

# UTI Market Outlook Report

July 2020



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# Market Outlook Flow

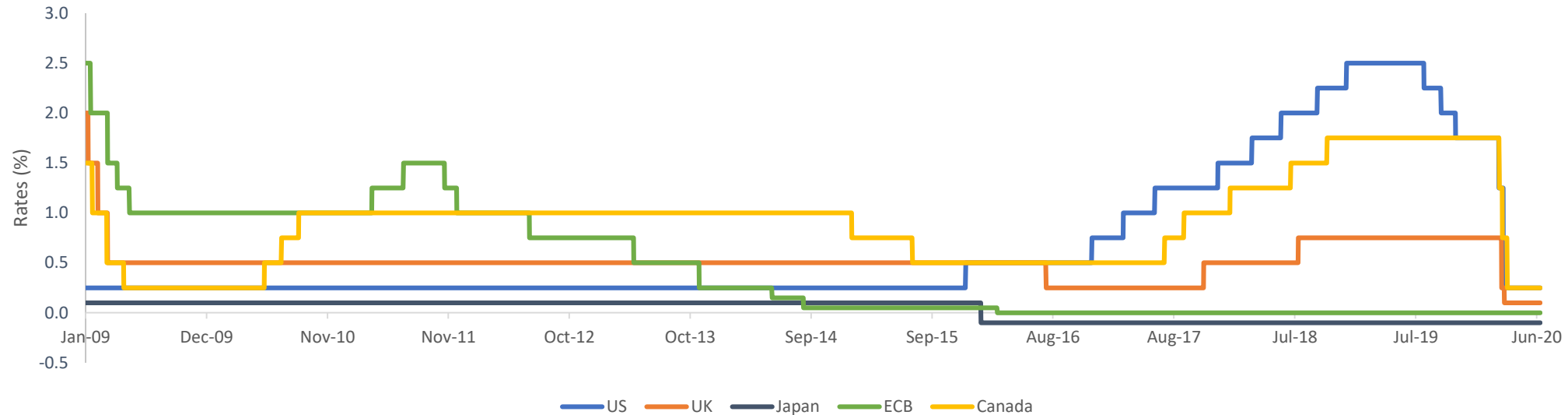
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**Macro Economic View**

**Fixed Income Outlook**

**Equity Outlook**

# Key Policy Rates: Slowdown seen across globe

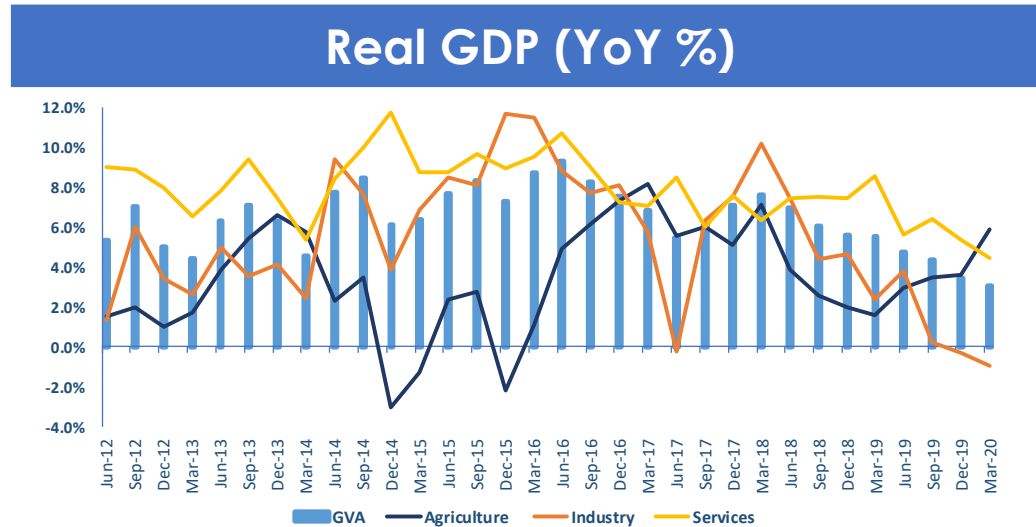


Source: Bloomberg based on data available till June, 2020

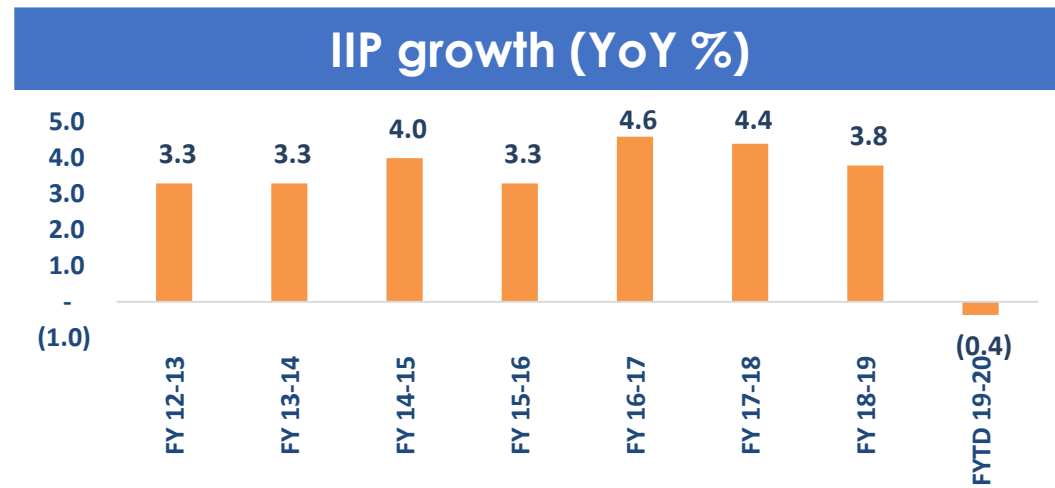
- US FOMC reduced policy rate twice in the month of March'2020. Overall rates were cut by 150 bps to 0.25%. The minutes of meetings suggests that the rates are likely to be kept near zero until economy has 'weathered' coronavirus impact
- Bank of Japan left rates unchanged at -0.1% and mentioned that it will boost its target of commercial paper and corporate bond purchases by 2 trillion yen until the end of September
- ECB maintained deposit facility rate to -0.5% and kept main refinancing operations & marginal lending rate unchanged at 0% & 0.25% respectively
- Bank of England (BoE) cut the policy rate twice in month of March'2020. It lowered the policy rate to 0.1% and increased the bond buying program to £645 billion (\$752 billion)

# Domestic Macro Growth:

## Growth slowed, IIP contracts



Source: CSO based on data available till June 2020



Source: CSO based on data available till June 2020

### GDP for FY20 at 4.2%, Q4FY20 growth at 3.1% and IIP contracted 55.5% in Apr 2020

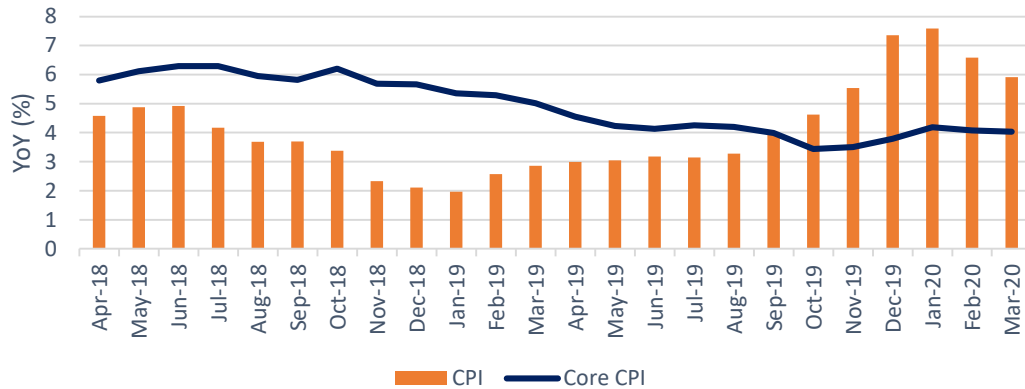
- Economy grew at 4.2% in FY 20 as against 6.1% in FY19, marking the lowest growth in 11 years. Slowing down of business activities across the world in January-March impacted the Indian economy, the Q4FY20 came in at 3.1%
- Among key sectors, agriculture and mining remained strong, Sectors such as manufacturing, construction and trade weakened, likely in response to the early impact of physical distancing
- Index of Industrial Production (IIP) contracted 55.5% in Apr 2020 compared to 18.3% in Mar 2020
- All three key sectors, mining, manufacturing and electricity saw a contraction, although the fall in manufacturing (64.3%) was the steepest. Mining contracted by 27.3% and electricity generation contracted by 22%



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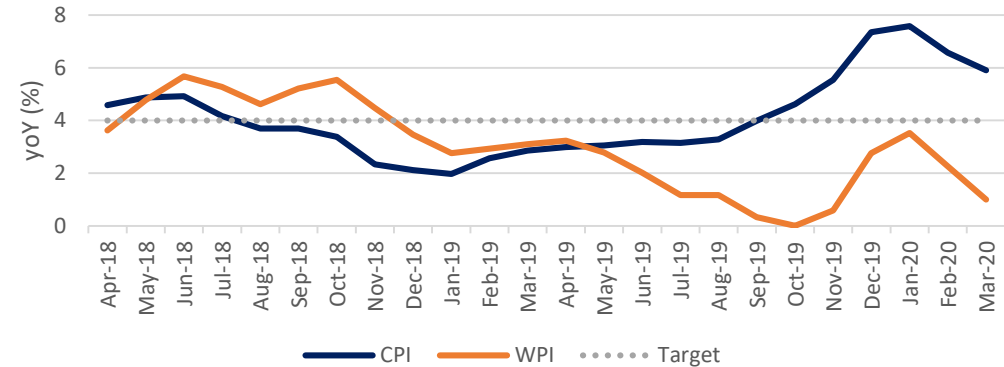
# Inflation: CPI moderates to a 4 month low

## CPI and Core CPI inflation (% YoY)



Source: Bloomberg, based on data available till June 2020

## Inflation rates below RBI's target trajectory



Source: Bloomberg, based on data available till June 2020

## Inflation:

- CPI eased to 5.91% in Mar 2020 from 6.58% in Feb 2020 on back of sharp fall in the food inflation
- Core CPI Inflation moderated marginally from 4.08% in Feb 2020 to 4.03% in Mar 2020. WPI inflation also saw a moderation from 2.26% in Feb 2020 to 1.00% in Mar 2020
- Near term outlook for inflation is a bit uncertain given the lockdown scenario. Over 6 to 8 months, inflation is expected to soften due to favourable base effect and if we do not see a sudden spike in food inflation
- The government did not release the April/May CPI inflation data as the nationwide lockdown prevented officials from collecting price data at various centres
- However, retail food inflation saw a year-on-year rise to 9.28% in May'2020

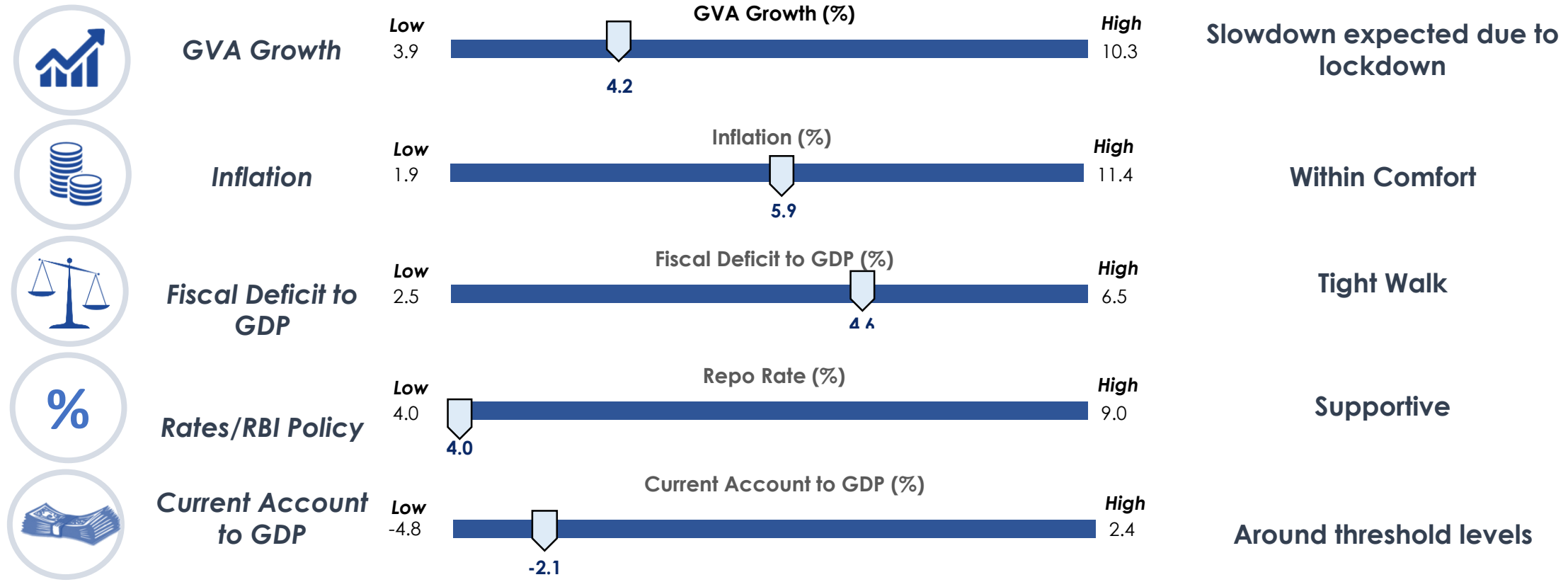
# Domestic Macro Drivers:

