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QUANTUM LIQUID FUND
(An open ended Liquid Scheme)

Fact Sheet as on 12-Jan-18

Fund Size as on (Rs. in crores) 12-Jan-18	Absolute AUM
DIRECT PLAN GROWTH OPTION	99.7414
DIRECT PLAN DAILY DIVIDEND OPTION	19.7571
DIRECT PLAN MONTHLY DIVIDEND OPTION	3.9603
REGULAR PLAN GROWTH OPTION	1.8062
REGULAR PLAN DAILY DIVIDEND OPTION	0.1723
REGULAR PLAN MONTHLY DIVIDEND OPTION	0.0513
Total	125.4886

Net Asset Value as on 12-Jan-18	(Rs./Unit)
DIRECT PLAN GROWTH OPTION	23.5694
DIRECT PLAN DAILY DIVIDEND OPTION	10.0056
DIRECT PLAN MONTHLY DIVIDEND OPTION	10.0346
REGULAR PLAN GROWTH OPTION	23.5596
REGULAR PLAN DAILY DIVIDEND OPTION	10.0042
REGULAR PLAN MONTHLY DIVIDEND OPTION	10.0340

Weighted Average Maturity (days)	No of days
At the end of the week	41
Modified Duration	38

Sr.No.	Name of Instrument	Rating	Residual Maturity (in days)	Market Value (Rs Lakhs)	% to Net Asset
	DEBT INSTRUMENTS				
	A) Listed/awaiting listing on Stock Exchanges				
i)	Non-Convertible debentures / Bonds			NIL	NIL
	B) Privately Placed/Unlisted			NIL	NIL
	C) Securitized Debt Instruments			NIL	NIL
	Total of Debt instruments			NIL	NIL
	MONEY MARKET INSTRUMENTS				
a)	Commercial Papers (CP)				
1	Export Import Bank of India CP (MD 22/01/2018)	CRISIL A1+	10	998.48	7.96%
2	National Bank For Agri & Rural CP (MD 02/02/2018)	CRISIL A1+	21	996.59	7.94%
3	Small Ind Dev Bank of India CP (MD 31/01/2018)	CRISIL A1+	19	498.48	3.97%
4	Small Ind Dev Bank of India CP (MD 09/02/2018)	CRISIL A1+	28	497.68	3.97%
	Total of Commercial Paper			2,991.23	23.84%
b)	Treasury Bills (T-bill)				
1	91 Days Tbill (MD 08/02/2018)	Sovereign	27	1,991.46	15.87%
2	91 Days Tbill (MD 01/03/2018)	Sovereign	48	1,984.46	15.81%
3	91 Days Tbill (MD 22/03/2018)	Sovereign	69	1,977.34	15.76%
4	91 Days Tbill (MD 15/03/2018)	Sovereign	62	1,484.74	11.83%
5	91 Days Tbill (MD 08/03/2018)	Sovereign	55	991.00	7.90%
5	91 Days Tbill (MD 22/02/2018)	Sovereign	41	496.70	3.96%
	Total of T-Bills			8,925.70	71.13%
c)	Collateralised Borrowing & Lending Obligation (CBLO) *			597.98	4.77%
	Total of Money Market Instruments			12,514.91	99.74%
	Net Receivable / (Payable)			33.95	0.26%
	Grand Total			12,548.86	100.00%

* Cash & cash Equivalents

Quantum Liquid Fund

Bond market extended the bearish run in past week tracking sharp uptick in US treasury yields and crude oil prices. The persistent negative sentiment continued to hurt the risk appetite despite historically wide term spreads post market selloff. During the week, Brent Crude oil price surged to the physiological mark of \$70/barrel which led to bond yields hardening by over 10 basis points across the curve. The old 10 year benchmark bond closed the week at the yield of 7.46% as against 7.33% in the previous week. The new 10year bond sold off more than all other bonds which closed the week at 7.28% vs 7.09% in previous week. We expect that bond yields may remain elevated for some time amid uncertainty over FY2019 fiscal deficit and increased oil prices, but valuation looks attractive at current levels.

CPI inflation surged to 17 months high in December at 5.2% as against 4.9% in November. The rise in headline CPI was primarily due to unfavorable base effect and unseasonal rise in vegetable prices (29% yoy). Fuel & light (7.9% yoy), housing (8.3% yoy) and pan & Tobacco (7.8%) inflation also contributed to the uptick in inflation trajectory. We expect the inflationary pressure to persist in next two quarters despite some moderation in food prices. CPI inflation is likely to move up to 6% by June 2018 and then soften to below 4.5% by year end. The elevated inflation prints and muted growth will keep the RBI on prolonged pause.

Liquidity with commercial banks tightened slightly compared to the last week and stands at surplus of INR 508 billion as of 12th January 2018. Given the increase in government borrowing, liquidity condition will likely tighten in coming months. Short term money market rates are likely to move up as supply of short term papers will increase with reduced liquidity surplus.

Portfolio Strategy

Quantum Liquid Fund

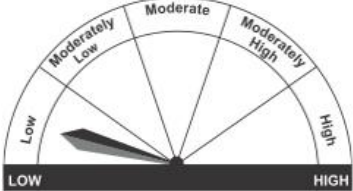
In line with our conservative approach in Liquid Fund the portfolio of QLF is invested in good quality and highly liquid securities with average portfolio maturity of 41 days as of 12th January 2018.

Credit Exposures:

With QLF portfolios continue to comprise of G-secs, T-bills and PSU securities, hence credit risk remains minimal.

Please click [here](#) to access the weekly portfolio disclosures of Quantum Liquid Fund

PRODUCT LABEL

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer
Quantum Liquid Fund (An Open-ended Liquid Scheme)	<ul style="list-style-type: none"> • Income over the short term • Investments in debt / money market instruments 	 <p>Investors understand that their principal will be at Low risk</p>
* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.		

Disclaimer, Statutory Details & Risk Factors:

The views expressed here in this article are for general information and reading purpose only and do not constitute any guidelines and recommendations on any course of action to be followed by the reader. Quantum AMC / Quantum Mutual Fund is not guaranteeing / offering / communicating any indicative yield on investments made in the scheme(s). The views are not meant to serve as a professional guide / investment advice / intended to be an offer or solicitation for the purchase or sale of any financial product or instrument or mutual fund units for the reader. The article has been prepared on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst no action has been solicited based upon the information provided herein, due care has been taken to ensure that the facts are accurate and views given are fair and reasonable as on date. Readers of this article should rely on information/data arising out of their own investigations and advised to seek independent professional advice and arrive at an informed decision before making any investments.

Mutual fund investments are subject to market risks read all scheme related documents carefully.

Please visit – www.QuantumMF.com to read scheme specific risk factors. Investors in the Scheme(s) are not being offered a guaranteed or assured rate of return and there can be no assurance that the schemes objective will be achieved and the NAV of the scheme(s) may go up and down depending upon the factors and forces affecting securities market. Investment in mutual fund units involves investment risk such as trading volumes, settlement risk, liquidity risk, default risk including possible loss of capital. Past performance of the sponsor / AMC / Mutual Fund does not indicate the future performance of the Scheme(s). **Statutory Details:** Quantum Mutual Fund (the Fund) has been constituted as a Trust under the Indian Trusts Act, 1882. **Sponsor:** Quantum Advisors Private Limited. (liability of Sponsor limited to Rs. 1,00,000/-) **Trustee:** Quantum Trustee Company Private Limited. **Investment Manager:** Quantum Asset Management Company Private Limited. The Sponsor, Trustee and Investment Manager are incorporated under the Companies Act, 1956.