

Portfolio Published on 27th July 2020

QUANTUM LIQUID FUND (An Open Ended Liquid Scheme)					
Fact Sheet as on 24-Jul-2020					
Fund Size as on (Rs. in crores) 24-Jul-2020		Absolute AUM			
DIRECT PLAN GROWTH OPTION		270.7716			
DIRECT PLAN DAILY DIVIDEND OPTION		63.3628			
DIRECT PLAN MONTHLY DIVIDEND OPTION		2.2885			
REGULAR PLAN GROWTH OPTION		48.3598			
REGULAR PLAN DAILY DIVIDEND OPTION		16.8440			
REGULAR PLAN MONTHLY DIVIDEND OPTION		0.0507			
Total		401.6774			
Net Asset Value as on 24-Jul-2020		(Rs./Unit)			
DIRECT PLAN GROWTH OPTION		27.2134			
DIRECT PLAN DAILY DIVIDEND OPTION		10.0060			
DIRECT PLAN MONTHLY DIVIDEND OPTION		10.0327			
REGULAR PLAN GROWTH OPTION		27.1571			
REGULAR PLAN DAILY DIVIDEND OPTION		10.0010			
REGULAR PLAN MONTHLY DIVIDEND OPTION		10.0308			
Weighted Average Maturity (days)		No of days			
At the end of the week		41			
Modified Duration		39			
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			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)			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	91 Days Tbill (MD 03/09/2020)	Sovereign	41	4,982.29	12.40%
2	91 Days Tbill (MD 17/09/2020)	Sovereign	55	4,976.30	12.39%
3	84 Days CMB (MD 20/08/2020)	Sovereign	27	4,489.61	11.18%
4	91 Days Tbill (MD 27/08/2020)	Sovereign	34	3,988.28	9.93%
5	91 Days Tbill (MD 22/10/2020)	Sovereign	90	3,968.45	9.88%
6	91 Days Tbill (MD 30/07/2020)	Sovereign	6	3,498.46	8.71%
7	91 Days Tbill (MD 07/08/2020)	Sovereign	14	2,497.16	6.22%
8	91 Days Tbill (MD 10/09/2020)	Sovereign	48	2,489.68	6.20%
9	91 Days Tbill (MD 24/09/2020)	Sovereign	62	2,486.66	6.19%
10	91 Days Tbill (MD 13/08/2020)	Sovereign	20	1,996.62	4.97%
11	182 Days Tbill (MD 24/09/2020)	Sovereign	62	1,492.00	3.71%
12	91 Days Tbill (MD 15/10/2020)	Sovereign	83	992.75	2.47%
Total of T-Bills				37,858.26	94.25%
d	TREPS *			4,778.93	11.90%
Total of Money Market Instruments				42,637.19	106.15%
Net Receivable / (Payable)				(2,469.45)	(6.15%)
Grand Total				40,167.74	100.00%

* Cash & cash Equivalents

Quantum Liquid Fund

Bond market awaits for fresh trigger:

The Indian bond market continues to trade in a narrow range. The next cue could be from the monetary policy meeting to be announced early next month. Considering the elevated Consumer Inflation (CPI) number which remains higher than RBI's target of 4%, the hopes of a rate cut have faded away. The weak fiscal position amid large tax revenue shortfalls increases the fear of excess bond supply fear and will further weigh on the bond market sentiment. These two aspects may put some upward pressure on bond yields.

The 10Y benchmark 5.79% GS 2030 closed at 5.82% vs 5.80% previous week. At current levels, we believe the market is already factoring in large bond purchases by the RBI. Thus we do not expect bond yields to decline materially when it happens. The trajectory of the bond yields will be dependent on the quantum and timing of these RBI OMOs.

We maintain our cautious stance on the bond markets especially on the longer maturity bonds which tend to fall more in price terms when market interest rate (yield) rises. We expect the increased supply of government bonds will put upward pressure on the long term yields while the shorter maturities bonds may remain supported by easy liquidity conditions and potential rate cuts.

Abundant liquidity keeping money markets rates low

Yield on short term treasury bills and PSU papers remain low and flat. The rate on 2-3 months treasury bills were in the range of 3.18%-3.24%.

We are of the view that the RBI will maintain surplus liquidity conditions until we get material revival in economic activity. Abundant liquidity will likely keep yields on short term treasury bills and PSU papers suppressed near the reverse repo rate.

Portfolio Outlook

Quantum Liquid Fund (QLF)

Given the low overnight rates and excess liquidity situation, returns from 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.

As on 24th July 2020, the average maturity of Quantum Liquid Fund is 41 days.

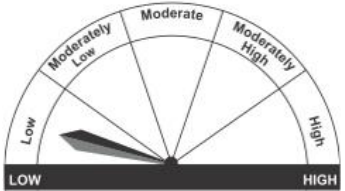
Credit Exposures:

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>
* 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.