

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

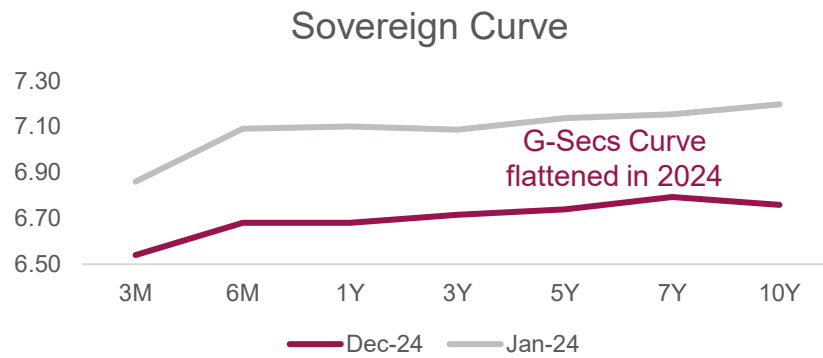
Inclusion in
JP Morgan
EM Bond
Index

Fiscal
Consolidation

Rate cut
expectations +
Tight banking
liquidity

**Long
Duration
Strategies**
outperformed

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



2025: The Year of Abundant Liquidity

Rally driven by liquidity

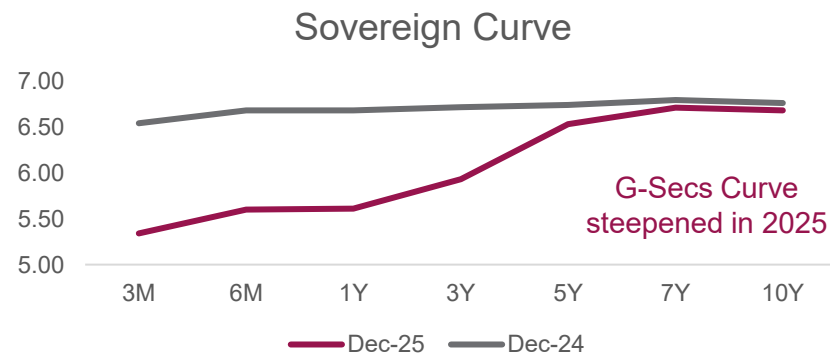
Monetary easing-
Lower GDP
and benign
CPI

Surplus
Liquidity

Steep Yield
Curve – fog
end of rate
cut cycle

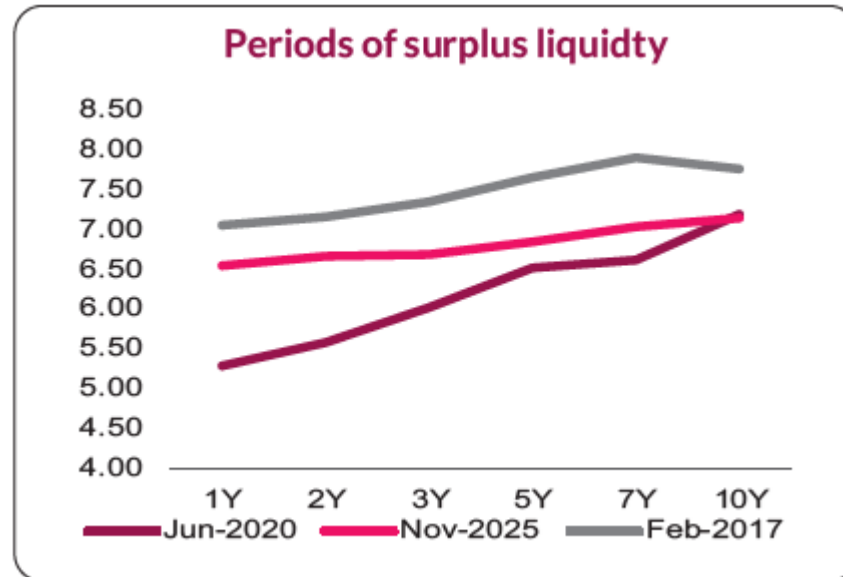
**3 – 5 year
corporate
bonds**
outperformed

