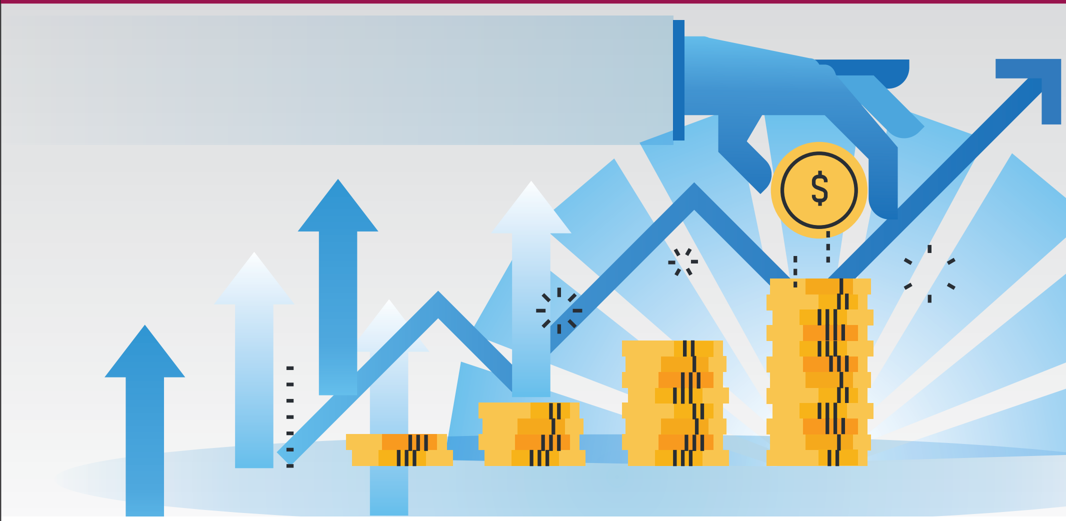
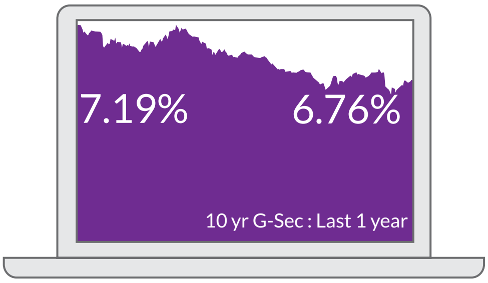
AXIS MUTUAL FUND | 15 YEARS AS YOUR INVESTMENT PARTNER

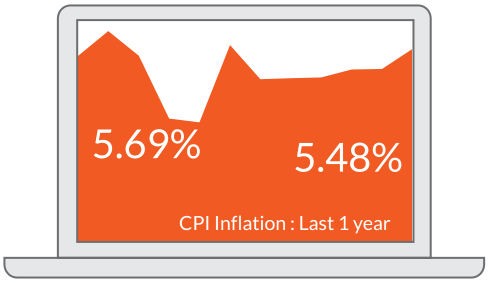


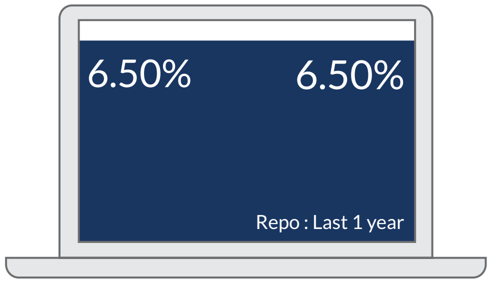
FIXED INCOME

OUTLOOK

JANUARY 2025







QUICK TAKE

- Expect lower interest rates in the last quarter of FY25.
- Investors should add duration with every rise in yields, as yield upside limited.
- Mix of 10-year maturity and 1-2-year maturity assets are best strategies to invest in the current macro environment.
- Selective Credits continue to remain attractive from a risk reward perspective given the improving macro fundamentals.

Happy New Year from the entire team at Axis MF!

Overall, yields ended lower globally in lieu of rate cuts. In the US, the yields on the 10 year Treasuries ended 31 bps lower while in India, yields on 10 year government bonds fell 43 bps in anticipation of action by the Reserve Bank of India (RBI). Heading in 2025, we anticipate several key themes to unfold: (a) US President Elect's America First policies to lead to stronger growth (b) slowing growth in the rest of the world, (c) weakness in China on account of tariffs measures imposed by the US (d) lower growth in India leading to rate cuts, and (e) tight liquidity conditions in India for most of the year unless the central bank intervenes or India benefits from forex inflows. To address these themes, we believe the central bank will cut rates by 50 basis points and that the RBI will employ additional liquidity tools such as OMO purchases, swap facilities, and VRR. Despite strong growth, we expect US inflation to settle at 2.5-2.8% and the Us Federal Reserve (Fed) to lower rates by 50-75 bps in 2025.

10 YEAR G-SEC YIELD

6.76%

Macro overview

US: The return of President elect introduces a new dimension to the US economy and the Fed policy. His 'America First' policies aim to boost domestic manufacturing and make the US an attractive investment destination by imposing tariffs on imports and restricting immigration. In the near term, these measures could lead to higher US inflation due to more expensive imports and potentially harm export-driven economies like China and Germany. We expect a wider fiscal deficit, a strong US dollar, and lower interest rates of 50-75 bps.

China: The world is closely monitoring China as the trade tariffs if imposed by the US could negatively impact China, particularly its export-driven growth. Additionally, the currency is expected to weaken against the US dollar.. The government may introduce more stimulus measures through the year to stabilize the property market, increase investment, and stimulate consumption. However, a larger stimulus may be needed for a significant rebound in consumption. We expect the People's Bank of China to lower interest rates during the year, which would boost domestic demand but could further weaken the currency.

Commodities: 2024 was favorable for precious metals, with gold reaching record highs. We anticipate global oil prices to remain low, and although industrial metals began the year strongly, their rally eventually faded. Looking forward, we expect commodities to remain subdued. Additionally, actions taken by China and escalating geopolitical conflicts could influence commodity prices.

Rest of the world: A lot depends on the US policies that could impact countries to varying degrees. In Europe and the UK, we expect the focus to remain on growth and the central banks to follow further monetary policy easing. In contrast, headline inflation in Japan is expected to remain higher allowing the central bank of Japan to raise policy rates during the course of 2025.

