

# Fund Spotlight



## IDFC Super Saver Income Fund - Investment Plan

### An Open - Ended Income Fund

AAAf (by CRISIL) rated income fund, investing in a mix of Govt Securities and bonds of renowned companies. Providing high interest income and benefiting from declining interest rates.

#### Fund characteristics

|                              |  |
|------------------------------|--|
| Fund name                    | IDFC Super Saver Income Fund - Investment Plan   |
| Nature                       | Debt   |
| Fund manager                 | Arjun Parthasarathy  |
| Investment objective         | Seek to generate stable returns by creating a portfolio that is invested in good quality fixed income and money market securities. However there is no assurance that the investment objective of the scheme will be realized.   |
| Investment style             | The Scheme seeks to invest in a mix of government securities and highly rated corporate bonds and aims to generate stable long-term returns through mix of accrual income and capital appreciation.  |
| Ideal investment horizon     | 1 year or more   |
| Entry load                   | Nil  |
| Exit load                    | IDFC-SSIF-IP - Plan A , Plan B, Plan C & Plan F: 1.00% of NAV on investors who purchase/switch in and seek to redeem/switch out such units within 365 days such from the date of effecting such purchase/switch in. Investors opting for PEP / Dividend reinvestment option / SWP or switch between options will not be levied an exit load. |
| Options available            | Growth, Dividend & Dividend Sweep  |
| Minimum investment           | Rs. 5,000 and in multiples of Re. 1 in Plan A (Regular Plan), Rs. 25 Lakh and in multiples of Re. 1 in Plan B (Institutional Plan), Rs. 5 Crores and in multiples of Re. 1 in Plan C, Rs. 5,000 and in multiples of Re. 1 in Plan F.   |
| Additional investment amount | Re. 1  |
| SIP (minimum amount)         | in Plan A Rs. 1,000  |
| Inception date               | 14 July 2000   |

#### Rating & Ranking



Past performance is no guarantee of future results.  
For Methodology of Rating Please refer Page No. 3.

Government bond yields are likely to do well in a scenario of improved government finances, lower commodity prices, sharp fall in bond yields across geographies and increased demand for risk free assets in the face of uncertainty on global economic outlook. Government finances are looking much healthier than what it was before the telecom spectrum auction and advance tax collection. The government has also reduced its subsidy burden on domestic fuel by decontrolling petrol prices and by raising prices of diesel, kerosene and LPG.

- ◆ The pre policy rate hike of 25 bps announced by the RBI in both repo and reverse repo rate is positive for government bonds at the long end of the curve as the current rate hike is already factored by the markets.
- ◆ The short end will see spikes in yields as the market factors in another 25bps of rate hike in the July policy review. The fact that liquidity is tight and is likely to ease only by the fourth week of July will pressure the short end of the yield curve.
- ◆ The banking system has set base rates in a 7.5% to 8% range and as they cannot lend below the base rates yields should trend towards base rates across the extreme short end of the curve in conditions of tight liquidity.

The market in the near term will have to contend with negative sentiments induced by rate hikes as well as constant supply amidst tight liquidity conditions. A weak monsoon could also have an inflationary as well as a fiscal impact on the economy. This will keep bond yields choppy but as the market looks ahead yields should trend down.

#### Fund manager's comment

The fund increased weight to corporate bonds at higher levels of yields. The fund will actively monitor the dynamic interest rate and credit spread environment to optimize performance.

# IDFC Super Saver Income Fund- Investment Plan

An Open - Ended Income Fund

## Performance (30 June 2010)

| Period               | IDFC-SSIF-IP Growth Returns | Benchmark Returns |
|----------------------|-----------------------------|-------------------|
| Last 1 year CAGR     | 2.92%                       | 4.69%             |
| Last 2 year CAGR     | 9.80%                       | 7.90%             |
| Last 3 year CAGR     | 9.53%                       | 6.95%             |
| Last 5 year CAGR     | 7.47%                       | 5.63%             |
| Since Allotment CAGR | 8.52%                       | -                 |

Inception date: 14 July 2000. Benchmark : Crisil Composite Bond Fund Index (CCBFI)

Past performance may or may not be sustained in future.

