

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)

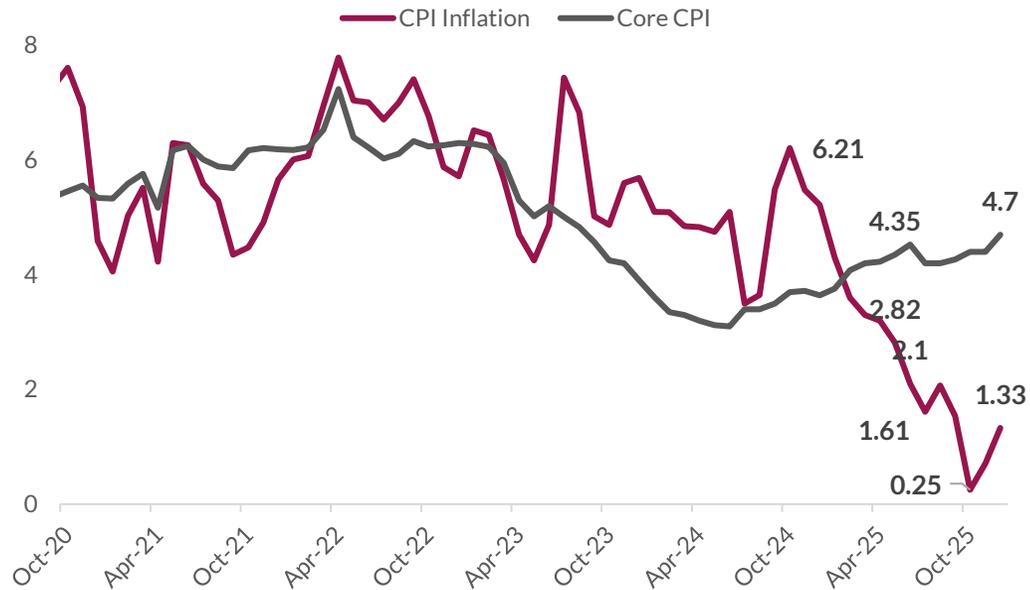


Fixed Income Market Outlook

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)

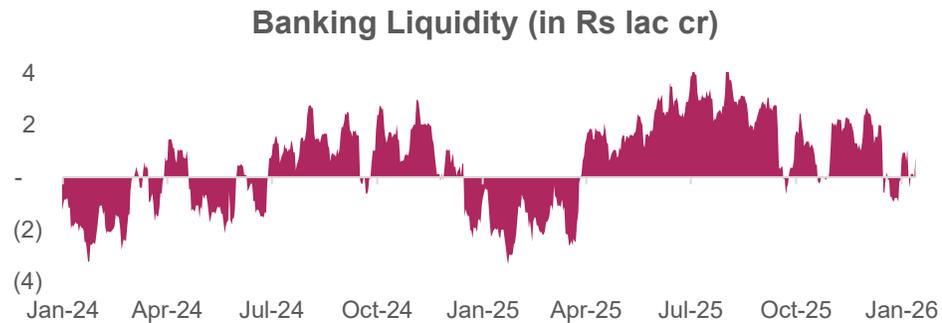
The RBI raised its growth projections and FY26 growth is now expected at 7.3%, up from 6.8% (October policy) and Q1FY27 growth at 6.7%, up from 6.4%.

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.

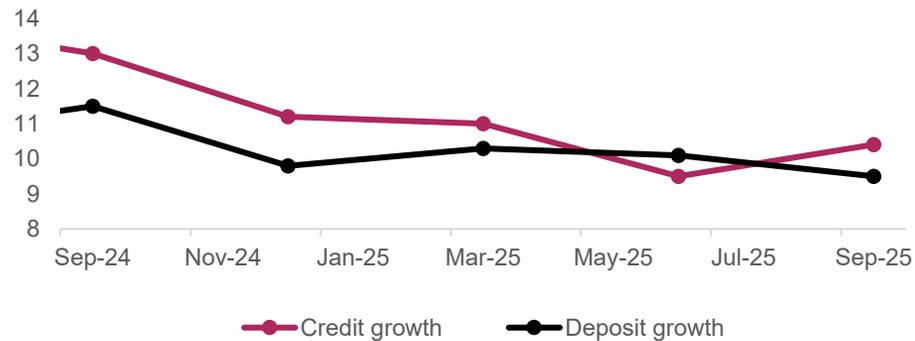
Best of Liquidity behind us?