Macro Outlook for India

We believe that fixed income markets will be in a sweet spot on account of various drivers as outlined below:

Growth: The three negative impulses for slower growth are (a) slowing credit growth, (b) fiscal consolidation (c) exports could be hit due to tariffs imposed by the US. However, we believe that growth could be in the range of 6.8% in FY25 and 6.4% in FY26. It is important to note here that the growth is coming off a high base and will still be positive and not expected to fall materially.

Inflation: Headline inflation has risen in the short term but is expected to stay around 4.5% next year, while core inflation has remained below 4% for over a year. We anticipate headline inflation to decrease further due to good rabi and kharif crop harvests and lower vegetable prices. Core inflation might see a slight increase due to rupee depreciation, but weaker commodities and slower growth are unlikely to cause major inflation surprises.

Currency: Rupee has been a stellar performer for the last few years. However, it can see some near term depreciation on fears of (a) tariffs imposed by the US (b) strong US dollar (c) weak growth and (d) FPI outflows. Having said that, the rupee has done reasonably well compared to other emerging market countries and we do not expect significant depreciation hereon.

Banking Liquidity: We expect liquidity to remain in a tight range particularly in the first half of the year unless the central bank intervenes by way of OMO purchases or uses tools such as VRR/CRR. High seasonal growth in currency in circulation and continuous forex outflows would lead to banking liquidity to remain in deficit for most of the first half of 2025.

Fiscal Position: Despite the possibility of some tax measures to spur consumption we believe the government will adhere to its path of fiscal consolidation of 4.9% of GDP in FY25 and 4.5% in FY26. While slow growth can lead to some risks to revenue budgets, we do believe that government would like to continue to adhere to fiscal consolidation and do not see any major deviations in fiscal deficit for rating upgrades.

Favourable demand supply dynamics: Bond markets will continue to have favourable demand supply dynamics due to (a) fiscal consolidation to 4.9% and 4.5% thereof (b) real money AUM growth. (Real Money AAUM is defined as Insurance, pension fund and provident fund AAUM). Additionally, the dynamics would become more favourable due to the proposed change in Liquidity Coverage Ratio guidelines or the possibility of inclusion in Bloomberg indices that could result in probable fresh inflows of US$20-25 billion.

Based on these themes, we believe that from February, every policy meeting will be an opportunity for a rate cut based on the below

1) By the next policy meeting, the central bank would have clarity on inflation and growth numbers to some extent
2) The Union Budget would be rolled out and if government continues on the path of fiscal consolidation, which we believe it would, monetary easing will be the likely outcome
3) The new President of the US would be sworn in on January 20, 2025, and by the time of our policy meeting, all the currency movements and market reactions would be priced in.

As growth at 6-6.5% continues to remain strong, we believe this cycle could be shallow and do not anticipate more than 50 bps of rate cuts in the next 6-12 months.

Risks to our view: The risks to our view at this point are as below

1) Currency and liquidity are the near-term problems. We remain slightly expensive on REER basis and hence can see some currency depreciation.
2) US political theme and Inflationary policies of the incoming government which can lead to a stronger US dollar.
3) China rebound can impact India in a vicious cycle of lower flows, weak growth and high inflation.

Strategy : We have been maintaining a higher duration across all our funds and guiding the rally in bonds since March 2024. We have already witnessed a more than 50 bps of rally in yields in 10-year bonds since the beginning of the year but positive demand-supply dynamics for government bonds and expected rate cuts will continue to keep bond markets happy, and we can expect another 20-25 bps of rally in the next 3–6 months. We believe that banking liquidity would be addressed somewhat in the Jan- March 2025 quarter due to CRR cuts but the RBI will have to do more to manage banking liquidity. Due to favourable demand supply dynamics, we continue to have a higher bias towards government bonds in our duration funds.

Accordingly, from a strategy perspective, we have maintained an overweight duration stance within the respective scheme mandates with a higher allocation to Government bonds.

What should investors do?

- Investors should continue to hold duration across their portfolios.
- Incremental gains in long bonds would largely be post rate cuts.
- Directionally see yields for 10 year Gsec closer to 6.5% in next 6 months.
- In line with our core macro view, we continue to advise short- to medium-term funds with tactical allocation of gilt funds to our clients.

Source: Bloomberg, Axis MF Research.

AXIS CORPORATE BOND FUND
(Formerly known as Axis Corporate Debt Fund)

- Axis Corporate Bond Fund endeavors to capture opportunities by investing in best ideas across the corporate bond curve.
- The fund will typically maintain duration in the range of 2 - 5 years.
- High grade portfolio with 100% AAA/SOV/A1+ rating.
- Aims to capitalize on the 'carry' play at the shorter end and 'capital gain' from the longer end.
- Large portfolio allocation is in corporate bonds having maturity in the range of 2 – 5 years and G-Secs having maturity in the range of 5 - 10 years.
- The mispricing of select higher yield AAA bonds offers room for gains from market compression/ normalization in yields of such papers.
- Primary asset class: Corporate debt securities.
- Investment Horizon: year and beyond.

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
4.9 years	3.58 years	7.43%	3.76 years

Why Invest?
Actively Managed Corporate Bonds with daily Liquidity endeavors to generate stable returns by following a high quality & low-risk strategy

AXIS BANKING & PSU DEBT FUND

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
3.71 years	2.81 years	7.35%	2.97 years

Why Invest?
Target stable returns with high credit quality and liquidity. Rigorous credit evaluation.

- The fund Invests primarily in debt and money market securities issued by Banks, PSUs and PFIs with tactical exposure upto 20% to G-Secs/SDLs depending on the market opportunity
- The fund will be deployed 100% into AAA/A1+ and equivalent rated instruments and maintain a Macaulay duration of 1-3 years.
- The fund is positioned to benefit from carry opportunity at the shorter end of the yield curve.
- Investment Horizon: 1 year and beyond.

