

August 24, 2021

Equity Market

Update

Indian equity markets continued to scale new highs in August, 2021 with benchmark headline indices touching new all-time highs after being range bound in the last four to five months. Midcaps and small caps, which were outperforming, witnessed some profit booking.

Indian equity markets have seen an outperformance compared to other global markets as sentiments remain buoyant on expectations that Covid cases have peaked out with unlocking under way, which will lead to economic activity recovering sharply, aided by pent-up demand.

The last one or two years were remarkable for the global economy as well as the equity markets. From the extreme end of despair and uncertainty, the last one year highlights recovery and hope as the fight with the pandemic nears an end with the beginning of vaccination.

Equity markets both globally and in India took a forward looking view despite rising Covid-19 cases. Now incrementally the rate of positive cases is declining. Smart investors took a more medium to long term view of the next two to three years and ignoring the near term impact on current year's weak earnings of companies. Aided by strong fiscal and monetary stimuli and no rollback of re-opening of the economy, developed markets led by the US continued their positive momentum.

India has been the preferred destination of foreign investors with inflows touching an all-time high signifying improvement in market sentiment. We believe it will continue, going forward, as well.

Outlook

Corporate earnings were resilient in April-June 2021 (Q1FY22) amid Covid resurgence pan-India. It was primarily driven by limited impact on economic activity wherein Corporate India largely operated unabated during the second Covid wave. Earnings growth is currently low but is expected to rise significantly over the next two years. This will ultimately drive equity markets higher. We expect Nifty EPS to grow at 24.2% CAGR in FY21-23E.

The overall growth supportive stance of the RBI in terms of easy liquidity and the government's thrust on manufacturing and infrastructure bode well for structural growth prospects, going forward. Easy financial conditions and global liquidity also support the cyclical growth recovery process. The rising momentum in the vaccination drive further contributes to growth in economic activity.

The overall outlook on the equity market remains positive. However, given the significant rally across sectors and broader markets, it is better to adopt a "buy on dips" allocation strategy. Buy on dip allocation strategy warrants additional investment at every small correction of 200-400 points on headline Nifty 50 index apart from regular SIP.

Multicap or flexicap funds remain better placed in an environment where broader markets have already seen significant outperformance despite the outlook remaining positive.

The all-time high levels in absolute terms should not be given higher weightage and focus should remain on long term growth prospects. Buy on dips or SIP/STP should be the preferred investment strategy.

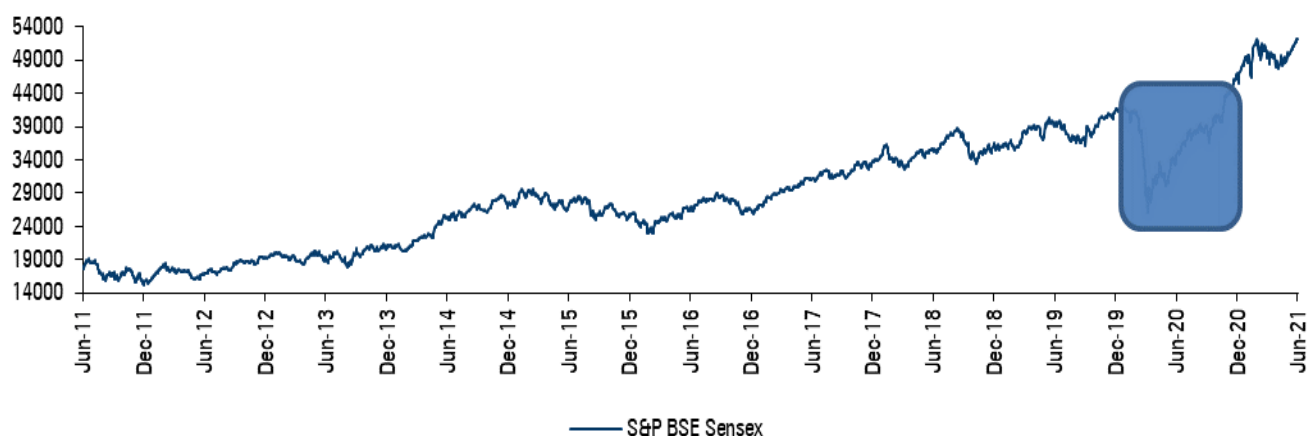
Far more money has been lost by investors trying to anticipate corrections, than lost in the corrections themselves. – Renowned Global Investor, Peter Lynch

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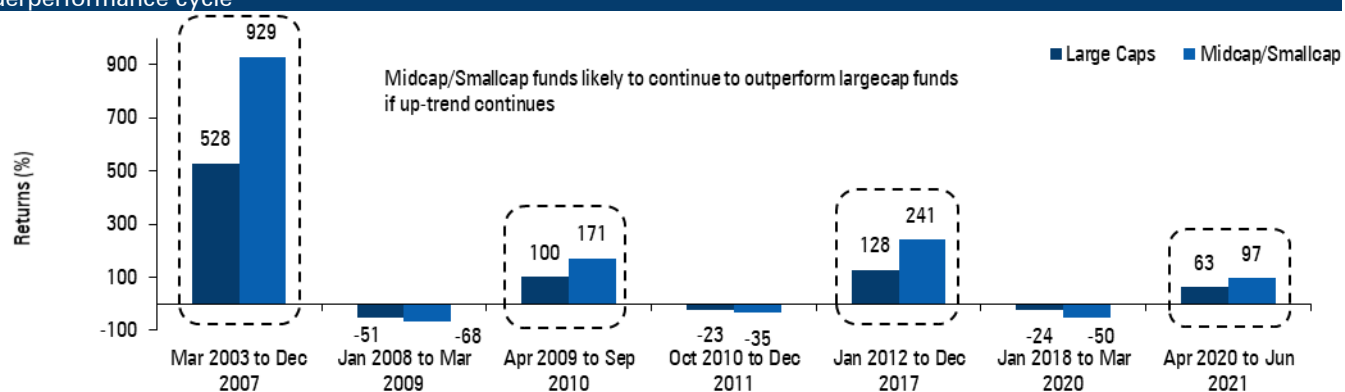
Wealth created by following larger trend

