

# Nippon India Nifty 50 Value 20 Index Fund

(An open ended scheme replicating/tracking Nifty 50 Value 20 Index)

<b>New Fund Offer Opens on</b>	<b>February 04, 2021</b>
<b>New Fund Offer Closes on</b>	<b>February 12, 2021</b>

**Offer of Units of Rs. 10/- each during the New Fund Offer and Continuous offer for Units at NAV based Prices**

**This product is suitable for investors who are seeking\*:**

Long term capital growth

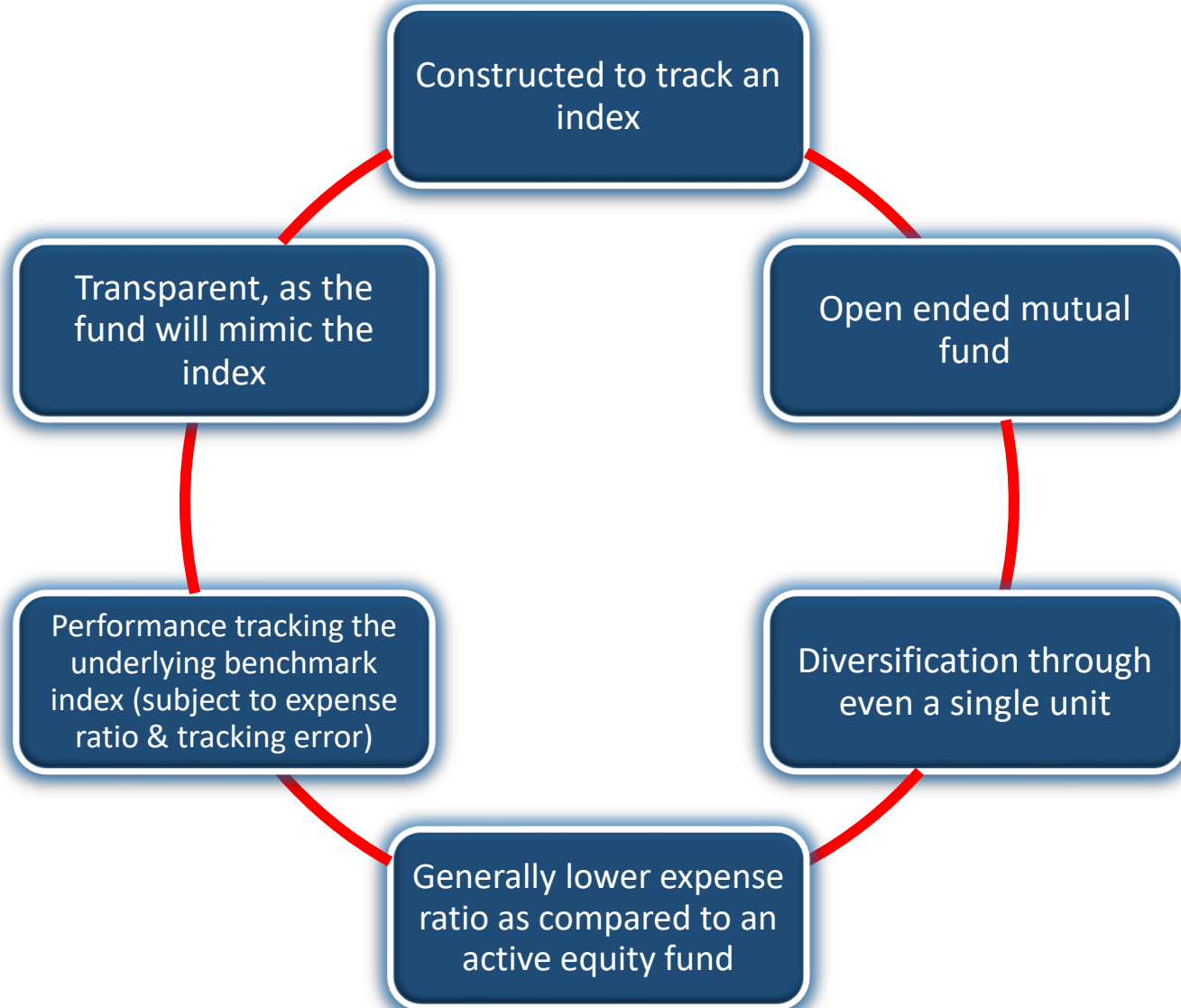
Investment in equity and equity related securities and portfolio replicating the composition of the Nifty 50 Value 20 Index, subject to tracking errors



