

# Kotak Low Duration Fund

An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months and 12 months. A relatively high interest rate risk and moderate credit risk.

30<sup>th</sup> November 2024



## Fund Facts

**Allotment Date:** 6th March, 2008.

**Benchmark:** Nifty Low Duration Debt Index A-I (Tier-1)

NIFTY Low Duration Debt Index (Tier-2)

**AUM:** ₹12,358.05 crs

**Exit Load:** Nil. Any exit load charged (net off Service Tax, if any) shall be credited back to the Scheme



## Fund Manager\*

Mr. Deepak Agrawal & Mr. Manu Sharma



## Minimum Investment Amount

**Initial & Additional Investment**  
₹100 and any amount thereafter

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

**Ideal Investments Horizon**  
6-9 months



## Risk Ratios<sup>\$</sup>

Standard Deviation: 0.27%



## Total Expense Ratio\*\*

Regular Plan: 1.17%

Direct Plan: 0.42%



## About Kotak Low Duration Fund

- The fund is suitable for investors who are looking to invest in fund with the Macaulay duration ranging from 6 months to 12 months
- The fund emphasis on choosing securities that are less prone of default risk, considering liquidity needs



## Portfolio Action

- We are maintaining the modified duration in the range of 0.5 – 1 years.
- 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.

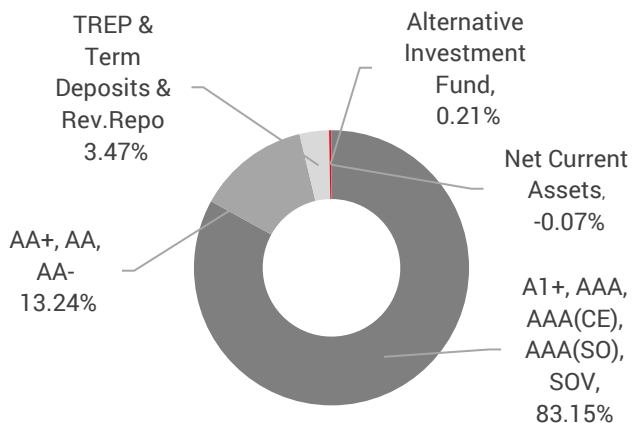


## Debt Quants<sup>^^</sup>

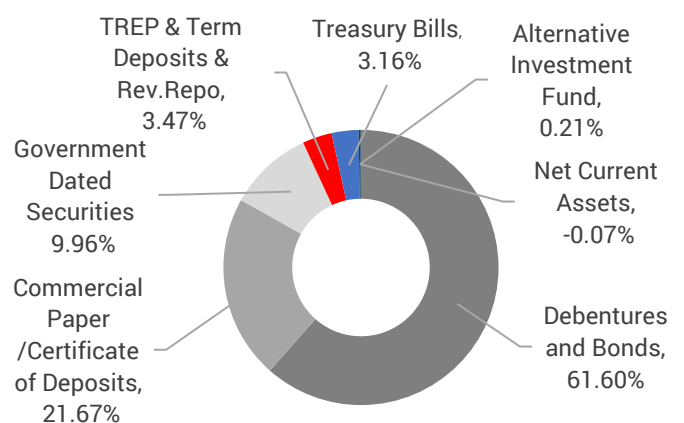
Particulars	30 <sup>th</sup> Nov 24	31 <sup>st</sup> Oct 24	30 <sup>th</sup> Sep 24
Avg. Maturity (in yrs)	1.65	1.60	1.85
Modified Duration	0.95	0.85	0.94
Macaulay Duration	1.00	0.90	1.00
Yield (in %)	7.71	7.68	7.87

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

## Rating Profile<sup>^^</sup>



## Portfolio Allocation<sup>^^</sup>



## Top 10 Holdings<sup>^^</sup>

Issuer/Instrument	% to Net Assets
NABARD (^)	6.19%
7.93% Central Government(^)	5.42%
HDFC Bank Ltd.(^)	5.02%
Embassy Office Parks Reit (^)	4.61%
Small Industries Development Bank Of India (^)	4.59%

Issuer/Instrument	% to Net Assets
REC Ltd (^)	3.32%
Punjab National Bank	3.13%
Bajaj Housing Finance Ltd. (^)	2.98%
Union Bank Of India	2.94%
7.32% Central Government(^)	2.46%

### Scheme Performance - Regular Plan Growth Option

Mar 06, 2008	Kotak Low Duration Fund - Reg - Growth	(Tier 1) Nifty Low Duration Debt Index A-I #	Alpha (Tier 1)	(Tier 2) Nifty Low Duration Debt Index #	Alpha (Tier 2)	NIFTY 1 Year T-Bill Index ##	Kotak Low Duration Fund - Reg - Growth (₹)	NIFTY Low Duration Debt Index A-I # (₹)	NIFTY Low Duration Debt Index # (₹)	NIFTY 1 Year T-Bill Index ## (₹)
Since Inception	7.19%	7.64%	-0.45%	7.77%	-0.57%	6.65%	31,994	34,301	34,983	29,386
Last 1 Year	7.32%	7.57%	-0.26%	7.75%	-0.43%	7.10%	10,732	10,757	10,775	10,710
Last 3 Years	5.83%	6.25%	-0.42%	6.52%	-0.69%	5.81%	11,853	11,994	12,085	11,847
Last 5 Years	5.80%	5.69%	0.11%	6.03%	-0.22%	5.56%	13,262	13,193	13,403	13,110

