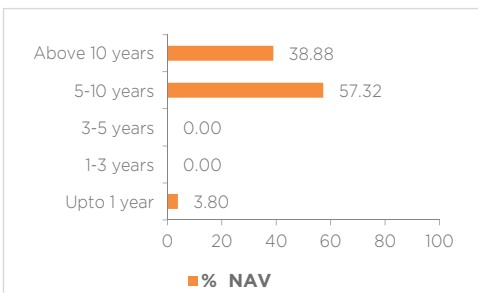
**Benchmark:** CRISIL 10 year Gilt Index (w.e.f. 28th May 2018)

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

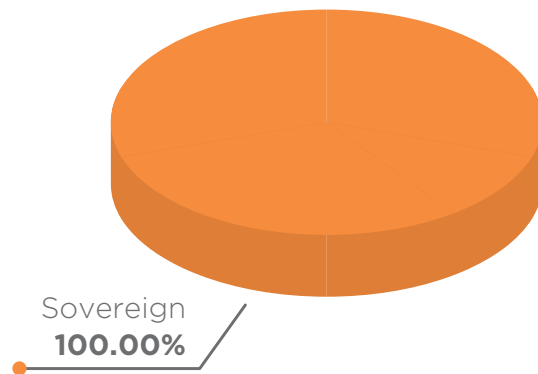
**Exit Load:** Nil

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

#### Maturity Bucket:



### ASSET QUALITY



PORTFOLIO		(30 April 2019)
Name	Rating	Total (%)
<b>State Government Bond</b>		<b>57.32%</b>
8.08% Maharashtra SDL - 2028	SOV	27.14%
8.37% Tamilnadu SDL - 2029	SOV	13.82%
8.3% Karnataka SDL - 2029	SOV	13.74%
8.08% Gujarat SDL - 2028	SOV	2.62%
<b>Government Bond</b>		<b>38.88%</b>
6.68% - 2031 G-Sec	SOV	25.02%
7.95% - 2032 G-Sec	SOV	13.86%
<b>Net Cash and Cash Equivalent</b>		<b>3.80%</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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