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QUANTUM DYNAMIC BOND FUND					
(An Open Ended Dynamic Debt Scheme Investing Across Duration)					
Fact Sheet as on 27-Nov-2020					
<b>Fund Size as on (Rs. in crores) 27-Nov-2020</b>		<b>Absolute AUM</b>			
DIRECT PLAN GROWTH OPTION		69.1524			
DIRECT PLAN MONTHLY DIVIDEND OPTION		0.6507			
REGULAR PLAN GROWTH OPTION		2.6601			
REGULAR PLAN MONTHLY DIVIDEND OPTION		0.0115			
<b>Total</b>		<b>72.4747</b>			
<b>Net Asset Value as on 27-Nov-2020</b>		<b>(Rs./Unit)</b>			
DIRECT PLAN GROWTH OPTION		16.2593			
DIRECT PLAN MONTHLY DIVIDEND OPTION		10.4046			
REGULAR PLAN GROWTH OPTION		16.1936			
REGULAR PLAN MONTHLY DIVIDEND OPTION		10.4968			
<b>Weighted Average Maturity</b>		<b>No of years</b>			
At the end of the week		7.72			
Modified Duration		5.81			
Sr.No.	Name of Instrument	Rating	Residual Maturity (in days)	Market Value (Rs Lakhs)	% to Net Asset
	<b>DEBT INSTRUMENTS</b>				
<b>a</b>	Listed/awaiting listing on Stock Exchanges				
<b>i)</b>	<b>Non-Convertible debentures / Bonds</b>				
1	6.4% NABARD Sr 20K NCD (MD 31/07/2023)	ICRA AAA	976	523.26	7.22%
	<b>Total of NCD</b>			<b>523.26</b>	<b>7.22%</b>
<b>ii)</b>	<b>Government Securities</b>				
1	5.77% GOI (MD 03/08/2030)	Sovereign	3536	3,958.70	54.62%
2	7.17% GOI (MD 08/01/2028)	Sovereign	2598	2,266.01	31.27%
3	7.37% GOI (MD 16/04/2023)	Sovereign	870	53.62	0.74%
	<b>Total of Government Securities</b>			<b>6,278.33</b>	<b>86.63%</b>
<b>b</b>	<b>Privately Placed/Unlisted</b>			<b>NIL</b>	<b>NIL</b>
<b>c</b>	<b>Securitized Debt Instruments</b>			<b>NIL</b>	<b>NIL</b>
	<b>Total of Debt instruments</b>			<b>6,801.59</b>	<b>93.85%</b>
	<b>MONEY MARKET INSTRUMENTS</b>				
<b>a</b>	<b>Commercial Papers (CP)</b>			<b>NIL</b>	<b>NIL</b>
	<b>Total of CP</b>			<b>NIL</b>	<b>NIL</b>
<b>b</b>	<b>Certificate of Deposits (CD)</b>			<b>NIL</b>	<b>NIL</b>
	<b>Total of CD</b>			<b>NIL</b>	<b>NIL</b>
<b>c</b>	<b>Treasury Bills (T-bill)</b>			<b>NIL</b>	<b>NIL</b>
	<b>Total of T-Bills</b>			<b>NIL</b>	<b>NIL</b>
<b>d</b>	<b>TREPS *</b>			<b>286.87</b>	<b>3.96%</b>
	<b>Total of Money Market Instruments</b>			<b>286.87</b>	<b>3.96%</b>
	<b>Net Receivable / (Payable)</b>			<b>159.01</b>	<b>2.19%</b>
	<b>Grand Total</b>			<b>7,247.47</b>	<b>100.00%</b>

\* Cash & cash Equivalents

# Quantum Dynamic Bond Fund

## **Bond Yields Edged Higher**

Bond market continued to remain lackluster in absence of fresh triggers. Market remained steady but edged higher towards the week closing as the RBI took a break from its weekly OMO / Twist. Additionally, crude oil prices jumped past USD 48 per barrel during the week following encouraging development on potential COVID vaccines. In the weekly debt sale auction of government securities RBI set the cut off the new 10 year in line with market expectation at 5.85%.

On macro data front, India's GDP contracted by 7.5% a year for the quarter July – September 2020. This came in better than market expectation of -8.0% to -10.0% growth.

We expect the MPC to keep policy rates unchanged in the upcoming monetary policy scheduled on Dec 2 to Dec 4. However, given the fragility of the economic recovery the RBI will likely maintain an accommodative stance. It would be crucial to see how the RBI view the current liquidity situation and influx of foreign capital into Indian markets. If forex inflows continue, the RBI may be forced to absorb a part of liquidity surplus for slightly longer period.

## **Liquidity Keeping Rates Low**

Liquidity condition remained in high surplus. The amount under reverse repo continue to remain above Rs. 6.0 trillion.

Money Market yields came down sharply in the last 3-4 weeks. Yield on treasury bills of 2-3 months maturities fell from ~3.15% at start of the Nov to 2.85% - 2.90% range.

We expect that the RBI is likely to maintain surplus liquidity conditions until we get a sustained revival in economic activity. Abundant liquidity and potential rate cuts will likely keep yields on short term treasury bills and PSU papers suppressed near reverse repo rate.

## **Portfolio Outlook**

### **Quantum Dynamic Bond Fund**

In the Quantum Dynamic Bond 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. However, the fund does take interest rate risk depending on our assessment of the market outlook.

As on 27<sup>th</sup> November 2020, the average maturity of Quantum Dynamic Bond Fund was 7.72 years and modified duration of 5.81.

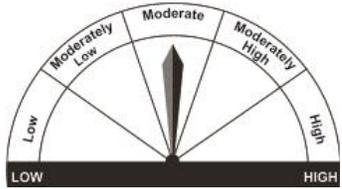
### **Credit Exposures:**

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 Dynamic Bond Fund.

**Data Source: RBI**

**PRODUCT LABEL**

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer
<p>Quantum Dynamic Bond Fund</p> <p>(An Open Ended Dynamic Debt Scheme Investing Across Duration)</p>	<ul style="list-style-type: none"> <li>• Regular income over short to medium term and capital appreciation</li> <li>• Investment in Debt / Money Market Instruments / Government Securities.</li> </ul>	 <p>Investors understand that their principal will be at Moderate 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:**

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

Please visit - [www.QuantumAMC.com](http://www.QuantumAMC.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.