## Subdued growth inflation dynamics

### Key Factors

### Where is it placed currently?

### Outlook



Indian Economy has achieved significant progress in its macro, which will support the growth for many years to come



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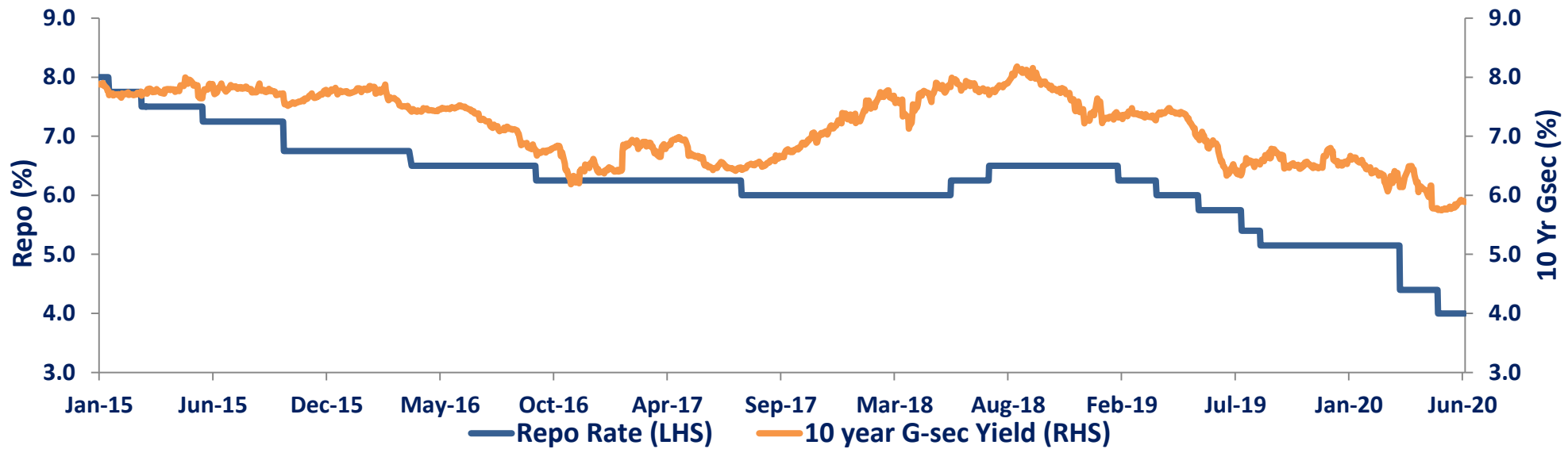
# Fixed Income Outlook



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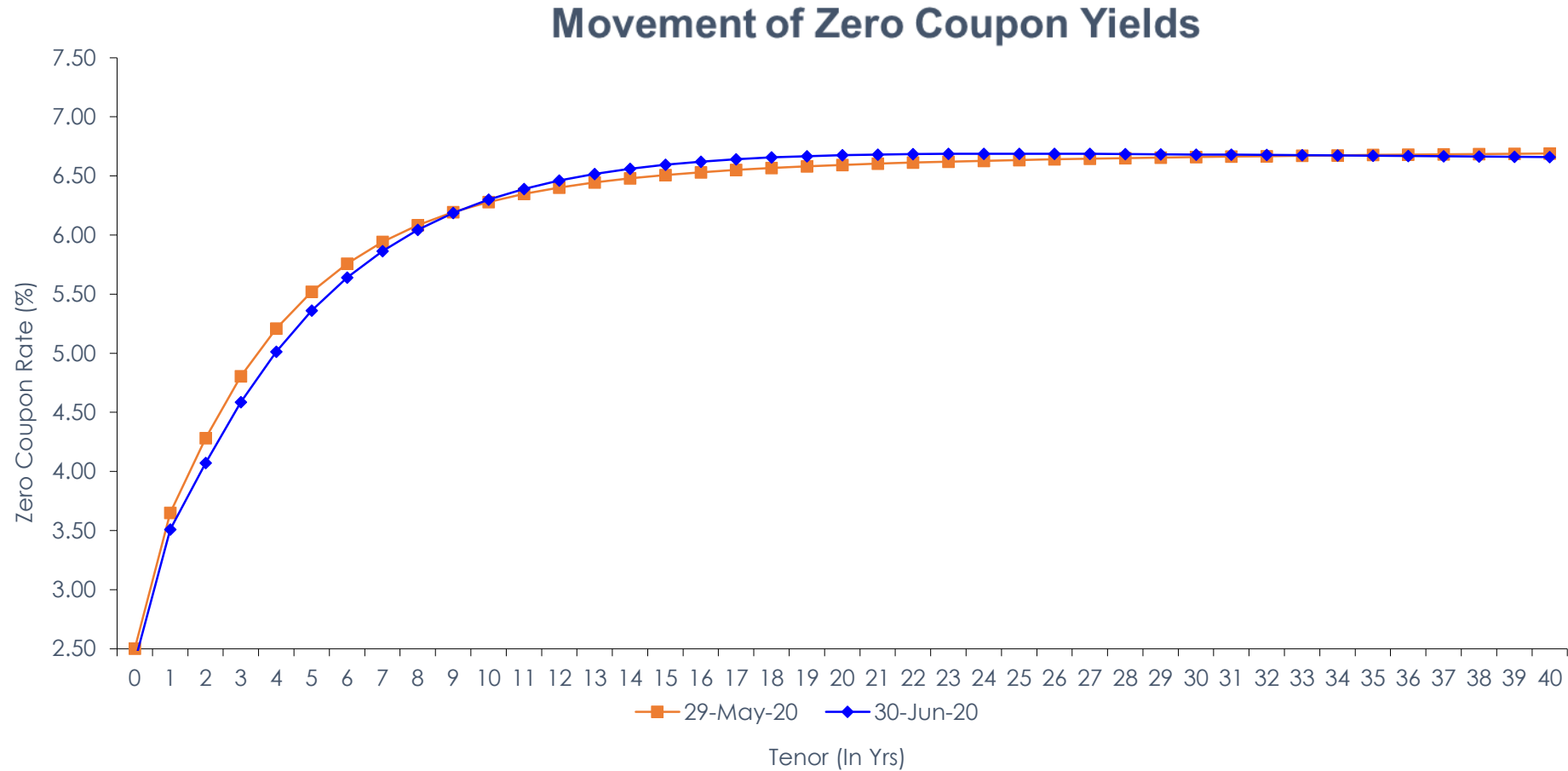
# Indian 10 Year G-Sec: Hardening of yields



- The 10 year benchmark G-Sec saw a rally closing at 5.89% (Jun 30, 2020) vis-à-vis 5.76% (May 29, 2020)
- Factors impacting yields:
  - Market expectation that RBI would intervene to absorb excess supply of bonds and RBI might announce a rate cut in the Monetary Policy in August
  - Announcement of special OMO, wherein RBI would buy Rs. 10,000 crs. worth of government bonds and simultaneously sell Treasury Bills of a similar amount maturing
  - Concerns that the government might raise the borrowing in the second half of the fiscal also capped the gains
  - On Global front, India-China territorial issue would continue to prevail and tracked by market participants.
  - Also, the count of Covid patients in US, other advanced countries and emerging markets continue to weigh on market sentiments.

# Yield Curve

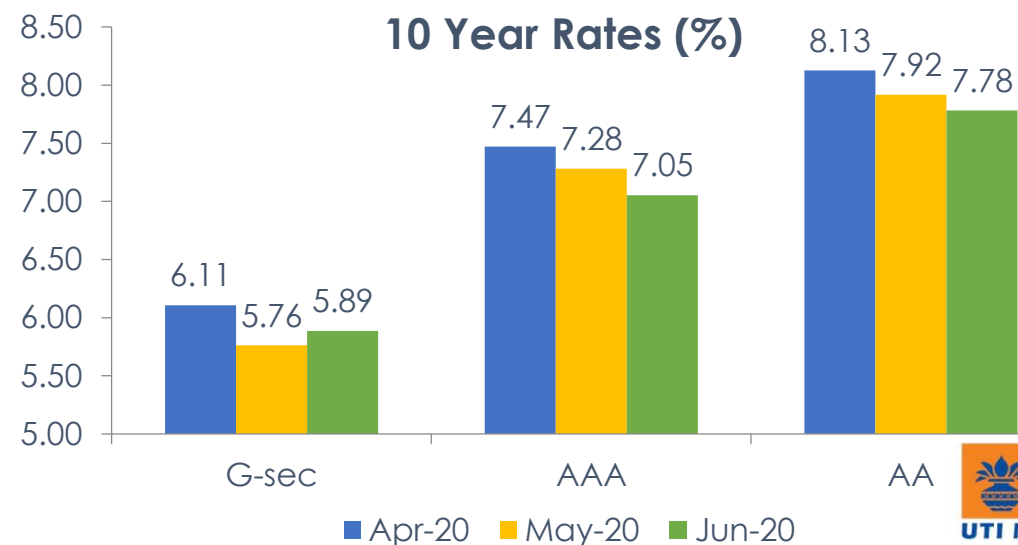
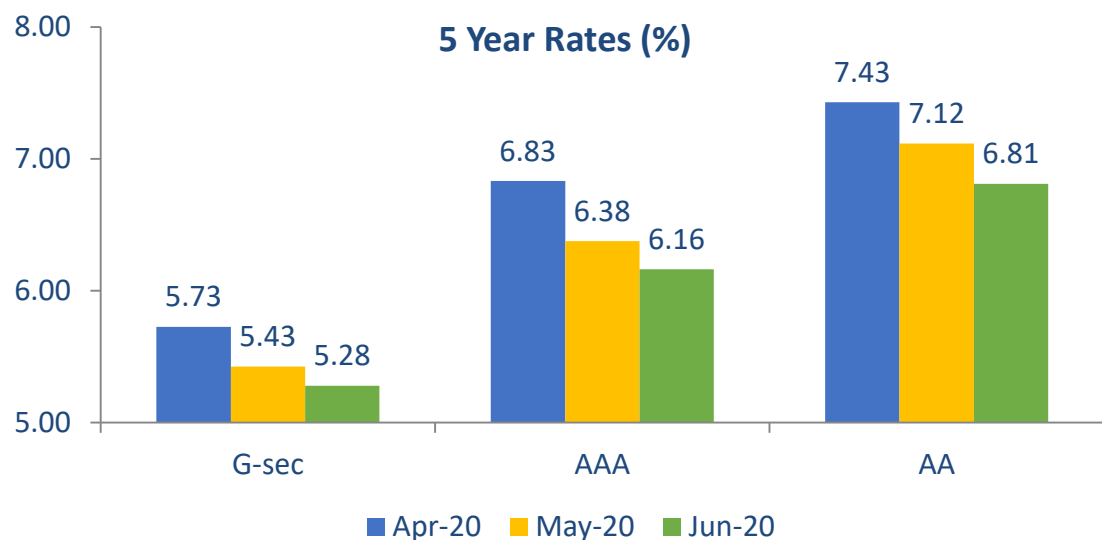
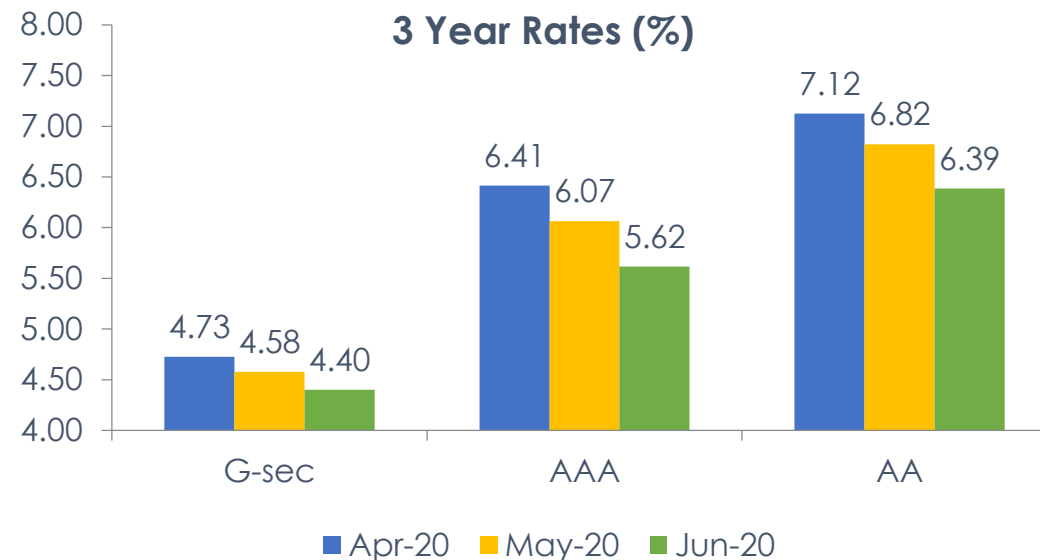
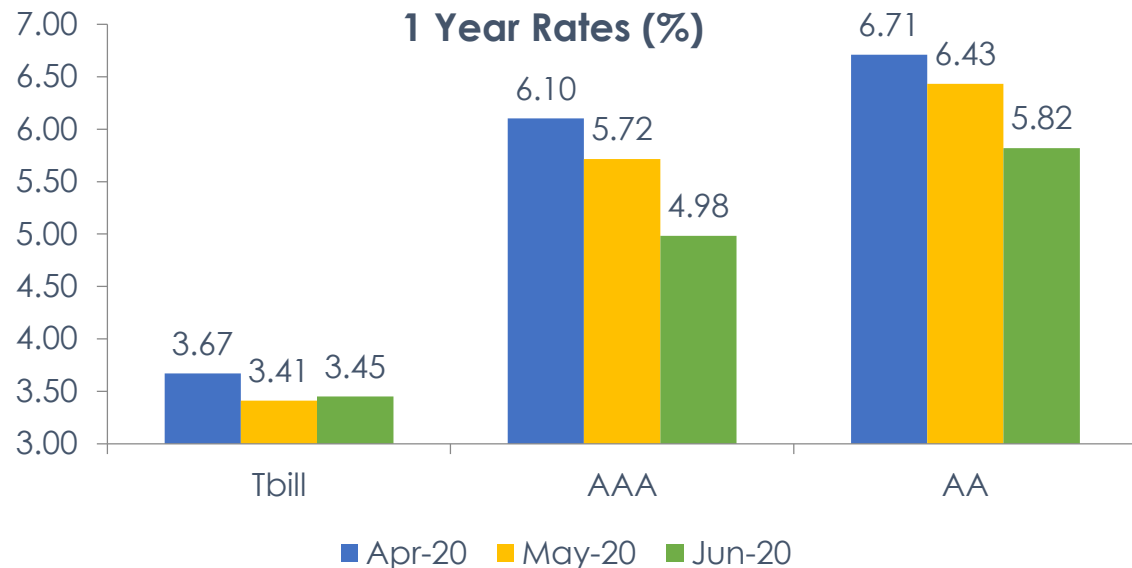
Softening of short term yields and some spike in the long term yields