## Dividend History (30 June 2010) (face value Rs.10/-)

| Date                       | Nav     | Freq.       | Others | I & H  |
|----------------------------|---------|-------------|--------|--------|
| <b>IDFC-SSIF-IP-Plan A</b> |         |             |        |        |
| 30-Jun-10                  | 10.7028 | Quarterly   | 0.0470 | 0.0504 |
| 30-Mar-09                  | 10.4462 | Quarterly   | 0.3669 | 0.3942 |
| 30-Jun-09                  | 10.4659 | Quarterly   | 0.3669 | 0.3942 |
| 29-Sep-09                  | 10.6641 | Half Yearly | 0.3636 | 0.3907 |
| 30-Mar-09                  | 10.6717 | Half Yearly | 0.5462 | 0.5869 |
| 30-Mar-09                  | 10.9413 | Annual      | 0.7663 | 0.8234 |
| <b>IDFC-SSIF-IP-Plan B</b> |         |             |        |        |
| 30-Jun-09                  | 10.2589 | Quarterly   | 0.1223 | 0.1314 |
| 31-Dec-09                  | 10.2880 | Quarterly   | 0.0296 | 0.0318 |
| <b>IDFC-SSIF-IP-Plan C</b> |         |             |        |        |
| 30-Jun-09                  | 10.1243 | Quarterly   | 0.0408 | 0.0438 |
| 31-Dec-09                  | 10.1529 | Quarterly   | 0.0227 | 0.0244 |

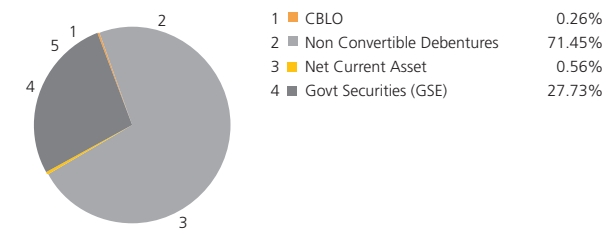
## Average AUM (30 June 2010)

|              |               |
|--------------|---------------|
| IDFC-SSIF-IP | 118.07 Crores |
|--------------|---------------|

## Average Maturity (30 June 2010)

|              |            |
|--------------|------------|
| IDFC-SSIF-IP | 7.48 Years |
|--------------|------------|

## Asset Allocation (30 June 2010)



## Portfolio (30 June 2010)

| Name                                    | Rating  | % of NAV      |
|---|---------|---------------|
| CBLO                                    |         | 0.26          |
| <b>CBLO Total</b>                       |         | <b>0.26</b>   |
| HDFC Bank Ltd.                          | AAA     | 14.53         |
| Indian Railway Finance Corpn. Ltd.      | AAA     | 13.34         |
| Reliance Utilities & Power Pvt.Ltd.     | CAREAAA | 13.17         |
| ONGC Videsh Limited                     | AAA     | 13.06         |
| Power Finance Corporation Limited       | AAA     | 12.96         |
| Power Grid Corporation Ltd.             | AAA     | 4.39          |
| <b>Non Convertible Debentures Total</b> |         | <b>71.45</b>  |
| 7.80% GOI 2020 MD 03-05-2020            | SOV     | 19.79         |
| 8.20% GOI 2022 MD 15-02-2022            | SOV     | 7.95          |
| <b>Govt Securities (GSE) Total</b>      |         | <b>27.73</b>  |
| <b>Net Current Asset</b>                |         | <b>0.56</b>   |
| <b>Grand Total</b>                      |         | <b>100.00</b> |

## Call Free 1-800-226622

Available from 8.00 a.m. to 7.00 p.m. on business days

|            |                         |           |                         |           |                         |               |                       |
|------------|-------------------------|-----------|-------------------------|-----------|-------------------------|---------------|-----------------------|
| Agra       | +91-9997972223          | Guwahati  | +91-9957568099          | Mangalore | +91-99010 33822         | Surat         | +91-261-247 50 60/70  |
| Ahmedabad  | +91-79-6450 58 81/58 87 | Hyderabad | +91-40-4201 46 46/47    | Moradabad | +91-9837572638          | Vadodara      | +91-265-662 09 19/ 39 |
| Amritsar   | +91-0183-5030393.       | Indor     | +91-731-420 69 27       | Mumbai    | +91-22-2287 64 19       | Varanasi      | +91-9984250888        |
| Bangalore  | +91-80-6611 15 04/05/06 | Jaipur    | +91-141-510 57 97-98    | Nagpur    | +91-712-645 14 28       | Visakhapatnam | +91-9701163444        |
| Chandigarh | +91-172-507 19 18/19    | Jalandhar | +91-0181-5018264        | Nashik    | +91-253-231 29 71/2/3/4 |               |                       |
| Chennai    | +91-044-45644201/202    | Kanpur    | +91-512-233 10 71/11 19 | New Delhi | +91-11-4731 13 01/02    |               |                       |
| Cochin     | +91-484-402 92 91       | Kolkata   | +91-4017 1000 -1005     | Patna     | +91-612-651 03 53       |               |                       |
| Coimbatore | +91-422-254 26 45/78    | Lucknow   | +91-522-305 69 00/01/02 | Pune      | +91-20-6602 09 65       |               |                       |
| Dehradun   | +91-997598877           | Ludhiana  | +91-161-502 21 55/ 56   | Rajpur    | +91-9926908790          |               |                       |
| Goa        | +91-832-665 03 10       | Madurai   | +91 98943 69124         | Rajkot    | +91-281-662 60 12       |               |                       |

