

# Mirae Asset Dynamic Bond Fund

(An Open-ended income Scheme)

**NFO PPT**

**Open : 03<sup>rd</sup> March 2017**

**Close : 17<sup>th</sup> March 2017**

**MIRAE ASSET**  
Mutual Fund



# World Economic News Flow is always creates uncertainty



**BREXIT**



**Demonetization**



**2017**

**RBI Changes stance from Accommodative to Neutral**



**FED Rate Hikes**



**Trump Election**

## Present market conditions and expectations can change quickly and frequently



### What is the solution

- Trying to predict markets is often futile and unproductive
- Rebalancing portfolio in line with evolving market conditions is more constructive & rewarding
- Put efforts on things we can control - Process driven approach to rebalancing portfolio in line with changing outlook on interest rates



# How do you navigate yourself in this market environment



**You can't change  
the direction of  
the wind**

**But you  
can adjust  
your sails**



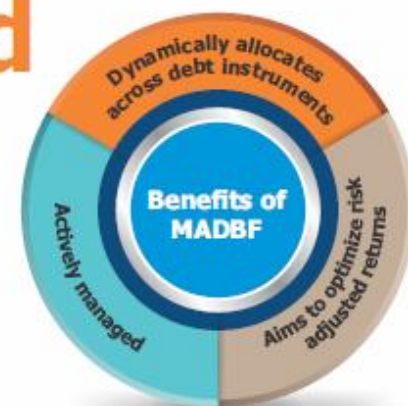
You can't change  
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Invest In

# Mirae Asset Dynamic Bond Fund (MADBF)

(An Open-ended income scheme)



These product is suitable for investors  
who are seeking\*

- Optimal returns over short to medium term
- \* To generate optimal returns through active management of a portfolio of debt and money market instruments



\*Investors should consult their financial  
advisers if they are not clear about  
the suitability of the product.

MUTUAL FUND INVESTMENTS ARE  
SUBJECT TO MARKET RISKS, READ  
ALL SCHEME RELATED DOCUMENTS  
CAREFULLY.

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Call Us  
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Mon-Fri: 9.30am to 5.30pm

Internet  
[www.miraeassetmf.co.in](http://www.miraeassetmf.co.in)

**NFO Opens : 3rd March 2017**

**NFO Closes : 17th March 2017#**

**#Offer for units of Rs. 10/- each during the New Fund Offer period and at NAV based prices upon re-opening.  
Scheme re-opens for continuous sale & re-purchase on and from 27/03/2017**

# Asset Allocation

Types of Instruments	Indicative allocation (% of total assets)		Risk Profile
	Minimum	Maximum	High/Medium/Low
Money market instruments & Debt securities	0	100	Low to Medium

The scheme does not intend to invest in securitized debt and overseas / foreign securities.

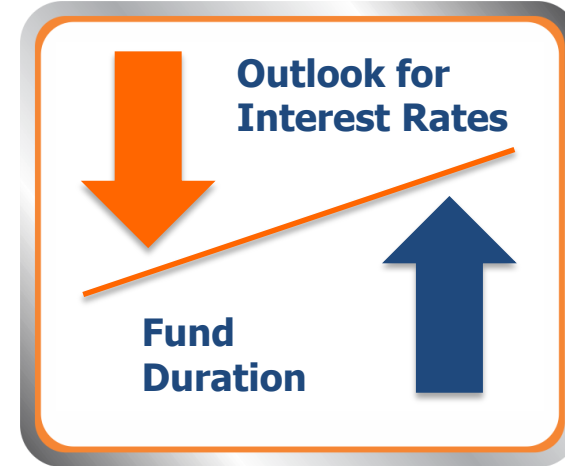
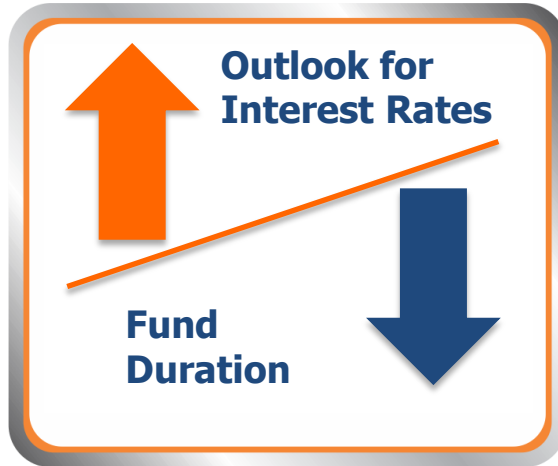
The scheme may invest in repo/reverse repo in corporate bonds. The scheme shall not engage in short selling, credit default swaps and securities lending and borrowing. The scheme shall not invest in any unrated debt instruments and derivatives. The scheme will not advance any loans