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

Case for Fixed Income Mutual Funds

An alternate to traditional investment avenues

Huge untapped market opportunity

Amount of Fixed Deposits

225 Trn



Households' share of Fixed Deposits

~60%

Avg. cost of deposits for banks

<6%



Net Returns:
Sub Optimal

Benefits of investing in Fixed Income MFs



01 Liquidity



02 Diversification



03 Tax deferral



04 Capturing the market cycles

Imperatives for Fund Selection

1

Time Horizon

2

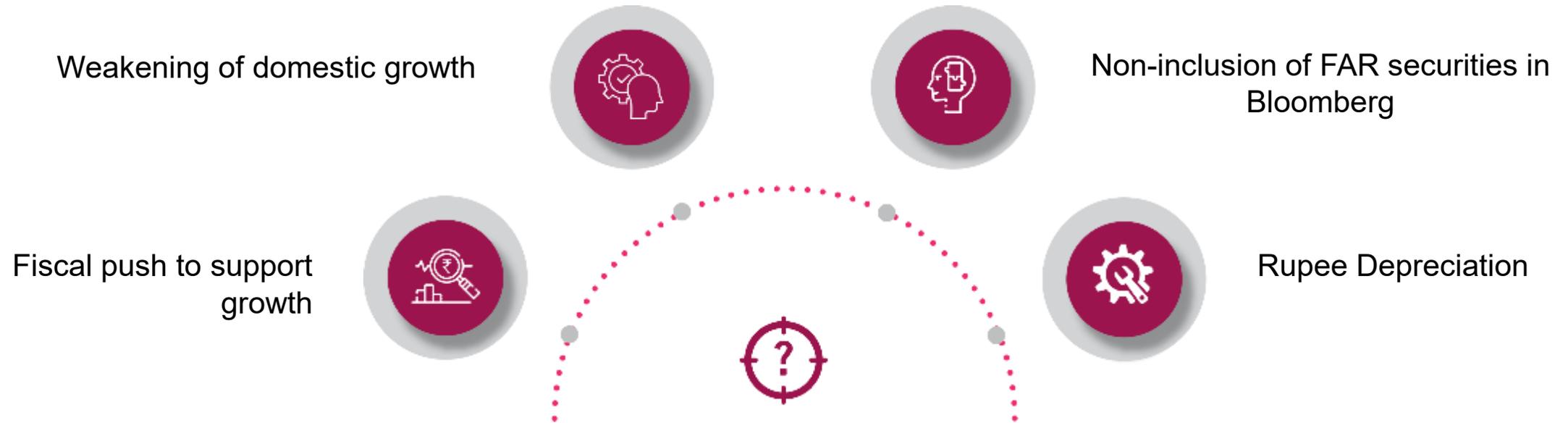
Risk appetite

3

Returns expectations

Key Risks to our view

Potential Headwinds



Introducing 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)

Axis Treasury Advantage Fund



- 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) \leq 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.

