

# Kotak Floating Rate Fund

An open ended debt scheme predominantly investing in floating rate instruments.  
A relatively high interest rate risk and moderate credit risk.

30<sup>th</sup> April 2025



## Fund Facts

**Allotment Date:** 14th May, 2019

**Benchmark:** Nifty Short Duration Debt Index A-II

**AUM:** ₹3,341.21 crs

**Exit Load:** Nil (applicable for all plans)



## 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**  
2 year & above



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

Standard Deviation: 0.83%



## Total Expense Ratio\*\*

Regular Plan: 0.63%  
Direct Plan: 0.25%



## About Kotak Floating Rate Fund

- Kotak Floating Rate Fund primarily investments in floating rate debt instruments including fixed rate instruments converted to floating rate exposures using swaps/derivatives and money market instruments.
- The fund's broader direction moves in tandem with interest rate movement.



## Portfolio Action

- We have moved our investment focus to 2027-2029 segment as we believe its attractive.
- Given that it's a floating rate fund, and it's mandated to maintain a minimum of 65% in Floating Rate Bonds (FRB), we sometimes achieve the mandate through synthetic FRB (buying bonds and selling swaps) or direct FRB.
- The current Yield to Maturity (YTM) of the fund is close to ~7.25%, which is attractive for risk-averse investors with a horizon of less than a year.
- We are maintaining the modified duration around 1.5-3 year and continue running down the strategy until we decide to make a change.
- Fed has opted to pause rate cuts during its recent policy meetings but remains open to implementing future reductions if economic data supports such measures. Initially, the market had anticipated two rate cuts for CY2025; however, expectations have now shifted to three to four cuts.
- RBI cut the repo rate by 25 bps, reducing it from 6.25% to 6%, in a bid to support the economy amid growing global headwinds stemming from sweeping tariffs and retaliatory duties imposed by US President.
- Given the growth-inflation dynamics and forward-looking projections, we expect at least 50 bps of further repo rate cuts over the next six months.
- The 10-year G-Sec is expected to trade in the 6.25–6.40% range but may move toward 6% as additional rate cuts are delivered.

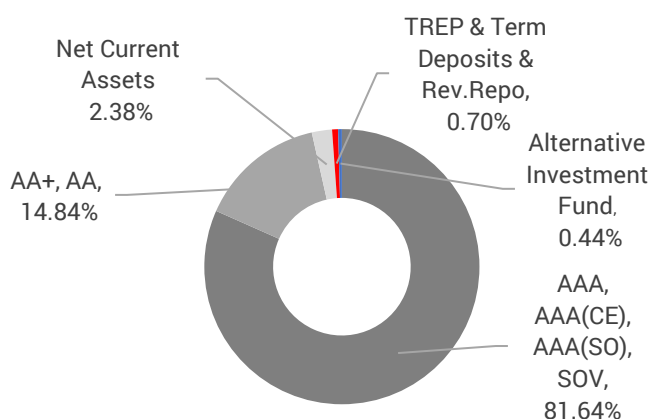


## Debt Quants<sup>^^</sup>

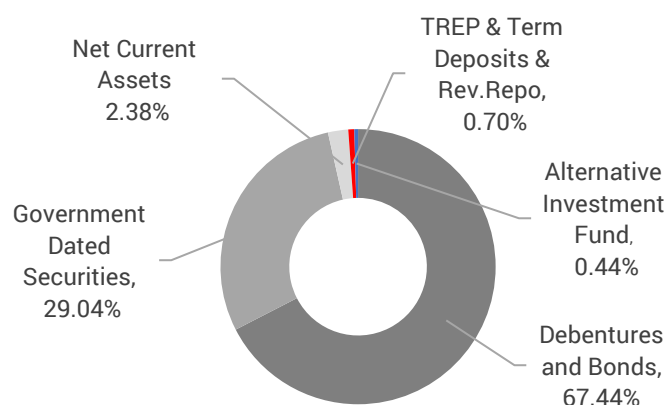
| Particulars            | 30 <sup>th</sup> Apr 25 | 31 <sup>st</sup> Mar 25 | 28 <sup>th</sup> Feb 25 |
|------------------------|-------------------------|-------------------------|-------------------------|
| Avg. Maturity (in yrs) | 4.43                    | 4.55                    | 4.81                    |
| Modified Duration      | 1.75                    | 1.72                    | 1.71                    |
| Macaulay Duration      | 1.85                    | 1.82                    | 1.80                    |
| Yield (in %)           | 7.32                    | 7.64                    | 7.75                    |

