

LIQUIDITY AND REASONABLE RETURNS OVER THE SHORT TERM. WHO COULD ASK FOR MORE?



FUND MANAGER'S TAKE

With repo rate at around 4.90%, surplus liquidity conditions and a relatively steep yield curve at the shorter end, we believe the carry remains lucrative for investors in 3-6 months products such as L&T Ultra Short Term Fund. The Fund offers a relatively attractive yield without taking too much interest rate risk. These schemes serve the investment purpose of the conservative investors who seek slightly better returns over liquid funds.

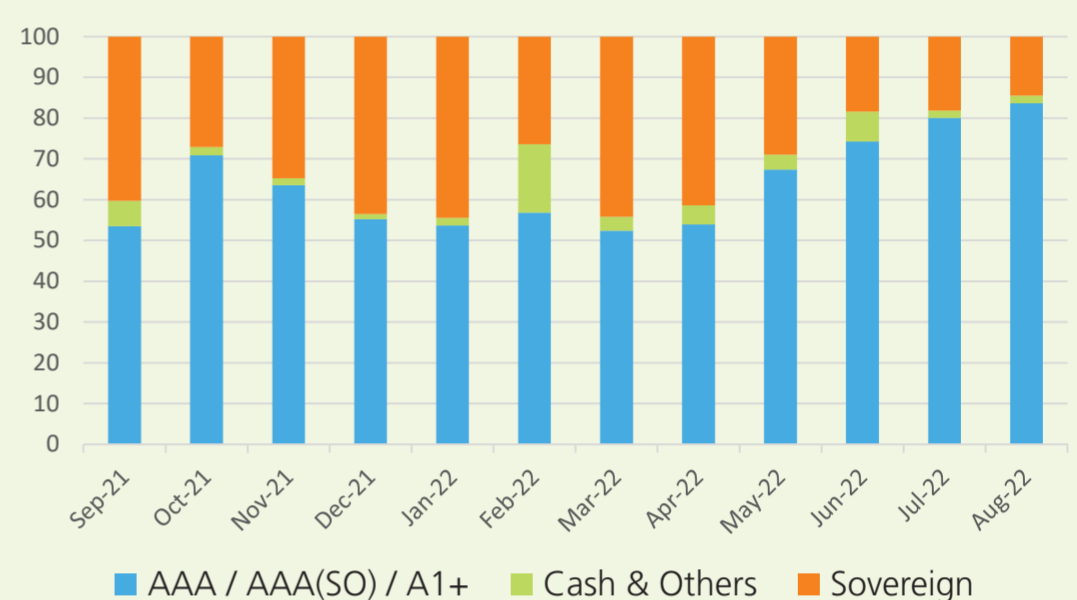
PARAMETERS

- **Asset Class Exposure** - A good mix of CDs, high quality CPs and NCDs
- **Current Average Maturity** - 0.38 years
- **Credit Profile** - High credit quality portfolio; currently, portfolio is invested in AAA and A1+ rated securities
- **YTM (%)** - 6.12%. YTM available at a favorable risk/reward levels
- **Modified Duration** - 0.36 years

WHY INVEST IN L&T ULTRA SHORT TERM FUND?

- Currently the portfolio consist of high quality A1+ to AAA rated securities with average maturity of 0.38 years
- Looks preferable from a risk reward perspective without taking excessive volatility risk
- Investors may get better returns compared to higher maturity product in an adverse interest rate condition

RATINGS COMPOSITION



SUITED FOR

- Investors looking for relatively better yield over liquid fund while keeping interest rate volatility relatively lower
- Investors requiring temporary deployment of funds for 3-6 months period before allocating into other asset classes

TOP 10 HOLDINGS

(as on August 31, 2022)

Name of Instruments	Rating/ Industry	% of net assets
HDFC Bank Limited	CARE A1+/ ICRA A1+	8.78%
Small Industries Development Bank of India	CARE A1+	8.70%
182 DAY T-BILL 15-09-2022	SOVEREIGN	8.68%
Housing Development Finance Corporation Limited	CRISIL AAA	7.79%
National Bank for Agriculture & Rural Development	ICRA A1+	7.39%
Bank of Baroda	IND A1+	6.56%
SBI Cards and Payment Services Limited	CRISIL A1+	5.97%
Axis Bank Limited	CRISIL A1+	5.83%
Kotak Mahindra Bank Limited	CRISIL A1+	5.83%
Canara Bank	CRISIL A1+	5.82%

