



Keeps adapting as per the situation...

## Nippon India Balanced Advantage Fund

(An open ended dynamic asset allocation fund)

Equity market is volatile by nature. Our dynamic asset allocation model aims to optimise your equity investments as per the prevailing market situation regularly.

So that you can aspire for better risk-adjusted returns!

Unbiased model based  
asset allocation

Actively  
managed stock  
portfolio

Attempts to  
generate better  
risk-adjusted returns

Equity  
Taxation

Contact your Mutual Fund Distributor | Customer Care: 1860 266 0111<sup>#</sup>, 91-22-69259696<sup>#</sup>  
(For investors outside India) | Visit [mf.nipponindiaim.com](http://mf.nipponindiaim.com)

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

- Long term capital growth.
- Investment in equity & equity related instruments, debt, money market instruments and derivatives.

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

Nippon India Balanced Advantage Fund



Investors understand that their principal will be at Very High risk

CRISIL Hybrid 50+50 - Moderate Index



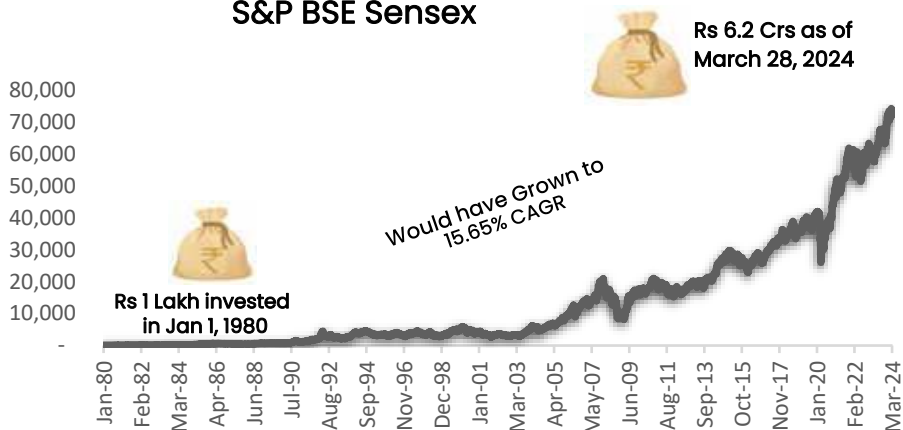
Benchmark Riskometer is at High risk

<sup>#</sup>Charges applicable.

# Rationale for Dynamic Asset Allocation Funds

Equities, one of the Best Asset Classes for Long Term Wealth Creation

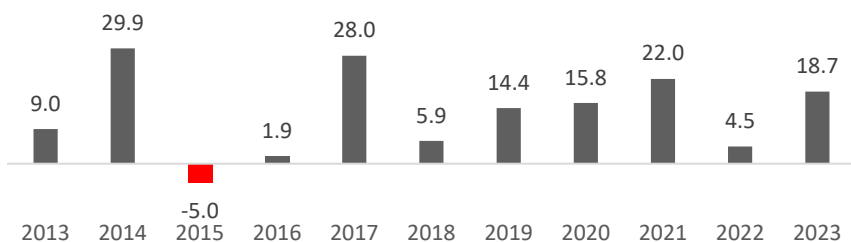
## S&P BSE Sensex



Rs 1 lakh invested in S&P BSE Sensex on Jan 1, 1980 would have grown to Rs 6.2 Crs as of March 31, 2024

..... But Equity returns can be unpredictable and volatile

## S&P BSE SENSEX YEARLY RETURNS (LAST DECADE) [%]



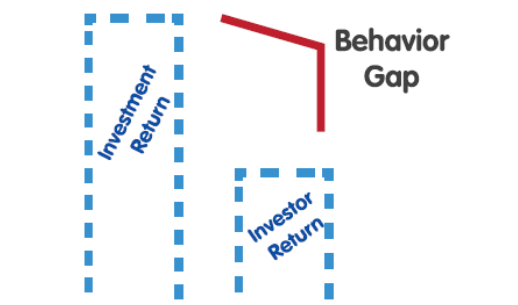
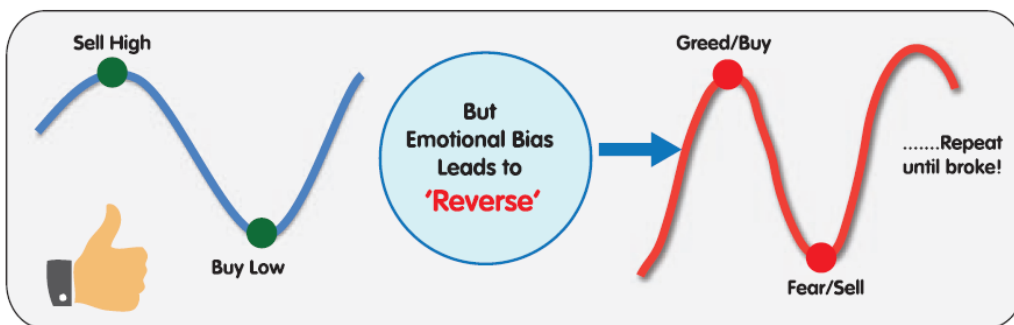
Over the last decade 40% of the calendar years S&P BSE SENSEX delivered less than 10% returns.