Exhibit 1: Removing Covid-19 related fall and recovery makes Sensex trend line smooth like before



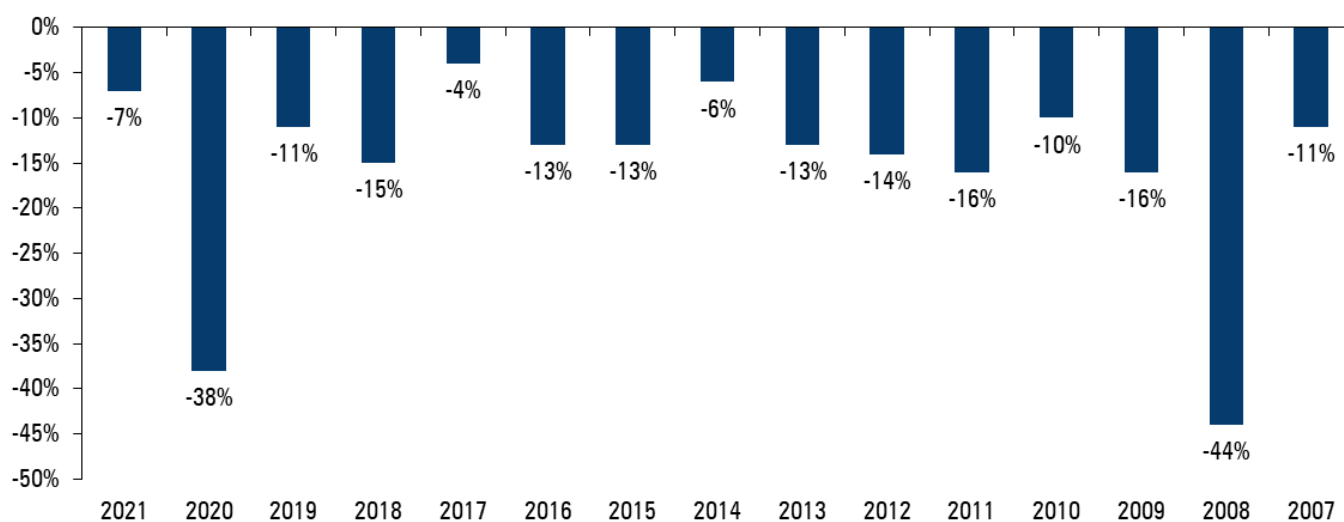
Source: Bloomberg

Exhibit 2: In most up market cycle midcap/small cap funds have outperformed significantly especially after previous underperformance cycle



Source: ACE MF

Exhibit 3: Equity markets witness 10-15% fall almost every year. Follow larger trend, invest regularly but be prepared for intermittent falls. Utilising these regular correction to put lumpsum can enhance portfolio return



Source: Bloomberg. Data: Fall from the recent highs in BSE Sensex

Debt Market

Update

The Indian debt markets have been under pressure in the last few months as higher inflation print, rising global commodity prices and expectation of some rationalisation of the current surplus liquidity led to a rise in yields across market segments.

The global economic recovery post reopening of economic activity as vaccination drives gather pace globally is the primary reason for the rise in prices. The recently announced fiscal stimulus programme by the US boosting infrastructure, consumer spending and healthy demand traction in countries like China for various commodities aided the overall prospects of almost all commodities. Crude oil prices have almost doubled from the lows of last year and are trading above US\$70 per barrel.

CPI Inflation for July 2021 came in lower at 5.59% compared to 6.26% in June 2021. Overall inflation print brings much needed relief as it falls back within RBI's upper target range of 6.0% and also printed below market expectations. The same will help RBI continue its growth focused approach and reduce market expectation of fast normalising liquidity stance.

Reserve Bank of India has been at the forefront in the last few months to support economic growth by ensuring ample liquidity and thereby supporting bond market so far. RBI has made its intention clear to flatten the yield curve. The central bank has already started to suck out excess liquidity in a measured manner. Market participants are in a wait and watch mode particularly amid volatile global bond markets.

Currently, the yield curve is quite steep with very high term premium indicating higher yields as duration increases especially above 10 year period. The same makes some allocation case for investment into 20-30 year G-Sec securities in a staggered manner.

While the recent inflation print has moved up higher, some of the rise may be transitory while the central bank may look through such a temporary rise. The pendulum of inflation growth dynamic still remains tilted towards supporting growth.

Outlook

RBI continued to maintain its accommodative liquidity stance although some discussion revolved around liquidity rollback within MPC as indicated by the minutes of the recent RBI policy meeting.

In its calibrated approach towards flattening the yield curve and absorbing surplus liquidity, RBI in its recent policy meeting announced higher liquidity absorption through its variable rate reverse repo (VRRR) auctions as liquidity remained in surplus at above ₹ 8 lakh crore. It announced it would absorb up to ₹ 4 lakh crore from the current ₹ 2 lakh crore. Accordingly, short term yield moved up in the last few months. The yield movement, however, remained well behaved with very little impact on market sentiments.

The inflation projection by the RBI has been revised upwards by around 20-30 bps for the next few quarters and FY22 but remains well within the 6.0% limit. Given RBI's focus on growth, inflation does not seem to be a concern area in the immediate future in terms of changing their policy stance.

The bond market continues to be in a wait and watch mode. Supply pressure remains, particularly at the longer end of the yield curve. The government borrowing amount in FY22 is at ~₹ 22 lakh crore including borrowings from state governments.

The yield of the AAA-rated corporates has fallen significantly and is trading at extremely lower levels. With gross YTM of corporate bond funds around 5.5%, the attractiveness reduces significantly. Good quality medium term funds offer better risk adjusted returns.

