

Hybrid MF Navigator

February 2024 | Issue 40

Know about the funds

Fund name	Inception	Fund manager	Benchmark	*Performance (Fund vs Benchmark in %)								Ratings
				1 year		3 Year		5 year		#Since Inception	Value Research	
Equity Saving Funds												
HDFC Equity Savings Fund	17-Sep-04	Srinivasan Ramamurthy	NIFTY 50 - TRI	15.37	21.30	11.80	17.24	10.39	16.25	9.55	-	★★★★
ICICI Pru Equity Savings Fund	05-Dec-14	Dharmesh Kakkad	NIFTY 50 - TRI	10.54	21.30	8.65	17.24	8.47	16.25	7.92	-	★★★★
Kotak Equity Savings Fund	13-Oct-14	Devender Singhal	NIFTY 50 - TRI	16.75	21.30	11.14	17.24	10.55	16.25	9.33	-	★★★★★
Aditya Birla SL Equity Savings Fund	28-Nov-14	Pranav Gupta	NIFTY 50 - TRI	12.64	21.30	7.43	17.24	8.60	16.25	7.59	-	★★
Mirae Asset Equity Savings Fund	17-Dec-18	Harshad Borawake	NIFTY 50 - TRI	15.35	21.30	10.79	17.24	11.69	16.25	11.60	-	★★★
SBI Equity Savings Fund	27-May-15	Neeraj Kumar	NIFTY 50 - TRI	18.67	21.30	10.41	17.24	10.92	16.25	8.96	-	★★★★★
Balanced Advantage Funds / Dynamic Asset Allocation Funds												
Aditya Birla SL Balanced Advantage Fund	25-Apr-00	Mohit Sharma	CRISIL Hybrid 35+65 - Aggressive Index	18.04	18.39	11.24	14.11	11.71	14.16	9.67	-	★★★
DSP Dynamic Asset Allocation Fund	06-Feb-14	Rohit Singhania	CRISIL Hybrid 35+65 - Aggressive Index	18.12	18.39	8.51	14.11	9.69	14.16	8.96	-	★★★
HDFC Balanced Advantage Fund	11-Sep-00	Gopal Agrawal	CRISIL Hybrid 35+65 - Aggressive Index	33.95	18.39	24.15	14.11	18.06	14.16	17.53	-	★★★★★
ICICI Pru Balanced Advantage Fund	30-Dec-06	Sankaran Naren	CRISIL Hybrid 35+65 - Aggressive Index	18.09	18.39	12.84	14.11	12.61	14.16	11.31	-	★★★★★
Kotak Balanced Advantage Fund	03-Aug-18	Rohit Tandon	CRISIL Hybrid 35+65 - Aggressive Index	16.71	18.39	10.55	14.11	11.78	14.16	10.79	-	★★★★★
Arbitrage Funds												
Aditya Birla SL Arbitrage Fund	24-Jul-09	Lovelish Solanki	Nifty 50 Arbitrage	7.42	7.95	5.19	5.43	5.14	5.05	6.23	5.15	★★★★
ICICI Pru Equity-Arbitrage Fund	30-Dec-06	Archana Nair	Nifty 50 Arbitrage	7.43	7.95	5.23	5.43	5.16	5.05	6.86	5.15	★★★
Kotak Equity Arbitrage Fund	29-Sep-05	Hiten Shah	Nifty 50 Arbitrage	7.68	7.95	5.46	5.43	5.33	5.05	6.87	5.15	★★★★★
HDFC Arbitrage-WP	23-Oct-07	Arun Agarwal	Nifty 50 Arbitrage	7.48	7.95	5.16	5.43	5.00	5.05	6.47	5.15	★★
Bandhan Arbitrage Fund	21-Dec-06	Nemish Sheth	Nifty 50 Arbitrage	7.43	7.95	5.10	5.43	5.02	5.05	6.51	5.15	★★
Invesco India Arbitrage Fund	30-Apr-07	Deepak Gupta	Nifty 50 Arbitrage	7.65	7.95	5.50	5.43	5.30	5.05	6.54	5.15	★★★★★

#Please Note: We have taken standard common benchmarks as Data is not available for Different Specific Benchmarks of Respective Funds. Since the inception date of CRISIL Hybrid 35+65 - Aggressive Index is 31st March 2002 for funds whose inception date is before 31st March 2002, Since Inception Benchmark returns are calculated from 31st March 2002 and inception date for Nifty 50 Arbitrage is 1st April 2006 for funds whose inception date is before 1st April 2006, Since Inception Benchmark returns are calculated from 1st April 2006.

Asset Class	Category	Capital Gain			Dividend/Interest	
		Period of LTCG	Rate of STCG	Rate of LTCG	Type	Rate (NEW)
Mutual Fund	Hybrid MF	More than 12 months	15%	10%	Dividend	Marginal Taxation

*Tax Rates are excluding surcharge and cess.

STCG – Short-term Capital Gains Tax is levied on investments in hybrid mutual fund held for less than 1 years. The tax rate will be 15% excluding surcharge and cess.

LTCG – Long-term Capital Gains Tax is levied on investments in Aggressive - hybrid mutual fund held for more than 1 year. The tax rate will be 10% excluding surcharge and cess.

Dividend Taxation – The dividend income is considered other income of the investor and taxable as per marginal tax slab of the investor.

Update of MF Offerings

- [Equity Savings Funds](#)
- [Balanced Advantage Funds / Dynamic Asset Allocation Funds](#)
- [Arbitrage Funds](#)

Equity Savings Funds

- [HDFC Equity Savings Fund](#)
- [ICICI Pru Equity Savings Fund](#)
- [Kotak Equity Savings Fund](#)
- [Mirae Asset Equity Savings Fund](#)
- [SBI Equity Savings Fund](#)
- [Aditya Birla SL Equity Savings Fund](#)

Investment Objective

HDFC Equity Savings Fund

The objective of the scheme is to provide capital appreciation by investing in Equity & equity related instruments, Arbitrage opportunities, and Debt & money market instruments.

ICICI Pru Equity Savings Fund

The scheme seeks to generate regular income through investments in fixed income securities and using arbitrage and other derivative strategies. The Scheme also intends to generate long-term capital appreciation by investing a portion of the Scheme's assets in equity and equity related instruments.

Kotak Equity Savings Fund

The investment objective of the scheme is to generate capital appreciation and income by predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market, and enhance returns with a moderate exposure in equity & equity related instruments.

Mirae Asset Equity Savings Fund

The investment objective of the scheme is to provide capital appreciation and income distribution to the investors by using equity and equity related instruments, arbitrage opportunities, and investments in debt and money market instruments.

SBI Equity Savings Fund

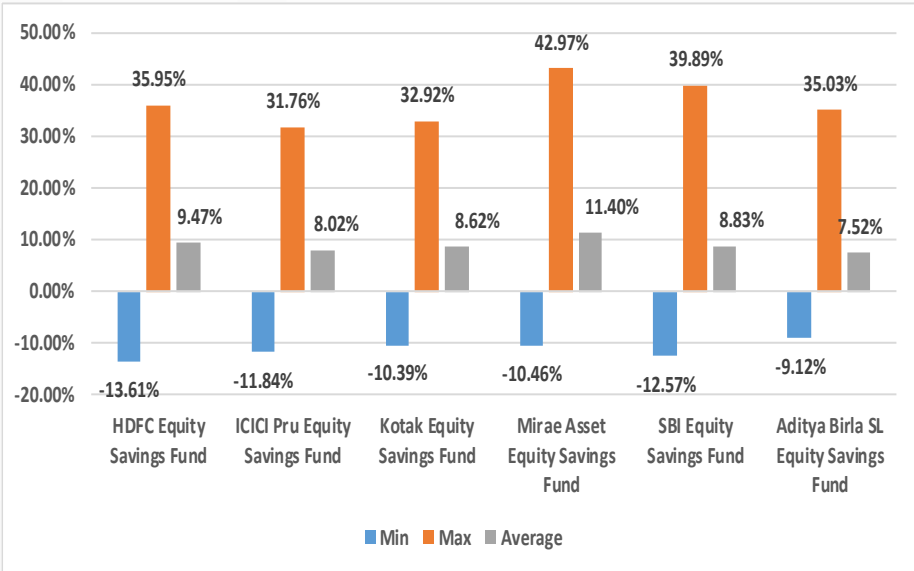
The investment objective of the scheme is to generate income by investing in arbitrage opportunities in the cash and derivatives segment of the equity market, and capital appreciation through a moderate exposure in equity.

Aditya Birla SL Equity Savings Fund

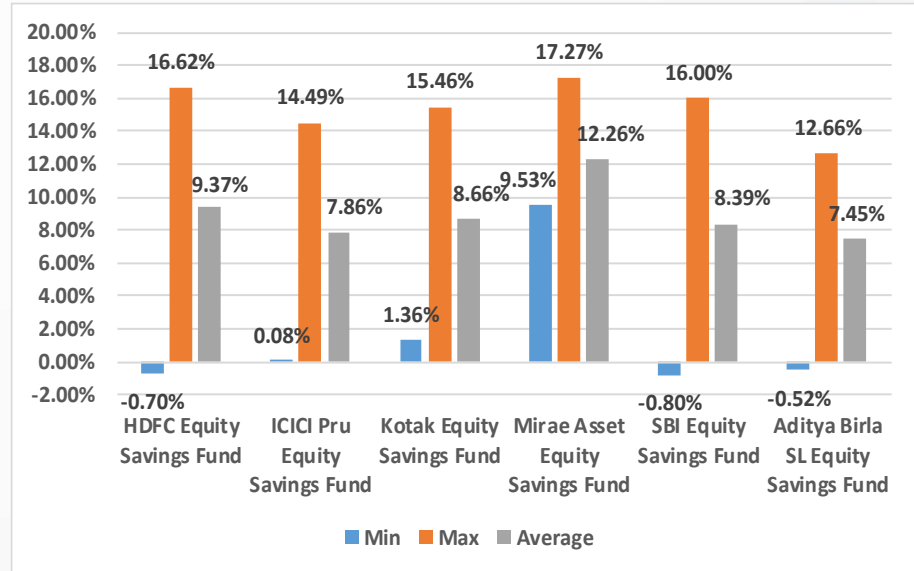
The objective of the scheme is To provide capital appreciation and income distribution to the investors by using a blend of equity derivatives strategies, arbitrage opportunities and pure equity investments.

