



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.

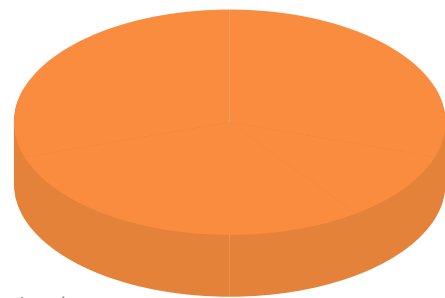
OUTLOOK

Our view remains one of gentle bear flattening, with the bulk of the heavy lifting being done by the very front-end rates as RBI’s normalization schedule commences. This will continue to allow for positioning at various points on the yield curve where the carry obtained adjusted for price erosion due to yield rise will still make sense.

The corresponding strategy for investors may involve some amount of “bar-belling” where, alongside traditional core investments like quality roll down products, some combination of very short end (overnight funds, near term deposits) and intermediate duration strategies (focused on maturities largely in the 6 – 7-year area) may be deployed to optimize on the RBI’s gradual normalization in context of an already very steep yield curve.

It is important that investors remember to weigh intermediate duration strategies with very short maturity instruments as well so that average maturity of their investment portfolios does not rise. It is also relevant to note that these strategies account for a rise in yields over the period ahead, provided these aren’t disruptive over the time frame. This risk can also partly be mitigated by having sufficiently long investment horizons.

ASSET QUALITY



AAA Equivalent
100.00%

Fund Features: (Data as on 31st January’21)

Category: Medium to Long Duration

Monthly Avg AUM: ₹706.18 Crores

Inception Date: 14th July 2000

Fund Manager: Mr. Suyash Choudhary (w.e.f. 15/10/2010)

Standard Deviation (Annualized): 4.15%

Modified Duration: 4.95 years

Average Maturity: 6.31 years

Macaulay Duration: 5.09 years

Yield to Maturity: 5.83%

Benchmark: CRISIL Composite Bond Fund Index

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

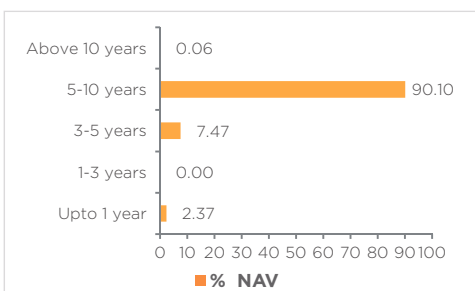
Exit Load: If redeemed/switched out within 365 days from the date of allotment: For 10% of investment: Nil

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:



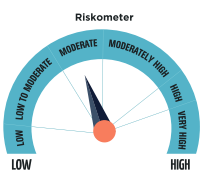
Gsec/SDL yields have been annualized wherever applicable
Standard Deviation calculated on the basis of 1 year history of monthly data

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

PORTFOLIO

(31 January 2021)

Name	Rating	Total (%)
Government Bond		96.83%
8.24% - 2027 G-Sec	SOV	38.76%
6.79% - 2027 G-Sec	SOV	35.44%
7.26% - 2029 G-Sec	SOV	15.10%
5.15% - 2025 G-Sec	SOV	7.47%
7.73% - 2034 G-Sec	SOV	0.06%
Corporate Bond		0.81%
REC	AAA	0.81%
Net Cash and Cash Equivalent		2.37%
Grand Total		100.00%



Investors understand that their principal will be at Moderate risk

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.