\*Investors should consult their financial advisors if in doubt about whether the product is suitable for them

# Advantages of Index Fund

# Benefits of Investing in an Index Fund



# About Benchmark - NIFTY 50 Value 20 Index

# NIFTY 50 Value 20 Index Methodology

## About the Index

- Designed to reflect the behaviour and performance of a diversified portfolio of value companies forming a part of NIFTY 50 Index.
- Consists of the most liquid value blue chip companies and comprises of 20 companies listed on the National Stock Exchange (NSE).
- Value companies are normally perceived as companies with low PE (Price to Earning) & PB (Price to Book) and high DY (Dividend Yield) & ROCE (Return on Capital Employed).

## Selection Criteria



**Index Rebalancing** - Annual basis from first working day after F&O expiry of December.

**Constituent Capping** - 15%.

**Source:** NSE Indices Limited

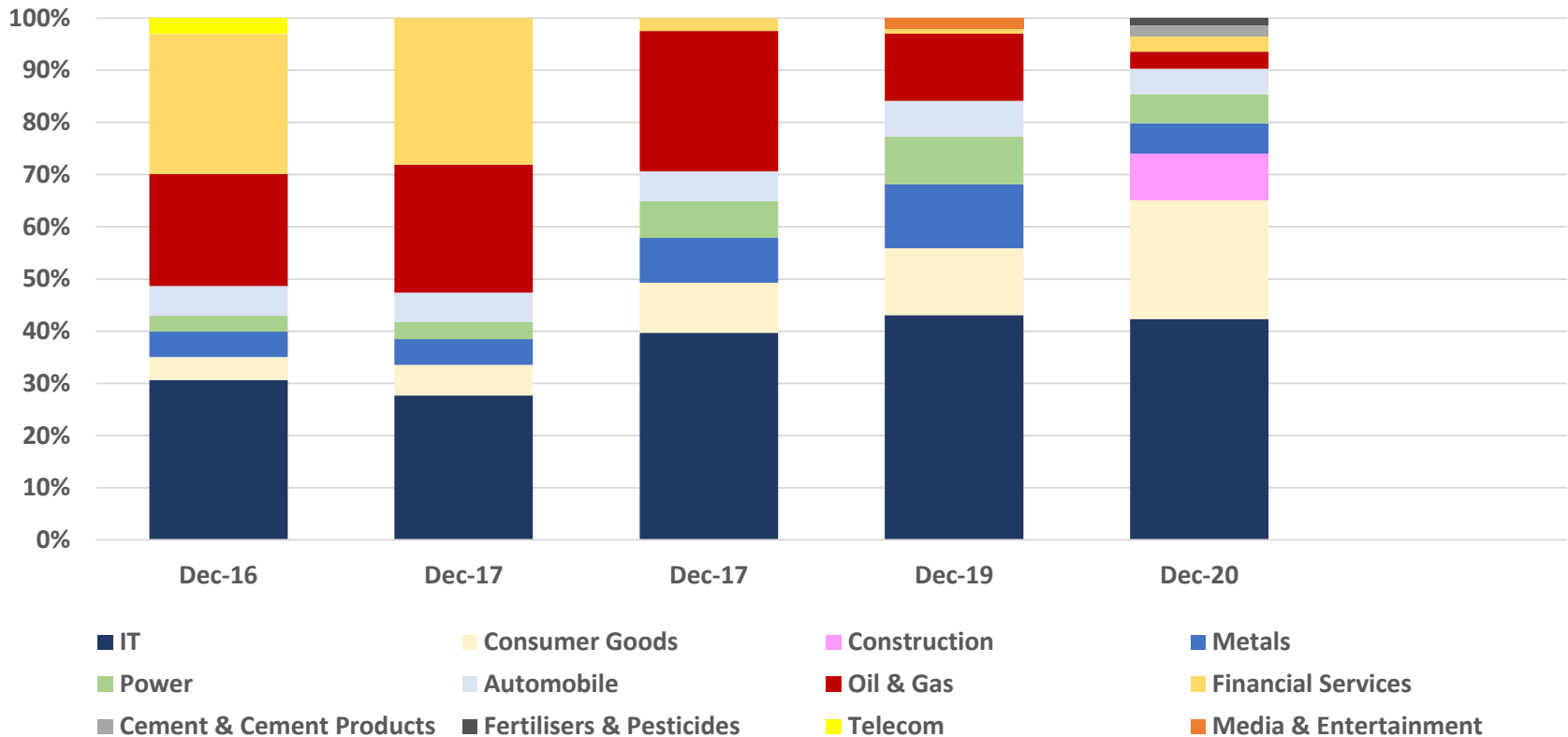
# NIFTY 50 Value 20 Index - Constituents