Rolling return

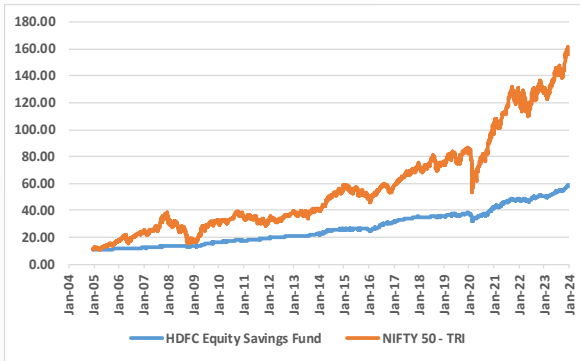
1 Year Rolling return since inception



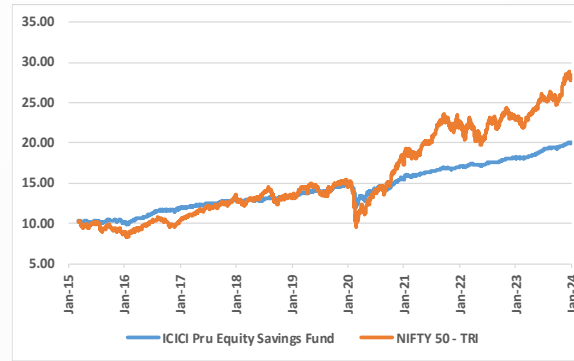
3 Years Rolling return since inception



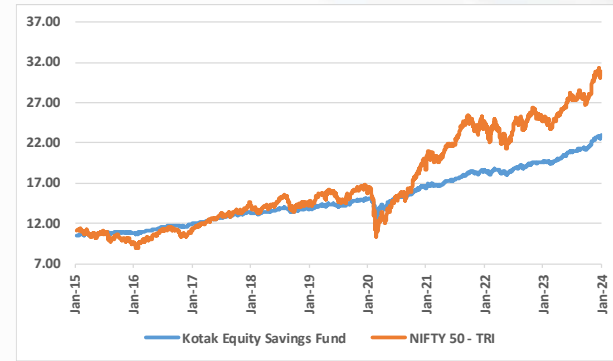
Performance return



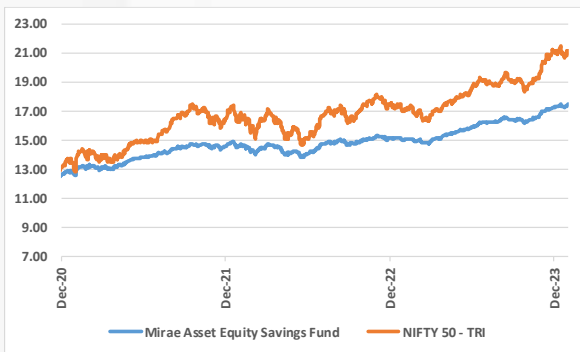
5.86x in Fund vs 15.92x in Nifty 50 - TRI since inception



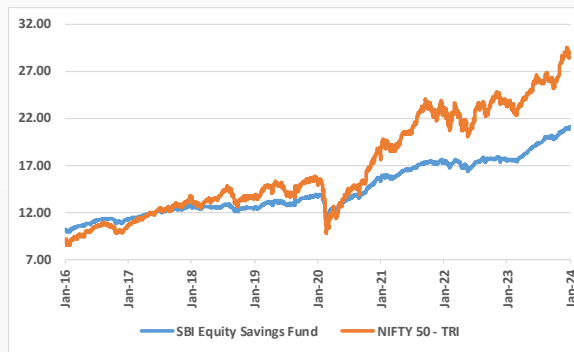
2.00 in Fund vs 2.84x in Nifty 50 - TRI since inception



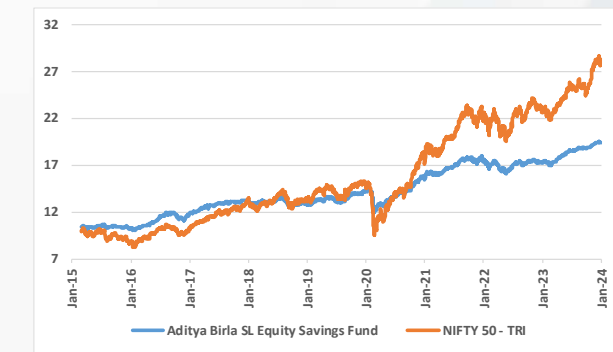
2.29x in Fund vs 3.08x in Nifty 50 - TRI since inception



1.75x in Fund vs 2.12x in Nifty 50 - TRI since inception



2.11x in Fund vs 2.90x in Nifty 50 - TRI since inception



1.95x in Fund vs 2.83x in Nifty 50 - TRI since inception

Top 10 Stocks

HDFC Equity Savings Fund	% Allocation
HDFC Bank Ltd.	8.78
State Bank Of India	4.48
Titan Company Ltd.	3.87
ICICI Bank Ltd.	3.12
Maruti Suzuki India Ltd.	2.87
Adani Ports and Special Economic Zone Ltd.	2.56
Axis Bank Ltd.	2.49
Larsen & Toubro Ltd.	2.36
Infosys Ltd.	1.78
Tata Motors Ltd.	1.64

ICICI Pru Equity Savings Fund	% Allocation
Hindustan Unilever Ltd.	5.94
HDFC Bank Ltd.	5.41
ICICI Bank Ltd.	5.38
Infosys Ltd.	4.46
Sun Pharmaceutical Industries Ltd.	4.17
Reliance Industries Ltd.	4.11
ITC Ltd.	3.98
NTPC Ltd.	3.70
Adani Ports and Special Economic Zone Ltd.	3.43
Axis Bank Ltd.	3.03

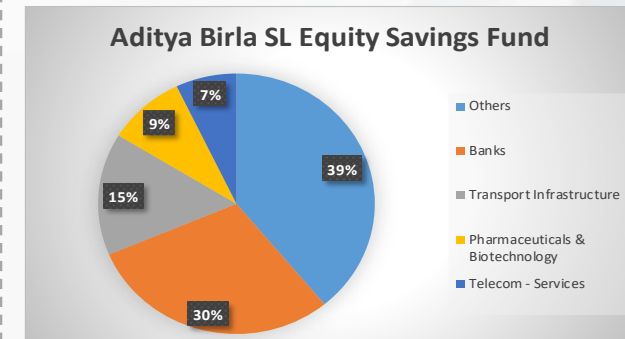
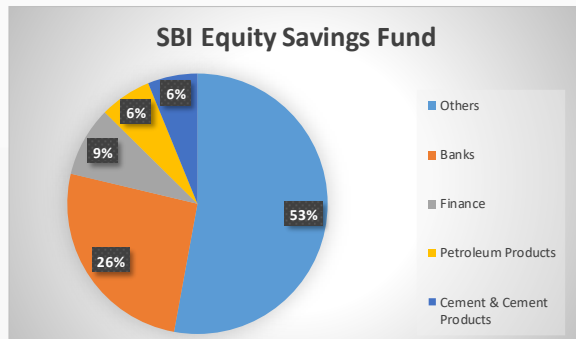
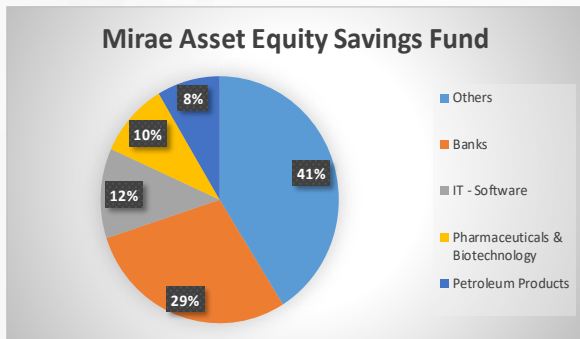
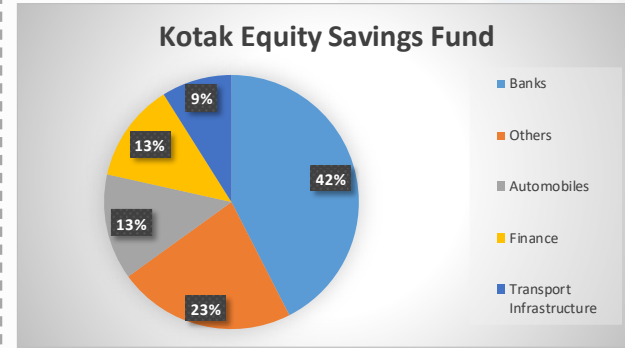
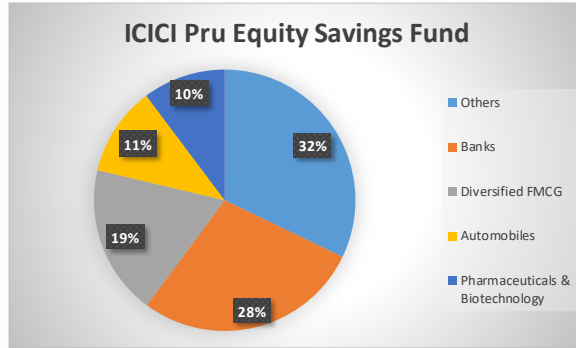
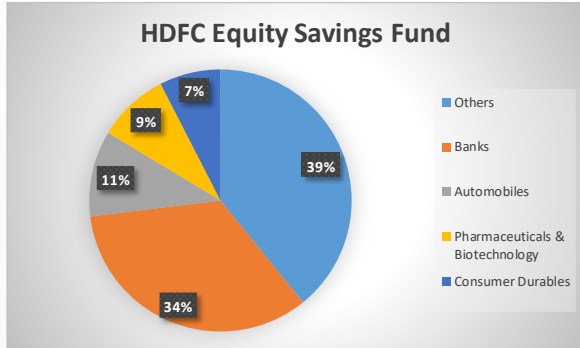
Kotak Equity Savings Fund	% Allocation
HDFC Bank Ltd.	5.42
ICICI Bank Ltd.	5.14
Adani Ports and Special Economic Zone Ltd.	3.92
Sun Pharmaceutical Industries Ltd.	3.35
Power Finance Corporation Ltd.	2.93
Maruti Suzuki India Ltd.	2.78
Hindustan Unilever Ltd.	2.08
Ambuja Cements Ltd.	2.05
Hero MotoCorp Ltd.	1.97
Reliance Industries Ltd.	1.75

Mirae Asset Equity Savings Fund	% Allocation
HDFC Bank Ltd.	3.64
ICICI Bank Ltd.	3.23
Reliance Industries Ltd.	2.99
State Bank Of India	2.46
Infosys Ltd.	2.41
Larsen & Toubro Ltd.	2.07
Axis Bank Ltd.	1.79
Tata Motors Ltd.	1.76
Sun Pharmaceutical Industries Ltd.	1.64
Tata Consultancy Services Ltd.	1.61

