

Axis Gilt Fund

December 2025



AXIS ASSET MANAGEMENT

**For riskometer and Product Labelling, please refer slide 13.*

Fixed Income Market Outlook

2024: The Year of Duration

Rally driven by favourable demand-supply dynamics and policy easing expectations

Inclusion in
JP Morgan
EM Bond
Index

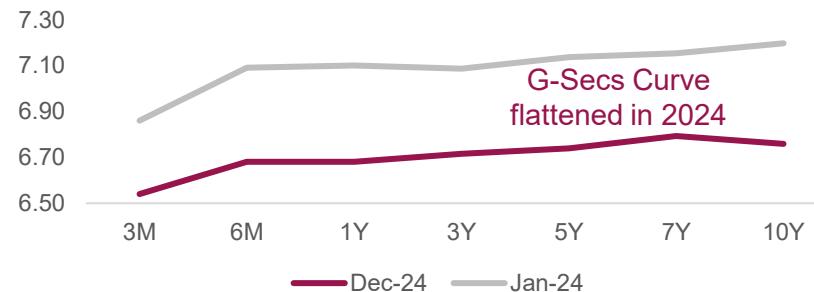
Fiscal
Consolidation

Rate cut
expectations +
Tight banking
liquidity

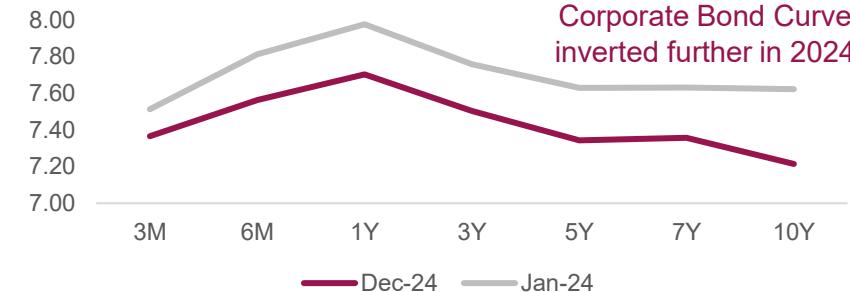
Long
Duration
Strategies
outperformed

Flat G-Sec and SDL curves and inverted Corporate Bond Curve

Sovereign Curve



Corporate Curve



2025: The Year of Abundant Liquidity

Rally driven by liquidity

Monetary easing-
Lower GDP and benign
CPI

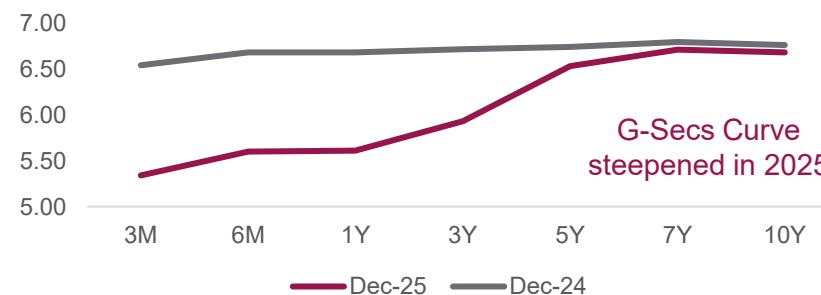
Surplus Liquidity

Steep Yield Curve – flag
end of rate cut cycle

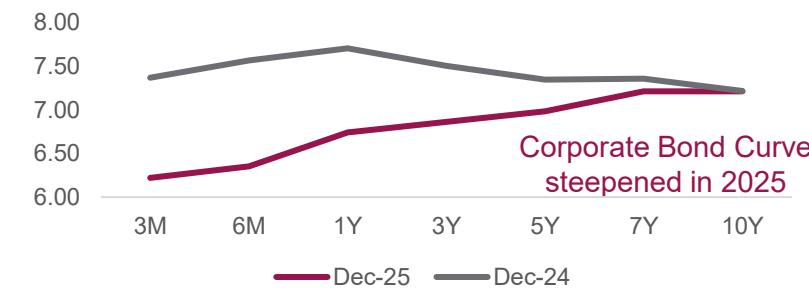
3 – 5 year
corporate
bonds