- The above graph shows the movement of yields across different maturities at end of May'2020 & June'2020

# Domestic Debt Market Indicators

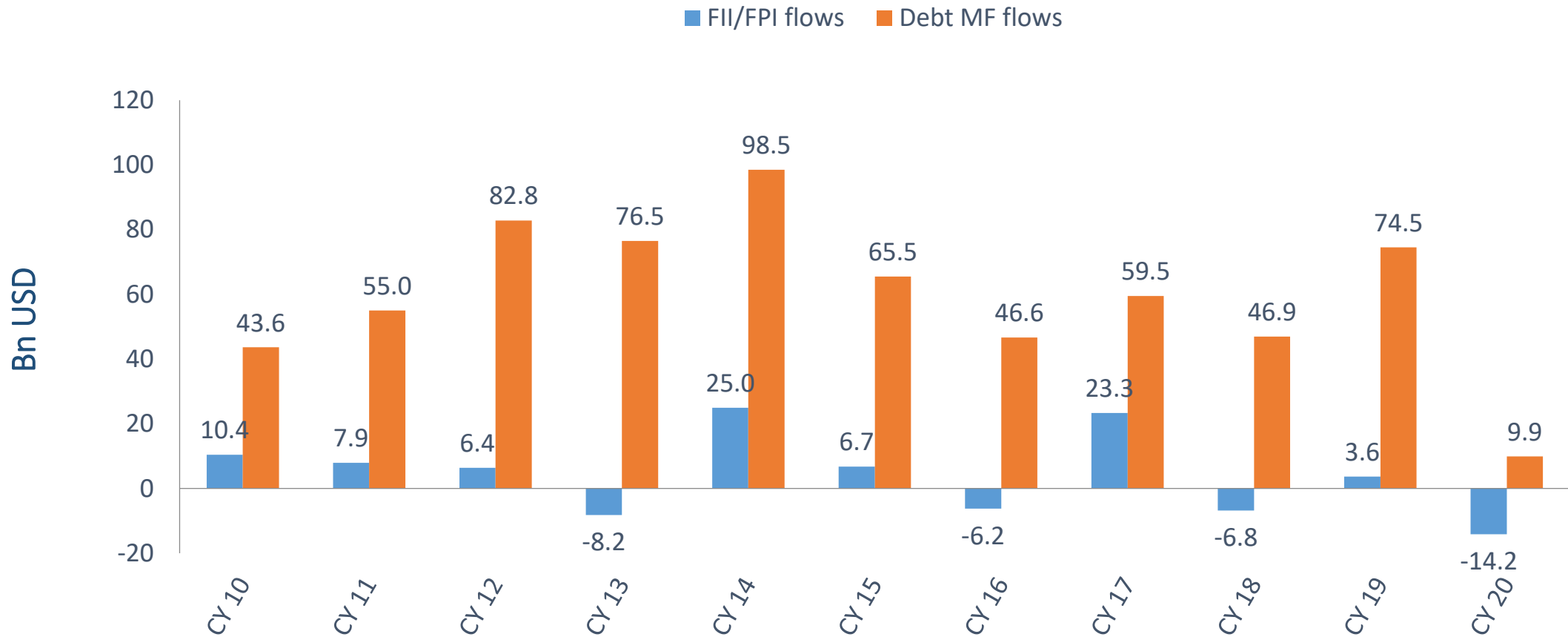
## Softening of yields at the shorter end of the curve



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# Fund Flows:

## FPI/ FII Inflow and Debt MF Inflow trend



# RBI's 1st Bi-monthly Monetary Policy 2020-21

## Key takeaways

**Monetary Policy Committee (MPC) maintained accommodative stance and reduced the repo rate by 40 bps to 4%**

Key Rates (%)	May 22, 2020	May 21, 2020
Repo	4.00	4.40
Reverse Repo	3.35	3.75
Cash Reserve Ratio (CRR)	No change	3.00
Statutory Liquidity Ratio (SLR)	No change	18.00
Marginal Standing Facility (MSF)	4.25	4.65
Bank Rate	4.25	4.65
10-Year G-Sec (6.45% GS 2029 )	5.96	6.03
10-Year G-Sec (5.79% GS 2029 )	5.74	5.77

Source: Bloomberg

### Key Announcements:

- Reduced the policy repo rate by 40 bps to 4% consequently reverse repo reduced to 3.35% from 3.75%
- Marginal standing facility (MSF) rate and the Bank Rate stand reduced to 4.25% from 4.65%
- Governor also announced other developmental and regulatory policy measures
  - Refinancing Facility for SIDBI has been extended for another period of 90 days
  - Measures to Support Exports and Imports were also announced
  - Moratorium on term loan installments which was announced earlier has been now extended by another 3 months i.e. from June 1, 2020 to 4 August 31, 2020
  - Deferment of Interest on Working Capital Facilities by banks for a period of 3 months i.e. from June 1, 2020 to August 31, 2020
  - Lending institutions are permitted to convert the accumulated interest on working capital facilities over the deferment period (up to August 31, 2020) into a funded interest term loan
  - The exposure of a bank to a group of connected counterparties has been extended from 25% to 30%

# Fixed Income: Current Market Outlook

Bond yields fell for the fifth consecutive month in June 2020 on expectations that the RBI would soon announce measures to absorb the excess supply of g-secs and probable rate cut announcement by RBI in upcoming monetary policy

Gains were extended after RBI announced that it will buy Rs. 10,000 crores worth of government bonds on Jul 2, 2020 under the special Open Market Operations (OMO) and simultaneously sell Treasury Bills of a similar amount maturing in Oct 2020 and Apr 2021. However, concerns that the government might raise the borrowing in the second half of the fiscal also capped the gains

The short term yields (upto 3 years segment) were well supported and the curve has become fairly steep because of huge system liquidity (Rs. 5-8 lakh crore) which is chasing assets.

Also, due to fears of excess supply in the longer duration bucket, investors are deploying liquidity in the short end of the curve. With growth falling and cases of Covid increasing, we expect RBI to maintain excess liquidity in the system for a prolonged period which should support shorter end of the curve.

Individuals have witnessed loss of income because of Covid which may in turn result in higher slippages in loan repayments. Economy may not recover in a hurry and hence an investor should focus on capital preservation and may look at investing in high quality accrual oriented products

***In the current market scenario, investors may look at investment in accrual-oriented funds with a high quality portfolio in the low to short term duration category***



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# Equity Outlook



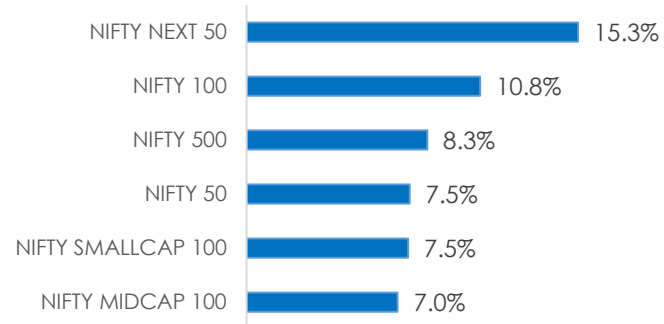
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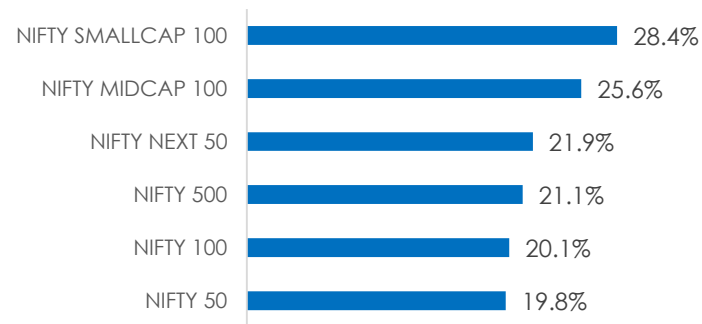
# Domestic Sectors Performance

