

## 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)



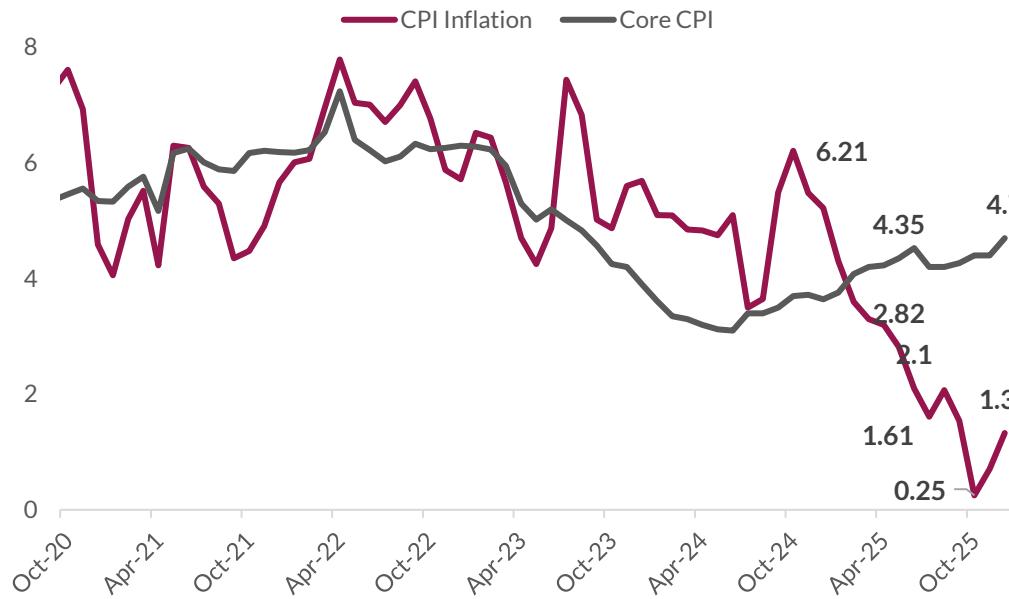
*\*For riskometer and Product Labelling, please refer slide no.15*

# 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)

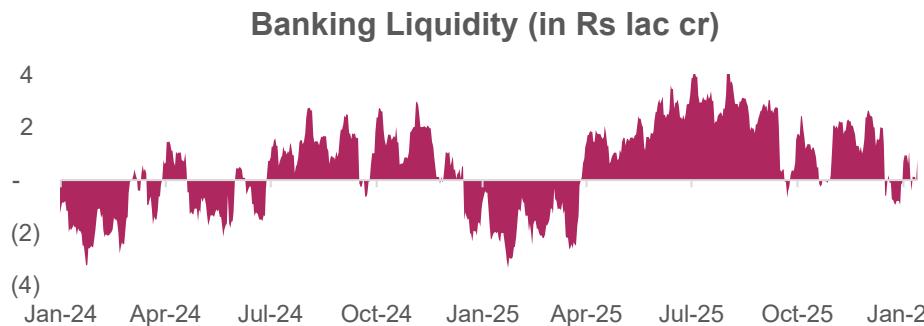
The RBI raised its growth projections and FY26 growth is now expected at 7.3%, up from 6.8% (October policy) and Q1FY27 growth at 6.7%, up from 6.4%.

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.

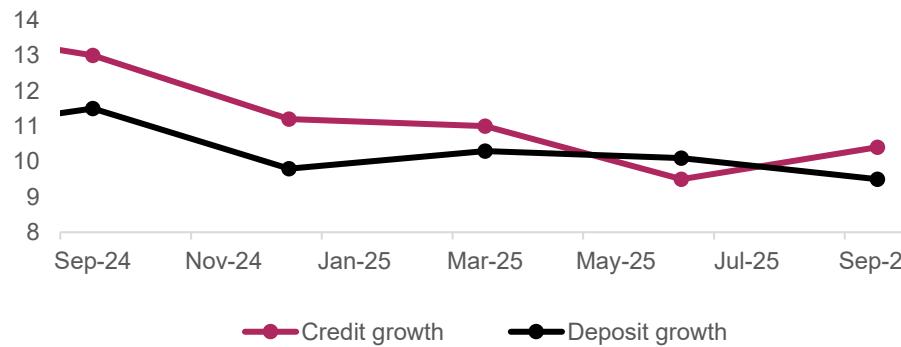
# Best of Liquidity behind us?

