

MONTHLY MARKET OUTLOOK



JUNE 2025

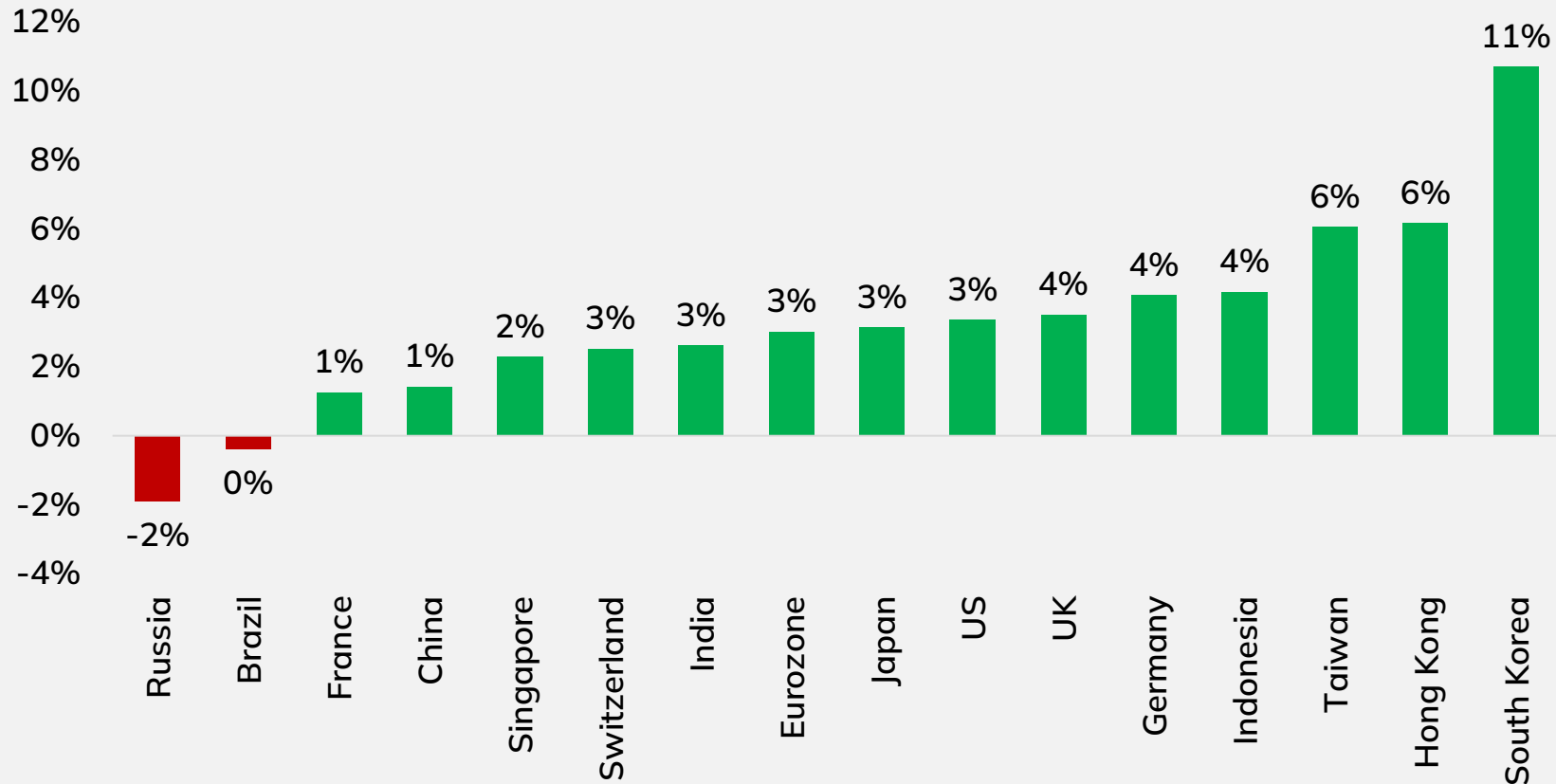


ICICI
PRUDENTIAL
MUTUAL FUND



Global Equity Markets: Korea in the spotlight

One Month Absolute Returns - May 25



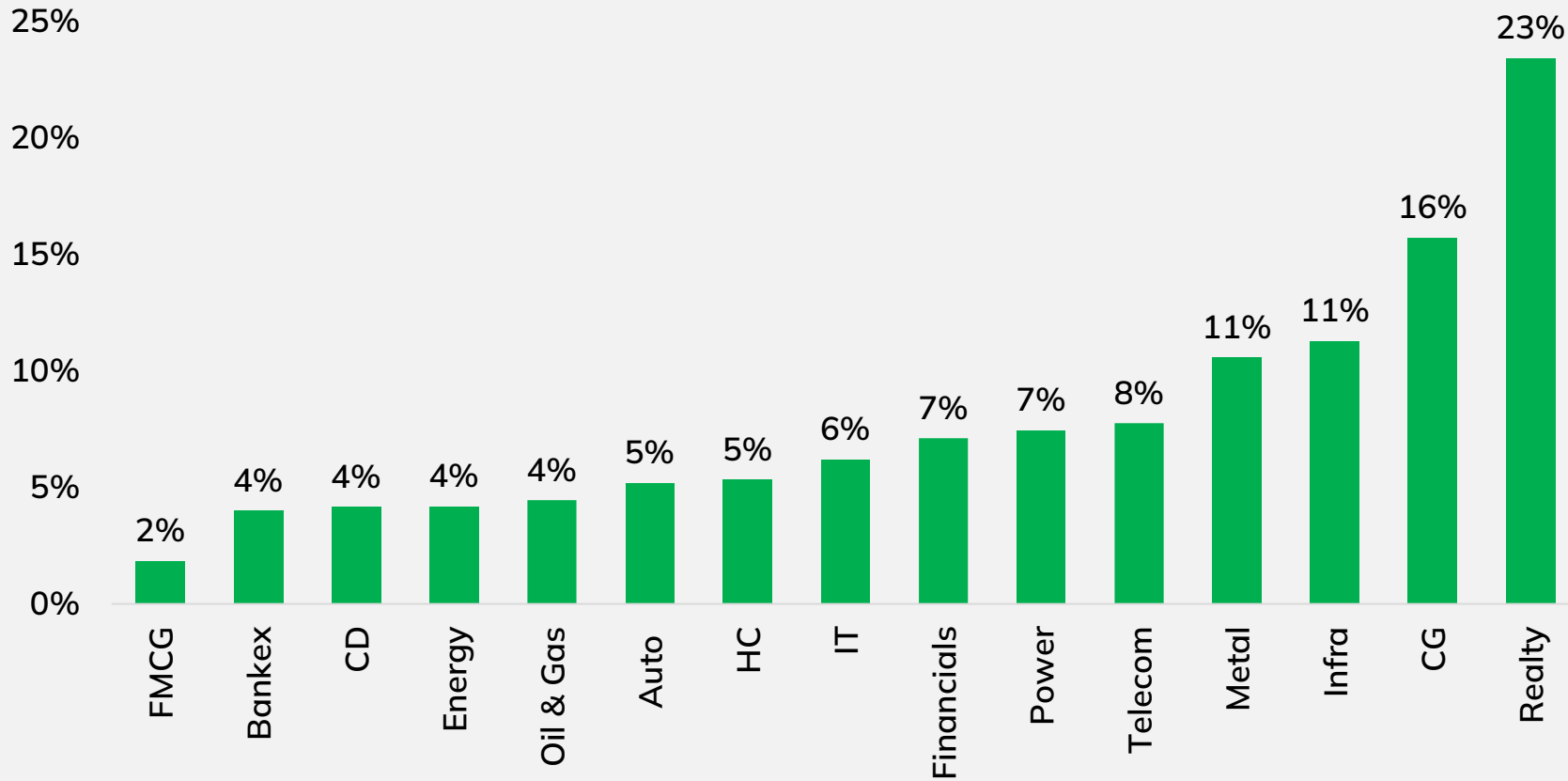
- Global equity markets upheld its upside momentum in May 2025
- Russian stocks slid as investors continue to weigh the risk of further sanctions by US and EU
- Korea's consistent FII outflow trend finally stopped after 9 months, with the country experiencing an FII inflow of US\$887 Mn in May, compared to a sharp outflow of US\$6,955 Mn last month
- Continued moderation in tariff concerns and resultant US recession risks, as well as renewed optimism around AI capex were the key drivers of Korean optimism

Data from May 08,2025 to June 09,2025 is considered. AI: Artificial Intelligence. Mn: Million. US: United States, EU: European Area. Indices used: Germany - DAX Index; China - SSE Composite Index; Japan - Nikkei; Eurozone - Euronext 100; Hong Kong - HangSeng; US - Dow Jones; U.K. - FTSE; Brazil - Ibovespa Sao Paulo Index; Taiwan – Taiwan Stock Exchange Corporation; India – BSE Sensex; Data Source: MFIE Research. MFI Explorer is a tool provided by ICRA Analytics Ltd. For their standard disclaimer please visit <https://icraanalytics.com/home/Disclaimer>. Returns are absolute returns for the index. Past performance may or may not sustain in the future. The returns are mentioned in respective domestic currencies.



Indian Markets: Wide spread optimism

One Month Absolute Returns - May 25



- The rally in Indian markets continued on back of improving growth prospects of the economy
- Lower inflation expectations and RBI's boost to liquidity fueled the recent rally
- Realty stocks ended higher on back of impressive earnings print, RBI rate cuts and healthy demand-supply scenario

Data as on June 09, 2025. Data Source: BSE. Returns have been calculated on absolute basis. CY: Calendar Year. For Power Sector- BSE Power TRI , Bankex Sector- BSE Bankex TRI , FMCG Sector- BSE FMCG TRI , Energy Sector- BSE Energy TRI , For CG Sector - BSE CG Index , Auto Sector- BSE AUTO Index , Oil & Gas Sector- BSE Oil & Gas TRI Index , Finance Sector- BSE Financial Services TRI , Metal Sector- BSE METAL TRI , Infra Sector - BSE India Infrastructure Index , Telecom Sector- BSE Telecom TRI , HC Sector- BSE HC TRI , Realty Sector- BSE Realty TRI , CD Sector - BSE CD TRI , IT Sector- BSE IT TRI is considered. CG: Capital Goods, CD: Consumer Durables, IT: Information Technology, FMCG: Fast moving Consumer Goods. Absolute returns are mentioned in INR Terms, FI: Foreign Institutional Investors. The stock(s)/sector(s) mentioned in this slide do not constitute any recommendation and ICICI Prudential Mutual Fund may or may not have any future position in these stock(s)/sector(s)



**As global challenges intensifies, the
question that arises is**

‘Can India come out unscathed?’



Global economies – A Foggy Road Ahead



Uncertainties are here to stay

Prolonged geopolitical disruptions are fueling economic uncertainty

GLOBAL TARIFF

Reciprocal tariffs by major economies are expected to lower growth, disrupt free trades and stoke inflation



INTEREST BURDEN

It is becoming challenging to service the elevated debt and high interest burden



REGIONALIZATION

Geo-political escalations, global supply chain disruptions, emerging new world order etc. outline a shift towards regionalization



SLOWDOWN

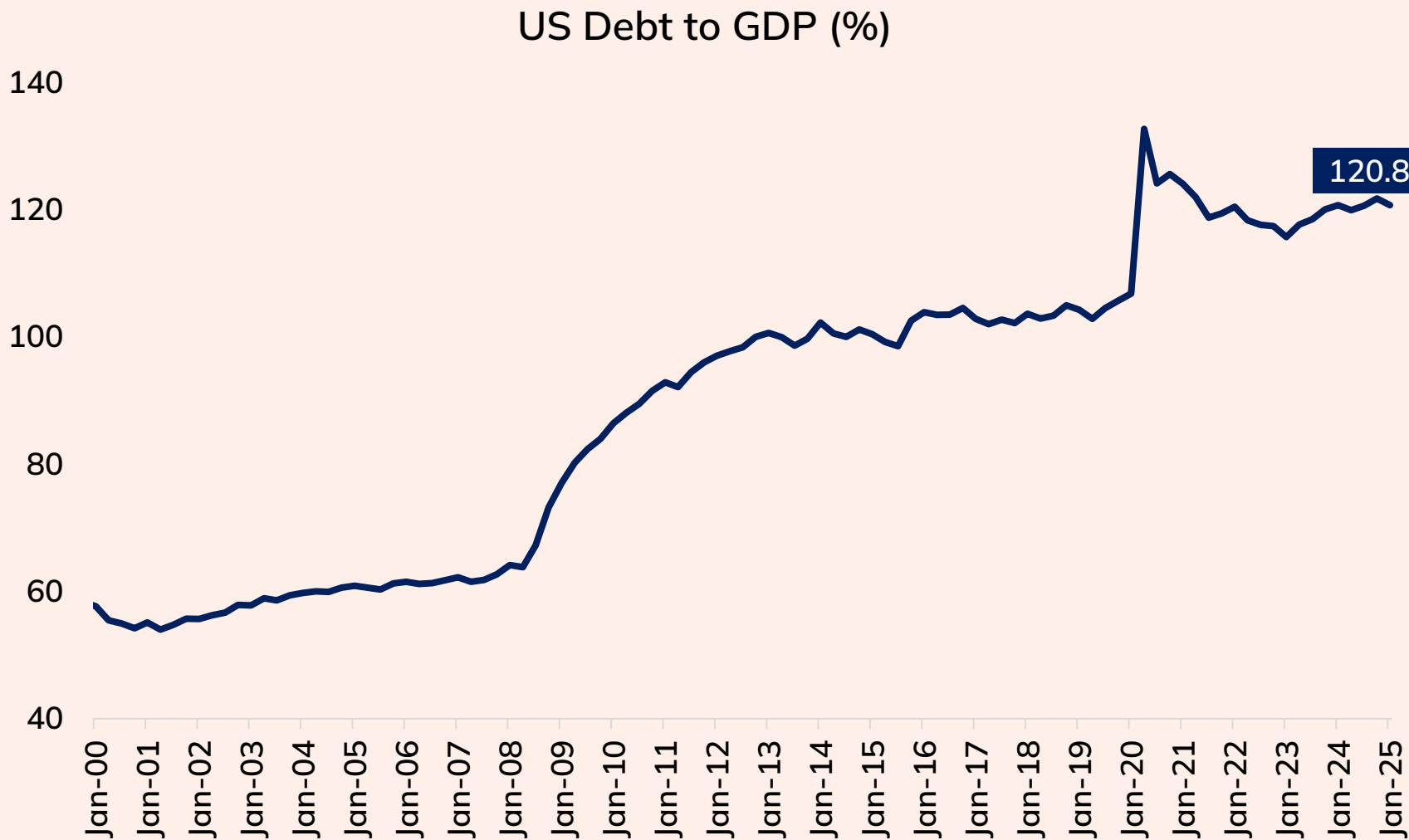
Supply chain disruptions, weak demand, rising inflation etc. is putting downward pressure on growth