# Asset Allocation



**The fund has the flexibility to invest across spectrum of debt and money market instruments and respond to continuously changing market scenario by actively managing its portfolio**

# Investment process for Mirae Asset Dynamic Bond Fund



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**Rebalancing of portfolio following the changes in interest rate outlook**

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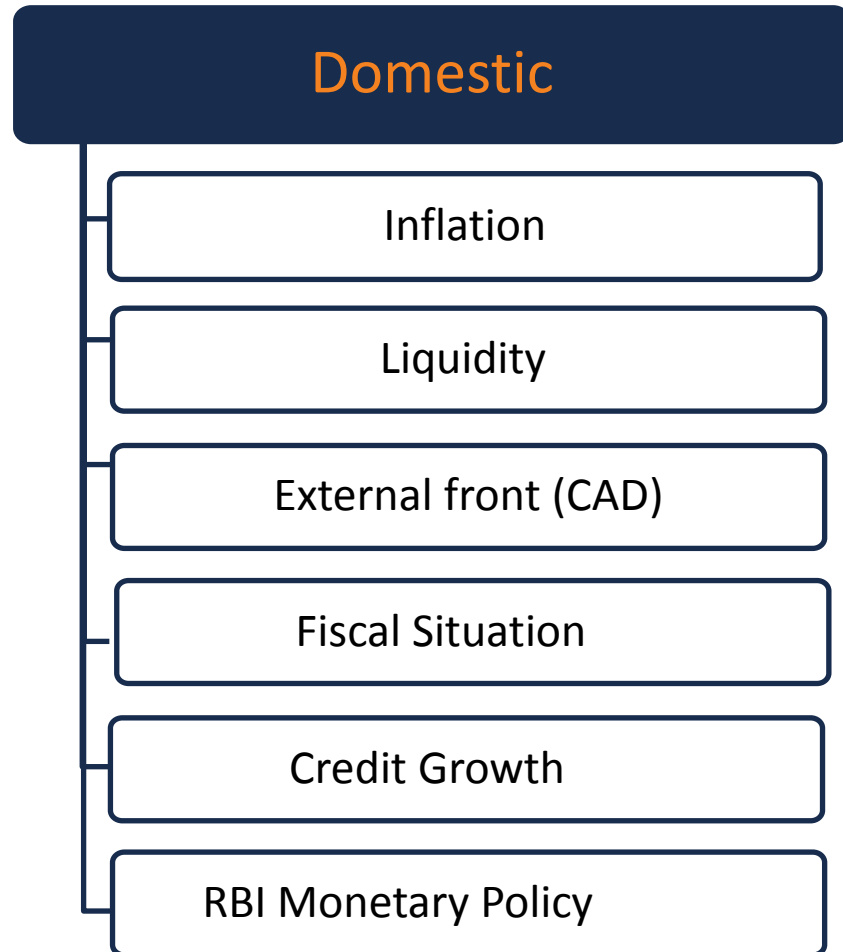
**Changing exposure to longer or shorter maturity bonds**

**Changing composition between Government bonds and Corporate bonds**

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# Key Drivers affecting Interest rates



# Investment Positioning

Scenario			Positioning	Duration
Global		Domestic		
Positive	+	Positive	Aggressive	7-12 Years +
Neutral / Positive	+	Neutral / Positive	Moderate	4-7 Years
Neutral / Negative	+	Neutral / Negative	Cautious	3-4 Years
Negative	+	Positive	Moderate/ Cautious	4-7 / 3-4 Years
Positive	+	Negative	Defensive	1-3 Years
Negative	+	Negative	Protective	0-1 Years

