

GET THE TOP  
50  
COMPANIES BY YOUR SIDE



PRESENTING

**BARODA BNP PARIBAS NIFTY 50 INDEX FUND**

(An Open ended Scheme replicating / Tracking the Nifty 50 total return index)

**NFO PERIOD | 8<sup>TH</sup> - 22<sup>ND</sup> JAN, 2024**



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MUTUAL FUND



# Passive Investing

# Passive Investing

01

## Easy

Easy to understand investment strategy: Tracking or replicating a pre-specified benchmark/index as closely as possible

02

## Efficient

Efficient Investment: Portfolio reflecting the collective wisdom of the market with market performance subject to tracking error and expenses

03

## Economical

Economical: Generally lower expense ratio than a traditional mutual fund due to no fund manager involvement in investment decision

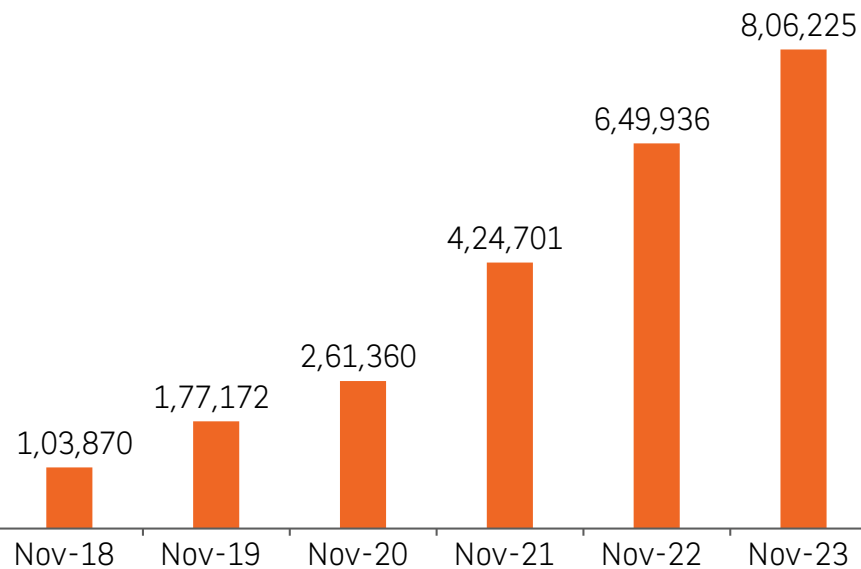
04

## Rule Based Investing

Index: A rule-based portfolio with stock/company selection based on pre-defined rules and free from any individual biases

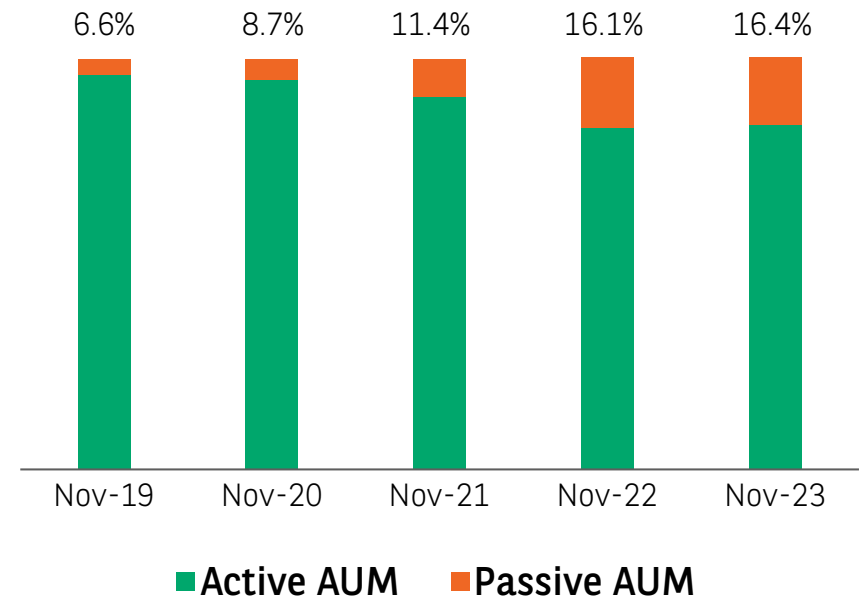
# Passive Investing in India – From Strength to Strength