Global Cycle:
Slowdown
Ahead



US Debt Burden Spiral



- The much higher tariff is already clouding outlook on US economy
- Expansion of US Federal Deficit may not only deepen the country's debt burden but also put the economy into risk of higher interest rates and slower economic growth
- With the possibility of slowing strategic investments in upcoming bill, net result would be increasing deficits without increasing growth

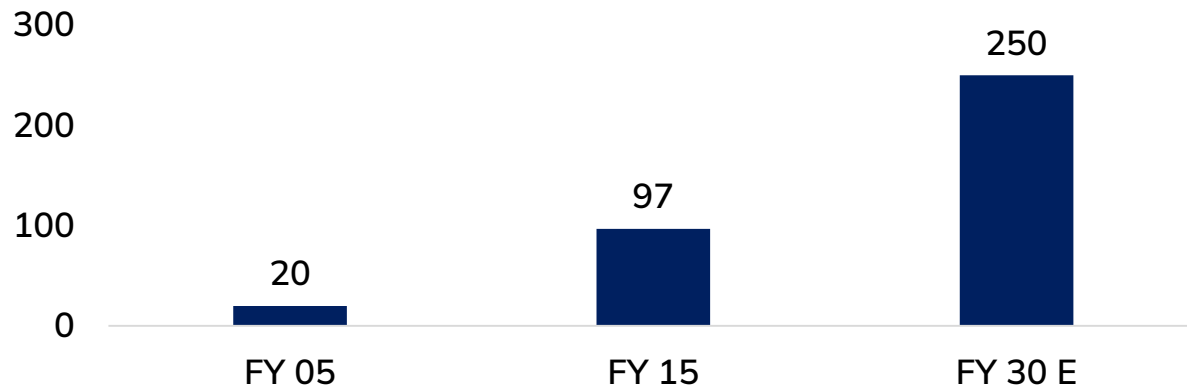
India rising steadily & strategically



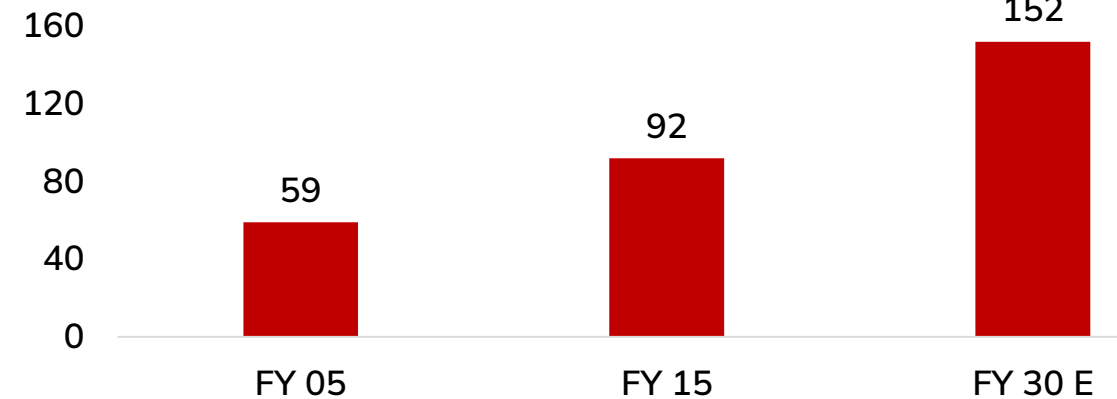
Rapid Infrastructure build up

The large scale expansion in core infrastructure is likely to create a 3.2x multiplier effect on the economy while also attracting increased private & foreign capital inflows

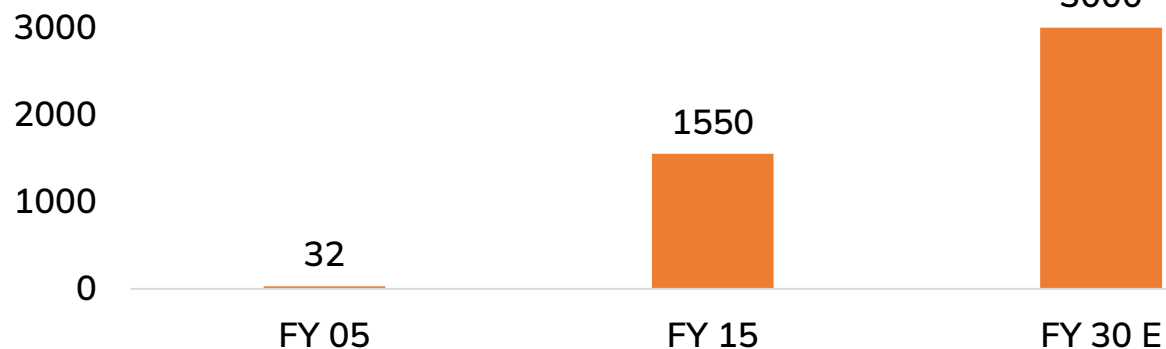
National Highways (000's kms)



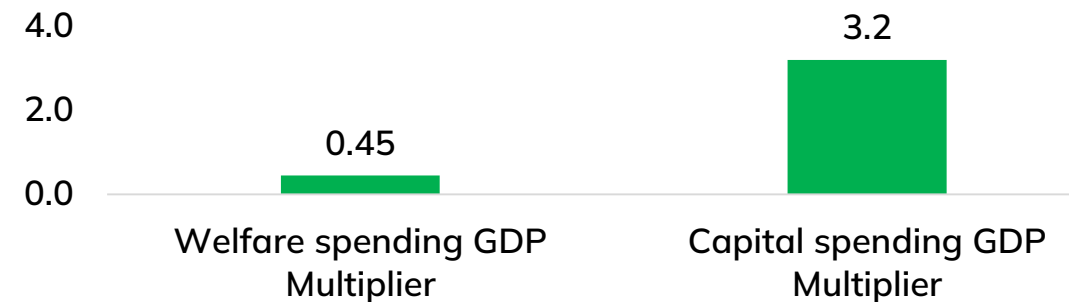
Rail Track (000's kms)



Port Capacity (Mtpa)



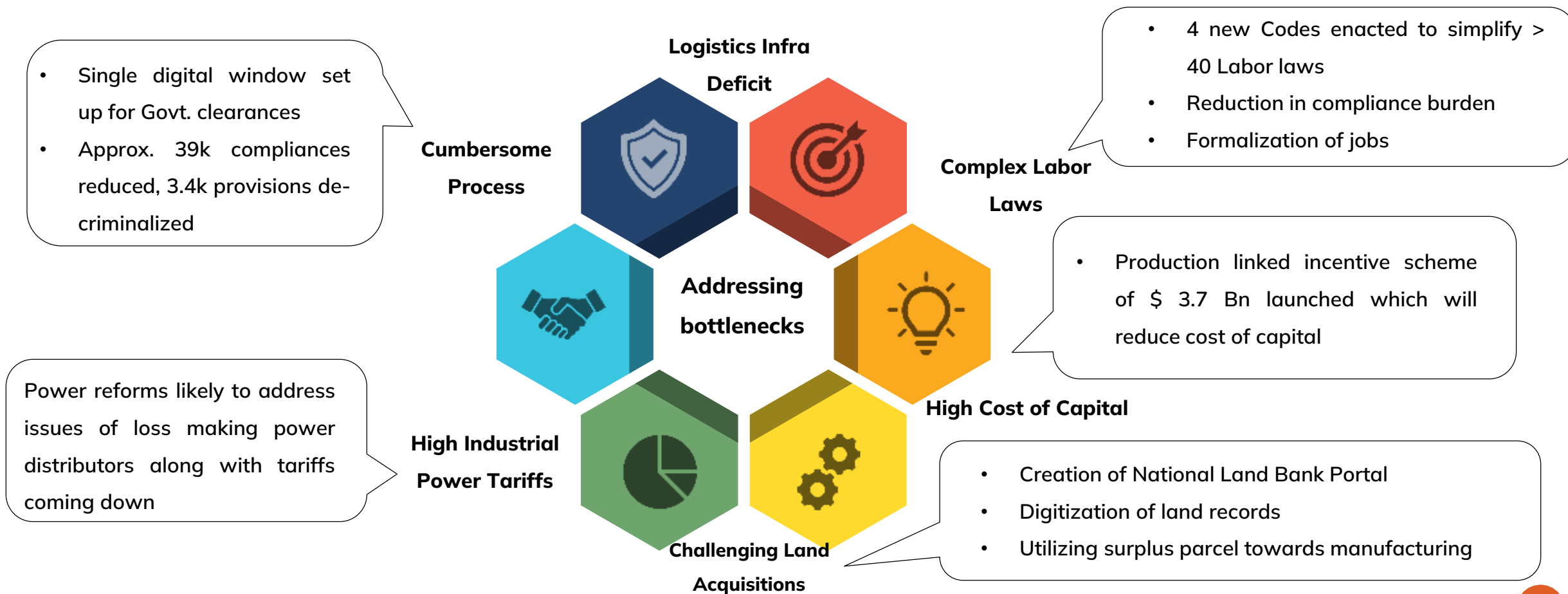
GDP Multiplier (x)





Reliable Supply Chain Alternative

India is comprehensively addressing deep rooted bottlenecks which may help the nation establish as a reliable global supply chain alternative

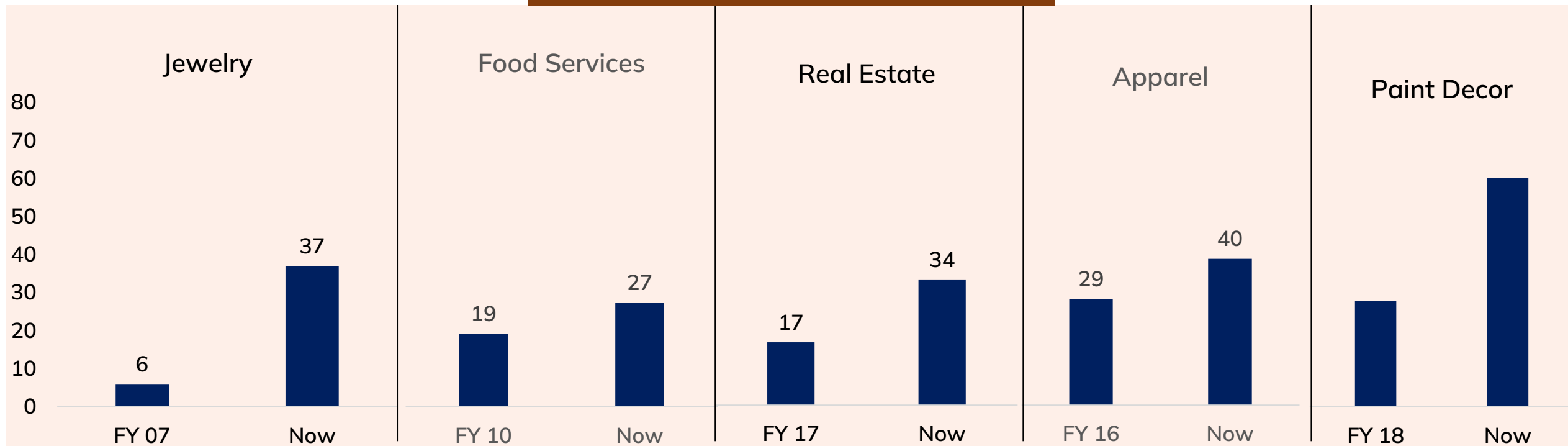




Formalization continues to deepen

Policies like GST, UPI, and e-invoicing are expanding the tax net balance and nudging businesses into the formal economy

Share of Organized Players (%)