SBI Equity Savings Fund	% Allocation
HDFC Bank Ltd.	5.45
ICICI Bank Ltd.	3.98
Reliance Industries Ltd.	3.49
Bharat Heavy Electricals Ltd.	2.12
Adani Ports and Special Economic Zone Ltd.	1.82
Larsen & Toubro Ltd.	1.56
Kotak Mahindra Bank Ltd.	1.39
Aptus Value Housing Finance India Ltd.	1.19
State Bank Of India	1.14
Grasim Industries Ltd.	1.12

Aditya Birla SL Equity Savings Fund	% Allocation
GMR Airports Infrastructure Ltd.	5.13
HDFC Bank Ltd.	5.13
Adani Ports and Special Economic Zone Ltd.	3.99
Sun Pharmaceutical Industries Ltd.	3.82
Kotak Mahindra Bank Ltd.	3.36
Indus Towers Ltd.	3.23
Manappuram Finance Ltd.	2.88
Reliance Industries Ltd.	2.85
Zee Entertainment Enterprises Ltd.	2.68
Canara Bank	2.43

Top 5 Sectors



Fund Characteristics

Financials	PB	PE	Expense Ratio	AUM (In Cr.)
HDFC Equity Savings Fund	5.5	31.7	2.0	3737
ICICI Pru Equity Savings Fund	4.8	30.4	1.0	8774
Kotak Equity Savings Fund	4.2	28.1	1.9	4330
Mirae Asset Equity Savings Fund	5.4	32.7	1.3	868
SBI Equity Savings Fund	5.4	35.5	1.2	3897
Aditya Birla SL Equity Savings Fund	3.8	24.6	1.1	527

Market Cap Allocation

Scheme name	Large Cap (%)	Mid Cap (%)	Small Cap (%)	Others/ Cash (%)
HDFC Equity Savings Fund	58.09	4.62	3.67	33.63
ICICI Pru Equity Savings Fund	65.84	3.95	0.03	30.18
Kotak Equity Savings Fund	51.51	11.70	4.07	32.71
Mirae Asset Equity Savings Fund	50.72	10.79	8.25	30.24
SBI Equity Savings Fund	32.49	19.97	13.70	33.84
Aditya Birla SL Equity Savings Fund	42.71	17.29	4.63	35.37

Stock Universe of our MF offerings

- Duplication of stocks are limited across our offerings.
- Exposure to companies in line with investment theme.

Stock Universe	No. of Stocks
Universe of Stocks	498
Unique no. of Stocks	109
Stocks common	107

Strategies (Total No. of stocks)	Aditya Birla SL Equity Savings Fund (111)	HDFC Equity Savings Fund (65)	ICICI Pru Equity Savings Fund (46)	Kotak Equity Savings Fund (79)	Mirae Asset Equity Savings Fund (104)	SBI Equity Savings Fund (93)
Aditya Birla SL Equity Savings Fund (111)	21(7%)	44(37%)	43(33%)	53(49%)	62(45%)	55(45%)
HDFC Equity Savings Fund (65)	44(60%)	13(4%)	32(48%)	32(46%)	40(58%)	36(49%)
ICICI Pru Equity Savings Fund (46)	43(67%)	32(56%)	1(0%)	31(56%)	33(59%)	30(52%)
Kotak Equity Savings Fund (79)	53(59%)	32(41%)	31(43%)	15(9%)	52(55%)	39(44%)
Mirae Asset Equity Savings Fund (104)	62(54%)	40(44%)	33(39%)	52(47%)	30(11%)	44(43%)
SBI Equity Savings Fund (93)	62(54%)	36(31%)	30(27%)	39(29%)	44(32%)	29(21%)

Note : Unique stocks & allocation mentioned in highlighted cells

Instance on How to Read - Stock Universe of our MF offerings (Previous Slide)

- Duplication of stocks are limited across our offerings.
- Exposure to companies in line with investment theme.

Stock Universe	No. of Stocks
Universe of Stocks	25
Unique no. of Stocks	9
Stocks common	16

Strategies (Total No. of stocks)	A	B	C
A	4 (19%)	12 (55%)	4 (16%)
B	12 (59%)	4 (18%)	1 (5%)
C	4 (30%)	1 (11%)	1 (10%)
Note : Unique stocks & allocation mentioned in highlighted cells			

Out of **9 Unique** no. stocks there is only **1** stock in C Strategy with **10% Proportion** which is not allocated in any other MF offered.

4 Stocks of C Fund with **30% Proportion** are **common** amongst both the funds i.e. A & C.

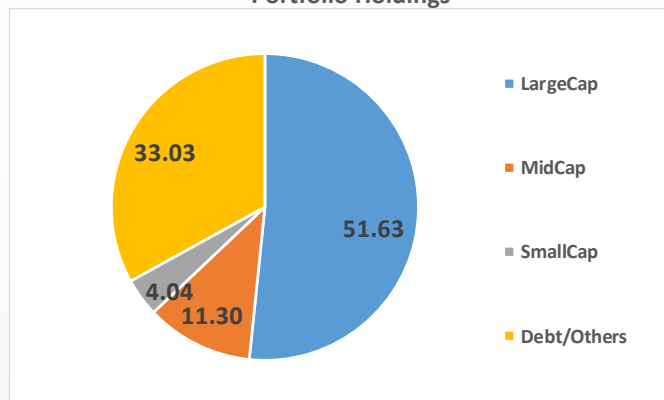
Balanced Advantage / Dynamic Asset Allocation Funds

- [Aditya Birla SL Balanced Advantage Fund](#)
- [DSP Dynamic Asset Allocation Fund](#)
- [HDFC Balanced Advantage Fund](#)
- [ICICI Pru Balanced Advantage Fund](#)
- [Kotak Balanced Advantage Fund](#)

Aditya Birla SL Balanced Advantage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	*Benchmark Index
Mohit Sharma, Vishal Gajwani	7,012	25-Apr-00	0.25% on or before 7D, Nil after 7D	Crisil Hybrid 50+50 - Moderate Index

Portfolio Holdings



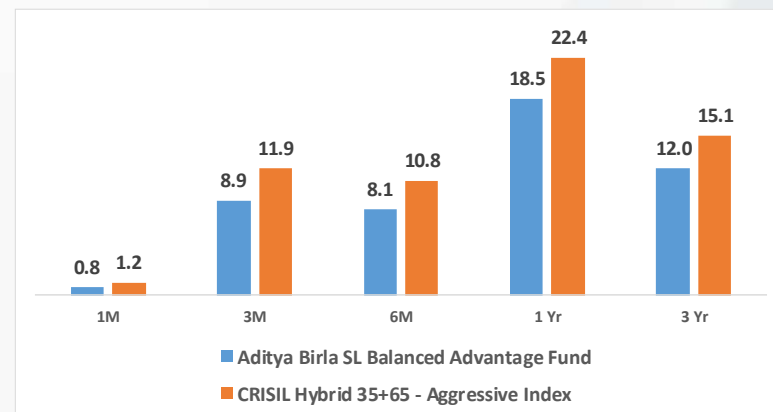
Financials

Alpha (%)	-0.46
SHARPE	0.87
Std Dev	11.93
BETA	0.60
Expense Ratio	1.78

Investment Objective

The investment objective of the scheme is to generate long term growth of capital and income distribution with relatively lower volatility by investing in a dynamically balanced portfolio of Equity & Equity linked investments and fixed-income securities.

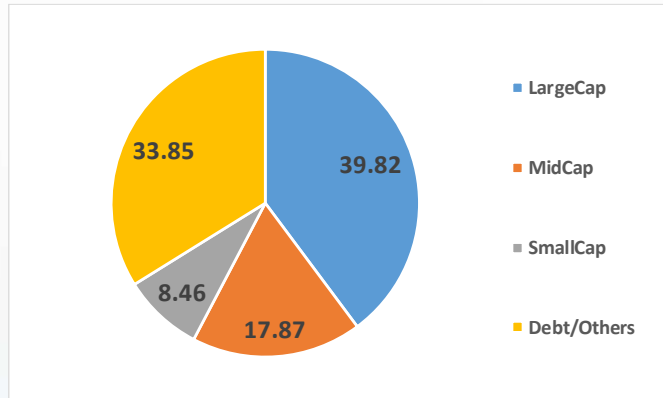
Performance



DSP Dynamic Asset Allocation Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	*Benchmark Index
Rohit Singhania,Dhaval Gada	3,185	06-Dec-14	Nil for 10% of investment and 1% for remaining Investment on or before 12M, Nil after 12M	Crisil Hybrid 50+50 - Moderate Index

Portfolio Holdings



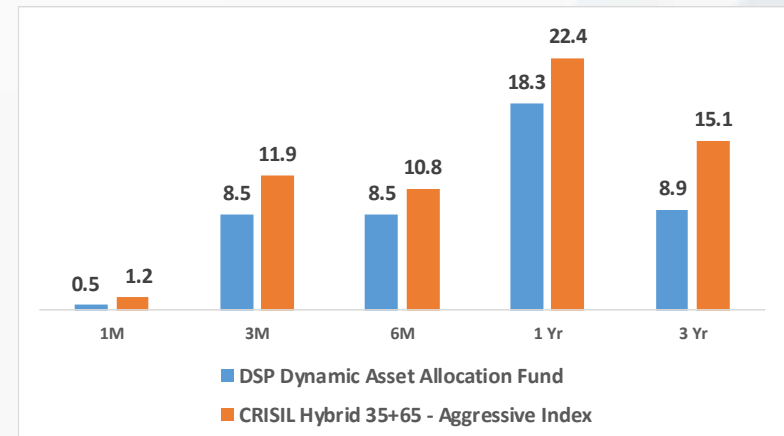
Financials

Alpha (%)	-1.64
SHARPE	0.64
Std Dev	8.56
BETA	0.38
Expense Ratio	1.93

Investment Objective

The investment objective of the scheme is to to seek capital appreciation by managing the asset allocation between equity and fixed income securities. The Scheme will dynamically manage the asset allocation between equity and fixed income based on the relative valuation of equity and debt markets.

