



A fund that adds
almost everything to
your portfolio

Introducing the

Bandhan Nifty Total Market Index Fund

NFO Dates: 24th June - 05th July 2024

India's Growth Story: A Journey Worth Joining

Climbing the Ranks: India's Economic Rise

Size of the economy

Rank	2013	2023	2028
1	USA	USA	USA
2	China	China	China
3	Japan	Germany	India (3 rd Ranked)
4	Germany	Japan	Germany
5	France	India (5 th Ranked)	Japan
6	UK	UK	UK
7	Brazil	France	France
8	Italy	Italy	Brazil
9	India (9 th Ranked)	Brazil	Canada
10	Canada	Canada	Italy

Source: IMF, Economies ranking based on GDP, current prices (Billions of U.S. dollars); E – Estimate. Rank of Top 10 Economies (GDP, current prices (Billions of U.S. dollars))

From 'Fragile Five' to 'First Five'

2013 - 2014

India is one of the economies in world's 'Fragile Five'

India is one of the five fragile economies: US official

MORGAN STANLEY PRESENTS: 'The Fragile Five' - The Most Troubled Currencies In Emerging Markets

Mamta Badkar Sep 25 2013 01:16 IST

2023 - 2024

India has become 5th largest economy in eight years: India overtakes U.K. to become fifth largest economy in the world

India Overtakes UK to Become Fifth Biggest Economy

India's strong economic growth is mirrored in its stock market, elevating it to the world's 4th largest market, offering an enticing investment opportunity.

How can You Participate in India's Growth Story?

Ways to Ride India's Growth Wave

Stocks

Pros

- Higher return potential
- Greater control

Cons

- Requires thorough research and monitoring
- Greater risk of losing money
- Less diversification

Mutual Fund/Index Funds

Pros

- Professionally managed
- Diversified portfolio
- Higher return potential

Cons

- Lesser control
- Many options to choose from

A smart way is to invest via mutual funds/index funds.

Source: The above list is not exhaustive and is only for illustration. Investors should consult their financial advisor before investing

However, choosing the right mutual fund can be challenging.

It's like ordering á la carte in a fancy restaurant.

1 Selecting the investment category

- Large cap
- Mid cap
- Large & Mid cap
- Small cap
- Flexi cap
- Multi cap
- Sectoral
- Thematic

2 Each category offers numerous schemes

- Large cap (31)
- Mid cap (29)
- Large & Mid cap (29)
- Small cap (28)
- Flexi cap (39)
- Multi cap (25)
- Sectoral (84)
- Thematic (90)

3 Reviewing allocations

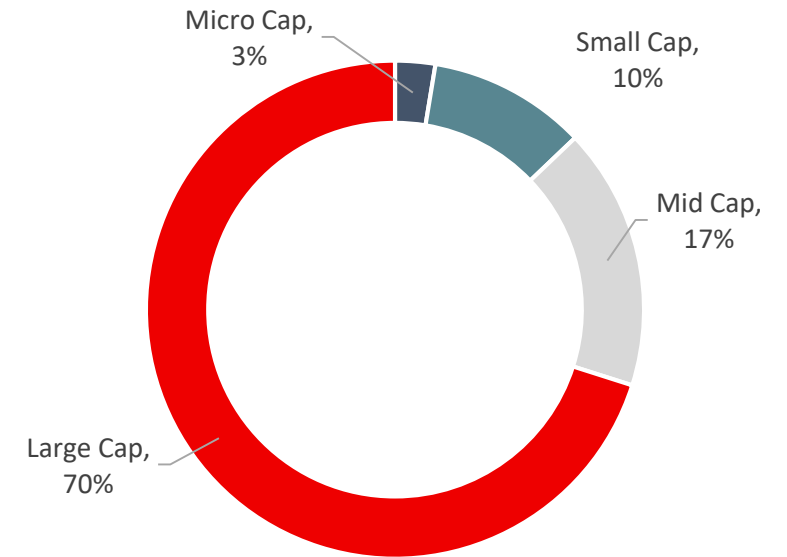
- Monitoring allocation
- Tracking scheme performance
- Rebalancing portfolio to match risk profile

Wouldn't it be great if you could choose a buffet instead?

