

QUANTUM DYNAMIC BOND FUND

An Open Ended Dynamic Debt Scheme Investing Across Duration

Fact Sheet as on 24-Dec-2020

Fund Size as on (Rs. in crores) 24-Dec-2020	Absolute AUM
DIRECT PLAN GROWTH OPTION	71.0641
DIRECT PLAN MONTHLY DIVIDEND OPTION	0.6747
REGULAR PLAN GROWTH OPTION	2.7769
REGULAR PLAN MONTHLY DIVIDEND OPTION	0.0106
Total	74.5263

Net Asset Value as on 24-Dec-2020 (Rs./Unit)

Net asset value as on 24-Dec-2020	NAV
DIRECT PLAN GROWTH OPTION	16.2964
DIRECT PLAN MONTHLY DIVIDEND OPTION	10.4284
REGULAR PLAN GROWTH OPTION	16.2292
REGULAR PLAN MONTHLY DIVIDEND OPTION	10.5162

Weighted Average Maturity

	No of years
At the end of the week	7.82
Modified Duration	5.84

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				
1. 6.4% NABARD Sr 20K NCD (MD 31/07/2023)	ICRA AAA	949	521.64	7.00%
Total of NCD			521.64	7.00%
ii. Government Securities				
1. 5.77% GOI (MD 03/08/2030)	Sovereign	3509	3948.77	52.98%
2. 6.45% GOI (MD 07/10/2029)	Sovereign	3209	2061.73	27.66%
3. 7.17% GOI (MD 08/01/2028)	Sovereign	2571	107.93	1.45%
4. 7.37% GOI (MD 16/04/2023)	Sovereign	843	53.54	0.72%
Total of Government Securities			6171.97	82.81%
B. Privately Placed/Unlisted			NIL	NIL
C. Securitized Debt Instruments			NIL	NIL
Total of Debt Instruments			6693.61	89.81%
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)			NIL	NIL
Total of T-Bills			NIL	NIL
D. TREPS *			608.76	8.17%
Total of Money Market Instruments			608.76	8.17%
Net Receivable/(payable)			150.26	2.02%
Grand Total			7452.63	100%

* Cash & cash Equivalents

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📌 Bond Market Remains Lackluster

Indian Bond market remained stuck in a narrow range with lackluster trading volumes due to lack of fresh cues. During the week bonds sold-off marginally tracking a marginal jump in crude oil prices and US treasuries post BREXIT deal. The RBI once again used the weekly debt auction to give yield signal to the market. It did not accept any bid in the benchmark 10-Year government bond to show its discomfort with the yield levels. The yield on the 10-Year paper fell by about 5 basis points after the auction cut off announcement.

On weekly closing the 10-Year benchmark government bond (5.85% GS 2030) closed at yield of 5.88% vs previous week's closing at 5.91%. We believe that RBI will continue to conduct OMOs/ Ops. twists which will put a cap on long term bond yields.

₹ Liquidity Keeping Rates Low

Liquidity condition remains in high surplus. The amount under reverse repo is still near Rs. 6 trillion which has come down from over Rs. 7 trillion at start of the month. The reduction in excess liquidity was mainly on account of outflows of the advance tax payments. This liquidity is expected to come back by the month end as government starts spending.

Money market yields came down during the week. Yield on treasury bills of 2-3 month maturities came down to 3.10% from about 3.12% in the previous week.

We are of the view that the RBI will maintain surplus liquidity conditions until economic growth recovers significantly. Abundant liquidity will continue to keep yields on short term treasury bills and PSU papers suppressed near reverse repo rate.

📁 Portfolio Outlook

Quantum Dynamic Bond Fund (QDBF)

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.

Given the steep yield curve and RBI's tactical support to the long duration bonds, QDBF portfolio is positioned into 8-10 Year maturity government bonds for better accrual. This is a tactical position and we continue to look to trading opportunities within a narrow band.

As on December 24,2020, the average maturity of Quantum Dynamic Bond Fund is 7.82 years and modified duration of 5.84.

📌 Credit Exposures:

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

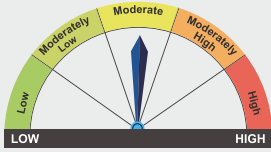
Please [click here](#) to access the weekly portfolio disclosures of Quantum Dynamic Bond Fund.

Data Source: RBI

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Product Labeling

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