# Investment Positioning

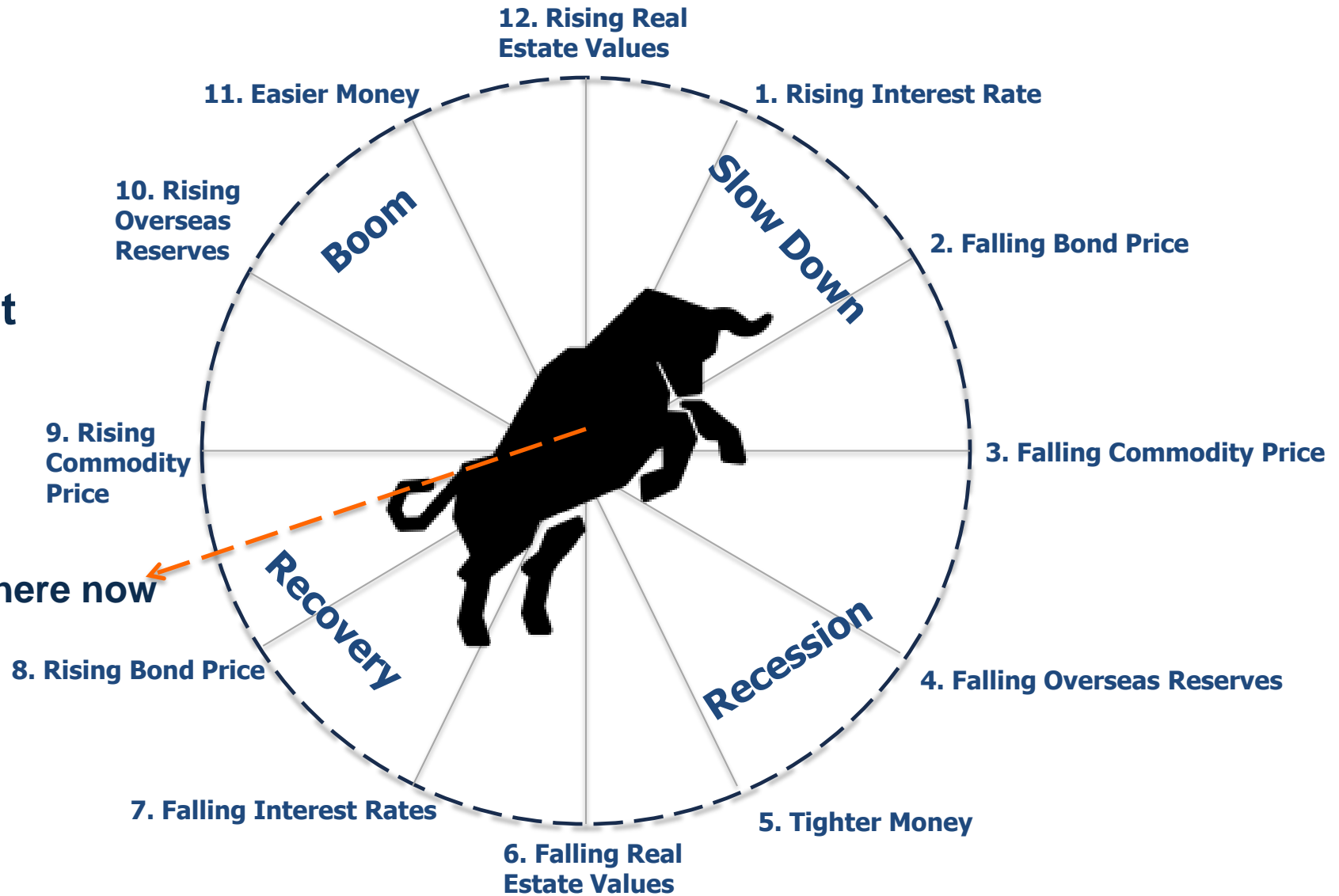


Interest Rate Outlook		Duration	
Positive		Aggressive (7+ years)	
Neutral		Moderate / Cautious (3-7 years)	
Negative		Defensive / Protective (0-3 years)	
Bond Spread Outlook		Portfolio Composition	
		Gsec	Bonds
Positive		0-30%	0-100%
Neutral		0-100%	0-30%
Negative		0-100%	0-20%

