

Portfolio Published as on 18 June 2018

QUANTUM LIQUID FUND
(An Open Ended Liquid Scheme)

Fact Sheet as on 15-Jun-18

Fund Size as on (Rs. in crores) 15-Jun-18	Absolute AUM
DIRECT PLAN GROWTH OPTION	116.0757
DIRECT PLAN DAILY DIVIDEND OPTION	17.9765
DIRECT PLAN MONTHLY DIVIDEND OPTION	4.2447
REGULAR PLAN GROWTH OPTION	2.1516
REGULAR PLAN DAILY DIVIDEND OPTION	0.0994
REGULAR PLAN MONTHLY DIVIDEND OPTION	0.0618
Total	140.6097

Net Asset Value as on 15-Jun-18	(Rs./Unit)
DIRECT PLAN GROWTH OPTION	24.1912
DIRECT PLAN DAILY DIVIDEND OPTION	10.0094
DIRECT PLAN MONTHLY DIVIDEND OPTION	10.0427
REGULAR PLAN GROWTH OPTION	24.1758
REGULAR PLAN DAILY DIVIDEND OPTION	10.0042
REGULAR PLAN MONTHLY DIVIDEND OPTION	10.0420

Weighted Average Maturity (days)	No of days
At the end of the week	48
Modified Duration	45

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	Small Ind Dev Bank of India CP (MD 23/07/2018)	CRISIL A1+	38	992.85	7.06%
2	National Bank For Agri & Rural CP (MD 31/07/2018)	CRISIL A1+	46	991.14	7.05%
1	Export Import Bank of India CP (MD 13/08/2018)	CRISIL A1+	59	988.84	7.03%
	Total of Commercial Paper			2,972.83	21.14%
b)	Treasury Bills (T-bill)				
1	21 Days CMB (MD 26/06/2018)	Sovereign	11	1,996.61	14.20%
2	91 Days Tbill (MD 16/08/2018)	Sovereign	62	1,978.57	14.07%
3	91 Days Tbill (MD 30/08/2018)	Sovereign	76	1,973.72	14.04%
4	91 Days Tbill (MD 19/07/2018)	Sovereign	34	994.30	7.07%
5	91 Days Tbill (MD 06/09/2018)	Sovereign	83	985.61	7.01%
6	91 Days Tbill (MD 26/07/2018)	Sovereign	41	496.55	3.53%
7	70 Days CMB (MD 21/08/2018)	Sovereign	67	1,482.63	10.54%
	Total of T-Bills			9,907.99	70.46%
c)	Collateralised Borrowing & Lending Obligation (CBLO) *			1,145.04	8.14%
	Total of Money Market Instruments			14,025.86	99.74%
	Net Receivable / (Payable)			35.10	0.26%
	Grand Total			14,060.96	100.00%

* Cash & cash Equivalents

Quantum Liquid Fund

CPI inflation accelerated to 4.9% in May'18 vs 4.6% in April'18. Though, the surge was mainly on account of unfavorable base effect, a sharp inflationary momentum witnessed in non-food non-fuel inflation which rose by 6.2% in May. The WPI also rose sharply in May'18 to 4.4% as against 3.2% in April'18. Given the base effect, the headline CPI inflation may top out near 5.2% in June'18 and then soften in Q2 and Q3 of FY19.

Bond Market started the week on cautious note ahead of inflation data and monetary policy announcements by three major central banks the US Fed, ECB and BOJ. Although inflation moved up sharply compared to previous months, it was broadly in line with the market expectation and did not affect the yields much. The 10 year government bond stayed in a tight band near 8% mark for major part of the week. The US Fed raised the Federal Fund rate by 25 bps and the ECB announced to reduce the asset purchases after Sep'18 to EUR 15 bln/month (currently ECB buying EUR 30 bln/month expiring in Sep'18) till Dec'18 and end the program thereafter. The crude oil prices slide below \$75/barrel on media reports that Saudi Arabia and Russia will relax the supply restrictions in the OPEC meeting next week. This led to sharp fall in bond yields by the weekend. The yield on the 10 year government bond fell by 10 bps from the top to end the week at 7.89% vs 7.95% in the previous week. The 10 year government bond yield will likely remain in the 7.7% - 8.0% range for now and move above towards 8.25% if the markets expect RBI to hike by more than 50 bps.

Liquidity situation tightened during the week on account of advance tax payments and cash management bills issued by the RBI. Commercial banks parked on an average Rs. 385 bln with the RBI under liquidity adjustment facility against Rs. 791 bln in the previous week. The liquidity situation will likely ease by month end as government spending usually picks up during this period. Although the overall liquidity situation appears in surplus, but pockets of PSU banks under Prompt Corrective Action (PCA) cannot lend and have surplus liquidity while some other banks witnessing credit growth do not have that excess liquidity. This asymmetric distribution of liquidity and limitations of Call Money Market to address this dispersion have kept the short term money market rates elevated in last few months. Despite the easy liquidity situation, short term rates may remain elevated in absence of the RBI intervention.

Portfolio Strategy

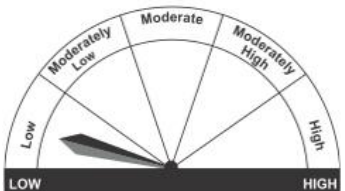
Quantum Liquid Fund (QLF)

In line with our conservative approach the portfolio of QLF is invested in good quality and highly liquid securities with an average portfolio maturity of 48 days as of 15th June 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.