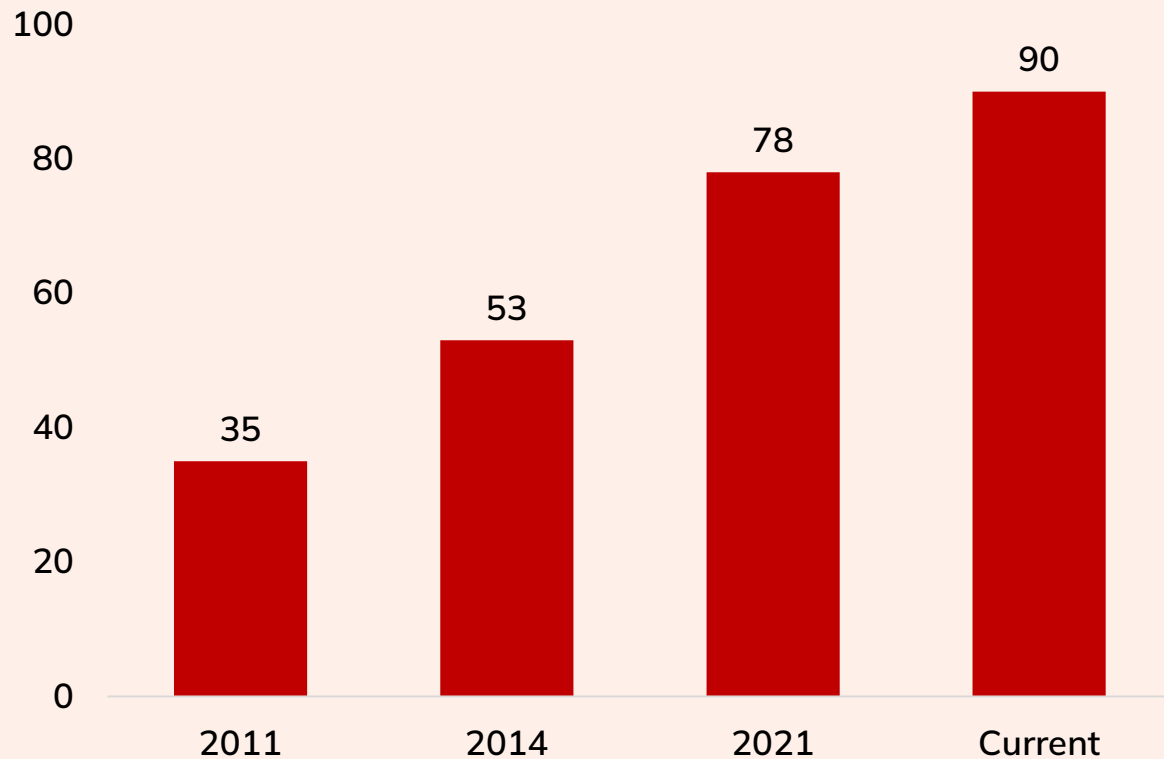




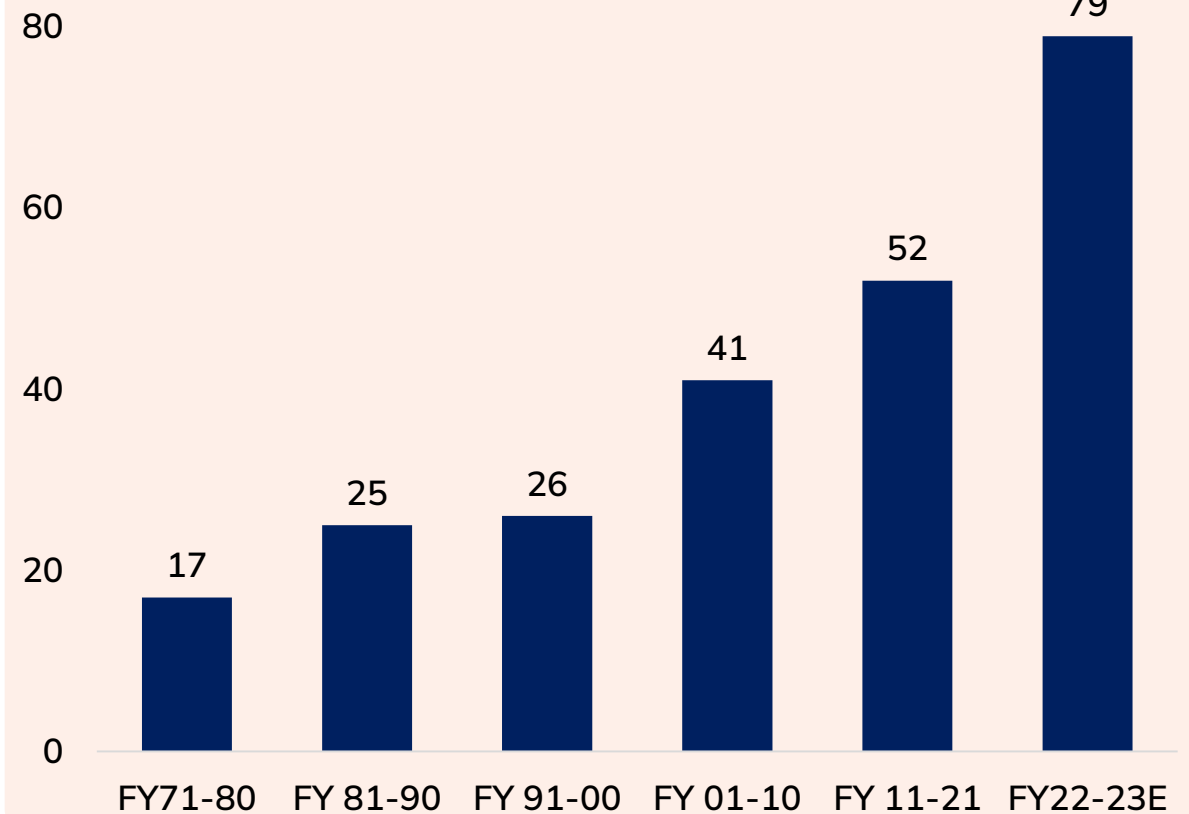
Financialization & Digitization

Both the aspects are fostering an favorable environment for structural growth with access to better financial services, and enhanced quality of life

Access to Bank Accounts (% of 15+ individuals having bank accounts)



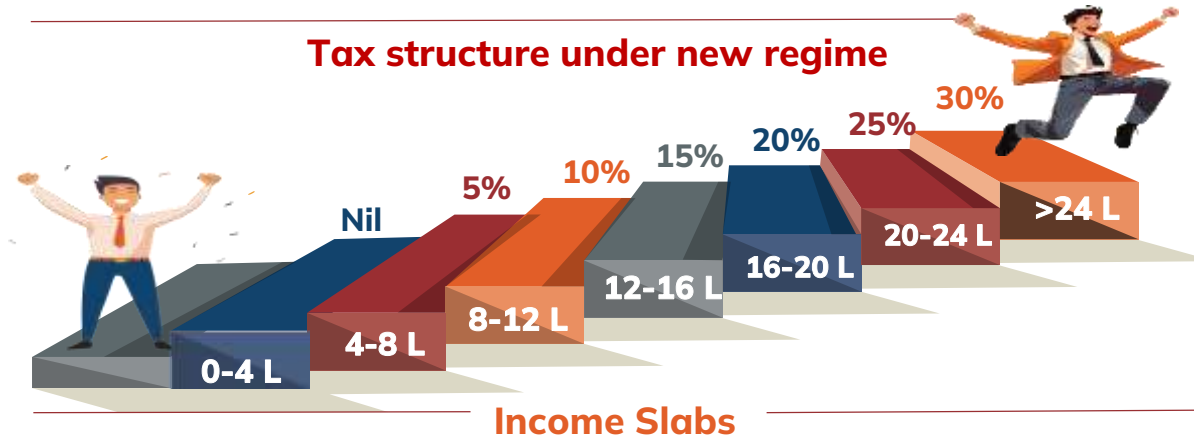
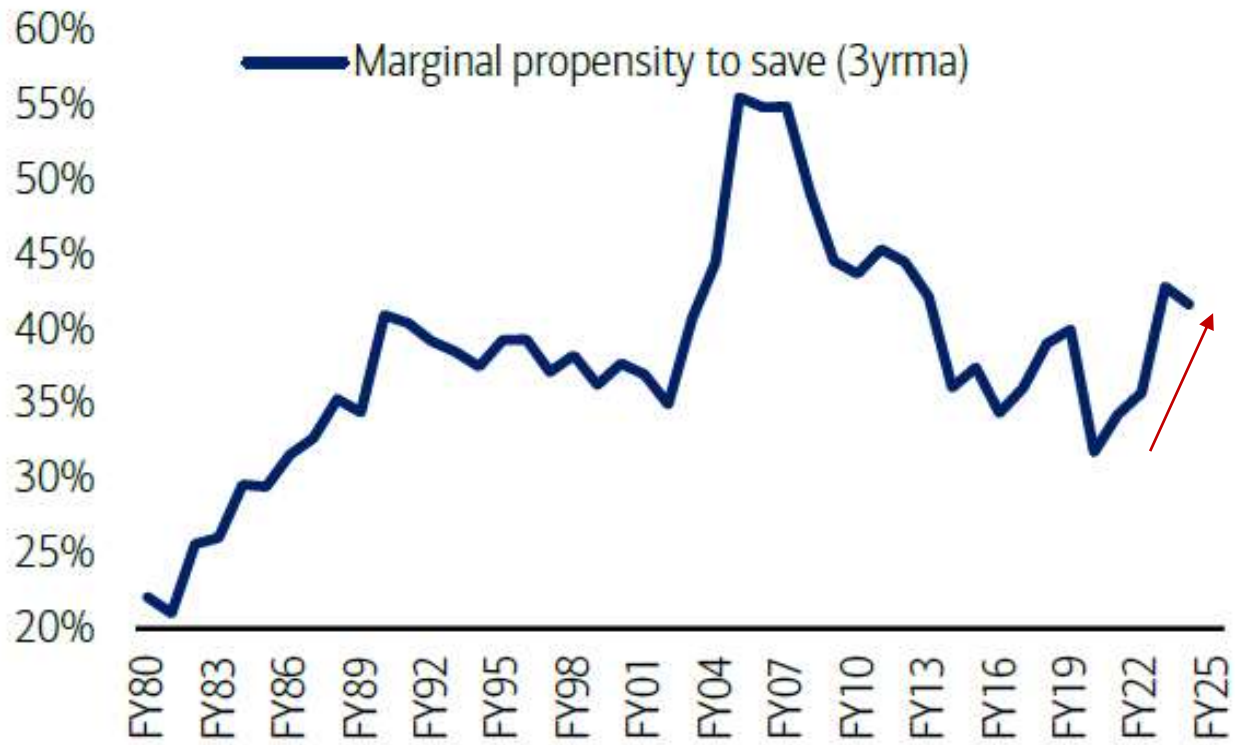
Credit Penetration (as a % of GDP)





Resilience in Household Savings

Rising per capita income, high saving capacity, lowering trends of inflation and tax sops in the budget are likely to improve household balance sheets



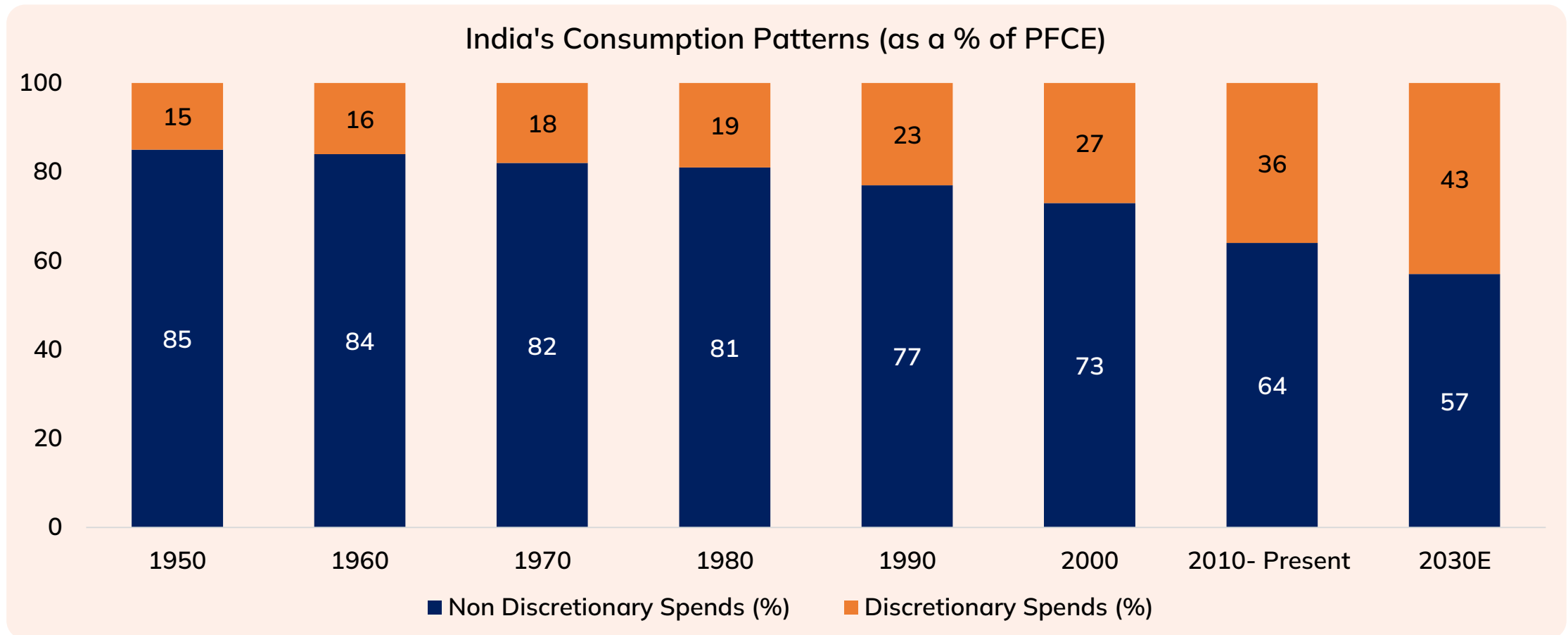
Union Budget of 2025-26 outlined following tax relief measures which is likely to boost consumption

1. Effectively zero tax payable by individuals^ having income* upto Rs 12 lakhs (*rebate of Rs 60,000 can be claimed under 87A^s*)
2. Tax payers allowed to claim annual value of two self occupied properties without any conditions (as compared to previously one)



Changing Consumption Patterns

India's evolving consumption trends shows a shift away from basic necessities and more towards discretionary spending, which bodes well for the economic growth





Penetration & Premiumization

Underpenetrated market along with rapidly expanding desire for premium products can do wonders to the domestic demand dynamics

India has wider scope for penetration

	Products	India	China	USA
	Auto	4%	15%	81%
	Outbound Trips	6%	9%	42%
	Air Conditioners	8%	60%	90%
	Refrigerators	18%	94%	100%
	Smartphone Users	37%	54%	83%
	Internet Users	58%	60%	95%

Category	Premium Products Growth		Normal Products Growth	
	Sub category	10 Yr CAGR (%)	Sub category	10 Yr CAGR (%)
Cleansing	Body Wash / Liquid Soaps	15.8	Bar Soap	8.1
Haircare	Premium Hair care	14.7	Mass Hair Care	7.1
Tea	Green Tea	26.3	Normal Tea	9.4
Deodorant	Premium Deodorant	18.9	Mass Deodorant	12
Beverages	Nutrition Drink	7.1	Non alcoholic beverages	9.2
Homecare	Air care	10.1	Dishwashing	9.9
Footwear	Sports Footwear	16.1	Normal Footwear	9.2

Data Source: Avendus Spark and CLSA Research. Data for white goods consumption is for Calendar Year 2021. Data for Premium & Normal Products is as on March 2024. Yr: Year. Past performance may or may not sustain in future.



While India remains relatively resilient

What are the watchful areas?