Passive AUM INR Crores  
~8x in 5 years



Primary growth driver for passive AUM is retirement fund flows including Employee Provident Fund Organization (EPFO) where 5-15% of annual incremental flows must be invested in ETFs & Index Funds

Passive AUM Market Share as % of Total AUM



As markets become more efficient, investor and distributors become sophisticated, looking to find simpler investment options as is evidenced by rising investor interest in passive funds.

# ETFs vs Index Funds

Features	ETFs	Index Funds
Investment Strategy	Track / Replicate underlying index by investing in basket of securities comprising the index	
How to Invest?	On the exchange like shares*	With the fund house like a normal mutual fund
Liquidity Provider	Market Makers appointed by the fund house	The fund house
Investment Requirements	Broking + Demat account compulsorily required	Can be held in physical as well as demat form. Broking and demat account not compulsory
Intraday Trading	Possible as units are traded at near real time NAV	Not possible as units are allotted/ redeemed at closing NAV, subject to time of receipt of application
Cost of investing	TER + transaction costs	Fund TER (Direct / Regular Plan)
Mutual Fund Special Facilities	Not Available	Facilities like SIP, STP and SWP are available



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# **Nifty 50**

## **Investing in the Blue Chips**

## About Nifty 50 Index

**01** Comprises of 50 of the largest, liquid blue-chip companies listed on the National Stock Exchange

Captures approximately 66% of NSE's float adjusted market capitalization

**02**

**03** All stocks that form a part of Nifty 50 must be part of Futures & Option segment

Index is reconstituted twice a year in March & September

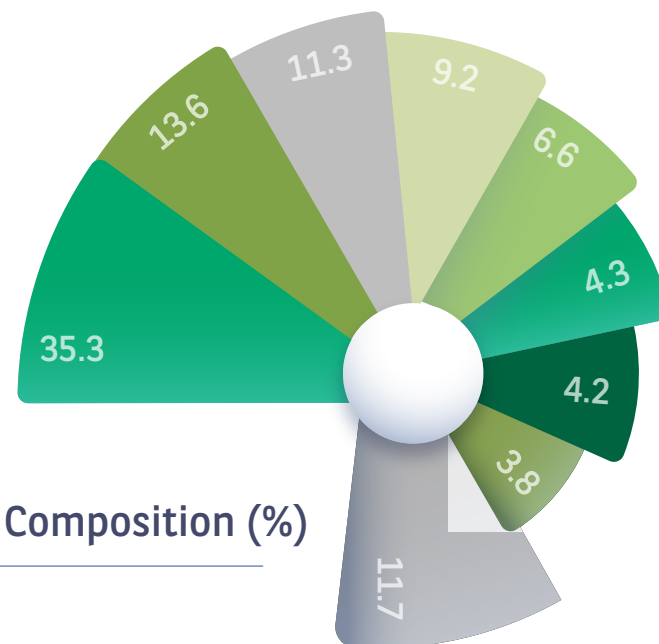
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# Index Composition - Sector and Constituents

## Top 10 Constituents

Company Name	Weights (%)
HDFC BANK LTD.	13.3
RELIANCE INDUSTRIES LTD.	9.1
ICICI BANK LTD.	7.4
INFOSYS LTD.	5.9
ITC LTD.	4.4
LARSEN & TOUBRO LTD.	4.3
TATA CONSULTANCY SERVICES LTD.	4.0
AXIS BANK LTD.	3.4
KOTAK MAHINDRA BANK LTD.	2.9
BHARTI AIRTEL LTD.	2.9
<b>Total</b>	<b>57.5</b>

## Sectoral Composition (%)



- Financial Services
- Information Technology
- Oil, Gas & Consumable Fuels
- Fast Moving Consumer Goods
- Automobile and Auto Components
- Construction
- Healthcare
- Metals & Mining
- Others