**Risk Factors:** Mutual Funds and securities investments are subject to market risks, reinvestment risk, changes in political, economic environment and government policy and there is no assurance or guarantee that the objectives of the Schemes will be achieved. The NAV of the Schemes can go up or down depending on factors and forces affecting the Securities Market including fluctuation in interest rates, trading volumes and reinvestment risk. Past performance of the Sponsor/AMC/Mutual Fund is not necessarily indicative of the future performance of the Schemes and may not necessarily provide a basis for comparison with other investments. IDFC Super Saver Income Fund - Investment Plan (IDFC-SSIF-IP) is the name of the Scheme and do not in any manner indicate either the quality of the Scheme, its future prospects or returns. The Sponsor or any of its associates is not responsible or liable for any loss resulting from the operation of the Schemes beyond the corpus of the Trust of Rs.30,000/-.

**Terms of Issue & Load Structure:** IDFC-SSIF-IP: During the continuous offer the AMC calculates and publishes NAVs and offers for sale and redemption of units of the Scheme on all Business days. There is no entry load for IDFC-SSIF Investment Plan (IP) Plan A, Plan B, Plan C and Plan F. Exit Load: IDFC-SSIF-IP - Plan A, Plan B, Plan C & Plan F: 1.00% of NAV on investors who purchase/switch in and seek to redeem/switch out such units within 365 days such from the date of effecting such purchase/switch in. Investors opting for PEP / Dividend reinvestment option / SWP or switch between options will not be levied an exit load. **Minimum Investment:** Rs. 5,000 and in multiples of Re. 1 in Plan A (Regular Plan), Rs. 25 Lakh and in multiples of Re. 1 in Plan B (Institutional Plan), Rs. 5 Crores and in multiples of Re. 1 in Plan C, Rs. 5,000 and in multiples of Re. 1 in Plan F. **Investment Objective:** IDFC-SSIF-IP is an open-ended income scheme, seeking to generate stable returns with a low risk strategy by investing in good quality fixed income securities and money market instruments. However, there can be no assurance that the investment objective of the scheme will be realized. **Statutory Details:** IDFC Mutual Fund has been set up as a trust by Infrastructure Development Finance Company Limited (IDFC) (liability restricted to corpus of Trust of Rs. 30,000) with IDFC AMC Trustee Company Ltd. the trustee and IDFC Asset Management Company Ltd as the investment manager.

Investors in the scheme(s) are not being offered any guaranteed or assured rate of return. Copy of Scheme Information Document and Key Information Memorandum along with application form for all the schemes may be obtained from the office of IDFC Mutual Fund, One India Bulls Centre, 841, Jupiter Mills Compound, Senapati Bapat Marg., Elphinstone Road, (West), Mumbai 400 013. Contact 1-800-226622 for details.

For details please read the respective Scheme Information Document (SID)/ Offer Document (OD) / Statement of Additional Information (SAI) carefully before investing.



# IDFC Super Saver Income Fund- Investment Plan

An Open - Ended Income Fund

## Methodology of Ranking

---

### CRISIL Credit Quality Rating

**IDFC Super Saver Income Fund - Investment Plan: "Credit Quality Rating AAaF"** - The assigned rating AAaF is valid only for "IDFC Super Saver Income Fund - Investment Plan". The rating of CRISIL is not an opinion on the Asset Management Company's willingness or ability to make timely payments to the investor. The rating is also not an opinion on the stability of the NAV of the Fund, which could vary with market developments.

### CRISIL Credit Quality Rating Methodology

CRISIL's credit quality ratings are based on the analysis of the credit risk of securities held by the fund. CRISIL has developed a Credit Quality Matrix to evaluate fund's overall level of protection against losses associated with credit default. The matrix is a set of credit factors and credit scores derived scientifically from CRISIL's rating default and transition rates.

### Morningstar Rating

This Morningstar-sourced information is provided to you by IDFC AMC and is at your own risk. Morningstar is not responsible for any damages or losses arising from any use of this information. Also, this information must not be relied upon without appropriate verification. IDFC AMC informs you as follows: (i) no investment decision should be made in relation to any of the information provided other than on the advice of a professional financial advisor; (ii) past performance is no guarantee of future results; and (iii) the value and income derived from investments can go down as well as up.

The Morningstar fund rating methodology is based on a fund's risk-adjusted return within a given Morningstar category. Morningstar ratings are calculated every month for the 3 year, 5 year and 10 year period. Within each rating period, the top 10% funds receive a five star rating, the next 22.5% earn a four star rating, the next 35% get three stars, the next 22.5% receive two stars, and the bottom 10% get one star. Loads are not considered for the rating purpose. The rating is based on NAV provided by respective funds. The current fund rating is for the 3 year period as of December 31, 2009, IDFC SS Inc IP Fund Growth has been rated 4-Star fund in the category of Intermediate Bond schemes (171 Schemes).