



ARIHANT capital markets Ltd.

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Mutual Fund Recommendation

Mutual funds are a great investment tool for investors looking to invest in Indian equity markets, especially for investors who are wary of investing directly into equities or debt market.

In this report, we have hand-picked mutual fund schemes for investment after a rigorous analysis based on various qualitative and quantitative parameters including scheme performance, risk-return analysis, consistency of performance, fund manager's profile and track record, portfolio churning and fund house's investment process.

Equity Portfolio Recommendation

The equity portfolio recommendation section of the report consists of a three mutual fund model portfolios designed for investors with different risk appetite, namely, aggressive, moderate and conservative.

Aggressive: High Risk, High Return

Scheme Name	Latest NAV*	Launch Date	Asset Allocation	Returns (%)				Fund Type
				One Year	Three Years	Five Years	Since Inception	
Franklin India Flexi Cap Fund	60.9122	Mar-05	15%	5.69	21.93	11.60	18.38	Large-Midcap
IDFC Premier Equity Fund	69.4164	Sep-05	25%	7.75	22.79	14.00	21.07	Mid-Cap
DSP BlackRock Micro Cap Fund	41.284	Jun-07	15%	18.84	33.94	17.64	18.	Mid-Cap
Birla Sun Life Frontline Equity Fund	155.61	Aug-02	20%	0.45	18.38	10.45	23.09	Large-Midcap
ICICI Prudential Dynamic Plan	179.0381	Oct-02	25%	-2.79	17.23	10.09	24.75	Large-Midcap

Moderate: Medium Risk, Medium Return

Scheme Name	Latest NAV*	Launch Date	Asset Allocation	Returns (%)				Fund Type
				One Year	Three Year	Five Years	Since Inception	
Franklin India Flexi Cap Fund	60.9122	Mar-05	15%	5.69	21.93	11.60	18.38	Large-Midcap
Reliance Equity Opportunities Fund	72.4442	Mar-05	25%	1.52	19.84	13.34	20.48	Multi Cap
Templeton India Growth Fund	184.8972	Jul-07	10%	-0.35	16.50	6.79	16.42	Multi Cap
ICICI Pru Focused Bluechip Equity	28.12	May-08	20%	-0.88	16.80	10.23	14.82	Large Cap
Franklin India Bluechip	343.7748	Dec-93	30%	1.78	15.42	8.89	21.24	Large Cap

Conservative: Low Risk, Low Return

Scheme Name	Latest NAV*	Launch Date	Asset Allocation	Returns (%)				Fund Type
				One Year	Three Year	Five Years	Since Inception	
ICICI Prudential Focused Bluechip Equity Fund	28.12	May-08	25%	-0.88	16.80	10.23	14.82	Large Cap
Nifty BeES	785.7431	Dec-01	15%	-6.26	12.06	6.15	5.72	Large Cap
Reliance Equity Opportunities Fund	72.4442	Mar-05	25%	1.52	19.84	13.34	20.48	Multi Cap

HDFC Prudence Fund	368.655	Feb-94	35%	-0.26	17.31	10.45	18.00	Hybrid
Franklin India Bluechip	343.7748	Dec-93	30%	1.78	15.42	8.89	21.24	Large Cap

OTHER RECOMMENDED SCHEMES

Scheme Name	Latest NAV*	Launch Date	Returns (%)				Fund Type
			One Year	Three Year	Five Years	Since Inception	
Templeton India Growth Fund	184.8972	Sep-96	-0.35	16.50	6.79	16.42	Multi Cap Fund
ICICI Prudential Indo Asia Equity Fund	19.87	Oct-07	4.47	19.77	11.92	8.87	Large-Midcap Fund
Tata Ethical Fund	126.8414	May-96	7.39	20.71	12.54	16.32	MidCap Fund
HDFC Equity Fund	444.185	Jan-95	-5.20	17.00	7.72	19.92	Multi Cap Fund

NAV and Returns as on 13th Nov 2015; Returns < 1 yr annualised, > 1 yr compounded annualized**Monthly Income Plans - Recommendation**

Is it for me ?	Yes, if you have a conservative risk profile, yet want a pinch of equities
Bank Equivalent to	Fixed Deposits
Tax Benefit	Better post-tax returns, for investors in higher tax bracket
Composition	Debt & Money Market Instruments; 5-25% in Equities

Below is the list of recommended MIPs for investment:

Scheme Name	Type	Launch Date	Returns (%)			
			One Year	Three Years	Five Years	Since Inception
Reliance MIP	Hybrid Debt	Jan 2004	8.34	11.28	9.47	10.91
Birla Sun Life MIP II - Savings 5	Hybrid Debt	May 2004	8.25	10.36	9.66	9.09
HDFC Prudence Fund	Hybrid Debt	Feb 1994	-0.26	17.31	10.45	18.00
HDFC MIP - LTP - Growth	Hybrid-Equity	Dec 2003	6.07	11.31	9.00	11.22

