

PGIM India Ultra Short Duration Fund

An Ultra-Short Duration Fund - An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months to 6 months. A relatively low interest rate risk and moderate credit risk scheme.

Rated A1+ mfs by ICRA##

March 2026

Why invest in PGIM India Ultra Short Duration Fund?

PGIM India Ultra Short Duration Fund is a low to moderate risk fund for short term investing needs.

Investment Strategy

- The aim of the investment strategy is to generate returns with a low to moderate risk, particularly minimal interest rate risk strategy.
- The Scheme shall be actively managed and the Fund Management team shall formulate an active view of the interest rate movement by monitoring various parameters of the Indian economy, as well as developments in global markets.
- The Macaulay Duration of the portfolio will be maintained between 3 months to 6 months.

Portfolio Characteristics*

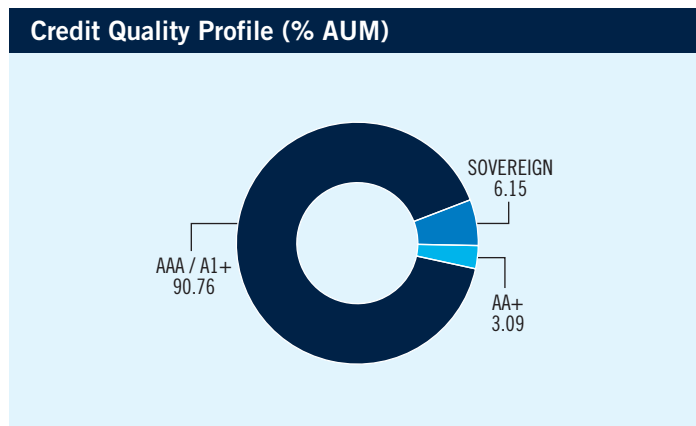
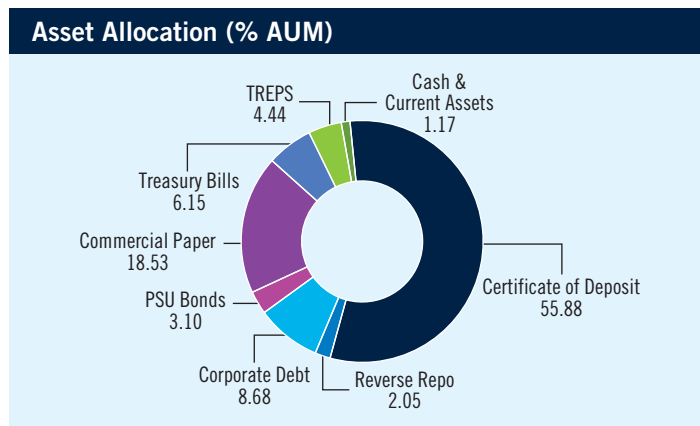
- The fund has been maintaining a high quality mix of liquid and short term securities which seeks to deliver steady returns with lower volatility.
- Predominantly invested in money market securities and short term bonds.

Portfolio Positioning*

- PGIM India Ultra Short Duration Fund does not take duration calls and maintains 'mark to market' exposure at nominal levels in order to moderate volatility in returns.
- Strict control on average maturity limits the return volatility of the fund.
- Investment in AAA/A1+ rated securities and Sovereign bonds is 96.91%.

Who should invest?

PGIM India Ultra Short Duration Fund is ideal for investors looking at investing their surplus money for a period upto 6 months.



Fund Details

AUM as on March 31, 2026 (₹ in Crore):	161.01
For the Debt Portfolio	
Portfolio Yield (%)	7.30
Modified Duration (months)	5.29
Average Portfolio Maturity (months)	5.64
Macaulay Duration (months)	5.64

Maturity Profile As on March 2026 (%)

0-1M	7.09	6-9M	10.09
1-3M	34.39	9-12M	35.18
3-6M	5.59	12M +	7.67

Portfolio (Top Ten Holdings)

Issuer	% to Net Assets	Rating
Union Bank of India	9.81	ICRA A1+
Aditya Birla Money Ltd	7.09	CRISIL A1+
182 Days T BILL MAT 2026	6.15	SOV
Bank of Baroda	6.13	CARE A1+
HSBC InvestDirect Financial Services India Limited	6.12	CRISIL A1+
National Bank For Agriculture & Rural Development	5.86	CRISIL A1+
ICICI Bank Ltd.	5.85	ICRA A1+
Small Industries Development Bank of India	5.84	CARE A1+
Canara Bank	5.82	CRISIL A1+
HDFC Bank Ltd.	5.82	CARE A1+

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

Asset Allocation

Instruments

Indicative allocations (% of total Assets)

Minimum Maximum

Debt and Money Market Instruments including Government securities

0%

100%

The Macaulay Duration of the portfolio will be maintained between 3 months to 6 months. Please refer to the Scheme Information Document for more details on asset allocation.

Key Features



Benchmark index:
CRISIL Ultra Short Duration Debt A-I Index



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



Exit load: Nil.

Potential Risk Class

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)		B-I	
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 Ultra Short Duration 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.

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Riskometer

This product is suitable for investors who are seeking*:

- Income over the short term
- Investment in short term debt and money market instruments
- 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.