

**QUANTUM LIQUID FUND**  
(An open ended Liquid Scheme)

**Fact Sheet as on 03-Jun-16**

<b>Fund Size as on (Rs. in crores) 03-Jun-16</b>	<b>Absolute AUM</b>
Growth Option	47.51
Daily Dividend Reinvestment Option	10.76
Monthly Dividend Option	3.79
<b>Total</b>	<b>62.06</b>

<b>Net Asset Value as on 03-Jun-16</b>	<b>(Rs./Unit)</b>
Growth Option	21.3983
Monthly Dividend Option	10.0212
Daily Dividend Reinvestment Option	10.0054

<b>Weighted Average Maturity (days)</b>	<b>No of days</b>
At the end of the week	24
Modified Duration	22

<b>Sr.No.</b>	<b>Name of Instrument</b>	<b>Rating</b>	<b>Residual Maturity (in days)</b>	<b>Market Value (Rs Lakhs)</b>	<b>% to Net Asset</b>
	<b>DEBT INSTRUEMENTS</b>				
	<b>A) Listed/awaiting listing on Stock Exchanges</b>				
i)	<b>Non-Convertible debentures / Bonds</b>			<b>NIL</b>	<b>NIL</b>
	<b>B) Privately Placed/Unlisted</b>			<b>NIL</b>	<b>NIL</b>
	<b>C) Securitized Debt Instruments</b>			<b>NIL</b>	<b>NIL</b>
	<b>Total of Debt instruments</b>			<b>-</b>	<b>0.00%</b>
	<b>MONEY MARKET INSTRUEMENTS</b>				
a	<b>Certificate of Deposit (CD)</b>				
1	Bank of Maharashtra CD (MD 20/06/2016)	CRISIL A1+	17	498.53	8.03%
2	Union Bank of India CD (MD 21/06/2016)	CRISIL A1+	18	498.44	8.03%
3	Vijaya Bank CD (MD 21/06/2016)	CARE A1+	18	498.44	8.03%
4	Punjab & Sind Bank CD (MD 22/06/2016)	ICRA A1+	19	498.35	8.03%
5	Oriental Bank of Commerce CD (MD 02/08/2016)	CRISIL A1+	60	494.32	7.96%
	<b>Total of CDs</b>			<b>2,488.08</b>	<b>40.08%</b>
b	<b>Commercial Papers (CP)</b>				
1	IRFC LTD CP (MD 22/06/2016)	CRISIL A1+	19	498.34	8.03%
2	Export Import Bank of India CP (MD 22/06/2016)	CRISIL A1+	19	498.29	8.03%
3	National Bank For Agri & Rural CP (MD 28/07/2016)	CRISIL A1+	55	494.64	7.97%
4	Rural Electrification Corp Ltd CP (MD 12/08/2016)	CARE A1+	70	493.33	7.95%
	<b>Total of CPs</b>			<b>1,984.60</b>	<b>31.98%</b>
c	<b>Treasury Bills (T-bill)</b>				
1	91 Days Tbill (MD 09/06/2016)	Sovereign	6	49.96	0.80%
	<b>Total of T-Bills</b>			<b>49.96</b>	<b>0.80%</b>
d	<b>Collateralised Borrowing &amp; Lending Obligation (CBLO) *</b>			<b>1,677.32</b>	<b>27.03%</b>
	<b>Total of Money Market Instruments</b>			<b>6,199.96</b>	<b>99.89%</b>
	Net Receivable / (Payable)			<b>6.28</b>	<b>0.11%</b>
	<b>Grand Total</b>			<b>6,206.24</b>	<b>100.00%</b>

\* Cash & cash Equivalents

- In the monetary policy on June 7 2016, the important market metric to track will be RBI's assessment on recent spike in Food inflation and Oil prices. CPI inflation for May is expected to come around 5.7 % levels due to higher prices of pulses, vegetables and increase in petrol and diesel prices.
- We expect RBI to leave the Repo rate unchanged at 6.5% but maintain it's accommodative and thus its view on further Open Market Purchases to bring the system liquidity into neutral mode will be keenly watched by the bond markets.
- The Debt market started the week on a bearish note due to expectation of U.S Fed Reserve hiking rates in June or July meeting. OMO auctions continued to see nationalized Banks offloading securities to RBI at 3 to 5 basis point higher compared with prevailing market rates.
- But US Non-farm payroll data came in at 38,000 versus expectation of additions of 164,000 for the month of May 2016 and after this data, ten year US yields fell from 1.84 % to 1.70 % levels and the dollar depreciated against all the major currency as the markets dial back expectations of any fed hike in June/July. The dollar index is now trading at 94.22 levels with the Rupee trading below at 66.96 against the dollar versus 67.35 levels.
- Banking system Liquidity eased during the week to Rs 22,923 bln vs Rs 74,294 bn last week. Liquidity eased due to government spending of Rs 31,800 crores and RBI OMO Purchase of Rs 15000 Crores . Liquidity is expected to tighten in the coming week due to excise and custom duty payment on 7/8<sup>th</sup> June 2016 but we expect overall liquidity to remain close to surplus in June and July. The cut off in the ten year Government security auction came at 7.49 % levels due to cautious bidding by market participants. However, aggressive bidding was witnessed in the long end. The long end 8.13 % 2045 cut off came at 7.84 % . This long dated paper was cornered by one bidder. GOI 7.73 % 2034 came at 7.76 % levels which were cornered by 2 bidders.
- Short term rates remain range bound with the 1 months CDs trading around 6.5%-6.750% levels and 3 months around 7.10%-7.20%. Going forward, we expect short term rates to remain range bound as liquidity is expected to be comfortable. The banking system deposit has grown by 2157 billion vs credit growth of 35 billion from April 2016 onwards. This should see reduce pressure on banks rolling over the certificate of deposits on maturity.

As on 3<sup>rd</sup> June 2016, the **Quantum Liquid Fund (QLF)** had a weighted average portfolio maturity of 24 days in the fund with a yield to maturity of 6.93%.

**Credit Exposures:**

Staying true to its mandate of high liquidity and low credit risk; QLF has significant majority holdings in Government securities; Treasury bills and PSU securities.

Please click [here](#) to access the weekly portfolio disclosures of Quantum Liquid Fund.

If you need to know more about the fund and wish to speak to the fund manager, please write in or call:

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