outperformed

G-Sec, SDL curves and Corporate Bond Curve Steepened

Sovereign Curve

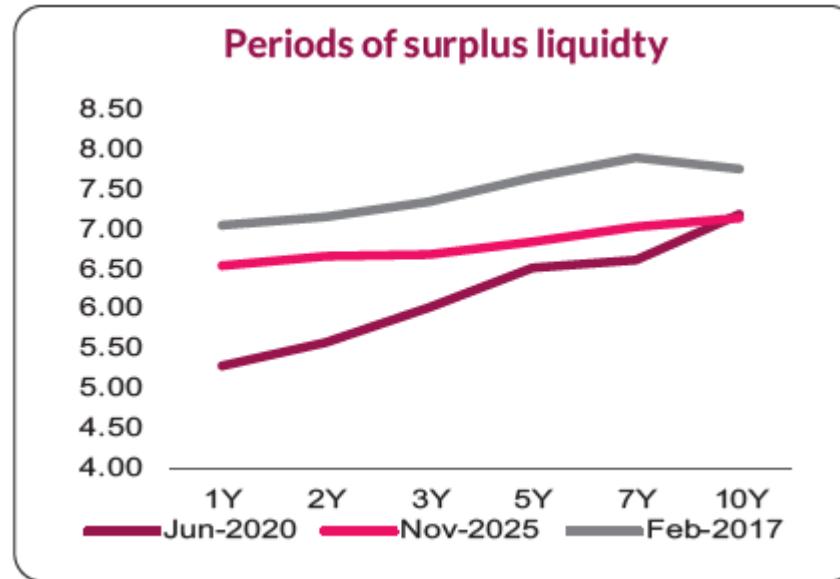


Corporate Curve



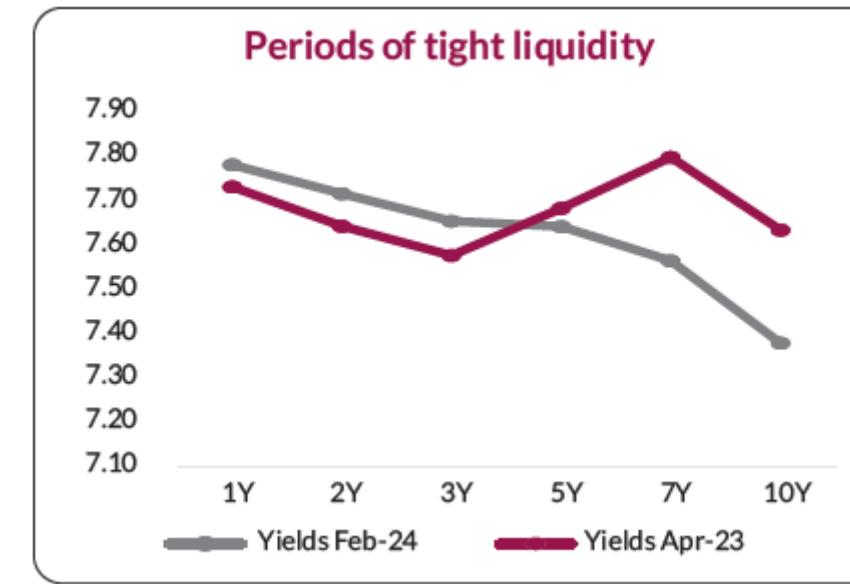
Yield Curve to flatten

Driven by neutral liquidity and increase in credit growth



Steep yield curve

Excess funds keep short-term rates suppressed



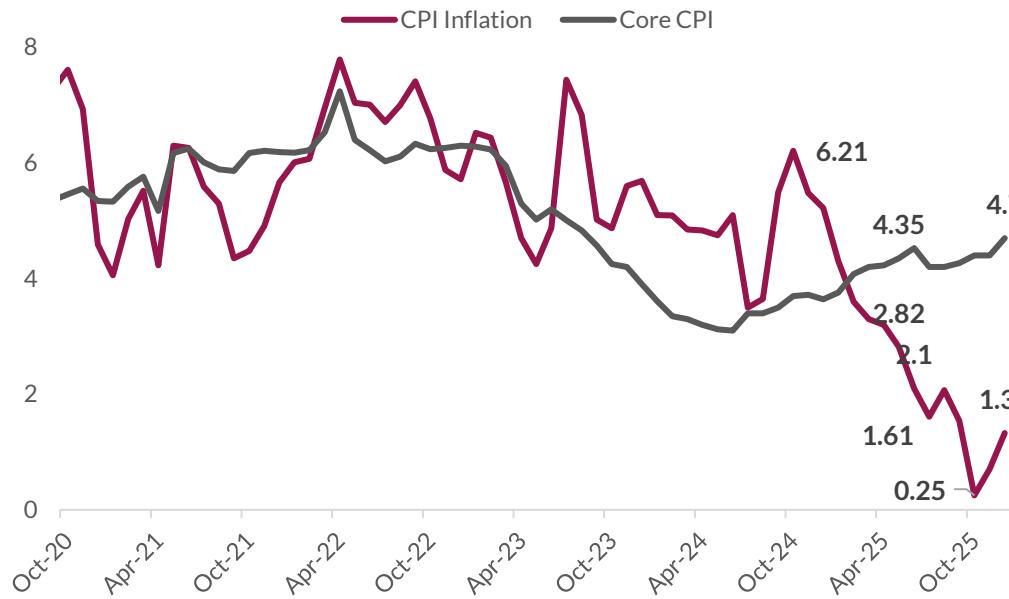
Flat yield curve

Short-term rates rise relative to long-term rates

Rates - Lower for Longer

Stable rate regime, RBI to maintain extended pause after December 2025

CPI less than 4% for FY26E



GDP for FY26E revised upwards by RBI

Tenure	GDP Growth Projection
FY22	9.7%
FY23	7.6%
FY24	9.2%
FY25	6.5%
FY26E	7.3% (upward bias)

The RBI raised its growth projections and FY26 growth is now expected at 7.3%, up from 6.8% (October policy) and Q1FY27 growth at 6.7%, up from 6.4%.

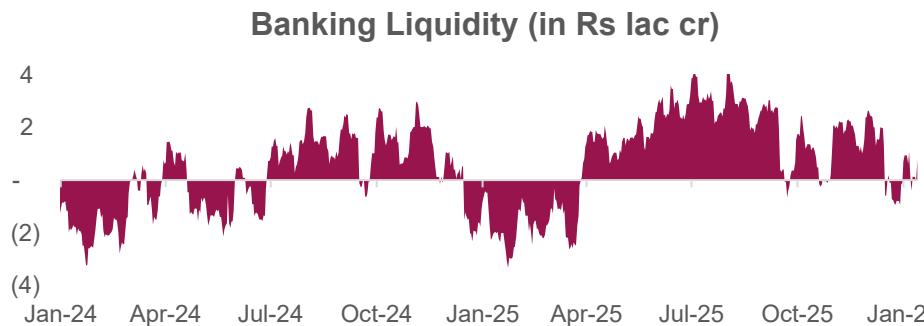