Valuations – SMIDs continue to remain high

Valuations although have come off from its Sep-24 highs but continue to remain high in the mid & smallcap space

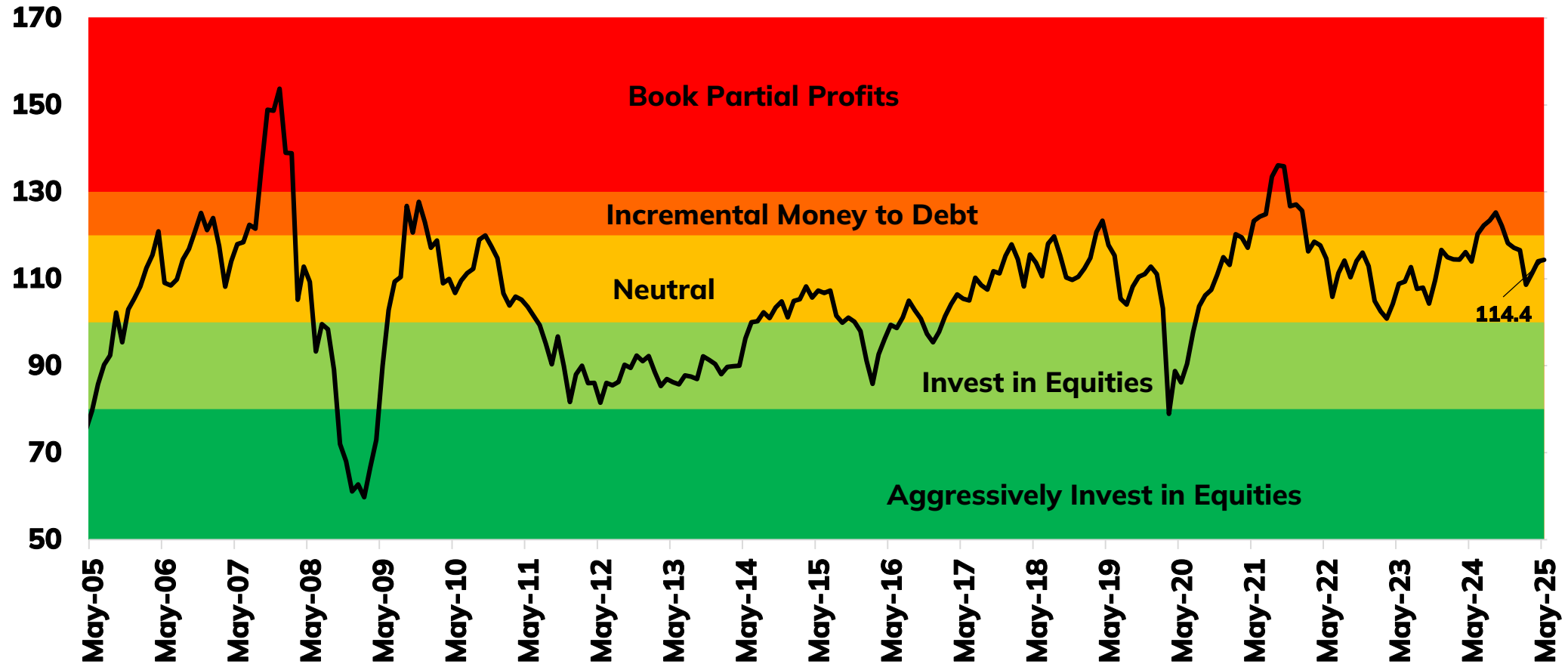
Period	As a % of Total Market Cap			
	Top 50	Next 50	Midcap 150	Smallcap 250
2014	62.5	14.3	14.1	9.1
2015	59.8	14	15.2	11
2016	58.8	14.1	15.3	11.8
2017	53.4	14.7	17.3	14.6
2018	58.3	13.7	16.3	11.7
2019	61.8	13.1	15.6	9.5
2020	60.9	13.3	15.5	10.2
2021	55.6	13.1	16.8	14.4
2022	56.7	12.5	16.1	14.7
2023	51.4	13.1	17.6	17.8
2024	46.1	13.8	19.3	20.8
May-25	47.1	13.9	19.3	19.6

Source: NSE. Data as on May 31,2025. Data is on calendar year basis. Past performance may or may not sustain in future. Red indicates high valuations, Amber indicates neutral valuations and Green indicates attractive valuations.



Valuations – Have come off highs but not cheap

Our in-house Equity Valuations Index suggest that market valuations are not cheap and continue to remain in neutral zone

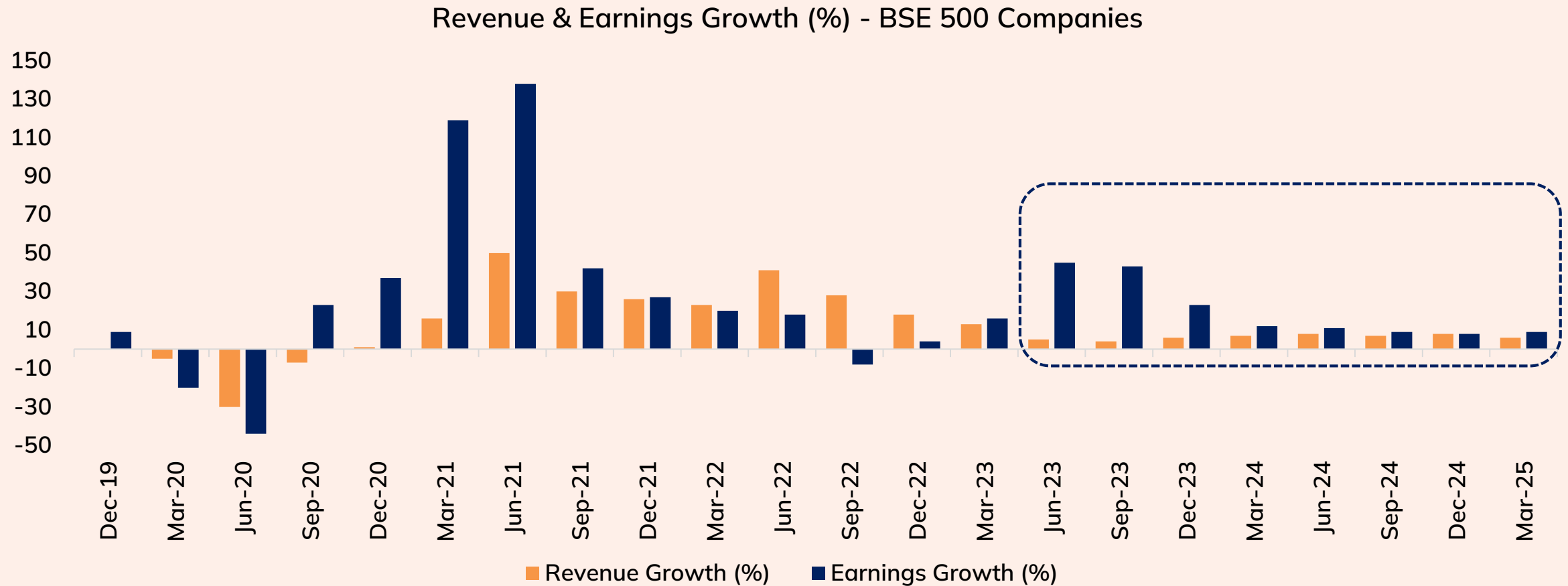


Data as on May 31, 2025 has been considered. Equity Valuation Index (EVI) is a proprietary model of ICICI Prudential AMC Ltd. (the AMC) used for assessing overall equity market valuations. The AMC may also use this model for other facilities/features offered by the AMC. Equity Valuation index is calculated by assigning equal weights to Price-to-Earnings (PE), Price-to-Book (PB), G-Sec*PE and Market Cap to GDP ratio any other factor which the AMC may add/delete from time to time. G-Sec – Government Securities. GDP – Gross Domestic Product.



Slowing Earnings Momentum

Earnings are moderating across the board due to slowing demand & advantage of low costs fading out

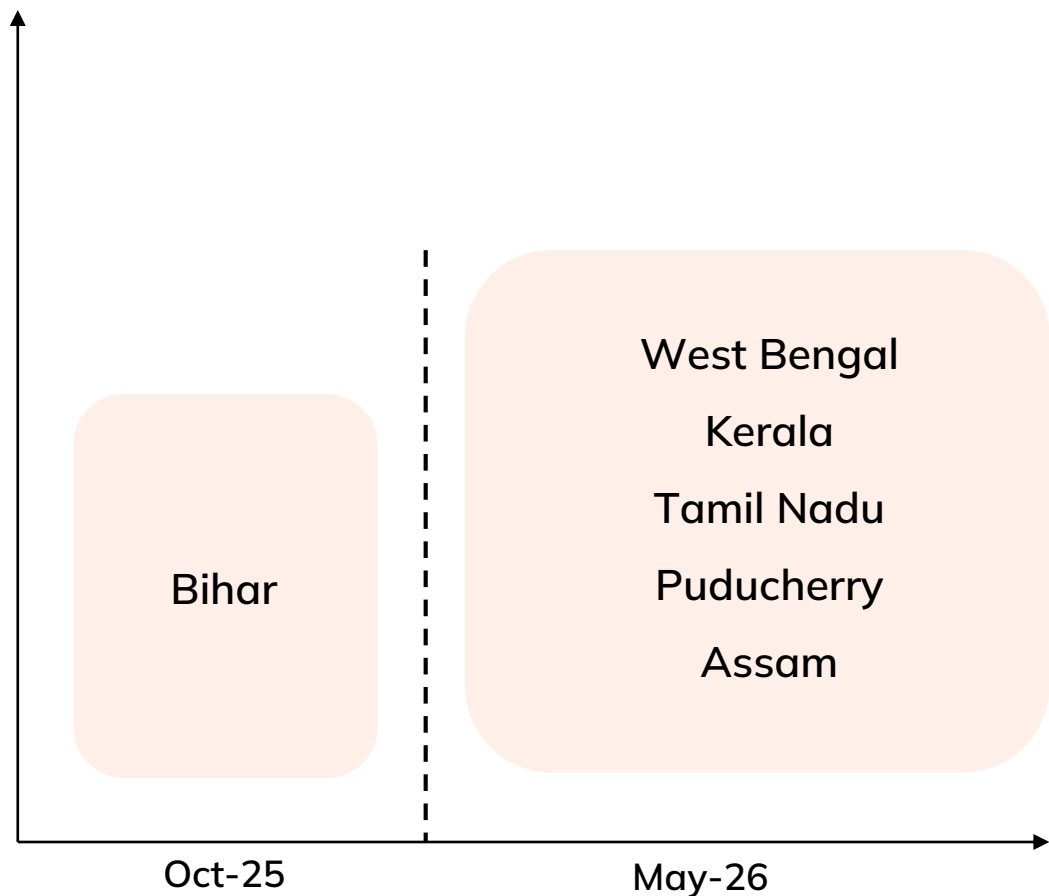




Risk of populism acceleration

With states likely to face elections around 2HFY26, risk of populism may reaccelerate as they plan out more welfare spends

Upcoming State Elections



States yearly spending on committed and recurring Welfare schemes stand at Rs. 3.1 Tn per year, which is 1.1% of India's total GDP

States	Welfare Schemes (Rs. Bn.)	Welfare Schemes (% of State GDP)
Telangana	836	5.6%
Maharashtra	727	1.8%
Madhya Pradesh	364	2.7%
Karnataka	319	1.3%
West Bengal	277	1.6%
Rajasthan	193	1.3%
Andhra Pradesh	190	1.3%
Tamil Nadu	127	0.5%
Punjab	55	0.7%
Jhrakhand	45	1.0%
Assam	23	0.4%
Himachal Pradesh	8	0.4%
Total of 12 States	3164	1.1%



Following risks are likely to keep markets volatile in the near term

Geo-political tensions - Escalating
Geo-political tensions can affect
foreign flows & economy

Tariff Turmoil – Trade tariffs can
significantly affect supply chain &
stoke inflation



Global Slowdown – Prolonged geo-
political tensions & tariffs can further
cause slowdown in economies

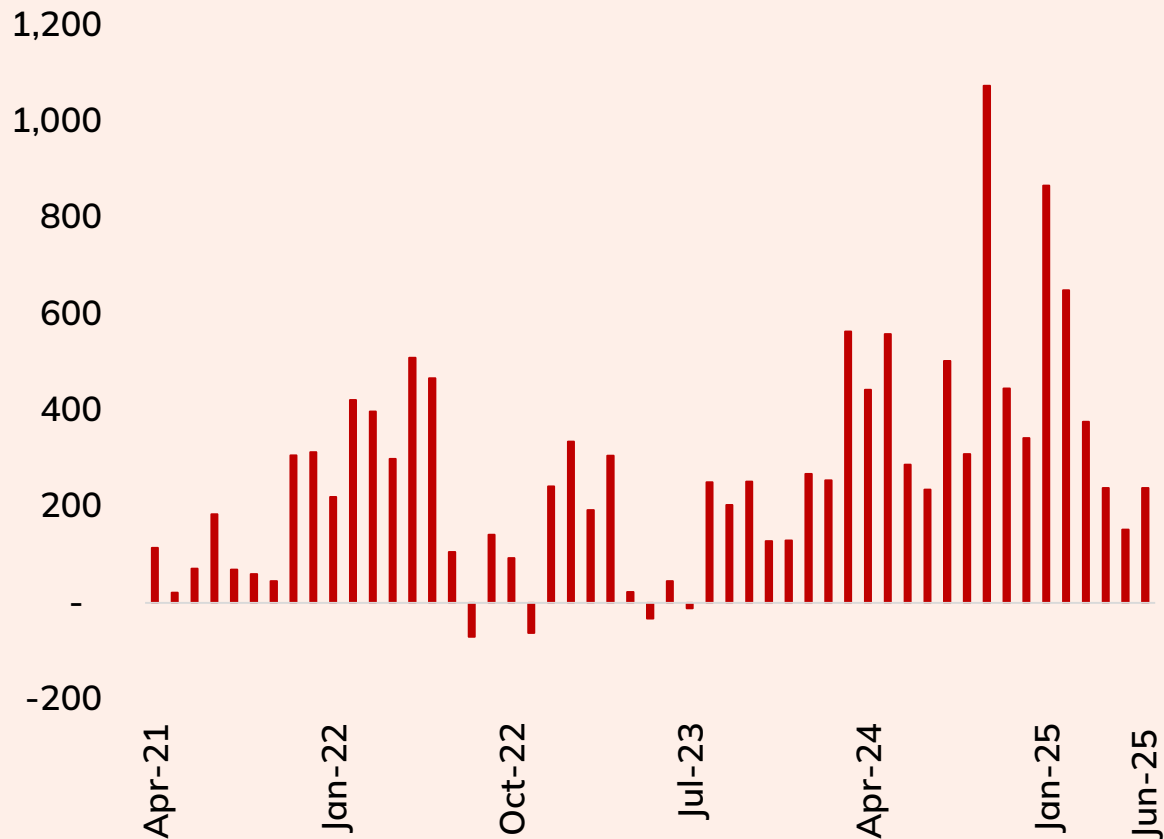
High US Debt – Increasing debt
burden in the US can post significant
risk to the financial system