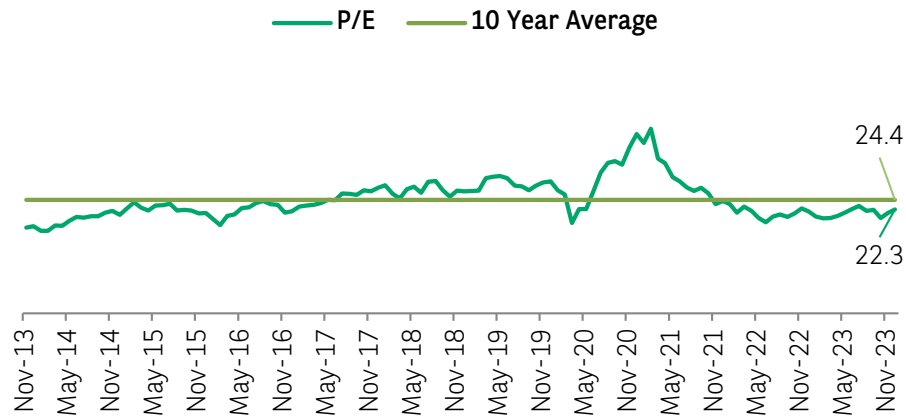
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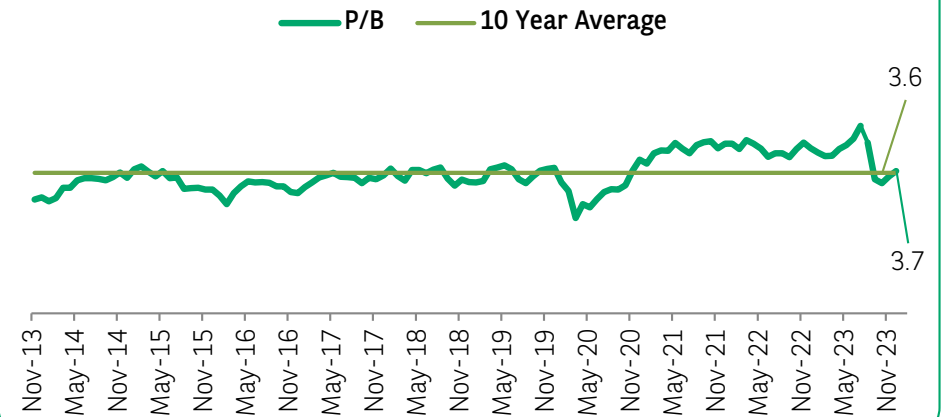
# **Nifty 50 Valuations**

# Nifty 50 – Valuations at long term average

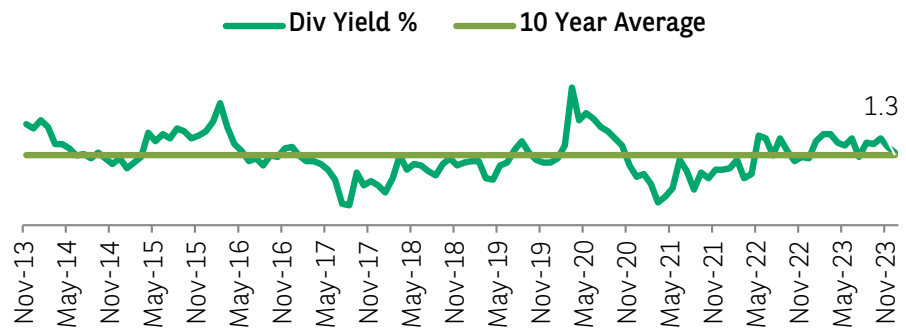
### P/E Multiple



### P/B Multiple



### Div Yield



Valuations have corrected from their peak and are now at or below their 10-year average



