

About the Scheme

ICICI Prudential Ultra Short Term Fund is an open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months. 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.

Current Investment Approach

- **Instrument profile:** The scheme seeks to invest in a range of debt and money market instruments. However, the scheme will restrict allocation towards G-Sec with an aim to limit volatility.
- **Credit risk management:** The scheme proposes to invest in well researched investment grade debt instruments. Follows a rigorous credit selection process to spot mispriced credit opportunities, with a view to enhance yield with controlled risk levels.
- **Duration management:** Currently, the scheme proposes to maintain Macaulay duration between 3 months and 6 months.
- **Hold till maturity:** The scheme aims to generate reasonable accrual income by investing in corporate bonds primarily with hold till maturity approach.

Why ICICI Prudential Ultra Short Term Fund

- ✓ The scheme intends to generate reasonable returns across all interest rate cycles and thus can be suitable for investments at any given point of time.
- ✓ The scheme intends to generate accrual returns with lower volatility by holding its investments till maturity.
- ✓ Investors who have moderate risk appetite and wish to earn reasonable returns may consider investing in this scheme.

Potential Risk Class (PRC)

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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)			

Investment Style

Debt			Duration
Credit Quality			
High	Medium	Low	
			Low
			Short
			Medium
			Medium to Long
			Long

Investment Approach

- Researched Credit Calls
- Hold till maturity approach with Focus on Accruals
- Macaulay duration of the portfolio between 3 -6 months

Features of the Scheme

Type of Scheme	An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months. A relatively high interest rate risk and moderate credit risk
Plans	ICICI Prudential Ultra Short Term Fund & ICICI Prudential Ultra Short Term Fund – Direct Plan
Options	Growth & IDCW* Option (Daily, Weekly, Fortnightly, Monthly, Quarterly, Half-Yearly frequencies) (IDCW Payout & IDCW Reinvestment facility available)
Minimum Application Amount	For Growth & IDCW option: Rs.5,000 (plus in multiples of Re.1) For AEP option: Rs.25,000 (plus in multiples of Re.1)
Minimum Additional Investment	Rs.1,000 (and in multiples thereof) under each option
Minimum Redemption Amount	Any Amount
Entry Load	Not applicable
Exit Load	Nil
Fund Manager	Manish Banthia (Managing this scheme since Nov 2016 and overall experience of 16 years) Ritesh Lunawat ((Managing this scheme since Jun, 2017 and overall 7 years of experience)
Benchmark Index	NIFTY Ultra Short Duration Debt Index
SIP / SWP/ STP (Flex, Value)	Available

*IDCW – Income Distribution cum Capital Withdrawal Option. Payment of IDCW is subject to availability of distributable surplus and Trustee approval. Pursuant to payment of IDCW , the NAV of the scheme falls to the extent of IDCW payout. When units are sold and sale price (NAV) is higher than face value of the unit, a portion of sale price that represents realized gains is credited to an Equalization Reserve Account and which can be used to pay IDCW. IDCW can be distributed out of investors capital (Equalization Reserve), which is part of sale price that represents realized gains. In case the unit holder has opted for IDCW payout option, the minimum amount for IDCW payout shall be 100 (net of statutory levy, if any), else the IDCW would be mandatorily reinvested. IDCW Payout -Payout of Income Distribution cum capital withdrawal option;IDCW Reinvestment - Reinvestment of Income Distribution cum capital withdrawal option.

This Product is suitable for investors who are seeking*:

- Short term regular income
- An open ended ultra-short term debt scheme investing in a range of debt and money market instruments.

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



Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis as per SEBI circular dated October 05, 2020 on Product Labelling in Mutual Fund schemes –Risk-o-meter. Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details.

Statutory Details

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

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ICICI Prudential

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statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our services and / or investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, etc. The AMC (including its affiliates), the Mutual Fund, the trust and any of its officers, directors, personnel and employees, shall not be liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner. The recipient alone shall be fully responsible/are liable for any decision taken based on this material. All figures and other data given in this document are dated and the same may or may not be relevant in future. 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 ICICI Prudential Mutual Fund.