MUTUAL FUNDS Sahi Hai

PGIM INDIA LIQUID FUND

(Earlier known as PGIM India Insta Cash Fund)
An open ended liquid scheme. A relatively low interest rate risk and moderate credit risk scheme.

Rated AAAmfs by ICRA##

November 2022

PGIM India Mutual Fund

Why invest in PGIM India Liquid Fund?

PGIM India Liquid Fund is a low to moderate risk fund that seeks to generate steady returns with high liquidity by investing in a portfolio of short term, high quality money market and debt instruments. The portfolio is rated AAAmfs by ICRA, denoting the highest degree of safety regarding timely receipt of payments from the investments the scheme has made.

Investment Strategy

- PGIM India Liquid Fund seeks to deliver reasonable market related returns with lower risk and higher liquidity through a portfolio of debt and money market instruments.
- Fund managers will manage portfolios based on the outlook on interest rates and liquidity etc. Such outlook will be developed by in-house assessment of various macro factors like economic growth, inflation, credit pick-up, liquidity and other such factors as considered relevant.
- Fund managers will actively monitor and review markets and portfolios so that necessary rebalancing of the portfolios can be done.
- The portfolio comprises of securities with a residual maturity of upto 91 days

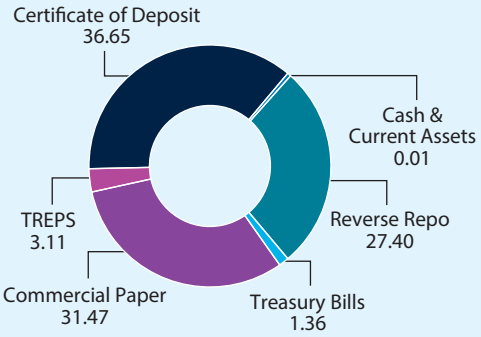
Portfolio Positioning*

- Major portion of the fund is invested in Commercial Papers.
- 100% of the portfolio is invested in AAA/A1+ rated securities and Sovereign Bonds

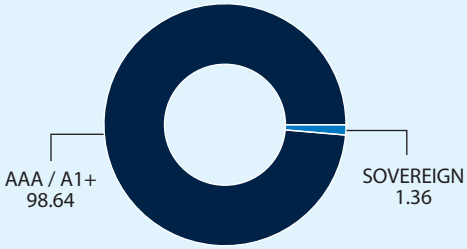
Who should invest?

PGIM India Liquid Fund is ideal for investors looking at managing their short term liquidity requirements

Asset Allocation (% AUM)



Credit Quality Profile (% AUM)



Fund Details

AUM as on November 30, 2022 (₹ in Crore):	742.25
For the Debt Portfolio	
Portfolio Yield (%)	6.34
Modified Duration (months)	0.82
Average Portfolio Maturity (months)	0.89
Macaulay Duration (months)	0.88

Portfolio Holdings (Top Ten)

Issuer	% to Net Assets	Rating
Axis Bank Ltd.	9.07	CRISIL A1+
Aditya Birla Finance	6.48	ICRA A1+
National Bank For Agriculture & Rural Development	6.48	ICRA A1+
Exim Bank	6.45	CRISIL A1+
Indian Bank	6.43	CRISIL A1+
Icici Securities Ltd	6.01	CRISIL A1+
Canara Bank	5.82	CRISIL A1+
Blue Star Ltd	3.24	CRISIL A1+
Union Bank Of India	3.23	ICRA A1+
Bank Of Baroda	3.20	IND A1+

Please visit https://www.pgimindiamf.com/statutory-disclosure/monthlyportfolio for complete details on portfolio holding of the Scheme.

All the above data are as on November 30, 2022. * These are based on fund manager's current outlook & Subject to change.

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. **Modified Duration:** Modified duration is the price sensitivity and the percentage change in price for a unit change in yield.