\*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 |
|-----------------------------------|-----------------|
| 6.99% Central Government          | 16.11%          |
| 7.59% Central Government          | 9.66%           |
| Muthoot Finance Ltd.              | 8.00%           |
| Tata Capital Housing Finance Ltd. | 6.14%           |
| Power Finance Corporation Ltd.    | 6.08%           |

| Issuer/Instrument                          | % to Net Assets |
|--|-----------------|
| Pipeline Infrastructure Limited            | 5.50%           |
| Small Industries Development Bank Of India | 4.56%           |
| Mankind Pharma Ltd                         | 4.56%           |
| REC Ltd                                    | 4.55%           |
| Embassy Office Parks Reit                  | 4.27%           |

### Scheme Performance - Regular Plan Growth Option

| As on 30th April 2025 | Kotak Floating Rate Fund - Reg - Growth | Nifty Short Duration Debt Index A-II # | Alpha | CRISIL 10 Year Gilt ## | Kotak Floating Rate Fund - Reg - Growth (₹) | Nifty Short Duration Debt Index A-II # (₹) | CRISIL 10 Year Gilt ## (₹) |
|-----------------------|---|--|-------|------------------------|---|--|----------------------------|
| Since Inception       | 6.96%                                   | 6.77%                                  | 0.19% | 7.05%                  | 14,942                                      | 14,785                                     | 15,018                     |
| Last 1 Year           | 9.09%                                   | 8.55%                                  | 0.54% | 12.58%                 | 10,909                                      | 10,855                                     | 11,258                     |
| Last 3 Years          | 7.13%                                   | 6.88%                                  | 0.25% | 8.57%                  | 12,300                                      | 12,215                                     | 12,803                     |
| Last 5 Years          | 7.17%                                   | 6.31%                                  | 0.86% | 5.55%                  | 14,137                                      | 13,581                                     | 13,103                     |

Scheme Inception date is 14/05/2019. Mr. Deepak Agrawal has been managing the fund since 14/05/2019 & 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 - Growth Option. 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

| As on 30th April 2025 | Kotak Floating Rate Fund - Dir - Growth | Nifty Short Duration Debt Index A-II # | Alpha | CRISIL 10 Year Gilt ## | Kotak Floating Rate Fund - Dir - Growth (₹) | Nifty Short Duration Debt Index A-II # (₹) | CRISIL 10 Year Gilt ## (₹) |
|-----------------------|---|--|-------|------------------------|---|--|----------------------------|
| Since Inception       | 7.37%                                   | 6.77%                                  | 0.60% | 7.05%                  | 15,285                                      | 14,785                                     | 15,018                     |
| Last 1 Year           | 9.53%                                   | 8.55%                                  | 0.98% | 12.58%                 | 10,953                                      | 10,855                                     | 11,258                     |
| Last 3 Years          | 7.56%                                   | 6.88%                                  | 0.68% | 8.57%                  | 12,450                                      | 12,215                                     | 12,803                     |
| Last 5 Years          | 7.60%                                   | 6.31%                                  | 1.29% | 5.55%                  | 14,424                                      | 13,581                                     | 13,103                     |

Scheme Inception date is 14/05/2019. Mr. Deepak Agrawal has been managing the fund since 14/05/2019 & 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 - Growth Option. 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 | 5 Years     | 3 Years     | 1 Year      |
|--|-----------------|-------------|-------------|-------------|
| Total amount invested (₹)                              | 7,20,000        | 6,00,000    | 3,60,000    | 1,20,000    |
| Total Value as on 30 April 2025 (₹)                    | 8,91,785        | 7,17,509    | 4,07,650    | 1,26,056    |
| <b>Scheme Returns (%)</b>                              | <b>7.05</b>     | <b>7.10</b> | <b>8.26</b> | <b>9.59</b> |
| Nifty Short Duration Debt Index A-II Index Returns (%) | 6.62            | 6.68        | 7.85        | 8.93        |
| Alpha*   | 0.43            | 0.42        | 0.41        | 0.66        |
| Nifty Short Duration Debt Index A-II (₹)#              | 8,80,187        | 7,10,051    | 4,05,215    | 1,25,645    |
| CRISIL 10 Year Gilt Index (₹)^                         | 8,90,718        | 7,23,067    | 4,18,630    | 1,28,112    |
| CRISIL 10 Year Gilt Index Returns (%)                  | 7.02            | 7.41        | 10.07       | 12.91       |

Scheme Inception : - May 14, 2019. The returns are calculated by XIRR approach assuming investment of Rs.10,000/- on the 1st working day of every month. Since Inception returns are assumed to be starting from the inception date of the Scheme and calculated accordingly. 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. The SIP Performance is for Regular Plan – Growth Option Different plans have different expense structure.

