



Nippon india Mutual Fund

Wealth sets you free

Nippon India Floating Rate Fund

(An open ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/ derivatives))

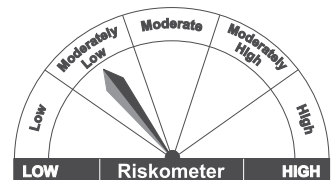
Contact your financial advisor | Call 1860 266 0111[#],
91-22-68334800[#] (For investors outside India) |
Visit www.nipponindiamf.com

[#]Charges applicable.

This product is suitable for investors who are seeking*

- Income over short term
- Investment predominantly in floating rate instruments (Including fixed rate instruments converted to floating rate exposures using swaps/ derivatives)

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



Investors understand that their principal will be at Moderately Low risk

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

Nippon India Floating Rate Fund

About Nippon India Floating Rate Fund

An open ended short tenor income fund which aims to offer investors a combination of accrual & duration by capturing opportunities at short to medium end of the yield curve.

Current Investment Strategy

- The Fund would invest predominantly in securities issued by Public Financial Institutions/ HFC/ NBFC/ Private Sector Corporate & in Government Securities.
- Rating Profile: Portfolio intends to invest in AAA rated/ equivalent securities.
- We intend to construct the portfolio with a maturity of 3-3.5 years and would gradually roll-down the duration as we go along.
- The Fund aims to capture the prevailing yields available in assets maturing in early CY 2023.
- Portfolio intends to run a modified duration of 2.80 – 3 years.
- The Securities are held till maturity and the portfolio would roll down in terms of maturity over a period of time.

Note: Above mentioned current investment strategy is based on the prevailing market conditions and is subject to change within the limits of the SID basis the fund manager's view.

Suitability

- It is ideal for investors who want to add duration to their portfolios but with limited risk appetite and an investment horizon of 3 - 3.5 years. The open ended nature of the fund though provides an exit option in case the investor wants to move out earlier.
- The portfolio strategy on the other hand provides a flavor of capturing the rates at current levels and roll down in portfolio duration.
- We expect that this portfolio construct, along with a reasonably passive investment strategy offers a viable proposition for adding duration to the portfolio, while at the same time reducing the volatility in returns over the medium term.

Inception Date • 27th Aug, 2004

Fund Manager[#] • Anju Chhajer

Minimum Application Amount • Rs. 5,000 & in multiples of Re.1 thereafter

Benchmark • CRISIL Short Term Bond Fund Index

Fund Size • Month end AUM Rs. 12,158.19 Crs (August 31, 2020)

Plans & Options

- i) Growth Plan/Direct Plan - Growth Plan: Growth Option
 - ii) a) Dividend Plan/ Direct Plan - Dividend Plan - Dividend Option
 - b) Dividend Plan/ Direct Plan - Dividend Plan with the frequency of Daily (Reinvestment only), Weekly, Monthly, Quarterly)
- Both the above mentioned dividend plan/ Direct Plan - Dividend Plan offers Dividend Payout and Dividend Re-investment facility.

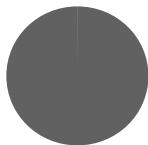
Exit Load**

(** If charged, the same shall be credited to the scheme immediately net of goods & service tax, if any)

• Nil (w.e.f. July 30, 2020)

Kinjal Desai: Dedicated Fund Manager for Overseas Investments

Rating Profile as on August 31, 2020



AAA/SOV/A1+/Cash & Other Receivables, 100%

Asset Allocation as on August 31, 2020

Corporate Bond	49.02%
Government Bond	22.66%
State Government Bond	14.33%
Floating Rate Note	7.04%
Zero Coupon Bond	1.55%
PTC	1.52%
Government Bond Strips	0.16%
Cash & Other Receivables	3.72%

Scheme Attributes as on August 31, 2020

Weighted Average YTM	5.47 %
Weighted Average Maturity	2.82 Yrs
Modified Duration	2.23 Yrs

Portfolio as on August 31, 2020

Company/Issuer	Rating	% of Assets
Corporate Bond		49.02
REC Limited	CRISIL AAA	7.03
Housing Development Finance Corporation Limited	CRISIL AAA	5.53
Power Finance Corporation Limited	CRISIL AAA	5.08
LIC Housing Finance Limited	CRISIL AAA	3.77
India Grid Trust InvIT Fund	CRISIL AAA	3.34
National Bank For Agriculture and Rural Development	CRISIL AAA	2.93
Larsen & Toubro Limited	CRISIL AAA	2.58
Indian Railway Finance Corporation Limited	CRISIL AAA	2.52
Jamnagar Utilities & Power Private Limited (Mukesh Ambani Group)	CRISIL AAA	2.22
L & T Infrastructure Finance Company Limited	CRISIL AAA	2.09
Nabha Power Limited (Guarantee by L&T)	ICRA AAA(CE)	1.79
Sikka Ports and Terminals Limited (Mukesh Ambani Group)	CRISIL AAA	1.53
Bajaj Finance Limited	CRISIL AAA	1.49
Reliance Industries Limited	CRISIL AAA	1.29
HDB Financial Services Limited	CRISIL AAA	1.28
ICICI Home Finance Company Limited	CRISIL AAA	1.28
State Bank of India TIER 2, BASEL III	CRISIL AAA	0.95
Sundaram Finance Limited	CRISIL AAA	0.82
Tata Capital Housing Finance Limited	CRISIL AAA	0.77
Tata Capital Limited	CRISIL AAA	0.51
Bajaj Housing Finance Limited	CRISIL AAA	0.22
Floating Rate Note		7.04
Reliance Industries Limited	CRISIL AAA	2.98
HDB Financial Services Limited	CRISIL AAA	2.36
Tata Capital Financial Services Limited	ICRA AAA	1.70
Government Bond		22.66
Government of India	SOV	22.66
PTC		1.52
First Business Receivables Trust (Mukesh Ambani Group)	CRISIL AAA(SO)	1.52
State Government Bond		14.33
State Government Securities	SOV	14.33
Zero Coupon Bond		1.55
Axis Finance Limited	FITCH AAA	1.55
Government Bond Strips		0.16
Government of India	SOV	0.16
Cash & Other Receivables		3.72
Grand Total		100.00

Risk factors: Trading volumes and settlement periods may restrict liquidity in debt investments. Investment in Debt is subject to price, credit, and interest rate risk. The NAV of the Scheme may be affected, inter alia, by changes in the market conditions, interest rates, trading volumes, settlement periods and transfer procedures. The NAV may also be subjected to risk associated with investment in derivatives, foreign securities or script lending as may be permissible by the Scheme Information Document.

Disclaimers:

The information herein above is meant only for general reading purposes and the views being expressed only constitute opinions and therefore cannot be considered as guidelines, recommendations or as a professional guide for the readers. Before making any investments, the readers are advised to seek independent professional advice, verify the contents in order to arrive at an informed investment decision.

None of the Sponsor, the Investment Manager, the Trustee, their respective directors, employees, affiliates or representatives shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material.

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.