Inflation is anticipated to rise over the next two quarters. FY26 and Q1FY27 projections have been revised down by 50–60 basis points. The inflation projection for FY26 now stands at 2%, down from 2.6% and for Q1FY27 at 3.9%, down from 4.5%, both comfortably below the RBI's threshold.

Best of Liquidity behind us?

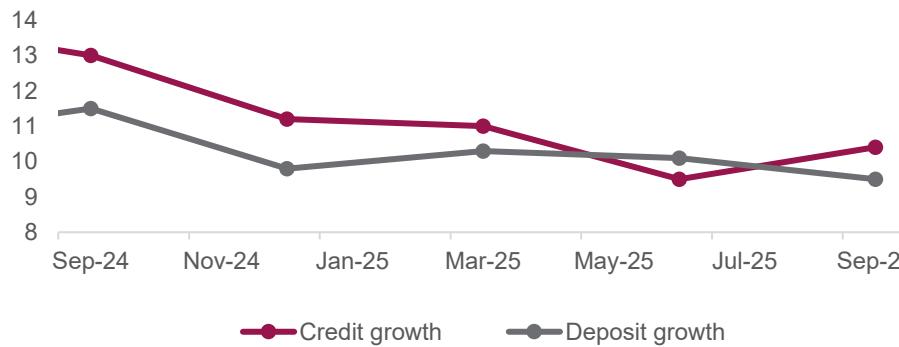
RBI interventions will keep liquidity positive



Liquidity to remain positive till March 2026



Credit growth accelerating



Durable liquidity by March 2026

	Particulars	Amt (In Rs Crs)
	Net Durable Liquidity - Dec 12, 2025	3,25,000
Inflow	FX Buy Sell \$10Bn + \$5Bn	1,35,000
	OMOs	3,00,000
Outflows	Expected CIC outflow (Dec 25 - Mar 26)	1,50,000
	Increase in CRR maintenance on Deposit Growth	50,000
	FX Intervention (Spot & forward)	2,50,000
	Durable Liquidity (expected) - March 2026	3,10,000

