

IDBI Asset Management Company Limited

March 16, 2023

Scheme Name	Rating ¹	Rating Action
IDBI Dynamic Bond Fund	-	Withdrawn
IDBI Gilt Fund	-	Withdrawn

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited (CARE Ratings) has withdrawn the outstanding ratings assigned to IDBI Dynamic Bond Fund and IDBI Gilt Fund of IDBI Asset Management Company Limited with immediate effect. The above action has been taken at the request of IDBI Asset Management Company Limited, as assets under management (AUMs) of both IDBI Dynamic Bond Fund and IDBI Gilt Fund have declined below the Securities & Exchange Board of India (SEBI) stipulated size for schemes; due to which the AMC has wound up the schemes.

Further, the withdrawal is basis confirmation from Registrar and transfer agent (R&T) that units of both IDBI Dynamic Bond Fund and IDBI Gilt Fund have been extinguished by way of redemption. R&T has confirmed that redemption proceeds have been duly released to all eligible investors and proceeds of some investors whose KYC has not been validated or documents not submitted are kept on hold and amount has been transferred to unclaimed scheme. Further, the communication in this regard is being sent to such investors.

Analytical approach

Assessment of underlying credit quality of the debt schemes.

Applicable criteria

[Rating Methodology – Fund Credit Quality](#)

[Policy on Withdrawal of Ratings](#)

About the fund

IDBI Dynamic Bond Fund:

This fund was launched by IDBI Asset Management Limited in February 2012. The investment objective of the scheme is to generate income while maintaining liquidity through the active management of a portfolio comprising debt and money market instruments.

IDBI Gilt Fund:

It was launched by IDBI Asset Management Limited in December 2012. The investment objective of the scheme is to provide regular income along with opportunities for capital appreciation through investments in a diversified basket of central government dated securities, state government securities, and treasury bills.

About the company and industry

Industry Classification

Macro Economic Indicator	Sector	Industry	Basic Industry
Financial Services	Financial Services	Capital Markets	Asset Management Company

IDBI Asset Management Limited, a subsidiary of IDBI Bank Limited, is a public limited company that has been appointed as the AMC of the IDBI Mutual Fund by the IDBI MF Trustee Company Limited. IDBI Mutual Fund has been constituted as a trust by IDBI Bank Limited (the Sponsor) and IDBI MF Trustee Company Limited acts as the Trustee. The AMC reported average assets under management (AAUM) at ₹3,867 crore (excluding Fund of Funds – Domestic but including Fund of Funds – overseas) for the quarter ended December 31, 2022.

Status of non-cooperation with previous CRA: Not applicable

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd's publications

Any other information: Not applicable

Rating history for the last three years: Please refer Annexure-2

Covenants of the rated instruments/facilities: Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of the various instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
IDBI Dynamic Bond Fund	-	-	-	-	-	Withdrawn
IDBI Gilt Fund	-	-	-	-	-	Withdrawn

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1.	IDBI Dynamic Bond Fund	Open-Ended Debt Scheme	-	Withdrawn	1) CARE AAA mfs (May 27, 2022) 2) CARE AAA mfs (February 14, 2023)	1) CARE AAA mfs (May 31, 2021)	1) CARE AA+ mfs (June 04, 2020)	1) CARE AA+ mfs (January 03, 2020) 2) CARE AA+ mfs (November 06, 2019) 3) CARE AA mfs (July 04, 2019)
2.	IDBI Gilt Fund	Open-Ended Debt Scheme	-	Withdrawn	1) CARE AAA mfs (May 27, 2022) 2) CARE AAA mfs (February 14, 2023)	1) CARE AAA mfs (May 31, 2021)	1) CARE AAA mfs (June 04, 2020)	1) CARE AAA mfs (January 03, 2020) 2) CARE AAA mfs (November 06, 2019) 3) CARE AAA mfs (July 04, 2019)
3.	IDBI Liquid Fund	Open-Ended Liquid Scheme	-	CARE AAA mfs	1) CARE AAA mfs (May 27, 2022)	1) CARE AAA mfs (May 31, 2021)	1) CARE AAA mfs (June 04, 2020)	1) CARE AAA mfs (January 03, 2020) 2) CARE AAA mfs (November 06, 2019) 3) CARE AAA mfs (July 04, 2019)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
4.	IDBI Short-term Bond Fund	Open-Ended Debt Scheme	-	CARE AAA mfs	1) CARE AAA mfs (May 27, 2022)	1) CARE AAA mfs (May 31, 2021)	1) CARE AAA mfs (June 04, 2020)	1) CARE AAA mfs (January 03, 2020) 2) CARE A+ mfs (November 06, 2019) 3) CARE A mfs (August 16, 2019) 4) CARE A mfs (June 28, 2019)
5.	IDBI Ultra Short-term Fund	Open-Ended Debt Scheme	-	CARE AAA mfs	1) CARE AAA mfs (May 27, 2022)	1) CARE AAA mfs (May 31, 2021)	1) CARE AAA mfs (June 04, 2020)	1) CARE AAA mfs (January 03, 2020) 2) CARE AAA mfs (November 06, 2019) 3) CARE A mfs (August 16, 2019) 4) CARE A mfs (June 28, 2019)

Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities

Not applicable

Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of Instrument	Complexity Level
1	Credit Quality Rating	Simple

Annexure-5: Lender details: Not applicable

Note on the complexity levels of the rated instruments: CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

Contact us

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About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

Disclaimer:

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