

# PGIM India Liquid Fund

Liquid Fund - An Open ended Liquid Scheme. A relatively low interest rate risk and moderate credit risk scheme.

Rated A1+mfs by ICRA##

March 2026

## Why invest in PGIM India Liquid Fund?

PGIM India Liquid Fund is a low to moderate risk fund that seeks to generate steady returns with high liquidity by investing in a portfolio of short term, high quality money market and debt instruments. The portfolio is rated A1+mfs by ICRA, denoting the strong degree of safety regarding timely receipt of payments from the investments the scheme has made.

## Investment Strategy

- PGIM India Liquid Fund seeks to deliver reasonable market related returns with lower risk and higher liquidity through a portfolio of debt and money market instruments.
- Fund managers will manage portfolios based on the outlook on interest rates and liquidity etc. Such outlook will be developed by in-house assessment of various macro factors like economic growth, inflation, credit pick-up, liquidity and other such factors as considered relevant.
- Fund managers will actively monitor and review markets and portfolios so that necessary rebalancing of the portfolios can be done.
- The portfolio comprises of securities with a residual maturity of upto 91 days.

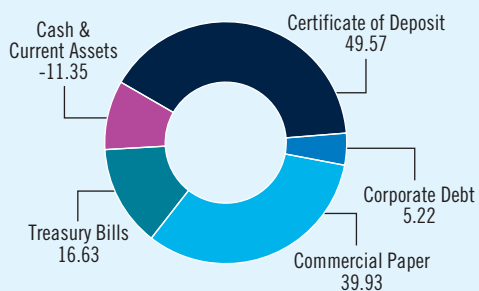
## Portfolio Positioning\*

- 94.78% of the portfolio is invested in AAA/A1+ rated securities and Sovereign Bonds.

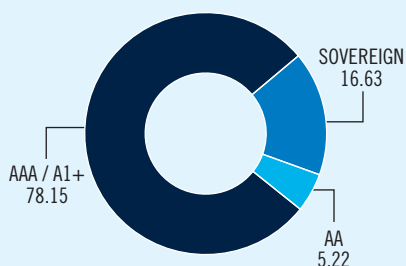
## Who should invest?

PGIM India Liquid Fund is ideal for investors looking at managing their short term liquidity requirements.

### Asset Allocation (% AUM)



### Credit Quality Profile (% AUM)



## Fund Details

AUM as on March 31, 2026 (₹ in Crore): 478.48

### For the Debt Portfolio

Portfolio Yield (%)	7.71
Modified Duration (months)	1.91
Average Portfolio Maturity (months)	2.04
Macaulay Duration (months)	2.04

## Portfolio Holdings (Top Ten)

Issuer	% to Net Assets	Rating
Bank of Baroda	10.33	IND A1+
EXIM Bank	10.32	CRISIL A1+
HDFC Bank Ltd.	10.31	CARE A1+
91 Days T Bill MAT 2026	9.38	SOV
HSBC InvestDirect Financial Services India Ltd	8.24	CRISIL A1+
Aditya Birla Money Ltd	7.95	CRISIL A1+
Aadhar Housing Finance Ltd	5.22	IND AA
Canara Bank	5.18	ICRA A1+
Punjab National Bank	5.18	IND A1+
364 Days T Bill MAT 2026	5.18	SOV

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

## Fund Manager's View

- The last month of the financial year proved to be the most eventful month over the last few years as geo political issues took centre stage, roiling markets across the globe and across asset classes. As the war in Middle East extended beyond initial expectations, INR and Indian markets came under increasing pressure owing to the Indian economy's energy dependency. INR weakened to an all-time low against the USD crossing 95, before a minor pullback, closing the month at 94.83.
- In consonance with the move in INR, there was selloff across the curve in bonds as well with the benchmark 10yr bond yield up 37 bps in the month. There was simply no appetite for buying bonds in the market in spite of RBI conducting OMO purchases of INR 1.76 lac crore during the month. In FY26, RBI has bought INR 8.77 lac crore worth of bonds in OMO purchases and despite such huge support bond yields have continued to trend higher since July of 2025. SDL supply has put pressure along with elevated credit deposit ratio of the banking system.
- The banking system deposits showed a growth of 10.80% during the year while banking credit grew at 13.80% in FY26. Money market yields also rose 30-40 bps across the curve with the 1yr maturity CD yield trading in the vicinity of 7.25% and 3 month maturity CD getting traded at a yield of 7.60%. Overall, the bond market sentiments remain pretty weak. Earlier in the month, CPI inflation came in at 3.21%, in line with expectations on back of higher fuel prices with "core" Inflation remaining benign at 3.40%. Given the sharp surge in crude oil and fertilizer prices, the duration of the Middle East conflict will have a direct impact on Inflation and economic growth for FY27. Commercial LPG prices have already been increased twice while the excise duties on petrol and diesel have been reduced to cushion the impact on oil marketing companies. Overall, the Inflation outlook has worsened and the outlook on growth has become muddled. The duration of the conflict and the sustainability of the elevated crude oil prices will have a direct bearing on Inflation.
- RBI has taken administrative steps to support INR, which can help in the short term but INR remains the worst performer in Asia and among emerging markets, having depreciated ~11% in FY26. FPI outflows continued, with USD 12.68 bn flowing out of equity markets in March, while debt outflows stood at USD 1.74 bn. RBI's short position in the forwards market is believed to have gone up substantially near to USD 100 bn and there are some concerns around macroeconomic stability.
- The OIS curve has risen sharply with the 5yr OIS trading at 6.78%, up 79 bps during the month and 1 yr OIS up 77 bps during the month. The OIS curve is pricing in 125 bps of rate hikes in the year ahead.
- Globally, bond yields hardened by 30–60 bps, reflecting a worsening inflation outlook.
- The duration and the extent of the Middle East conflict will be a key determinant of the Inflation and the growth outlook for FY27. Though the Inflation outlook has worsened markedly, we do not expect a rate hike by the MPC in next week's policy meeting as the current lower Inflation buys some time for the MPC to wait and gauge the impact of the rapidly evolving situation. We expect RBI to sound hawkish with a decent probability of a change in the monetary policy stance, signalling the end of the rate cutting cycle.

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](http://www.pgim.com)

## Asset Allocation

Instruments	Indicative allocations (% of total Assets)	
	Minimum	Maximum
Debt and Money Market Instruments	0%	100%

The scheme shall make investments in / purchase money market and debt instruments with a maturity of upto 91 days. Please refer to the Scheme Information Document for more details on asset allocation.

## Key Features



**Benchmark index:**  
CRISIL Liquid Debt A-I Index



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



**Exit load:**

Investor exit upon subscription	Exit load as a % of redemption / switch proceeds
Day 1	0.0070%
Day 2	0.0065%
Day 3	0.0060%
Day 4	0.0055%
Day 5	0.0050%
Day 6	0.0045%
Day 7 Onwards	0.0000%

## Potential Risk Class

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)		<b>B-I</b>	
Moderate (Class II)			
Relatively High (Class 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] A1+mfs" (pronounced as ICRA A one plus m f s) rating to the PGIM India Liquid 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](http://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.

[www.pgimindia.com/mutual-funds](http://www.pgimindia.com/mutual-funds)

1800 209 7446

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### Riskometer

This product is suitable for investors who are seeking\*:

- Liquidity and generate income in the short term
- Investment in debt and money market securities with maturity upto 91 days only
- Degree of risk – LOW TO MODERATE

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



The risk of the scheme is low to 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").

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