Common Source: Bloomberg

This illustration should not be construed as a promise, guarantee on or a forecast of any minimum returns and should not in any way construed to returns of any of Nippon India Mutual Fund Scheme. Past performance may or may not be sustained in future and the same may not necessarily provide the basis for comparison with other investment.

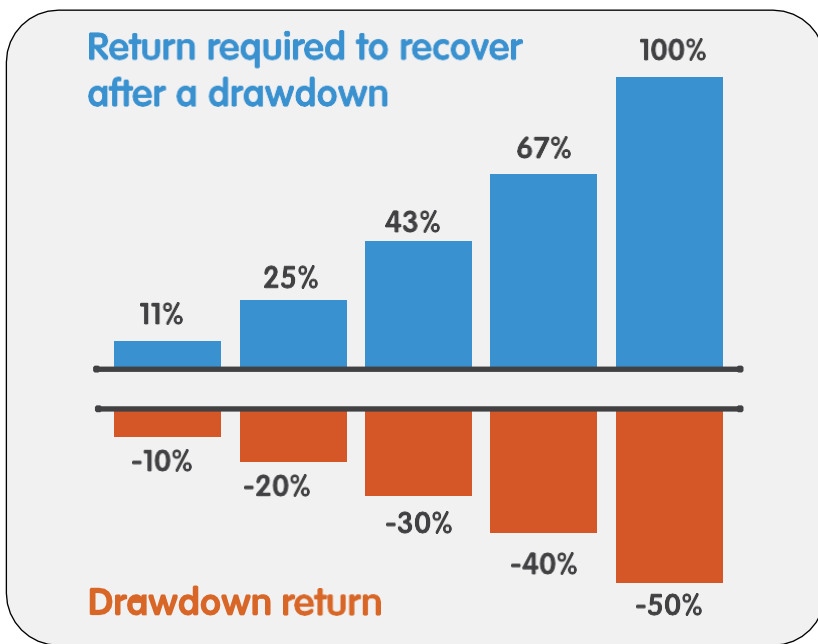
However, one can make volatility their friend and benefit by:

### 1. Avoiding Emotional Bias



Resulting in Lower Investor Returns – 'Behaviour GAP' 'As the investor attempts to time the markets'

## 2. Lowering Downside Risk



If an investment of Rs 100 becomes Rs 50, it's a 50% Decline but for the Rs 50 to become Rs 100 again requires a 100% GAIN

This is only for illustration purpose.

Hence Losing Less is also equally important criteria for Long Term Wealth Creation

## 3. Aim to gain from growth potential of Equity

Our Solution aims to benefit from equity growth potential with lower volatility through hedging strategies

### Presenting Nippon India Balanced Advantage Fund

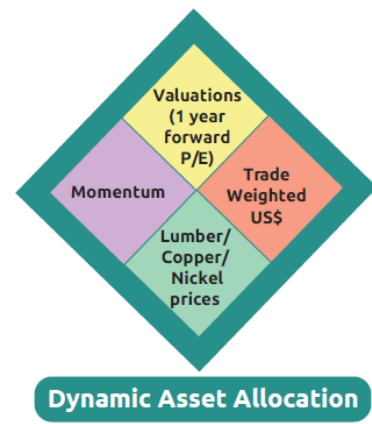
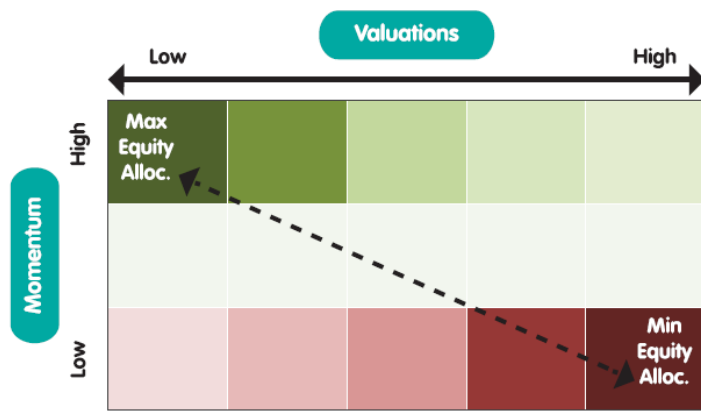
A model based Dynamic Asset Allocation Fund that aims to offer Triple Benefits of