Nifty Total Market Index: A Gateway to India's Growth Story



- The Nifty Total Market Index tracks 750 stocks across Large, Mid, Small, and Micro cap segments.
- Covers ~95% of the market capitalisation of the listed stock universe.*



It's like choosing a buffet that offers variety, eliminating the stress of selecting individual items.

Source: NSE. Data as of 31st May 2024. Market Cap classification as per NSE. *Market capitalization of NSE-listed stocks as of 31st January 2024

Why Choose the Nifty Total Market Index?

Global Popularity of Total Market Funds

3 reasons for their popularity:



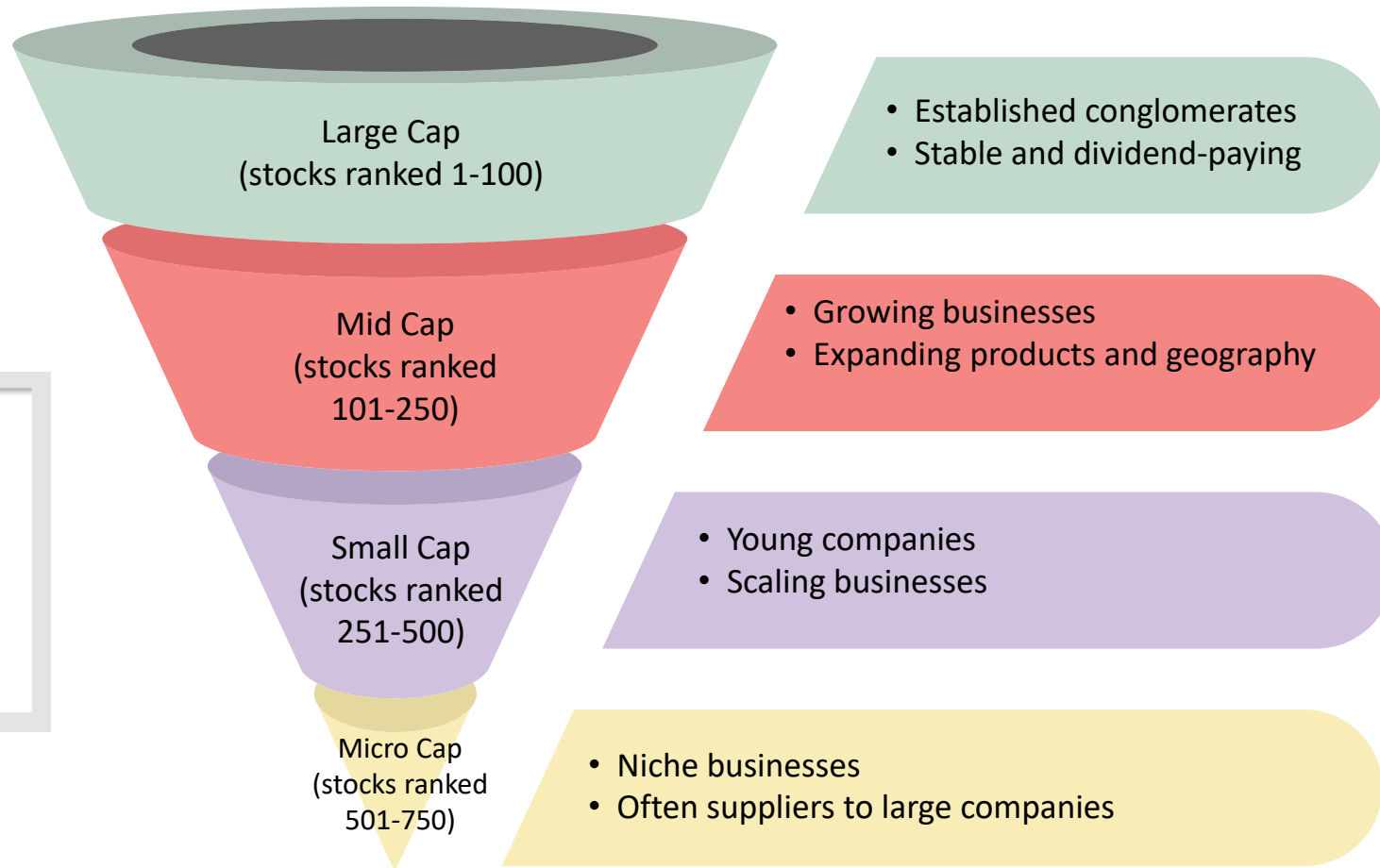
- The top four largest ETFs in the world are Total Market Funds.
- The top 3 ETFs track the S&P 500 index, covering ~80% of the US equity market (a proxy to the US market).
- The 4th largest ETF tracks the Total Market index, covering 98% of the US stock market.