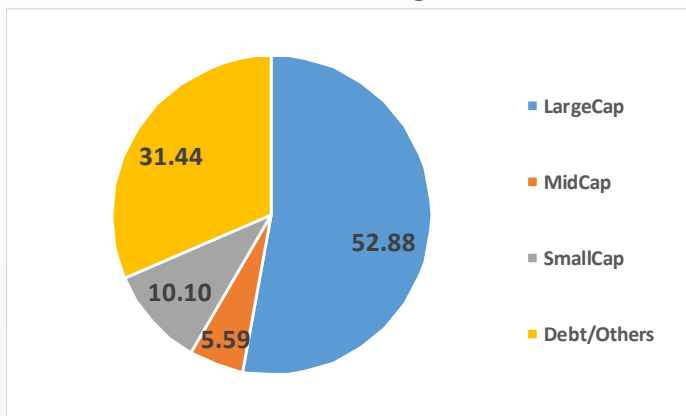
Performance



HDFC Balanced Advantage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	*Benchmark Index
Gopal Agrawal, Srinivasan Ramamurthy	77,011	11-Sep-00	Nil upto 15% of Units, For excess Units 1% on or before 1Y and Nil after 1Y	NIFTY 50 Hybrid Composite Debt 50:50 Index

Portfolio Holdings



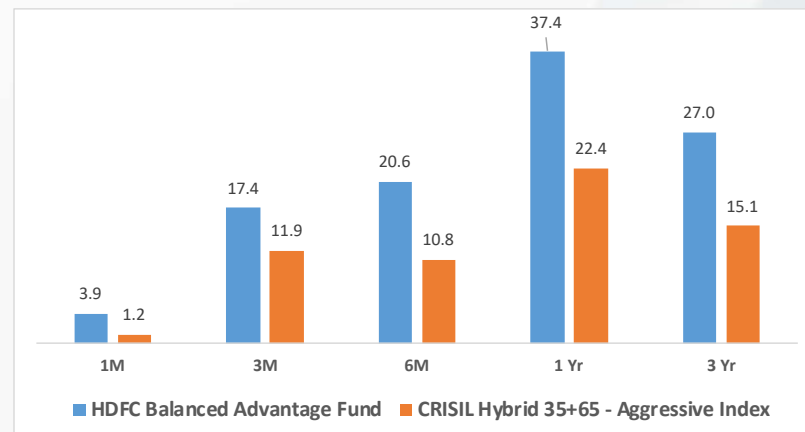
Financials

Alpha (%)	9.82
SHARPE	1.50
Std Dev	15.57
BETA	0.72
Expense Ratio	1.42

Investment Objective

The investment objective of the scheme is to provide long term capital appreciation / income from a dynamic mix of equity and debt investments.

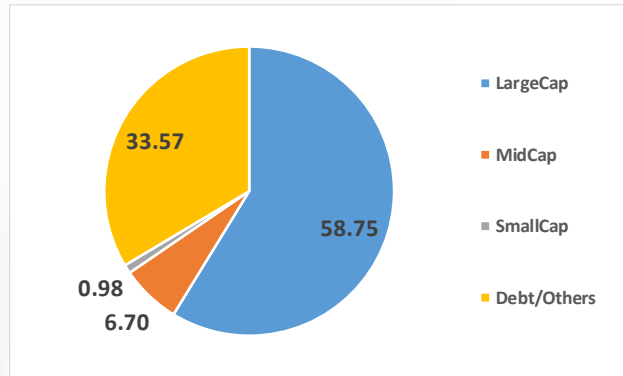
Performance



ICICI Pru Balanced Advantage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	*Benchmark Index
Manish Banthia, Sankaran Naren	54,141	30-Dec-06	Nil upto 30% of units and 1% for remaining units on or before 1Y.	Crisil Hybrid 50+50 - Moderate Index

Portfolio Holdings



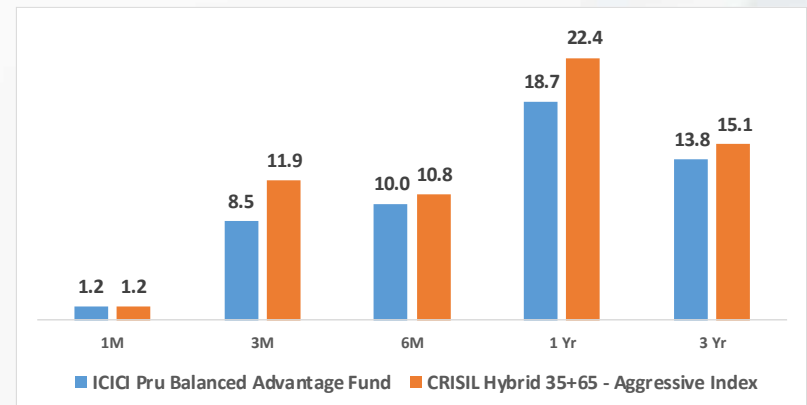
Financials

Alpha (%)	2.53
SHARPE	1.13
Std Dev	10.13
BETA	0.48
Expense Ratio	1.49

Investment Objective

The investment objective of the scheme is to provide capital appreciation and income distribution to the investors by using equity derivatives strategies, arbitrage opportunities and pure equity investments.

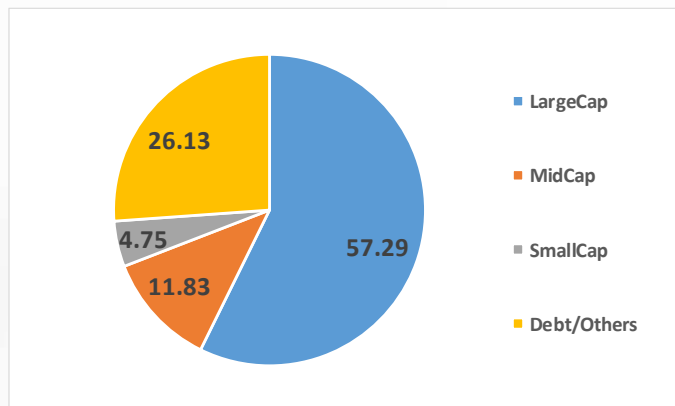
Performance



Kotak Balanced Advantage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	*Benchmark Index
Rohit Tandon,Hiten Shah	15,622	03-Aug-18	Nil upto 8% of investment and 1% for remaining investment on or before 1Y, Nil after 1Y	NIFTY 50 Hybrid Composite Debt 50:50 Index

Portfolio Holdings



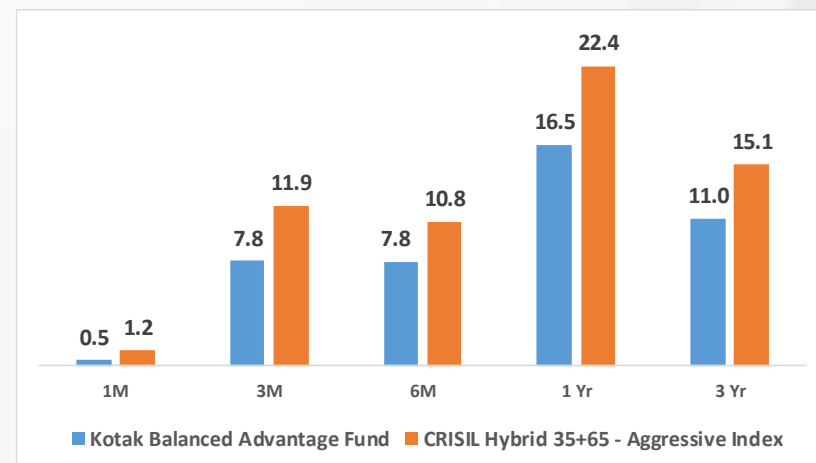
Financials

Alpha (%)	0.38
SHARPE	0.90
Std Dev	9.98
BETA	0.46
Expense Ratio	1.66

Investment Objective

The investment objective of the scheme is to generate capital appreciation by investing in a dynamically balanced portfolio of equity & equity related securities and debt & money market securities.

Performance



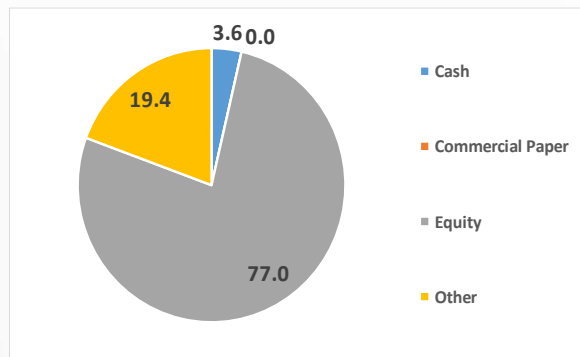
Arbitrage Fund

- [Aditya Birla SL Arbitrage Fund](#)
- [ICICI Pru Equity-Arbitrage Fund](#)
- [Kotak Equity Arbitrage Fund](#)
- [HDFC Arbitrage-WP](#)
- [Bandhan Arbitrage Fund](#)
- [Invesco India Arbitrage Fund](#)
- [Mirae Asset Arbitrage Fund](#)

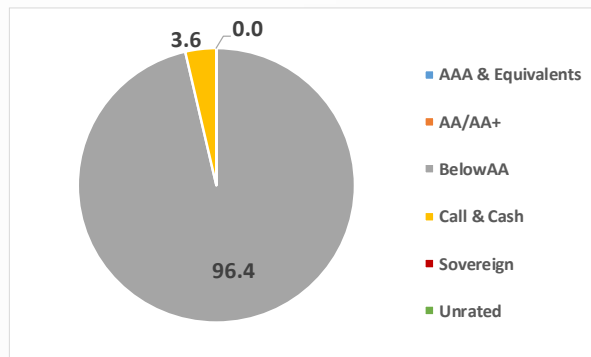
Aditya Birla SL Arbitrage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	Benchmark Index
Lovelish Solanki, Pranav Gupta	9,798	24-Jul-09	0.25% on or before 15D, Nil after 15D	Nifty 50 Arbitrage Index

Portfolio Holdings



Rating Profile



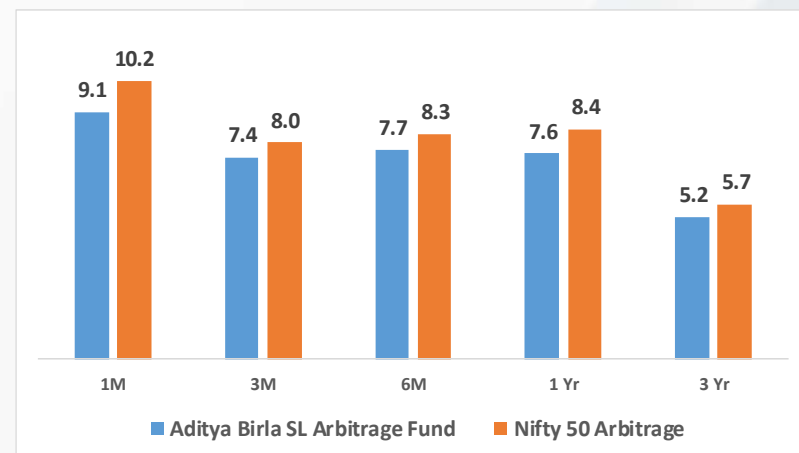
Financials

Sharpe	0.41
Alpha (%)	0.05
Std Dev	1.32
BETA	0.76
Expense Ratio	1.04

Investment Objective

The investment objective of the scheme is to generate income by investing predominantly in equity and equity related instruments. Scheme intends to take advantage from the price differentials / mispricing prevailing for stock / index in various market segments (Cash & Future).