* NAV and Returns as on 13th Nov 2015; Returns < 1 yr annualised, > 1 yr compounded annualized**Tax Saving Fund Recommendation**

Is it for me ?	Yes, if you are interested in the dual benefit of equity market participation and tax saving
Tax Benefit	Under section 80C of income tax, investments of upto Rs 1,50,000 in tax-saving funds are eligible for deduction from gross total income No long term capital gains on withdrawal, dividends are tax free
Composition	Equities

Scheme Name	Latest NAV*	Launch Date	Returns (%)			
			One Year	Three Years	Five Years	Since Inception
Axis Long Term Equity Fund	29.5424	Dec 2009	6.65	27.46	17.63	20.24
ICICI Prudential Long Term Equity Fund	266.15	Jan 2013	2.06	21.25	11.86	22.38
IDFC Tax Advantage (ELSS) Fund	36.9677	Dec 2008	4.87	20.76	10.76	20.91
Franklin India Taxshield	411.4219	Apr 1999	5.83	21.69	13.54	25.09

*NAV and Returns as on 13th Nov 2015; Returns < 1 yr annualised, > 1 yr compounded annualized

Gold Fund Recommendation



Is it for me ?	Yes, if gold is a preferred asset class of your investment portfolio
Equivalent to	Buying gold jewellery
Tax Benefit	No wealth tax levied
Composition	Gold

In India as of now there are a total of nine Gold ETFs, of which we recommend the following:

Name of the Scheme	NSE Code	Inception
Gold Benchmark Exchange Traded Fund	GOLDBEES	March 2008
Kotak Gold Exchange Traded Fund	KOTAKGOLD	June 2007
Reliance Gold Exchange Traded Fund	RELGOLD	November 2007

Liquid and Ultra Short Term Fund Recommendation

Is it for me ?	Yes, if you want to park surplus funds for short-time duration
Bank Equivalent to	Saving Account
Tax Benefit	Better after tax yields than bank savings and fixed deposits
Composition	Money market securities

Top recommended liquid and ultra short term funds:

Scheme Name	Latest NAV*	AAA/LA AA/A1+ /P1+/PR 1+/F1+S OV	One Month	Three Months	Six Months	One Year	Since Inception	AUM as on 30 th Sep 2015 (Rs in Cr.)	Modified Duration (in days)	Expense Ratio (%)
Axis Liquid Fund	1627.8499	100.00%	7.20	7.64	8.00	8.47	8.30	6849	45	0.07
Axis Treasury Advantage Fund	1634.3019	100.00%	7.32	8.4	8.74	8.66	8.37	1852	185	0.85
Baroda Pioneer Treasury Advantage Fund	1682.9308	100.00%	7.44	8.52	9.20	9.28	8.48	2537	237.50	0.58
Birla Sun Life Cash Manager Fund	247.2851	100.00%	6.84	7.72	8.26	8.33	7.46	7708	237.50	0.97
Birla Sun Life Cash Plus	235.78	99.10%	7.32	7.72	8.04	8.52	7.48	20481	29.2	0.12
HDFC Cash Mgmt-Savings(G)	3066.011	97.26%	7.20	7.60	7.92	8.43	7.25	8719	29	0.09
IDFC Ultra Short Term Fund	20.5914	100.00%	6.96	8.08	8.98	8.91	7.63	3594	274	0.44

Scheme Name	Latest NAV*	AAA/LA AA/A1+ /P1+/PR 1+/F1+S OV	One Month	Three Months	Six Months	One Year	Since Inception	AUM as on 30 th Sep 2015 (Rs in Cr.)	Modified Duration (in days)	Expense Ratio (%)
Kotak Treasury Advantage Fund	23.455	100.00%	7.80	8.00	8.88	8.73	7.86	4511	171.55	0.47
L&T Ultra Short Term Fund(G)	23.8398	88.78%	7.32	8.08	8.56	8.58	7.44	1968	226.30	0.56
DHFL Pramerica Liquid Fund	1567.1078	100.00%	7.08	7.64	7.96	8.49	8.97	1177	32.85	0.10
Reliance Money Manager Fund(G)	2013.5704	100.00%	7.32	8.08	8.66	8.60	8.42	12507	174	0.62
Tata Liquid Fund - HIP	2387.223	100.00%	7.32	7.76	8.02	8.46	7.39	2373	21.9	0.43
UTI Floating Rate Fund - STP	2373.9044	100.00%	7.56	8.36	8.96	8.75	7.33	6019	248.2	0.33
UTI Treasury Advantage Fund	2000.6804	100.00%	7.44	8.52	9.04	8.97	8.43	10311	251.85	0.23

NAV and Returns as on 13TH Nov 2015, Returns < 1 yr annualised, > 1 yr compounded annualised.

We recommend investing in a basket of mutual fund schemes. But also refrain from overdiversification

Have a query?

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