Indian bond markets have fared far better compared to their global peers in terms of rise in bond yields. Assurance from RBI Governor of OMOs and ensuring smooth passage of government borrowing helped market sentiments

With RBI's liquidity supportive stance along with growth concern, bond yields may remain range bound. Investors may avoid higher maturity funds and are better-off investing in accrual funds like medium term funds with higher YTM's

Industry Synopsis

The mutual fund industry AUM rose by 4.9% in July 2021 to ₹ 35.3 lakh crore compared to ₹ 33.7 lakh crore from ₹ 33.06 lakh crore in June 2021 due to inflows into both equity funds and debt funds.

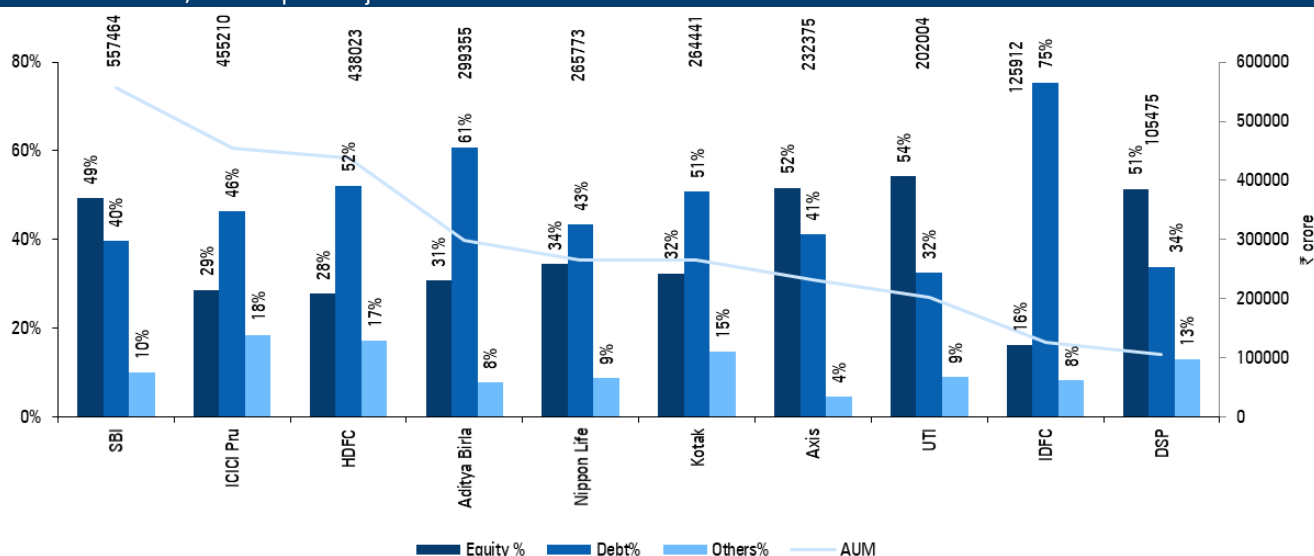
AUM of open ended equity funds is now at ₹ 11.7 lakh crore as on July 2021 compared to ₹ 11.1 lakh crore in June 2021.

Inflows into equity funds continued and came in at a record high of ₹ 22500 crore on the back of NFOs. In July, NFOs collected fresh money of ₹ 13700 crore with the largest amount of ₹ 9800 being collected by ICICI Pru Flexicap fund. Excluding NFOs flows, inflow was at ₹ 8900 crore compared to ₹ 5800 crore in June. SIP flows in July came in at all-time high at ₹ 9600 crore compared to ₹ 9155 crore in June 2021.

In debt funds, inflows were seen in lower maturity funds like liquid, money market and floating rate funds dominated by institutional flows in the month following quarter end requirement. Overnight funds have been witnessing higher inflows in the last few months as investors prefer to avoid any interest rate risk in higher duration funds.

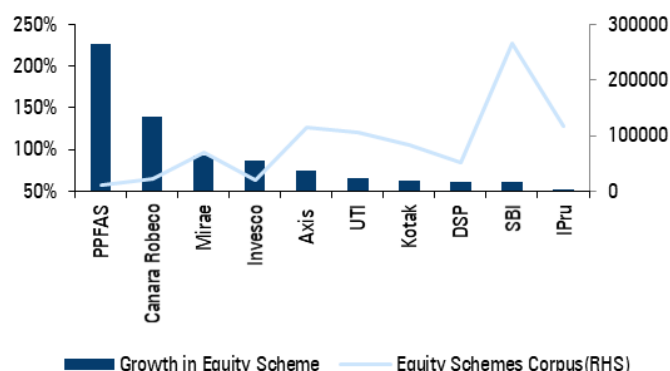
Balanced advantage funds saw inflows at ₹ 2454 crore, a seventh consecutive month of inflows as investors prefer dynamically managed equity funds at current higher equity levels.

Exhibit 4: Total AUM, break-up of major AMCs



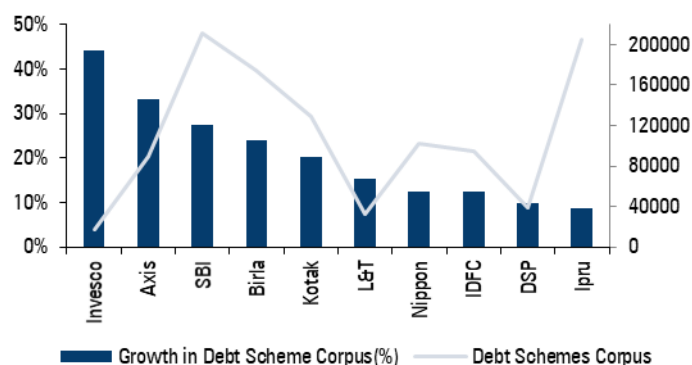
Source: ACE MF. Data as on month-end July 2021

Exhibit 5: PPFAS, Canara Robeco, Mirae, Invesco, Axis witness highest growth in equity schemes in last one year



Source: ACE MF. Data as of June 2021. YoY growth in last one year.