Key Risks to our view

Potential Headwinds

Weakening of domestic growth



Non-inclusion of FAR securities in Bloomberg

Fiscal push to support growth



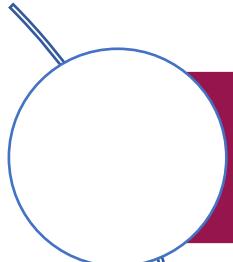
Rupee Depreciation



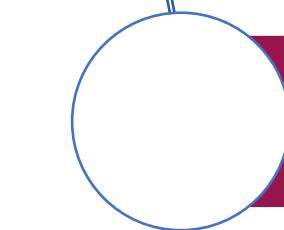
Axis Gilt Fund

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

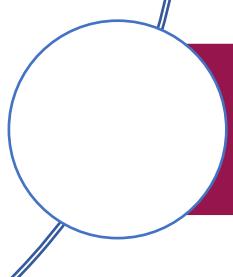
About the Fund



Investment in government securities issued by Central and State Governments across the curve



The fund may also invest in bonds backed by the central government or respective state governments



The fund manager strives to enhance portfolio returns by actively managing interest rate risks

Portfolio Attributes

31st December 2025



Quants	
Modified Duration	7.59 years
Average Maturity	17.87 years
YTM*	6.82%

Asset Allocation	
Government Bonds	82.53%
Treasury Bill	5.69%
Cash & Other receivables	11.78%

Allocation & maturity is based on the current market conditions and is subject to changes depending on the fund manager's view of the markets. *In case of semi-annualized YTM, it will be annualized. The yield to maturity given above is based on the portfolio of funds as on date given above. 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. For all scheme related information, please refer to SID/KIM on our website www.axismf.com

Performance

31st December 2025



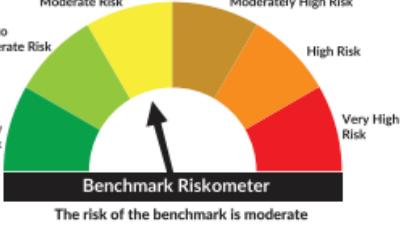
	1 Year		3 Year		5 Year		Since Inception	
	Inception	CAGR (%)	Current Value of investment of Rs. 10,000	CAGR (%)	Current Value of investment of Rs.10,000	CAGR (%)	Current Value of investment of Rs. 10,000	CAGR (%)
Axis Gilt Fund - Regular Plan – Growth		5.21%	10,521	7.39%	12,389	5.36%	12,983	7.04%
CRISIL Dynamic Gilt Index (Benchmark)	23-Jan-12	6.43%	10,643	7.98%	12,596	5.76%	13,232	7.77%
NIFTY 10 yr Benchmark G-Sec (Additional Benchmark)		6.85%	10,685	8.14%	12,651	5.17%	12,871	6.66%
								24,581

Past performance may or may not be sustained in future. Since inception (22nd Jan 2012). Different plans have different expense structure. Devang Shah is managing the scheme since 5th November 2012, and he manages 23 schemes of Axis Mutual Fund & Sachin Jain is managing the scheme since 1st February 2023 and he manages 13 schemes of Axis Mutual Fund. Returns greater https://www.axismf.com/cms/sites/default/files/Statutory/WDP_Annexure_Doc.pdf to view the performance of other schemes currently managed by the fund manager.

Calculations are based on Regular Plan - Growth Option NAV and Direct Plan - Growth Option NAV, as applicable. Different plans have different expense structure.

Note: In case you require physical copy of this document request you to kindly take the printout to review the fund managers performance of other schemes managed by him from the above link given.

Product Labelling

Fund Name & Benchmark	Product Labelling	Product Riskometer	Benchmark Riskometer	Potential Risk Matrix (PRC)			
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* <ul style="list-style-type: none"> • Credit risk free returns over medium to long term. • Investment mainly in Government securities across maturities. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>Scheme Riskometer The risk of the scheme is moderate</p>	 <p>Benchmark Riskometer The risk of the benchmark is moderate</p>	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)					
		Relatively High (Class III)	A-III				

Statutory Details and Risk Factors



Past performance may or may not be sustained in the future. Sector(s) / Stock(s) / Issuer(s) mentioned above are for the purpose of disclosure of the portfolio of the Scheme(s) and should not be construed as recommendation. The fund manager(s) may or may not choose to hold the stock mentioned, from time to time.

Axis Bank Ltd. is not liable or responsible for any loss or shortfall resulting from the operation of the scheme.

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



Thank You

