

# Axis Gilt Fund

June 2025



**AXIS ASSET MANAGEMENT**

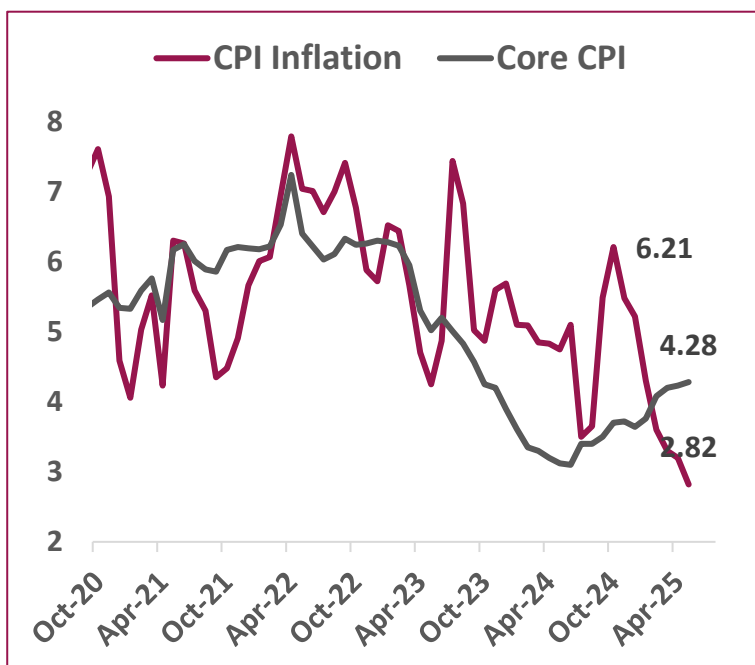
# Way Forward

Local macros conducive for lower rates

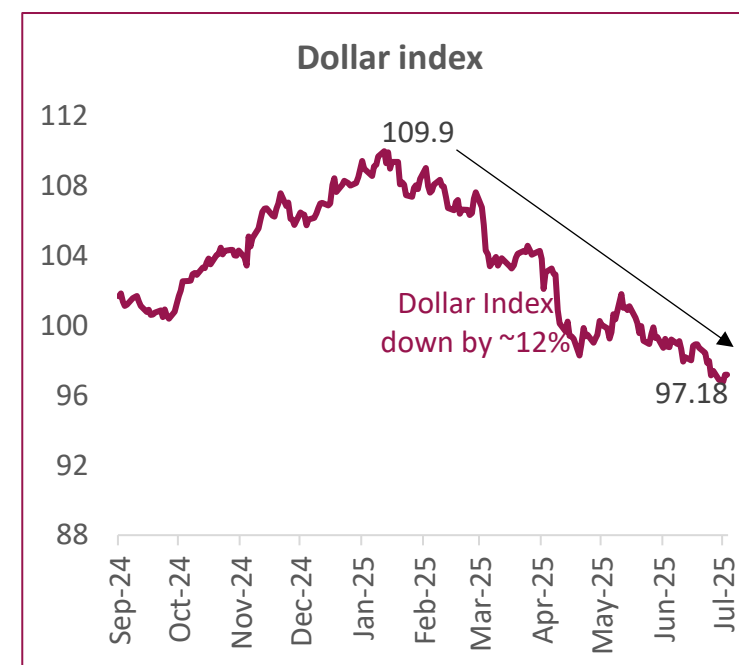
CPI less than 4% for FY26E

GDP for FY26E to remain below 6.5%

Rupee to remain stable



Tenure	GDP Growth Projection
FY22	9.7%
FY23	7.6%
FY24	9.2%
FY25	6.5%
FY26E	6.5% (Downward biased)



With the larger-than-expected repo rate cut, shift to “neutral stance” from ‘accommodative’, the Central Bank has front-loaded rate cuts, and we **do not anticipate further cuts in the next 3-6 months**.