G-Sec, SDL curves and Corporate Bond Curve Steepened



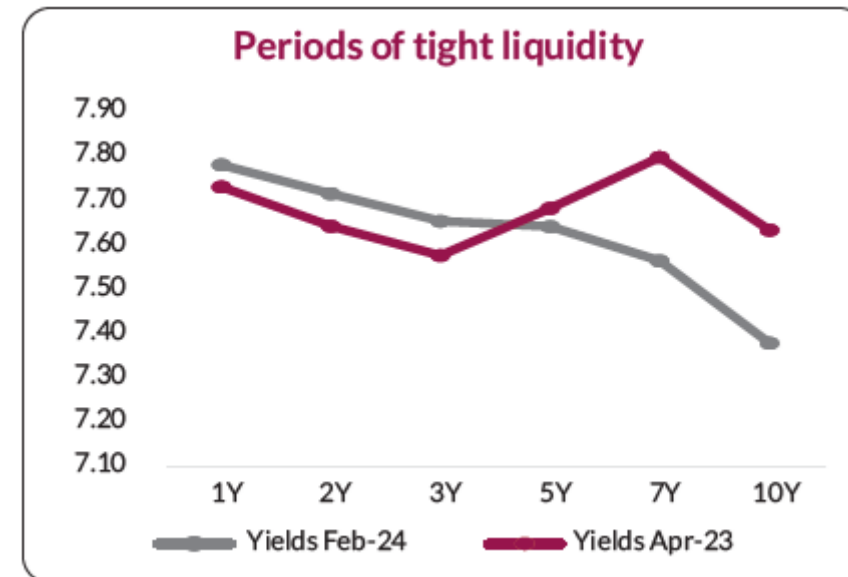
Yield Curve to flatten

Driven by neutral liquidity and increase in credit growth



Steep yield curve

Excess funds keep short-term rates suppressed



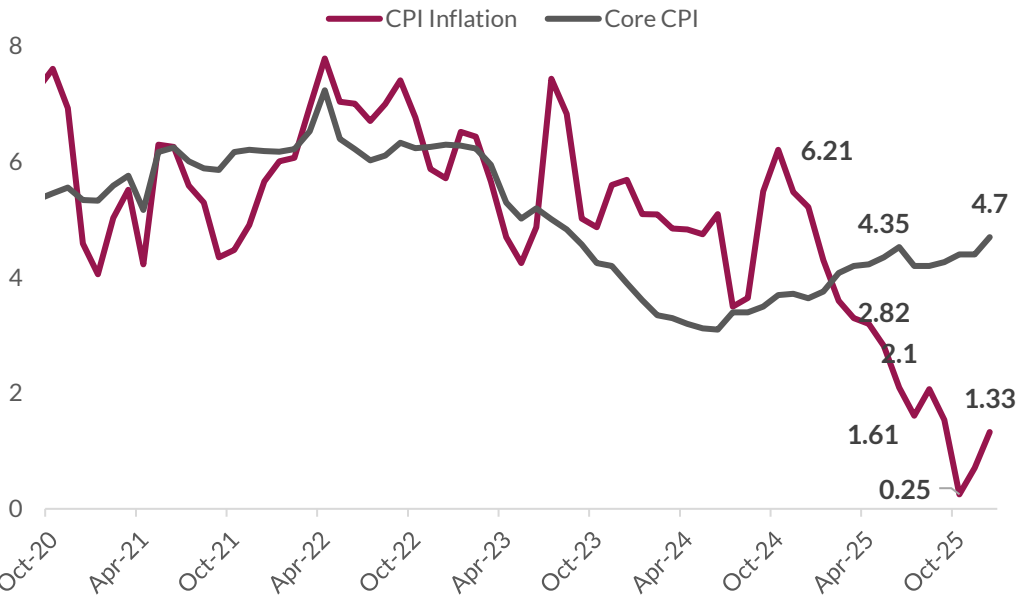
Flat yield curve

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

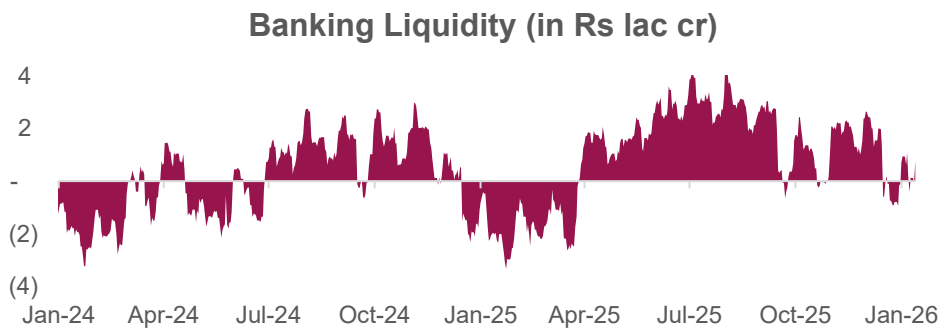
| Tenure | GDP Growth Projection |
|--------|-----------------------|
| FY22 | 9.7% |
| FY23 | 7.6% |
| FY24 | 9.2% |
| FY25 | 6.5% |
| FY26E | 7.3% (upward bias) |

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.

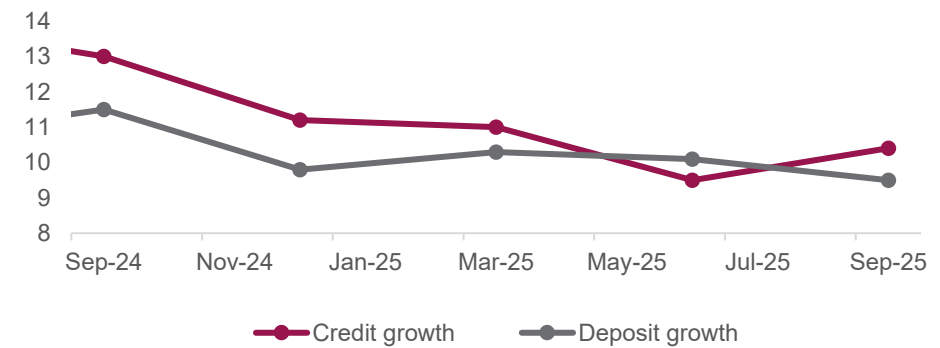
Best of Liquidity behind us?

