

(An open ended low duration debt scheme investing in instruments such that the Macaulay duration of portfolio is between 6 months & 12 months). (Refer page 15 of the SID). A Moderate Interest Rate Risk and Moderate Credit Risk. The scheme has 1 segregated portfolio

For External Circulation

This product is suitable for investors who are seeking*:

- Regular Fixed Income for Short Term.
- Investment in Debt & Money Market Instruments.

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

RISK - O - METER

Investors understand that their principal will be at Low to Moderate Risk

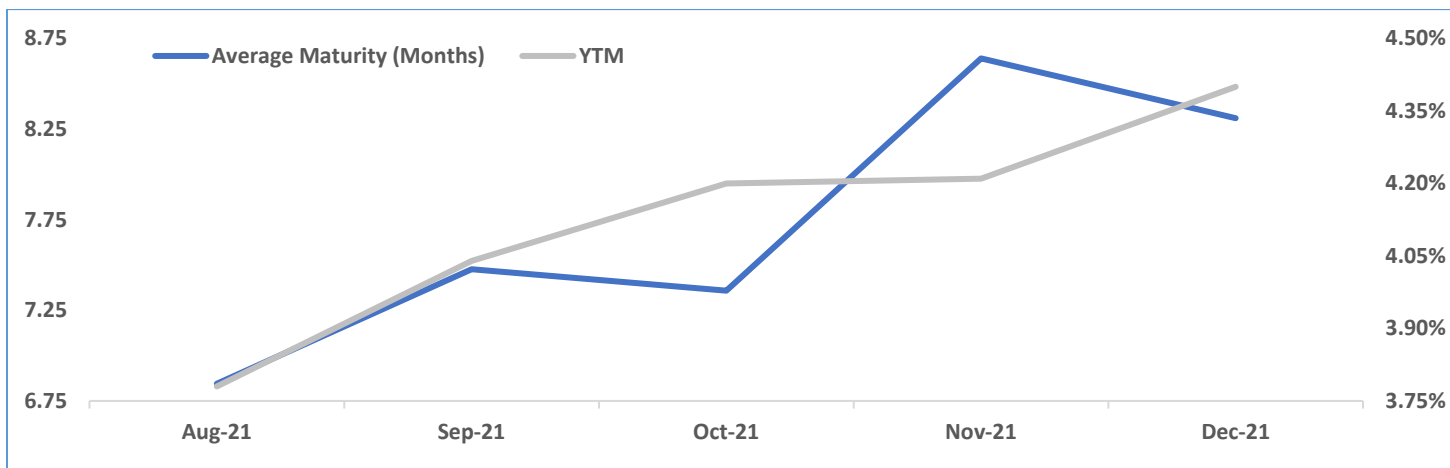
Potential Risk Class			
Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)		B-II	
Relatively High (Class III)			
PRC Matrix is as on 30th November 2021			

Mutual Fund investments are subject to market risk, read all scheme related documents

About the Fund

The Scheme invests in various money market & fixed income securities with objective of providing liquidity & generating reasonable returns with lower interest rate risk. The fund maintains a duration in the range of 6-12 months.

Fund Commentary



- In the past few months, the fund has kept its average maturity levels stable at ~7.30-7.60 months levels but has now increased it to the ~8.30-month levels. Yield levels remained similarly range-bound at the 4.20-4.40% levels.
- Since June-21, A1+ allocations increased from ~29% to ~36%, while allocations to AAA and SOV papers remained more stable.
- In comparison with the benchmark, the fund is overweight in SOV papers, AAA-bonds, and CDs, while being significantly underweight in CPs and absent in sub-AAA papers.