Scheme Inception date is 06/03/2008. Mr. Deepak Agrawal has been managing the fund since 01/02/2015 & Mr. Manu Sharma has been managing the fund since 01/11/2022. 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 Low Duration Fund - Dir - Growth	(Tier 1) Nifty Low Duration Debt Index A-I #	Alpha (Tier 1)	(Tier 2) Nifty Low Duration Debt Index #	Alpha (Tier 2)	NIFTY 1 Year T-Bill Index ##	Kotak Low Duration Fund - Dir - Growth (₹)	NIFTY Low Duration Debt Index A-I # (₹)	NIFTY Low Duration Debt Index # (₹)	NIFTY 1 Year T-Bill Index ## (₹)
Since Inception	7.95%	7.15%	0.80%	7.31%	0.64%	6.72%	24,895	22,779	23,187	21,696
Last 1 Year	8.15%	7.57%	0.58%	7.75%	0.40%	7.10%	10,815	10,757	10,775	10,710
Last 3 Years	6.64%	6.25%	0.40%	6.52%	0.13%	5.81%	12,128	11,994	12,085	11,847
Last 5 Years	6.62%	5.69%	0.92%	6.03%	0.59%	5.56%	13,780	13,193	13,403	13,110

Scheme Inception date is 06/03/2008. Scheme Inception date for Direct Plan Growth Option is 01/01/2013. Mr. Deepak Agrawal has been managing the fund since 01/02/2015 & Mr. Manu Sharma has been managing the fund since 01/11/2022. 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 (₹)	20,10,000	12,00,000	8,40,000	6,00,000	3,60,000	1,20,000
Total Value as on 29 November 2024 (₹)	37,94,700	16,70,653	10,43,406	6,97,122	3,98,346	1,24,674
<b>Scheme Returns (%)</b>	<b>7.14</b>	<b>6.44</b>	<b>6.11</b>	<b>5.95</b>	<b>6.70</b>	<b>7.35</b>
Nifty Low Duration Debt Index A-I Returns (%)	7.11	6.36	6.15	6.16	7.08	7.56
Alpha*	0.03	0.09	-0.05	-0.21	-0.38	-0.20
Nifty Low Duration Debt Index A-I (₹)#	37,85,088	16,63,086	10,45,137	7,00,862	4,00,625	1,24,802
Nifty Low Duration Debt Index Returns (%)	7.29	6.60	6.44	6.46	7.29	7.70
Alpha*	-0.15	-0.16	-0.33	-0.51	-0.60	-0.35
Nifty Low Duration Debt Index (₹)#	38,47,378	16,84,732	10,55,901	7,06,074	4,01,889	1,24,895
NIFTY 1 Year T-Bill Index (₹)^	35,76,406	16,40,517	10,35,353	6,95,547	3,97,934	1,24,588
NIFTY 1 Year T-Bill Index Returns (%)	6.50	6.09	5.89	5.86	6.63	7.22

Scheme Inception : - March 06, 2008. 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](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 (₹)	22,78,548	17,43,456	10,74,120	7,11,461	4,03,238	1,25,200
<b>Scheme Returns (%)</b>	<b>7.52</b>	<b>7.26</b>	<b>6.92</b>	<b>6.76</b>	<b>7.52</b>	<b>8.19</b>
Nifty Low Duration Debt Index A-I Returns (%)	6.60	6.36	6.15	6.16	7.08	7.56
Alpha*	0.92	0.90	0.77	0.60	0.44	0.63
Nifty Low Duration Debt Index A-I (₹)#	21,49,196	16,63,086	10,45,137	7,00,862	4,00,625	1,24,802
Nifty Low Duration Debt Index Returns (%)	6.82	6.60	6.44	6.46	7.29	7.70
Alpha*	0.70	0.65	0.48	0.30	0.23	0.49
Nifty Low Duration Debt Index (₹)#	21,79,159	16,84,732	10,55,901	7,06,074	4,01,889	1,24,895
NIFTY 1 Year T-Bill Index (₹)^	21,08,973	16,40,517	10,35,353	6,95,547	3,97,934	1,24,588
NIFTY 1 Year T-Bill Index Returns (%)	6.30	6.09	5.89	5.86	6.63	7.22

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. (\*) Fully or Party blocked against Interest Rate Swap (IRS). Hedging Position through Interest Rate Swaps as on 30 Nov 2024 is 13.58% of the net assets. 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](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 LOW DURATION FUND**

An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months and 12 months.  
A relatively high interest rate risk and moderate credit risk.

**This product is suitable for investors who are seeking:\***

- Regular Income over short term
- Income by focussing on low duration securities with portfolio Macaulay duration between 6 months and 12 months

\*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>.

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