

Baroda BNP Paribas Gilt Fund

(An open-ended debt scheme investing in government securities across maturity. A Relatively High Interest Rate Risk and Low Credit Risk)

February 28, 2025

INVESTMENT APPROACH



DEBT QUANTS

| | |
|---------------------------|-------|
| Yield to Maturity(%) | 6.89 |
| Average Maturity (Years) | 11.48 |
| Modified Duration (Years) | 6.90 |
| Macaulay Duration (Years) | 7.13 |

FUND DETAILS



Fund Manager~

| Category | Fund Manager | Managing Fund Since | Experience (in yrs) |
|--------------|-----------------------|---------------------|---------------------|
| Fixed Income | Gurvinder Singh Wasan | 21-Oct-24 | 21 |
| Fixed Income | Prashant Pimple | 11-Jul-24 | 24 |



Inception Date

March 21, 2002



Category

Gilt Fund



Benchmark Index (Tier - 1)

CRISIL Dynamic Gilt Index



Monthly AAUM*

₹ 1,738.97 Crores

AUM*

₹ 1,762.07 Crores



Application Amount:

Minimum Application Amount:

₹ 5,000 and in multiples of ₹ 1 thereafter.

Minimum Additional Application Amount:

₹ 1,000 and in multiples of ₹ 1 thereafter.



Load Structure

Exit Load: NIL

For detailed load structure please refer Scheme Information Document of the scheme.

*Monthly AAUM and AUM - Excluding inter-scheme Investments, if any, by other schemes of Baroda BNP Paribas Mutual Fund, as may be applicable

ABOUT THE FUND

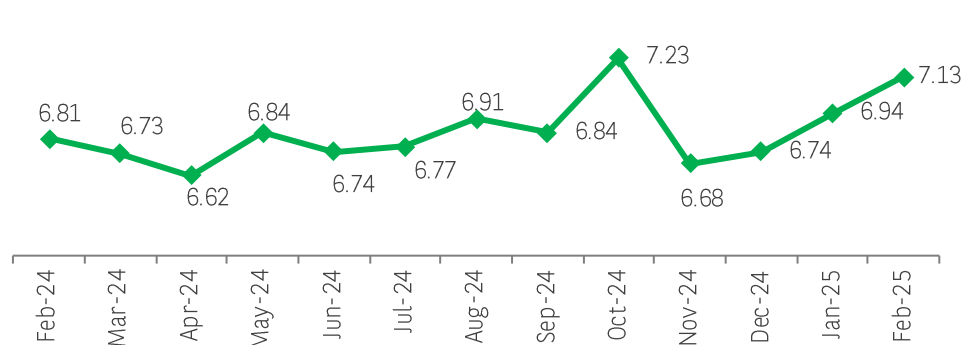
- Baroda BNP Paribas Gilt fund invests in securities issued by the Central and State Governments across all maturities
- The portfolio is based on the interest rate outlook and the duration of the fund is actively managed
- The fund has low credit risk portfolio since it invests only in instruments issued by the Central and State Governments
- The interest rate outlook is informed by multiple factors; macro-economic variables like inflation, growth, etc. as well as other market linked variables like liquidity, currency, money supply etc.
- The fund is suitable for investors seeking to take calls on interest rate movements and benefit from any potential capital appreciation.

PORTFOLIO POSITIONING

- RBI in its MPC of Feb 2025 has cut the repo rate by 25bps for the first time in 5 years. The cut was delivered with 6-0 vote, while maintaining the stance neutral.
- The longer end yield rose by 5-7bps after the policy as MPC delayed the new norms of LCR by one more year that would have forced banks to extra 4 trillion Government securities but would have impacted negatively on banks' credit growth.
- The US 10-yr yield has fallen by ~40 bps and 2-yr by ~35bps over the past one month given incremental softening of economic data.
- Uncertainty over U.S. tariffs globally are causing the uptick in DXY, INR witnessed depreciation pressure on account of strong DXY. However, incremental softening of US data and strengthening of EURO (post german elections) and JPY (potential hikes) has resulted in DXY weakening from its peak
- There was a weak demand in last G-sec auction of the year due to uncertainty over the GDP data and potentially large quantum of SDL supply in the month of march. This is likely to widen the spread more in Mar-25.
- The G-sec curve has been steepening over the last few months led by liquidity easing measures and lower demand for long-end.
- Our view on rates remains optimistic with fundamentals aligning with fixed income outlook expectations of softening across the curve.
- We intend to keep the duration of the portfolio around 7-7.5 years. The scheme remains open to taking tactical duration calls and increase allocation towards SDLs as spreads remain attractive.