Market Winners Change: Stay Covered

2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Large Cap 8.1%	Micro Cap 105.7%	Micro Cap 25.9%	Mid Cap 6.5%	Micro Cap 75.6%	Large Cap 4.6%	Large Cap 13.5%	Micro Cap 38.4%	Micro Cap 77.9%	Micro Cap 9.7%	Micro Cap 67.4%
Total Mkt. 5.1%	Small Cap 71.7%	Small Cap 11.3%	Total Mkt. 5.2%	Small Cap 58.5%	Total Mkt. -2.9%	Total Mkt. 8.3%	Small Cap 26.5%	Small Cap 63.3%	Large Cap 5.7%	Small Cap 49.1%
Mid Cap -1.3%	Mid Cap 62.7%	Mid Cap 9.7%	Large Cap 4.4%	Mid Cap 55.7%	Mid Cap -12.6%	Mid Cap 0.6%	Mid Cap 25.6%	Mid Cap 48.2%	Total Mkt. 4.4%	Mid Cap 44.6%
Micro Cap -5.2%	Total Mkt. 40.8%	Total Mkt. 1.1%	Micro Cap 3.8%	Total Mkt. 38.5%	Small Cap -26.1%	Small Cap -7.3%	Total Mkt. 18.2%	Total Mkt. 32.3%	Mid Cap 3.9%	Total Mkt. 27.9%
Small Cap -6.4%	Large Cap 32.9%	Large Cap -3.0%	Small Cap 1.4%	Large Cap 30.3%	Micro Cap -27.1%	Micro Cap -23.5%	Large Cap 16.1%	Large Cap 25.6%	Small Cap -2.6%	Large Cap 21.3%

- Large caps have shown significant shifts in performance, from being the best in 2013 to the worst in 2014 and 2015. They reclaimed the top spot in 2018 and 2019 but declined in subsequent years.
- This highlights the fluctuating nature of the market, stressing the importance of exposure to all segments.
- The Total Market Index covers all segments, mitigating the risk of being the worst performer while offering potentially stable returns.

What does the Nifty Total Market Index Offer?

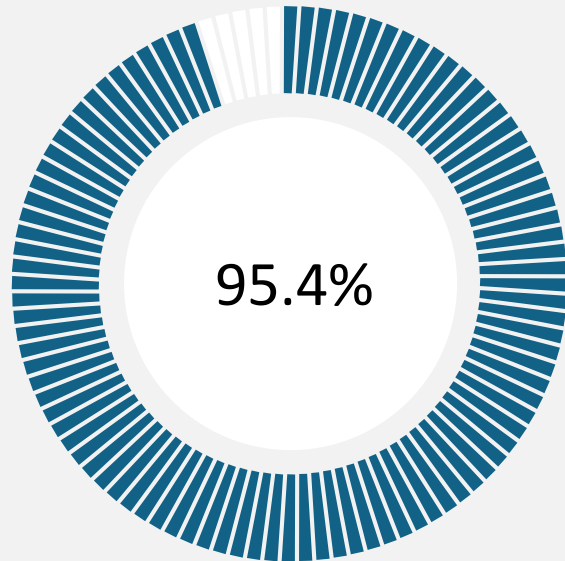


The Nifty Total Market Index combines Large, Mid, Small, and Micro cap stocks, with a focus on large caps.

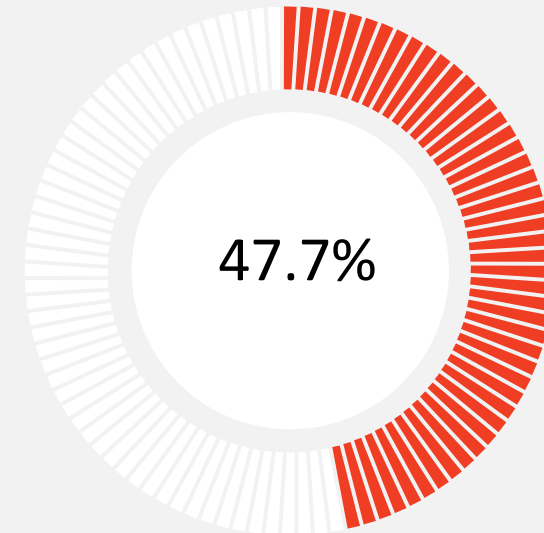
The Nifty Total Market Index covers **95%** of the listed market universe.