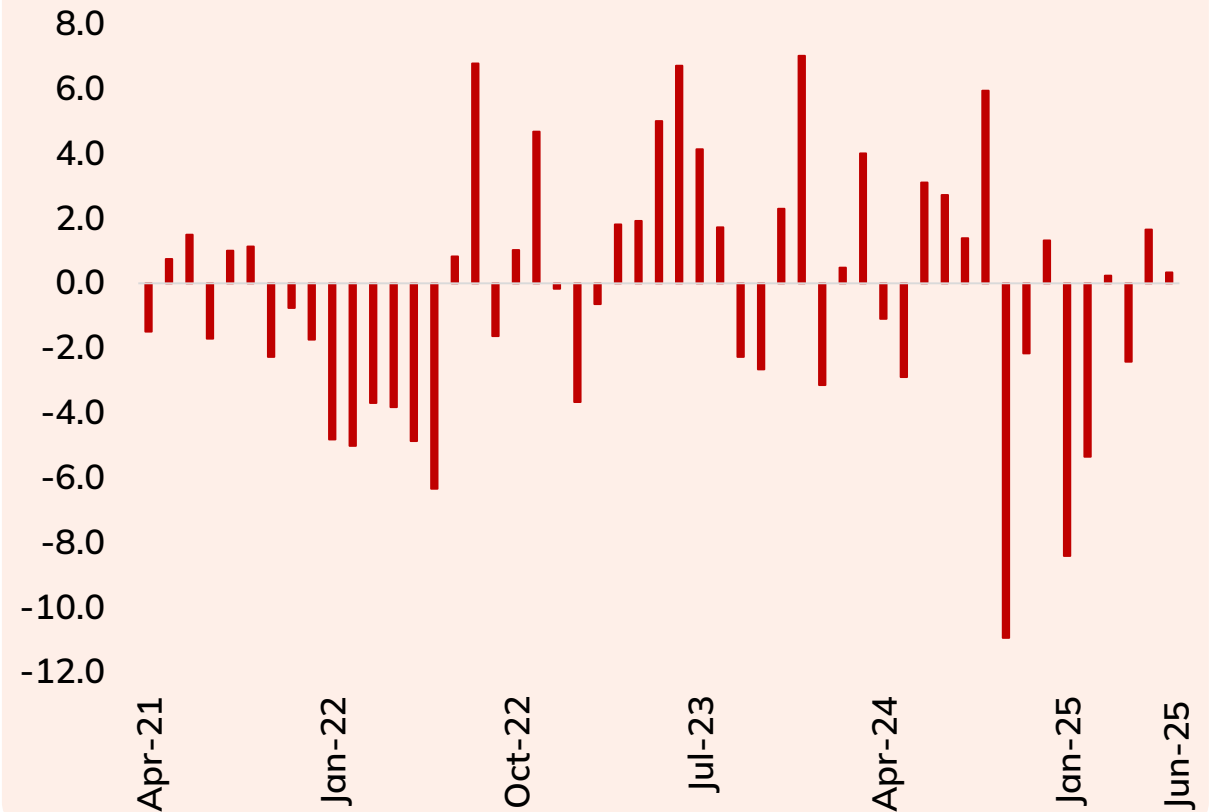
Risk of DII & FII Moderation

DII flows remain strong but have moderated from its highs. FPI flows though recovered but global risks could stall the trend thereby impacting the market sentiments

DII Equity Flows - Monthly INR Bn



FII Flows - Monthly - \$ Bn





Summary



Global macros at this point of time are more challenging which may impact global growth



Contrary to this, India's fundamental attributes are robust and sustainable – Clean balance sheets, a structural increase in consumption, unwavering domestic demand, and fiscal prudence. Hence, long term structural story remains intact



Recent RBI actions like liquidity injection; key policy rate cuts, large dividend to the Govt. are positive for India's business cycle and in-turn may result in India growth and corporate earnings to pick-up



So, investors with a long-term view can remain invested in equity markets. However, due to high valuations the fresh investments should be done in a prudent manner



Mid-cap and Small-cap valuations continue to remain high



Also we believe at this point, middle of the road approach should be followed as most of the asset classes are fully valued. Therefore, we recommend investing in (a) Hybrid & Multi Asset allocation schemes and (b) staggered investment in large cap schemes or schemes with flexible investment mandate that can take high large cap exposure

FIXED INCOME OUTLOOK

Mind the Duration Risk





Mind the Duration Risk

Understanding India's Business Cycle



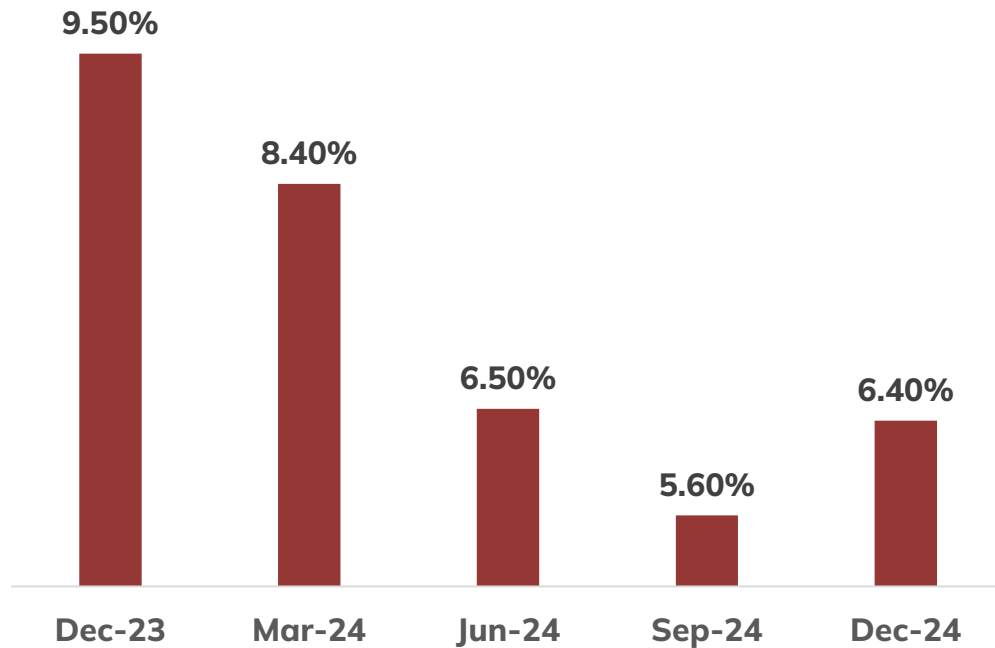


Mind the Duration Risk

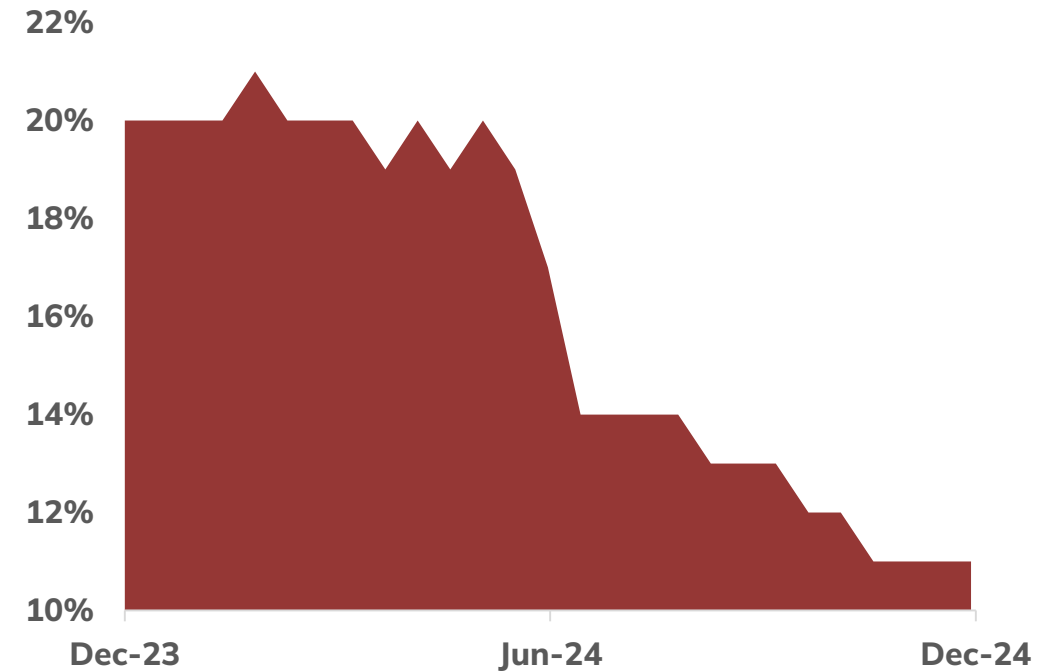
But Why did the Economy Slow down?

India's economic growth was on an expansionary trend since recovering from the Covid-19 lows. The expansion phase was interrupted in 2024 as both credit growth and GDP growth slowed.

Quarterly GDP Growth (YoY %)



Bank Credit Growth (YoY %)





Mind the Duration Risk

But Why did the Economy Slow down?

India's macros have shown improvement compared to past stress phases. With sound macros and business cycle in expansion phase, the slowdown in growth might have a different cause.

	Taper Tantrum (FY2013)	Covid-19 (FY2021)	Current Period
Current Account Deficit (as % of GDP)	4.8%	-0.9%	1.1% [#]
External Debt (as % of GDP)	22.4%	21.4%	18.5% ^{&}
Months of Import Cover	7.2	18.0	10.5 [^]
Foreign Exchange Reserves with RBI	US\$293 Billion	US\$579 Billion	US\$691 Billion [*]
GDP Growth	5.5%	-5.8%	6.5%
Inflation	9.4%	6.2%	3.16%
Fiscal Deficit	4.8%	9.2%	4.8% ⁺

Data as on May 31, 2025. & as of Dec 2024. ^ As of Mar 2025. *as on May 30, 2025. # full year projections by CRISIL. @Provisional Estimates. Source: RBI; India Budget; CRISIL

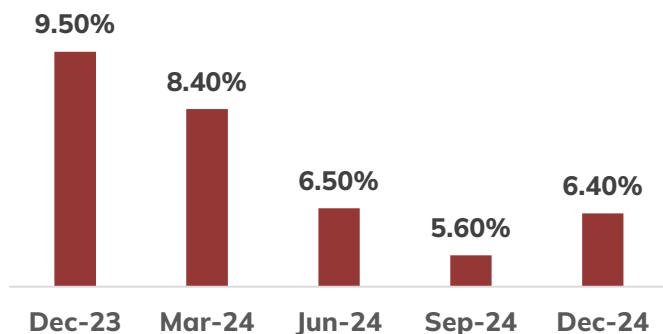


Mind the Duration Risk

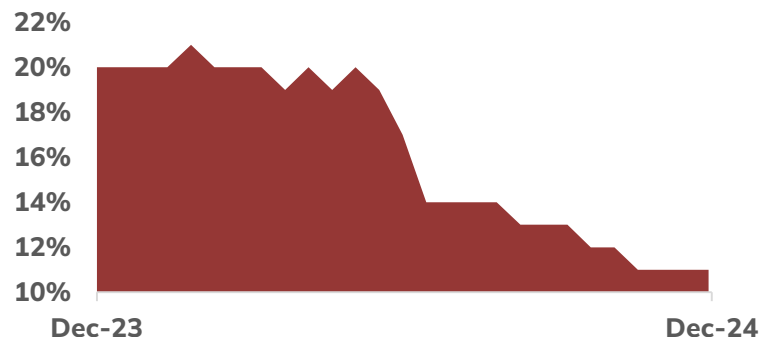
Current Slowdown: A Mid-Cycle Correction

On assessment of monetary and fiscal policy in 2024, it is understood that economic growth diverged from its expansionary trend due to tighter regulatory environment, fiscal consolidation and tighter liquidity conditions.

