June 29, 2017

ICICI Prudential Asset Management Company Limited

Summary of rated instruments

Instrument*	Rating Action
ICICI Prudential Short Term Plan	[ICRA]AAAmfs; reaffirmed
ICICI Prudential Dynamic Bond Fund	[ICRA]AAAmfs; reaffirmed
ICICI Prudential Corporate Bond Fund	[ICRA]AAmfs; reaffirmed

*Instrument details are provided in Annexure-1

Rating action

ICRA has reaffirmed the credit risk rating of [ICRA]AAAmfs (pronounced ICRA triple A m f s) to ICICI Prudential Short Term Plan and ICICI Prudential Dynamic Bond Fund. The schemes with [ICRA]AAAmfs rating are considered to have the highest degree of safety regarding timely receipt of payments from the investments that they have made. ICRA has also reaffirmed the credit risk rating of [ICRA]AAmfs (pronounced ICRA double A m f s) to ICICI Prudential Corporate Bond Fund. The schemes with [ICRA]AAmfs rating are considered to have a high degree of safety regarding timely receipt of payments from the investments that they have made.

Rationale

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 the 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 and 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.

The reaffirmation of ratings of the debt schemes follows ICRA's monitoring of the credit risk profile of the month end portfolio position for these schemes for the last 12 months. The credit risk scores for these schemes were comfortably within the benchmark limits for their current level of ratings.

Analytical approach:

For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

Links to applicable criteria:

ICRA- Mutual Fund Credit Risk Rating Methodology

About the company:

ICICI Prudential Asset Management Company Limited
ICICI Prudential Asset Management Company Limited (ICICI Pru AMC) is the asset management company for the ICICI Prudential Mutual Fund (ICICI Pru MF). It is a joint venture between ICICI Bank and Prudential Plc, UK. ICICI Pru MF had average assets under management of Rs. 242,961 crore during the quarter ended March 31, 2017.

ICICI Prudential Short Term Plan
Launched in October 2001, ICICI Prudential Short Term Plan is an open ended income fund. The portfolio predominantly comprises debt instruments issued by the corporate and financial services sector and government securities. The fund's corpus stood at Rs. 8,771 crore as on May 31, 2017 and had an average residual maturity of ~3.5 years as on that date.

ICICI Prudential Dynamic Bond Fund
Launched in June 2009, ICICI Prudential Dynamic Bond Fund is an open ended income fund which aims to generate regular income for its unit holders. The scheme invests predominantly in top rated debt securities and government debt which carry only sovereign risk. The fund's corpus stood at Rs. 1,287 crore as on May 31, 2017 and had an average residual maturity of ~7.2 years as on that date.

ICICI Prudential Corporate Bond Fund
Launched in September 2004, ICICI Prudential Corporate Bond Fund is an open ended income fund which primarily invests in corporate bonds. The scheme focuses on accrual income by investing in medium to long term corporate papers. The fund invests in debt securities issued by corporates including PSUs, financial institutions and NBFCs. The fund's corpus stood at Rs. 6,388 crore as on May 31, 2017 with an average residual maturity of ~4.3 years as on that date.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for last three years:
Table:

Sr. No.	Scheme	Current Rating (FY2018)			Chronology of rating history for the past 3 years				
		Type	Rated Amount	June 2017	FY2017	FY2016	FY2015		
					June 2016	Jun 2015	Oct 2014	Jun 2014	Apr 2014
1	ICICI Prudential Short Term Plan	Long Term	-	[ICRA] AAAmfs	[ICRA] AAAmfs	[ICRA] AAAmfs	[ICRA] AAAmfs	-	-
2	ICICI Prudential Dynamic Bond Fund	Long Term	-	[ICRA] AAAmfs	[ICRA] AAAmfs	[ICRA] AAAmfs	[ICRA] AAAmfs	[ICRA] AAAmfs	[ICRA] AAAmfs
3	ICICI Prudential Corporate Bond Fund	Long Term	-	[ICRA] AAmfs	[ICRA] AAmfs	[ICRA] AAmfs	[ICRA] AAmfs	[ICRA] AAmfs	-

Complexity level of the rated instrument:
ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1
Instrument Details

Instrument	**Date of Issuance / Sanction**	**Coupon Rate**	**Maturity Date**	**Rated Amount (Rs. crore)**	**Current Rating and Outlook**
NA	NA	NA	NA	NA	NA

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit **www.icra.in**

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