# Top of the Boom

Interest  
Rate  
Cycles

We are here now



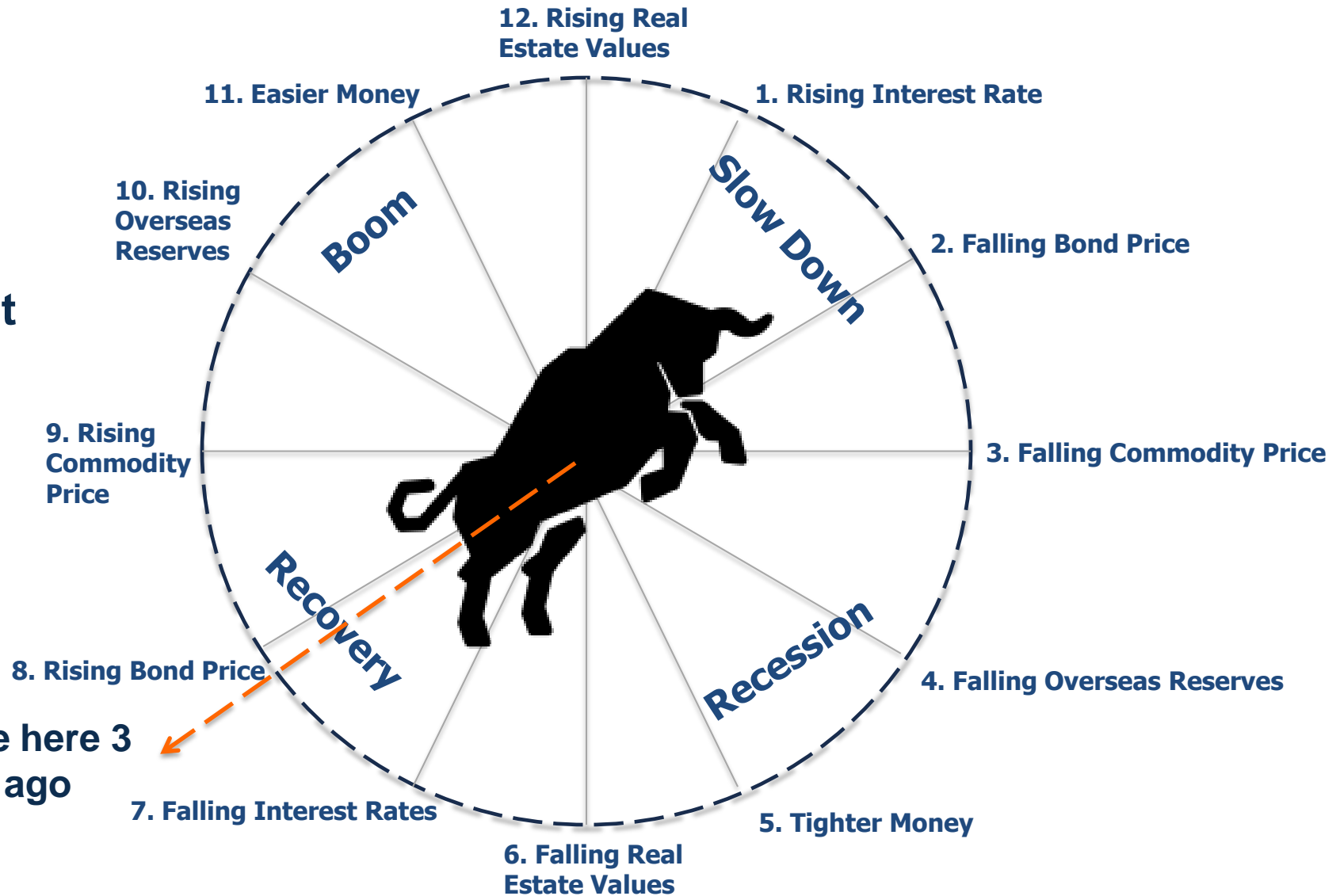
Depth of Recession



## Top of the Boom

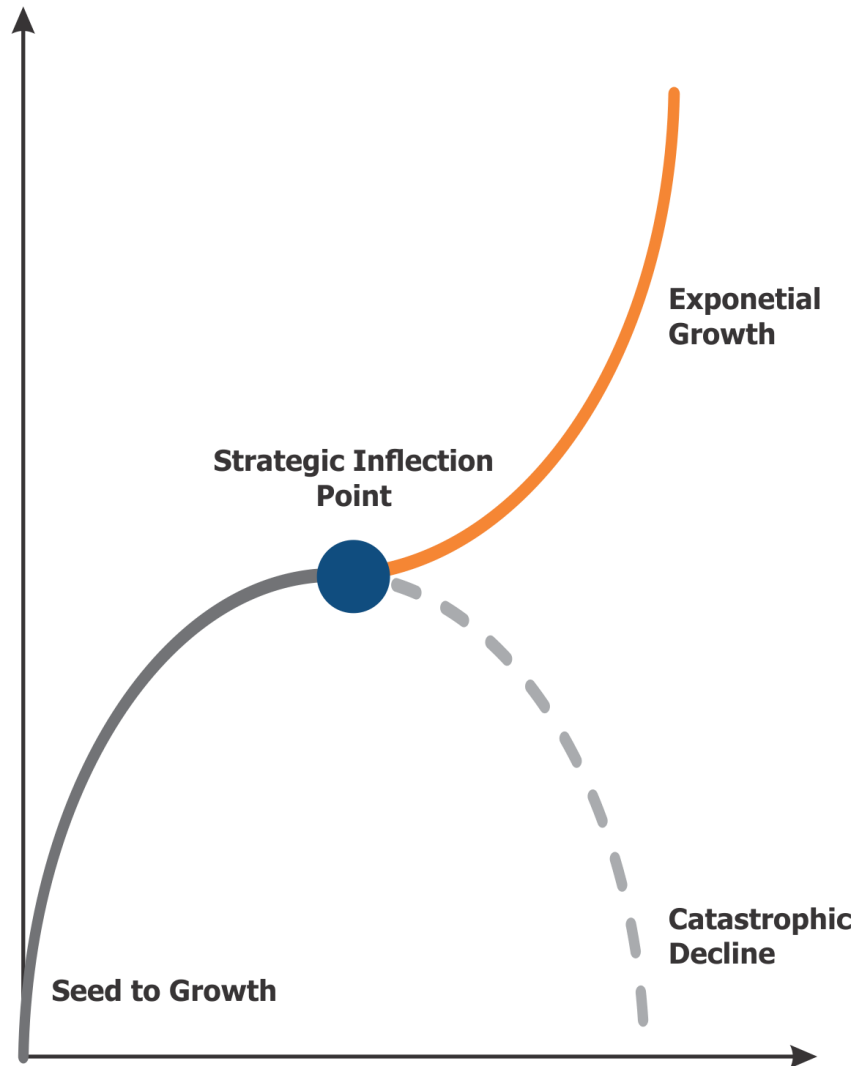
## Interest Rate Cycles

We were here 3 months ago



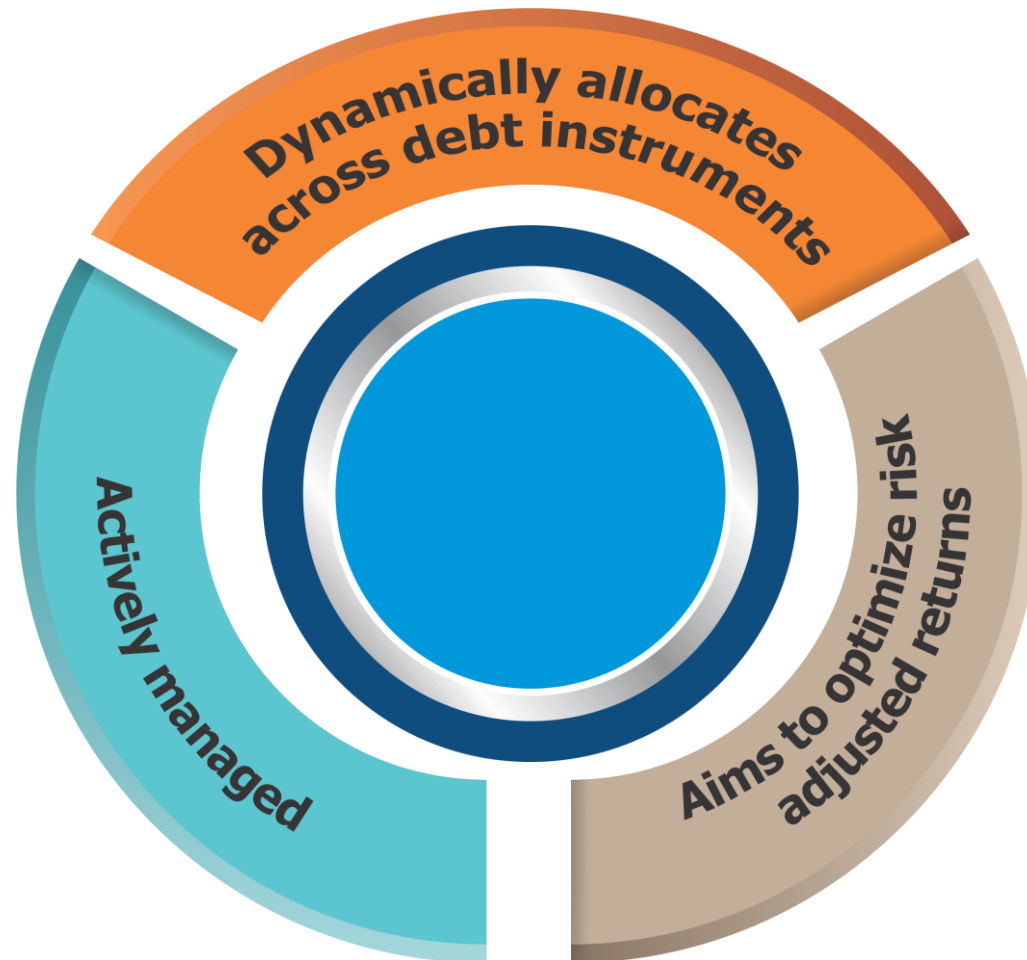
## Depth of Recession

# Identifying Inflection Points



- **Inflection points occurs when**
  - **Economic environment moves from one box of interest rate cycle to another**
- **Typically, inflection points are triggered by unexpected major events**  
**Examples, two significant events in recent months are Demonetization and Donald Trump's victory.