Nifty 50 Value 20 Index Constituents as on December 31, 2020			
Sr. No.	Stock	Sector	Weightage (%)
1	INFOSYS LTD.	IT	15.63
2	TATA CONSULTANCY SERVICES LTD.	IT	14.58
3	HINDUSTAN UNILEVER LTD.	CONSUMER GOODS	12.27
4	ITC LTD.	CONSUMER GOODS	10.47
5	LARSEN & TOUBRO LTD.	CONSTRUCTION	9.02
6	HCL TECHNOLOGIES LTD.	IT	5.89
7	TECH MAHINDRA LTD.	IT	3.45
8	WIPRO LTD.	IT	3.29
9	POWER GRID CORPORATION OF INDIA LTD.	POWER	2.79
10	TATA STEEL LTD.	METALS	2.79
11	NTPC LTD.	POWER	2.76
12	BAJAJ AUTO LTD.	AUTOMOBILE	2.57
13	HERO MOTOCORP LTD.	AUTOMOBILE	2.32
14	JSW STEEL LTD.	METALS	2.20
15	HINDALCO INDUSTRIES LTD.	METALS	2.01
16	OIL & NATURAL GAS CORPORATION LTD.	OIL & GAS	1.95
17	BHARAT PETROLEUM CORPORATION LTD.	OIL & GAS	1.75
18	COAL INDIA LTD.	METALS	1.63
19	INDIAN OIL CORPORATION LTD.	OIL & GAS	1.33
20	GAIL (INDIA) LTD.	OIL & GAS	1.31
<b>TOTAL</b>			<b>100.00</b>

Data as on December 31, 2020 | Source: NSE Indices Limited

Note: The above list is for illustration purposes and the stocks/sectors mentioned above may or may not form a part of the captioned Index in future.