Capture 95% of India's Market

Nifty Total Market Index coverage



Nifty 50 market coverage



- Currently, passive schemes based on Large cap indices like Nifty 50 account for ~97% of passive equity AUM.
- However, Nifty 50 represents only 47% of the listed stock universe*, overlooking other segments like Mid, Small, and Micro cap.
- The Nifty Total Market Index covers ~95% of the market.

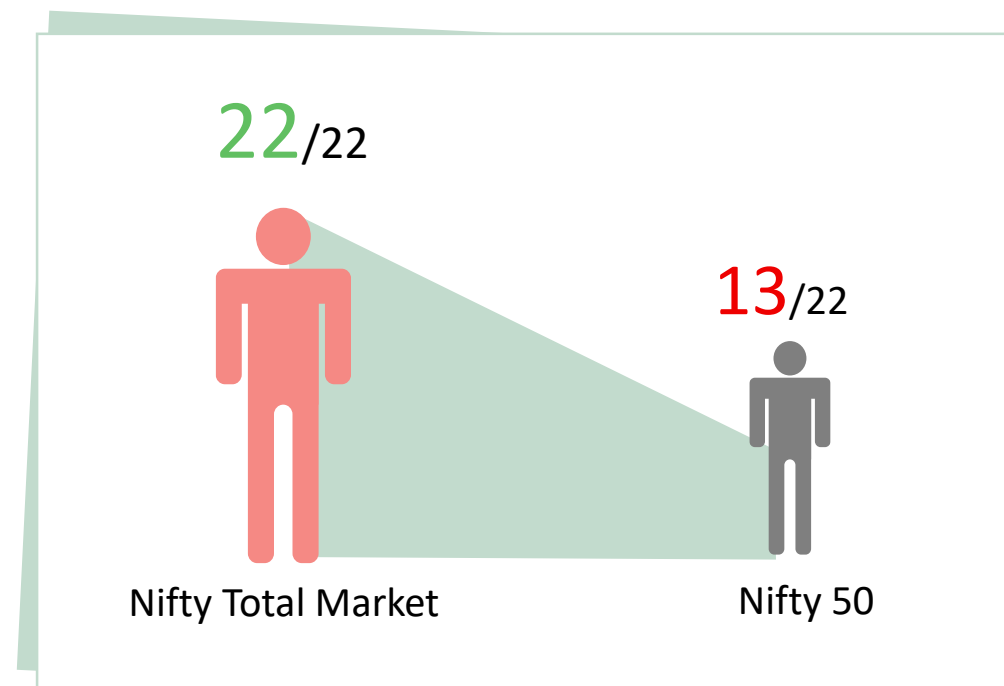
Source: NSE. Data as of 31st January 2024. *Market capitalization of NSE-listed stocks. Market Cap classification/definition as per NSE. The above chart is used to explain the concept and should not be used

Bridging the Gap: Exposure to Under-represented Sectors

Sr.No	Sector	Nifty Total Market	Nifty 50
1	Financial Services	28.2%	34.1%
2	Oil, Gas & Consumable Fuels	8.8%	12.5%
3	Information Technology	8.3%	12.1%
4	Automobile and Auto Components	7.4%	8.1%
5	Fast Moving Consumer Goods	6.8%	8.0%
6	Capital Goods	6.4%	0.0%
7	Healthcare	5.5%	4.2%
8	Power	4.1%	3.1%
9	Metals & Mining	3.8%	4.1%
10	Construction	3.4%	4.4%
11	Consumer Durables	3.1%	2.7%
12	Consumer Services	3.1%	0.0%
13	Telecommunication	2.7%	3.6%
14	Chemicals	2.2%	0.0%
15	Construction Materials	2.0%	2.0%
16	Services	1.8%	1.1%
17	Realty	1.4%	0.0%
18	Textiles	0.4%	0.0%
19	Media, Entertainment & Publication	0.3%	0.0%
20	Diversified	0.2%	0.0%
21	Forest Materials	0.1%	0.0%
22	Utilities	0.1%	0.0%
Total		100.0%	100.0%