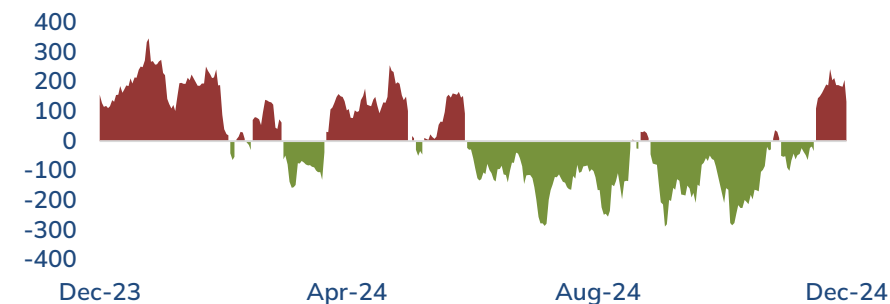
Quarterly GDP Growth (YoY %)



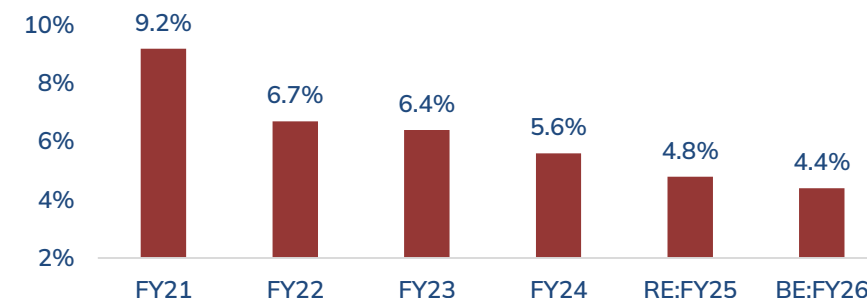
Bank Credit Growth (YoY %)



Banking Liquidity ('000s ₹Cr)



Fiscal Deficit (% of GDP)

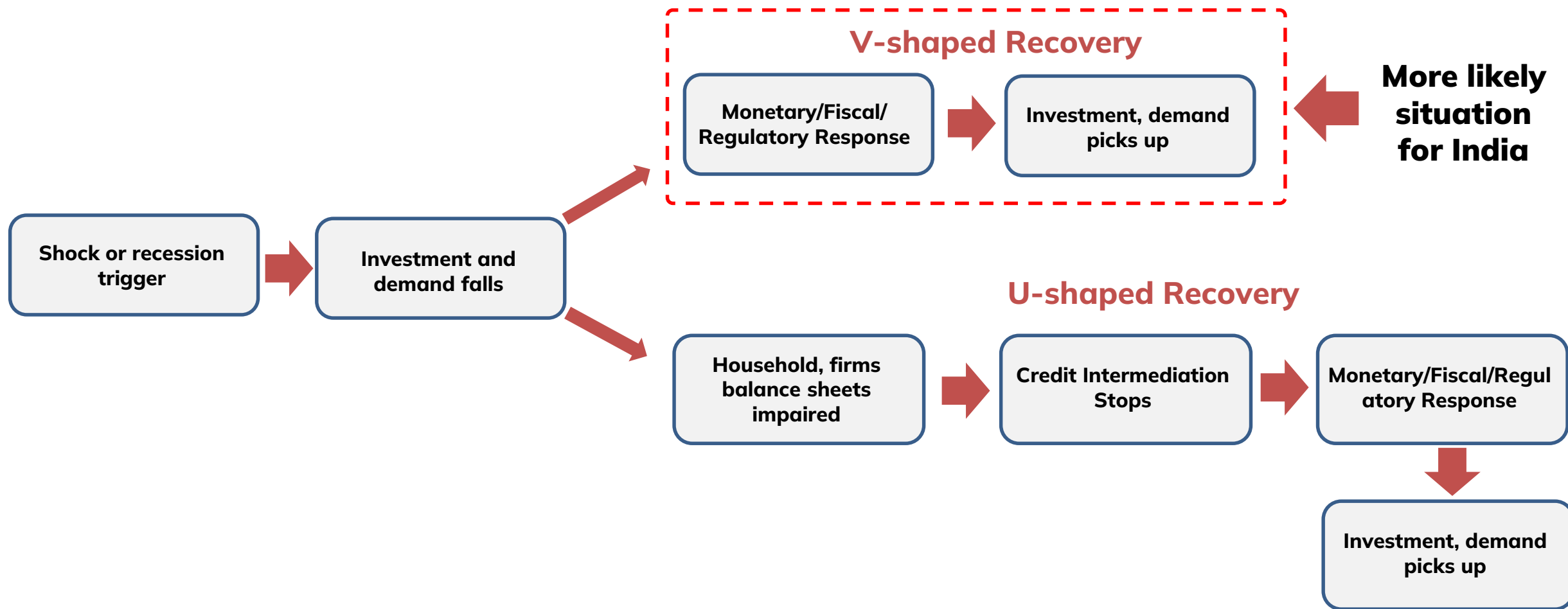


Tighter lending norms. Higher provision requirements. Crackdown on unsecured loan.



Mind the Duration Risk

Recovering from Slowdown

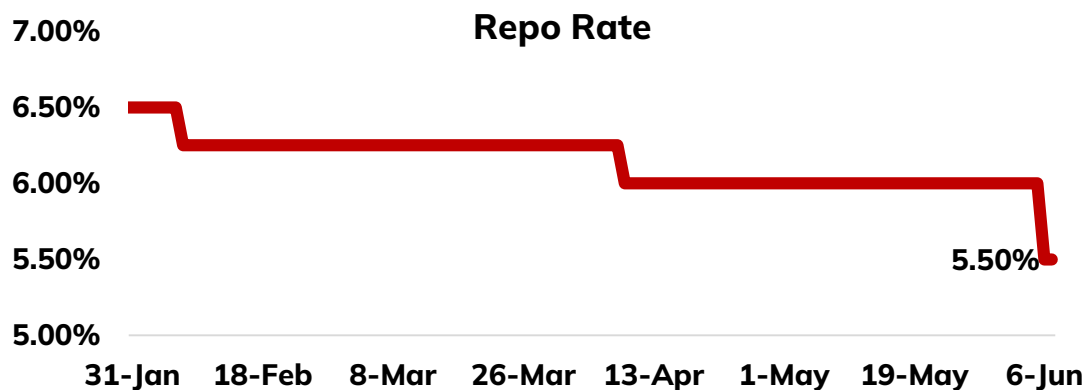




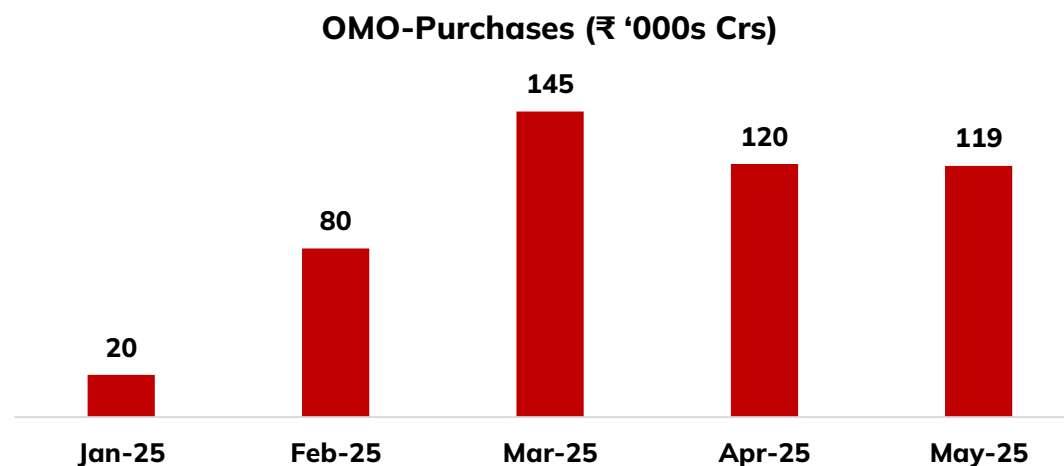
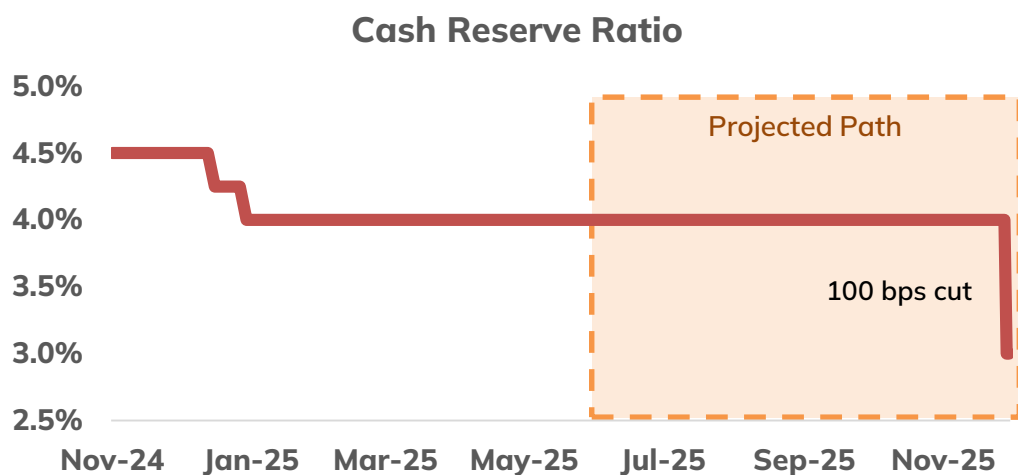
Mind the Duration Risk

RBI's Policy Stimulus to Push Growth

Since the start of 2025, the RBI has actively supported domestic growth by using multiple monetary tools. The measures by the central bank are supportive to growth and picking up credit spending.



Executed On	USD/INR Swap
Jan 31, 2025	US\$5 Billion
Feb 28, 2025	US\$10 Billion
Mar 24, 2025	US\$10 Billion



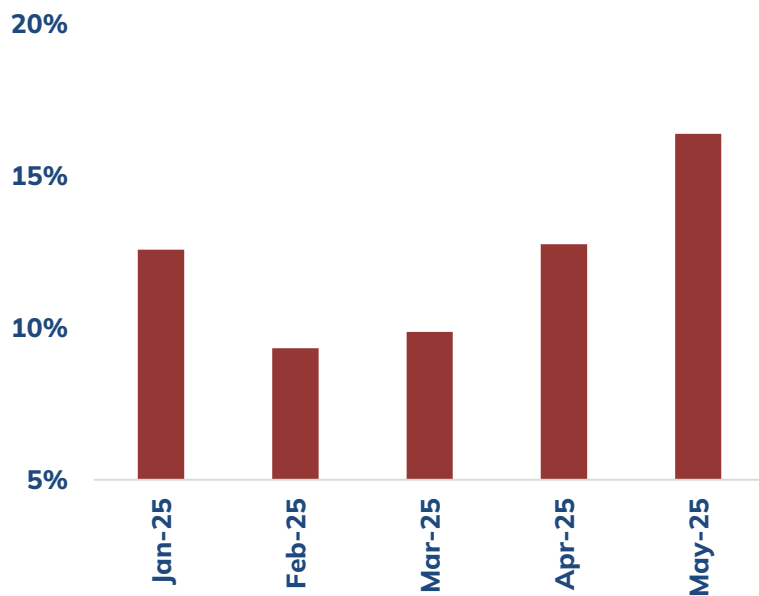


The India Story

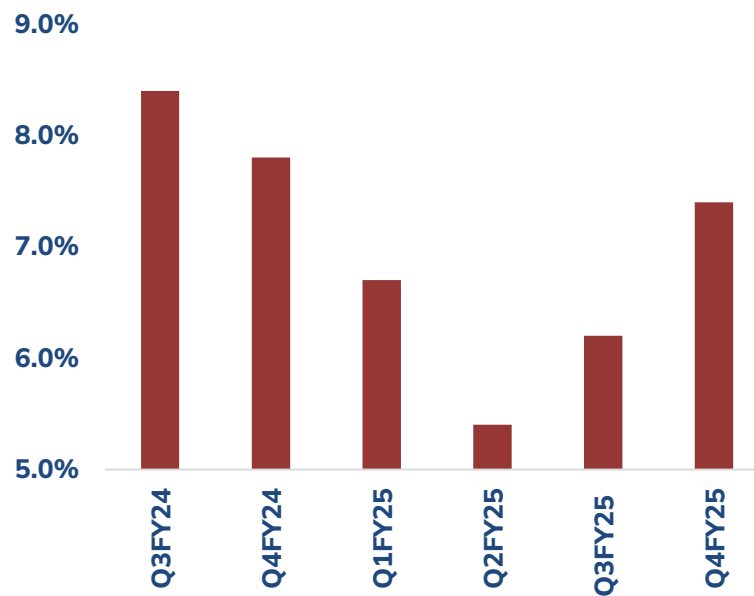
Growth Already on Recovery Mode

Indicators like GST collections have shown continued growth, hinting at sustained consumption and economic activity. GDP growth has already rebounded above market expectations. Core inflation has bottomed out and rising.

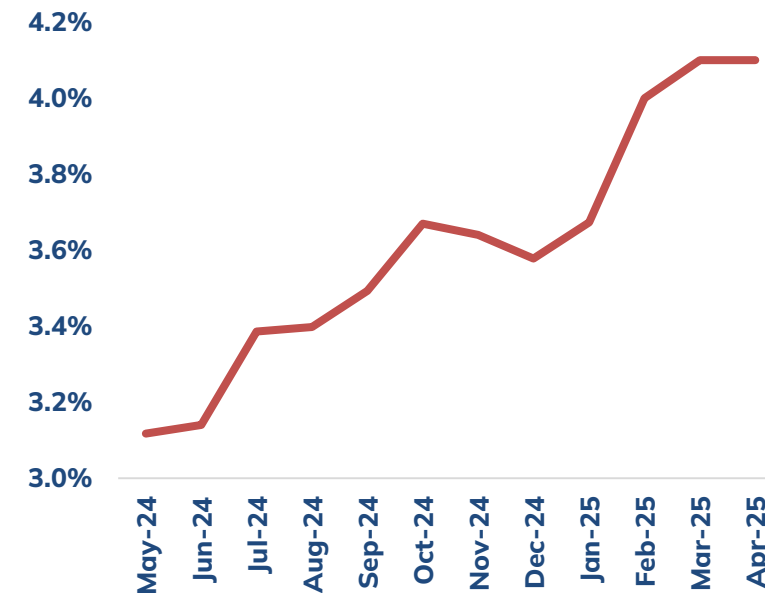
GST Collections (YoY %)



Quarterly GDP Growth (YoY %)



Core Inflation Growth (YoY %)



Source: PIB; GST portal. Data as on May 31, 2025. Inflation data as of April-end 2025 due to 1 month lag.