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
	<b>Durable Liquidity (expected) - March 2026</b>	<b>3,10,000</b>

# Case for Fixed Income Mutual Funds

An alternate to traditional investment avenues

## Huge untapped market opportunity

Amount of Fixed Deposits

**225 Trn**

Avg. cost of deposits for banks

**<6%**

Households' share of Fixed Deposits

**~60%**

Net Returns:  
**Sub Optimal**

## Benefits of investing in Fixed Income MFs



**01** Liquidity



**02** Diversification



**03** Tax deferment



**04** Capturing the market cycles

## Imperatives for Fund Selection

**1**

Time Horizon

**2**

Risk appetite

**3**

Returns expectations

# Building your Fixed Income portfolio

Adapting to structural shifts and staying ahead of the curve



- Axis Money Market Fund
- Axis Ultra Short Duration Fund



Investors will be bearing the recurring expenses of the scheme in addition to the expenses of other schemes in which Fund of Funds scheme makes investment. \*Hybrid FoF investing up to 65% in debt-oriented schemes.

# 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

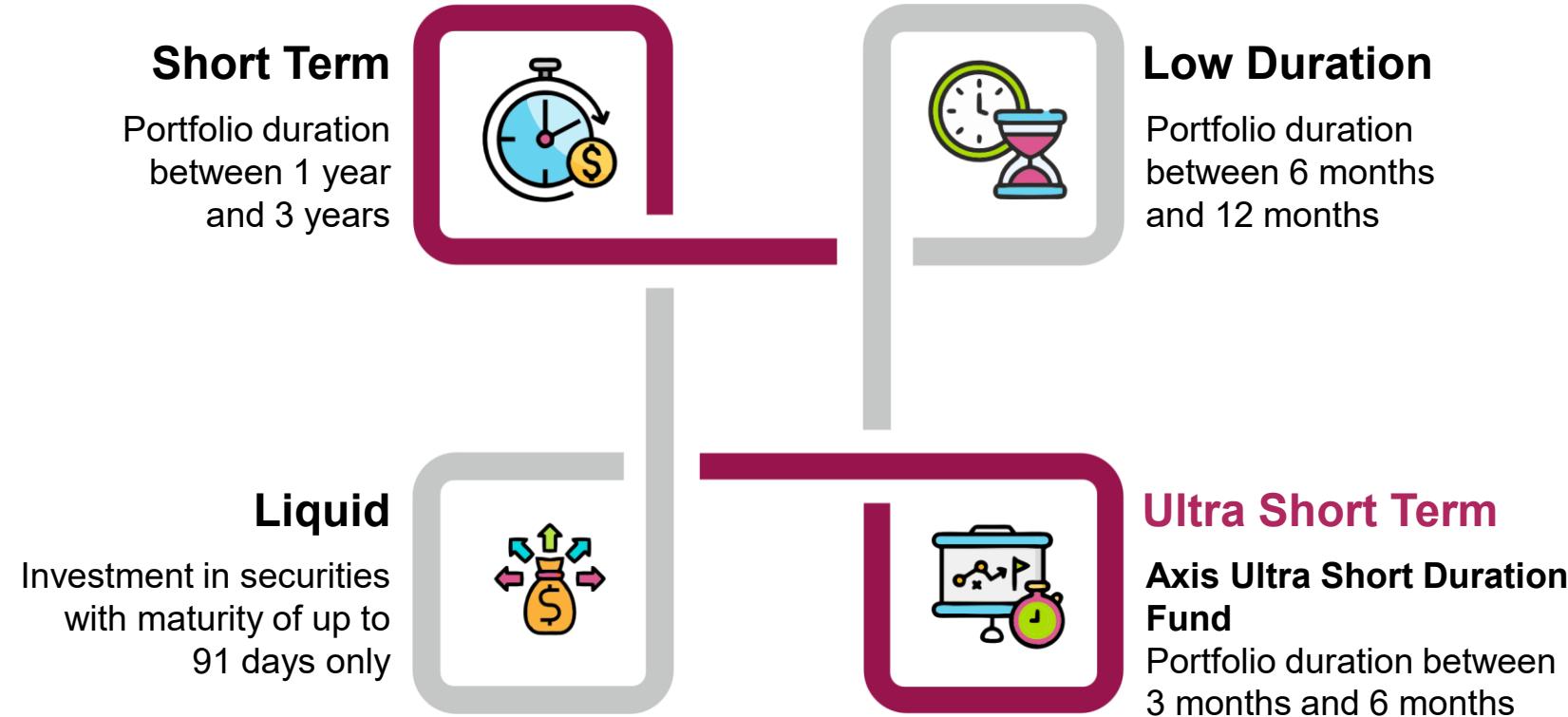


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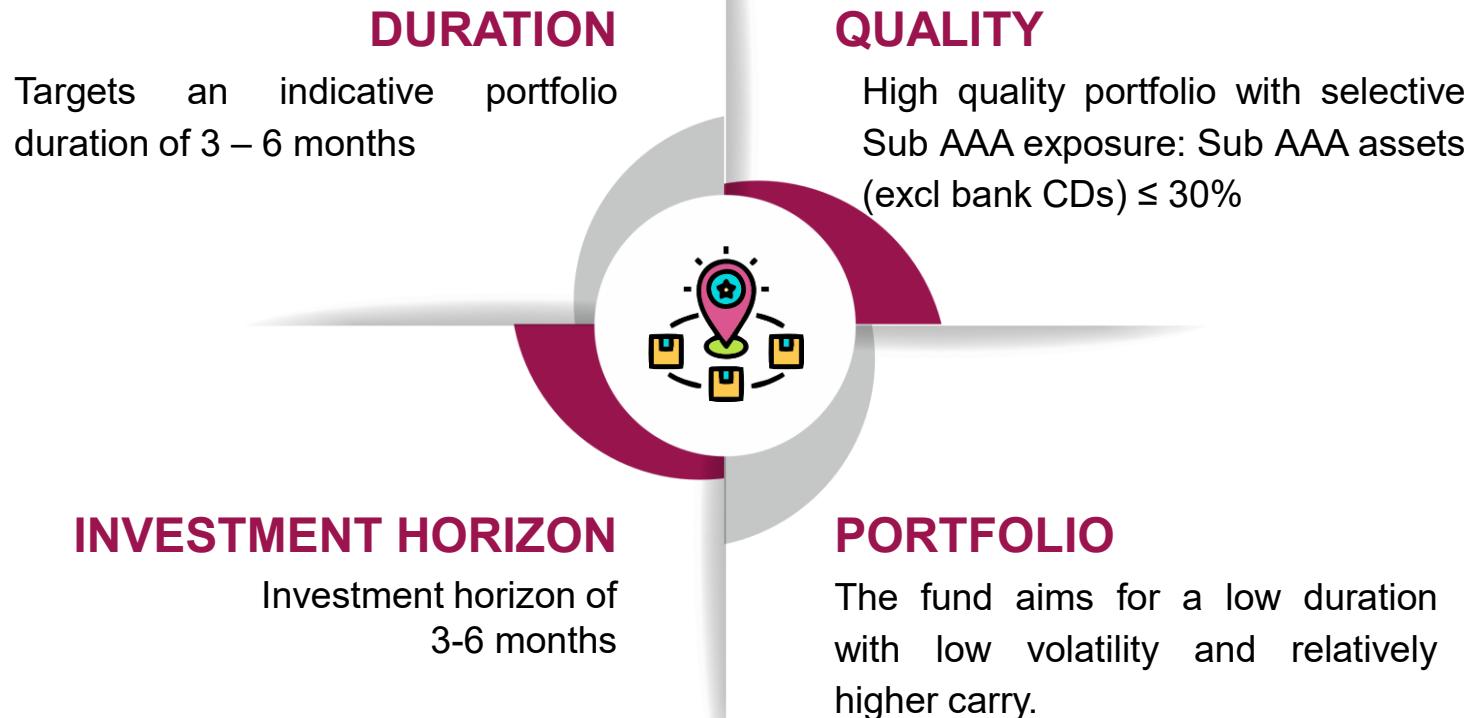
# Fund Positioning

## Differentiation from other products



# Portfolio Positioning

## Axis Ultra Short Duration Fund



Above mentioned positioning aspects of the portfolio (Current Portfolio Allocation ) are based on the prevailing market conditions and are subject to changes depending on the fund manager's view of the markets

# Benefits and Suitability



## BENEFITS

### BETTER CARRY

Elevated short-term spreads offer higher yields at the shorter end of the curve.