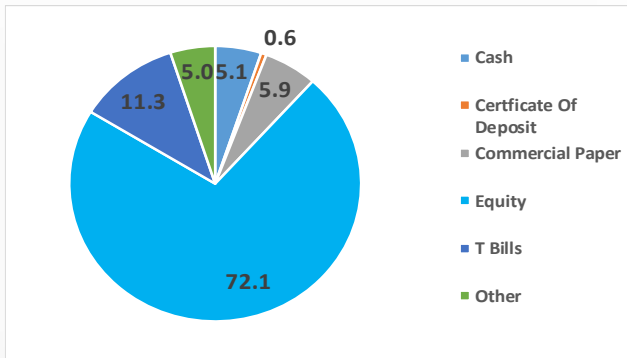
Performance



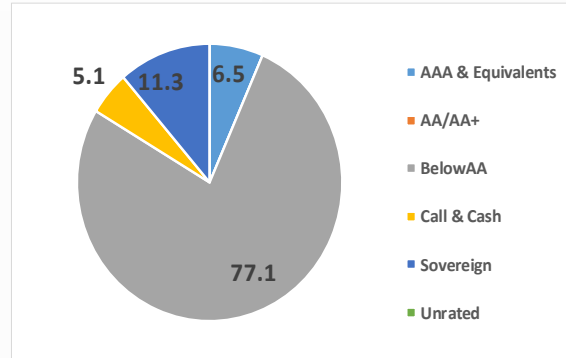
ICICI Pru Equity Arbitrage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	Benchmark Index
Archana Nair, Kaivalya Nadkarni	16,306	30-Dec-06	0.25% on or before 1M, Nil after 1M	Nifty 50 Arbitrage Index

Portfolio Holdings



Rating Profile



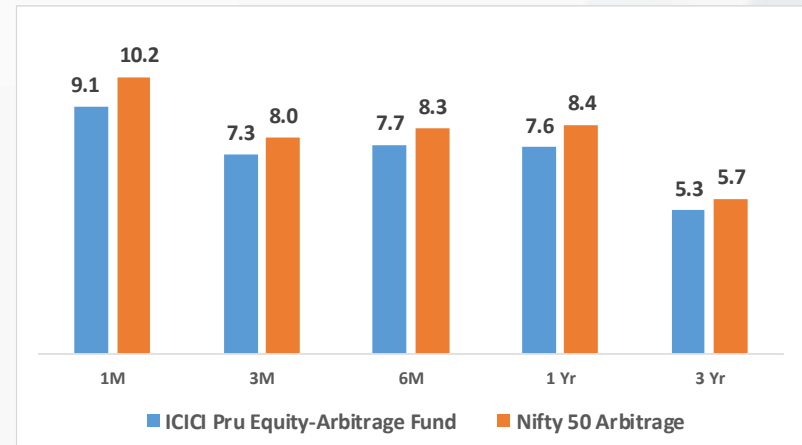
Financials

Sharpe	0.46
Alpha (%)	0.12
Std Dev	1.32
BETA	0.76
Expense Ratio	0.99

Investment Objective

The investment objective of the scheme is to generate low volatility returns by using arbitrage and other derivative strategies in equity markets and investments in debt and money market instruments. However there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

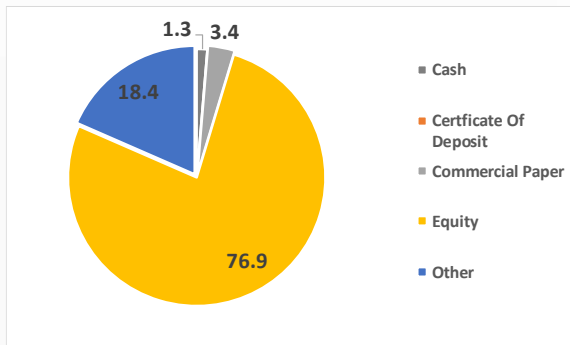
Performance



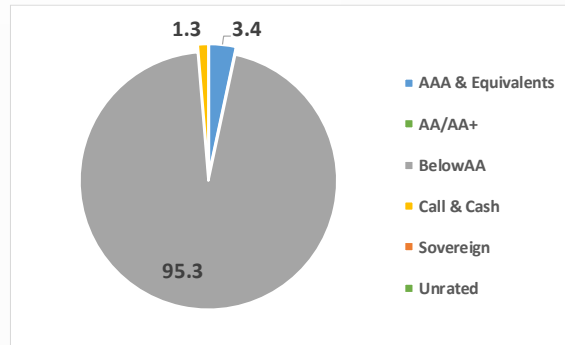
Kotak Equity Arbitrage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	Benchmark Index
Hiten Shah	35,997	29-Sep-05	0.25% on or before 30D, Nil after 30D	Nifty 50 Arbitrage Index

Portfolio Holdings



Rating Profile



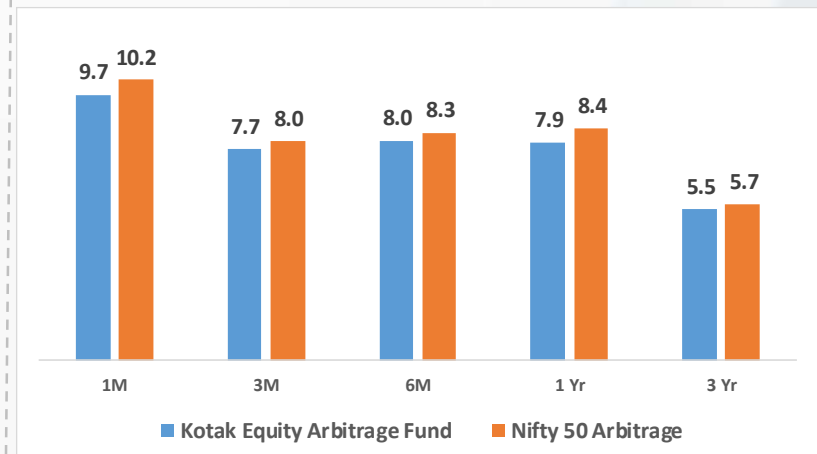
Financials

Sharpe	0.61
Alpha (%)	0.32
Std Dev	1.34
BETA	0.78
Expense Ratio	1.01

Investment Objective

The investment objective of the scheme is to generate capital appreciation and income by predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market, and by investing the balance in debt and money market instruments

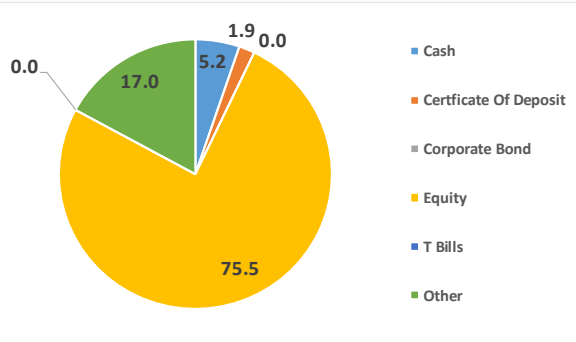
Performance



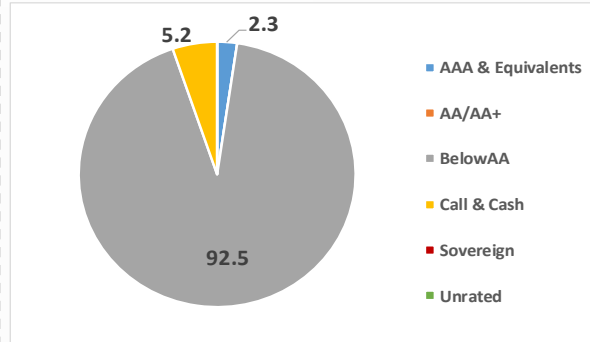
HDFC Arbitrage - WP

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	Benchmark Index
Arun Agarwal, Nirman Morakhia	10,218	23-Oct-07	0.25% on or before 1M, Nil after 1M	Nifty 50 Arbitrage Index

Portfolio Holdings



Rating Profile



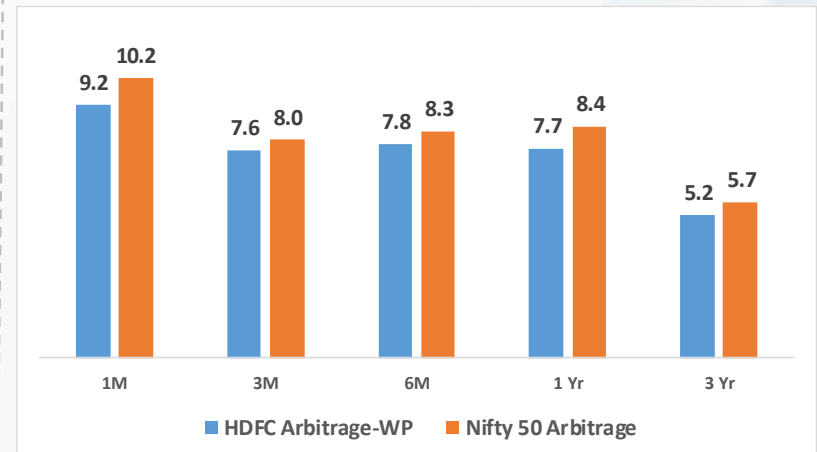
Financials

Sharpe	0.35
Alpha (%)	-0.02
Std Dev	1.42
BETA	0.83
Expense Ratio	0.97

Investment Objective

The investment objective of the scheme is to generate income through arbitrage opportunities and debt & money market instruments. There is no assurance that the investment objective of the Scheme will be realized.

