



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

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.

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

Category: Short Duration

Monthly Avg AUM: ₹14,270.77 Crores

Inception Date: 14th December 2000

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

Standard Deviation (Annualized): 2.20%

Modified Duration: 1.90 years

Average Maturity: 2.18 years

Macaulay Duration: 1.98 years

Yield to Maturity: 4.71%

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

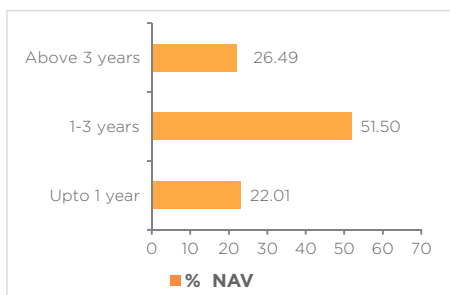
Minimum Investment Amount:

₹5,000/- and any amount thereafter

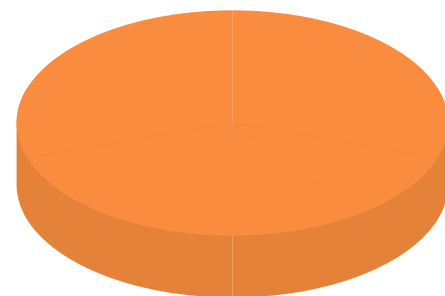
Exit Load: Nil (w.e.f. 23rd May 2016)

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 (31 January 2021)

Name	Rating	Total (%)
Corporate Bond		74.85%
NABARD	AAA	10.75%
Reliance Industries	AAA	10.11%
LIC Housing Finance	AAA	8.35%
Power Finance Corporation	AAA	8.31%
HDFC	AAA	6.54%
Indian Railway Finance Corporation	AAA	6.43%
REC	AAA	6.40%
Small Industries Dev Bank of India	AAA	4.03%
National Housing Bank	AAA	3.49%
National Highways Auth of Ind	AAA	3.38%
Power Grid Corporation of India	AAA	2.22%
Larsen & Toubro	AAA	2.08%
NTPC	AAA	1.72%
Indian Oil Corporation	AAA	0.90%
Bajaj Finance	AAA	0.07%
Export Import Bank of India	AAA	0.04%
HDB Financial Services	AAA	0.03%
Government Bond		16.27%
5.22% - 2025 G-Sec	SOV	9.78%
8.33% - 2026 G-Sec	SOV	1.83%
5.15% - 2025 G-Sec	SOV	1.54%
8.24% - 2027 G-Sec	SOV	1.50%
8.15% - 2026 G-Sec	SOV	0.86%
7.72% - 2025 G-Sec	SOV	0.76%
Treasury Bill		5.50%
182 Days Tbill - 2021	SOV	2.86%
364 Days Tbill - 2021	SOV	2.47%
91 Days Tbill - 2021	SOV	0.17%
PTC		0.55%
First Business Receivables Trust [^]	AAA(SO)	0.55%
Net Cash and Cash Equivalent		2.84%
Grand Total		100.00%

[^]First Business Receivables Trust- wt. avg. mat: 2.06 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.