

Kotak Bond Fund

An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years and 7 years. A relatively high interest rate risk and moderate credit risk.

30th November 2024



Fund Facts

Allotment Date: 25th November, 1999.

Benchmark: CRISIL Medium to Long Duration Debt A-III Index (Tier-1)

NIFTY Medium to Long Duration Debt Index (Tier-2)

AUM: ₹2,033.82 crs

Exit Load: Nil (applicable for all plans)



Fund Manager*

Mr. Abhishek Bisen



Minimum Investment Amount

Initial & Additional Investment
₹100 and any amount thereafter

Systematic Investment Plan (SIP)
₹100 and any amount thereafter

Ideal Investments Horizon
2-3 years



Risk Ratios^{\$}

Standard Deviation: 1.80%



Total Expense Ratio**

Regular Plan: 1.64%

Direct Plan: 0.69%



About Kotak Bond Fund

- The fund is suitable for investors who are looking to invest in fund with the Macaulay duration of the portfolio is between 4 years and 7 years.
- The scheme offers a play on interest rates by managing duration actively
- The portfolio is well diversified with a mix of good credit quality debentures, bonds and government securities.



Portfolio Action

- Bond portfolio is around ~100% of SOV, AAA rated assets or equivalent rated securities (data as on 30th Nov, 2024).
- We took duration closer to higher end of the band which is 7.
- U.S. Fed reduced interest rates by 75 bps since September 2024. Fed's dot plot now signals another 25 bps cut in December 2024, with a total of 100 bps in CY2024, and a further 100 bps by CY2025, representing a total reduction of 200 bps from the peak.
- In its recent policy, RBI kept the repo rate and stance unchanged. However, to address the recent liquidity crunch, it announced a 50 bps cut in the CRR in two tranches, which is expected to inject ₹1.16 lakh crore into the banking system.
- We expect a gradual rate-cutting cycle to commence in February 2025, with expectations of a 50 bps cut spread over the rate-cutting cycle.

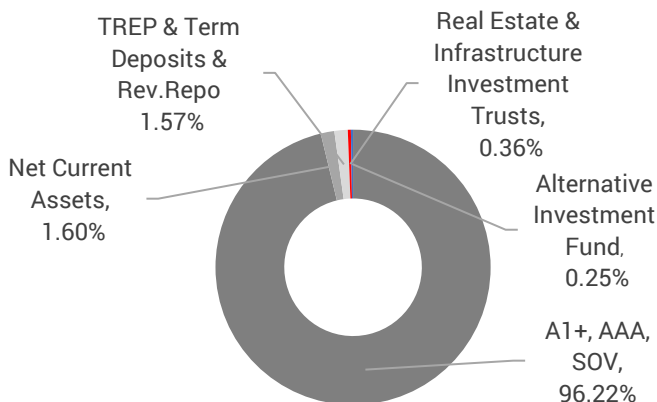


Debt Quants^{^^}

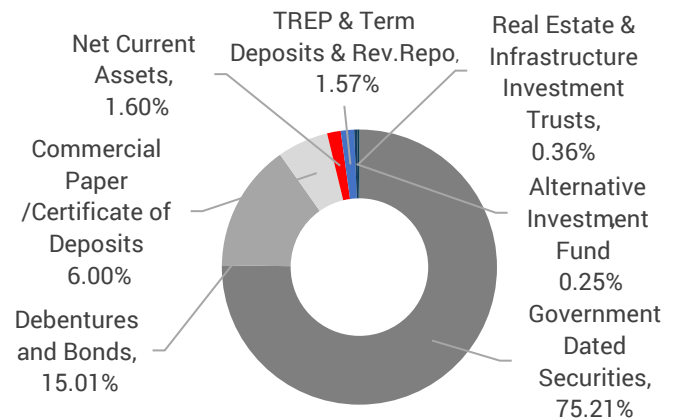
Particulars	30 th Nov 24	31 st Oct 24	30 th Sep 24
Avg. Maturity (in yrs)	12.64	11.67	13.91
Modified Duration	6.24	6.02	6.46
Macaulay Duration	6.48	6.24	6.69
Yield (in %)	7.10	7.04	7.05

*in case of semi annual YTM, it will be annualized.