Fund Overview- As on 15th December 2021

Ratings-wise breakdown of the Portfolio

Cash & Cash Equivalents	SOV	AAA	A1+
2.27%	15.46%	46.18%	36.09%

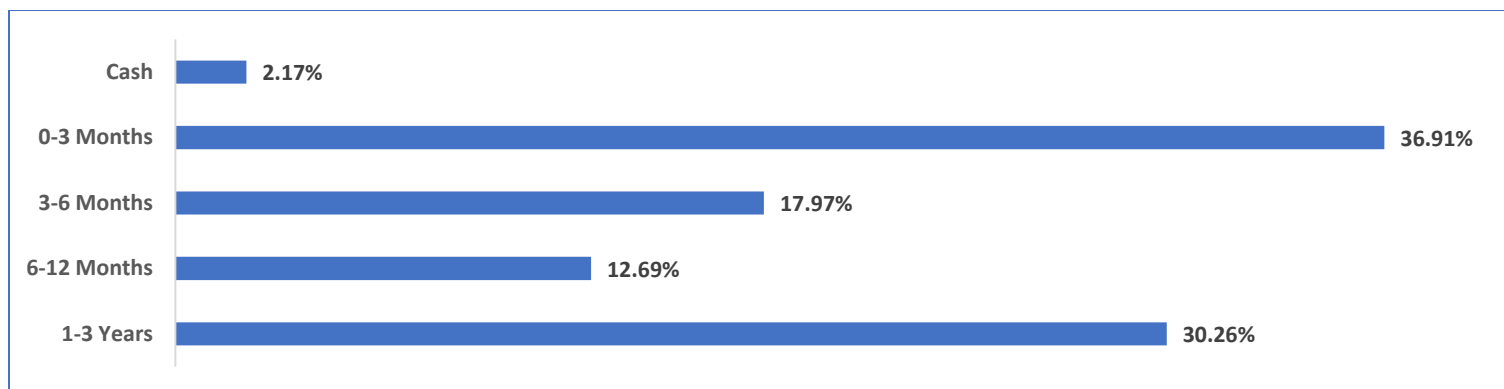
Instrument-wise breakdown of the Portfolio

Cash & Equivalents	G-Secs	SDLs	T-Bills	AAA-PSU	AAA Non-PSU Bonds	CD	CP	Total
2.27%	10.91%	2.75%	1.80%	28.57%	17.61%	15.12%	20.97%	100%

Fund Metrics

YTM	Average Maturity	Macaulay Duration	Modified Duration
4.40%	8.31 Months	7.95 Months	7.66 Months

Maturity Profile of the Portfolio



Current Portfolio Strategy*

Maturity	Liquidity	Accrual	Portfolio Quality
<ul style="list-style-type: none"> Portfolio is biased towards the short term, with ~55% allocation in 0-6 months segment, ~13% in the 6-12 month segment and ~30% in the 1-3 Year segment 	<ul style="list-style-type: none"> Portfolio is liquid, with ~29% of the portfolio in AAA-PSUs, ~15% in SOV papers and ~15% in CDs. 	<ul style="list-style-type: none"> The fund runs an accrual strategy The YTM of the portfolio is 4.40% 	<ul style="list-style-type: none"> The portfolio holds ~15% in SOV papers, ~46% in AAA bonds and ~36% in A1+ papers. 24% of A1+ rated papers are from AAA issuers