AXIS SHORT DURATION FUND
(Formerly known as Axis Short Term Fund)

- The fund is a combination of short duration as well as carry that can help mitigate interest rate risk and deliver a balanced return over a long run.
- Actively managed strategy with allocation primarily to 2 - 5 year corporate bonds and G-Secs, with no restriction on maturity of individual securities.
- The fund tracks corporate bonds, government securities and money market instruments spreads and takes an active view on the rates and liquidity to decide the allocation.
- The fund maintains a high proportion of AAA/SOV/A1+ & equivalents assets in the portfolio.
- Long term rating: Sub AAA assets (excl bank CDs) ≤ 20%, no exposure to below AA rated assets
- Primary asset class: Corporate Bonds, G-Secs and money market instruments
- Investment Horizon: 1 year and beyond

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
3.72 years	2.81 years	7.59%	2.93 years

Why Invest?
Actively Managed Short Duration Fund with Daily Liquidity endeavors to generate stable returns by following a high quality & low-risk strategy

AXIS CREDIT RISK FUND

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
3.15 years	2.32 years	8.25%	2.43 years

Why Invest?
To capture opportunities across accrual, credit and duration space. Monitors risk by controlling the overall portfolio duration

- The fund is positioned to benefit from its core allocation in short term corporate bonds (Below AA+) i.e. in the 2-3-year space.
- The focus of the fund is to capture the credit spreads compression in the 1-4 year corporate bonds and also have a higher 'carry'.
- In the current environment the fund has tactically allocated to AA & A names where we believe the risk reward is attractive from a carry play.
- Given our market view on improved credit environment, improving corporate profitability and looking at a favorable risk reward perspective the fund has an allocation to lower rated corporate bonds (below AAA rating).

AXIS STRATEGIC BOND FUND

- The fund as part of its investment mandate aims to invest 50-60% in AAA bonds with overall portfolio duration target range of 3- 4 years.
- The spreads in short non AAA corporate bonds over AAA currently looks attractive from a risk reward basis and hence the fund is allocated assets to these securities on an incremental basis.
- The portfolio design should help generate stable returns while bringing down volatility relative to a longer duration fund.

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
5.02 years	3.64 years	7.78%	3.79 years

Why Invest?
to target stable risk-return profile

AXIS DYNAMIC BOND FUND

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
22.51 years	8.93 years	7.11%	9.27 years

Why Invest?
"Go Anywhere" actively managed fund following a Best Ideas approach and can move across the yield curve

- The fund's duration will be actively managed in line with the evolving interest rate scenario.
- The fund will allocate 100% to AAA/Sovereign rated assets and investments will be across corporate bonds, Gsecs, SDLs etc based on the market opportunity/spreads.
- The fund is ideally suited for our current call to incrementally add duration in investor portfolios in a calibrated manner.
- Investment Horizon: 3 years and beyond.

AXIS ULTRA SHORT DURATION FUND

(Formerly known as Axis Ultra Short Term Fund)

- Targets an indicative portfolio duration of 3 – 6 months
- High quality portfolio with selective Sub AAA exposure: Sub AAA assets (excl bank CDs) ≤ 30%
- Primary asset class: Short term debt and money market instruments
- Elevated short term spreads offer higher yields at the shorter end of the curve. The fund aims for a low duration with low volatility and relatively higher carry.
- Investment Horizon: 3 – 6 months.

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
180 days	168 days	7.72%	175 days

Why Invest?

Short term solution for parking funds

AXIS TREASURY ADVANTAGE FUND

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
495 days	342 days	7.69%	358 days

Why Invest?

Target stable returns with high credit quality and liquidity. Rigorous credit evaluation. Suitable for investors with a holding period of 3-6 months or more.

- The fund is well diversified with a portfolio mix of corporate bonds, certificate of deposits, commercial papers and government bonds.
- The fund will typically maintain duration in the range of 6 months to 1 year.
- Fund tracks corporate bond and Money market instruments spreads closely while making its allocations.
- The fund is likely to benefit from steepness of the rate/liquidity curve and its high accrual vs Money Market Funds.
- Long term rating: Sub AAA assets (excl bank CDs) ≤ 20%, no exposure to below AA rated assets
- The fund is ideally positioned for the current interest rate environment and has added duration to the portfolio as interest rate hike cycle has peaked.
- Primary asset class: Money Market and short term debt instruments
- Investment horizon: 6 – 12 months.

AXIS MONEY MARKET FUND

- Targets an indicative portfolio average maturity of 4 – 12 months.
- The fund has added duration in the portfolio as the interest rate cycle has peaked.
- Targets 100% A1+ high quality short term securities.
- Long term rating: Sub AAA assets (excl bank CDs) ≤ 20%, no exposure to below AA rated assets
- Primary asset class: Short term debt and money market instruments with maturity of upto 1 year
- Investment horizon: 3 – 12 months.

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
165 days	165 days	7.53%	165 days

Why Invest?

Short term solution for parking funds

AXIS FLOATER FUND

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
23.1 years	9.01 years	7.39%	9.32 years

Why Invest?

To limit the interest rate risksin the debt portfolio.

- Axis Floater Fund is an ideal solution for investors looking at short to medium term investment solutions aimed at generating superior risk adjusted returns across market cycles.
- The fund is positioned as a market linked actively managed portfolio of high quality securities. The fund will dynamically manage the duration of the portfolio in accordance with the interest rate environment.

AXIS LONG DURATION FUND

- The fund is positioned as long only held to maturity strategy investing only in government securities.
- The high absolute yields at the longer end of the curve makes the current positioning of the strategy attractive for medium to long term investors.
- The fund is ideally suited for our current call to incrementally add duration in investor portfolios in a calibrated manner.

Residual Maturity	Modified Duration	Annualized Portfolio YTM*	Macaulay Duration
32.55 years	11.81 years	7.11%	12.23 years

Why Invest?

To create a long term income solution through investment in high quality debt instruments

*in case of semi annual YTM, it will be annualised. *The yield to maturity given above is based on the portfolio of funds as on 31st December 2024. This should not be taken as an indication of the returns that maybe generated by the fund and the securities bought by the fund may or may not be held till their respective maturities. The calculation is based on the invested corpus of the debt portfolio. For instruments with put/call option, the put/call date has been taken as the maturity date.