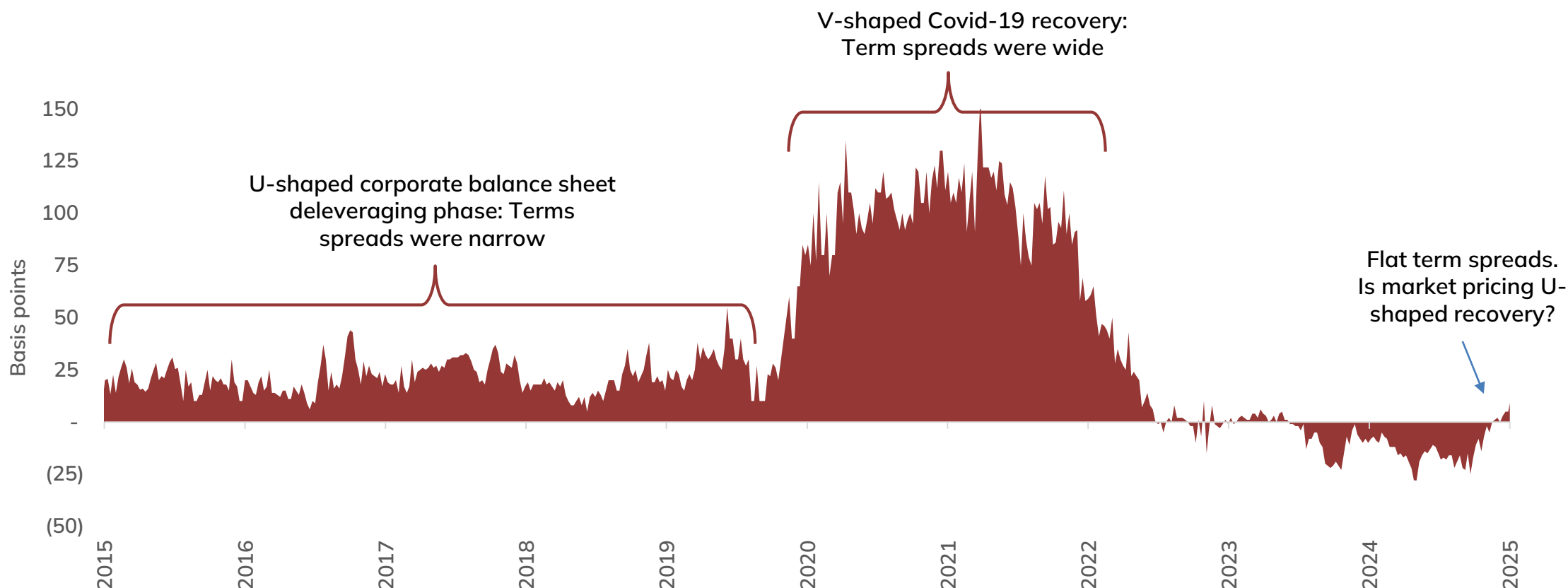


Mind the Duration Risk

How Bond Yields React to Recoveries

Currently, term spreads are narrow, which is in contrast to the wide term spreads noticed in a V-shaped recovery

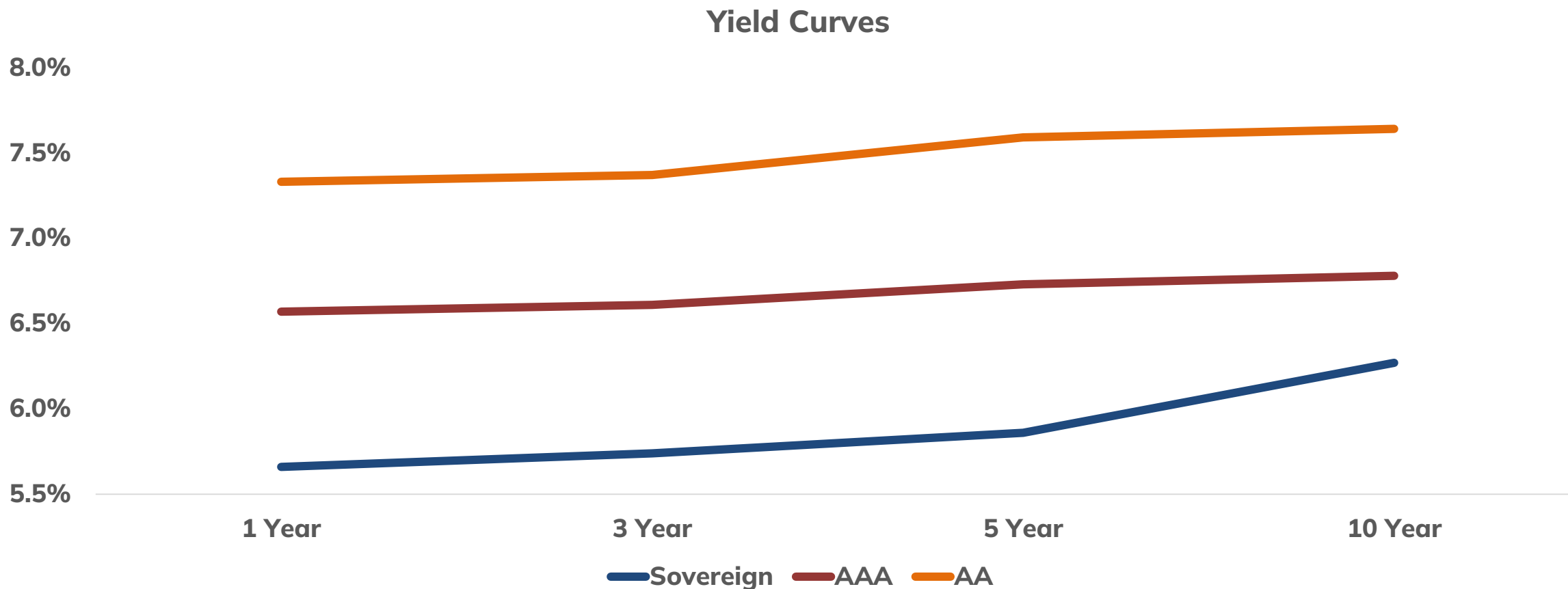
Corporate Bond Term Spreads (5-year minus 2-year Bond)





Mind the Duration Risk Positioning the Portfolio

The aggressive open market operations (OMOs) purchases by the RBI has artificially flattened the yield curve shape, in contrast to the expected recovery cycle. Once growth recovers and is back on expansionary trend, the yield curve will steepen. Hence, we suggest limiting duration in the portfolio.





Our View on Fixed Income

- In our assessment, the slowdown in Indian economy was a mid-cycle correction. The cooling in yields reflected this slowdown.
- However, timely policy support has ensured that the recovery will be fast and growth moves back to trend. This would have a direct impact on yields through steepening of the yield curve.
- As far as the US economy is concerned, we do not expect any significant slowdown till the time fiscal impulse is working. The Indian economy, largely domestic-driven and favored by relatively stable domestic macros, would see a limited impact from global uncertainty.
- On liquidity, we expect the surplus liquidity trend to continue and further deepen as the CRR cut by the RBI plays out.
- We remain constructive on 2-year and lower duration products with expectation of yield curve steepening around these points. We are cautious on 5-year and above duration as we expect a V-shaped recovery in the economy.



Current Portfolio Positioning

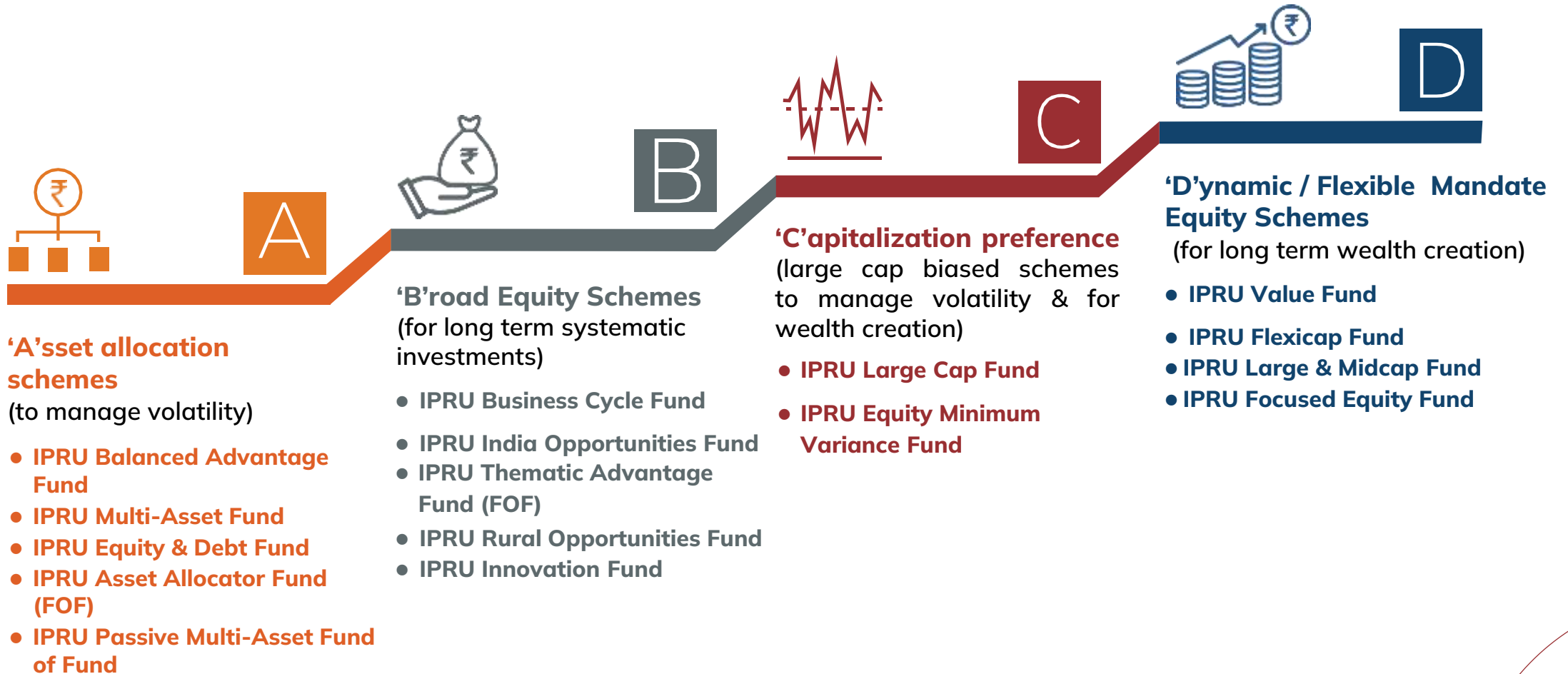
Focus on Accruals

Scheme	AAA & Equivalent Exposure#	AA & Equivalent and Below Exposure	YTM
ICICI Prudential Credit Risk Fund	31.0%	69.0%	7.93%
ICICI Prudential Medium Term Bond Fund	44.5%	55.5%	7.62%
ICICI Prudential Floating Interest Fund	70.6%	29.4%	7.33%
ICICI Prudential All Seasons Bond Fund	69.8%	30.2%	7.18%
ICICI Prudential Short Term Fund	82.9%	17.1 %	7.08%
ICICI Prudential Corporate Bond Fund	99.5%	0.5%	6.85%
ICICI Prudential Banking & PSU Debt Fund	99.2%	0.8%	6.79%
ICICI Prudential Savings Fund	86.6%	13.4%	6.95%
ICICI Prudential Ultra Short Term Fund	83.2%	16.8%	6.88%
ICICI Prudential Money Market Fund	100.0%	0.0%	6.51%
ICICI Prudential Liquid Fund	100.0%	0.0%	6.33%

Data as on May 30, 2025. The Yield to Maturity (YTM) mentioned is based on scheme portfolios dated May 30, 2025. YTM is the rate of return anticipated on a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities. Past performance may or may not be sustained in future. # - AAA & Equivalent includes exposure to Sovereign rated securities, TREPs & Net Current Assets and A1+ securities.



Recommendations – Equity & Hybrid





Recommendations – Fixed Income



PARKING OPTION (3-12 Months)

- ICICI Prudential Money Market Fund
- ICICI Prudential Ultra Short Term Fund
- ICICI Prudential Savings Fund
- ICICI Prudential Income plus Arbitrage Active FOF
- ICICI Prudential Equity - Arbitrage Fund
- ICICI Prudential Equity Savings Fund



SHORT TERM (1-3 Years)

- ICICI Prudential Short Term Fund
- ICICI Prudential Corporate Bond Fund
- ICICI Prudential Banking & PSU Debt Fund
- ICICI Prudential Medium Term Bond Fund
- ICICI Prudential Credit Risk Fund



LONG TERM (More than 3 Years)

- ICICI Prudential All Seasons Bond Fund



Riskometers

ICICI Prudential Business Cycle Fund (An open ended equity scheme following business cycles based investing theme) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An equity scheme that invests in Indian markets with focus on riding business cycles through dynamic allocation between various sectors and stocks at different stages of business cycles

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

ICICI Prudential Flexicap Fund (An open ended dynamic equity scheme investing across large cap, mid cap & small cap stocks) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An open ended dynamic equity scheme investing across large cap, mid cap and small cap stocks

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

ICICI Prudential Multi-Asset Fund (An open ended scheme investing in Equity, Debt and Exchange Traded Commodity Derivatives/ units of Gold ETFs/units of Silver ETFs/units of REITs & InvITs/Preference shares.) is suitable for investors who are seeking*:

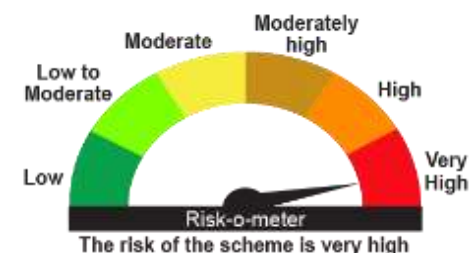
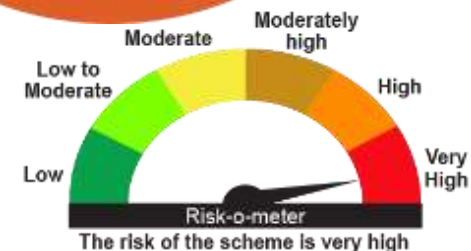
- ☐ Long Term Wealth Creation
- ☐ An open ended scheme investing across asset classes

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

ICICI Prudential Asset Allocator Fund (FOF) (An open ended fund of funds scheme investing in equity oriented schemes, debt oriented schemes and gold ETFs/schemes.) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An open ended fund of funds scheme investing in equity oriented schemes, debt oriented schemes and gold ETF/schemes.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them. Investors may please note that they will be bearing the recurring expenses of this Scheme in addition to the expenses of the underlying Schemes in which this Scheme makes investment.





