

Scheme Facts

Structure

An open ended debt scheme investing in government securities across maturity

Month end AUM* (as on 31st Aug 2020)

₹839.28 crs

Monthly Average AUM*

₹895.98 crs

NAV (as on 31st Aug 2020)

Growth ₹73.1284

Direct Growth ₹78.9347

PF & T - Growth ₹74.8149

PF & T - Direct Growth ₹80.8404

PF & T - Quarterly ₹11.8408

Quarterly Dividend ₹14.4763

Direct Quarterly Dividend ₹17.8268

Launch Date

Regular. - December 29, 1998

PF & T. - November 11, 2003

Benchmark

Nifty All Duration G-Sec Index

Min. Initial Inv.

₹5000 & in multiples of ₹1

Additional Inv.

₹1000 & in multiples of ₹1

Standard Deviation[^]

Regular. 4.32%

PF & Trust 4.32%

Average Maturity

11.94 years

Portfolio Modified Duration

8.12 years

YTM

6.39%

Macaulay Duration

8.37

*Source: MFI Explorer.

[^] as on 31st August, 2020. Source: ICRA MFI Explorer. Standard Deviation is calculated on Annualised basis using 3 years history of monthly returns.

Load Structure

Entry Load: (a) Regular Plan - Entry: Nil.

(b) PF & Trust Plan - Entry: Nil.

Exit Load: (a) Regular Plan - Exit: Nil.

(b) PF&Trust Plan - Exit: Nil.

(applicable for all plans)

Note - Units issued on reinvestment of dividends shall not be subject to exit load (applicable for all plans)

About Kotak Gilt Fund

- The investment objective of the scheme is to generate risk free returns through investments in sovereign securities issued by the Central and/or State Government(s) and /or reverse repos in such securities.
- The sovereign nature of government securities offers investor a credit-risk free play on interest rates.
- The scheme offers a play on interest rates by managing duration actively.
- Duration is increased if the view is that of falling interest rates and vice versa.
- The scheme also enables retail participation in the otherwise wholesale government securities market.
- Kotak Gilt Fund is suitable for investors who do not want to take on credit risk associated with other debt instruments and have an investment horizon of over one year.

Debt Market Outlook

- Bonds yields in the month of August were very volatile. The 10 year benchmark started the month at 5.83% and inched all the way upto 6.22% levels before finally ending at 5.94% on the 1st of September.
- The upward trajectory in yields was aided by a lack of rate cut by the MPC on account of rise in inflation along with looming supply pressures due to weak fiscal balance.
- The central bank decided to take a pause in the rate cutting cycle while re-iterating they still had tools available at their disposal and were ready to step in as and when required.
- On 13th August CPI was released at 6.93%. Higher than most analyst expectations. This spooked bond traders.
- The final push to yields was when the MPC minutes were released. Which showed the committee members grappling with striking a balance between inflation and growth. Most members expressed concern over the high inflation.
- Late in the month RBI announced an Operation Twist of 20k crs in 2 tranches. The first tranche on 27th August saw 10Y cutoff lower by 10 bp
- However the real surprise came from RBI on 31st August. They announced a further 20000 crs of OT and increase in HTM limits for banks.

Portfolio Action

- Given the above outlook, we intend to maintain the average maturity at the higher end of the indicated band.
- We are positive about the investment opportunities presented by the 10-14 year maturity assets.
- We intend to maintain the modified duration in the range of 6.50 – 8.50 in Sep 2020.

Particulars	31 Aug 2020	31 July 2020
Avg. Maturity (in yrs)	11.94	11.80
Duration	8.12	8.05
Yield (in %)	6.39	5.91
Macaulay Duration	8.37	8.29

Asset Allocation as on 31st August, 2020

Government Dated Securities	97.53%
Net Current Assets	1.91%
TREP & Term Deposits & Rev.Repo	0.56%

Top Companies as on 31st August, 2020

6.19% Central Government	SOV		53.58%
5.77% Central Government	SOV		32.42%
5.79% Central Government	SOV		10.50%
6.68% State Government-Haryana	SOV		0.79%
6.64% State Government-Karnataka	SOV		0.24%

About Kotak Mutual Fund

Kotak Mahindra Asset Management Company Limited (KMAMC) is a wholly owned subsidiary of Kotak Mahindra Bank Limited (KMBL). KMBL has over two decades of experience in financial services. KMBL has a market capitalization of ₹2773.00bn (as on, 31st August, 2020). KMAMC is the Asset Manager for Kotak Mahindra Mutual Fund (KMMF). It started operations in December 1998. KMMF offers schemes catering to investors with varying risk - return profiles and was the first fund house in the country to launch a dedicated gilt scheme. KMAMC manages assets worth ₹1,94,988.62cr as on 31st August, 2020.