## BROAD MARKET INDICES

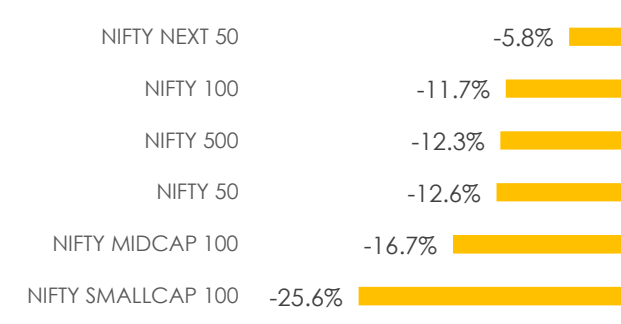
### 1 Month



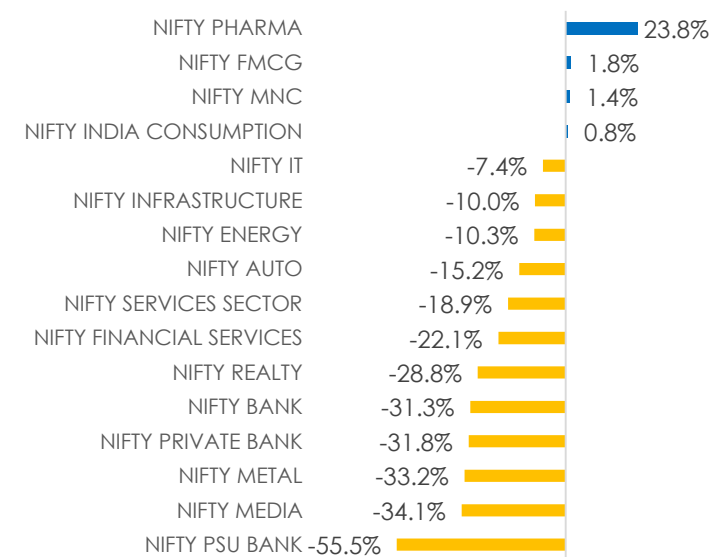
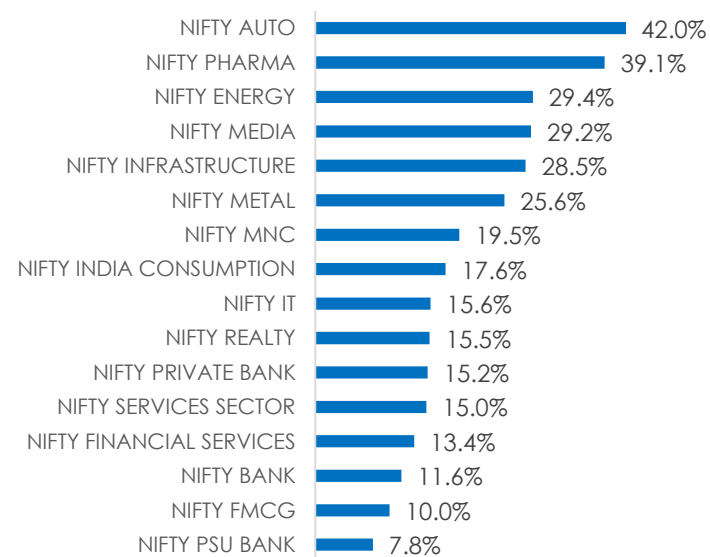
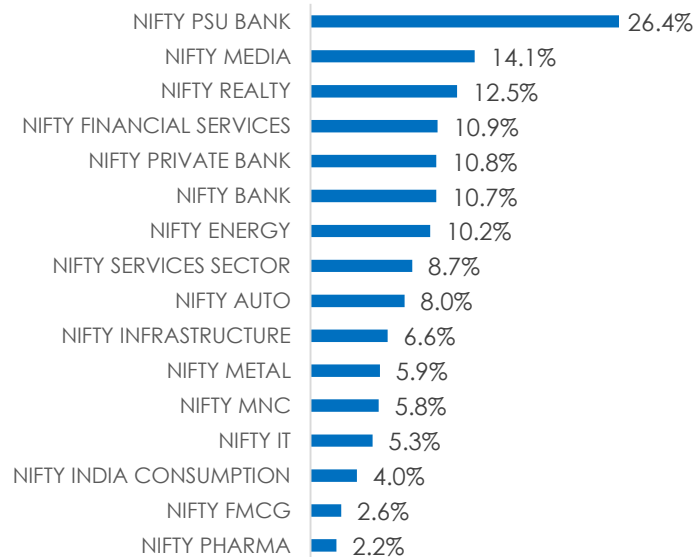
### 3 Months



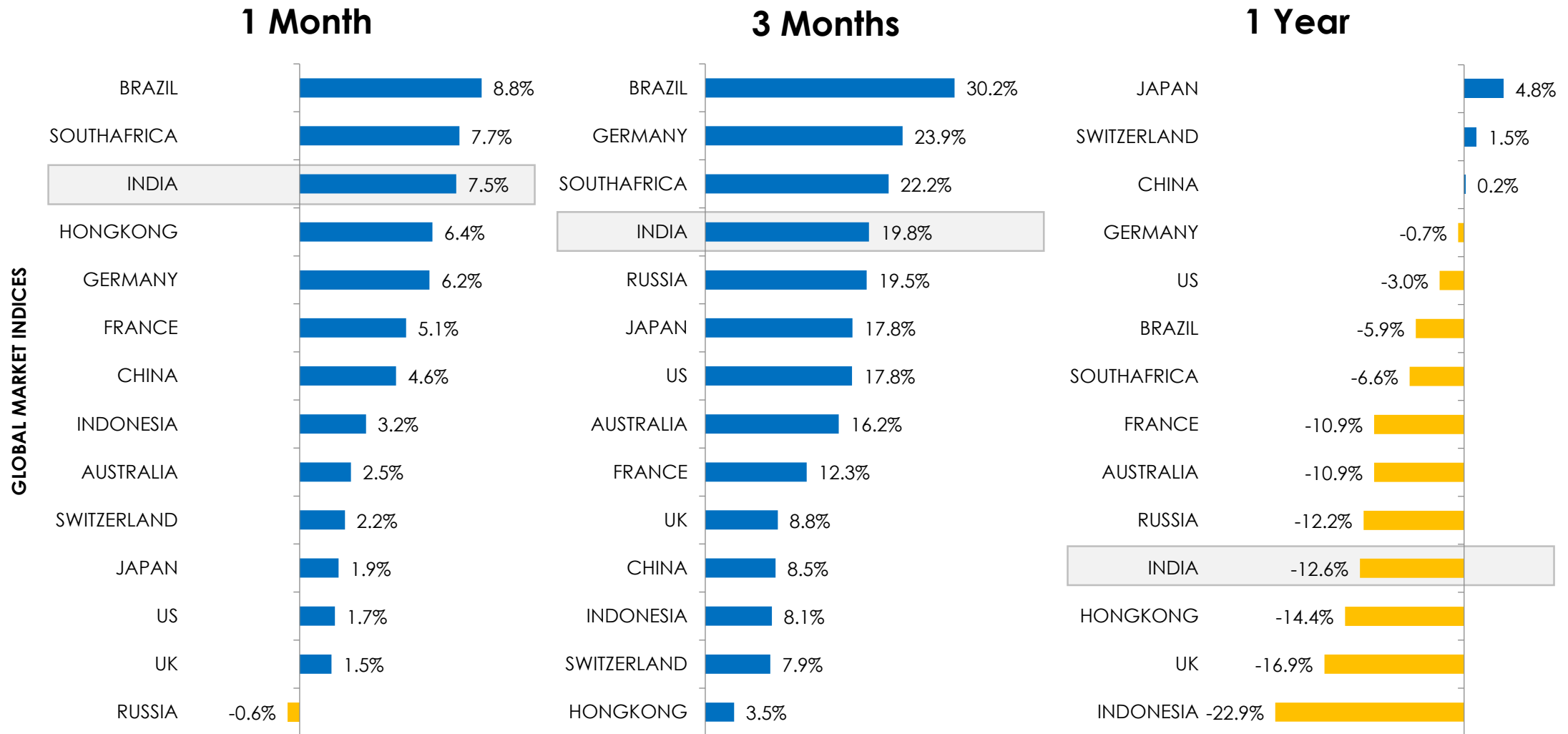
### 1 Year



## SECTORAL/ THEMATIC INDICES



# Global Markets Performance



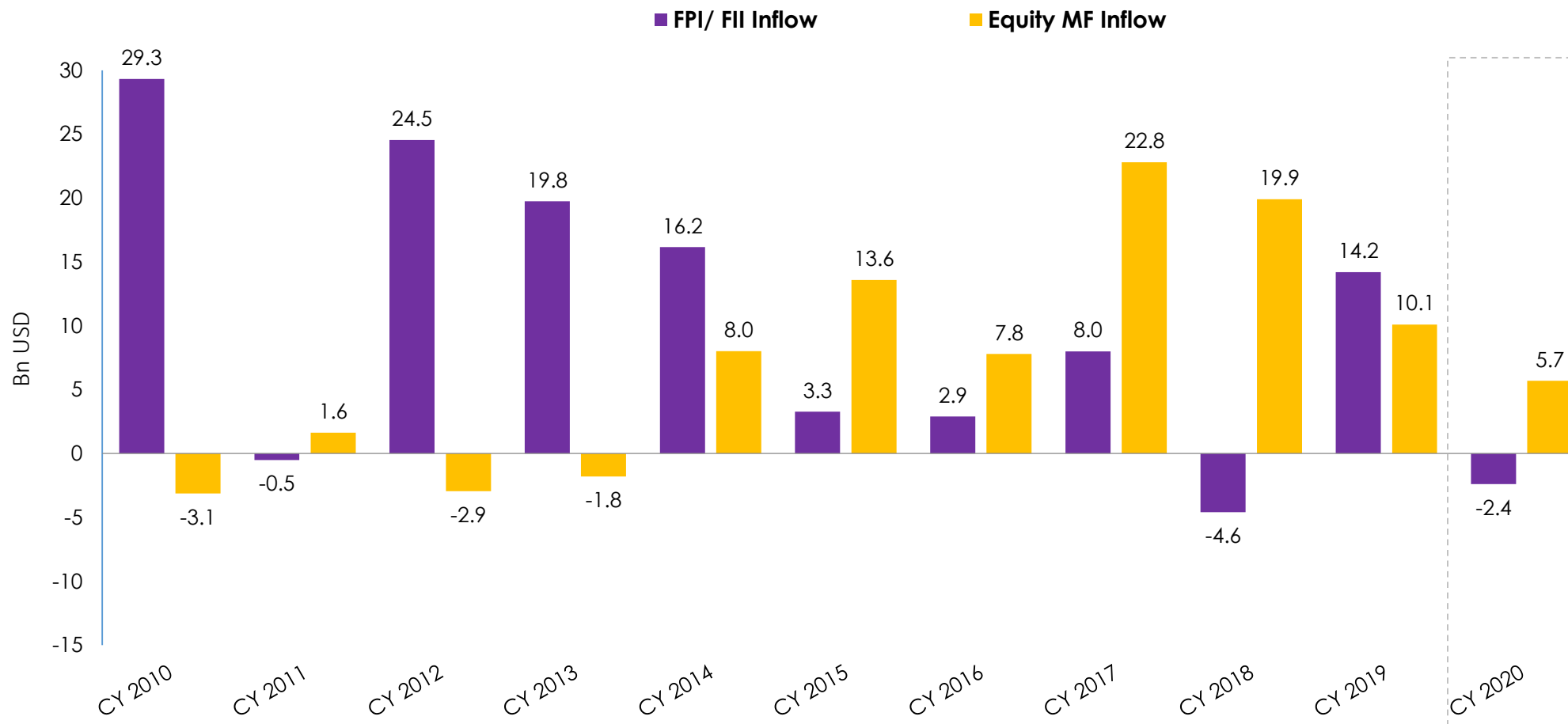
Data as of June 30, 2020. Source: Bloomberg; Returns are in absolute (point-to-point)  
 Index representation: Brazil - Brazil Ibovespa Index; France - Cac 40 Index; Germany - Dax Index; US - Dow Jones Indus. Avg; UK - FTSE 100 Index;  
 South Africa - FTSE/JSE Africa All Share; Hongkong - Hang Seng Index; Indonesia - Jakarta Composite Index; India - Nifty 50; Japan - Nikkei 225;  
 Russia - Russian RTS Index; Australia - S&P/ASX 200 Index; China - Shanghai Se Composite; Switzerland - Swiss Market Index



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# Fund Flows:

## FPI/ FII Inflow and Equity MF Inflow trend



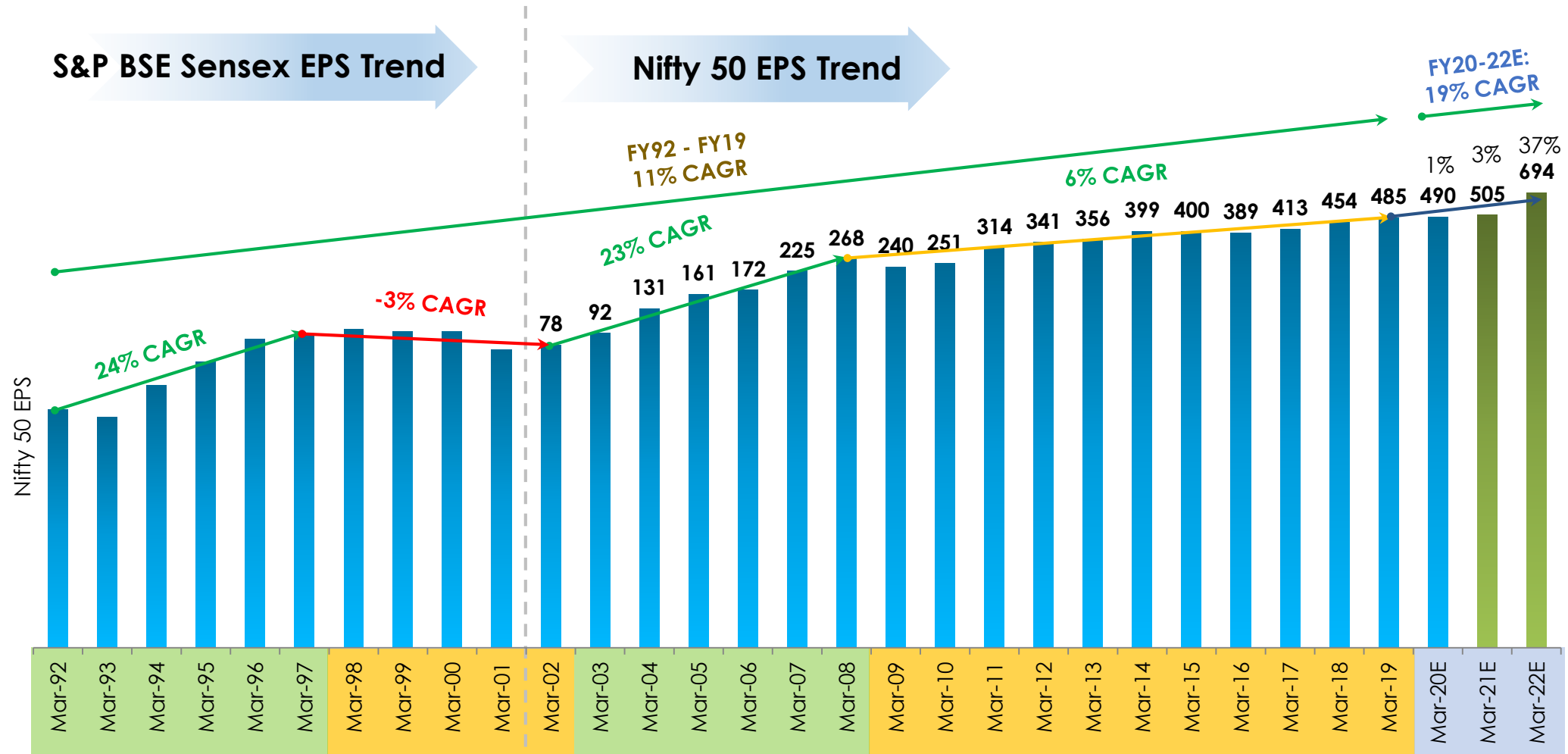
Equity Mutual Fund Inflows include Arbitrage Funds, Equity Mutual Fund Inflows in CY 2020 – YTD as of June 30, 2020  
 Data Source: AMFI. Mutual Funds (Equity & ELSS Schemes)  
 FII (Foreign Institutional Investors)



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# Earnings Trend:

## Forecasts begin to reflect Lockdown impact

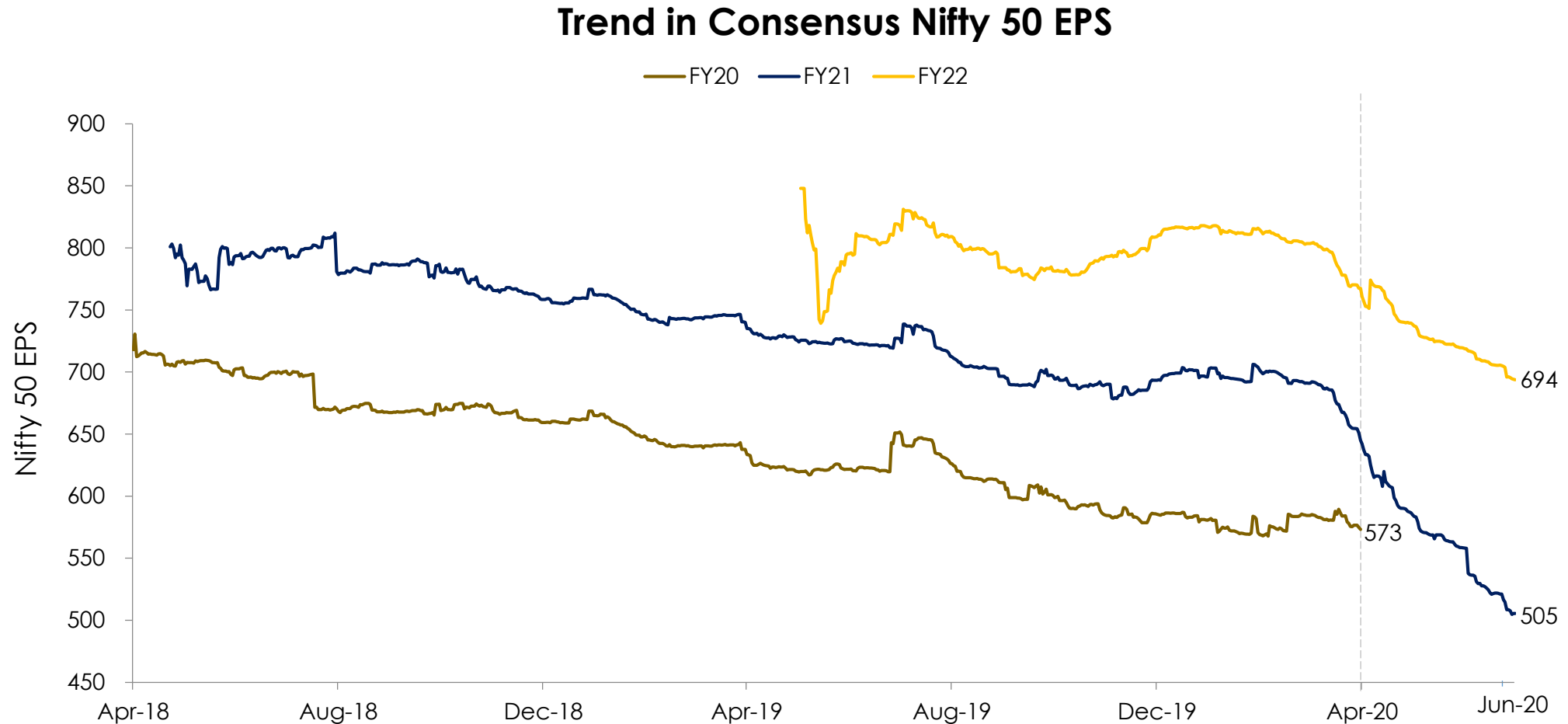


Source: Bloomberg. Data as of July 2, 2020  
 The vertical axis is on a logarithmic scale Nifty 50, EPS: Earnings per share.  
 CAGR: Compound annual growth rate

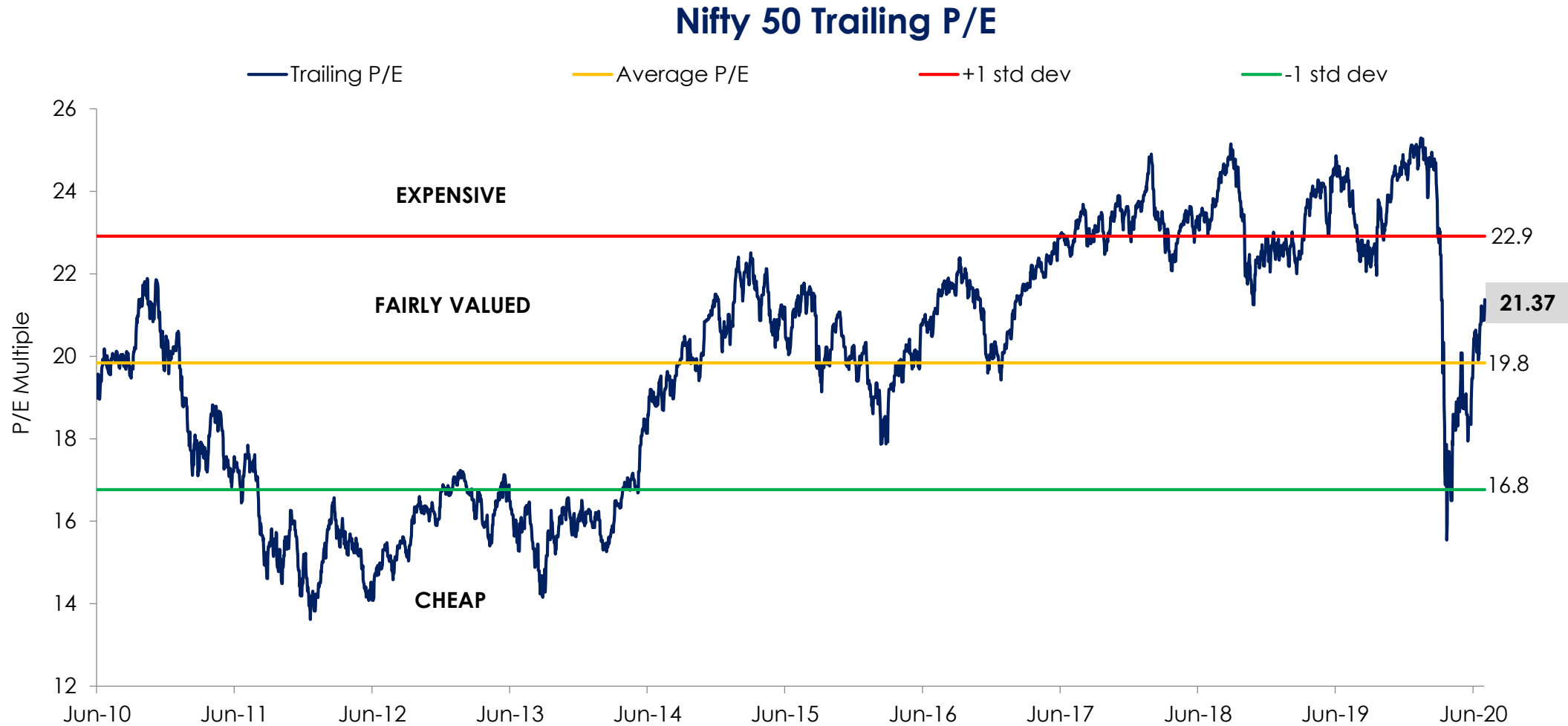


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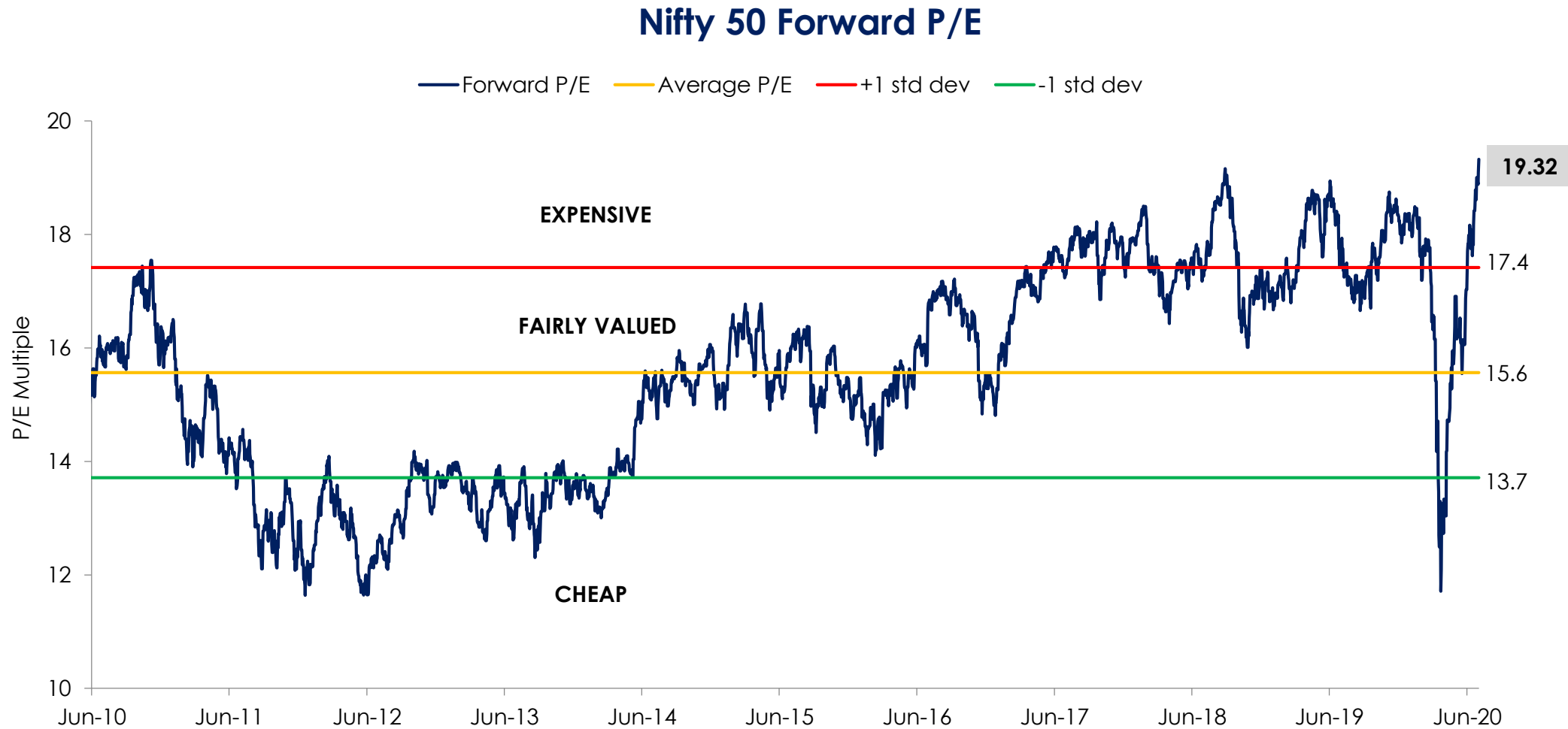
# Lockdown impact: Declining trend in consensus estimates