Fund Positioning

31st December 2025

Duration in the range of 1 year

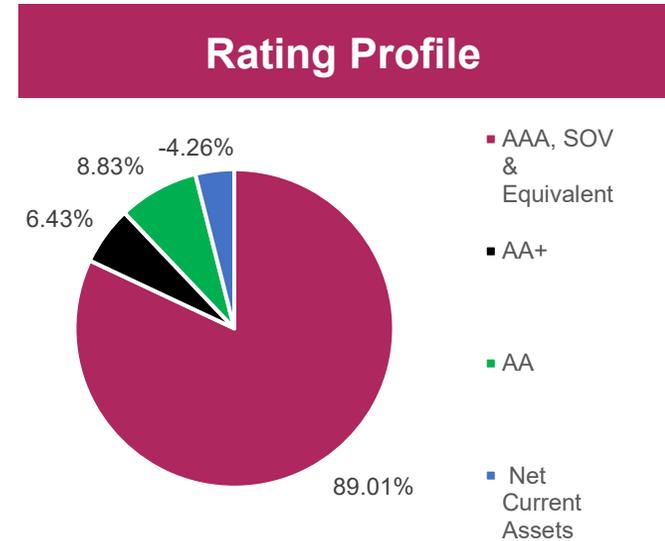
High quality & low-risk strategy

Capture opportunities in the short-term segment

Medium term horizon

Portfolio Characteristics	
Residual Maturity	415 days
Macaulay Duration	370 days
Modified Duration	349 days
Annualized Portfolio YTM [^]	6.93%

Allocation	
AAA, SOV & Equivalent	89.01%
AA+/AA	15.26%
Net Current Assets	-4.26%



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 additional details, refer SID/KIM on our website www.axismf.com

Performance

31st December 2025

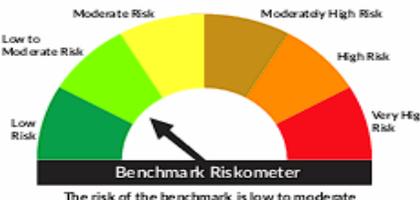
	Inception	1 Year	3 Year		5 Year		Since Inception		
		CAGR (%)	Current Value of investment of Rs. 10,000	CAGR (%)	Current Value of investment of Rs.10,000	CAGR (%)	Current Value of investment of Rs. 10,000	CAGR (%)	Current Value of investment of Rs. 10,000
Axis Treasury Advantage Fund - Regular Plan - Growth		7.50%	10,750	7.38%	12,387	6.04%	13,411	7.42%	31,949
NIFTY Low Duration Debt Index A-I (Benchmark)	9-Oct-09	7.16%	10,716	7.36%	12,379	5.91%	13,329	7.34%	31,591
NIFTY 1 Year T-Bill Index (Additional Benchmark)		6.67%	10,667	6.81%	12,191	5.66%	13,168	6.49%	27,741

Past performance may or may not be sustained in future. Different plans have different expense structure. Devang Shah is managing the scheme since 7th June 2016 and he manages 23 schemes & Aditya Pagaria is managing the scheme since 13th August 2016 and he manages 25 schemes.

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

Please click on link 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. Returns greater than 1 year are Compounded Annual Growth Rates (CAGR). Face Value per unit is Rs 1,000. 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 Treasury Advantage Fund</p> <p>(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)</p> <p>Benchmark: NIFTY Low Duration Debt Index A-I</p>	<p>This product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"> • Regular income over short term • Investment in debt and money market instruments <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>			<table border="1"> <thead> <tr> <th colspan="4" data-bbox="1860 535 2446 585">Potential Risk Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="1860 585 2007 664">Credit Risk →</td> <td data-bbox="2007 585 2153 664">Relatively Low (Class A)</td> <td data-bbox="2153 585 2298 664">Moderate (Class B)</td> <td data-bbox="2298 585 2446 664">Relatively High (Class C)</td> </tr> <tr> <td data-bbox="1860 664 2007 735">Interest Rate Risk ↓</td> <td data-bbox="2007 664 2153 735"></td> <td data-bbox="2153 664 2298 735"></td> <td data-bbox="2298 664 2446 735"></td> </tr> <tr> <td data-bbox="1860 735 2007 806">Relatively Low (Class I)</td> <td data-bbox="2007 735 2153 806"></td> <td data-bbox="2153 735 2298 806"></td> <td data-bbox="2298 735 2446 806"></td> </tr> <tr> <td data-bbox="1860 806 2007 878">Moderate (Class II)</td> <td data-bbox="2007 806 2153 878"></td> <td data-bbox="2153 806 2298 878"></td> <td data-bbox="2298 806 2446 878"></td> </tr> <tr> <td data-bbox="1860 878 2007 949">Relatively High (Class III)</td> <td data-bbox="2007 878 2153 949"></td> <td data-bbox="2153 878 2298 949" style="text-align: center;">B-III</td> <td data-bbox="2298 878 2446 949"></td> </tr> </tbody> </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)		B-III	
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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