Exhibit 6: In debt, Invesco, Axis, SBI, Birla see highest AUM growth in last one year among major AMCs



Source: ACE MF. Data as of June 2021. YoY growth in last one year.

Category Analysis

Equity Funds

The rally in the equity markets has been well diversified with sector rotation in play in the last few months.

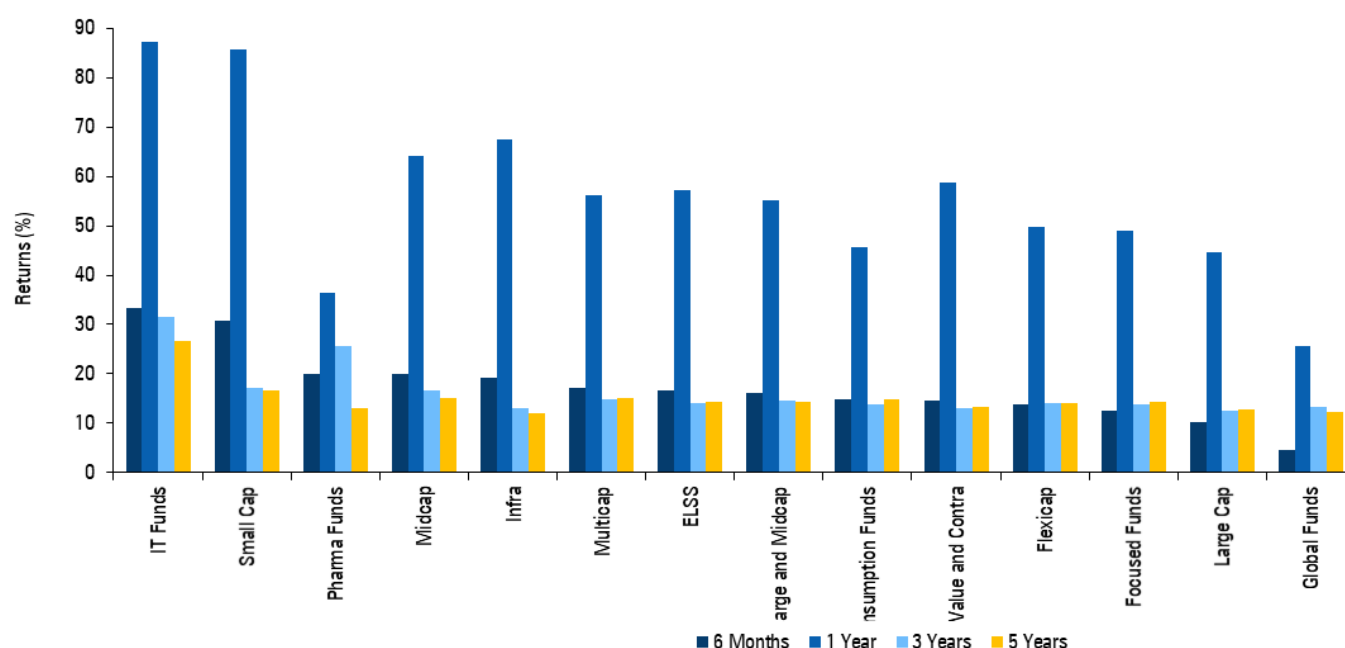
IT funds have been a consistent outperformers in the last two to three years as growth outlook improved for the sector in the post Covid world resulting into valuation re-rating of most stocks. The sectors or segments like infrastructure, PSUs which lagged behind in the early part of the rally, have started to gain traction indicating the healthy trend of sector rotation.

Small cap funds have been consistent outperformers in the last one year after they were beaten down during the Covid pandemic induced market fall. Midcaps also followed small cap funds and have outperformed other category. However, there seems to be some profit booking recently as it underperformed in the last one month.

Global funds have underperformed significantly in the last few months.

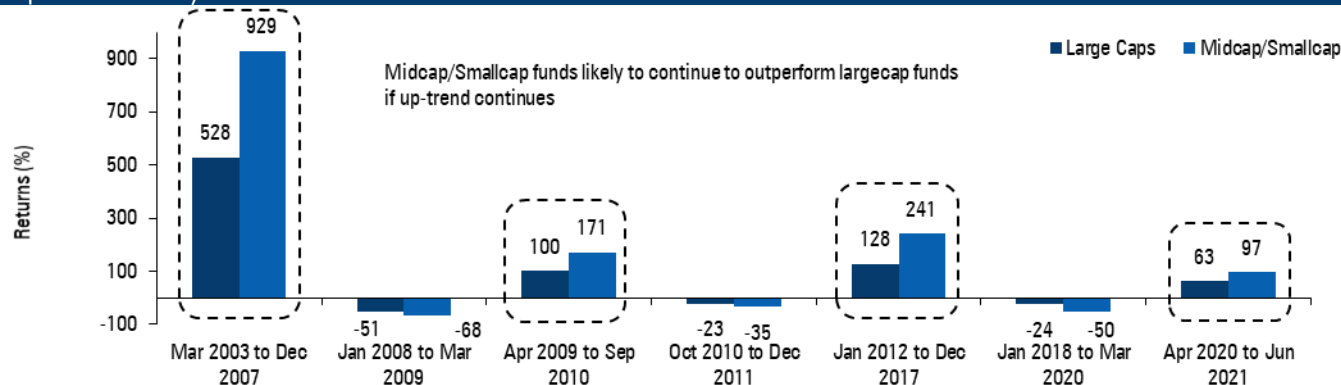
While we remain constructive on midcap, small cap funds, multicap and flexicap funds are better placed for most investors in current environment where midcap, small cap funds have already outperformed significantly.

