

Press Release

Bajaj Finserv Asset Management launches

Bajaj Finserv Banking and PSU Fund

An open-ended debt scheme investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds with relatively high interest rate risk and moderate credit risk.

Highlights:

- *NFO opens on 25th October 2023, and closes on 6th November 2023*
- *The Benchmark Index of the fund is NIFTY Banking and PSU Debt Index*
- *Entry Load not applicable and Exit Load is Nil*

Mumbai/Pune, October 25th, 2023: Bajaj Finserv Asset Management has announced the launch of its fourth fixed income investment product Bajaj Finserv Banking and PSU Fund, an investment opportunity designed to offer investors an avenue for income generation. This fund intends to give investors the opportunity to invest in fixed income while ensuring that their investment portfolios have a high level of credit quality.

This may mitigate the credit risk while increasing the possibility of steady returns. The fund is designed to ride the yield curve, with an emphasis on around the 5-year maturity profile, which optimizes performance potential and provides investors with optimal risk-reward proposition in the current market where the yield curve is largely flat.

This investment scheme offers investors an opportunity to benefit from the anticipated curve shift downwards and potential capital appreciation attributable to factors such as India's inclusion in emerging market bond index. Also, the mean reversion of yields, combined with the outlook for a bond rally in the medium-to-long term, offers the prospect of reasonable mark-to-market gains. This may be a potentially rewarding proposition for investors with medium to long-term investment horizons.

Speaking on the launch of the product, Mr. Ganesh Mohan, CEO, Bajaj Finserv Asset Management said, "Our Banking and PSU Fund opens the door for investors to tap into the fixed income investment opportunities available in the banking and PSU space, while enjoying the benefits of professional fund management. It is suitable for

investors who want relatively stable investment option for their capital. Investors who are interested in diversifying their portfolio across various Debt Investments apart from other traditional Banking products, may also find this fund an attractive proposition.”

Mr. Nimesh Chandan, CIO, Bajaj Finserv Asset Management said, “The fund would maintain high credit quality and the allocation would comprise of 80% in high credit quality Bonds of Banks and PSU companies and 20% in sovereign and other high credit quality bonds.”

He further added, “the Banking and PSU Fund seeks to offer investors a thoughtful combination of good credit quality, performance potential, and market expertise. It presents a compelling case for investors looking to diversify their fixed income portfolios and explore opportunities in the evolving investment landscape.”

The fund will be jointly managed by **Mr. Siddharth Chaudhary, Senior Fund Manager- Fixed Income and Mr. Nimesh Chandan, CIO.**

The new fund offer will open for initial subscription on 25th October, and close on 6th November 2023. After that, it would be open for subscription on an on-going basis or before November 15, 2023.

About Bajaj Finserv Asset Management Limited

Bajaj Finserv Asset Management Limited (BFAML) is a 100% subsidiary of Bajaj Finserv Limited. Backed by one of India’s most respected brands, BFAML is set to offer an array of innovative investment solutions using a differentiated approach to investing, including but not limited to, mutual funds (equity, debt, hybrid), portfolio management services and alternative investment funds, subject to regulatory approval. With a future-focused investment strategy, it aims to help every Indian achieve life’s financial goals.

To know more, visit www.bajajamc.com

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Potential Risk Class:

Potential Risk Class (PRC)			
(Maximum risk the scheme can take)			
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	
B-III - A Scheme with relatively high interest rate risk and moderate credit risk			

Riskometer & Disclaimer:

Bajaj Finserv Banking and PSU Fund

An open-ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds with relatively high interest rate risk and moderate credit risk.

<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • income over short to medium term • investment primarily in securities issued by Scheduled Commercial Banks (SCBs), Public Sector undertakings (PSUs), Public Financial Institutions (PFIs), Municipal Corporations and such other bodies <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	
Riskometer#	
Scheme	Benchmark
 <p style="text-align: center;">RISKOMETER</p> <p style="text-align: center;">Investors understand that their principal will be at moderate risk</p>	 <p style="text-align: center;">RISKOMETER</p> <p style="text-align: center;">Nifty Banking and PSU Debt Index</p>

#The product labelling assigned during the New Fund Offer is based on internal assessment of the Scheme Characteristics or model portfolio and the same may vary post NFO when actual investments are made.

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