AT A GLANCE

	Axis Overnight Fund	Axis Liquid Fund	Axis Money Market Fund	Axis Ultra Short Duration Fund	Axis Treasury Advantage Fund	Axis Corporate Bond Fund	Axis Banking & PSU Debt Fund	Axis Short Duration Fund	Axis Credit Risk Fund	Axis Dynamic Bond Fund	Axis Strategic Bond Fund	Axis Gilt Fund	Axis Floater Fund	Axis Long Duration Fund
Why Invest?	Cash Management	Cash Management	Cash Management	Short term solution for parking funds	For spare cash in your Bank Account	Capture opportunities in high quality corporate bond portfolio	Short term investment with high quality portfolio	Actively Managed Short Duration Fund with Daily Liquidity	To capture opportunities from credit spread while managing risk	"Go Anywhere" Fund following a Best Ideas Approach	To target stable risk-return profile	To capture opportunities from investments in government securities	To limit the interest rate risks in the debt portfolio	To create a long term income solution through investment in high quality debt instruments
Type of Scheme	Overnight Fund	Liquid Fund	Money Market Fund	Ultra Short Duration Fund	Low Duration Fund	Corporate Bond Fund	Banking and PSU Fund	Short Duration Fund	Credit Risk Fund	Dynamic Bond	Medium Duration Fund	Gilt Fund	Floater Fund	Long Duration Fund
Residual Maturity	2 days	60 days	165 days	180 days	495 days	4.9 years	3.71 years	3.72 years	3.15 years	22.51 years	5.02 years	27.27 years	23.1 years	32.55 years
Macaulay Duration	2 days	60 days	165 days	175 days	358 days	3.76 years	2.97 years	2.93 years	2.43 years	9.27 years	3.79 years	10.97 years	9.32 years	12.23 years
Modified Duration	2 days	60 days	165 days	168 days	342 days	3.58 years	2.81 years	2.81 years	2.32 years	8.93 years	3.64 years	10.6 years	9.01 years	11.81 years
Annualized Portfolio YTM*	6.76%	7.26%	7.53%	7.72%	7.69%	7.43%	7.35%	7.59%	8.25%	7.11%	7.78%	7.08%	7.39%	7.11%
Asset Mix														
Money Market Instruments	100.00%	98.39%	93.11%	50.53%	32.01%	3.74%	3.69%	12.19%	7.36%	6.32%	5.91%	2.38%	6.49%	6.14%
Corporate Bond	0.00%	1.43%	0.00%	38.83%	47.53%	66.02%	78.15%	56.73%	71.32%	21.12%	51.82%	0.00%	8.96%	0.00%
G-Sec	0.00%	0.18%	6.89%	7.05%	13.92%	27.03%	18.16%	26.34%	19.38%	72.56%	41.38%	97.62%	84.55%	93.86%
PTC	0.00%	0.00%	0.00%	3.60%	6.54%	3.19%	0.00%	4.74%	0.00%	0.00%	0.60%	0.00%	0.00%	0.00%
Rating Mix														
Sovereign /AAA & equivalent [$]	100.00%	100.00%	100.00%	84.13%	85.69%	100.00%	100.00%	86.37%	34.65%	100.00%	59.75%	100.00%	97.01%	100.00%
AA+	0.00%	0.00%	0.00%	12.52%	13.36%	0.00%	0.00%	11.66%	8.21%	0.00%	6.55%	0.00%	2.99%	0.00%
AA	0.00%	0.00%	0.00%	2.10%	0.95%	0.00%	0.00%	1.97%	31.51%	0.00%	18.42%	0.00%	0.00%	0.00%
AA-	0.00%	0.00%	0.00%	1.25%	0.00%	0.00%	0.00%	0.00%	13.58%	0.00%	7.24%	0.00%	0.00%	0.00%
A+	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	9.64%	0.00%	6.07%	0.00%	0.00%	0.00%
A	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	2.41%	0.00%	1.97%	0.00%	0.00%	0.00%
A-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Below A	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Load Structure														
Exit Load	NIL	Graded Exit Load^	NIL	NIL	NIL	NIL	NIL	NIL	If redeemed / switched-out within 12 months - For 10% of investment : Nil For remaining investment : 1%. If redeemed / switched out after 12 months from the date of allotment: Nil	NIL	If redeemed / switched-out within 12 months : - For 10% of investment : Nil - For remaining investment : 1%. If redeemed/ switched out after 12 months from the date of allotment: Nil.	NIL	NIL	NIL

[$]AAA & Equivalent includes AAA/A1+-rated papers.

^Graded exit load for Axis Liquid fund as below:

Investor exit upon Subscription	Day 1	Day 2	Day 3	Day 4	Day 5	Day 6	Day 7 onwards
Exit load as a % of redemption proceeds	0.0070%	0.0065%	0.0060%	0.0055%	0.0050%	0.0045%	Nil

*in case of semi annual YTM, it will be annualised. *The yield to maturity given above is based on the portfolio of funds as on 31st December2024. This should not be taken as an indication of the returns that may be generated by the fund and the securities bought by the fund may or may not be held till their respective maturities. The calculations are based on the invested corpus.

The cash adjusted Yield to Maturity given above is based on the portfolio of funds as on 31st December 2024 adjusted for cash & Net current assets.