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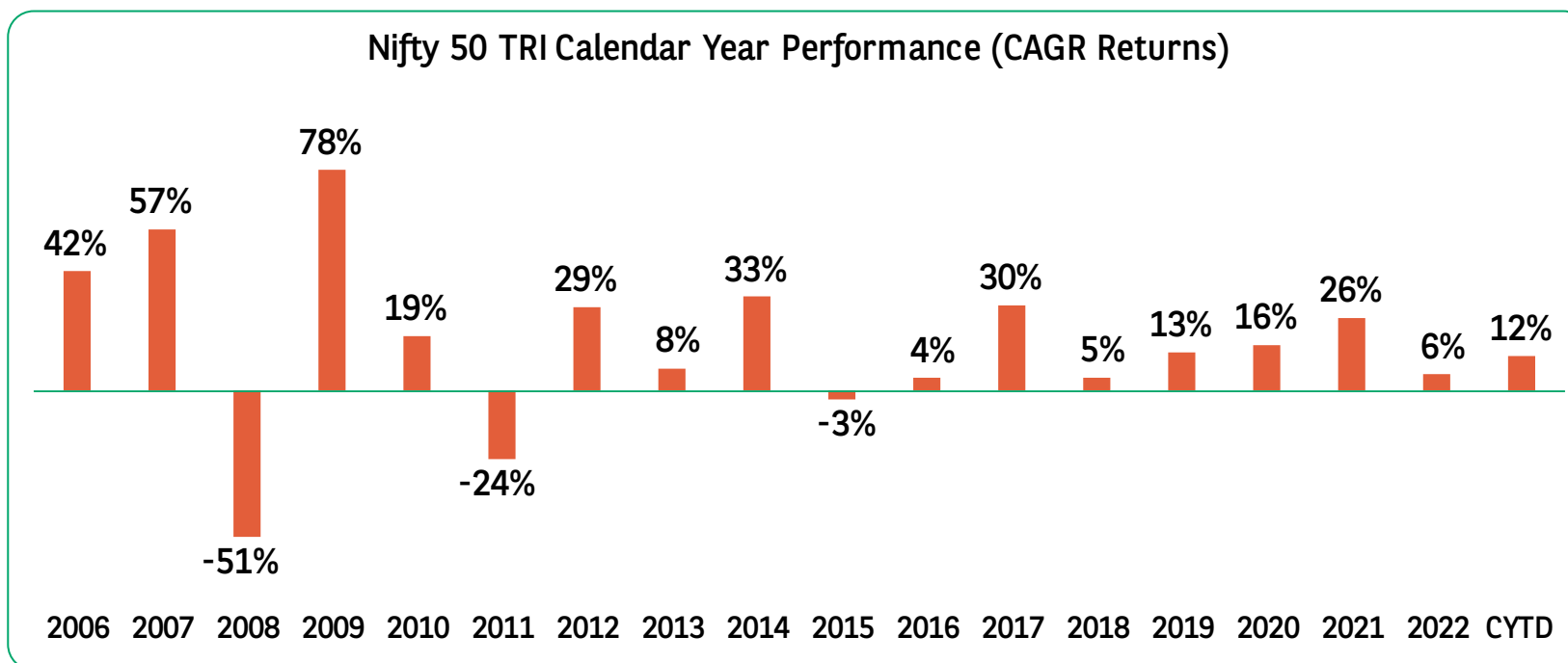


# **Nifty 50 Performance**

# Nifty 50 - Performance Statistics

Statistic	1 Year	3 Year	5 Year	10 Year	15 Year
CAGR	8.5%	17.2%	14.5%	13.9%	15.6%
Annualized Volatility	9.7%	14.6%	19.0%	16.4%	18.7%
Return to Risk Ratio	0.88	1.17	0.76	0.85	0.83

# Nifty 50 – Calendar Year Performance



Nifty 50 has given a positive return in 14 of the last 17 calendar years and is positive on YTD basis as well

# Nifty 50 – Rolling Returns

Nifty 50 TRI	3 Year Rolling Returns	5 Year Rolling Returns	7 Year Rolling Returns
Average	11.9%	11.5%	11.6%
Median	12.0%	12.6%	11.7%
Minimum	-4.3%	-1.3%	5.0%
Maximum	33.2%	22.6%	18.7%
<b>Returns Range</b>			
	<b>% of observations</b>		
Negative	2%	0.2%	0%
0% to 10%	36%	33%	26%
>10% to 15%	32%	49%	69%
>15% to 20%	62.4% } 21%	66.9% } 18%	74.1% } 5%
>20%	9%	1%	0%

An investor investing for a random 7-year holding period in the last 18 years could have achieved greater than 10% CAGR returns 74.1% of the time and no negative returns. Investors holding for a random 7-year period could have earned a minimum CAGR of 5%.