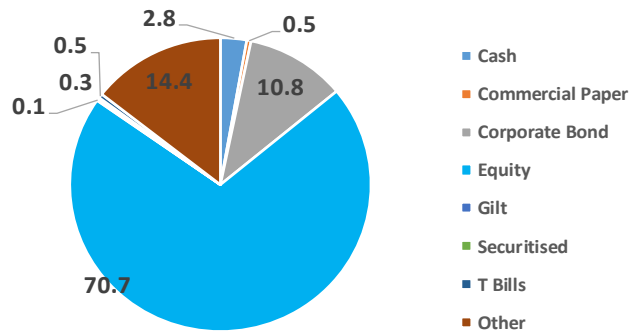
Performance



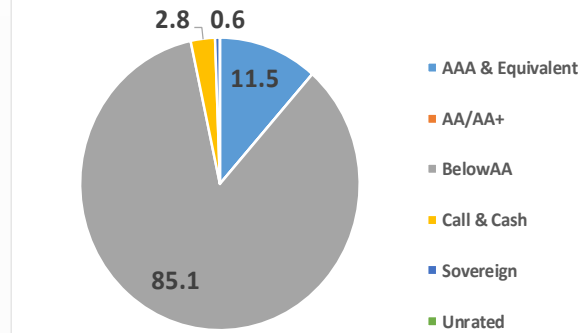
Bandhan Arbitrage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	Benchmark Index
Nemish Sheth, Harshal Joshi	5,373	21-Dec-06	0.25% on or before 1M	Nifty 50 Arbitrage Index

Portfolio Holdings



Rating Profile



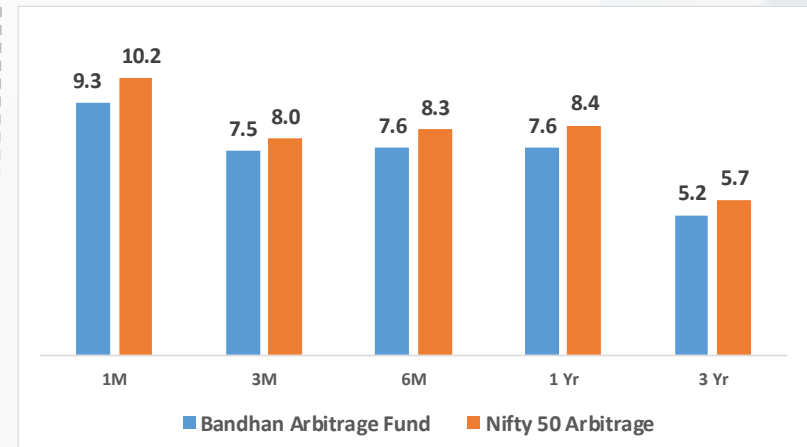
Financials

Sharpe	0.32
Alpha (%)	-0.08
Std Dev	1.42
BETA	0.82
Expense Ratio	1.05

Investment Objective

The investment objective of the scheme is to generate capital appreciation and income by predominantly investing in arbitrage opportunity in the cash and the derivative segments of the equity markets and the arbitrage opportunity available within the derivative segments and by investing the balance in debt and money market instruments.

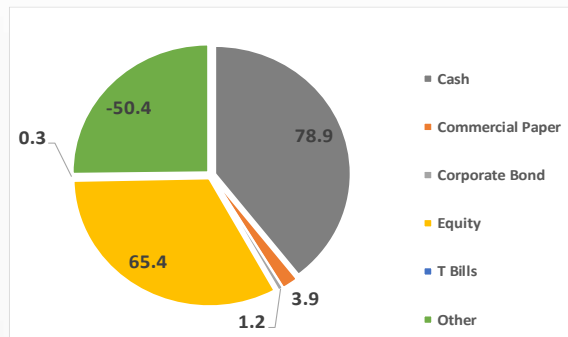
Performance



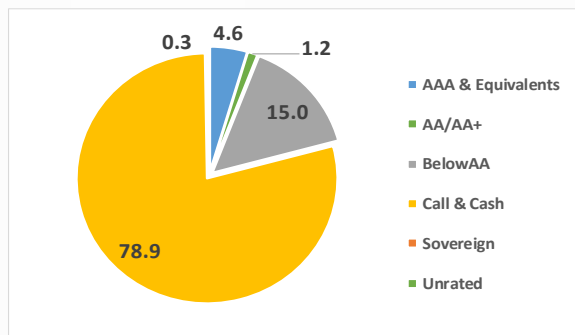
Invesco India Arbitrage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	Benchmark Index
Deepak Gupta, Kuber Mannadi	11,885	30-Apr-07	0.50% on or before 15D, Nil after 15D	Nifty 50 Arbitrage Index

Portfolio Holdings



Rating Profile



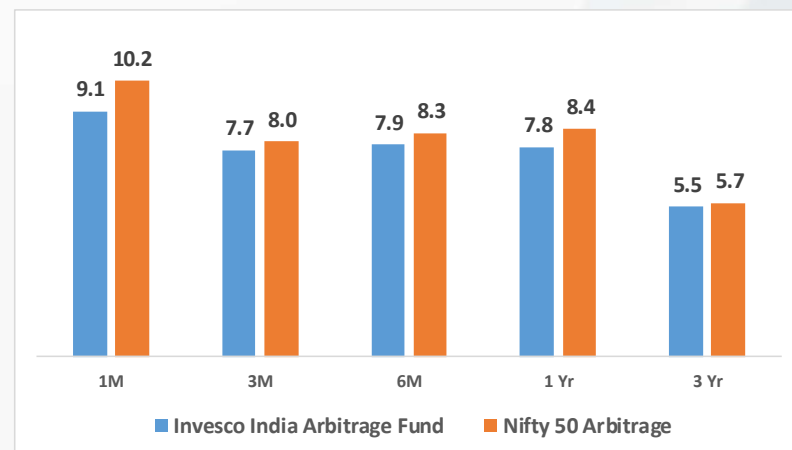
Financials

Sharpe	0.57
Alpha (%)	0.31
Std Dev	1.46
BETA	0.82
Expense Ratio	1.06

Investment Objective

The investment objective of the scheme is to generate income through arbitrage opportunities emerging out of difference in pricing between the cash market and the derivatives market and through deployment of surplus cash in fixed income instruments.

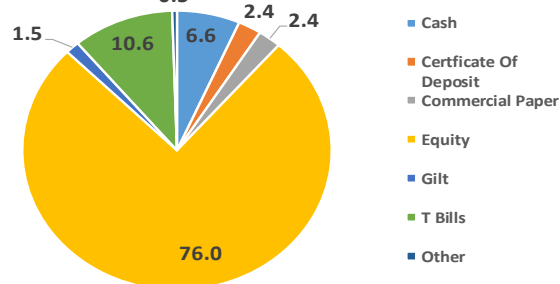
Performance



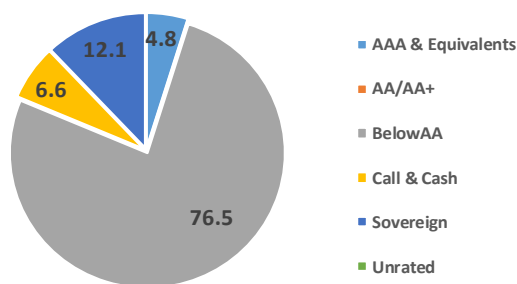
Mirae Asset Arbitrage Fund

Fund Manager	AUM (Cr.)	Inception Date	Exit Load	Benchmark Index
Jignesh Rao, Jigar Shethia	1,023	19-Jun-20	0.25% on or before 15D, Nil after 15D	Nifty 50 Arbitrage Index

Portfolio Holdings



Rating Profile



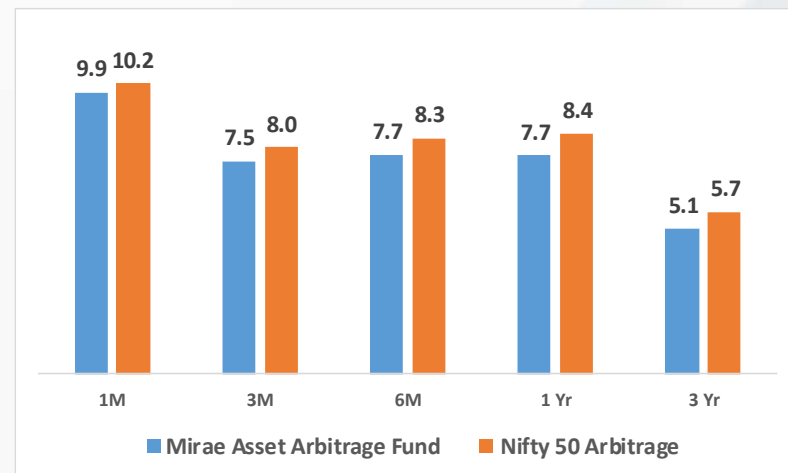
Financials

Sharpe	0.42
Alpha (%)	-0.23
Std Dev	1.38
BETA	0.88
Expense Ratio	0.90

Investment Objective

The investment objective of the scheme is to generate capital appreciation and income by predominantly investing in arbitrage opportunities in the cash and derivative segments of the equity markets and the arbitrage opportunities available within the derivative segment and by investing the balance in debt and money market instruments.