Exhibit 7: IT funds remain consistent outperformers



Source: CRISIL. Category average returns as on August 18, 2021. Returns above one year are annualised

Exhibit 8: In most up market cycle midcap/small cap funds have outperformed significantly especially after previous underperformance cycle



Source: ACE MF

Equity funds

Equity funds have been witnessing consistent inflows in the last few months since March 2021. July saw record high inflows on the back of NFOs. Inflows in the last five months since March till July 2021 were at ₹ 51200 crore. Equity funds had witnessed outflows of ₹ 47000 crore from July 2020 till February 2021.

As equity markets were on an upward trajectory in CY20 post Covid-19 pandemic induced fall in March 2020, investors turned cautious and were redeeming from equity funds at every higher level. Since the rally was sharp and market sentiment was weak, investors chose to sit on the sidelines.

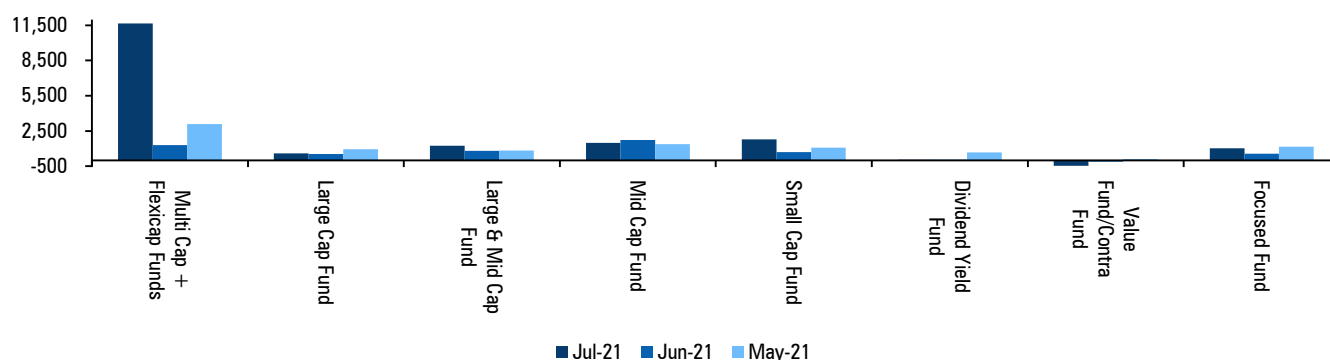
As equity markets continue to scale new highs and remained stable at higher levels, confidence of retail investors seems to be returning. While flexicap/multicap funds continue to be receive major inflows, midcap and small cap funds have been witnessing higher inflows in the last few months.

SIP flows have started gaining traction and are at all-time levels. SIP flows in July came in at all-time high at ₹ 9609 crore compared to ₹ 9155 crore in June. In February-March 2020 SIP inflows were at ₹ 8600 crore. They declined to a run rate of ₹ 7800 crore post-Covid. Then they saw a sharp rise in January: ₹ 8000 crore, February-March: ₹ 8350 crore, April: ₹ 8600 crore, May: ₹ 8800 crore, June: ₹ 9155 crore.

We believe that as equity markets have been stabilising now post one year of Covid-19 pandemic induced volatility, inflows will be more structural from here on and the same will provide domestic liquidity support for equity markets.

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Exhibit 9: Monthly flows: flexicap funds receive higher inflows in July 2021



Source: AMFI

Exhibit 10: While flexicap, large cap category remain dominant, AUM of midcap funds gaining pace as well

Equity Oriented Category	Inflow/(Outflow) during June 2021	AUM
Multi Cap + Flexicap Fund	11,673	219,225
Large Cap Fund	593	198,796
Mid Cap Fund	1,488	142,791
ELSS	(512)	138,663
Sectoral/Thematic Funds	5,728	123,936
Small Cap Fund	1,778	94,015
Large & Mid Cap Fund	1,234	92,209
Focused Fund	1,010	80,871
Value Fund/Contra Fund	(462)	71,531
Dividend Yield Fund	53	8,764

Source: AMFI

Exchange traded funds (ETFs)

ETFs have already taken the world by storm, with assets under management (AUM) in such funds already surpassing that in traditional mutual funds in many countries. Passive funds emerged in the US more than two decades ago. The first modern day exchange traded fund (ETF) S&P SPDR (Spiders) started trading in the US in 1993. The market for ETFs has grown tremendously since then. Today, more than 2,000 ETFs are listed in the US. In India, the ETF landscape has gained traction since 2015 and has not only become much bigger but also more diverse. AUM for ETFs has grown from ~₹ 5400 crore in December 2014 more than ₹ 3 lakh crore currently. While growth in ETF is driven by institutional flows led by EPFO in Nifty 50 and BSE Sensex ETF along with CPSE ETFs, inflows from individual investors have also started gaining traction.

This trend of allocation towards ETF is increasing and is likely to gain further traction. The ETF market is expected to grow on the back of continued thrust from the government and rising acceptance of such products as an investment vehicle by the retail segment.

ETFs are best placed from an asset allocation perspective as they do not carry any stock selection risk. Indian equity ETF market has grown with many categories of ETFs now available in large cap, midcap, thematic segments.

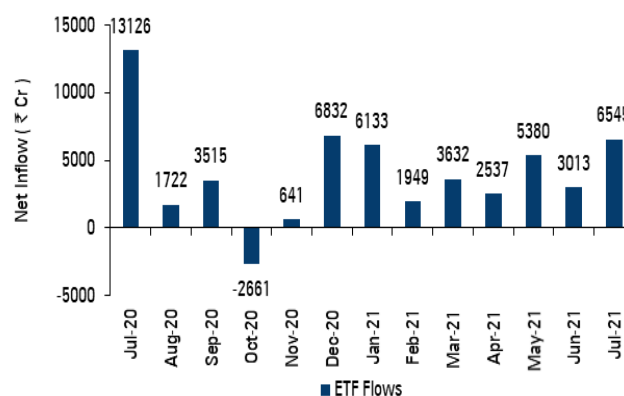
ETFs have a number of attractive features. Usually they have much lower fees and can be bought and sold during the day as opposed to mutual funds that usually execute at the close. Earlier, there was primarily Nifty or Sensex ETF but now there are many ETFs in the large cap space like Nifty Next 50 ETF. Similarly, in midcaps, Nifty Midcap 100 ETF and Nifty Midcap 150 ETF are available to take exposure to midcaps. Many thematic ETFs are also available like banking ETFs and Nasdaq 100 ETFs.