Sector Coverage

The entire listed stock universe is categorised into 22 sectors. The index covers these sectors as follows:



Source- NSE. Data as of 31st May 2024. The sectors/stocks mentioned herein are only for illustrative purposes. They should not be construed as a recommendation from Bandhan Mutual Fund or indicative portfolio of any scheme of Bandhan Mutual Fund. Bandhan Mutual Fund may or may not hold any position in these sectors/stocks.

Diversified Exposure: Less Reliance on Few Stocks/Sectors

Top 10 stock holding

Sr.No	Stock Name	Weight (%)
1	HDFC BANK LTD.	6.6%
2	RELIANCE INDUSTRIES LTD.	5.5%
3	ICICI BANK LTD.	4.5%
4	INFOSYS LTD.	2.9%
5	LARSEN & TOUBRO LTD.	2.5%
6	ITC LTD.	2.2%
7	TATA CONSULTANCY SERVICES LTD.	2.1%
8	BHARTI AIRTEL LTD.	2.0%
9	AXIS BANK LTD.	1.9%
10	STATE BANK OF INDIA	1.8%
Total		31.9%

The index is well diversified, with the top 10 stocks accounting for ~32%, compared to ~56% in the Nifty 50 Index.

Macro-economic sector exposure

Sr.No	Sector	Weight (%)
1	Financial Services	28.2%
2	Consumer Discretionary	15.7%
3	Industrials	9.8%
4	Energy	8.8%
5	Information Technology	8.3%
6	Commodities	8.1%
7	Fast Moving Consumer Goods	6.8%
8	Healthcare	5.5%
9	Utilities	4.1%
10	Telecommunication	2.7%
11	Services	1.8%
12	Diversified	0.2%
Total		100.0%

Sectors like consumer discretionary, commodities, and industrials have higher allocations compared to Nifty 50.

Source- NSE. Data as of 31st May 2024. The sectors/stocks mentioned herein are only for illustrative purposes. They should not be construed as a recommendation from Bandhan Mutual Fund or indicative portfolio of any scheme of Bandhan Mutual Fund. Bandhan Mutual Fund may or may not hold any position in these sectors/stocks.

Historically, Higher Returns & Lower Risk

Rolling Returns	Parameter	Nifty Total Market Index	Nifty 50 Index
1 Year	CAGR	36.1%	23.0%
	Volatility	10.7%	9.7%
	Risk adj. return	3.37	0.88
3 Year	CAGR	18.6%	14.4%
	Volatility	13.5%	14.6%
	Risk adj. return	1.38	1.18
5 Year	CAGR	18.2%	15.0%
	Volatility	18.3%	18.9%
	Risk adj. return	0.99	0.79
10 Year	CAGR	15.4%	13.4%
	Volatility	16.2%	16.4%
	Risk adj. return	0.95	0.82

- The Nifty Total Market Index has significantly outperformed the Nifty 50 across various time periods.
- Despite including Mid, Small, and Micro caps, the index has similar or slightly lower volatility.

Source- NSE. Data as of the end of 01st April 2005 to 31st May 2024. Performance results may have inherent limitations, and no representation is being made that any investor will or is likely to achieve. Past performance may or may not be sustained in the future.

Who Should Invest in this Fund?



Investors bullish on India's growth story.

Investors looking to simplify their investments.



Investors seeking exposure across Large, Mid, Small, and Micro cap segments.

First-time investors wanting exposure to domestic equity markets.



Source- The above list is not exhaustive. Please refer to the SID

Key Takeaway

1



India's economy is well-positioned to drive global economic growth, offering significant opportunities for investors.

2



With many domestic funds to choose from, finding the right one can be challenging. The Bandhan Nifty Total Market Index Fund aims to simplify this choice.

3



The Nifty Total Market Index covers 95% of the Indian market, tracking 750 stocks across Large, Mid, Small, and Micro cap segments.

4



Exposure to Mid, Small, and Micro caps has historically helped the index outperform the Nifty 50.