RBI interventions will keep liquidity positive

Liquidity to remain positive till March 2026



Credit growth accelerating

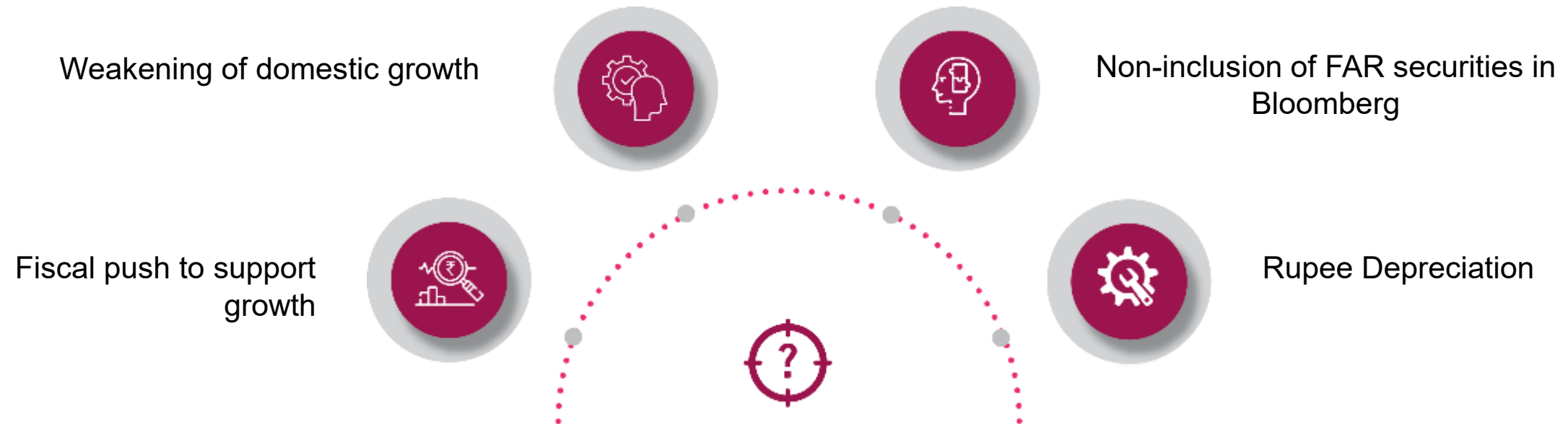


Durable liquidity by March 2026

| | 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

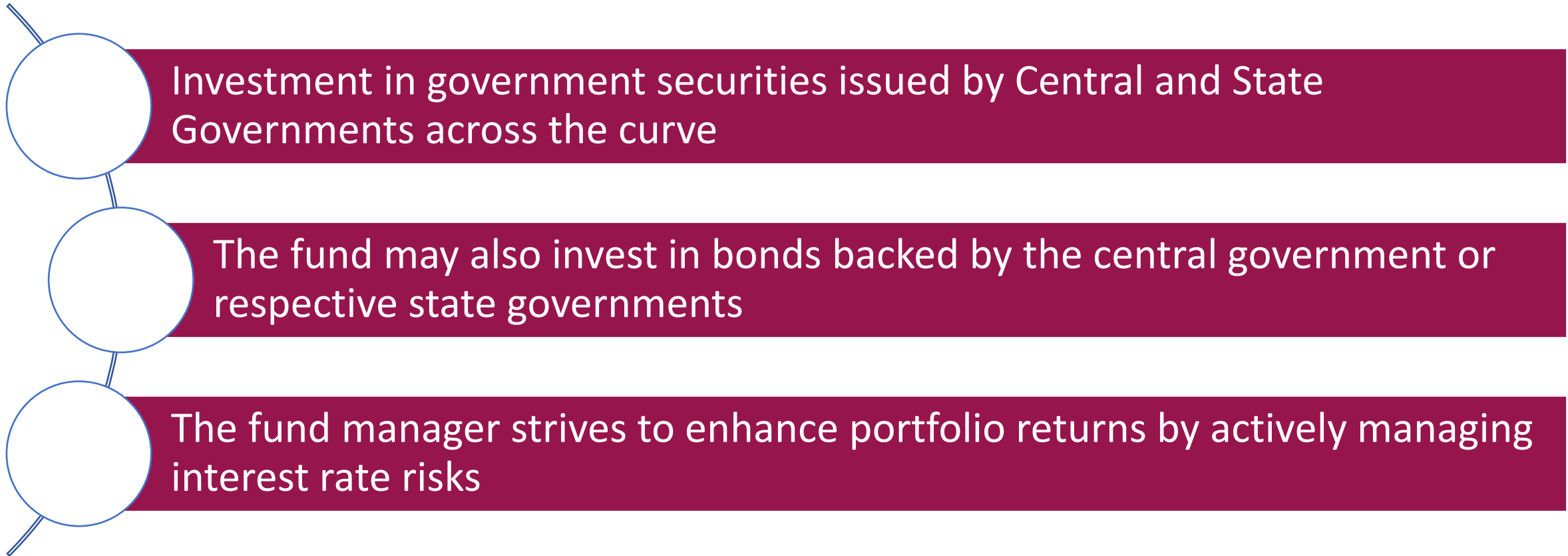
Potential Headwinds



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



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 (%) | Current Value of investment of Rs. 10,000 |
| Axis Gilt Fund - Regular Plan – Growth | | 5.21% | 10,521 | 7.39% | 12,389 | 5.36% | 12,983 | 7.04% | 25,829 |
| CRISIL Dynamic Gilt Index (Benchmark) | 23-Jan-12 | 6.43% | 10,643 | 7.98% | 12,596 | 5.76% | 13,232 | 7.77% | 28,413 |
| 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_Dec.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) | | | | | | | | | | | | | | | | | | | | | | | | |
|---|--|--|---|---|----------------------|--|--|--|---------------|--------------------------|--------------------|---------------------------|----------------------|--|--|--|--------------------------|--|--|--|---------------------|--|--|--|-----------------------------|-------|--|--|
| <p>Axis Gilt Fund</p> <p>(An open ended debt scheme investing in government securities across maturity. A relatively high interest rate risk and relatively low credit Risk.)</p> <p>Benchmark: CRISIL Dynamic Gilt Index</p> | <p>This product is suitable for investors who are seeking*</p> <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> |  |  | <table><tr><th colspan="4">Potential Risk Class</th></tr><tr><td>Credit Risk →</td><td>Relatively Low (Class A)</td><td>Moderate (Class B)</td><td>Relatively High (Class C)</td></tr><tr><td>Interest Rate Risk ↓</td><td></td><td></td><td></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> | 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 | | |
| Potential Risk Class | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
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| Interest Rate Risk ↓ | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Relatively Low (Class I) | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
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| 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.

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

Thank You