



## Baroda Credit Risk Fund

(Formerly known as Baroda Pioneer Credit Opportunities Fund)

An open ended debt scheme predominantly investing in AA and below rated corporate bonds (excluding AA+ rated corporate bonds).

### Fund suitable for investors:

- With higher risk appetite
- Having a Medium to long term investment horizon
- Aiming to diversify their debt holdings across the credit rating spectrum
- Seeking High accrual portfolio strategy over duration

### Introduction:

In a typical credit spectrum there are both rising and falling interest rate environment. Investor while deciding to invest in a fixed income fund would look at the future interest rate and credit risk scenario. In a rising interest rate scenario short maturity debt funds are favored and when the markets expect the interest rate to fall the preference is given to long term maturity debt funds.

### What is Credit Risk Fund?

Credit-risk funds are debt funds which have at least 65% of their investments in less than AA-rated paper. They generate high returns by taking higher credit risks and invest in lower-rated papers. The interest risk in these funds is low as most of them carry a low duration. Such funds invest based on short to medium term interest rate view and shape of the yield curve. They typically maintain a moderate duration of upto 2 years and invests in well researched credits / structures for yield enhancement. Such funds look for opportunities in the fixed income segment across varying interest rates cycle. Investing in such funds give investor the benefit of generating income in both rising and falling interest rate environment.

### Why Baroda Credit Risk Fund?

- The fund's primary objective is to generate returns by predominantly investing in AA and below rated corporate bonds, debt, government securities and money market instruments across the credit spectrum.
- It aims at a low portfolio turnover to help generate returns through accrual - based yield enhancement strategy by taking limited exposure to well researched & mispriced credit opportunities.
- The fund follows a rigorous credit selection process – helps spot mispriced credit opportunities with a view to deliver better returns with controlled risk levels.
- Dedicated Credit Analyst assessing the credit worthiness of the issuers enabling the fund manager to make investments in private sector credits.

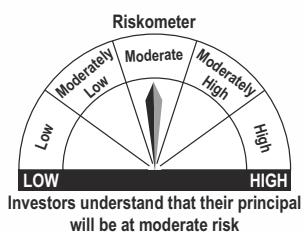
### Investment Approach

The scheme has an actively managed & well diversified portfolio. Each individual security is selected post rigorous analysis & the Fund manager follows a robust credit risk investment & monitoring process. The fund's strategy is to benefit from accrual-based returns by running a moderate duration portfolio which maintains a prudent balance in exposure towards short to medium tenor corporate bonds.

## SCHEME DETAILS

<b>Investment Objective:</b>	The main objective of the Scheme is to generate returns by investing in debt and money market instruments across the credit spectrum. There is no assurance or guarantee that the investment objective of the Scheme will be realized.	<b>Plans &amp; Options:</b>	Plan A & Plan B (Direct) A. Growth Option B. Dividend Option : (Payout / Reinvestment)
<b>Structure:</b>	An open ended debt scheme predominantly investing in AA and below rated corporate bonds. (Excluding AA+ corporate bonds)	<b>Entry Load (%):</b>	NA
<b>Fund Category:</b>	Credit Risk	<b>Exit Load (%):</b>	If units are redeemed upto 10% on or before 1 year from the date of allotment of units : NIL If units are redeemed over and above the 10% on or before 1 year from the date of allotment of units: 1% of the applicable NAV If units are redeemed after 1 year from the date of allotment of units: NIL
<b>Minimum Investment:</b>	₹5,000/-& in multiples of ₹1/-thereafter	<b>SIP (Minimum):</b>	₹500/month - 12 Installments ₹1500/quarter - 4 Installments
<b>Benchmark Index:</b>	CRISIL Short Term Bond Fund Index		
<b>Launch Date:</b>	23 January, 2015		

## PRODUCT LABEL



**This product is suitable for investors who are seeking<sup>†</sup>:**

- Income over medium term.
- Investment in a mix of debt and money market instruments across the credit and maturity spectrum.

<sup>†</sup>Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

## MEET THE TEAM



**Mr. Alok Sahoo** Head of Fixed Income  
Total Experience: 17 years  
With Baroda AMC since December 2008  
Qualifications: CFA, FRM, BE - NIT Rourkela & MBA -Xavier's Institute of Management



**Mr. Karn Kumar** Fund Manager & Senior Analyst  
Total Experience: 13 years  
With Baroda AMC since August 2013  
Qualifications: C.A & B.Com

## Baroda Asset Management India Limited

Baroda Asset Management India Limited ("AMC"), investment manager to Baroda Mutual Fund ("Mutual Fund"), is a wholly owned subsidiary of Bank of Baroda and is positioned to serve the varied asset management needs of investors in India through a range of equity, debt and money market offerings. The Mutual Fund has been working to create an operational and servicing platform well suited to the exacting requirements of our existing and potential investors. Bank of Baroda is a state-owned bank with more than 106 years of successful existence. The biggest strength is its uninterrupted profit performance and consistent record in dividend payments. The name inspires confidence among its customers. A consistent track-record, sound financials and its contribution to social sectors and policy-making have given Bank of Baroda a unique place in the Indian banking universe.

### To know more:



Toll Free : 1800 2670 189  
9 am to 6 pm - Monday to Saturday on all Business Days  
and 9 am to 2 pm on 2nd & 4th Saturdays of the Month



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To manage your folio online logon to:  
<https://online.barodamf.com/online>



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