

Portfolio Published on 18th May 2020

QUANTUM LIQUID FUND					
(An Open Ended Liquid Scheme)					
Fact Sheet as on 15-May-2020					
Fund Size as on (Rs. in crores) 15-May-2020		Absolute AUM			
DIRECT PLAN GROWTH OPTION		241.2213			
DIRECT PLAN DAILY DIVIDEND OPTION		38.1956			
DIRECT PLAN MONTHLY DIVIDEND OPTION		2.1455			
REGULAR PLAN GROWTH OPTION		35.3623			
REGULAR PLAN DAILY DIVIDEND OPTION		16.7916			
REGULAR PLAN MONTHLY DIVIDEND OPTION		0.0567			
Total		333.7730			
Net Asset Value as on 15-May-2020		(Rs./Unit)			
DIRECT PLAN GROWTH OPTION		27.0527			
DIRECT PLAN DAILY DIVIDEND OPTION		10.0072			
DIRECT PLAN MONTHLY DIVIDEND OPTION		10.0275			
REGULAR PLAN GROWTH OPTION		27.0019			
REGULAR PLAN DAILY DIVIDEND OPTION		10.0020			
REGULAR PLAN MONTHLY DIVIDEND OPTION		10.0257			
Weighted Average Maturity (days)		No of days			
At the end of the week		31.69			
Modified Duration		29.77			
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					
1	8.27% GOI (MD 09/06/2020)	Sovereign	25	2,507.09	7.51%
b Privately Placed/Unlisted					
				NIL	NIL
c Securitized Debt Instruments					
				NIL	NIL
Total of Debt instruments				2,507.09	7.51%
MONEY MARKET INSTRUMENTS					
a Commercial Papers (CP)					
				NIL	NIL
Total of CP				NIL	NIL
b Certificate of Deposits (CD)					
				NIL	NIL
Total of CD				NIL	NIL
c Treasury Bills (T-bill)					
1	84 Days CMB (MD 23/06/2020)	Sovereign	39	4,983.14	14.93%
2	182 Days Tbill (MD 21/05/2020)	Sovereign	6	2,998.68	8.98%
3	91 Days Tbill (MD 04/06/2020)	Sovereign	20	2,495.78	7.48%
4	91 Days Tbill (MD 11/06/2020)	Sovereign	27	2,494.23	7.47%
5	77 Days CMB (MD 16/06/2020)	Sovereign	32	2,493.01	7.47%
6	91 Days Tbill (MD 25/06/2020)	Sovereign	41	2,491.11	7.46%
7	91 Days Tbill (MD 16/07/2020)	Sovereign	62	2,486.10	7.45%
8	91 Days Tbill (MD 07/08/2020)	Sovereign	84	2,481.10	7.43%
9	91 Days Tbill (MD 28/05/2020)	Sovereign	13	1,997.89	5.99%
10	182 Days Tbill (MD 09/07/2020)	Sovereign	55	1,492.60	4.47%
Total of T-Bills				26,413.64	79.13%
d TREPS *					
				4,336.48	12.99%
Total of Money Market Instruments				30,750.12	92.12%
Net Receivable / (Payable)				120.09	0.37%
Grand Total				33,377.30	100.00%

* Cash & cash Equivalents

Quantum Liquid Fund

Last week started with a negative news for the bond market. Over the weekend, the central government announced to increase its market borrowings from Rs. 7.8 trillion to Rs. 12 trillion. This led to bonds opening at yields of 15-25 basis points higher on Monday. However, it erased most of the losses on subsequent trading sessions backed by a hope of the RBI buying much of the incremental supply through open market operations.

During the week the government also announced an economic package covering monetary and fiscal measures to the tune of Rs. 20 trillion (10% of GDP). Though it looks big in gross value, a deeper look at the design suggests that the immediate impact on the fiscal deficit would be limited to about Rs. 2.6 trillion (1.3% of GDP). Bond market remained unaffected by this announcement and traded with a positive bias in the later part of the week. At closing, the 10year benchmark government bond closed at the yield of 6.08% as against 5.96% in the previous week.

In short term, bond yields trajectory will be determined by the amount of bond buying and rate cuts by the RBI. The bond market doesn't have capacity to absorb such large increase in market borrowing and there is a hope that the RBI will buy a substantial chunk of government bonds through OMOs. Additionally, the market will also look for additional bond raising by states. The central government has given a conditional approval to increase states borrowing limits by 2% of state's GDP. This could lead to another Rs. 4 trillion of bond supply by state governments.

Portfolio Outlook

Quantum Liquid Fund (QLF)

Given the low overnight rates and excess liquidity situation, returns from overnight and liquid funds will remain muted. However, we still advise investors to not hunt for returns from this category and always prioritize safety and liquidity over returns while investing in liquid funds.

In Quantum Liquid Fund we have not taken any exposure in private sector companies and invested only in government securities, treasury bills and highest quality instruments issued by public sector undertakings (PSU) which are shortlisted under our proprietary credit research and review process.

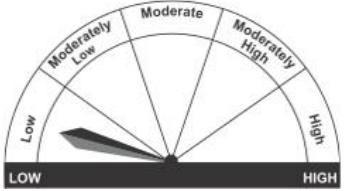
Credit Exposures:

With the QLF and QDBF portfolios continuing 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

Data Source: RBI

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>
<p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>		

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.