Rating Profile^{^^}



Portfolio Allocation^{^^}



Top 10 Holdings^{^^}

Issuer/Instrument	% to Net Assets
7.18% Central Government	16.91%
7.32% Central Government	13.64%
7.25% Central Government	7.18%
7.02% Central Government	7.04%
HDFC Bank Ltd.	6.25%

Issuer/Instrument	% to Net Assets
Punjab National Bank	6.00%
7.30% Central Government	5.57%
7.93% Central Government(^)	5.57%
7.37% Central Government	5.03%
7.34% Central Government	3.22%

Scheme Performance - Regular Plan Growth Option

Nov 25, 1999	Kotak Bond Fund - Reg - Growth	(Tier 1) CRISIL Medium to Long Duration Debt A-III Index #	Alpha (Tier 1)	(Tier 2) NIFTY Medium to Long Duration Debt Index #	Alpha (Tier 2)	CRISIL 10 Year Gilt ##	Kotak Bond Fund - Reg - Growth (₹)	CRISIL Medium to Long Duration Debt A-III Index # (₹)	NIFTY Medium to Long Duration Debt Index # (₹)	CRISIL 10 Year Gilt ## (₹)
Since Inception	8.29%	8.93%	-0.63%	NA	NA	NA	73,454	84,995	NA	NA
Last 1 Year	9.01%	9.33%	-0.32%	9.16%	-0.15%	10.39%	10,901	10,933	10,916	11,039
Last 3 Years	5.27%	5.68%	-0.41%	5.89%	-0.62%	5.56%	11,666	11,803	11,872	11,762
Last 5 Years	6.19%	6.73%	-0.54%	6.89%	-0.70%	5.48%	13,508	13,857	13,961	13,059

Scheme Inception date is 25/11/1999. Mr. Abhishek Bisen has been managing the fund since 01/04/2008. Different plans have different expense structure. The performance details provided herein are of regular plan, Past performance may or may not be sustained in future. All payouts during the period have been reinvested in the units of the scheme at the then prevailing NAV. Returns >= 1 year: CAGR (Compounded Annualised Growth Rate). Note: Point to Point (PTP) Returns in INR shows the value of 10,000/- investment made at inception. Source: ICRA MFI Explorer. # Name of Scheme Benchmark. ## Name of Additional Benchmark. Alpha is difference of scheme return with benchmark return.

Scheme Performance - Direct Plan Growth Option

Jan 01, 2013	Kotak Bond Fund - Dir - Growth	(Tier 1) CRISIL Medium to Long Duration Debt A-III Index #	Alpha (Tier 1)	(Tier 2) NIFTY Medium to Long Duration Debt Index #	Alpha (Tier 2)	CRISIL 10 Year Gilt ##	Kotak Bond Fund - Dir - Growth (₹)	CRISIL Medium to Long Duration Debt A-III Index # (₹)	NIFTY Medium to Long Duration Debt Index # (₹)	CRISIL 10 Year Gilt ## (₹)
Since Inception	7.85%	7.92%	-0.07%	7.71%	0.15%	6.57%	24,619	24,814	24,226	21,338
Last 1 Year	10.12%	9.33%	0.79%	9.16%	0.96%	10.39%	11,012	10,933	10,916	11,039
Last 3 Years	6.43%	5.68%	0.75%	5.89%	0.54%	5.56%	12,056	11,803	11,872	11,762
Last 5 Years	7.34%	6.73%	0.61%	6.89%	0.45%	5.48%	14,257	13,857	13,961	13,059

Scheme Inception date is 25/11/1999. Scheme Inception date for Direct Plan Growth Option is 01/01/2013. Mr. Abhishek Bisen has been managing the fund since 01/04/2008. Different plans have different expense structure. The performance details provided herein are of direct plan, Past performance may or may not be sustained in future. All payouts during the period have been reinvested in the units of the scheme at the then prevailing NAV. Returns >= 1 year: CAGR (Compounded Annualised Growth Rate). Note: Point to Point (PTP) Returns in INR shows the value of 10,000/- investment made at inception. Source: ICRA MFI Explorer. # Name of Scheme Benchmark. ## Name of Additional Benchmark. Alpha is difference of scheme return with benchmark return.

SIP Performance - Regular Plan Growth Option

Monthly SIP of Rs 10,000	Since Inception	10 Years	7 Years	5 Years	3 Years	1 Year
Total amount invested (₹)	30,10,000	12,00,000	8,40,000	6,00,000	3,60,000	1,20,000
Total Value as on 29 November 2024 (₹)	86,02,040	16,68,518	10,55,743	6,98,567	4,00,791	1,25,192
Scheme Returns (%)	7.54	6.42	6.44	6.03	7.11	8.18
CRISIL Medium to Long Duration Debt A-III Index Returns (%)	8.00	7.30	7.11	6.54	7.64	8.99
Alpha*	-0.46	-0.88	-0.68	-0.52	-0.53	-0.82
CRISIL Medium to Long Duration Debt A-III Index (₹)# 92,16,914	17,47,508	10,81,488	7,07,659	4,03,942	1,25,703	
Nifty Medium to Long Duration Debt Index Returns (%)	NA	7.23	7.15	6.66	7.59	8.69
Alpha*	NA	-0.81	-0.72	-0.63	-0.48	-0.51
Nifty Medium to Long Duration Debt Index (₹)#	NA	17,40,622	10,83,129	7,09,672	4,03,655	1,25,515
CRISIL 10 Year Gilt Index (₹)^	NA	16,54,454	10,51,520	6,99,947	4,06,861	1,26,204
CRISIL 10 Year Gilt Index Returns (%)	NA	6.26	6.32	6.11	8.13	9.79