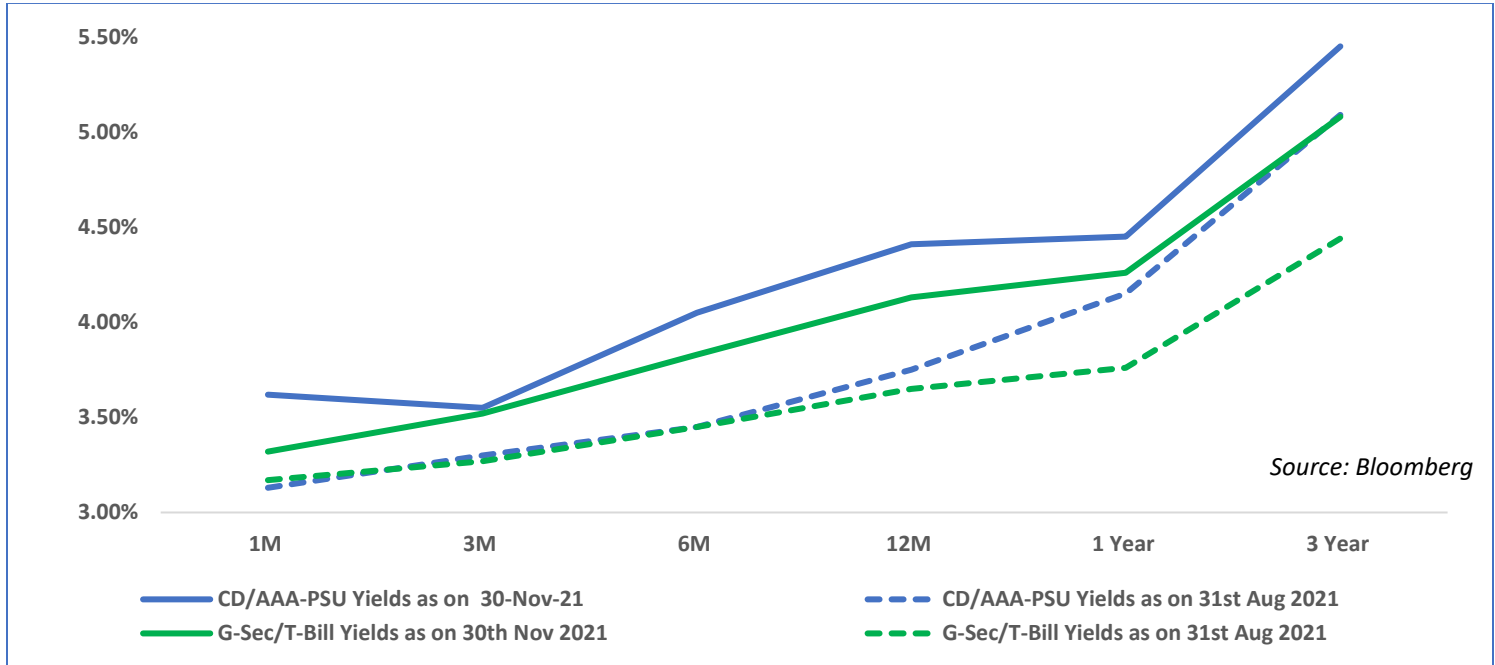
*Based on current market scenario. Strategy is subject to change without notice.

Investment in Tata Treasury Advantage Fund- Rationale

The fund is running an accrual strategy. The Fund would be a good opportunity for investors looking to invest in a high-quality, accrual-based portfolio with a 6-12-month horizon.