Exhibit 11: ETF AUM cross ₹ 3 lakh crore in June 2021



Source: AMFI

Exhibit 12: ETFs continue to witness consistent inflows dominated by institutional flows



Source: AMFI

Different category of investment options available under ETFs

Exhibit 13: There are currently around 30 categories of ETFs available in Indian market

Nos.	Types of ETFs	Name of ETF	AUM (Cr)
I Largecap oriented ETFs			
1	Nifty 50 ETF	Most AMCs	3822 (Highest- Nippon AMC)
2	Sensex ETF	Most AMCs	478 (Highest-LIC MF)
3	BSE 100 ETF	SBI-ETF BSE 100	6
4	Nifty 100 ETF	LIC MF ETF-Nifty 100	449
		Nippon ETF Nifty 100	165
		ICICI Pru Nifty 100 ETF	24
5	Nifty 100 Quality 30 ETF	Edelweiss ETF - Nifty 100 Quality 30	11
6	Nifty 200 Quality 30 ETF	SBI ETF Quality	28
7	Nifty Low Vol 30 ETF	ICICI Pru Nifty Low Vol 30 ETF	454
8	Nifty Alpha Low Vol 30 ETF	ICICI Pru Alpha Low Vol 30 ETF	82
9	Nifty Next 50 ETF	Nippon India ETF Junior BeES	1900
		SBI-ETF Nifty Next 50	894
		UTI-Nifty Next 50 ETF	546
		ICICI Pru Nifty Next 50 ETF	198
		Aditya Birla SL Nifty Next 50 ETF	99
		Mirae Asset Nifty Next 50 ETF	73
10	Sensex Next 50 ETF	Nippon India ETF Sensex Next 50	17
		UTI S&P BSE Sensex Next 50 ETF	8
		SBI-ETF Sensex Next 50	6
11	NV 20 ETF	Nippon India ETF NV20	37
		Kotak NV 20 ETF	25
		ICICI Pru NV20 ETF	17
12	Nifty Dividend Opportunities 50 ETF	Nippon India ETF Dividend Opportunities	3
II Midcap Oriented ETFs			
13	Midcap 100 ETF	Motilal Oswal Midcap 100 ETF	73
14	Nifty Midcap 150	Nippon India ETF Nifty Midcap 150	413
		ICICI Pru Midcap 150 ETF	90
15	Midcap Select ETF	ICICI Prudential Midcap Select ETF	29
III Multicap Oriented ETFs			
16	S&P BSE 500 ETF	ICICI Pru S&P BSE 500 ETF	61
IV Sectors/Thematic ETFs			
17	Banking ETF	Nippon India ETF Bank BeES	8759
		Kotak Banking ETF	6988
		SBI-ETF Nifty Bank	4606
		ICICI Pru Bank ETF	2446
		HDFC Banking ETF	165
		Aditya Birla SL Banking ETF	116
		Axis Banking ETF	45
		UTI Bank ETF	24
		Edelweiss ETF - Nifty Bank	1
18	PSU Bank ETF	Nippon India ETF PSU Bank BeES	293
		Kotak PSU Bank ETF	139
19	Private Bank ETF	ICICI Pru Pvt Banks ETF	2363
		Tata Nifty Pvt Bank ETF	12
		SBI-ETF Nifty Pvt Bank	4
20	IT ETF	ICICI Pru IT ETF	2280
		Nippon India ETF Nifty IT	687
		SBI-ETF IT	626
		Kotak IT ETF	124
		Axis Technology ETF	26
21	Pharma/Healthcare	Axis Healthcare ETF	26
		Nippon India Nifty Pharma ETF	52
22	Nifty India Consumption ETF	Nippon India ETF Nifty Consumption	22
23	Nifty Infrastructure ETF	Nippon India ETF Infra BeES	26
24	Nifty 100 ESG Sector Leaders ETF	Mirae Asset ESG Sector Leaders ETF	149
25	Nifty 50 Shariah ETF	Nippon India ETF Shariah BeES	11
26	Global ETF	Motilal Oswal Nasdaq 100 ETF	4746
		Mirae Asset NYSE FANG+ ETF	1023
		Nippon India ETF Hang Seng BeES	71
27	CPSE ETF	CPSE ETF	14873
28	BHARAT 22 ETF	BHARAT 22 ETF	7463
V Commodities: Gold ETFs			
29	Gold ETF	Most AMCs	6111 (Highest-Nippon AMC)
VI Debt ETFs			
30	BHARAT Bond ETF - April 2023		4461
	BHARAT Bond ETF - April 2025		7965
	BHARAT Bond ETF - April 2030		11873
	BHARAT Bond ETF - April 2031		9729
	Nippon India ETF Nifty CPSE Bond Plus SDL - 2024 Maturity		1496
	Nippon India ETF Nifty SDL - 2026 Maturity		1283
	LIC MF G-Sec LT ETF-(G)		712
	Axis AAA Bond Plus SDL ETF - 2026 Maturity		297
	Motilal Oswal 5 Year G-Sec ETF		34
	Nippon India ETF Long Term Gilt		14
	Nippon India ETF 5 Year Gilt		3
	SBI-ETF 10 Year Gilt		3

Source: ACE MF. AUM as on July 2021. In Sensex and Nifty ETFs, SBI and UTI AMC has higher AUM but dominated by institutional flows.