### LOWERED RISK

High quality portfolio with selective Sub AAA exposure

### RISK/ REWARD

Attempts to offer better risk reward opportunity over other traditional alternatives in short term space



## SUITABILITY

### ROBUST CASH MANAGEMENT

Efficient cash management vehicle with limited impact from interest rate changes (due to low duration risk)

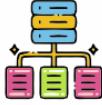
### EFFICIENT WAY TO PARK MONEY

Suitable to park money for short term (3-6 months)

### SUITABLE FOR STPs

Can be invested for STPs in Equity Funds

# Features at a glance

<b>Category</b>	Ultra Short Duration Fund	
<b>Exit Load</b>	Nil	
<b>Min. Application Amount</b>	Rs. 5,000/- and in multiples of Rs. 1/- thereafter	

# Portfolio Statistics

31<sup>st</sup> December 2025



## Debt Quants

Average Maturity	203 days
Modified Duration	184 days
Macaulay Duration	196 days
Yield to Maturity (%)	6.90%

## Rating Allocation

AAA, SOV & Equivalent	91.05%
AA+	12.24%
AA	9.53%
AA-	2.06%
Net Current Assets	-14.89%

## % of NAV

## Asset Mix

Corporate Bond	45.19%
Certificate of Deposit	40.38%
State Government Bond	9.67%
Treasury Bill	7.91%
Commercial Paper	6.89%
Pass Through Certificate	4.85%
Net Current Assets	-14.89%

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. #High Rated Papers refers to instruments which are rated AAA/A1+ & equivalent or G-sec. For all scheme related information, please refer to SID/KIM on our website [www.axismf.com](http://www.axismf.com)

# Performance

31<sup>st</sup> 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 Ultra Short Duration Fund - Regular Plan – Growth		6.60%	10,660	6.71%	12,154	5.48%	13,061	5.85%	15,155	
NIFTY Ultra Short Duration Debt Index A-I (Benchmark)	10-Sep-18	6.98%	10,698	7.35%	12,376	6.10%	13,445	6.34%	15,675	
NIFTY 1 Year T-Bill Index (Additional Benchmark)		6.67%	10,667	6.81%	12,191	5.66%	13,168	6.13%	15,445	

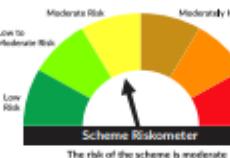
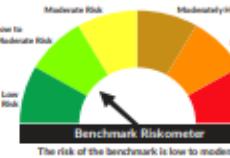
**Past performance may or may not be sustained in future.** Since inception 10th September 2018. Different plans have different expense structure. Hardik Shah is managing the scheme since 4<sup>th</sup> November 2024 and he manages 18 schemes. Sachin Jain is managing the scheme since 4th September 2020 and he manages 13 schemes. Please refer return table for performance of all schemes 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.

