PGIM India Mutual Fund

PGIM India Dynamic Bond Fund

Dynamic Bond Fund - An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and relatively low credit risk scheme.

Rated AAAmfs by ICRA##

June 2026

PGIM India Mutual Fund, Regn No for MF: MF/065/10/02

Why invest in PGIM India Dynamic Bond Fund?

- PGIM India Dynamic Bond Fund is rated as [ICRA] AAAmfs, denoting the highest level of safety regarding timely receipt of payments from the investments the scheme has made.
- PGIM India Dynamic Bond Fund is an actively managed duration fund. The Fund seeks to generate Alpha by taking calls based on active duration / interest rates or on spreads between the curves (that is, the AAA and Government securities) or on the shape of the yield curve.

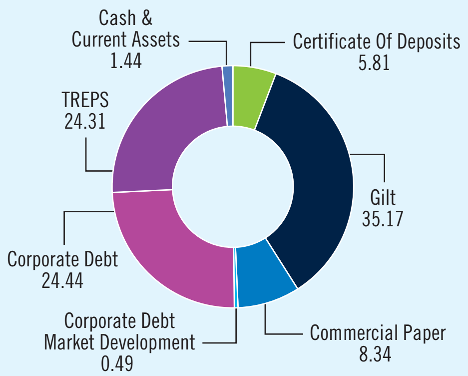
Portfolio Positioning*

- The Fund typically invests predominantly in Government Securities and AAA rated High Quality PSU / Corporate Bonds. The Fund is an actively managed duration fund.

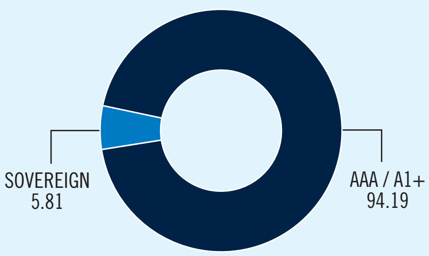
Who should invest?

PGIM India Dynamic Bond Fund is meant for investors who are averse to holding credit risk but who have an appetite to handle volatility arising from duration risk in the portfolio. Ideal for investors with a horizon of 36 months and longer.

Asset Allocation (% AUM)



Credit Quality Profile (% AUM)



All the above data are as on June 30, 2026.

** These are based on fund manager's current outlook & Subject to change.*

Fund Details

AUM as on June 30, 2026 (₹ in Crore):	82.89
For the Debt Portfolio	
Portfolio Yield (%)	6.49
Modified Duration (years)	2.73
Average Portfolio Maturity (years)	3.71
Macaulay Duration (years)	2.85

Portfolio Holdings

Issuer	% to Net Assets	Rating
6.36 GOI Mat 2031	20.65	GOVT SOV
6.59 Power Finance Corporation Limited NCD Sr Bs 251b 2030	8.87	CRISIL AAA
HDFC Securities Ltd CP Mat 2026	8.34	CARE A1+
6.65 IRFC Bonds Series 190 NCD Mat 2030	6.55	CRISIL AAA
6.48 GOI Mat 2035	6.17	GOVT SOV
6.70 Rec Ltd Series 249 B NCD Mat 2029	5.96	CRISIL AAA
Canara Bank CD Mat 2027	5.81	CRISIL A1+
7.18 G Sec Mat 2037	4.96	GOVT SOV
8.01 Rec Ltd S.a. Goi Fully Serviced Bond Series-Ii NCD Mat 2028	3.06	CRISIL AAA
7.34 GOI Mat 2064	1.06	GOVT SOV

Please visit https://www.pgimindia.com/mutual-funds/disclosures/Portfolios/Monthly-Portfolio for complete details on portfolio holding of the Scheme.

This scheme has exposure to floating rate instruments and / or interest rate derivatives. The duration of these instruments is linked to the interest rate reset period. The interest rate risk in a floating rate instrument or in a fixed rate instrument hedged with derivatives is likely to be lesser than that in an equivalent maturity fixed rate instrument. Under some market circumstances the volatility may be of an order greater than what may ordinarily be expected considering only its duration. Hence investors are recommended to consider the unadjusted portfolio maturity of the scheme as well and exercise adequate due diligence when deciding to make their investments