1. Emotion Free Asset Allocation – Model Based Asset Allocation
2. Lowers Downside Risk – Through Hedging
3. Long Term Alpha – through Active Stock selection and Sector

### Asset Allocation Strategy

Asset allocation is based on in-house proprietary model which takes into consideration fundamental, technical and macro parameters.

- **Valuations:** Valuations are fulcrum of the model.
  - The model uses 1 year forward P/E of MSCI India Index.
  - The model also include the equity risk premium which gives an insight as to how rewarding or unattractive equities are versus interest rates.
- **Trend following/momentum:** This is a unique parameter which aids in maximizing Upside Potential and Limiting downside
- **Trade weighted US Dollar:** A strong Dollar typically coincides with weaker phases of Equity prices, while a weaker Dollar coincides with strong equity performance
- **Global Demand Indicators:** A combination of Lumber/Copper/Nickel prices acts as a strong indicator of global economy and markets.



## Fund Strategy

- Core asset allocation through: Valuations, trend following, trade weighted US Dollar and global demand indicators
- Model based portfolio rebalancing on a daily basis
- Investment Universe: All listed large and midcap stocks which have derivatives.
- Large cap oriented portfolio
- Well diversified portfolio across stocks and sectors.
- Debt exposure: Debt portfolio will be conservative focused on the shorter end. It will be combination of liquid and short term fixed income securities.

## Investment Rationale

- Nippon India Balanced Advantage Fund aims to deliver risk adjusted returns across market cycles
- Model Based Asset Allocation aims to minimize 'Emotional Bias' and helps in implementing 'Buy on Lows & Sell on Highs'
- Active equity stock selection to aid in differential returns
- 'Alpha Potential' in full market cycle through:
  - Downside Risk Management in Falling Markets
  - Upside participation in Rising Markets

Source: NIMF Research, Bloomberg

IDCW Plan									
Record Date	Rate (Re/ Unit)	Cum IDCW NAV	*EX IDCW NAV	IDCW Yield	Record Date	Rate (Re/ Unit)	Cum IDCW NAV	*EX IDCW NAV	IDCW Yield
13-Mar-2024	0.17	31.9237	31.7537	0.53%	10-Jan-2023	0.17	28.6737	28.5037	0.59%
14-Feb-2024	0.17	31.8350	31.665	0.53%	12-Dec-2022	0.17	29.4088	29.2388	0.58%
13-Jan-2024	0.17	31.835	31.665	0.53%	14-Nov-2022	0.17	29.2248	29.0548	0.58%
13-Dec-2023	0.17	31.1748	31.0048	0.55%	12-Oct-2022	0.17	28.4957	28.3257	0.60%
13-Nov-2023	0.17	29.7600	29.59	0.57%	12-Sep-2022	0.17	29.4926	29.3226	0.58%
12-Oct-2023	0.17	29.7623	29.5923	0.57%	12-Aug-2022	0.15	29.2052	29.0552	0.51%
12-Sep-2023	0.17	29.9936	29.8236	0.57%	12-Jul-2022	0.15	27.7416	27.5916	0.54%
10-Aug-2023	0.17	29.4227	29.2527	0.58%	13-Jun-2022	0.15	27.37	27.22	0.55%
12-Jul-2023	0.17	29.2627	29.0927	0.58%	12-May-2022	0.15	27.3735	27.2235	0.55%
13-Jun-2023	0.17	28.9244	28.7544	0.59%	12-Apr-2022	0.15	28.8502	28.7002	0.52%
12-May-2023	0.17	28.5049	28.3349	0.60%	14-Mar-2022	0.15	28.1669	28.0169	0.53%
13-Apr-2023	0.17	27.9571	27.7871	0.61%	14-Feb-2022	0.15	28.8437	28.6937	0.52%
14-Mar-2023	0.17	27.6524	27.4824	0.61%	12-Jan-2022	0.15	29.8126	29.6626	0.50%
14-Feb-2023	0.17	28.3799	28.2099	0.60%	13-Dec-2021	0.15	29.3535	29.2035	0.51%