# Valuation above the long term average; in the fair value zone



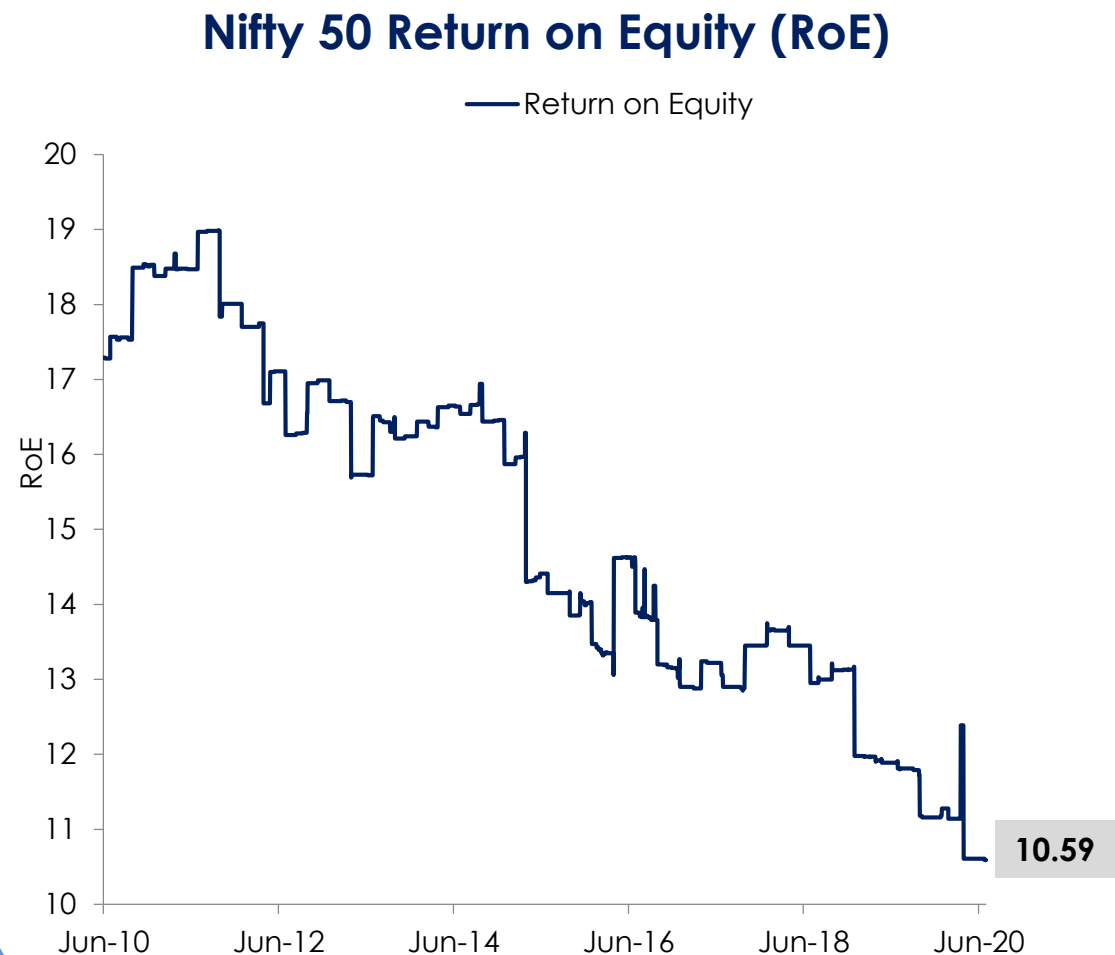
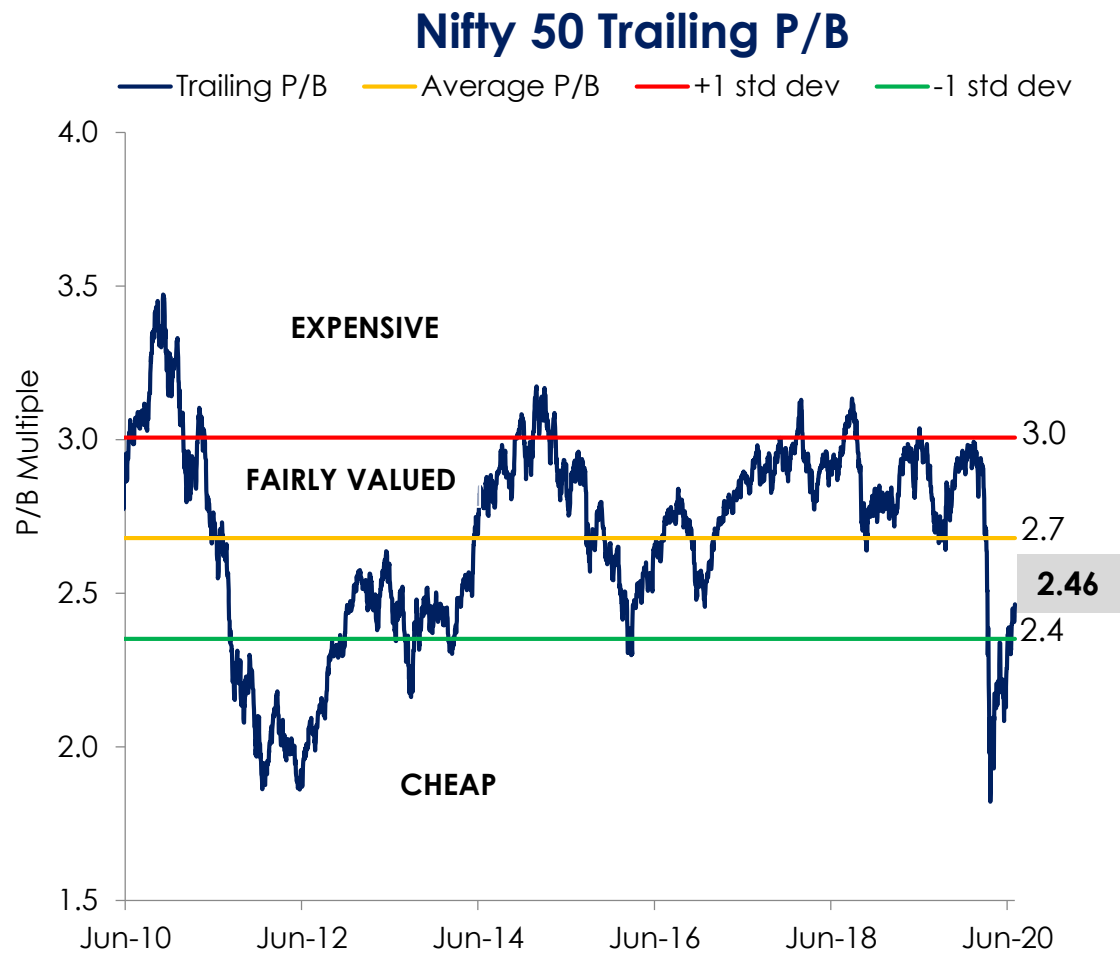
# Forward valuations: Distorted by lockdown impact in FY21



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# P/B below the long term average; awaiting mean reversion in RoE



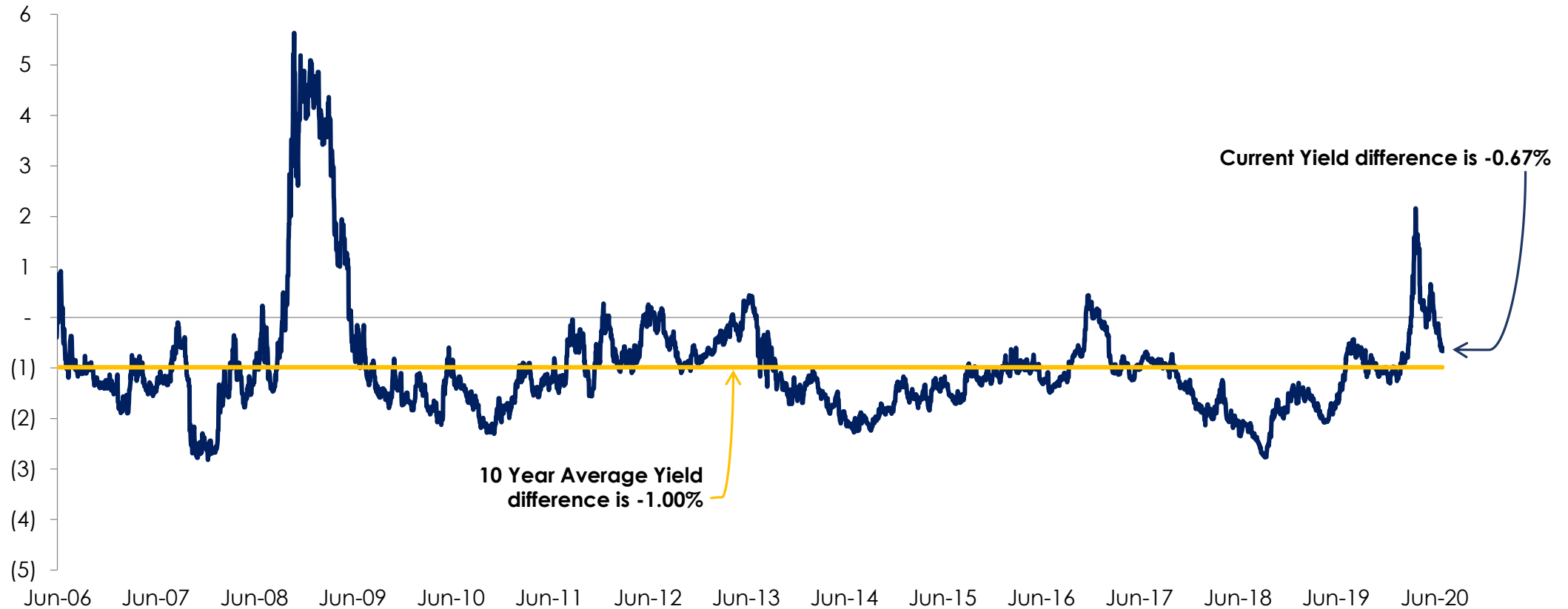
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# Equities v/s Bonds:

## Equities still in attractive zone but not as attractive as March

### Nifty 50 Yield vs 10 Year G-Sec Yield

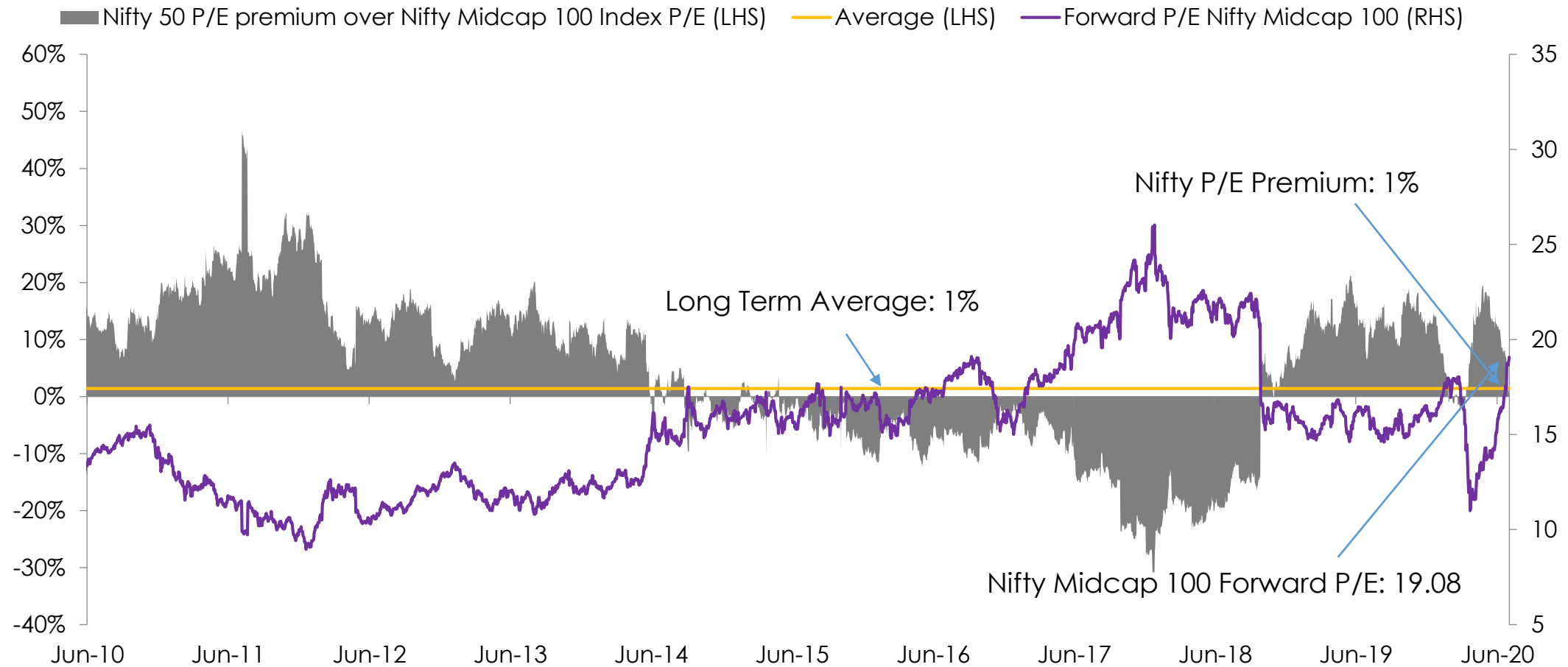
— Yield Difference      — Avg. Yield Difference