Riskometers

ICICI Prudential India Opportunities Fund (An open ended equity scheme following special situations theme) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An equity scheme that invests in stocks based on special situations theme

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

ICICI Prudential Balanced Advantage Fund (An open ended dynamic asset allocation fund) is suitable for investors who are seeking*:

- ☐ Long term capital appreciation/income
- ☐ Investing in equity and equity related securities and debt instruments

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

ICICI Prudential Equity & Debt Fund (An open ended hybrid scheme investing predominantly in equity and equity related instruments) is suitable for investors who are seeking*:

- ☐ Long term wealth creation solution
- ☐ A balanced fund aiming for long term capital appreciation and current income by investing in equity as well as fixed income securities

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

ICICI Prudential Passive Multi-Asset Fund of Funds (An open ended fund of funds scheme investing in equity, debt, gold and global index funds/exchange traded funds) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An open ended fund of funds scheme investing in equity, debt, gold and global index funds/exchange traded funds

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them. Investors may please note that they will be bearing the recurring expenses of this Scheme in addition to the expenses of the underlying Schemes in which this Scheme makes investment.





Riskometers

ICICI Prudential Innovation Fund (An open ended equity scheme following innovation theme) is suitable for investors who are seeking*:

- ☐ Long term capital creation
- ☐ An equity scheme that invests in stocks adopting innovation strategies or themes.

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

ICICI Prudential Equity Minimum Variance Fund (An open ended equity scheme following Minimum Variance theme) is suitable for investors who are seeking*:

- ☐ Long Term Wealth Creation
- ☐ To generate long term capital appreciation by investing in Equity & Equity related instruments through a diversified basket with an aim to minimize the portfolio volatility.

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

ICICI Prudential Large Cap Fund (An open ended equity scheme predominantly investing in large cap stocks) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An open ended equity scheme predominantly investing in large cap stocks

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

ICICI Prudential Value Fund (An open ended equity scheme following a value investment strategy) is suitable for investors who are seeking*:

- ☐ Long Term Wealth Creation
- ☐ An open ended equity scheme following a value investment strategy

*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. The above riskometers are as on June 30, 2025. Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details.





Riskometers

ICICI Prudential Thematic Advantage Fund (FOF) (An open ended fund of funds scheme investing predominantly in Sectoral/Thematic schemes) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ • An open ended fund of funds scheme investing predominantly in Sectoral/Thematic equity oriented schemes.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them. Investors may please note that they will be bearing the recurring expenses of this Scheme in addition to the expenses of the underlying Schemes in which this Scheme makes investment.

ICICI Prudential Large & Mid Cap Fund (An open ended equity scheme investing in both large cap and mid cap stocks.) is suitable for investors who are seeking*:

- ☐ Long Term Wealth Creation
- ☐ An open ended equity scheme investing in both large cap and mid cap stocks

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

ICICI Prudential Focused Equity Fund (An open ended equity scheme investing in maximum 30 stocks across market-capitalization i.e. focus on multicap) is suitable for investors who are seeking*:

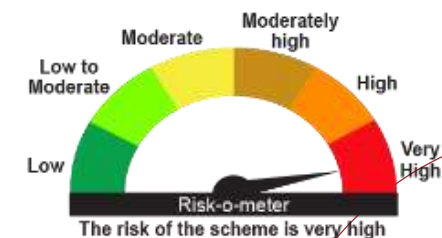
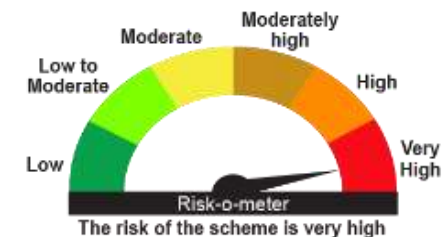
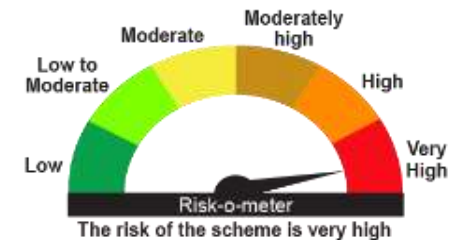
- ☐ Long Term Wealth Creation
- ☐ An open ended equity scheme investing in maximum 30 stocks across market-capitalisation.

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

ICICI Prudential Rural Opportunities Fund (An open ended equity scheme following Rural and allied theme) is suitable for investors who are seeking*:

- ☐ Long Term Wealth Creation
- ☐ An equity scheme following Rural and allied theme

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





Riskometers

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below riskometers are as on May 31, 2025. Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details.

ICICI Prudential Liquid Fund

(An open ended liquid scheme. A relatively low interest rate risk and moderate credit risk.)



This product is suitable for investors who are seeking*:

- Short term savings solution
- A liquid fund that aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity

ICICI Prudential Banking & PSU Debt Fund

(An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal bonds. A relatively high interest rate risk and moderate credit risk.)



This product is suitable for investors who are seeking*:

- Short term savings
- An open ended debt scheme predominantly investing in debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds

ICICI Prudential Money Market Fund

(An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk.)



This product is suitable for investors who are seeking*:

- Short term savings
- A money market scheme that seeks to provide reasonable returns, commensurate with low risk while providing a high level of liquidity

ICICI Prudential Savings Fund

(An open ended low duration debt scheme investing in instruments such that the Macaulay Duration of the portfolio is between 6 months and 12 months. A relatively high interest rate risk and moderate credit risk.)



This product is suitable for investors who are seeking*:

- Short term savings
- An open ended low duration debt scheme that aims to maximize income by investing in debt and money market instruments while maintaining optimum balance of yield, safety and liquidity.



Riskometers

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below riskometers are as on May 31, 2025. Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details.

ICICI Prudential Floating Interest Fund

(An open ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/derivatives). A relatively high interest rate risk and moderate credit risk.)

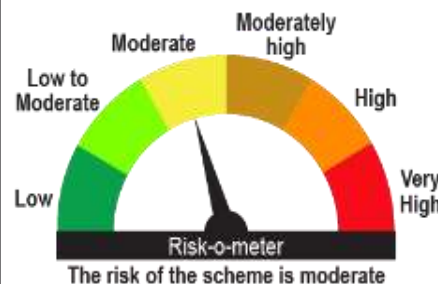


This product is suitable for investors who are seeking*:

- Short term savings
- An open ended debt scheme predominantly investing in floating rate instruments.

ICICI Prudential All Seasons Bond Fund

(An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk.)



This product is suitable for investors who are seeking*:

- All duration savings
- A debt scheme that invests in debt and money market instruments with a view to maximize income while maintaining optimum balance of yield, safety and liquidity.

ICICI Prudential Ultra Short Term Fund

(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 moderate interest rate risk and moderate credit risk.)



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.

ICICI Prudential Credit Risk Fund

(An open ended debt scheme predominantly investing in AA and below rated corporate bonds. A relatively high interest rate risk and relatively high credit risk.)



This product is suitable for investors who are seeking*:

- Medium term savings
- A debt scheme that aims to generate income through investing predominantly in AA and below rated corporate bonds while maintaining the optimum balance of yield, safety and liquidity.



Riskometers

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below riskometers are as on May 31, 2025. Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details.

ICICI Prudential Corporate Bond Fund

(An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk.)



This product is suitable for investors who are seeking*:

- Short term savings
- An open ended debt scheme predominantly investing in highest rate corporate bonds.

ICICI Prudential Short Term Fund

(An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 Year and 3 Years. A relatively high interest rate risk and moderate credit risk.)



This product is suitable for investors who are seeking*:

- Short term income generation and capital appreciation solution
- A debt fund that aims to generate income by investing in a range of debt and money market instruments of various maturities.

ICICI Prudential Medium Term Bond Fund

(An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 Years and 4 Years. The Macaulay duration of the portfolio is 1 Year to 4 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk)



This product is suitable for investors who are seeking*:

- Medium term savings
- A debt scheme that invests in debt and money market instruments with a view to maximize income while maintaining optimum balance of yield, safety and liquidity

ICICI Prudential Income Plus Arbitrage Active FOF

(Erstwhile ICICI Prudential Income Optimizer Fund (FOF))

(An open ended fund of funds scheme investing in Debt oriented and arbitrage schemes.)



This product is suitable for investors who are seeking*:

- Short term savings
- An open ended fund of funds scheme investing in Debt oriented and arbitrage schemes.

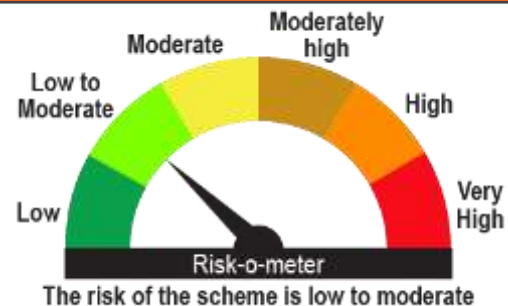


Riskometers

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below risk-o-meters are as on May 31, 2025. Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details.

ICICI Prudential Equity Savings Fund

(An open ended scheme investing in equity, arbitrage and debt)

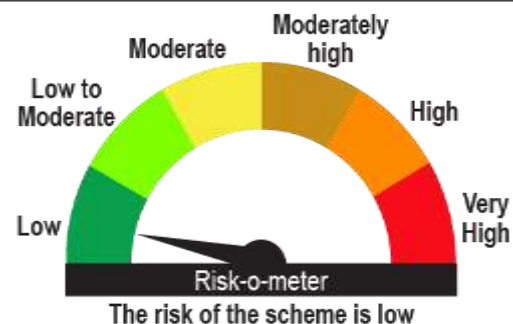


This product is suitable for investors who are seeking*:

- Long term wealth creation
- An open ended scheme that seeks to generate regular income through investments in fixed income securities, arbitrage and other derivative strategies and aim for long term capital appreciation by investing in equity and equity related instruments

ICICI Prudential Equity-Arbitrage Fund

(An open ended scheme investing in arbitrage opportunities)



This product is suitable for investors who are seeking*:

- Short Term Income Generation
- A hybrid scheme that aims to generate low volatility returns by using arbitrage and other derivative strategies in equity markets and investments in debt and money market instruments



Potential Risk Class

The Potential risk class (PRC) matrix based on interest rate risk and credit risk.

ICICI Prudential Credit Risk Fund

Potential Risk Class			
Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)			C-III

ICICI Prudential Ultra Short Term Fund

Potential Risk Class			
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)			

ICICI Prudential Liquid Fund, ICICI Prudential Money Market Fund

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)			

ICICI Prudential Savings Fund, ICICI Prudential Floating Interest Fund, ICICI Prudential Medium Term Bond Fund, ICICI Prudential All Seasons Bond Fund, ICICI Prudential Corporate Bond Fund, ICICI Prudential Banking & PSU Debt Fund, ICICI Prudential Short Term Fund

Potential Risk Class			
Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		B-III	



YTM Disclaimer

Scheme Name	ICICI Prudential Money Market Fund	ICICI Prudential Savings Fund	ICICI Prudential Floating Interest Fund	ICICI Prudential Banking & PSU Debt Fund	ICICI Prudential Corporate Bond Fund	ICICI Prudential All Seasons Bond Fund
Description	An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk	An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months and 12 months. A relatively high interest rate risk and moderate credit risk.	An open ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/derivatives). A relatively high interest rate risk and moderate credit risk	An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal bonds. A relatively high interest rate risk and moderate credit risk.	An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk.	An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk.
Annualised Portfolio YTM*:	6.51%	6.95%	7.33%	6.79 %	6.85%	7.18%
Macaulay Duration	0.73 Years	0.97 Years	1.22 Years	3.17 Years	2.91 Years	3.71 Years
Residual Maturity	0.74 Years	1.85 Years	4.02 Years	5.21 Years	4.69 Years	8.02 Years

As per AMFI Best Practices Guidelines Circular No. AMFI/ 35P/ MEM-COR/ 72 / 2022-23 dated December 31, 2022 on Standard format for disclosure Portfolio YTM for Debt Schemes, Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi annual YTM, it will be annualized.

The Yield to Maturity (YTM) mentioned is based on scheme portfolio dated May 31, 2025. YTM is the rate of return of a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities.



YTM Disclaimer

Scheme Name	ICICI Prudential Short Term Fund	ICICI Prudential Liquid Fund	ICICI Prudential Credit Risk Fund	ICICI Prudential Medium Term Bond Fund	ICICI Prudential Ultra Short Term Fund
Description	An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 Year and 3 Years. A relatively high interest rate risk and moderate credit risk.	An open ended liquid scheme. A relatively low interest rate risk and moderate credit risk.	An open ended debt scheme predominantly investing in AA and below rated corporate bonds. A relatively high interest rate risk and relatively high credit risk	An Open Ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 Years and 4 Years The Macaulay duration of the portfolio is 1 Year to 4 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk.	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 moderate interest rate risk and moderate credit risk
Annualised Portfolio YTM*:	7.08%	6.33%	7.93%	7.62%	6.88%
Macaulay Duration	2.50 Years	0.14 Years	2.27 Years	3.57 Years	0.48 Years
Residual Maturity	4.05 Years	0.14 Years	3.01 Years	5.40 Years	0.69 Years

As per AMFI Best Practices Guidelines Circular No. AMFI/ 35P/ MEM-COR/ 72 / 2022-23 dated December 31, 2022 on Standard format for disclosure Portfolio YTM for Debt Schemes, Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi annual YTM, it will be annualized.

The Yield to Maturity (YTM) mentioned is based on scheme portfolio dated May 31, 2025. YTM is the rate of return of a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities.



Disclaimer



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

All figures and other data given in this document are dated as of May 31, 2025 unless stated otherwise. The same may or may not be relevant at a future date. The information shall not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Prudential Asset Management Company Limited (the AMC). Prospective 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

Disclaimer: In the preparation of the material contained in this document, the AMC has used information that is publicly available, including information developed in-house. Some of the material(s) used in the document may have been obtained from members/persons other than the AMC and/or its affiliates and which may have been made available to the AMC and/or to its affiliates. Information gathered and material used in this document is believed to be from reliable sources. The AMC however does not warrant the accuracy, reasonableness and / or completeness of any information. We have included statements / opinions / recommendations in this document, which contain words, or phrases such as “will”, “expect”, “should”, “believe” and similar expressions or variations of such expressions, that are “forward looking statements”. Actual results may differ materially from those suggested by the forward looking 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. ICICI Prudential Asset Management Company Limited (including its affiliates), the Mutual Fund, The Trust and any of its officers, directors, personnel and employees, shall not 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. Further, the information contained herein should not be construed as forecast or promise. The recipient alone shall be fully responsible/are liable for any decision taken on this material