12-Nov-2021	0.15	30.0746	29.9246	0.50%	27-Jan-2020	0.16	26.3408	26.1608	0.61%
12-Oct-2021	0.15	30.2438	30.0938	0.50%	23-Dec-2019	0.16	26.1139	25.9339	0.61%
13-Sep-2021	0.15	29.8524	29.7024	0.50%	25-Nov-2019	0.16	26.1437	25.9637	0.61%
12-Aug-2021	0.15	29.4425	29.2925	0.51%	29-Oct-2019	0.16	25.9688	25.7888	0.61%
12-Jul-2021	0.15	28.9518	28.8018	0.52%	24-Sep-2019	0.16	25.8355	25.6555	0.62%
14-Jun-2021	0.15	28.9458	28.7958	0.52%	26-Aug-2019	0.16	25.5592	25.3792	0.62%
12-May-2021	0.15	27.6495	27.4995	0.54%	22-Jul-2019	0.16	26.0468	25.8668	0.61%
12-Apr-2021	0.15	27.3394	27.1894	0.55%	24-Jun-2019	0.16	26.6906	26.5106	0.60%
12-Mar-2021	0.15	27.9325	27.7825	0.54%	27-May-2019	0.16	26.9733	26.7933	0.59%
12-Feb-2021	0.15	27.8595	27.7095	0.54%	18-Apr-2019	0.16	26.6624	26.4824	0.60%
12-Jan-2021	0.15	27.5342	27.3842	0.54%	25-Mar-2019	0.16	26.5837	26.4037	0.60%
14-Dec-2020	0.15	26.6086	26.4586	0.56%	25-Feb-2019	0.16	25.8324	25.6524	0.62%
12-Nov-2020	0.15	25.4593	25.3093	0.59%	24-Jan-2019	0.16	25.9852	25.8052	0.61%
12-Oct-2020	0.15	24.7482	24.5982	0.61%	24-Dec-2018	0.16	26.0428	25.8628	0.61%
14-Sep-2020	0.15	24.8734	24.7234	0.60%	26-Nov-2018	0.16	26.0432	25.8632	0.61%
12-Aug-2020	0.15	24.6574	24.5074	0.61%	25-Oct-2018	0.16	25.5417	25.3617	0.62%
13-Jul-2020	0.15	23.6098	23.4598	0.64%	25-Sep-2018	0.16	26.5746	26.3946	0.60%
12-Jun-2020	0.15	22.7962	22.6462	0.66%	23-Aug-2018	0.16	27.2909	27.1109	0.58%
12-May-2020	0.15	22.2150	22.065	0.68%	24-Jul-2018	0.16	26.8347	26.6547	0.59%
23-Mar-2020	0.16	20.5704	20.3904	0.77%	22-Jun-2018	0.16	26.8593	26.6793	0.59%
24-Feb-2020	0.16	26.0782	25.8982	0.61%					

**Disclaimer pertaining to Income Distribution Cum Capital Withdrawal (IDCW) History:** Past performance may or may not be sustained in the future. IDCW distribution is subject to availability & adequacy of distributable surplus. The Mutual Fund is not assuring that it will make periodical IDCW distributions, though it has every intention of doing so. After the payment of IDCW, the per unit NAV falls to the extent of the IDCW payout and distribution taxes, if any. Performance of IDCW plan/option would be net of applicable statutory levy, if any. Face value of Rs.10. \* NAV on the 1st transaction day after Record Date, which includes the mark to market impact also. The above table provides details of Income Distribution cum Capital Withdrawal Plan (IDCW Plan) (Regular Plan).

Stamp duty @ 0.005% of the transaction value would be levied on applicable mutual fund transactions, with effect from July 01, 2020. Accordingly, pursuant to levy of stamp duty, the number of units allotted on purchase/switch-in transactions (including IDCW reinvestment) to the unitholders would be reduced to that extent. Kindly refer notice cum addendum no. 30, dated June 30, 2020.

---

**Risk factor & Disclaimer:** 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 investment in derivatives, foreign securities or script lending as may be permissible by the Scheme Information Document. For further details, please refer Scheme Information Document (SID).

The document has been prepared on the basis of publicly available information, internally developed data and other sources believed to be reliable. The sponsor, the Investment Manager, the Trustee or any of their directors, employees, associates or representatives ("entities & their associates") do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information. Recipients of this information are advised to rely on their own analysis, interpretations & investigations. Readers are also advised to seek independent professional advice in order to arrive at an informed investment decision. Entities & their associates including persons involved in the preparation or issuance of this material, shall not be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material. Recipient alone shall be fully responsible for any decision taken on the basis of this document.

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