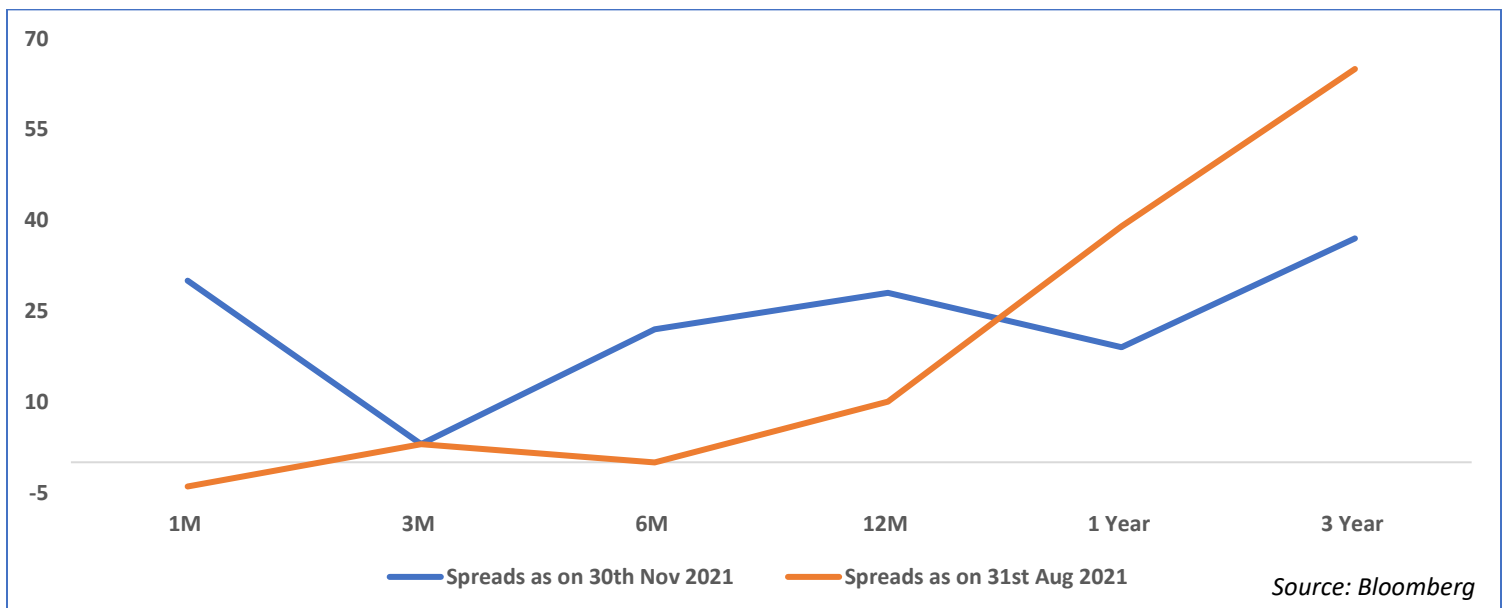
Yields and Spread Movements- 31st August to 30th November 2021

Spread Movements



- In the past 3 months CD yields rose 25-50 bps in the 0–3-month segment and by 60-70 bps in the 6–12-month segment. Yields in the 1–3-year segment rose by 30-40 bps.
- T-Bill yields in the 0-3 months segment rose by 15-25 bps and by 35-50 bps in the 6–12-month segment. G-Sec yields rose by 50-65 bps in the 1–3-year segment.

Spread Movements



- Spreads in the 1-month segment rose by ~35 bps and by ~15-25 bps in the 6–12-month segment. Spreads in the 1–3-year segment compressed by ~20-30 bps.
- Spreads in the 3-month segment remained stable.

Yields and Spreads Movements

Yield Movements

Instrument	Yields as on 30 th Nov 2021	Yields as on 31 st Aug 2021	Change Between Aug-Nov (bps)
1 Month CD	3.62%	3.13%	49
1 Month T-Bill	3.32%	3.17%	15
3 Month CD	3.55%	3.30%	25
3 Month T-Bill	3.52%	3.27%	25
6 Month CD	4.05%	3.45%	60
6 Month T-Bill	3.83%	3.45%	38
12 Month CD	4.41%	3.75%	66
12 Month T-Bill	4.13%	3.65%	48
1 Year AAA-PSU	4.45%	4.15%	30
1 Year G-Secs	4.26%	3.76%	50
3 Year AAA-PSU	5.45%	5.09%	36
3 Year G-Secs	5.08%	4.44%	64

Source: Bloomberg

Spread Movements

Instrument	Spreads over G-Secs on 30 th November 2021 (bps)	Spreads over G-Secs on 31 st August 2021 (bps)
1 Month CD	30	-4
3 Month CD	3	3
6 Month CD	22	0
12 Month CD	28	10
1 Year AAA-PSU	19	39
3 Year AAA-PSU	37	65

Source: Bloomberg

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