* The numbers are converted using the Rupee-USD reference rate published by the Reserve Bank of India as on the respective dates.

To know more

Call : 1800-222-626 (Toll Free), Mumbai 61152100, Delhi 66306900 / 02, Chennai 28221333 / 45038171, Kolkata 64509802 / 03, Pune 64013395 / 96, Ahmedabad 26779888, Bangalore 66128050 / 51, Hyderabad 66178140/41.

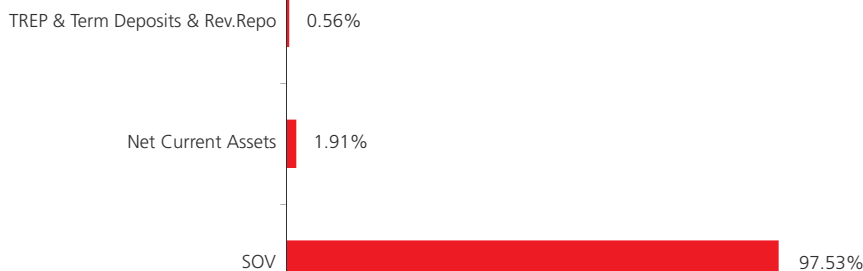
Visit - assetmanagement.kotak.com
Email - mutual@kotak.com

Disclaimer

Kotak Gilt Fund is An open ended debt scheme investing in government securities across maturity
Investment Objective: To generate risk free returns through investments in sovereign securities issued by the Central govt and/or State Government(s) and/or reverse repos in such securities.

Mutual Fund investments are subject to market risks, read all scheme related documents carefully. Scheme Information Document (SID) and Statement of Additional Information (SAI) available on mutualfund.kotak.com

Rating Profile as on 31st August, 2020



Kotak Gilt Fund*Performance (%) as on 31st August, 2020

Date	Scheme Returns (%) ^	Nifty All Duration G-Sec Index # (%)	Alpha	CRISIL 10 Year Gilt Index ## (%)	Current Value of Standard Investment of ₹10000 in the		
					Scheme # (₹)	Benchmark # (₹)	Additional Benchmark ## (₹)
Kotak Gilt Fund - Growth							
Since Inception	9.61	NA	NA	NA	73,128	NA	NA
Last 1 Year	8.66	9.09	-0.43	6.59	10,866	10,909	10,659
Last 3 Years	7.36	8.30	-0.94	6.16	12,377	12,705	11,968
Last 5 Years	8.69	8.88	-0.19	7.84	15,177	15,311	14,589

Scheme Inception date is 29/12/1998. Mr. Abhishek Bisen has been managing the fund since 15/04/2008.

Date	Scheme Returns (%) ^	Nifty All Duration G-Sec Index # (%)	Alpha	CRISIL 10 Year Gilt Index ## (%)	Current Value of Standard Investment of ₹10000 in the		
					Scheme # (₹)	Benchmark # (₹)	Additional Benchmark ## (₹)
Kotak Gilt Fund PF & Trust Plan - Growth							
Since Inception	7.66	6.20	1.46	5.82	34,589	27,478	25,889
Last 1 Year	8.66	9.09	-0.43	6.59	10,866	10,909	10,659
Last 3 Years	7.36	8.30	-0.94	6.16	12,377	12,705	11,968
Last 5 Years	8.71	8.88	-0.17	7.84	15,189	15,311	14,589

Scheme Inception date is 11/11/2003. Mr. Abhishek Bisen has been managing the fund since 15/04/2008.

Different plans have different expense structure. The performance details provided herein are of regular plan.

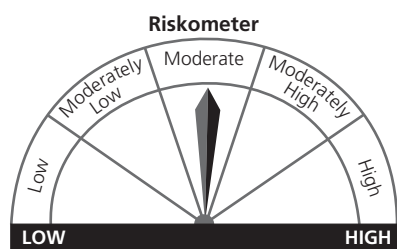
^Past performance may or may not be sustained in future. *All payouts during the period have been reinvested in the units of the scheme at the then prevailing NAV. Returns > = 1 year: CAGR (Compounded Annualised Growth Rate). N.A stands for data not available. Note: Point to Point (PTP) Returns in INR shows the value of ₹10,000/- investment made at inception. Source: ICRA MFI Explorer. Classification of schemes in short term & long term is based on the average maturity of the scheme. # Name of Scheme Benchmark. ## Name of Additional Benchmark. Please refer page no. 3 for top 3 and bottom 3 schemes managed by Mr. Abhishek Bisen.