# RBI's Liquidity Playbook

Banking system at INR 6Tn Liquidity post RBI dividend

Open Market Operations (OMOs) Purchases / FX buy sell required to maintain more than 1% NDTL Liquidity

Changes in Durable liquidity	Amt (In 000crs)
Net Durable Liquidity as of May 2025	3,20,500
M0 Creation (to Take Y-o-Y Growth to 10%)	-2,00,000
RBI Dividend (Expected in May/Jun 2025)	3,00,000
Currency In circulation Growth (May- Sept 2025)	-20,000
Increase in CRR maintenance on Deposit Growth	-50,000
FX intervention (USD 25 Bn FX swap Maturity upto 3 months)	-2,12,500
Closing Durable Liquidity as of Sept, 2025	1,38,000
Durable Liquidity as per 1% of NDTL liquidity	2,50,000
OMO purchases/ FX buy sell Swap facility required to maintain 1% NDTL liquidity	1,12,000

Post RBI dividend announcement, pace of OMOs' purchases could fall significantly; **We do not anticipate more than INR 1-1.5 trillion of OMO's until September 2025**, unless there are substantial FX outflows, which could negatively impact govt. bonds, particularly long duration govt. bonds



Headline inflation to remain near 3% or below over the next few months driven by benign food prices and due to favourable outlook for crop production



Limited rally in government bonds going forward, as we expect a shallow rate cut cycle and incremental OMO purchases to be limited to Rs 1-1.5 trillion



With the larger-than-expected repo rate cut, shift to “neutral stance”, the Central Bank has front-loaded rate cuts, and we do not anticipate further cuts in the next 3-6 months



Significant part of the bond market rally is behind us and expect macro indicators like GDP, CPI to remain soft for FY26

# 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)

# Axis Gilt Fund

## Portfolio Attributes – 30<sup>th</sup> June 2025

Quants	
Modified Duration	5.83 years
Average Maturity	12.47 years
YTM*	6.29%

Asset Allocation	
Government Bonds	73.48%
Treasury Bill	11.18%
Cash & Other receivables	15.35%

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](http://www.axismf.com)

# Performance

30<sup>th</sup> June 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			8.84%	10,889	8.10%	12,634	6.08%	13,433	7.24%
CRISIL Dynamic Gilt Index (Benchmark)	23-Jan-12		10.00%	11,006	9.14%	13,003	6.22%	13,523	7.97%
NIFTY 10 yr Benchmark G-Sec (Additional Benchmark)			11.25%	11,132	9.32%	13,070	5.51%	13,080	6.86%

**Past performance may or may not be sustained in future.** Since inception (22<sup>nd</sup> Jan 2012). Different plans have different expense structure. Devang Shah is managing the scheme since 5<sup>th</sup> November 2012, and he manages 21 schemes of Axis Mutual Fund & Sachin Jain is managing the scheme since 1<sup>st</sup> February 2023 and he manages 13 schemes of Axis Mutual Fund. Returns greater [https://www.axismf.com/cms/sites/default/files/Statutory/WDP\\_Annexure\\_Jun.pdf](https://www.axismf.com/cms/sites/default/files/Statutory/WDP_Annexure_Jun.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><b>Axis Gilt Fund</b></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><b>Benchmark:</b> CRISIL Dynamic Gilt Index</p>	<p>This product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"><li>• Credit risk free returns over medium to long term.</li><li>• Investment mainly in Government securities across maturities.</li></ul> <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																												
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



Data as on 30<sup>th</sup> June 2025.

**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.**

This document represents the views of Axis Asset Management Co. Ltd. and must not be taken as the basis for an investment decision. Neither Axis Mutual Fund, Axis Mutual Fund Trustee Limited nor Axis Asset Management Company Limited, its Directors or associates shall be liable for any damages including lost revenue or lost profits that may arise from the use of the information contained herein. No representation or warranty is made as to the accuracy, completeness or fairness of the information and opinions contained herein. The AMC reserves the right to make modifications and alterations to this statement as may be required from time to time.

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

# Thank You