

Portfolio Published on 14th December 2020

QUANTUM DYNAMIC BOND FUND					
(An Open Ended Dynamic Debt Scheme Investing Across Duration)					
Fact Sheet as on 11-Dec-2020					
Fund Size as on (Rs. in crores) 11-Dec-2020		Absolute AUM			
DIRECT PLAN GROWTH OPTION		70.4872			
DIRECT PLAN MONTHLY DIVIDEND OPTION		0.6834			
REGULAR PLAN GROWTH OPTION		2.8769			
REGULAR PLAN MONTHLY DIVIDEND OPTION		0.0139			
Total		74.0614			
Net Asset Value as on 11-Dec-2020		(Rs./Unit)			
DIRECT PLAN GROWTH OPTION		16.2639			
DIRECT PLAN MONTHLY DIVIDEND OPTION		10.4076			
REGULAR PLAN GROWTH OPTION		16.1975			
REGULAR PLAN MONTHLY DIVIDEND OPTION		10.4992			
Weighted Average Maturity		No of years			
At the end of the week		7.51			
Modified Duration		5.64			
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				
1	6.4% NABARD Sr 20K NCD (MD 31/07/2023)	ICRA AAA	962	522.62	7.06%
	Total of NCD			522.62	7.06%
ii)	Government Securities				
1	5.77% GOI (MD 03/08/2030)	Sovereign	3522	3,947.80	53.30%
2	7.17% GOI (MD 08/01/2028)	Sovereign	2584	2,264.68	30.58%
3	7.37% GOI (MD 16/04/2023)	Sovereign	856	53.53	0.72%
	Total of Government Securities			6,266.01	84.60%
b	Privately Placed/Unlisted			NIL	NIL
c	Securitized Debt Instruments			NIL	NIL
	Total of Debt instruments			6,788.63	91.66%
	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 *			441.15	5.96%
	Total of Money Market Instruments			441.15	5.96%
	Net Receivable / (Payable)			176.35	2.38%
	Grand Total			7,406.13	100.00%

* Cash & cash Equivalents

Quantum Dynamic Bond Fund

RBI's Support Failed to Cheer the Bond Market

Indian Bond market started on a weaker note and was trading in narrow band in absence fresh triggers. Yields have been moving up for last few weeks. Participants were keenly awaiting for the RBI to restart its Open market operations (OMO) or Operation Twist to protect long term yields from rising too much. The RBI on Friday announced an operation twist worth Rs. 100 Billion to purchase long term bonds and sell short term bond at the same time. Bond market celebrated immediately post the announcement but the excitement faded away quickly and market sold off by the session end.

On weekly closing the New 10-Year benchmark government bond (5.85% GS 2030) closed at yield of 5.89% vs previous week's closing at 5.82%. We believe that RBI will continue to conduct OMOs/twists which will put a cap on long term bond yields.

Liquidity Keeping the Rates Low

Liquidity condition remained in high surplus. The amount under reverse repo increased to more Rs. 7 Trillion.

Yield on treasury bills of 2-3 Months maturities moved up marginally from about 3.00% in the previous week to about 3.08% on Friday December 11, 2020.

We expect that the RBI will maintain surplus liquidity conditions until we get a sustained revival in economic activity. 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 11th 2020, the average maturity of Quantum Dynamic Bond Fund is 7.5 years and modified duration of 5.64.

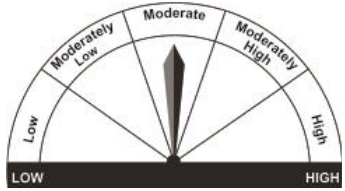
Credit Exposures:

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"> • Regular income over short to medium term and capital appreciation • Investment in Debt / Money Market Instruments / Government Securities. 	 <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 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.