AT A GLANCE

	Axis CRISIL IBX 70:30 CPSE Plus SDL April 2025 Index Fund	Axis CRISIL IBX SDL May 2027 Index Fund	Axis Nifty AAA Bond Plus SDL Apr 2026 50:50 ETF	Axis Nifty SDL September 2026 Debt Index Fund	Axis CRISIL IBX 50:50 Gilt Plus SDL September 2027 Index Fund	Axis CRISIL IBX 50:50 Gilt Plus SDL June 2028 Index Fund	Axis CRISIL IBX SDL June 2034 Debt Index Fund	Axis CRISIL-IBX AAA Bond NBFC – Jun 2027 Index Fund	Axis CRISIL-IBX AAA Bond Financial Services – Sep 2027 Index Fund	Axis CRISIL-IBX AAA Bond NBFC-HFC-Jun27 Index Fund
Why Invest?	Low cost hassle free solution for investors looking to build their core fixed income portfolio in the debt portfolio	Focus on running a highly liquid portfolio of SDLs	Aim to earn better returns than bank fixed deposits of a similar duration	Focus on running a highly liquid portfolio of SDLs	Aim to earn better returns than bank fixed deposits of a similar duration	Aim to earn better returns than bank fixed deposits of a similar duration	Focus on running a highly liquid portfolio of SDLs	Aim to benefit from higher carry vis-à-vis active debt funds with similar maturity/rating profile	Aims to track the performance of AAA issuers from the financial services sector maturing near target date of the index	Aims to track the performance of AAA issuers from the NBFC and HFC segment maturing near target date of the index
Type of Scheme	Index Fund	Index Fund	ETF	Index Fund	Index Fund	Index Fund	Index Fund	Index Fund	Index Fund	Index Fund
Residual Maturity	92 days	2.25 years	0.89 years	1.62 years	2.42 years	3.04 years	9.13 years	2.21 years	2.5 years	2.18 years
Macaulay Duration	91 days	2.09 years	0.87 years	1.52 years	2.23 years	2.69 years	6.67 years	1.99 years	2.29 years	1.97 years
Modified Duration	86 days	2.02 years	0.82 years	1.47 years	2.16 years	2.6 years	6.44 years	1.85 years	2.12 years	1.83 years
Annualized Portfolio YTM*	7.36%	7.08%	7.32%	7.08%	6.95%	6.99%	7.24%	7.75%	7.67%	7.72%
Asset Mix										
Money Market Instruments	3.28%	2.11%	3.27%	3.49%	4.91%	4.45%	2.43%	5.44%	4.73%	7.10%
Corporate Bond	72.54%	0.00%	53.82%	0.00%	0.00%	0.00%	0.00%	91.61%	95.27%	92.90%
G-Sec	24.18%	97.89%	42.91%	96.51%	95.09%	95.55%	97.57%	2.95%	0.00%	0.00%
PTC	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Rating Mix										
Sovereign /AAA & equivalent $	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
AA+	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
AA	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
AA-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
A+	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
A	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
A-	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Below A	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Load Structure										
Exit Load	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL

$AAA & Equivalent includes AAA/A1+-rated papers.

*in case of semi annual YTM, it will be annualised. *The yield to maturity given above is based on the portfolio of funds as on 31st December 2024. This should not be taken as an indication of the returns that may be generated by the fund and the securities bought by the fund may or may not be held till their respective maturities. The calculations are based on the invested corpus.

The cash adjusted Yield to Maturity given above is based on the portfolio of funds as on 31st December 2024 adjusted for cash & Net current assets.

Fund Name & Benchmark	Product Labelling	Product Riskometer#	Benchmark Riskometer	Potential Risk Class

Axis Dynamic Bond Fund

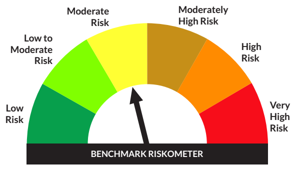
(An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk)

Benchmark: NIFTY Composite Debt Index A-III

This product is suitable for investors who are seeking*:

- Optimal returns over medium to long term.
- To generate stable returns while maintaining liquidity through active management of a portfolio of debt and money market instruments.

The risk of the scheme is moderate



The risk of the benchmark is moderate

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

Axis Gilt Fund

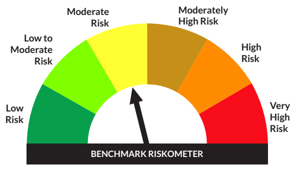
(An open-ended debt scheme investing in government securities across maturity. A relatively high interest rate risk and relatively low credit risk)

Benchmark: CRISIL Dynamic Gilt Index

This product is suitable for investors who are seeking*:

- Credit risk free returns over medium to long term.
- Investment mainly in government securities across maturities.

The risk of the scheme is moderate



The risk of the benchmark is moderate

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

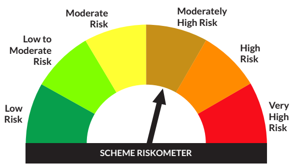
Axis Strategic Bond Fund

(An open-ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 years to 4 years. A relatively high interest rate risk and relatively high credit risk)

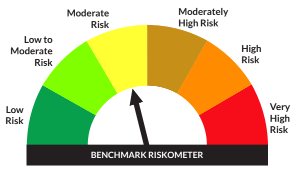
Benchmark: NIFTY Medium Duration Debt Index A-III

This product is suitable for investors who are seeking*:

- Optimal returns over medium term.
- Investment in diversified portfolio of debt and money market securities to generate optimal risk adjusted returns while maintaining liquidity.



The risk of the scheme is moderately high



The risk of the benchmark is moderate

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

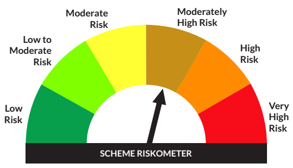
Axis Credit Risk Fund

(An open-ended debt scheme predominantly investing in AA and below rated corporate bonds (excluding AA+ rated corporate bonds. A relatively high interest rate risk and relatively high credit risk)

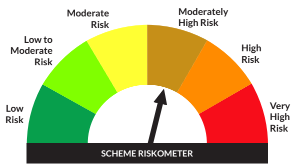
Benchmark: CRISIL Credit Risk Debt B-II Index

This product is suitable for investors who are seeking*:

- Stable returns in the short to medium term.
- Investment in debt and money market instruments across the yield curve and credit spectrum.



The risk of the scheme is moderately high



The risk of the benchmark is moderately high

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

Axis Banking & PSU Debt Fund

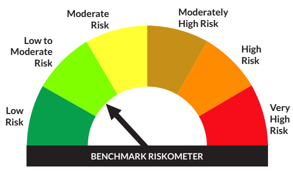
(An open-ended debt scheme predominantly investing in debt instruments of banks, public sector undertakings & public financial institutions. A relatively high interest rate risk and moderate credit risk)

Benchmark: Nifty Banking & PSU Debt Index A-II

This product is suitable for investors who are seeking*:

- Regular income over short to medium term.
- Investment in debt and money market instruments issued by Banks, PFIs & PSUs.

The risk of the scheme is moderate



The risk of the benchmark is low to moderate

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

Axis Corporate Bond Fund

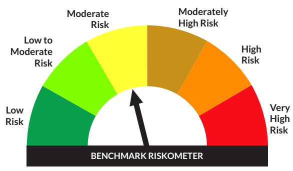
(An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk)

Benchmark: NIFTY Corporate Bond Index A-II

This product is suitable for investors who are seeking*:

- Regular income over short to medium term.
- Predominantly investing in corporate debt.