We are comparing the performances of the funds with the total return Index.

‡With Effect from 1st June 2018, the Benchmark is changed to Nifty All Duration G-Sec Index from ISEC Composite Index.

The performance of the scheme is benchmarked to the Total Return variant (TRI) of the Benchmark. Alpha is difference of scheme return with benchmark return.

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Investors understand that their principal will be at moderate risk

This product is suitable for investors who are seeking*:

- Income over a long investment horizon
- Investments in sovereign securities issued by the Central and/or State Government(s) and / or reverse repos in such securities.

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

Top 3 Funds Managed by Mr. Abhishek Bisen

Period	1 year		3 years		5 years		Since Inception	
	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}
Kotak Gold Fund - Growth	32.48	31.50	19.86	20.79	13.04	14.39	8.38	10.11
Kotak Gold ETF	30.34	31.50	19.71	20.79	13.27	14.39	13.38	14.55
Kotak Balanced Advantage Fund - Growth	10.23	9.36	NA	NA	NA	NA	7.38	7.35

Mr. Abhishek Bisen manages 9 funds of Kotak Mutual fund.

Kotak Gold Fund - Growth, *Name of the Benchmark - Price of Gold, Scheme Inception date is 25/03/2011. Mr. Abhishek Bisen has been managing the fund since 04/03/2011.

Kotak Gold ETF, *Name of the Benchmark - Price of Gold, Scheme Inception date is 27/07/2007. Mr. Abhishek Bisen has been managing the fund since 15/04/2008. & Mr. Satish Dondapati has been managing the fund since 09/05/2019.

Kotak Balanced Advantage Fund - Growth, *Name of the Benchmark - NIFTY 50 Hybrid Composite Debt 50:50 Index . Scheme Inception date is 03/08/2018. Mr. Abhishek Bisen & Mr. Harish Krishnan has been managing the fund since 03/08/2018. Mr. Hiten Shah has been managing the fund since 03/10/2019.

Different plans have different expense structure. The performance details provided herein are of regular plan

[^]Past performance may or may not be sustained in future. *All payouts during the period have been reinvested in the units of the scheme at the then prevailing NAV. Returns >= 1 year: CAGR (Compounded Annualised Growth Rate). N.A stands for data not available. Source: ICRA MFI Explorer.

We are comparing the performances of the funds with the total return Index.

TRI – Total Return Index. With effect from 1st February 2018, we are comparing the performances of the funds with the total return variant of the benchmark instead of the price return variant.

The debt component of the index is TRI since inception. For equity component of the index, as TRI data is not available since inception of the scheme, benchmark performance is calculated using composite CAGR of S&P BSE 200 PRI values series is used till 31st July 2006 and TRI values is used since 1st Aug 2006.

Bottom 3 Funds Managed by Mr. Abhishek Bisen

Period	1 year		3 years		5 years		Since Inception	
	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}	Scheme Returns (%) [^]	Benchmark Returns (%) ^{^*}
Kotak Bond Fund - Growth	8.91	10.84	6.83	7.96	7.76	8.76	8.88	NA
Kotak Equity Savings Fund - Growth	7.12	4.29	5.80	5.42	7.11	6.30	7.43	6.44
Kotak Equity Hybrid Fund - Growth	6.79	8.25	3.53	7.52	7.33	9.32	6.66	8.05

Mr. Abhishek Bisen manages 9 funds of Kotak Mutual fund.

Kotak Bond Fund - Growth, *Name of the Benchmark - NIFTY Medium to Long Duration Debt Index, Scheme Inception date is 25/11/1999. Mr. Abhishek Bisen has been managing the fund since 01/04/2008.

Kotak Equity Savings Fund - Growth, *Name of the Benchmark - 75% NIFTY 50 Arbitrage + 25% Nifty 50 TRI, Scheme Inception date is 13/10/2014. Mr. Harish Krishnan has been managing the fund since 09/05/2019. Mr. Abhishek Bisen has been managing the fund since 17/09/2014. Mr. Hiten Shah has been managing the fund since 03/10/2019.

Kotak Equity Hybrid Fund - Growth (Erstwhile Kotak Balance), *Name of the Benchmark - NIFTY 50 Hybrid Composite Debt 65:35 Index, Scheme Inception date is 25/11/1999 and Kotak Equity Hybrid Fund - Regular plan scheme inception date is 3rd November 2014. Mr. Pankaj Tibrewal has been managing the fund since 25/08/2015. Mr. Abhishek Bisen has been managing the fund since 15/04/2008.

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