# Benchmark ; ^ Additional Benchmark. Alpha is difference of scheme return with benchmark return. \*All payouts during the period have been reinvested in the units of the scheme at the then prevailing NAV.

#### Disclosures:

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

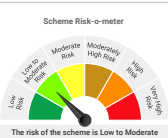
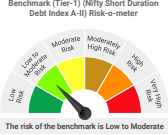
\*\*Total Expense Ratio includes applicable B30 fee and GST as on 30th April 2025

\*To Know More about Fund Managers Top 3 & Bottom 3 scheme performance,

[https://www.kotakmf.com/documents/Funds\\_Managed\\_by\\_Fund\\_Managers\\_Reg\\_Plan%20V3](https://www.kotakmf.com/documents/Funds_Managed_by_Fund_Managers_Reg_Plan%20V3)

[https://www.kotakmf.com/documents/Funds\\_Managed\\_by\\_Fund\\_Managers\\_Direct\\_Plan%20V3](https://www.kotakmf.com/documents/Funds_Managed_by_Fund_Managers_Direct_Plan%20V3)

## Riskometer

|   |  |   |   |                             |                       |                              |                |  |  |  |          |  |  |  |                 |  |       |  |
|---|--|---|---|-----------------------------|-----------------------|------------------------------|----------------|--|--|--|----------|--|--|--|-----------------|--|-------|--|
| <div><p>Scheme Risk-o-meter</p><p>The risk of the scheme is Low to Moderate</p></div> <div><p>Benchmark (Tier-1) (Nifty Short Duration Debt Index A-II) Risk-o-meter</p><p>The risk of the benchmark is Low to Moderate</p></div> | <h2>KOTAK FLOATING RATE FUND</h2> <p>An open ended debt scheme predominantly investing in floating rate instruments.<br/>A relatively high interest rate risk and moderate credit risk.</p> <p><b>This product is suitable for investors who are seeking:*</b></p> <ul style="list-style-type: none"><li>Income over a short term investment horizon.</li><li>Investment in floating &amp; fixed rate debt instruments swapped for floating rate returns and money market instruments</li></ul> <p><small>*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.</small></p> | <table><tr><td><div>Credit Risk →<br/>Interest Rate Risk ↓</div></td><td>Relatively low<br/>(Class A)</td><td>Moderate<br/>(Class B)</td><td>Relatively High<br/>(Class C)</td></tr><tr><td>Relatively low</td><td></td><td></td><td></td></tr><tr><td>Moderate</td><td></td><td></td><td></td></tr><tr><td>Relatively High</td><td></td><td>B-III</td><td></td></tr></table> | <div>Credit Risk →<br/>Interest Rate Risk ↓</div> | Relatively low<br>(Class A) | Moderate<br>(Class B) | Relatively High<br>(Class C) | Relatively low |  |  |  | Moderate |  |  |  | Relatively High |  | B-III |  |
| <div>Credit Risk →<br/>Interest Rate Risk ↓</div>   | Relatively low<br>(Class A)  | Moderate<br>(Class B)   | Relatively High<br>(Class C)                      |                             |                       |                              |                |  |  |  |          |  |  |  |                 |  |       |  |
| Relatively low  |  |   |   |                             |                       |                              |                |  |  |  |          |  |  |  |                 |  |       |  |
| Moderate  |  |   |   |                             |                       |                              |                |  |  |  |          |  |  |  |                 |  |       |  |
| Relatively High   |  | B-III   |   |                             |                       |                              |                |  |  |  |          |  |  |  |                 |  |       |  |
| <p>For latest Riskometer, investors may refer to an addendum issued or updated on website at <a href="https://www.kotakmf.com">www.kotakmf.com</a></p>  |  |   |   |                             |                       |                              |                |  |  |  |          |  |  |  |                 |  |       |  |

For latest Riskometer, investors may refer to an addendum issued or updated on website at [www.kotakmf.com](http://www.kotakmf.com)

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