Performance

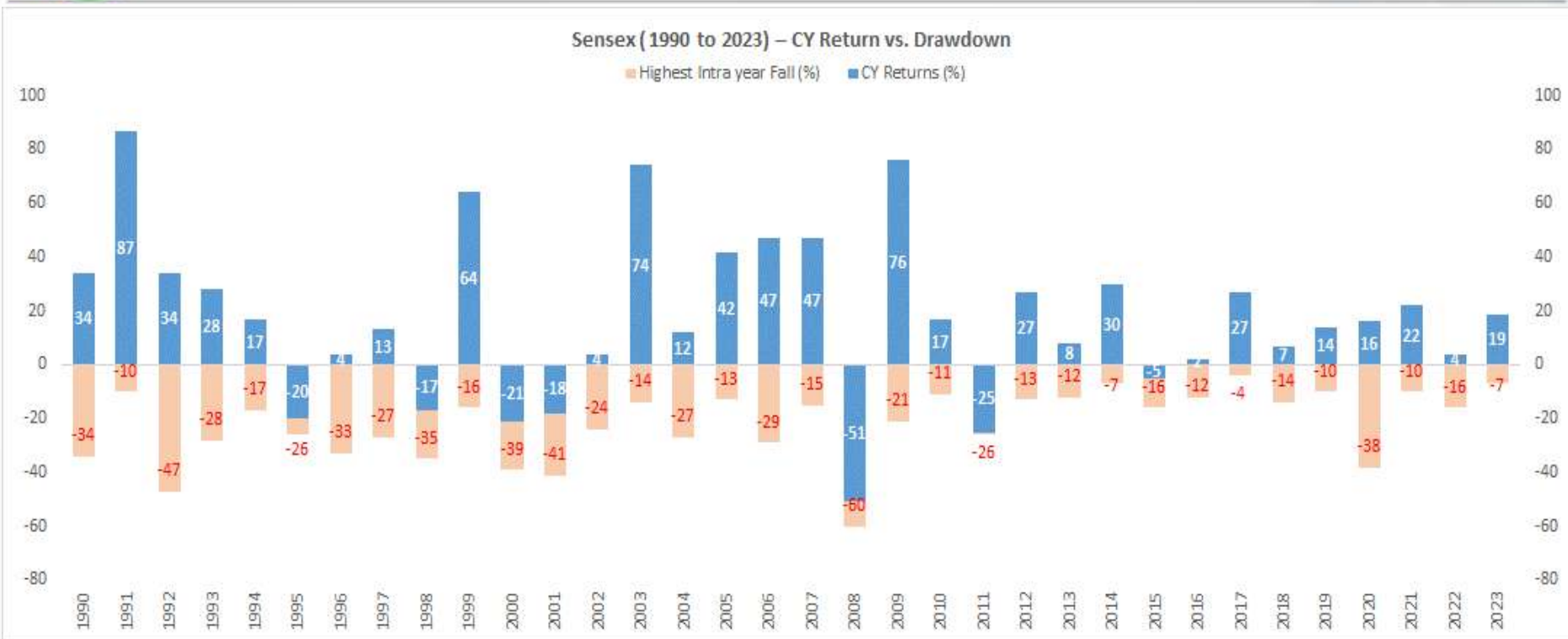


Recommended Mutual Funds

Scheme Category	Scheme Name
Equity Saving Funds	HDFC Equity Savings Fund
Equity Saving Funds	ICICI Pru Equity Savings Fund
Equity Saving Funds	Kotak Equity Savings Fund
Equity Saving Funds	Mirae Asset Equity Savings Fund
Equity Saving Funds	SBI Equity Savings Fund
Equity Saving Funds	Aditya Birla SL Equity Savings Fund
Balanced Advantage / Dynamic Asset Allocation Mutual Funds	Aditya Birla SL Balanced Advantage Fund
Balanced Advantage / Dynamic Asset Allocation Mutual Funds	DSP Dynamic Asset Allocation Fund
Balanced Advantage / Dynamic Asset Allocation Mutual Funds	HDFC Balanced Advantage Fund
Balanced Advantage / Dynamic Asset Allocation Mutual Funds	ICICI Pru Balanced Advantage Fund
Balanced Advantage / Dynamic Asset Allocation Mutual Funds	Kotak Balanced Advantage Fund
Arbitrage Funds	Aditya Birla SL Arbitrage Fund
Arbitrage Funds	ICICI Pru Equity-Arbitrage Fund
Arbitrage Funds	Kotak Equity Arbitrage Fund
Arbitrage Funds	HDFC Arbitrage-WP
Arbitrage Funds	Bandhan Arbitrage Fund
Arbitrage Funds	Invesco India Arbitrage Fund
Arbitrage Funds	Mirae Asset Arbitrage Fund



Equity Market CY Performance, Interim Corrections are a Normal



Key observations

- India ended the eventful CY23 on a high note, with the Nifty delivering 19% returns, marking the eighth consecutive year of a positive return! The expectations of the peaking of the rate hike cycle, moderating inflation, improving liquidity, and consistently rising retail participation in equities, along with strong corporate earnings, drove this performance. FII flows rebounded in CY23 (USD21b of inflows vs. USD17b of outflows in CY22); the domestic flows remained resilient with USD22b of inflows (+USD32b in CY22) amid the hectic primary and secondary market activities.
- Out of 33 years, while markets always had an interim decline, only in 7 years did the market end the year with negative returns. In other words, for 26 out of 33 yrs, the markets ended in positive despite the temporary decline in between.

Nifty PAT up 21% YoY (est. of +20% YoY) INR (bn)



- Earnings of the 33 Nifty companies that have declared results so far jumped 21% YoY (vs. est. of +20% YoY), propelled by HDFC Bank, Tata Steel, ICICI Bank, JSW Steel, and Reliance Industries.
- These five companies contributed 57% to the incremental YoY accretion in earnings. Conversely, Tech Mahindra, Infosys, and Wipro contributed adversely to Nifty earnings.
- Only eight companies within Nifty reported profits below expectations, while nine recorded a beat, and 16 registered in-line results so far.

The AUM of the Indian MF Industry has grown from ₹9.03 trillion as on January 31, 2014 to ₹52.74 trillion as on January 31, 2024 more than 6 fold increase in a span of 10 years.

Equity mutual funds witnessed positive inflows of nearly Rs. 21,780 crores

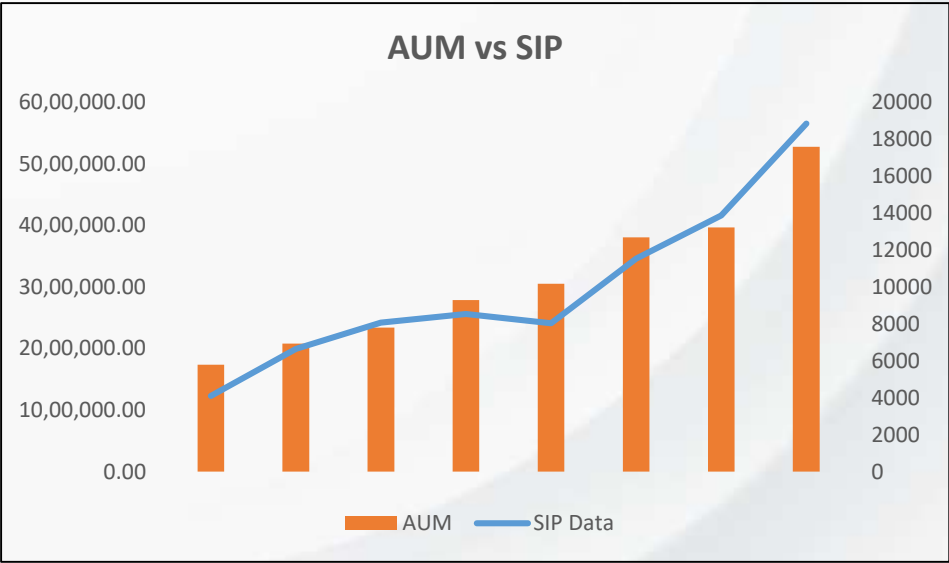
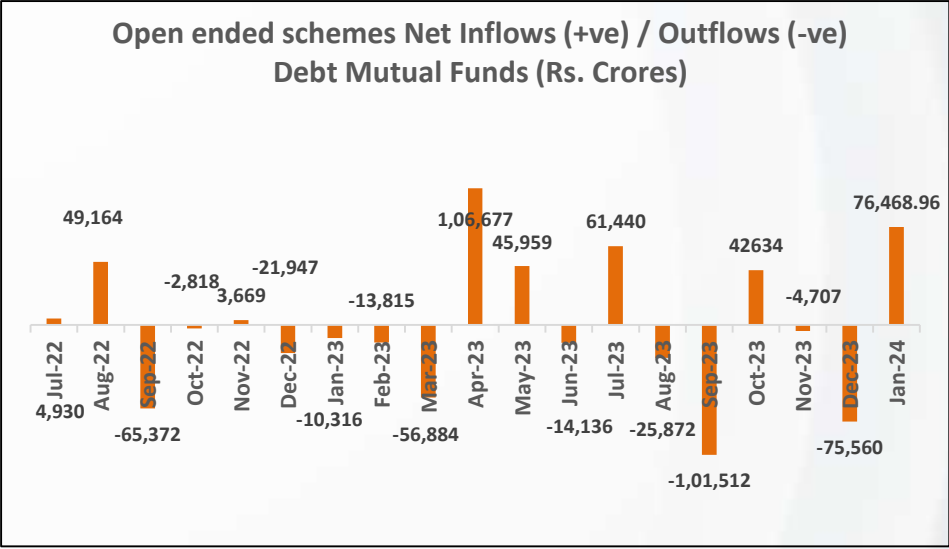
In the equity segment, Sectoral/Thematic Funds funds saw highest inflow of Rs. 4,804 crore in January 2024.

However, the debt segment saw a net inflow of Rs.76,468 crore last month, among debt funds, Liquid funds saw the maximum inflows of Rs. 49,467 crore. Inflows from Long Duration funds stood at Rs. 582 crore.

The inflows in the Liquid fund were Rs. 49,467 crore and Money Market fund was Rs. 10,651 crore in January.

Net inflows in the hybrid schemes stood at Rs. 20,639 crore in January, 2024 compared to net inflows of Rs. 15,009 crore in previous month.

SIP contribution stood at Rs. 18,838 crore in January 2024 as against Rs. 17,610 crore in December 2024.



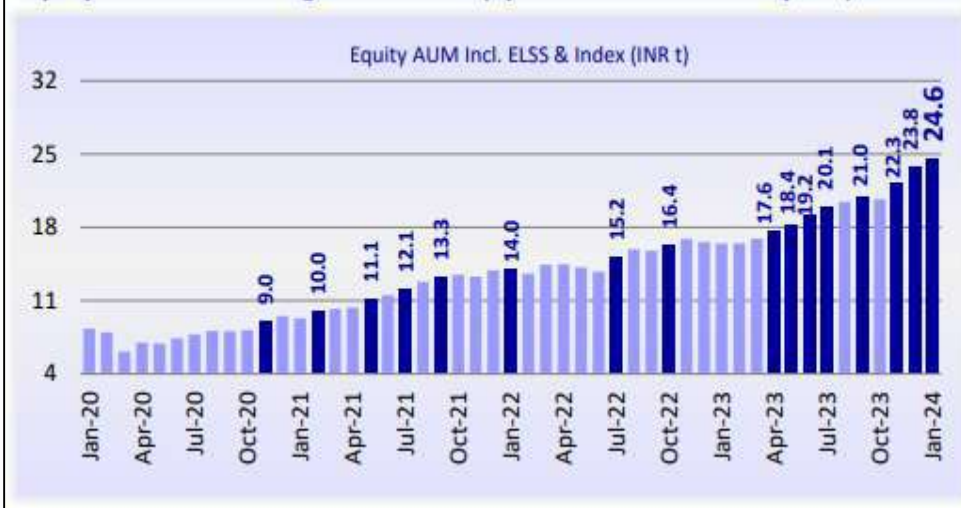
Source: AMFI / Data as on 31st January, 2024



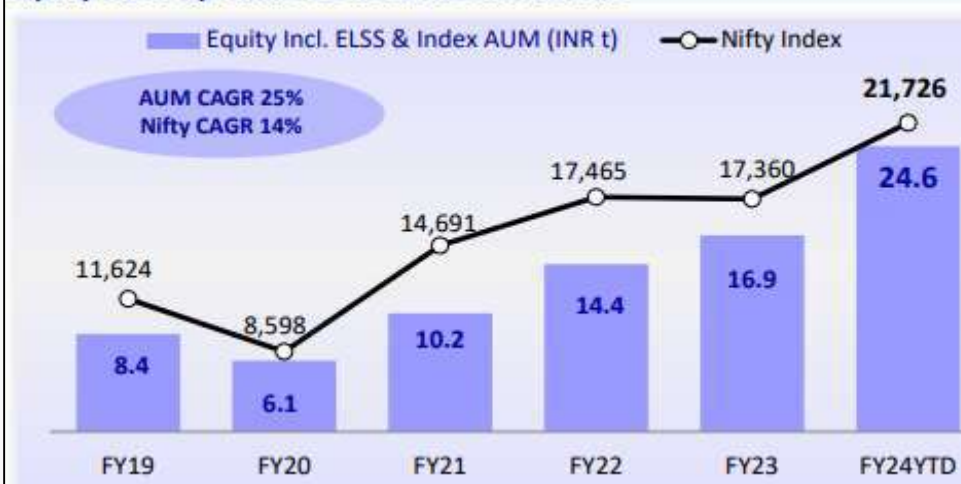
Mutual Fund Equity AUM up for tenth successive year, net inflows