Exhibit 14: Return of various category of ETFs

Name	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years
Largecap Oriented ETFs							
Nifty 50 ETF	4.2	10.3	10.4	47.2	14.2	15.1	14.0
Sensex ETF	4.8	11.5	9.1	45.7	14.8	15.8	14.3
BSE 100 ETF	0.9	11.0	10.3	47.8	14.1	14.3	-
Nifty 100 ETF	3.8	10.0	10.6	46.3	13.5	14.4	-
Nifty 100 Quality 30 ETF	3.3	10.2	11.7	40.5	11.4	12.5	-
Nifty 200 Quality 30 ETF	3.9	12.4	14.4	39.1	-	-	-
Nifty Low Vol 30 ETF	3.2	9.9	13.3	40.9	14.4	-	-
Nifty Alpha Low Vol 30 ETF	4.5	13.2	19.0	41.5	-	-	-
Nifty Next 50 ETF	2.1	9.0	13.2	44.7	10.8	12.6	15.5
Sensex Next 50 ETF	0.7	7.5	10.0	48.6	-	-	-
NV20 ETF	5.9	13.1	18.5	54.7	18.3	19.6	-
Nifty Dividend Opportunities 50 ETF	4.9	12.9	18.2	46.8	11.9	13.7	-
Midcap Oriented ETFs							
Midcap 100 ETF	-0.5	9.9	18.0	65.7	13.1	13.0	14.8
Nifty Midcap 150 ETF	-0.4	10.2	18.2	66.4	-	-	-
Midcap Select ETF	2.3	12.8	10.9	55.2	12.2	12.0	-
Multicap Oriented ETFs							
S&P BSE 500 ETF	2.7	10.2	12.9	51.8	14.2	-	-
Sector/Thematic ETFs							
PSU Bank ETF	-5.5	3.7	-10.1	62.0	-10.9	-5.6	-3.2
Nifty Bank ETF	-0.5	5.1	-2.6	60.6	7.7	12.8	14.4
Nifty Pvt Bank ETF	-1.6	2.4	-4.9	51.6	-	-	-
IT ETF	14.1	29.8	31.8	-	-	-	-
Healthcare ETF	0.4	7.6	-	-	-	-	-
Nifty India Consumption ETF	4.0	9.8	9.9	29.8	8.5	12.2	-
Nifty Infrastructure ETF	2.8	9.0	8.7	40.9	14.4	9.7	5.6
Nifty 50 Shariah ETF	7.0	16.4	22.4	50.5	19.0	17.0	14.9
Hang Seng ETF	-8.3	-7.4	-12.6	2.6	2.6	6.7	10.2
Nasdaq 100 ETF	1.1	14.3	11.8	32.0	29.1	27.8	27.0
NYSE FANG+ ETF	-3.8	10.5	-	-	-	-	-
CPSE ETF	-2.2	0.6	10.3	38.6	-1.9	1.8	-
Bharat 22 ETF	-1.3	4.9	6.0	49.1	3.1	-	-
Commodities ETFs							
Gold ETF	-26.5	-12.4	2.8	-13.5	15.9	6.8	4.8

Source: ACE MF. Return as on August 18, 2021

Hybrid funds

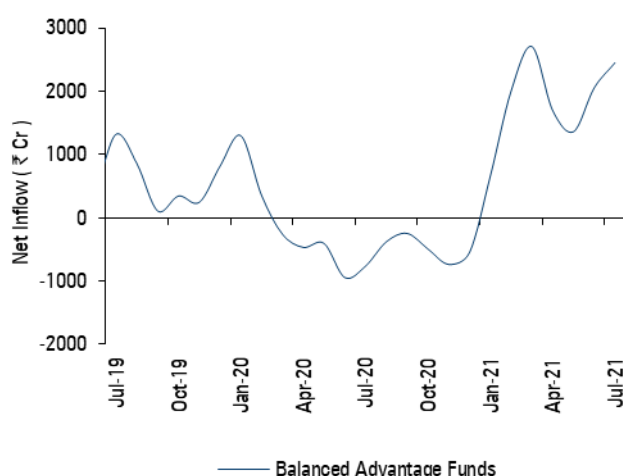
The hybrid funds category is dominated by aggressive hybrid funds (erstwhile balanced funds) and balanced advantage or dynamic asset allocation funds.

The trend of outflow continues in the aggressive hybrid category. The category has witnessed consistent outflows in the last many months.

Balanced Advantage Funds or Dynamic Asset Allocation category have been witnessing consistent inflows in the last six months as many investors prefer to invest in a dynamically managed equity funds due to higher equity levels. The category has grown significantly over last few years. AUM of the category crossed ₹ 3 lakh crore as on July 2021.

Arbitrage funds, as a category, have been popular among investors for parking money temporary in a tax efficient manner.

