

# Kotak Dynamic Bond Fund

An open ended dynamic debt scheme investing across duration.  
A relatively high interest rate risk and moderate credit risk.

30<sup>th</sup> November 2024



## Fund Facts

**Allotment Date:** 26th May, 2008.

**Benchmark:** Nifty Composite Debt Index A-III (Tier-1)

NIFTY Composite Debt Index (Tier-2)

**AUM:** ₹3,013.93 crs

**Exit Load:** Nil



## Fund Manager\*

Mr. Deepak Agrawal & 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 years & above



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

Standard Deviation: 2.45%



## Total Expense Ratio\*\*

Regular Plan: 1.33%  
Direct Plan: 0.58%



## About Kotak Dynamic Bond Fund

- Fund has the flexibility to invest across durations/maturities.
- Currently more than 75% is invested in sovereign securities, high-quality AAA and equivalent-rated debt securities.
- Suitable for investors looking to participate for an investment horizon of 2 years or more.



## Portfolio Action

- We are maintaining the modified duration in the range of 7-10 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.

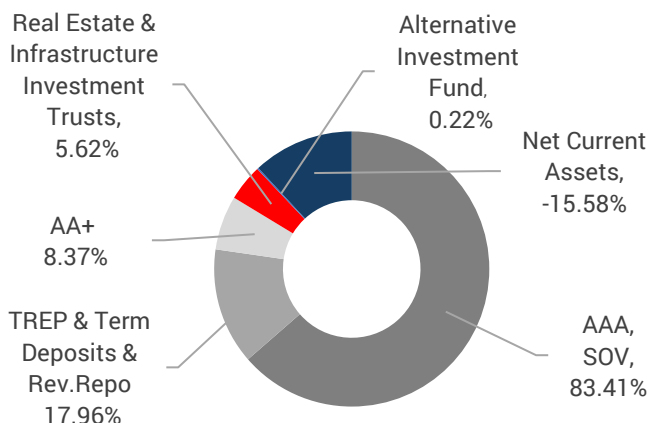


## Debt Quants<sup>^^</sup>

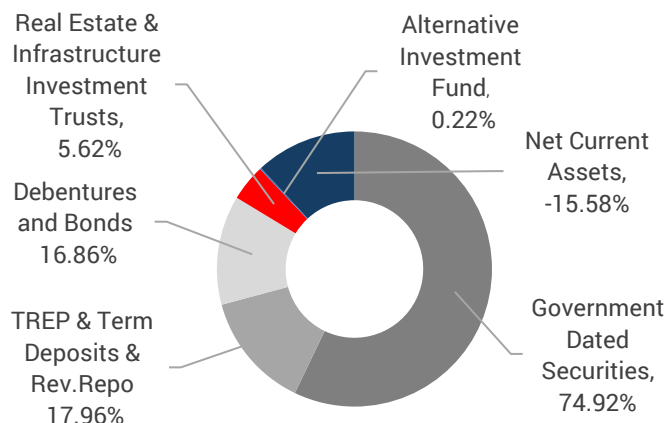
Particulars	30 <sup>th</sup> Nov 24	31 <sup>st</sup> Oct 24	30 <sup>th</sup> Sep 24
Avg. Maturity (in yrs)	19.41	19.15	23.58
Modified Duration	8.90	8.62	9.63
Macaulay Duration	9.24	8.96	10.00
Yield (in %)	7.21	7.16	7.18

\*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
7.30% Central Government(^)	41.07%
7.10% Central Government	19.70%
7.25% Central Government(^)	7.65%
Muthoot Finance Ltd.	5.86%
HDFC Bank Ltd.	4.23%

Issuer/Instrument	% to Net Assets
6.79% Central Government	4.16%
HDFC Bank Ltd.(^)	2.87%
Tata Steel Ltd. (^)	2.51%
7.63% Maharashtra State Govt(^)	1.32%
Bajaj Finance Ltd.	0.83%

### Scheme Performance - Regular Plan Growth Option

May 26, 2008	Kotak Dynamic Bond Fund - Reg - Growth	(Tier 1) Nifty Composite Debt Index A-III #	Alpha (Tier 1)	(Tier 2)NIFTY Composite Debt Index #	Alpha (Tier 2)	CRISIL 10 Year Gilt ##	Kotak Dynamic Bond Fund - Reg - Growth (₹)	Nifty Composite Debt Index A-III # (₹)	NIFTY Composite Debt Index # (₹)	CRISIL 10 Year Gilt ## (₹)
Since Inception	8.03%	7.87%	0.17%	7.97%	0.06%	6.56%	35,856	34,948	35,519	28,561
Last 1 Year	9.93%	9.04%	0.89%	9.10%	0.82%	10.39%	10,993	10,904	10,910	11,039
Last 3 Years	5.86%	5.79%	0.07%	6.02%	-0.16%	5.56%	11,863	11,838	11,915	11,762
Last 5 Years	6.49%	6.62%	-0.13%	6.89%	-0.40%	5.48%	13,698	13,782	13,957	13,059