- Mutual Funds Equity AUM for domestic MFs (including ELSS and index funds) increased 3.2% MoM to INR24.6t in Jan'24, led by the slower pace of redemptions to INR321b (down 17.4% MoM) as the market indices (Nifty closed flat MoM) and also the sales of equity schemes were marginally up by 0.5% MoM to INR568b. Consequently, net inflows increased to INR247b in Jan'24 from INR177b in Dec'23.
- Total AUM of the MF industry scaled new highs to reach INR52.7t in Jan'24 (+3.9% MoM), primarily fueled by a MoM increase in AUM for equities (INR758b), liquid (INR639b), income (INR218b), balanced (INR193b), and arbitrage (INR99b) funds. Notably, AUM was up MoM across categories.
- Investors continued to park their money in mutual funds, with inflows and contributions in systematic investment plans (SIPs) reaching a new peak of INR188.4b in Jan'24 (up 7% MoM and 36% YoY).

Equity AUM at a new high of INR24.6t (up 2.6x in the last three years)

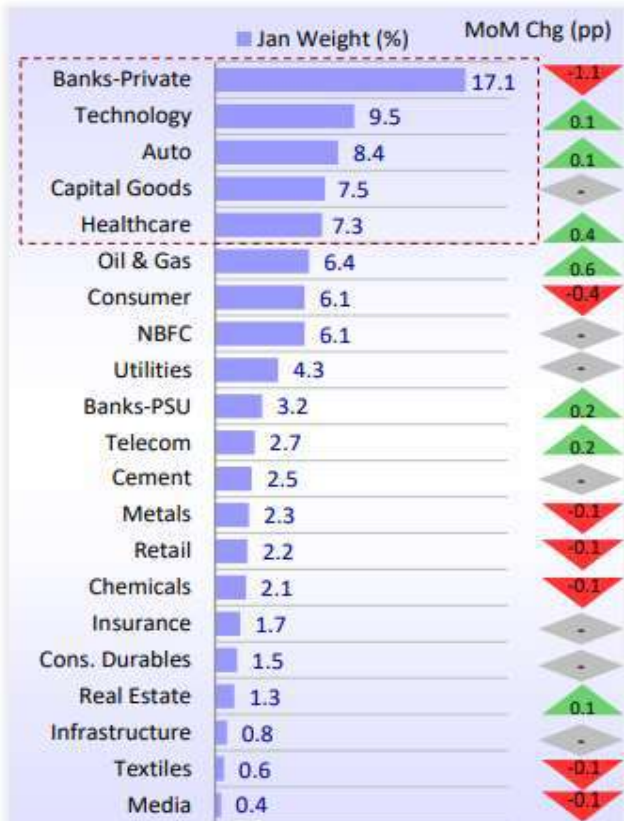


Equity AUM up 45.4% to INR24.6t in FY24YTD



Sector wise weightage

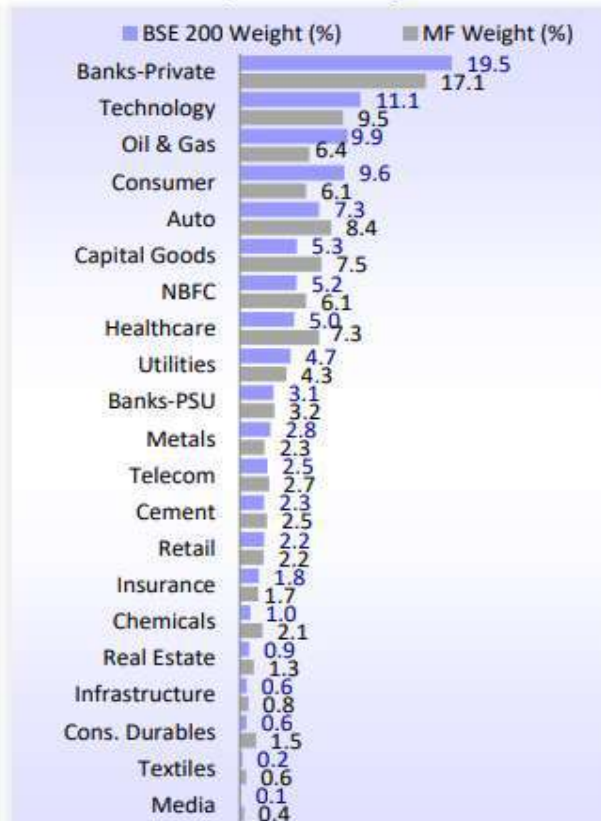
Sector allocation (%): Oil & Gas, Healthcare, PSU Banks and Telecom rise MoM



Changes in sector value MoM (%): Media sector see a maximum decline



BSE 200 weightage (%): MFs Underweight on Oil & Gas and Consumer, and Overweight on Healthcare



- In Jan'24, MFs showed an interest in Oil & Gas, Healthcare, PSU Banks, Telecom, Technology, Automobiles, and Real Estate, leading to a MoM rise in their weights. Conversely, Private Banks, Consumer, Metals, Retail, Chemicals, Textiles, and Media saw a MoM moderation in weights.
- Private Banks (17.1%) was the top sector holding for MFs in Jan'24, followed by Technology (9.5%), Autos (8.4%), Capital Goods (7.5%), and a(7.3%).
- Oil & Gas, Infrastructure, Telecom, Real Estate, and PSU Banks were the sectors to witness the maximum increase in value MoM.



- Equity market outlook continues to remain positive based on deleveraging of Corporate Balance Sheets, uptick in Capex cycle and an expected steady trend in profit growth over the next few years.
- **Existing Investors:**
 - As per their risk profile, investors having the appropriate level of Equity allocation should continue to remain invested
 - If Equity allocation is lower than desired levels, we recommend to increase allocation by investing **100% lump sum in Large Cap & Multi Cap strategies**. For select Mid & Small Cap Strategies, we suggest a staggered investment approach over a period of 6-12 months.
- **New Investors:**
 - **100% lump sum in Large Cap & Multi Cap strategies**. For select Mid & Small Cap Strategies, we suggest a staggered investment approach over a period of 6-12 months.

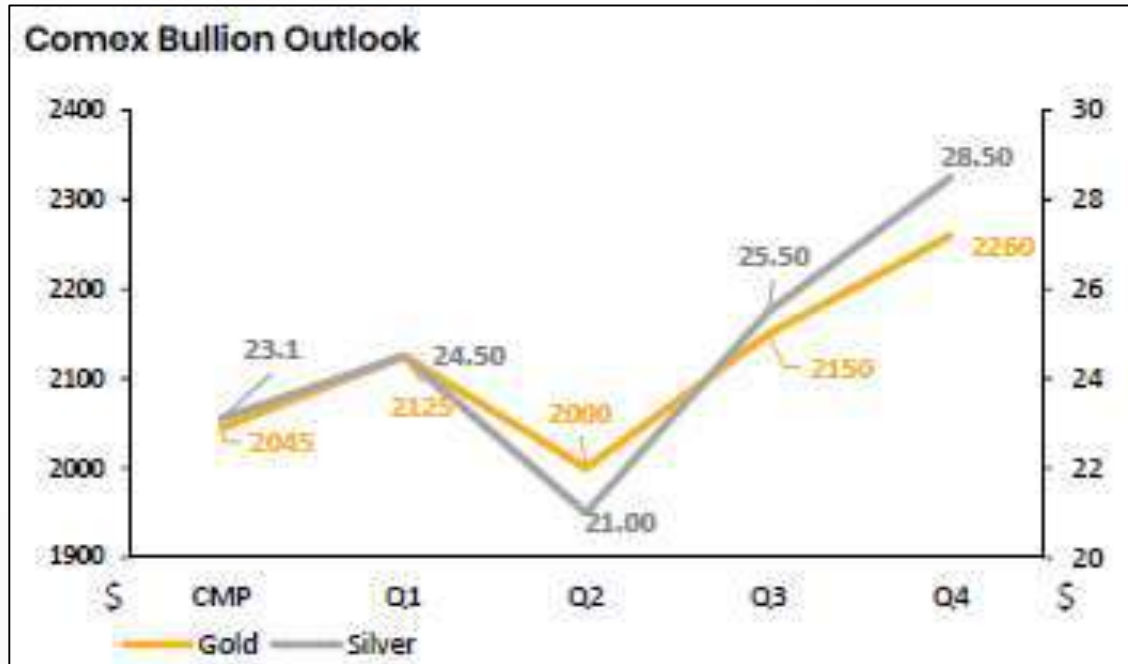


We reiterate our view to increase duration in the fixed income portfolio so as to capitalize on the softening of yields in the next 1-3 years

- **65% - 70% of the portfolio should be invested in combination of**
 - High quality (G-Sec/AAA equivalent) roll down strategies through a combination of 10 - 14 years' maturity Bonds/Funds
 - Multi Asset Allocation Funds which aim to generate efficient risk adjusted returns through a combination of debt instruments & arbitrage (equity and commodities).
 - Equity Savings funds which aim to generate enhanced returns than traditional fixed income along with moderate volatility through a combination of equities, arbitrage and fixed income instruments.
- To improve the overall portfolio yield, **30% – 35% of the overall fixed income portfolio** can be allocated to select high yield NCDs, Private Credit strategies & REITs/InvITs.
- **For liquidity management or temporary parking**, investments can be allocated to Arbitrage/Ultra Short Term (minimum 6 months)/Liquid (1-3 months)/Overnight (less than 1 month) strategies.



Gold & Silver – Outlook



CMP is as on 5th Jan'24

- US Fed rate cut expectations, decline in US yields, fall in US dollar Index and safe heaven appeal are the factors that could contribute to positive rally in Gold
- Boost in industrial demand, growth in Manufacturing and Industrial activity in China and green tech advancement are the factors that could contribute to positive rally in Silver

Thank You !

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L67190MH2005PLC153397

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***Such representations are not indicative of future results.**

Investment in securities market are subject to market risks, read all the related documents carefully before investing.

Awards & Accolades