# NIFTY 50 Value 20 Index – Sector Allocation



**Nifty 50 Value 20 Index is a well-diversified index spread across various sectors**

Data as on December 31, 2020

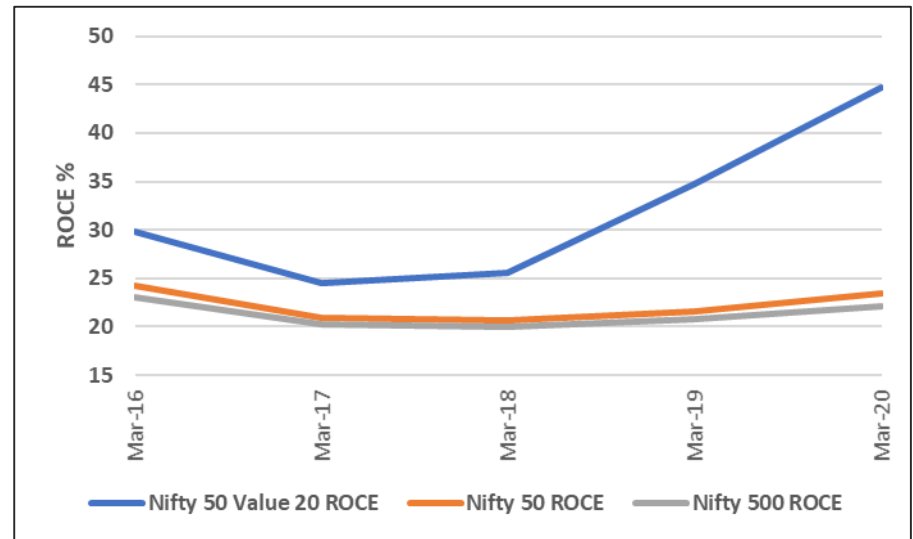
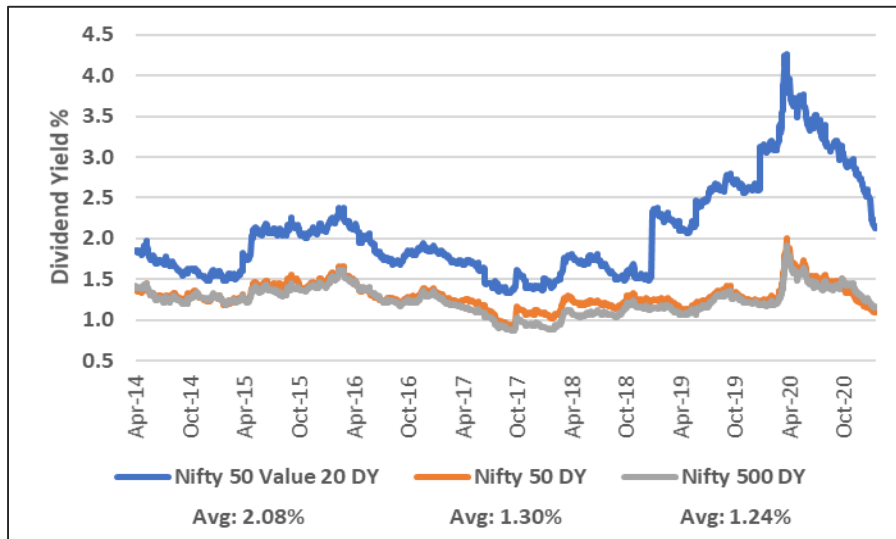
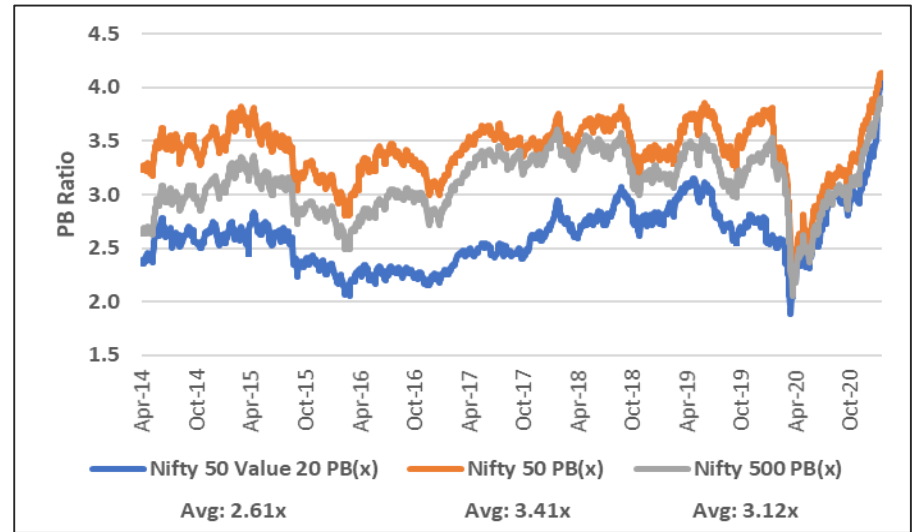
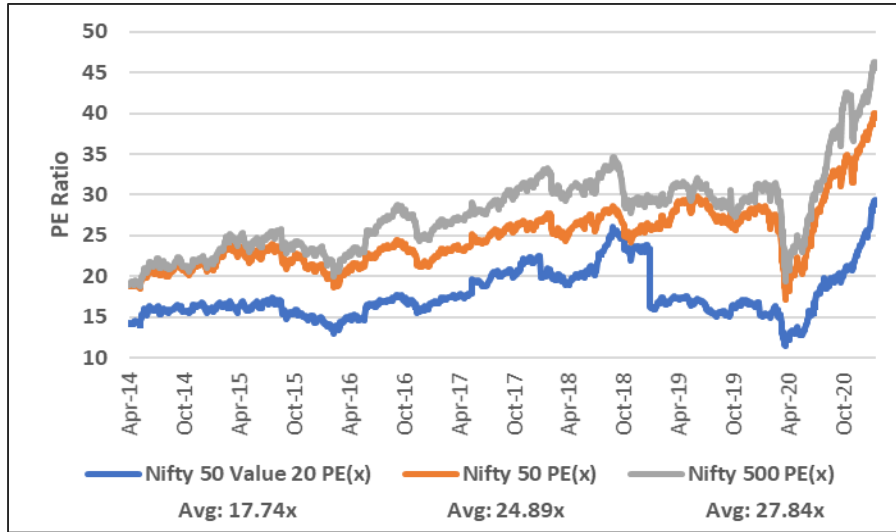
Source: MFI, AMFI

Note: The index holding investments in the said sectors may or may not have future position in the same.