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# Mid caps have rallied; at long term average relative to large caps

## Nifty 50 valuations versus Nifty Midcap 100



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# Equity Markets: Current Market Outlook

- ▶ Economies are emerging from the lockdown but trajectory varies; risk of a second wave of infections.
- ▶ Large balance sheet expansion by the US Fed has caused the dollar to retreat and the liquidity has helped all other asset classes rebound.
- ▶ India has pushed through reforms in agriculture, labour laws and provided incentives to domestic manufacturing. These supply-side initiative can boost growth potential of the economy.
- ▶ India's fiscal package is relatively muted and may require more fiscal impulse to increase the economic momentum as we exit the lockdown.
- ▶ Inflation and the current account balance are in the comfort zone; Agriculture outlook is positive.
- ▶ Significant amount of capital is being raised to repair and strengthen balance sheet across sectors, particularly in the financial sector.
- ▶ The key in stock selection is not near-term impact on earnings which is inevitable but the sustainability of long-term earnings power. Without doubt some business models may be severely disrupted.
- ▶ Companies that can navigate a challenging period are often well placed to accelerate growth, gain market share and profitability in the subsequent period as they face less competition.
- ▶ Stocks are not as cheap as they were in March-2020 but there are opportunities to invest at reasonable to fair valuations; available across sectors and market caps.

# Product Positioning







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# Product Bouquet: An Overview

Equity & Index	Diversified Funds	Large Cap	Large & Mid Cap	Mid Cap	Multi Cap	Value	
		UTI Mastershare Unit Scheme	UTI Core Equity Fund	UTI Mid Cap Fund	UTI Equity Fund	UTI Value Opportunities Fund	
		Dividend Yield	ELSS				
		UTI Dividend Yield Fund	UTI LTEF (Tax Saving)				
	Thematic Fund	Infrastructure	MNC	Lifestyle			
		UTI Infrastructure Fund	UTI MNC Fund	UTI India Consumer Fund			
	Sector	Banking & Financial	Healthcare	Transportation & Logistics			
		UTI B&FS Fund	UTI Healthcare Fund	UTI T&L Fund			
	Index & ETFs	Index – Nifty 50	Index – Nifty Next 50	Index – S&P BSE Sensex	Index- S&P BSE Sensex Next 50	Gold ETF	
		UTI Nifty Index (Fund & ETF)	UTI Nifty Next 50 (Fund & ETF)	UTI Sensex ETF	UTI S&P BSE Sensex Next 50ETF	UTI Gold ETF	
	Liquid & Debt	Accrual	Liquid	Overnight	Money Market	Ultra Short Term	Low Duration
			UTI Liquid Cash Plan	UTI Overnight Fund	UTI Money Market Fund	UTI Ultra Short Term Fund	UTI Treasury Advantage Fund
Floater Fund			Banking & PSU Debt	Short Term	Corporate Bond		
UTI Floater Fund			UTI Banking & PSU Debt Fund	UTI Short Term Income Fund	UTI Corporate Bond Fund		
Duration		Dynamic Bond	Medium to Long Term	Gilt			
		UTI Dynamic Bond Fund	UTI Bond Fund	UTI Gilt Fund			
Credit		Credit Risk	Medium Term				
		UTI Credit Risk Fund	UTI Medium Term Fund				
Hybrid & Solutions	Hybrid	Conservative Hybrid	Aggressive Hybrid	Multi Asset Fund	Arbitrage	Equity Savings	
		UTI Regular Savings Fund	UTI Hybrid Equity Fund	UTI Multi Asset Fund	UTI Arbitrage Fund	UTI Equity Savings Fund	
	Solutions	Children's Fund	Retirement				
		UTI CCF (Savings & Investment)	UTI Retirement Benefit PF	UTI ULIP			

# Equity – Products

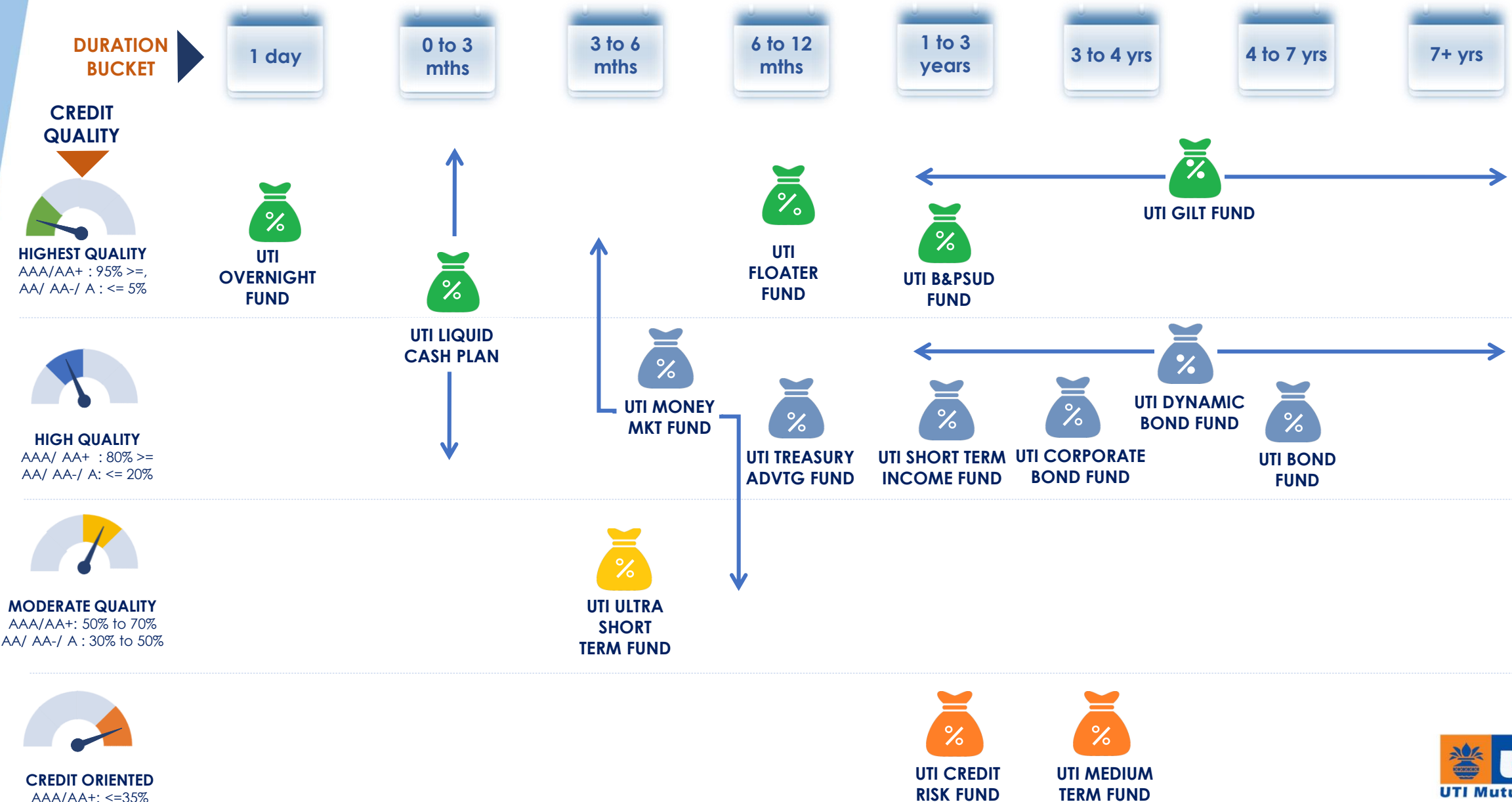
	Market Capitalisation			Scheme Characteristics
	Large Cap	Mid Cap	Small Cap	
UTI Mastershare Unit Scheme				Min. 80% in Large Cap Stocks
UTI Core Equity Fund				Min. 35% in Large & Mid Cap each
UTI Equity Fund				Investing across the Market Caps
UTI Value Opportunities Fund				Following Value investment Strategy
UTI Mid Cap Fund				Min. 65% in Mid Cap Stocks



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# Fixed Income – Product Positioning : Duration vis-a-vis Credit Quality



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# Hybrid - bucketing by Scheme Characteristics

1	UTI Arbitrage Fund	Arbitrage	Equity : 65% to 100% Derivatives : 65% to 100%
2	UTI Regular Savings Fund	Hybrid Conservative	Debt : 75% to 90% Equity : 10% to 25%
3	UTI Hybrid Equity Fund	Hybrid Aggressive	Equity : 65% to 80% Debt : 20% to 35%
4	UTI Multi-Asset Fund*	Multi Asset	Equity : 65% to 100% Debt : 10% to 25% Gold : 10% to 25%
5	UTI Equity Savings Fund	Equity Savings	Equity : 65% to 90%* Debt : 10% to 35%
6	UTI CCF – Savings Plan	Solution Children	Debt : 60% to 100% Equity : 0% to 40%
7	UTI CCF – Investment Plan	Solution Children	Equity : 70% to 100% Debt : 0% to 30%
8	UTI RBPF	Solution Retirement	Debt : 60% to 100% Equity : 0% to 40%
9	UTI ULIP@	Dynamic Allocation	Debt : 60% to 100% Equity : 0% to 40%

\*of which Cash future arbitrage opportunities 20% to 75%, Net long equity position 20% to 50%

@ subject to SEBI approval

# Product Label

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer
<b>UTI Mastershare Unit Scheme</b> (Large Cap Fund- An open ended equity scheme predominantly investing in large cap stocks)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in equity instruments of large cap companies</li> </ul>	<p>Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Core Equity Fund</b> (Large & Mid Cap Fund- An open ended equity scheme investing in both large cap and mid cap stocks)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in equity instruments of both large cap and mid cap companies</li> </ul>	<p>Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Mid Cap Fund</b> (Mid Cap Fund- An open ended equity scheme predominantly investing in mid cap stocks)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in mid cap companies</li> </ul>	<p>Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Value Opportunities Fund</b> (An open ended equity scheme following a value investment strategy)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment in equity instruments following a value investment strategy across the market capitalization spectrum</li> </ul>	<p>Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Equity Fund</b> (Multi Cap Fund- An open ended equity scheme investing across large cap, mid cap, small cap stocks)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment in equity instruments of companies with good growth prospects across the market capitalization spectrum</li> </ul>	<p>Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Dividend Yield Fund</b> (An open ended equity scheme predominantly investing in dividend yielding stocks)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in dividend yielding equity and equity related securities</li> </ul>	<p>Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Infrastructure Fund</b> (An open ended equity scheme following the Infrastructure theme)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in equity and equity related securities of companies forming part of the infrastructure sector</li> </ul>	<p>Investors understand that their principal will be at High risk</p>
<b>UTI MNC Fund</b> (An open ended equity following the theme of investing predominantly in equity and equity related securities of Multi-National Companies)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in equity and equity related securities of Multi-National companies</li> </ul>	<p>Investors understand that their principal will be at High risk</p>
<b>UTI India Consumer Fund</b> (An open ended equity scheme following the theme of changing consumer aspirations, changing lifestyle and growth of consumption)	<ul style="list-style-type: none"> <li>Long term capital growth</li> <li>Investment in equity instruments of companies that are expected to benefit from of the changing consumer aspirations, changing lifestyle and growth of consumption</li> </ul>	<p>Investors understand that their principal will be at High risk</p>

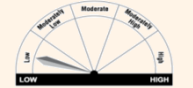
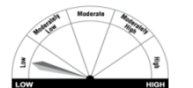