5



Despite the inclusion of Mid, Small, and Micro caps, the index's long-term volatility remains similar to that of the Nifty 50.

Source/Disclaimer: NSE. Data as of the end of 31st May 2024. Performance results may have inherent limitations, and no representation is being made that any investor will or is likely to achieve. Past performance may or may not be sustained in the future.

Bandhan Nifty Total Market Index Fund Details



NFO Date

24th June to
5th July 2024



Fund Manager

Mr. Nemish Sheth



Benchmark

Nifty Total Market TRI



Exit Load

0.25% - if redeemed on or before 15 days from the allotment date.
Nil - if redeemed after 15 days from the allotment date



Subscription

Lumpsum purchase - Rs. 1000/- and in multiples of Re. 1/- thereafter
Additional purchase – Rs. 1000/- and in multiples of Re. 1/- thereafter
Repurchase/Redemption - Rs. 500/- or the account balance of the investor, whichever is less
SIP - Rs. 100/- and in multiples of Re. 1 thereafter [Minimum 6 instalments]
SWP - Rs. 200/- and any amount thereafter
STP - Rs. 500/- and any amount thereafter



Investment Objective

The investment objective of the Scheme is to replicate the Nifty Total Market index by investing in securities of the Nifty Total Market Index in the same proportion/weightage with an aim to provide returns before expenses that closely correspond to the total return of Nifty Total Market Index, subject to tracking errors. However, there is no assurance or guarantee that the objectives of the scheme will be realized, and the scheme does not assure or guarantee any returns.

Thank You

Annexure

Comparison with Other Market Segments

Parameter	Period	Total Market	Large Cap	Mid Cap	Small Cap	Micro Cap
CAGR	1 Year	36.1%	23.0%	54.0%	58.6%	71.8%
	3 Year	18.6%	14.4%	26.7%	26.0%	36.7%
	5 Year	18.2%	15.0%	25.6%	24.8%	32.0%
	10 Year	15.4%	13.4%	20.5%	17.5%	24.8%
Volatility	1 Year	10.7%	10.1%	13.4%	15.8%	18.7%
	3 Year	13.5%	13.3%	15.6%	17.3%	20.1%
	5 Year	18.3%	18.9%	18.8%	19.9%	22.2%
	10 Year	16.2%	16.4%	17.4%	19.2%	21.2%
Risk adj returns	1 Year	3.37	2.28	4.03	3.72	3.84
	3 Year	1.38	1.09	1.72	1.5	1.83
	5 Year	0.99	0.79	1.36	1.25	1.44
	10 Year	0.95	0.82	1.18	0.91	1.17

Source- NSE. Data as of the end of 01st April 2005 to 31st May 2024. Performance results may have inherent limitations, and no representation is being made that any investor will or is likely to achieve. Past performance may or may not be sustained in the future.

Eligibility Criteria

Nifty 500 Index & Nifty
Microcap 250 Index

Stock Selection

All stocks forming a part of
the Nifty 500 Index & Nifty
Microcap 250 Index at all
points in time

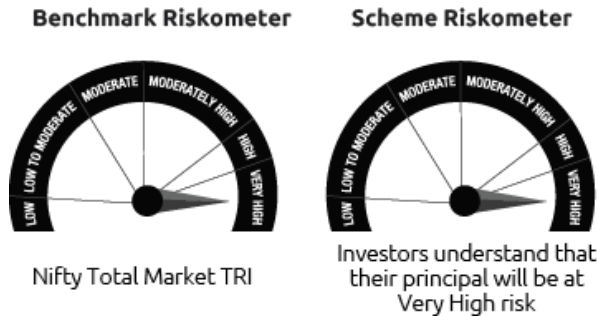
Weightage

Based on Free Float
*M.cap of stocks

Rebalancing

Semi-Annual (Mar & Sep)

Source- NSE. Data as of the end of 31st May 2024. For detailed methodology please visit <https://www.niftyindices.com/indices/equity/broad-based-indices/nifty-total-market>



Bandhan Nifty Total Market Index Fund

(An open-ended scheme tracking Nifty Total Market Index)

This product is suitable for investors who are seeking*:

- To create wealth over a long term.
- Investment across equity & equity related instruments belonging to Nifty Total Market Index.
- *Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

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

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