Fund Manager's View

- Indian Bond yields came down during November 2022 in line with the fall in US and Europe bond yields though the fall in domestic yields was less pronounced. The rally in bond yields started as the US Inflation print came in lower than expected. The subsequent data points were mixed and Fed speakers continued to sound hawkish but yields continued to fall with the yield on the US 10yr Bond falling by 45bps during the month. Crude oil also fell by 10% during the month as market geared up for the impending price cap on Russian oil and slowdown in Chinese demand amidst lockdowns. The Indian yield curve remained flat with the shorter end of the curve remaining elevated on expectation of further rate hikes while the long end of the curve was supported by real money investment demand.
- As the dollar index fell sharply, INR strengthened against the US dollar by 1.63% during the month though we expect weakness in INR to persist as our trade deficit continues to be high at USD26 bn a month.
- The CPI Inflation for September (released in August) came in line with market expectations at 6.77% and we expect it to moderate towards 6% by April 2023.
- Inflation slowed more than expectations both in US and Europe though central banks speakers both in US and Europe continued with their cautious stance. The Fed meeting in early November was more hawkish than market expectations as the Fed chairman stated that the terminal rate can be higher though the pace of rate hikes can slow.
- The incremental Credit / Deposit ratio of the banking system is sustaining at an elevated level with credit growth @17.20% and deposit growth@9.60% on a YOY basis, putting pressure on short term deposit rates and money market yields. This gap between the deposit and the credit growth rates means that the money market rates will continue to sustain at elevated levels.
- We expect MPC to hike rates by 35 bps in the upcoming December meeting as India will be required to maintain some Interest rate differential with the Fed Funds rate in light of our Twin Deficits (Current and Fiscal Deficit). We expect the terminal repo rate to be at 6.50%-6.75% by April 2023.

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 Asset Management is the full service investment manager of PGIM India Mutual Fund, offering 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 16 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 145-year legacy to build on its decade long history in India. Headquartered in Mumbai, PGIM India Mutual Fund has a presence in 27 cities across the country. PGIM India Mutual Fund brings a rich blend of global resources, intellectual acumen and local investment expertise and is committed to designing superior and meaningful, wealth building solutions for our investors. PGIM India provides unique training and educational programs for building exceptional capabilities and best business practices for its business associates.

Asset Allocation

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

The scheme shall make investments in / purchase money market and debt instruments with a maturity of upto 91 days.

Key Features

Benchmark index:
CRISIL Liquid Fund BI Index@
(@w.e.f. April 01, 2022, the benchmark has been changed from CRISIL Liquid Fund Index to CRISIL Liquid Fund BI Index)

Fund Manager:
(w.e.f. July 16, 2022) Mr. Puneet Pal and
(w.e.f. September 13, 2022) Mr. Bhupesh Kalyani

Exit load:

Investor exit upon subscription	Exit load as a % of redemption / switch proceeds
Day 1	0.0070%
Day 2	0.0065%
Day 3	0.0060%
Day 4	0.0055%
Day 5	0.0050%
Day 6	0.0045%
Day 7	0.0000%

Potential Risk Class

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

#ICRA has assigned the "[ICRA] AAAmfs" (pronounced as ICRA triple A m f s) rating to the PGIM India Liquid Fund. Schemes with this rating are considered to have the highest degree of safety regarding timely receipt of payments from the investments that they have made. The ratings should, however, not be construed as an indication of the performance of the Mutual Fund scheme or of volatility in its returns For complete rating scale and definitions please refer to ICRA's Website www.icra.in or other ICRA Rating Publications ICRA Credit Quality Rating Methodology for debt mutual fund schemes ICRA's mutual fund rating methodology is based on evaluating the inherent credit quality of the fund's portfolio. As a measure of the credit quality of a debt fund's assets, ICRA uses the concept of "credit scores". These scores are based on ICRA's estimates of credit risk associated with each exposure of the portfolio taking into account its maturity. To quantify the credit risk scores, ICRA uses its database of historical default rates for various rating categories for various maturity buckets. The credit risk ratings incorporate ICRA's assessment of a debt fund's published investment objectives and policies, its management characteristics, and the creditworthiness of its investment portfolio. ICRA reviews relevant fund information on an ongoing basis to support its published rating opinions. If the portfolio credit score meets the benchmark of the assigned rating during the review, the rating is retained. In an event that the benchmark credit score is breached, ICRA gives a month's time to the debt fund manager to bring the portfolio credit score within the benchmark credit score. If the debt fund manager is able to reduce the portfolio credit score within the benchmark credit score, the rating is retained. If the portfolio still continues to breach the benchmark credit score, the rating is revised to reflect the change in credit quality.

pgim india mutual fund 1800 2667 446 Connect with us on:

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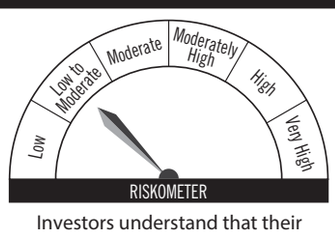
Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

Riskometer

This product is suitable for investors who are seeking*:

- Liquidity and generate income in the short term
- Investment in debt and money market securities with maturity upto 91 days only
- 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

C176k/2022-23