



IDFC BOND FUND - Short Term Plan

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

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 be ordinarily anchored around 2 years.

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.

Fund Features: (Data as on 30th September'20)

Category: Short Duration

Monthly Avg AUM: ₹13,285.70 Crores

Inception Date: 14th December 2000

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

Standard Deviation (Annualized): 2.09%

Modified Duration: 1.70 years

Average Maturity: 1.95 years

Macaulay Duration: 1.79 years

Yield to Maturity: 4.76%

Benchmark: NIFTY AAA Short Duration Bond Index (w.e.f 11/11/2019)

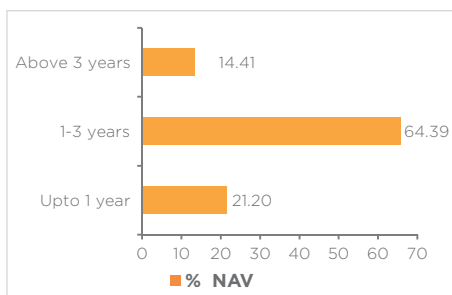
Minimum Investment Amount:

₹5,000/- and any amount thereafter

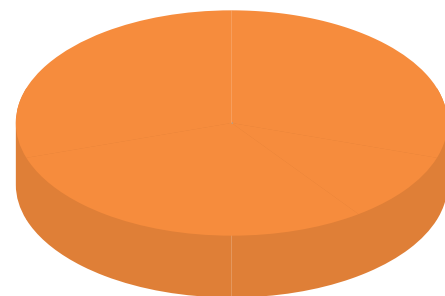
Exit Load: Nil (w.e.f. 23rd May 2016)

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

Maturity Bucket:



ASSET QUALITY



AAA Equivalent
100.00%

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 (30 September 2020)

| Name | Rating | Total (%) |
|-------------------------------------|---------|----------------|
| Corporate Bond | | 92.91% |
| NABARD | AAA | 11.59% |
| Reliance Industries | AAA | 11.58% |
| HDFC | AAA | 9.43% |
| Power Finance Corporation | AAA | 8.88% |
| LIC Housing Finance | AAA | 8.65% |
| Indian Railway Finance Corporation | AAA | 8.48% |
| REC | AAA | 6.87% |
| National Housing Bank | AAA | 6.50% |
| Small Industries Dev Bank of India | AAA | 5.11% |
| National Highways Auth of Ind | AAA | 3.64% |
| NTPC | AAA | 3.14% |
| Power Grid Corporation of India | AAA | 2.39% |
| Larsen & Toubro | AAA | 2.24% |
| Bajaj Finance | AAA | 1.77% |
| HDB Financial Services | AAA | 1.37% |
| Indian Oil Corporation | AAA | 0.66% |
| Sundaram Finance | AAA | 0.56% |
| Export Import Bank of India | AAA | 0.04% |
| Treasury Bill | | 1.61% |
| 182 Days Tbill - 2020 | SOV | 1.61% |
| Certificate of Deposit | | 0.93% |
| Axis Bank | A1+ | 0.56% |
| Export Import Bank of India | A1+ | 0.37% |
| PTC | | 0.63% |
| First Business Receivables Trust | AAA(SO) | 0.63% |
| Net Cash and Cash Equivalent | | 3.93% |
| Grand Total | | 100.00% |

^First Business Receivables Trust- wt. avg. mat: 2.17 years
(PTC originated by Reliance Industries Limited)



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.