The risk of the scheme is moderate



The risk of the benchmark is moderate

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

Axis Short Duration Fund

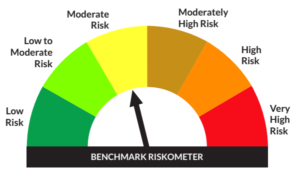
(An open-ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 year to 3 years. A relatively high interest rate risk and moderate credit risk)

Benchmark: NIFTY Short Duration Debt Index A-II

This product is suitable for investors who are seeking*:

- Regular income while maintaining liquidity over short term.
- Investment in debt and money market instruments.

The risk of the scheme is moderate



The risk of the benchmark is moderate

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

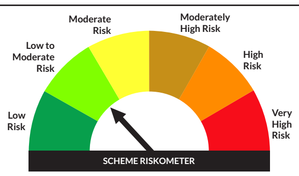
Axis Liquid Fund

(An open-ended liquid scheme. A relatively low interest rate risk and moderate credit risk)

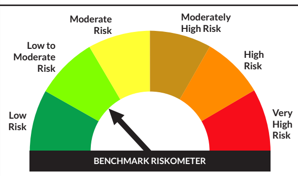
Benchmark: NIFTY Liquid Index A-I

This product is suitable for investors who are seeking*:

- Regular income over short term.
- Investment in debt and money market instruments.



The risk of the scheme is low to moderate



The risk of the benchmark is low to moderate

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)			

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

AXIS MUTUAL FUND | 15 YEARS AS YOUR INVESTMENT PARTNER

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Fund Name & Benchmark	Product Labelling	Product Riskometer#	Benchmark Riskometer	Potential Risk Class

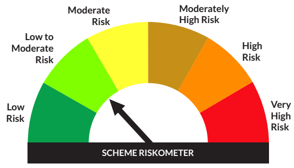
Axis Treasury Advantage Fund

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

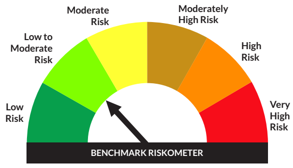
Benchmark: NIFTY Low Duration Debt Index A-I

This product is suitable for investors who are seeking*:

- Regular income over short term.
- Investment in debt and money market instruments.



The risk of the scheme is low to moderate



The risk of the benchmark is low to moderate

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

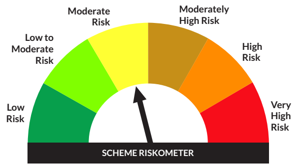
Axis Money Market Fund

(An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk)

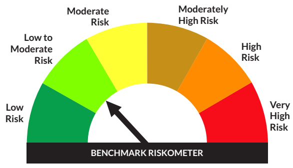
Benchmark: NIFTY Money Market Index A-I

This product is suitable for investors who are seeking*:

- Regular income over short term
- Investment in money market instruments with maturity up to one year.



The risk of the scheme is moderate



The risk of the benchmark is low to moderate

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)			

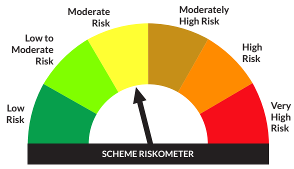
Axis Ultra Short Duration Fund

(An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months. A moderate interest rate risk and moderate credit risk)

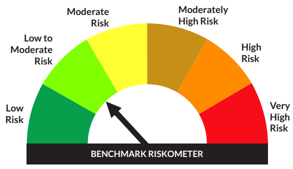
Benchmark: NIFTY Ultra Short Duration Debt Index A-I

This product is suitable for investors who are seeking*:

- Regular income over short term.
- Investment in Debt & Money Market instruments such that the Macaulay duration of the portfolio is between 3 months - 6 months.



The risk of the scheme is moderate



The risk of the benchmark is low to moderate

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

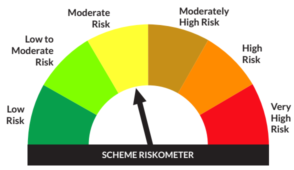
Axis Floater Fund

(An open ended debt scheme predominantly investing in floating rate instruments. A relatively high interest rate risk and moderate credit risk)

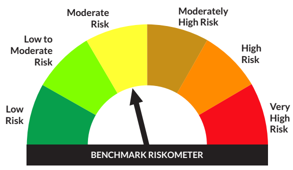
Benchmark: NIFTY Medium to Long Duration Debt Index A-III

This product is suitable for investors who are seeking*:

- Regular income over short term investment horizon.
- To invest predominantly in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/derivatives)



The risk of the scheme is moderate



The risk of the benchmark is moderate

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

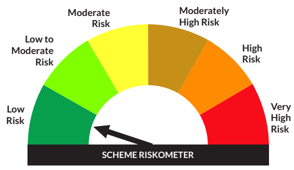
Axis Overnight Fund

(An open ended debt scheme investing in overnight securities. A relatively low interest rate risk and relatively low credit risk)

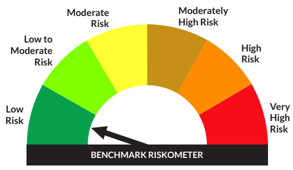
Benchmark: Nifty 1D Rate Index

This product is suitable for investors who are seeking*:

- Regular income with high levels of safety and liquidity over short term.
- Investment in debt and money market instruments with overnight maturity.



The risk of the scheme is Low



The risk of the benchmark is Low

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

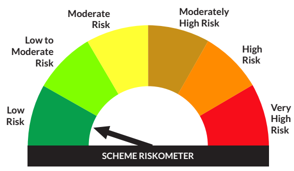
Axis CRISIL IBX 70:30 CPSE Plus SDL April 2025 Index Fund

(An open-ended Target Maturity Index Fund investing in constituents of CRISIL IBX 70:30 CPSE Plus SDL - April 2025. A moderate interest rate risk and relatively low credit risk)

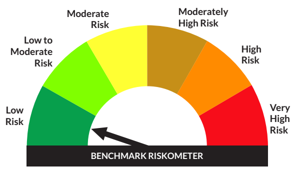
Benchmark: CRISIL IBX 70:30 CPSE Plus SDL Index - April 2025

This product is suitable for investors who are seeking*:

- Income over long term
- Investments in state government securities (SDLs) similar to the composition of CRISIL IBX 70:30 CPSE Plus SDL – April 2025, subject to tracking errors.



