



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)

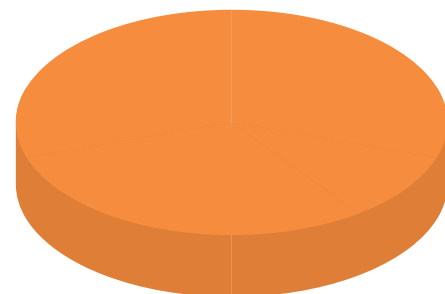
An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years and 7 years

An actively managed bond fund 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

All told and taking into account recent events, it is prudent, for now, to stay with the theme of slower growth and higher market volatilities. In such a scenario, some significant adjustments need to be made to fixed income allocations away from credit and into quality fixed income. Most asset allocation has leaned heavily towards credit over the past few years. This has been consistent with one phase of a cycle and needs to change if the cycle turns. Thus slowing growth and rising volatility is almost always associated with rising credit spreads. This is already happening elsewhere in the world but has barely started in India. Also, as in the case of A and below, in some cases spreads have unjustifiably compressed in India only reflecting lack of liquidity. Thus there is significant price distortion in the lower rated part of the market which first needs to correct to earlier equilibrium and then rise further to reflect the new realities in credit markets.

ASSET QUALITY



AAA Equivalent
100.00%

Fund Features:

Category: Medium to Long Duration

Monthly Avg AUM: ₹730.78 Crores

Inception Date: 14th July 2000

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

Standard Deviation (Annualized): 3.27%

Modified Duration: 6.15 years

Average Maturity: 9.14 years

Yield to Maturity: 7.96%

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

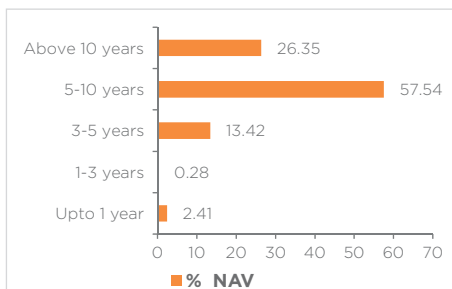
days from the date of allotment: Nil

Options Available: Growth, Dividend

- Quarterly, Half Yearly, Annual &

Periodic

Maturity Bucket:



PORTFOLIO (31 December 2018)

Name	Rating	Total (%)
Government Bond		50.93%
7.17% - 2028 G-Sec	SOV	24.57%
6.68% - 2031 G-Sec	SOV	11.91%
7.59% - 2029 G-Sec	SOV	8.04%
7.88% - 2030 G-Sec	SOV	6.35%
7.73% - 2034 G-Sec	SOV	0.05%
Corporate Bond		34.20%
NABARD	AAA	11.99%
Reliance Industries	AAA	11.78%
REC	AAA	8.34%
Indian Railway Finance Corporation	AAA	2.09%
State Government Bond		13.15%
8.56% Tamil Nadu SDL - 2028	SOV	3.54%
8.5% Gujarat SDL - 2028	SOV	2.40%
8.53% Tamilnadu SDL - 2028	SOV	2.26%
8.17% Gujarat SDL - 2028	SOV	1.38%
7.33% Maharashtra SDL - 2027	SOV	1.32%
8.36% Tamil Nadu SDL - 2028	SOV	1.26%
8.47% Gujarat SDL - 2028	SOV	0.70%
8.05% Tamilnadu SDL - 2028	SOV	0.27%
Net Cash and Cash Equivalent		1.73%
Grand Total		100.00%



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.

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