**
- **Identifying inflection points helps in advance preparation and response mechanism to capture maximum possible value**

# Why Dynamic Bond Fund



## Fund Features

<b>Type of the Scheme:</b>	An Open-ended Income Scheme
<b>Benchmark:</b>	CRISIL Composite Bond Fund Index
<b>Fund Manager:</b>	Mr. Mahendra Kumar Jajoo (Head – Fixed Income )
<b>Plans &amp; Options:</b>	The Scheme will have Regular Plan and Direct Plan. Each of the above Plans are with following Options (1) Growth Option and (2) Dividend Option – The Dividend Option shall have Dividend Payout and Dividend Reinvestment option.
<b>Minimum Investment: Lump Sum:</b>	5000/- (multiples of Rs. 1/- thereafter)
<b>Systematic Investment Plan (SIP):</b>	Minimum installment amount - Rs. 1000/- (monthly) and Rs. 1500 quarterly frequency)
<b>Exit Load:</b>	If redeemed within 6 months (182 days) from the date of allotment – 0.50% ; If redeemed after 6 months (182 days) from the date of allotment – Nil



# Disclaimer

## Product Labelling

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### RISKOMETER



Investors understand that their principal will be at Moderate risk

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**The presentation is dated 15<sup>th</sup> February, 2017.**

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

# Thank You

