



IDFC BOND FUND - Income Plan

(The fund has been repositioned to Medium to Long Term category w.e.f. July 12, 2018)

(previously known as IDFC Super Saver Income Fund – Investment Plan)
An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years and 7 years

An actively managed bond fund (with Macaulay duration between 4 to 7 years) which seeks to invest in highly rated money market and debt instruments (including government securities) and aims to generate stable long term returns through mix of accrual income and capital appreciation.

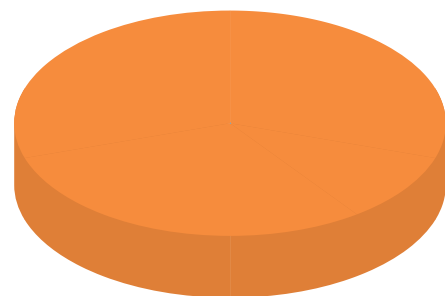
OUTLOOK

From a bond market perspective, the RBI is expected to make good on its stated commitment to ensure smooth execution of the borrowing program.

The extra-ordinary steepness in the bond curve throws up all sorts of interesting portfolio constructs. There are points on the curve (for instance in the 6 – 9 year segment on government bonds) where the carry versus duration trade-off looks very attractive. This is because most of the steepness in the curve is between the overnight rate and this segment which provides significant protection for this segment of bonds and can help withstand some rise in yields over a period of time and still return close to money market rates. As always, the construct can change basis evolving views.

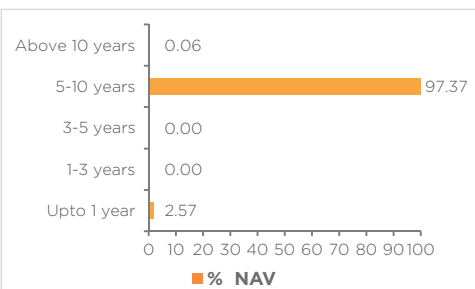
The external account is our one significant macro strength and provides adequate cushion to RBI to persist with a dovish policy for the time-being. For all these reasons, our view remains that the important current pillars of policy will sustain for the foreseeable future. The spike in inflation presents an interpretation problem for now and it remains our base case that it will not shift the narrative away from growth for monetary policy, despite throwing up higher average CPI prints for the year.

ASSET QUALITY



AAA Equivalent
100.00%

Fund Features: (Data as on 30th September'20)
Category: Medium to Long Duration
Monthly Avg AUM: ₹688.71 Crores
Inception Date: 14th July 2000
Fund Manager: Mr. Suyash Choudhary (w.e.f. 15/10/2010)
Standard Deviation (Annualized): 3.88%
Modified Duration: 5.42 years
Average Maturity: 7.04 years
Macaulay Duration: 5.58 years
Yield to Maturity: 6.10%
Benchmark: CRISIL Composite Bond Fund Index
Minimum Investment Amount: ₹5,000/- and any amount thereafter.
Exit Load: If redeemed/switched out within 365 days from the date of allotment: For 10% of investment: Nil
For remaining investment: 1%
If redeemed/switched out after 365 days from the date of allotment: Nil
Options Available: Growth, Dividend - Quarterly, Half Yearly, Annual & Periodic (each with payout, reinvestment and sweep facility)
Maturity Bucket:



PORTFOLIO (30 September 2020)

Name	Rating	Total (%)
Government Bond		96.61%
6.79% - 2027 G-Sec	SOV	70.21%
7.26% - 2029 G-Sec	SOV	26.34%
7.73% - 2034 G-Sec	SOV	0.06%
Corporate Bond		0.82%
REC	AAA	0.82%
Net Cash and Cash Equivalent		2.57%
Grand Total		100.00%



This product is suitable for investors who are seeking*:

- To generate optimal returns over long term
- Investments in Debt & Money Market securities such that the Macaulay duration of the portfolio is between 4 years and 7 years

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