Fund Manager's View

- Bond yields fell sharply in June as RBI announced a slew of measures to attract capital flows with government also announcing exemption from capital gains and withholding tax for Foreign Portfolio Investments (FPIs). Sentiment improved further with the signing of MoU between US and Iran which led to a sharp fall in crude oil prices. Markets further recalibrated their expectations of rate hikes as the RBI governor, in a media interaction, pushed back against rate hikes.
- All these led to a sharp fall in yields across the yield curve with the 10yr benchmark yield falling by 25bps. The longer end of the curve outperformed on an absolute basis with yields coming off by 25-30 bps. Brent crude price fell by over 20% during the month. Among the series of measures announced by RBI, the Foreign Currency Non-Resident FCNR(B) deposit scheme is expected to garner the maximum amount as leverage is possible in this scheme and these deposits are exempt from Statutory Liquidity Ratio (SLR) and Cash Reserve Ratio (CRR) requirements.
- The tax exemption given to FPIs to invest in debt led to aggressive inflows with FPIs infusing US$5.70 bn into G-secs. The tax exemption has increased the probability of Indian Fully Accessible Route (FAR) securities getting included in the Bloomberg Global Aggregate Bond Index, whose decision is expected by mid-July. If included, USD 25-30bn of inflows can come in in FY28.
- Monsoons continues to be deficit with a cumulative rainfall deficit at 43% in June. Out of the 36 sub-divisions, till date, seven have received scanty rainfall, 18 have received deficient rainfall, 10 have received normal rainfall and 1 has received excess rainfall. News reports indicate that El Nino and neutral Indian Ocean Dipole (IOD) conditions have started to set in. As of June 19, the total kharif acreage was 1.6% higher than the same period last year. Rice sowing was 53% higher at 1.2 mn hectares. Pulses acreage at 0.7 mn hectares was 12.8% higher than last year while coarse cereal acreage was 27% higher at 1.2 mn hectares. Oilseeds acreage was 10.7% lower at 0.7 mn hectares. Sugarcane acreage was 1.2% higher at 5.7 mn hectares, and cotton acreage was 25% lower at 1.7 mn hectares. Basin-wise reservoir levels has remained in surplus.
- Among major river basins, Ganga (North and East), Indus (North India), Godavari (West and South), Mahanadi (Central and East), Narmada (Central and West), Tapi (Central and West) were surplus while Krishna (West and South), Cauvery (South), and West flowing southern rivers were in deficit. Overall, basins and reservoirs levels were 5.7% above long-term average for week-ending June 25.
- The Consumer Price Index (CPI) inflation came in slightly lower than market expectations at 3.93%, with "core" inflation at 3.90%. The WPI inflation came in at 9.68%, highest since September 2022 and the first reading in the new series. Imported items drove inflation higher along with food prices. As the peace talks progress in West Asia, crude oil prices have fallen significantly and if brent crude prices sustain at these levels, then both CPI and WPI inflation is likely to cool off going ahead. Trade deficit came in at US$28 bn, which was flat on a MoM basis.
- Global bond yields continued to stay elevated with hikes by Bank of Japan (BOJ), European Central Bank (ECB) and Bank of Indonesia. The Federal Open Market Committee (FOMC) meeting was hawkish compared to market expectations even as policy rates were left unchanged. This was chairman Warsh's first meeting and the new chairman indicated forthcoming changes at the Fed, with the future removal of the forward guidance and a shortened press release. The "dot plot" was revised upwards indicating a potential rate hike by end of 2026. The medium term "dots" also indicated higher rates for both 2027 and 2028 compared to the March FOMC meeting. The Dollar Index strengthened to above 101.
- We expect the benchmark 10yr bond yield to trade in a broad range of 6.50% to 6.85% over the next one month.

Source: RBI, Bloomberg.

About Us

PGIM India Mutual Fund is part of PGIM, the global investment management arm of Prudential Financial, Inc. (PFI), with over **$1.44 trillion** in assets under management. PGIM India Asset Management offers a comprehensive range of equity and fixed income solutions through mutual funds, alternatives, and portfolio management services. Leveraging PGIM's 150-year **shared legacy** and expertise across more than 30 market cycles, PGIM India combines global insights with local investment expertise to provide an enriching investment experience. Headquartered in Mumbai, the fund house operates across **25 cities** in India, managing 25 open-ended funds.

Source: www.pgim.com. As on 31/03/2026.

Asset Allocation

Instruments	Indicative allocations (% of total Assets)	
	Minimum	Maximum
Money market instruments & Debt Securities	0%	100%

Please refer to the Scheme Information Document for more details on asset allocation.

Key Features

Benchmark index:
CRISIL Dynamic Bond A-III Index

Fund Manager:
Mr. Puneet Pal and Mr. Akhil Dhar

Exit load: Nil

Potential Risk Class

Credit Risk → / Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	A-III		

Macaulay Duration: The Macaulay duration 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.

Modified Duration: Modified duration is the price sensitivity and the percentage change in price for a unit change in yield.

##ICRA has assigned the "[ICRA] AAAmfs" (pronounced as ICRA triple A m f s) rating to the PGIM India Dynamic Bond Fund. Schemes with this rating are considered to have the highest degree of safety regarding timely receipt of payments from the investments that they have made. The ratings should, however, not be construed as an indication of the performance of the Mutual Fund scheme or of volatility in its returns For complete rating scale and definitions please refer to ICRA's Website www.icra.in or other ICRA Rating Publications ICRA Credit Quality Rating Methodology for debt mutual fund schemes ICRA's mutual fund rating methodology is based on evaluating the inherent credit quality of the fund's portfolio. As a measure of the credit quality of a debt fund's assets, ICRA uses the concept of "credit scores". These scores are based on ICRA's estimates of credit risk associated with each exposure of the portfolio taking into account its maturity. To quantify the credit risk scores, ICRA uses its database of historical default rates for various rating categories for various maturity buckets. The credit risk ratings incorporate ICRA's assessment of a debt fund's published investment objectives and policies, its management characteristics, and the creditworthiness of its investment portfolio. ICRA reviews relevant fund information on an ongoing basis to support its published rating opinions. If the portfolio credit score meets the benchmark of the assigned rating during the review, the rating is retained. In an event that the benchmark credit score is breached, ICRA gives a month's time to the debt fund manager to bring the portfolio credit score within the benchmark credit score. If the debt fund manager is able to reduce the portfolio credit score within the benchmark credit score, the rating is retained. If the portfolio still continues to breach the benchmark credit score, the rating is revised to reflect the change in credit quality.

Riskometer

This product is suitable for investors who are seeking*:

- Regular income for short term
- To generate returns through active management of a portfolio of debt and money market instruments
- Degree of risk – MODERATE

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

The risk of the scheme is moderate

The views of the Fund Manager should not be construed as an advice and investors must make their own investment decisions regarding suitability of the funds based on their specific investment objectives and financial positions and using such independent advisors as they believe necessary. Investors are advised to consult their own legal, tax and financial advisors to determine possible tax, legal and other financial implication or consequence of subscribing to the units of the PGIM India Mutual Fund ("Fund").

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