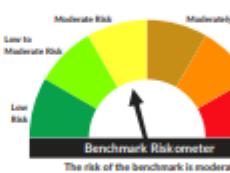
Please click on [https://www.axismf.com/cms/sites/default/files/Statutory/WDP\\_Annexure\\_Dec.pdf](https://www.axismf.com/cms/sites/default/files/Statutory/WDP_Annexure_Dec.pdf) to view the performance of other schemes currently managed by the fund manager. Returns greater than 1 year period are compounded annualized (CAGR). Face Value per unit Rs. 10. 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)																								
<b>Axis Money Market Fund</b> (An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk.) <b>Benchmark: NIFTY Money Market Index A-I</b>	<p>This product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"> <li>Regular income over short term</li> <li>Investment in Money Market instruments with maturity up to one year</li> </ul> <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">Potential Risk Class</th> </tr> <tr> <th>Credit Risk →</th> <th>Relatively Low (Class A)</th> <th>Moderate (Class B)</th> <th>Relatively High (Class C)</th> </tr> </thead> <tbody> <tr> <td>Interest Rate Risk ↓</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Relatively Low (Class I)</td> <td></td> <td>B-I</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></td> <td></td> <td></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)		B-I		Moderate (Class II)				Relatively High (Class III)			
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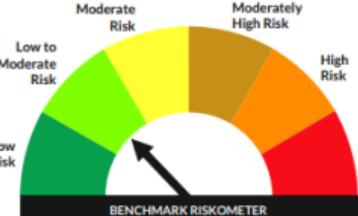
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<b>Axis Ultra Short Duration fund</b> (An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months. A moderate interest rate risk and moderate credit risk.) <b>Benchmark: NIFTY Ultra Short Duration Debt Index A-I</b>	<p>This product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"> <li>Regular income over short term</li> <li>Investment in Debt &amp; Money Market instruments such that the Macaulay duration of the portfolio is between 3 months - 6 months.</li> </ul> <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">Potential Risk Class</th> </tr> <tr> <th>Credit Risk →</th> <th>Relatively Low (Class A)</th> <th>Moderate (Class B)</th> <th>Relatively High (Class C)</th> </tr> </thead> <tbody> <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>B-II</td> <td></td> </tr> <tr> <td>Relatively High (Class III)</td> <td></td> <td></td> <td></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)		B-II		Relatively High (Class III)			
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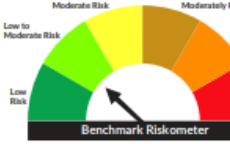
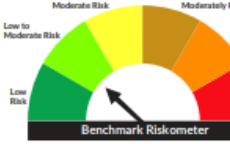
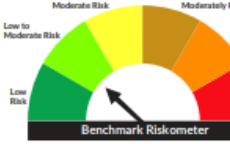
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<b>Axis Gilt Fund</b> (An open ended debt scheme investing in government securities across maturity. A relatively high interest rate risk and relatively low credit Risk.) <b>Benchmark: CRISIL Dynamic Gilt Index</b>	<p>This product is suitable for investors 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>	 <p><b>Scheme Riskometer</b> The risk of the scheme is moderate</p>	 <p><b>Benchmark Riskometer</b> The risk of the benchmark is moderate</p>	<table border="1"> <thead> <tr> <th colspan="4">Potential Risk Class</th> </tr> <tr> <th>Credit Risk →</th> <th>Relatively Low (Class A)</th> <th>Moderate (Class B)</th> <th>Relatively High (Class C)</th> </tr> </thead> <tbody> <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><b>A-III</b></td> <td></td> <td></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>A-III</b>		
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<b>Axis Long Duration Fund</b> (An open ended debt scheme investing in instruments such that the Macaulay duration of the portfolio is greater than 7 years. Relatively High interest rate risk and Relatively Low Credit Risk) <b>Benchmark: NIFTY Long Duration Debt Index A-III</b>	<p>This product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"> <li>Regular income over long term.</li> <li>Investment in Debt and Money Market instruments with portfolio Macaulay duration of greater than 7 years.</li> </ul> <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p><b>Scheme Riskometer</b> The risk of the scheme is moderate</p>	 <p><b>Benchmark Riskometer</b> The risk of the benchmark is moderate</p>	<table border="1"> <thead> <tr> <th colspan="4">Potential Risk Class</th> </tr> <tr> <th>Credit Risk →</th> <th>Relatively Low (Class A)</th> <th>Moderate (Class B)</th> <th>Relatively High (Class C)</th> </tr> </thead> <tbody> <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><b>A-III</b></td> <td></td> <td></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>A-III</b>		
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# Product Labelling

Product Label	Scheme Riskometer	Benchmark Riskometer
<p><b>Axis Income Plus Arbitrage Passive FOF</b>            (An open-ended fund of funds scheme investing in passive debt oriented mutual fund schemes and arbitrage funds)</p> <p><b>Benchmark:</b> 65% NIFTY Short Duration Debt Index + 35% Nifty 50 Arbitrage TRI</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> <li>• To generate optimal returns over medium term</li> <li>• Investment primarily in passive debt oriented mutual fund schemes and arbitrage funds</li> </ul> <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	 <p><b>SCHEME RISKOMETER</b></p> <p>The risk of the scheme is Low to Moderate</p>	 <p><b>BENCHMARK RISKOMETER</b></p> <p>The risk of the benchmark is Low to Moderate</p> <p>65% NIFTY Short Duration Debt Index + 35% Nifty 50 Arbitrage TRI</p>

Axis Income Plus Arbitrage Active FOF				
(An open ended fund of funds scheme investing in debt oriented mutual fund schemes and arbitrage funds)				
<b>Benchmark:</b> 65% NIFTY Composite Debt Index +35% Nifty 50 Arbitrage TRI				
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# Disclaimer and Risk Factors



Data As on 31<sup>st</sup> December 2025.

**Disclaimer: 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. Investors are requested to consult their financial, tax and other advisors before taking any investment decision(s).

**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