The risk of the scheme is Low



The risk of the benchmark is Low

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

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

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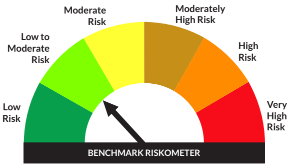
<table>
<tr><th>Fund Name & Benchmark</th><th>Product Labelling</th><th>Product Riskometer#</th><th>Benchmark Riskometer</th><th>Potential Risk Class</th></tr>
<tr>
<td>Axis CRISIL IBX SDL May 2027 Index Fund (An open-ended Target Maturity Index Fund investing in constituents of CRISIL IBX SDL Index – May 2027 A Relatively High Interest Rate Risk and Relatively Low Credit risk)

Benchmark: CRISIL IBX SDL Index - May 2027</td>
<td>This product is suitable for investors who are seeking*:
Income over long term
Investments in state government securities (SDLs) replicating the composition of CRISIL IBX SDL Index – May 2027, subject to tracking errors.</td>
<td>
The risk of the scheme is low to moderate</td>
<td>
The risk of the benchmark is low to moderate</td>
<td><table><tr><th>Credit Risk →
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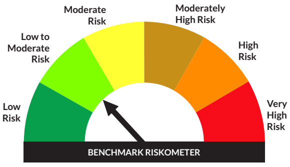
</tr>
<tr>
<td>Axis Nifty AAA Bond Plus SDL Apr 2026 50:50 ETF (An open-ended Target Maturity Exchange Traded Fund investing predominantly in constituents of Nifty AAA Bond Plus SDL Apr 2026 50:50 Index. A relatively high interest rate risk and relatively low credit risk.)

Benchmark: Nifty AAA Bond Plus SDL Apr 2026 50:50 Index</td>
<td>This product is suitable for investors who are seeking*:
Income over long term.
Investment in AAA rated Corporate Bonds & State Development Loans (SDLs) as represented by Nifty AAA Bond Plus SDL Apr 2026 50:50 Index, subject to tracking errors.</td>
<td>
The risk of the scheme is low to moderate</td>
<td>
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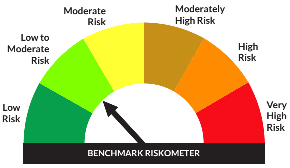
</tr>
<tr>
<td>Axis Nifty SDL September 2026 Debt Index Fund (An open-ended Target Maturity Index Fund investing in constituents of Nifty SDL Sep 2026 Index; A Relatively High Interest Rate Risk and Relatively Low Credit Risk)

Benchmark: NIFTY SDL Sep 2026 Index</td>
<td>This product is suitable for investors who are seeking*:
Income over long term.
Investments in state government securities (SDLs) replicating the composition of Nifty SDL Sep 2026 Index subject to tracking errors.</td>
<td>
The risk of the scheme is low to moderate</td>
<td>
The risk of the benchmark is low to moderate</td>
<td><table><tr><th>Credit Risk →
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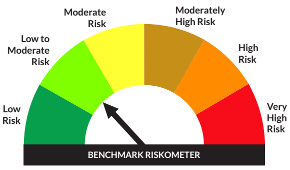
</tr>
<tr>
<td>Axis CRISIL IBX 50:50 Gilt Plus SDL June 2028 Index Fund (An open-ended Target Maturity index fund investing in constituents of CRISIL IBX 50:50 Gilt Plus SDL Index – June 2028. Relatively High interest rate risk and Relatively Low Credit Risk)

Benchmark: CRISIL IBX 50:50 Gilt Plus SDL - June 2028 Index</td>
<td>This product is suitable for investors who are seeking*:
Income over long term.
The scheme that seeks to provide Investment returns corresponding to the total returns of the securities as represented by CRISIL IBX 50:50 Gilt Plus SDL Index – June 2028, subject to tracking errors.</td>
<td>
The risk of the scheme is low to moderate</td>
<td>
The risk of the benchmark is low to moderate</td>
<td><table><tr><th>Credit Risk →
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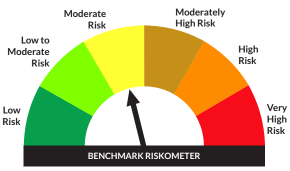
</tr>
<tr>
<td>AXIS LONG DURATION FUND (An open ended debt scheme investing in instruments such that the Macaulay duration of the portfolio is greater than 7 years. A Relatively High interest rate risk and Relatively Low Credit Risk)

Benchmark: Nifty Long Duration Debt Index A-III</td>
<td>This product is suitable for investors who are seeking*:
Regular income over long term.
Investment in Debt and Money Market instruments with portfolio Macaulay duration of greater than 7 years.</td>
<td>
The risk of the scheme is moderate</td>
<td>
The risk of the benchmark is moderate</td>
<td><table><tr><th>Credit Risk →
Interest Rate Risk ↓</th><th>Relatively Low (Class A)</th><th>Moderate (Class B)</th><th>Relatively High (Class C)</th></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td>A-III</td><td></td><td></td></tr></table></td>
</tr>
</table>