(Source - BBNP Paribas Internal Research)
(Data as on - February 28, 2025)

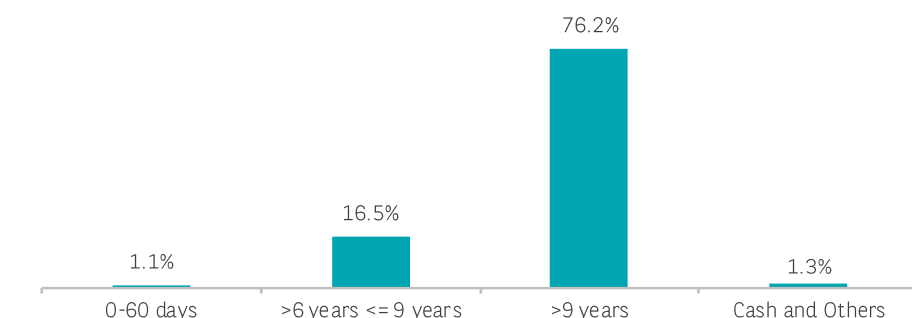
MACAULAY DURATION (in Years)



ASSET ALLOCATION (% of Net Assets)



MATURITY PROFILE (% of Net Assets)



Data as on February 28, 2025

TOP 10 HOLDINGS# (% of Net Assets)

| Fixed Income Holdings | Security Type | Rating | % of Net Assets |
|---------------------------------------|-----------------------|-----------|-----------------|
| 6.79% GOI (MD 07/10/2034) | Government Securities | SOVEREIGN | 26.80% |
| 7.1% GOI (MD 08/04/2034) | Government Securities | SOVEREIGN | 23.36% |
| 7.34% GOI (MD 22/04/2064) | Government Securities | SOVEREIGN | 8.14% |
| 7.32% GOI (MD 13/11/2030) | Government Securities | SOVEREIGN | 6.13% |
| 6.91% Maharashtra SDL (MD 15/09/2033) | Government Securities | SOVEREIGN | 3.57% |
| 7.74% Karnataka SDL (MD 10/01/2036) | Government Securities | SOVEREIGN | 3.25% |
| 7.72% Karnataka SDL (MD 06/12/2035) | Government Securities | SOVEREIGN | 2.95% |
| 7.65% Gujarat SDL (MD 01/02/2033) | Government Securities | SOVEREIGN | 2.92% |
| 7.43% Maharashtra SDL (MD 28/02/2035) | Government Securities | SOVEREIGN | 2.89% |
| 7.74% Maharashtra SDL (MD 01/03/2033) | Government Securities | SOVEREIGN | 2.64% |

The sector(s)/stock(s) mentioned in this document do not constitute any recommendation of the same and Baroda BNP Paribas Mutual Fund may or may not have any future position in these sector(s)/stock(s). Further, the portfolio of the Scheme is subject to changes within the provisions and limitations of Scheme Information Document (SID). For further details on asset allocation, investment strategy and risk factors of the Scheme please refer to SID available on our website (www.barodabnpparibasmf.in).

PERFORMANCE OF BARODA BNP PARIBAS GILT FUND

| S.No | Scheme managed by Mr. Prashant Pimple & Mr. Gurvinder Singh Wasan | 1 Year | | 3 years | | 5 Years | | Since Inception | | Date of Inception of the Scheme |
|------|---|---------------|---------|---------------|---------|---------------|---------|-----------------|---------|---------------------------------|
| | | Returns In ₹* | CAGR(%) | Returns In ₹* | CAGR(%) | Returns In ₹* | CAGR(%) | Returns In ₹* | CAGR(%) | |
| 1 | Baroda BNP Paribas Gilt Fund | 10868.50 | 8.68 | 12247.54 | 6.98 | 13591.42 | 6.32 | 26390.83 | 8.30 | 01-Jan-13 |
| | Benchmark - CRISIL Dynamic Gilt Index | 10859.30 | 8.59 | 12210.54 | 6.88 | 13692.78 | 6.48 | 24511.76 | 7.65 | |
| | Additional Benchmark - CRISIL 10 Year Gilt Index | 10906.10 | 9.06 | 12172.06 | 6.76 | 13014.85 | 5.41 | 21745.69 | 6.59 | |

