



# IDFC BOND FUND - Income 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.

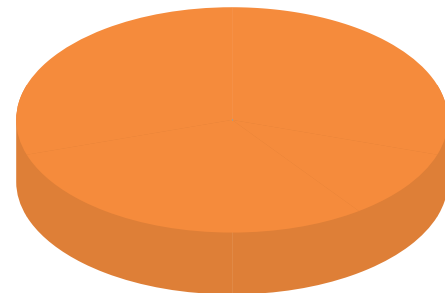
## OUTLOOK

We believe that the current level of overnight rate is at emergency levels and have to be lifted soon enough and that the peak policy rates in this cycle are likely to be lower than in the last.

In our view 5 - 10 - 15 year spreads are unlikely to narrow much from here (bulk of flattening will happen between 1 and 5 years and various combinations therein).

In our view, bond demand versus supply dynamics may remain a longer term issue. The discontinuation of GSAP is (at least temporarily) leading to some steepening between 5 year and longer but our issue is much longer term. We continue to be heavily overweight 5 year (4.5 years now) in our actively managed bond and gilt funds. As always this reflects our current thinking and can change at any point in time.

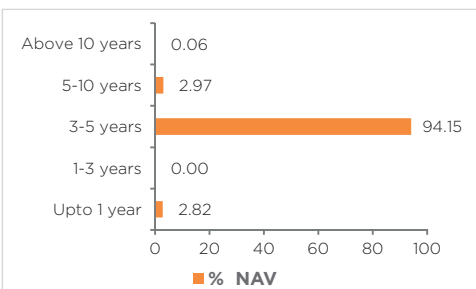
## ASSET QUALITY



AAA Equivalent  
**100.00%**

**Fund Features:** (Data as on 30th September'21)  
**Category:** Medium to Long Duration  
**Monthly Avg AUM:** ₹671.40 Crores  
**Inception Date:** 14th July 2000  
**Fund Manager:** Mr. Suyash Choudhary (w.e.f. 15/10/2010)  
**Standard Deviation (Annualized):** 3.36%  
**Modified Duration:** 3.94 years  
**Average Maturity:** 4.68 years  
**Macaulay Duration:** 4.05 years  
**Yield to Maturity:** 5.69%  
**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:



©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 September 2021)

| Name                                | Rating | Total (%)      |
|-------------------------------------|--------|----------------|
| <b>Government Bond</b>              |        | <b>97.18%</b>  |
| 5.63% - 2026 G-Sec                  | SOV    | 94.15%         |
| 6.1% - 2031 G-Sec                   | SOV    | 2.97%          |
| 7.73% - 2034 G-Sec                  | SOV    | 0.06%          |
| <b>Net Cash and Cash Equivalent</b> |        | <b>2.82%</b>   |
| <b>Grand Total</b>                  |        | <b>100.00%</b> |



| Scheme risk-o-meter   | This product is suitable for investors who are seeking*  | Benchmark risk-o-meter  |
|---|--|---|
|  <p>Investors understand that their principal will be at Moderate risk</p> | <ul style="list-style-type: none"> <li>To generate optimal returns over Long term.</li> <li>Investments in Debt &amp; Money Market such that the Macaulay duration of is between 4 years and 7 years.</li> </ul> <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p> |  <p>CRISIL Composite Bond Fund Index</p> |