# Nifty 50 – SIP Returns

	1 Year	3 Year	5 Year	10 Year	15 Year
Nifty 50 TRI XIRR (%)	17.9%	13.3%	16.1%	13.7%	13.3%
Amount Invested (INR Lakhs)	1.2	3.6	6	12	18
Market Value (INR Lakhs)	1.3	4.4	9.0	24.6	53.1



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**Introducing  
Baroda BNP Paribas  
Nifty 50 Index Fund**



## Fund Details

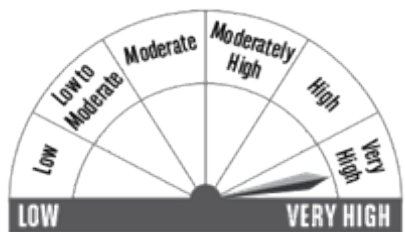
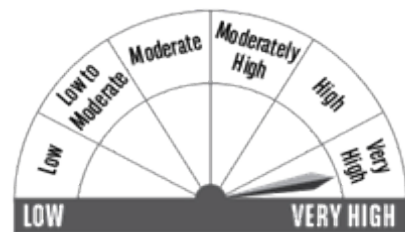
Type of Scheme	An Open-ended Scheme replicating / Tracking Type of Scheme the nifty 50 total return index
Investment Objective	The investment objective of the scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the Nifty 50 Total Returns Index before expenses, subject to tracking errors, fees and expenses. However, there is no assurance that the objective of the Scheme will be realized, and the Scheme does not assure or guarantee any returns
Plans & Options	Regular & Direct plans with growth and IDCW options
Entry & Exit Load	No Entry load. Exit Load: 0.2% - if redeemed on or before 30 days from the date of allotment Nil - If redeemed after 30 days from the date of allotment
Fund Manager	Neeraj Saxena
Minimum Application Amount	₹5,000 and in multiples of ₹1 thereafter

# Risk Factors

The risks associated with investments in equities include fluctuations in prices, as stock markets can be volatile and decline in response to political, regulatory, economic, market and stock-specific development etc. Please refer to scheme information document for detailed risk factors, asset allocation, investment strategy etc.

Further, to the extent the scheme invests in fixed income securities, the Scheme shall be subject to various risks associated with investments in Fixed Income Securities such as Credit and Counterparty risk, Liquidity risk, Market risk, Interest Rate risk & Re-investment risk etc., Further, the Scheme may use various permitted derivative instruments and techniques which may increase the volatility of scheme's performance. Also, the risks associated with the use of derivatives are different from or possibly greater than, the risks associated with investing directly in securities and other traditional investments. The risks involved in investing in the small cap companies could be higher compared to the large/ mid cap ones and hence investor should consider their risk appetite at the time of investing in small cap funds.

Please refer to Scheme Information Document available on our website ([www.barodabnpparibasmf.in](http://www.barodabnpparibasmf.in)) for detailed Risk Factors, assets allocation, investment strategy etc.

This product is suitable for investors who are seeking*:	Risk-o-meter for the Scheme^^	Benchmark (Tier 1) Riskometer Nifty 50 TRI
<ul style="list-style-type: none"> <li>• Long term capital growth.</li> <li>• Investments in equity and equity related securities replicating the composition of the Nifty 50 Index with the aim to achieve returns of the stated index, subject to tracking error.</li> </ul>	 <p><b>Investors understand that their principal will be at Very High risk.</b></p>	 <p><b>Benchmark riskometer is at Very High Risk</b></p>

^^the riskometer assigned is based on internal assessment of the scheme characteristics and the same may vary post NFO when actual investments are made. Offer of units of Rs. 10 each during the New Fund Offer period and continuous offer for units at NAV based prices

## Disclaimers

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**MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS,  
READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.**