Scheme Inception date is 26/05/2008. Mr. Deepak Agrawal has been managing the fund since 25/11/2012 & Mr. Abhishek Bisen 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 Dynamic Bond Fund - Dir - Growth	(Tier 1) Nifty Composite Debt Index A-III #	Alpha (Tier 1)	(Tier 2)NIFTY Composite Debt Index #	Alpha (Tier 2)	CRISIL 10 Year Gilt ##	Kotak Dynamic Bond Fund - Dir - Growth (₹)	Nifty Composite Debt Index A-III # (₹)	NIFTY Composite Debt Index # (₹)	CRISIL 10 Year Gilt ## (₹)
Since Inception	8.84%	7.66%	1.18%	7.81%	1.02%	6.57%	27,433	24,099	24,508	21,338
Last 1 Year	10.80%	9.04%	1.76%	9.10%	1.70%	10.39%	11,080	10,904	10,910	11,039
Last 3 Years	6.79%	5.79%	1.00%	6.02%	0.77%	5.56%	12,178	11,838	11,915	11,762
Last 5 Years	7.35%	6.62%	0.73%	6.89%	0.46%	5.48%	14,260	13,782	13,957	13,059

Scheme Inception date is 26/05/2008. Scheme Inception date for Direct Plan Growth Option is 01/01/2013. Mr. Deepak Agrawal has been managing the fund since 25/11/2012 & Mr. Abhishek Bisen 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 (₹)	19,90,000	12,00,000	8,40,000	6,00,000	3,60,000	1,20,000
Total Value as on 29 November 2024 (₹)	40,03,548	17,46,243	10,75,515	7,07,717	4,04,021	1,25,590
<b>Scheme Returns (%)</b>	<b>7.90</b>	<b>7.29</b>	<b>6.96</b>	<b>6.55</b>	<b>7.65</b>	<b>8.81</b>
Nifty Composite Debt Index A-III Returns (%)	7.61	7.10	6.95	6.46	7.47	8.54
Alpha*	0.29	0.19	0.00	0.09	0.18	0.27
Nifty Composite Debt Index A-III (₹)#	38,97,278	17,28,824	10,75,430	7,06,159	4,02,917	1,25,421
Nifty Composite Debt Index Returns (%)	7.74	7.27	7.17	6.69	7.60	8.53
Alpha*	0.16	0.02	-0.21	-0.14	0.05	0.28
Nifty Composite Debt Index (₹)#	39,45,013	17,44,850	10,83,642	7,10,241	4,03,732	1,25,411
CRISIL 10 Year Gilt Index (₹)^	35,17,275	16,54,454	10,51,520	6,99,947	4,06,861	1,26,204
CRISIL 10 Year Gilt Index Returns (%)	6.50	6.26	6.32	6.11	8.13	9.79

Scheme Inception : - May 26, 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 (₹)	24,04,381	18,22,794	11,09,129	7,23,630	4,09,474	1,26,119
<b>Scheme Returns (%)</b>	<b>8.36</b>	<b>8.11</b>	<b>7.82</b>	<b>7.44</b>	<b>8.56</b>	<b>9.66</b>
Nifty Composite Debt Index A-III Returns (%)	7.35	7.10	6.95	6.46	7.47	8.54
Alpha*	1.01	1.01	0.87	0.98	1.09	1.12
Nifty Composite Debt Index A-III (₹)#	22,54,464	17,28,824	10,75,430	7,06,159	4,02,917	1,25,421
Nifty Composite Debt Index Returns (%)	7.52	7.27	7.17	6.69	7.60	8.53
Alpha*	0.84	0.83	0.65	0.75	0.96	1.13
Nifty Composite Debt Index (₹)#	22,79,011	17,44,850	10,83,642	7,10,241	4,03,732	1,25,411
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.

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\*\*\*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 DYNAMIC BOND FUND**

An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk.

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

- Income over a medium term investment horizon
- Investment in debt & money market securities across duration

\*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.

**MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.**