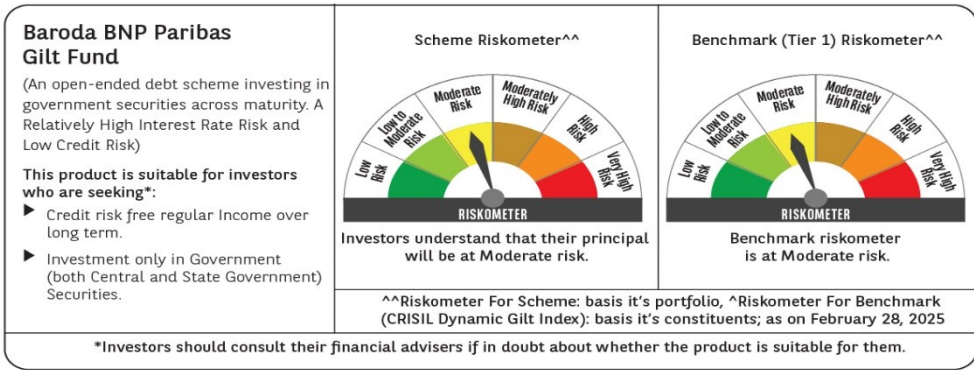
*Returns in ₹ show the value of 10,000/- invested for last 1 year, last 3 years, last 5 years and since inception respectively.

CAGR :- Compound annual growth rate

Past performance may or may not be sustained in future and is not a guarantee of any future returns. Returns do not take into account the load, if any. Returns are for growth option. Different plans shall have a different expense structure. The performance details provided above for Debt Funds are for direct plan.

For Other funds managed by the fund manager , please [Click here](#)

Product Labelling



| Potential Risk Class (PRC) matrix* | | | |
|--------------------------------------|-----------------------------------|-----------------------------|-----------------------------------|
| Credit Risk (Max)→ | Relatively Low: Class A (CRV>=12) | Moderate: Class B (CRV>=10) | Relatively High: Class C (CRV<10) |
| Interest Rate Risk (Max)↓ | | | |
| Relatively Low: Class I (MD<=1 year) | | | |
| Moderate: Class II (MD<=3 year) | | | |
| Relatively High: Class III (Any MD) | A-III | | |

MD=Macaulay Duration, CRV=Credit Risk Value.

The above PRC matrix denotes the maximum risk that the Scheme can take i.e. maximum interest rate risk (measured by MD of the scheme) and maximum credit risk (measured by CRV of the scheme).

Data as on February 28, 2025

DISCLAIMERS

+Concept of Macaulay duration - The Macaulay Duration is a measure of a bond's sensitivity to interest rate changes. It is expressed in annual terms. It is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price. Factors like a bond's price, maturity, coupon, yield to maturity among others impact the calculation of Macaulay duration. The Macaulay duration can be viewed as the economic balance point of a group of cash flows. Another way to interpret the statistic is that it is the weighted average number of years an investor must maintain a position in the bond until the present value of the bond's cash flows equals the amount paid for the bond. As it provides a way to estimate the effect of certain market changes on a bond's price, the investor can choose an investment that will better meet his future cash needs.

#Top 10 Holdings - The sector(s)/stock(s) mentioned in this document do not constitute any recommendation of the same and Baroda BNP Paribas Mutual Fund may or may not have any future position in these sector(s)/stock(s). Further, the portfolio of the Scheme is subject to changes within the provisions and limitations of Scheme Information Document (SID). For further details on asset allocation, investment strategy and risk factors of the Scheme please refer to SID available on our website (www.barodabnpparibasmf.in)

Debt Quants - The information contained in this report has been obtained from sources considered to be authentic and reliable. The quantitative data does not purport to be an offer for purchase and sale of mutual fund units.

Portfolio Positioning - details contained herein is for general information purposes only and does not indicate assurance of future Scheme performance. The portfolio of the Scheme is subject to changes within the provisions and limitations of Scheme Information Document (SID). For further details on asset allocation, investment strategy and risk factors of the Scheme, please refer to SID available on our website (www.barodabnpparibasmf.in).

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