



# IDFC BOND FUND - Income Plan

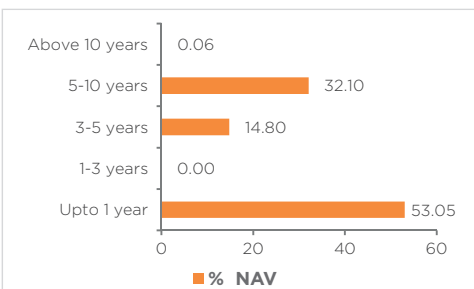
(previously known as IDFC Super Saver Income Fund – Investment Plan)  
An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years and 7 years

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 an investor’s standpoint, it is quite important in our view that portfolio yields be looked at somewhat dynamically.
- Thus after a 3 year bull run in bonds if the portfolio manager is creating some hedges and flexibilities that in turn are showing up as reduction in yield, then this may even be looked at as a source of comfort for investors (please refer to our note ‘Hedging fixed income in volatile times’, dated 22nd June’21 –<https://idfcmf.com/article/4984> for further details).
- Similarly, if corporate / credit spreads have narrowed to unsustainable levels in some cases and the manager hence decides to move to more quality assets, this could be a move to protect against future risks to spread expansion even as it entails some dilution in portfolio yields of the current portfolio.
- Thus a static analysis of portfolio yields and choosing the highest of these for every category of funds may not optimize risk versus reward, especially at cycle turning points.

**Fund Features:** (Data as on 30th June’21)  
**Category:** Medium to Long Duration  
**Monthly Avg AUM:** ₹689.12 Crores  
**Inception Date:** 14th July 2000  
**Fund Manager:** Mr. Suyash Choudhary (w.e.f. 15/10/2010)  
**Standard Deviation (Annualized):** 4.24%  
**Modified Duration:** 2.00 years  
**Average Maturity:** 2.42 years  
**Macaulay Duration:** 2.06 years  
**Yield to Maturity:** 4.54%  
**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, IDCW®  
 - Quarterly, Half Yearly, Annual & Periodic (each with payout, reinvestment and sweep facility)  
**Maturity Bucket:**



## ASSET QUALITY

AAA Equivalent  
**100.00%**

©Income Distribution cum capital withdrawal

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** (30 June 2021)

Name	Rating	Total (%)
<b>Government Bond</b>		<b>46.95%</b>
6.97% - 2026 G-Sec	SOV	31.94%
5.63% - 2026 G-Sec	SOV	10.91%
7.59% - 2026 G-Sec	SOV	3.89%
7.26% - 2029 G-Sec	SOV	0.15%
7.73% - 2034 G-Sec	SOV	0.06%
<b>Net Cash and Cash Equivalent</b>		<b>53.05%</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 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.