

# Bajaj Finserv Low Duration Fund

An open ended low duration debt scheme investing in instruments such that the Macaulay Duration of the portfolio is between 6 months to 12 months with relatively high interest rate risk and moderate credit risk.

Data as on 30<sup>th</sup> April 2026




## Portfolio Strategy

The scheme is an open ended actively managed debt scheme which aims to provide optimal returns to its investors by investing in debt and money market securities with Macaulay duration of the portfolio between 6 to 12 months, resulting in a low duration investment with relatively high interest rate risk and moderate credit risk. The Scheme seeks to offer a short-term savings avenue with low risk while balancing yield and liquidity. The investment manager will invest in debt securities that are rated investment grade by credit rating agencies, or unrated debt securities that the manager believes to be of equivalent quality. However, the Scheme shall not invest more than 5% of its net assets in unrated debt and money market instruments, other than government securities, treasury bills, derivative products such as Interest Rate Swaps (IRS), Interest Rate Futures (IRF), etc.









## Key Features

### Understanding Low Duration Debt Funds





Open-ended debt scheme investing in debt and money market instruments such that the Macaulay duration of the portfolio is between 6 & 12 months

 <p><b>Investment Strategy</b></p> <p>Invests in short-term debt and money market instruments</p> <p>Focus on generating returns through interest accrual</p>	 <p><b>Duration and Volatility</b></p> <p>Portfolio Macaulay duration maintained between 6-12 months</p> <p>Lower sensitivity to interest rate compared to other debt funds</p>	 <p><b>Liquidity and Flexibility</b></p> <p>Short-maturity profile enables efficient liquidity management for investors</p> <p>Serves as a flexible allocation between liquid funds and longer-duration debt strategies</p>
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## Fund Features

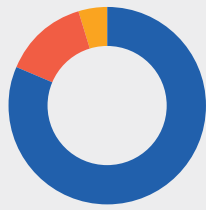
-  **Category:**  
Low Duration Fund
-  **Inception Date:**  
20<sup>th</sup> February 2026
-  **Fund Manager:**  
Mr. Siddharth Chaudhary  
Mr. Nimesh Chandan
-  **Benchmark:**  
NIFTY Low Duration Debt Index A-I
-  **Minimum Investment Amount:**  
Rs. 5,000/- and multiples of Rs. 1/- thereafter
-  **SIP Frequency:**  
Daily, Weekly, Fortnightly, Monthly, Quarterly
-  **\*Base Expense Ratio:**  
Regular- 0.85%  
Direct- 0.19%
-  **\*AUM (IN CR):**  
Month end AUM - INR 584.28  
\*The closing AUM as reported to SEBI & AMFI in the Monthly Cumulative Report (MCR)
-  **Entry load:** Nil
-  **Exit load:** Nil

## Why Invest In Low Duration Funds?

 <p><b>Portfolio Flexibility</b></p> <p>Invests across money-market instruments, corporate bonds and Non-Convertible Debentures. Allows selective exposure to securities beyond one-year maturity while maintaining a low duration profile*.</p>	 <p><b>Performance Across Rate-cycles</b></p> <p>May participate in accrual and potential roll-down when rates are falling or stable. Shorter duration profile helps manage valuation impact during rate volatility.</p>	 <p><b>Lower Duration Positioning</b></p> <p>Portfolio maintained within a six-to-twelve-month Macaulay duration band. Suitable for surplus deployment where investors do not wish to take long duration exposure and aim to benefit from any downward movement in rates.</p>	 <p><b>Strategic Implication</b></p> <p>Investors who mostly invest in Liquid or Money Market strategies and want to benefit from volatility/rate cut cycles can invest incrementally here, without changing the duration of the portfolio in significant way. Useful as part of a phased allocation of surplus funds, for instance - STP strategy</p>
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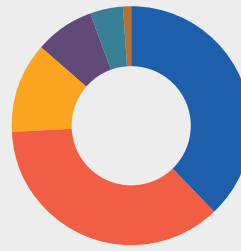
\* Macaulay duration of the portfolio to be between 6 months to 12 months

## Asset Quality



AAA, AA+ or A1+	78.11%
Reverse Repo/TREPS & Net Current Assets	13.23%
Sovereign	4.35%

## Asset Allocation



Corporate Bond	37.87%
Certificate of Deposit	36.47%
Reverse Repo/TREPS & Net Current Assets	12.18%
Commercial Paper	8.08%
State Government Bond	4.35%
Cash & Cash Equivalent	1.05%

## Potential Risk Class (PRC)

(Maximum risk the scheme can take)

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		<b>B-III</b>	

B-III – A Scheme with relatively high interest rate risk and moderate credit risk.

## Quantitative Indicators

Modified Duration<sup>1</sup>  
296 Days

Average Maturity<sup>2</sup>  
324 Days

Macaulay duration<sup>3</sup>  
317 Days

Yield to maturity<sup>4</sup>  
7.13%

- 1 Modified duration is a formula that expresses the measurable change in the value of a security in response to a change in interest rates. Modified duration follows the concept that interest rates and bond prices move in opposite directions.
- 2 Average Maturity is the weighted average of all the residual maturities of the debt securities held in the fund. Average maturity helps to determine the average time to maturity of all the debt securities held in a portfolio and is calculated in days, months or years.
- 3 The Macaulay duration is the weighted average term to maturity of the cash flows from bonds. In other words, it is the weighted average number of years an investor must maintain a position in the bond until the present value of the bond's cash flows equals the amount paid for the bond.
- 4 Yield to maturity is the total return anticipated on a bond if the bond is held until it matures. Yield to maturity is considered a long-term bond yield but it is expressed as an annual rate

## PRODUCT LABEL

### Bajaj Finserv Low Duration Fund

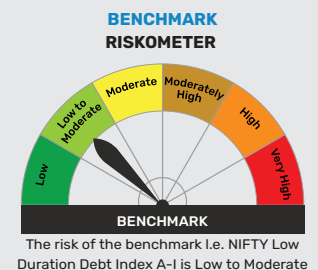
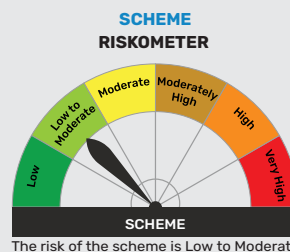
An open ended low duration debt scheme investing in instruments such that the Macaulay Duration of the portfolio is between 6 months to 12 months (please refer to page no. 34 of the SID)# with relatively high interest rate risk and moderate credit risk.

#Please refer to the page number of the Scheme Information Document on which the concept of Macaulay Duration has been explained.

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

- income over short term
- to generate income/capital appreciation through investments in low duration debt and money market instruments

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



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