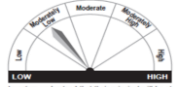
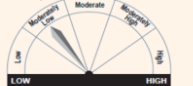
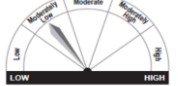
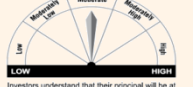
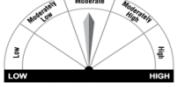
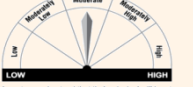
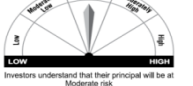
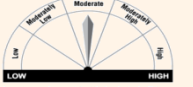
\*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

# Product Label

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer
<b>UTI Banking and Financial Services Fund</b> (An open ended equity scheme investing in Banking and Financial Services Sector)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in equity and equity related securities of companies engaged in banking and financial services activities.</li> </ul>	
<b>UTI Healthcare Fund</b> (An open ended equity scheme investing in the Healthcare Services Sector)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in equity and equity related securities in the Healthcare Services sector.</li> </ul>	
<b>UTI Transportation and Logistics Fund</b> (An open ended equity scheme investing in transportation and logistics sector)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment predominantly in equity and equity related securities of the companies engaged in the transportation and logistics sector</li> </ul>	
<b>UTI Long Term Equity Fund (Tax Saving)</b> (An open ended equity linked saving scheme with a statutory lock in of 3 years and tax benefit)	<ul style="list-style-type: none"> <li>Long term capital growth</li> <li>Investment in equity instruments of companies that are believed to have growth potential</li> </ul>	
<b>UTI Arbitrage Fund</b> (An open ended scheme investing in arbitrage opportunities)	<ul style="list-style-type: none"> <li>Capital appreciation over medium to long term</li> <li>Takes advantage of arbitrage opportunities in cash and derivative market without taking any directional/ unhedged position in either equity or derivative instruments</li> </ul>	
<b>UTI Nifty Index Fund</b> (An open ended scheme replicating/ tracking Nifty 50 index)	<ul style="list-style-type: none"> <li>Capital growth in tune with the index returns</li> <li>Passive investment in equity instruments comprised in Nifty 50 Index</li> </ul>	
<b>UTI Nifty Next 50 Index Fund</b> (An open ended scheme replicating/ tracking Nifty 50 index)	<ul style="list-style-type: none"> <li>Capital growth in tune with the index returns</li> <li>Passive investment in equity instruments comprised in Nifty Next 50 Index</li> </ul>	
<b>UTI Sensex Exchange Traded Fund</b> (An open ended scheme replicating/ tracking S&P BSE Sensex index)	<ul style="list-style-type: none"> <li>Long term investment</li> <li>Investment in securities covered by S&amp;P BSE Sensex</li> </ul>	
<b>UTI Nifty Exchange Traded Fund</b> (An open ended scheme replicating/ tracking Nifty 50 index)	<ul style="list-style-type: none"> <li>Long term investment</li> <li>Investment in securities covered by Nifty 50 Index</li> </ul>	
<b>UTI Nifty Next 50 Exchange Traded Fund</b> (An open ended scheme replicating/ tracking Nifty Next 50 index)	<ul style="list-style-type: none"> <li>Long term investment</li> <li>Investment in securities covered by Nifty Next 50</li> </ul>	
<b>UTI Gold Exchange Traded Fund</b> (An open ended scheme replicating/ tracking Gold)	<ul style="list-style-type: none"> <li>Returns that, before expenses of the Scheme, closely track the performance and yield of Gold</li> <li>Investment predominantly in gold and gold related instruments</li> </ul>	

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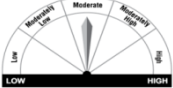
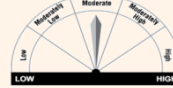




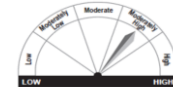
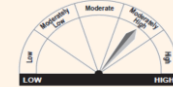
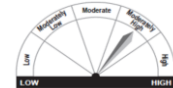
# Product Label

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer
<b>UTI Overnight Fund</b> (An open ended debt scheme investing in overnight securities)	<ul style="list-style-type: none"> <li>Reasonable income over one day with capital preservation</li> <li>Investment in overnight securities</li> </ul>	 <p>Investors understand that their principal will be at Low risk</p>
<b>UTI Liquid Cash Plan</b> (An open ended liquid scheme)	<ul style="list-style-type: none"> <li>Steady and reasonable income over short-term with capital preservation.</li> <li>Investment in money market securities &amp; high quality debt</li> </ul>	 <p>Investors understand that their principal will be at Low risk</p>
<b>UTI Ultra Short Term 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)	<ul style="list-style-type: none"> <li>Reasonable income with low volatility over short term</li> <li>Investment in debt &amp; money market instruments</li> </ul>	 <p>Investors understand that their principal will be at Moderately Low risk</p>
<b>UTI Treasury Advantage Fund</b> (An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolios is between 6 months and 12 months)	<ul style="list-style-type: none"> <li>Reasonable income consistent with high liquidity over short term</li> <li>Investment in Debt &amp; Money Market instruments</li> </ul>	 <p>Investors understand that their principal will be at Moderately Low risk</p>
<b>UTI Money Market Fund</b> (An open ended debt scheme investing in money market instruments)	<ul style="list-style-type: none"> <li>Reasonable income with high level of liquidity over short-term</li> <li>Investment in money market securities</li> </ul>	 <p>Investors understand that their principal will be at Moderately Low risk</p>
<b>UTI Corporate Bond Fund</b> (An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds)	<ul style="list-style-type: none"> <li>Optimal returns over the medium to long term</li> <li>To invest predominantly in AA+ and above rated corporate debt</li> </ul>	 <p>Investors understand that their principal will be at Moderately Low risk</p>
<b>UTI Short Term Income Fund</b> (An Open ended Short Term Debt Scheme investing in instruments such that the Macaulay duration of portfolio is between 1 year and 3 years)	<ul style="list-style-type: none"> <li>Reasonable income with low risk and high level of liquidity over short-term</li> <li>Investment in Debt &amp; Money Market instrument</li> </ul>	 <p>Investors understand that their principal will be at Moderate risk</p>
<b>UTI Medium Term Fund</b> (An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 years and 4 years)	<ul style="list-style-type: none"> <li>Reasonable income over the medium to long term</li> <li>Investment in Debt &amp; Money Market Instruments</li> </ul>	 <p>Investors understand that their principal will be at Moderate risk</p>
<b>UTI Bond Fund</b> (An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years and 7 years)	<ul style="list-style-type: none"> <li>Optimal returns with adequate liquidity over medium to long term</li> <li>Investment in Debt &amp; money market instruments</li> </ul>	 <p>Investors understand that their principal will be at Moderate risk</p>
<b>UTI Dynamic Bond Fund</b> (An open ended dynamic debt scheme investing across duration)	<ul style="list-style-type: none"> <li>Optimal returns with adequate liquidity over medium to long term</li> <li>Investment in Debt &amp; Money Market Instruments</li> </ul>	 <p>Investors understand that their principal will be at Moderate risk</p>
<b>UTI Credit Risk Fund</b> (An open ended debt scheme predominantly investing in AA and below rated corporate bonds (excluding AA+ rated corporate bonds))	<ul style="list-style-type: none"> <li>Reasonable income and capital appreciation over medium to long term</li> <li>Investment in debt and money market instruments</li> </ul>	 <p>Investors understand that their principal will be at Moderate risk</p>

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# Product Label

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer
<b>UTI Floater Fund</b> (An open ended debt scheme predominantly investing in floating rate instruments)	<ul style="list-style-type: none"> <li>To generate reasonable returns</li> <li>To invest predominantly in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/ derivatives)</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately Low risk</p>
<b>UTI Banking and PSU Debt Fund</b> (An open ended debt scheme predominantly investing in debt instruments of Banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds)	<ul style="list-style-type: none"> <li>Reasonable income, with low risk and high level of liquidity over short to medium term</li> <li>Investment predominantly in Debt &amp; Money Market Securities issued by Bank, Public Sector Undertaking (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderate risk</p>
<b>UTI Gilt Fund</b> (An open ended debt scheme investing in government securities across maturities)	<ul style="list-style-type: none"> <li>Credit risk free return over the medium to long term</li> <li>Investment in sovereign securities issued by the Central Government and/or a State Government and/or any security unconditionally guaranteed by the Central Government and/or a State Govt.</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderate risk</p>
<b>UTI Regular Savings Fund</b> (An open ended hybrid scheme investing predominantly in debt instruments)	<ul style="list-style-type: none"> <li>Long-term capital appreciation and regular income over medium-term</li> <li>Investment in equity instruments (maximum 25%) and fixed income securities (debt and money market securities)</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Hybrid Equity Fund</b> (An open ended hybrid scheme investing predominantly in equity & equity related instruments)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment in equity instruments (maximum-80%) and fixed income securities (debt and money market securities)</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Equity Savings Fund</b> (An open ended scheme investing in equity, arbitrage and debt)	<ul style="list-style-type: none"> <li>Long term capital appreciation and income</li> <li>Investment in equity &amp; equity related instruments, arbitrage opportunities, and investments in debt and money market opportunities</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Multi Asset Fund</b> (An open ended scheme investing in equity, debt & Gold ETFs)	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment in equity, debt and Gold ETFs with a minimum allocation of 10% in each asset class.</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Children's Career Fund – Savings Plan</b> (An open ended fund for investment for children having a lock-in for at least 5 years or till the child attains age of majority (whichever is earlier))	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment in equity instruments (maximum-40%) and debt instruments</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Children's Career Fund – Investment Plan</b> (An open ended fund for investment for children having a lock-in for at least 5 years or till the child attains age of majority (whichever is earlier))	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment in equity instruments (above 70%) and debt instruments</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately High risk</p>
<b>UTI Retirement Benefit Pension Fund</b> (An open ended retirement solution oriented scheme having a lock-in of 5 years or till retirement age (whichever is earlier))	<ul style="list-style-type: none"> <li>Long term capital appreciation</li> <li>Investment in equity instruments (maximum - 40%) and debt/money market instruments</li> </ul>	 <p>LOW HIGH Investors understand that their principal will be at Moderately High risk</p>

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# Abbreviations

<b>AMFI:</b>	Association of Mutual Funds of India	<b>GST:</b>	Goods & Services Tax
<b>Avg.</b>	Average	<b>IIP:</b>	Index of Industrial Production
<b>Bn:</b>	Billion	<b>INR:</b>	Indian Rupee
<b>BoJ:</b>	Bank of Japan	<b>MF:</b>	Mutual Fund
<b>BoP:</b>	Balance of Payments	<b>MOSPI:</b>	Ministry of Statistics and Programme Implementation
<b>CAD:</b>	Current Account Deficit	<b>P/E:</b>	Price to Earning Multiple
<b>CAGR:</b>	Compounded Annualized Growth Rate	<b>RBI:</b>	Reserve Bank of India
<b>CP:</b>	Commercial Papers	<b>SEBI:</b>	Securities & Exchange Board of India
<b>CPI(IW):</b>	CPI Industrial Workers	<b>US Fed/Fed:</b>	US Federal Reserve
<b>CPI:</b>	Consumer Price Index	<b>USD:</b>	US Dollar
<b>CPOS:</b>	Capital Protection Oriented Scheme	<b>vs:</b>	Versus
<b>CSO:</b>	Central Statistical Office	<b>WPI:</b>	Wholesale Price Index
<b>Dual Adv. FTF:</b>	Dual Advantage Fixed Term Fund	<b>YoY:</b>	Year on Year
<b>EBITDA:</b>	Earning Before Interest, Tax, Depreciation, Amortization		
<b>ECB:</b>	External Commercial Borrowing		
<b>ELSS:</b>	Equity Linked Savings Scheme		
<b>EPS:</b>	Earnings Per Share		
<b>FD:</b>	Fiscal Deficit		
<b>FMPs:</b>	Fixed Maturity Plans		
<b>Forex:</b>	Foreign exchange		
<b>FTIF:</b>	Fixed Term Income Fund		
<b>FY:</b>	Financial Year		
<b>GDP:</b>	Gross Domestic Product		
<b>GVA:</b>	Gross Value Added		



# Thank You

**REGISTERED OFFICE:** UTI Tower, 'Gn' Block, Bandra Kurla Complex, Bandra (E), Mumbai - 400051. Phone: 022 – 66786666. UTI Asset Management Company Ltd (Investment Manager for UTI Mutual Fund) Email: [invest@uti.co.in](mailto:invest@uti.co.in) . (CIN-U65991MH2002PLC137867). For more information, please contact the nearest UTI Financial Centre or your AMFI/NISM certified UTI Mutual Fund Independent Financial Advisor (IFA) for a copy of the Statement of Additional Information, Scheme Information Document and Key Information Memorandum cum Application Form.

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



*Haq, ek behtar zindagi ka.*