



PGIM INDIA SHORT MATURITY FUND

An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 year to 3 years. A moderate interest rate risk and moderate credit risk scheme.

November 2021

Why invest in PGIM India Short Maturity Fund?

PGIM India Short Maturity Fund is a low to moderate risk fund that seeks to generate returns with low volatility by investing in short/medium term debt securities and money market securities.

Portfolio Characteristics*

- The fund portfolio is a combination of short/medium term bonds.
- The fund currently is invested in AAA/A1+ rated papers and Sovereign Bonds to the extent of 92.67%.

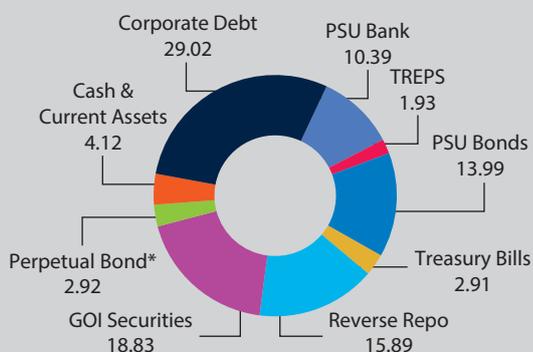
Portfolio Positioning*

- The short duration segment captures twin benefits of relatively lower volatility and 'higher carry'.
- In addition to the 'carry' component, the fund also benefits from ongoing improvement in liquidity conditions, which positively impacts any money market holdings and short term bonds (12-36 months) in the portfolio.

Who should invest?

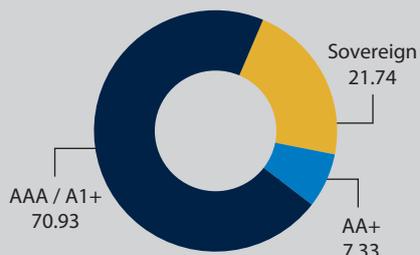
Investors with more than 12 months time horizon can look at investing in the fund.

Asset Allocation (% AUM)



*All the perpetual bonds in PGIM India Short Maturity Fund are Basel III bonds.

Credit Quality Profile (% AUM)



Fund Details

AUM as on November 30, 2021 (₹ in Crore):	34.31
For the Debt Portfolio	
Portfolio Yield (%)	4.64
Modified Duration (years)	1.35
Average Portfolio Maturity (years)	2.01
Macaulay Duration (years)	1.42

Portfolio (Top Ten Holdings)

Issuer	% to Net Assets	Rating
Bajaj Housing Finance Ltd	10.16	CRISIL AAA
Tata Capital Financial Services Ltd	8.78	ICRA AAA
5.15 GOI Mat 2025	8.67	SOV
National Bank For Agriculture & Rural Development	7.34	CRISIL AAA
Housing & Urban Development Corporation Ltd	5.96	ICRA AAA
4.04 FRB GOI Mat 2028	5.79	SOV
Muthoot Finance Limited	4.41	CRISIL AA+
5.63 GOI Mat 2026	4.37	SOV
Nuclear Power Corporation Of India Limited	3.06	CRISIL AAA
National Housing Bank	3.05	CRISIL AAA

Macaulay Duration: The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

All the above data are as on November 30, 2021. * These are based on fund manager's current outlook & Subject to change.

Fund Manager's View

- Indian Bond Yields came down by 5 to 10 BPS across the curve during the month of November 2021 on the back of strong real money demand. The longest end of the curve (more than 30 years) outperformed through growing concerns about Inflation in India and globally. The Monetary Policy Committee is scheduled to meet on 8th Dec 2021 and we expect it to start normalizing the monetary policy by increasing the reverse repo rate by 15 BPS to 3.50% while retaining an accommodative stance. The uncertainty caused by the advent of the Omicron variant is unlikely to prompt the RBI to stop the normalization process just now. We think that the inflationary pressures are very much present with "Core Inflation" remaining solid around 5.80%. We expect the curve to gradually flatten over the course of the next two quarters.
- INR depreciated by 0.38% during the month largely because of the strength in DXY and risk aversion after the emergence of Omicron. Brent prices also cooled off by 16.36% towards the end of the month after the risk triggered by Omicron. PFIs continued to pull money out of Indian Bonds with November month outflows at USD 233mn though the equity market saw PFI inflows at USD 202mn, after a big outflow last month.
- We are underweight duration as we expect yields to continue rising. We expect inflation to surpass RBI expectations as the economy starts to operate at its pre-covid capacity with vaccination levels increasing rapidly, though we would be closely monitoring the evolution the new Covid-19 variant.

About Us

PGIM India Mutual Fund is a wholly owned business of PGIM, the global investment management business of the US based Prudential Financial, Inc. (PFI). PGIM India Mutual Fund offers a broad range of equity and fixed income solutions to retail and institutional investors throughout the country. We manage 22 open-ended funds operated by 15 investment professionals. In addition to managing our investors assets through domestic Mutual Funds, we also offer Offshore Funds and Portfolio Management Services. The fund house leverages the strength and stability of PGIM's 140-year legacy to build on its decade long history in India.

PGIM is the global investment management business of PFI, one of the top 10 investment managers* with over USD 1.5 trillion¹ in asset under management. PGIM offers a wide range of actively managed asset classes and investment styles including Equities, Fixed Income and Real Estate. PGIM employs over 1300+ investment professionals located in 39 offices across 17 countries and follows a multi-manager model with strong capabilities beyond traditional assets.

Source: pgim.com *PGIM is the investment management business of Prudential Financial, Inc. (PFI); PFI is the 10th largest investment manager (out of 477 firms surveyed) in terms of global assets under management based on Pensions & Investments' Top Money Managers list published on May 31, 2021. This ranking represents global assets under management by PFI as of December 31, 2020. ¹All Information as of March 31, 2021.

Asset Allocation

Instruments	Indicative allocations (% of total Assets)		Risk Profile
	Minimum	Maximum	
Debt and Money Market Instruments including Government securities	0%	100%	Low to Medium

The Macaulay Duration of the portfolio will be maintained between 1 year to 3 year. Please refer to the Scheme Information Document for more details on asset allocation.

Key Features



Benchmark index:
CRISIL Short Term Bond Fund Index



Fund Manager:
Mr. Puneet Pal and Mr. Ankur Murarka (w.e.f. July 01, 2021)



Exit load: 0.50% If redeemed on or before 6 months from the date of allotment and Nil If redeemed after 6 months from the date of allotment.

No exit load will be charged for switches and STP between debt schemes of PGIM India Mutual Fund except from PGIM India Insta Cash Fund. No exit load will be charged for switches and STP from debt schemes except PGIM India Insta Cash Fund to Equity, Hybrid, FOF of PGIM India Mutual Fund.



Minimum application amount: Minimum of Rs. 5000/- and in multiples of Re. 1/- thereafter. **Minimum additional investment amount:** Rs. 1000/- and in multiples of Re. 1/- thereafter. **Minimum repurchase / redemption amount:** Rs. 1000/- and in multiples of Re. 1/- thereafter or account balance, whichever is lower.

Potential Risk Class

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

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The views of the Fund Manager should not be construed as an advice and investors must make their own investment decisions regarding suitability of the funds based on their specific investment objectives and financial positions and using such independent advisors as they believe necessary.

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

Riskometer

This product is suitable for investors who are seeking*:

- Income over the short term
- Investment in short term debt and money market instruments
- Degree of risk – LOW TO MODERATE

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



Investors understand that their principal will be at low to moderate risk