Exhibit 15: BAFs witness inflows since last seven months



Source: AMFI

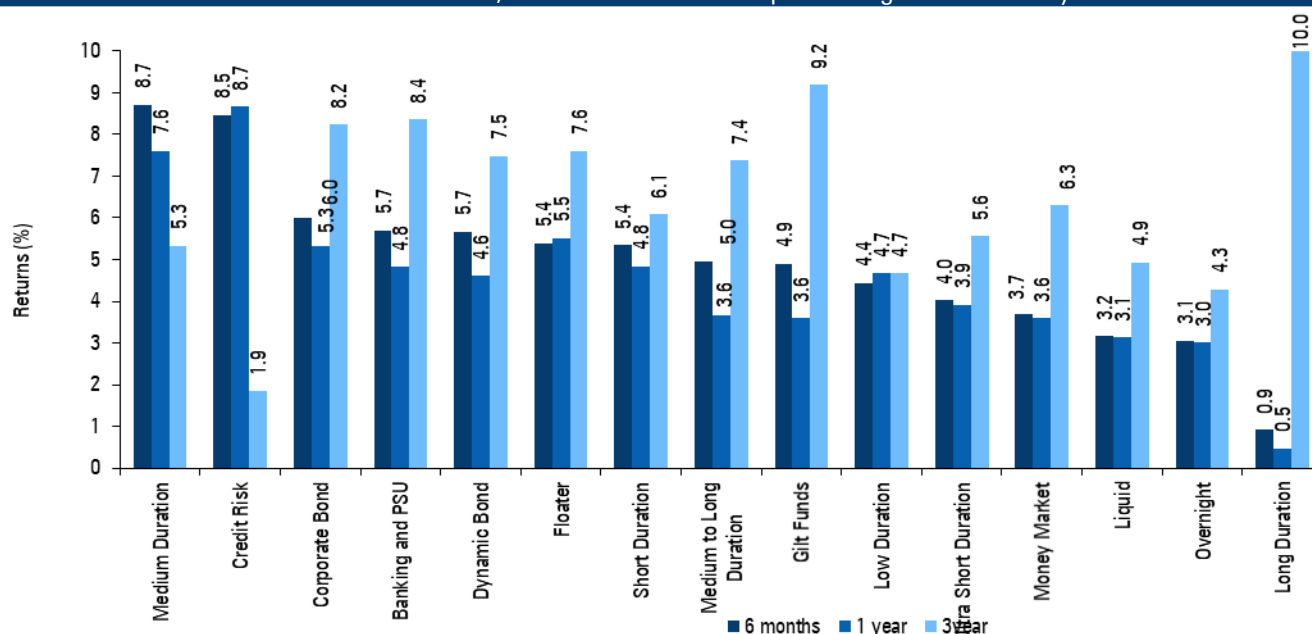
Exhibit 16: Balanced advantage funds continue to receive inflows

Hybrid Category	Inflow/(Outflow) during July 2021	AUM
Balanced Hybrid Fund/Aggressive Hybrid Fund	741	135,589
Dynamic Asset Allocation/Balanced Advantage	2,454	122,592
Arbitrage Fund	14,924	108,178
Conservative Hybrid Fund	726	17,079
Multi Asset Allocation	(9)	16,432
Equity Savings	645	12,031

Source: AMFI

Debt Funds

Exhibit 17: Accrual funds like credit risk funds, medium term funds outperforming since last one year



Source: CRISIL. Category average annualised returns as on August 18, 2021

Mutual Fund Recommendation

Exhibit 18: Equity oriented funds

Category wise top picks	
Largecap Funds	Axis Bluechip Fund
	Canara Robeco Equity Bluechip Eq. Fund
	ICICI Prudential Bluechip Fund
Large and Midcap Funds	IDFC Large Cap Fund
	Invesco Growth Opportunity Fund
	Kotak Equity Opportunities Fund
	LIC Large and Midcap Fund
Flexicap/Multicap Funds	SBI Large and Midcap Fund
	Aditya Birla Sunlife Flexi Cap Fund
	Axis Flexi Cap Fund
	Canara Robeco Flexi Cap Fund
	Invesco Multicap Fund
	Nippon Multicap Fund
Midcap Funds	Parag Parikh Flexi Cap Equity
	UTI Flexi Cap Fund
	Axis Midcap Fund
	DSP Midcap Fund
	ICICI Pru Midcap Fund
	Kotak Emerging Equity Fund
	Tata Midcap Fund
Smallcap Funds	UTI Midcap Fund
	Axis Smallcap Fund
	ICICI Pru Smallcap Fund
	Invesco Smallcap Fund
	Kotak Smallcap Fund
	Nippon Small Cap Fund
Focus Funds	SBI Smallcap Fund
	Axis Focused 25 Fund
	IDFC Focused Equity Fund
	SBI Focused Equity Fund
	Tata Focused Equity Fund
Value/Contra Funds	IDFC Sterling Value Fund
	Nippon India Value Fund
ELSS	SBI Contra Fund
	Axis Long Term Equity Fund
	Canara Robeco Equity Taxsaver Fund
	DSP Blackrock Tax Saver Fund
	IDFC Tax Advantage Fund
	Tata Tax Savings Fund
Balanced Advantage Funds	Aditya Birla SunLife Balanced Advantage Fund
	DSP Dynamic Asset Allocation Fund
	Edelweiss Balanced Advantage Fund
	ICICI Prudential Balanced Advantage Fund
	IDFC Dynamic Equity Fund
	Kotak Balanced Advantage Fund

Source: ICICI Direct Research

Exhibit 19: Debt funds

Category wise top picks	
Category	Fund
Overnight / Liquid / Ultra Short Term	Aditya Birla Sun Life Savings Fund
	HDFC Ultra Short Duration Fund
	SBI Magnum Ultra Short Duration Fund
Low Duration / Money Market	HDFC Low Duration Fund
	ICICI Prudential Savings Fund
Short Term	Kotak Low Duration Fund
	Aditya Birla Sun Life Short Term Fund
	HDFC Short Term Debt Fund
	Nippon India Short Term Fund
Medium Term	Axis Strategic Bond Fund
	HDFC Medium Term Debt Fund
	ICICI Prudential Medium Term Bond Fund
Medium to Long Term / Long Term	Aditya Birla Sun Life Income Fund
	ICICI Prudential Bond Fund
	IDFC Bond Fund - Income Plan
Dynamic Bond Fund	DSP Strategic Bond Fund
	IDFC Dynamic Bond Fund
	Kotak Dynamic Bond Fund
Corporate Bond	Aditya Birla SL Corporate Bond Fund
	HDFC Corporate Bond Fund
	IDFC Corporate Bond Fund
Credit Risk	-
	-
	-
Gilt	Aditya Birla Sun Life G-Sec Fund
	IDFC G-Sec Fund - Investment Plan
	SBI Magnum Gilt Fund

Source: ICICI Direct Research

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