Scheme Inception : - November 25,1999. The returns are calculated by XIRR approach assuming investment of ₹10,000/- on the 1st working day of every month. XIRR helps in calculating return on investments given an initial and final value and a series of cash inflows and outflows and taking the time of investment into consideration. Since inception returns are assumed to be starting from the beginning of the subsequent month from the date of inception. # Benchmark ; ^ Additional Benchmark. Alpha is difference of scheme return with benchmark return.

Disclosures: *To Know More about Fund Managers Top 3 & Bottom 3 scheme performance,
https://kotakmf.com/documents/Funds_Managed_by_Fund_Managers_Regular_Plan

SIP Performance - Direct Plan Growth Option

Monthly SIP of Rs 10,000	Since Inception	10 Years	7 Years	5 Years	3 Years	1 Year
Total amount invested (₹)	14,30,000	12,00,000	8,40,000	6,00,000	3,60,000	1,20,000
Total Value as on 29 November 2024 (₹)	23,09,194	17,68,007	10,99,723	7,18,752	4,07,633	1,25,859
Scheme Returns (%)	7.73	7.53	7.58	7.17	8.25	9.24
CRISIL Medium to Long Duration Debt A-III Index Returns (%)	7.60	7.30	7.11	6.54	7.64	8.99
Alpha*	0.13	0.22	0.47	0.62	0.62	0.25
CRISIL Medium to Long Duration Debt A-III Index (₹)#	22,90,065	17,47,508	10,81,488	7,07,659	4,03,942	1,25,703
Nifty Medium to Long Duration Debt Index Returns (%)	7.48	7.23	7.15	6.66	7.59	8.69
Alpha*	0.25	0.30	0.43	0.51	0.66	0.55
Nifty Medium to Long Duration Debt Index (₹)#	22,72,379	17,40,622	10,83,129	7,09,672	4,03,655	1,25,515
CRISIL 10 Year Gilt Index (₹)^	21,33,298	16,54,454	10,51,520	6,99,947	4,06,861	1,26,204
CRISIL 10 Year Gilt Index Returns (%)	6.48	6.26	6.32	6.11	8.13	9.79

Scheme Inception : - January 02,2013. The returns are calculated by XIRR approach assuming investment of ₹10,000/- on the 1st working day of every month. XIRR helps in calculating return on investments given an initial and final value and a series of cash inflows and outflows and taking the time of investment into consideration. Since inception returns are assumed to be starting from the beginning of the subsequent month from the date of inception. # Benchmark ; ^ Additional Benchmark. Alpha is difference of scheme return with benchmark return. Source: ICRA MFI Explorer.


Disclosures: *To Know More about Fund Managers Top 3 & Bottom 3 scheme performance, https://kotakmf.com/documents/Funds_Managed_by_Fund%20Managers_Direct_Plan

***As per para 1.9 of SEBI Master circular No. SEBI/HO/IMD/IMD-PoD-1/P/CIR/2024/90 dated June 27, 2024. The first tier benchmark is reflective of the category of the scheme and the second tier benchmark is demonstrative of the investment style / strategy of the Fund Manager within the category.

§Source: ICRAMFI Explorer. Standard Deviation is calculated on Annualized basis using 3 years history of monthly returns.

**Total Expense Ratio includes applicable B30 fee and GST as on 30th November 2024

Riskometer



KOTAK BOND FUND

An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years and 7 years. A relatively high interest rate risk and moderate credit risk.

This product is suitable for investors who are seeking:*

- Income over a long term investment horizon
- Investment in debt & money market securities with a portfolio Macaulay duration between 4 years and 7 years

*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.

The above riskometer is based on the scheme portfolio as on 30th November 2024. An addendum may be issued or updated on the website for new riskometer.

Credit Risk → Interest Rate Risk ↓	Relatively low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively low			
Moderate			
Relatively High		B-III	

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Past performance may or may not be sustained in future. For detailed portfolio and related disclosures for the scheme please refer our website <https://www.kotakmf.com/Information/forms-and-downloads>. The portfolio and its composition is subject to change and the same position may or may not be sustained in future. The fund manager may make the changes, as per different market conditions and in the best interest of the investors. To view the latest complete performance details of the Scheme kindly refer to the factsheet on our website <https://www.kotakmf.com/Information/forms-and-downloads>.

Investors may consult their financial expert before making any investment decision.

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