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

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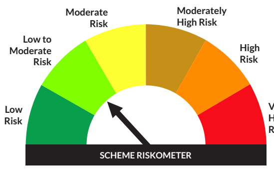
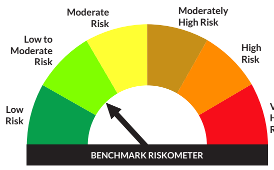
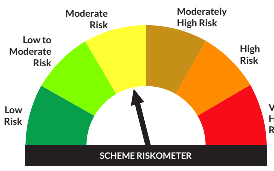
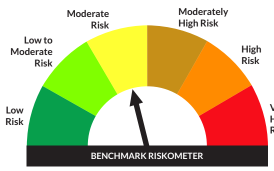
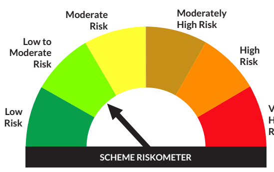
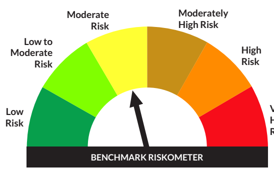
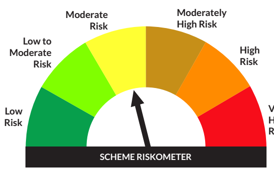
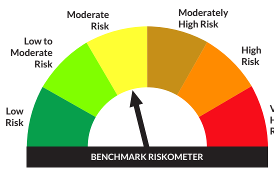
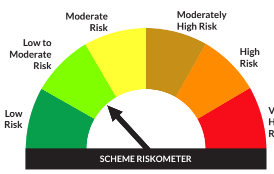
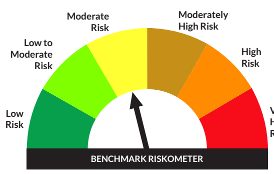
<table>
<tr><th>Fund Name
& Benchmark</th><th>Product Labelling</th><th>Product Riskometer#</th><th>Benchmark Riskometer</th><th>Potential Risk Class</th></tr>
<tr>
<td>AXIS CRISIL IBX50:50 GILT PLUS SDL SEP 2027 INDEX FUND (An open-ended Target Maturity index fund investing in constituents of CRISIL IBX 50:50 Gilt Plus SDL Index – September 2027. Relatively High interest rate risk and Relatively Low Credit Risk)

Benchmark: CRISIL IBX 50:50 Gilt Plus SDL Index - September 2027</td>
<td>This product is suitable for investors who are seeking*:
Income over long term.
The Scheme that seeks to provide investment returns corresponding to the total returns of the securities as represented by CRISIL IBX 50:50 Gilt Plus SDL Index – September 2027 , subject to tracking errors.</td>
<td>
The risk of the scheme is low to moderate</td>
<td>
The risk of the benchmark is low to moderate</td>
<td><table><tr><td>Credit Risk →
Interest Rate Risk ↓</td><td>Relatively Low (Class A)</td><td>Moderate (Class B)</td><td>Relatively High (Class C)</td></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td>A-III</td><td></td><td></td></tr></table></td>
</tr>
<tr>
<td>Axis CRISIL IBX SDL June 2034 Debt Index Fund (An open-ended Target Maturity index fund investing in constituents of CRISIL IBX SDL Index – June 2034. A Relatively High Interest Rate Risk and Relatively Low Credit Risk)

Benchmark: CRISIL IBX SDL Index – June 2034</td>
<td>This product is suitable for investors who are seeking*:
Income over long term.
Investments in state government securities (SDLs) similar to the composition of CRISIL IBX SDL Index – June 2034, subject to tracking errors.</td>
<td>
The risk of the scheme is moderate</td>
<td>
The risk of the benchmark is moderate</td>
<td><table><tr><td>Credit Risk →
Interest Rate Risk ↓</td><td>Relatively Low (Class A)</td><td>Moderate (Class B)</td><td>Relatively High (Class C)</td></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td>A-III</td><td></td><td></td></tr></table></td>
</tr>
<tr>
<td>Axis CRISIL-IBX AAA Bond NBFC – Jun 2027 Index Fund (An open-ended Target Maturity Index Fund investing in constituents of CRISIL-IBX AAA NBFC Index – Jun 2027. A moderate interest rate risk and relatively low credit risk.)

Benchmark: CRISIL-IBX AAA NBFC Index – Jun 2027</td>
<td>This product is suitable for investors who are seeking*:
Income over the target maturity period.
An open ended target maturity index fund tracking CRISIL-IBX AAA NBFC Index – Jun 2027, subject to tracking error.</td>
<td>
The risk of the scheme is low to moderate</td>
<td>
The risk of the benchmark is moderate</td>
<td><table><tr><td>Credit Risk →
Interest Rate Risk ↓</td><td>Relatively Low (Class A)</td><td>Moderate (Class B)</td><td>Relatively High (Class C)</td></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td>A-II</td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td></td><td></td></tr></table></td>
</tr>
<tr>
<td>AXIS CRISIL-IBX AAA BOND FINANCIAL SERVICES - SEP 2027 INDEX FUND (An open-ended Target Maturity Index Fund investing in constituents of CRISIL-IBX AAA Financial Services Index – Sep 2027. A moderate interest rate risk and relatively low credit risk)

Benchmark: CRISIL IBX AAA Financial Services Index Sep 2027</td>
<td>This product is suitable for investors who are seeking*:
Income over the target maturity period
An open ended target maturity index fund tracking CRISIL-IBX AAA Financial Services Index – Sep 2027, subject to tracking error/tracking difference.</td>
<td>
The risk of the scheme is moderate</td>
<td>
The risk of the benchmark is moderate</td>
<td><table><tr><td>Credit Risk →
Interest Rate Risk ↓</td><td>Relatively Low (Class A)</td><td>Moderate (Class B)</td><td>Relatively High (Class C)</td></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td>A-II</td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td></td><td></td></tr></table></td>
</tr>
<tr>
<td>AXIS CRISIL-IBX AAA BOND NBFC-HFC – JUN 2027 INDEX FUND (An open-ended Target Maturity index fund investing in constituents of CRISIL- IBX AAA NBFC-HFC Index – Jun 2027. A moderate interest rate risk and relatively low credit risk)

Benchmark: CRISIL-IBX AAA NBFC-HFC Index – Jun 2027</td>
<td>This product is suitable for investors who are seeking*:
Income over the target maturity period.
An open ended target maturity index fund tracking CRISIL-IBX AAA NBFC-HFC Index – Jun2027, subject to tracking error.</td>
<td>
The risk of the scheme is low to moderate</td>
<td>
The risk of the benchmark is moderate</td>
<td><table><tr><td>Credit Risk →
Interest Rate Risk ↓</td><td>Relatively Low (Class A)</td><td>Moderate (Class B)</td><td>Relatively High (Class C)</td></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td>A-II</td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td></td><td></td></tr></table></td>
</tr>
</table>

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

#For latest Risk-o-meter and complete portfolios , investors may refer to the Monthly Portfolios disclosed on the website of the Fund viz. https://www.axismf.com/

Data as on 31st December 2024. Source of data: Bloomberg, ACEMF