FUND FACTS

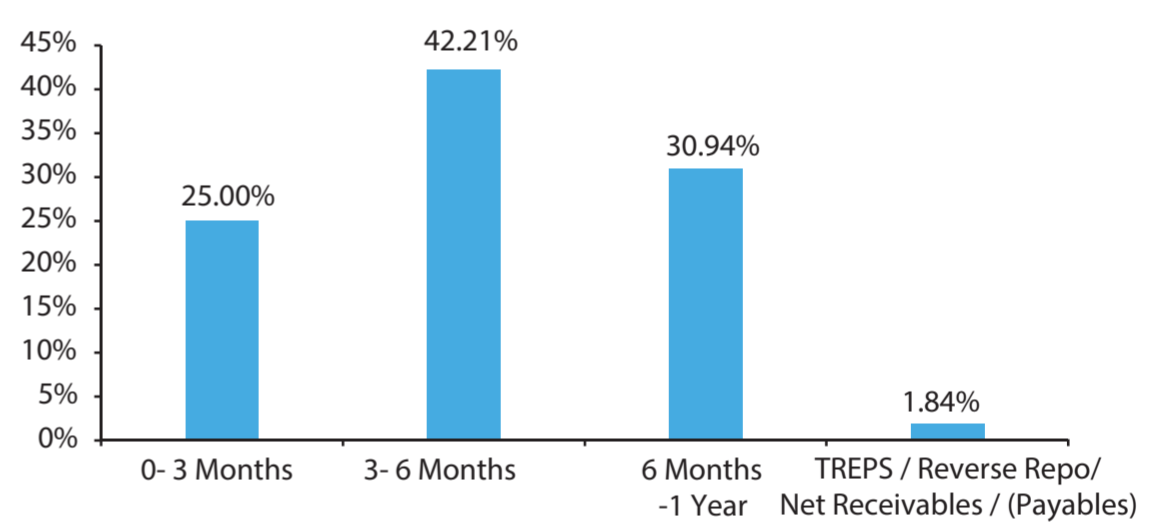
Fund Manager: Mr. Jalpan Shah (w.e.f June 30, 2014) and Mr. Mahesh Chhabria (w.e.f November 25, 2021)

Benchmark: NIFTY Ultra Short Duration Debt Index B-I
Monthly Average AUM (Rs In Crs): Rs. 1,556.86

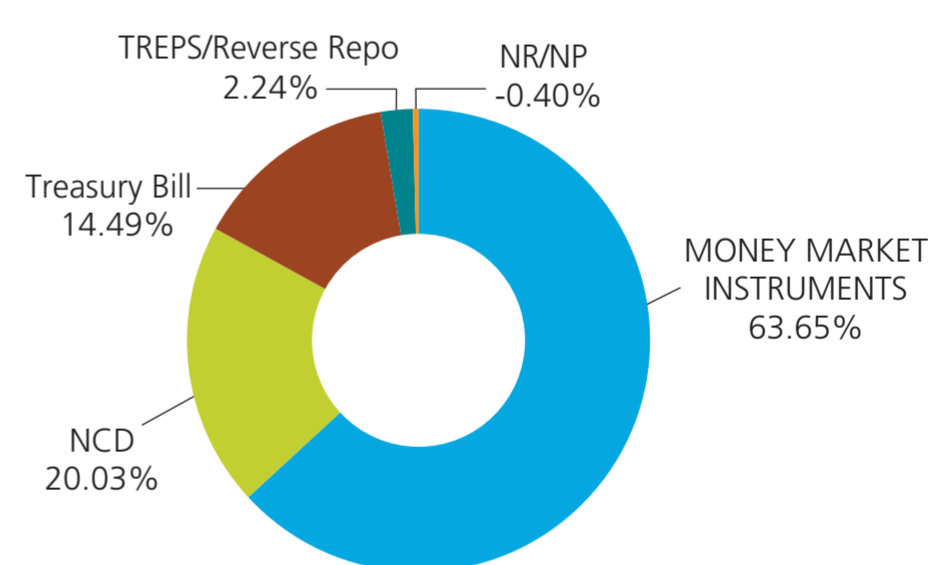
Entry Load: Not Applicable & **Exit Load:** Nil

Date of Inception (Regular): April 10, 2003

% MATURITY PROFILE



% ASSET ALLOCATION PROFILE



Potential Risk Class (PRC) Matrix

Potential Risk Class			
	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Credit risk →			
Interest Rate Risk ↓			
Relatively Low (Class I)		B-I	
Moderate (Class II)			
Relatively High (Class III)			

This product is suitable for investors who are seeking*

- Generation of reasonable and stable income and liquidity over short term
- Investments predominantly in highly liquid money market instruments, government securities and corporate debt

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

All data mentioned above is as on August 31, 2022, unless otherwise stated above.