# Why Nifty 50 Value 20 Index



# Nifty 50 Value 20 Index – True to Its Methodology



Source: NSE, ACE Equity, MFI | Period: 1st April 2014 to 15th January 2021.

Note: ROCE for the indices is based on sum of weighted ROCE of its underlying stocks derived as on financial year end.  
Past performance may or may not be sustained in future.

# Nifty 50 Value 20 Index - Valuations Vs Other Indices

Nifty 50 Value 20 Index - Valuation as on January 15, 2021			
Index Name	PE Ratio	PB Ratio	Dividend Yield (%)
Nifty 50 Value 20	28.80	4.00	2.16
Nifty 50	39.34	4.09	1.10
Nifty 100	39.80	4.14	1.09
Nifty 500	45.54	3.85	1.17

Source: NSE

# Nippon India Nifty 50 Value 20 Index Fund - Overview

# Nippon India Nifty 50 Value 20 Index Fund – Scheme Details

## 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 Value 20 Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

## Asset Allocation

Instruments	Indicative Allocation (% of total assets)		Risk Profile
	Minimum	Maximum	
Securities constituting Nifty 50 Value 20 Index	95%	100%	Medium to High
Money Market instruments, Reverse repo and / or Tri-Party Repo and/or Schemes which invest predominantly in the money market securities or Liquid Schemes*	0%	5%	Low to Medium

\*The Fund Manager may invest in Liquid Schemes of Nippon India Mutual Fund. However, the Fund Manager may invest in any other scheme of mutual fund registered with SEBI, which invest predominantly in the money market securities. Investors are requested to refer SID for more details

## Type of scheme

An open ended scheme replicating/tracking Nifty 50 Value 20 Index

# Why Invest in Nippon India Nifty 50 Value 20 Index Fund

## Value Strategy for Portfolio Construction

- Exposure to stocks selected based on key value parameters like high ROCE, low PE Ratio, low PB Ratio and high Dividend Yield

## Blue Chip Value Companies

- Index contains top 20 fundamentally driven value bluechip companies filtered from Nifty 50 index universe

## Reduce Risk

- Elimination of non-systematic risks like stock picking and portfolio manager selection, via investing in the Nifty 50 Value 20 stocks

## Opportunity

- Will allow non demat account holders to seek exposure to 20 value-based stocks from Nifty 50 via investing in Nippon India Nifty 50 Value 20 Index Fund

## SIP Investments

- Investors can avail the benefit of Systematic Investment Plan (SIP)

## Low Cost

- Exposure to the value stocks via low cost index fund (in terms of Total Expense Ratio)

# Nippon India Nifty 50 Value 20 Index Fund - Details

Scheme Features	
NFO Opens on	February 04, 2021
NFO Closes on	February 12, 2021
Benchmark Index	Nifty 50 Value 20 TRI
Fund Manager	Mehul Dama
Load Structure	Entry Load & Exit Load : NIL
Minimum application amount (during NFO & ongoing basis)	<b>During NFO</b> Minimum amount of Rs.5,000 and in multiples of Re.1 thereafter  <b>During Ongoing Basis</b> Minimum amount of Rs.5,000 and in multiples of Re.1 thereafter Additional amount of Rs.1,000 and in multiples of Re.1 thereafter
Plans	a) Growth Plan b) Dividend Plan

# Disclaimer

- **Risk Factors:** Trading volumes and settlement periods may restrict liquidity in equity and debt investments. Investment in Debt is subject to price, credit, and interest rate risk. The NAV of the Scheme may be affected, inter alia, by changes in the market conditions, interest rates, trading volumes, settlement periods and transfer procedures. The NAV may also be subjected to risk associated with tracking error, investment in derivatives or script lending as may be permissible by the Scheme Information Document. Past performance may or may not be sustained in future.

## Disclaimers

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**Mutual Fund investments are subject to market risks, read all scheme related documents carefully**

Thank you for your time!