



## Nippon India ETF Bank BeES

(An Open Ended Index Exchange Traded Scheme)

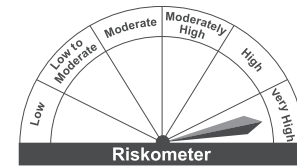
### Product label

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

- Long-term capital appreciation
- Investment in Securities covered by Nifty Bank Index.

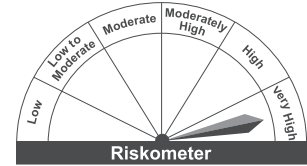
\*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.

#### Nippon India ETF Bank BeES



Investors understand that their principal will be at Very High risk

#### Nifty Bank TRI



Benchmark Riskometer is at Very High risk

### Contents

Why Equity ETF?	Page 2
Strategies used through Index based Equity ETFs	Page 2
Transaction Options available for investors	Page 2
Creation Unit Size	Page 2
Nippon India ETF Bank BeES - Investment Objective & Positioning	Page 3
Benefits of Nippon India ETF Bank BeES	Page 3
Why Invest in Nifty Bank?	Page 3
Current Valuations	Page 3
Constituents of Nippon India ETF Bank BeES	Page 4
Scheme Performance of Nippon India ETF Bank BeES	Page 4
Performance of other open ended schemes managed by the same fund managers	Page 5
Scheme Features Nippon India ETF Bank BeES	Page 5
Product Label	Page 6
Disclaimers	Page 6

**Nippon Life India Asset Management Limited (NAM India) (formerly known as Reliance Nippon Life Asset Management Limited)** is one of the largest asset managers with more than 25 years of experience in managing wealth of investors with a robust distribution network in India and a global reach through its various subsidiaries.

To cater to the increasing demand for passive management, we offer a variety of Exchange Traded Funds (ETFs) under "Nippon India ETFs". Currently, we offer seventeen equity ETFs – benchmarked against Nifty Bank TRI, Nifty 100 TRI, Nifty 50 TRI, Nifty Midcap 150 TRI, Nifty India Consumption TRI, Nifty Dividend Opportunities 50 TRI, Nifty 50 Value 20 TRI, Nifty Next 50 TRI, Nifty Infrastructure TRI, Nifty50 Shariah TRI, Nifty PSU bank TRI, Nifty CPSE TRI, Nifty IT TRI, Nifty Pharma TRI, Hang Seng TRI, S&P BSE Sensex TRI & S&P BSE Sensex Next 50 TRI; five debt ETFs – benchmarked against Nifty 8-13 yr G- Sec Index, Nifty CPSE Bond Plus SDL Sep 2024 50:50 Index, Nifty SDL Apr 2026 Top 20 Equal Weight Index, Nifty 5 Yr Benchmark G-Sec Index & Liquid ETF in money market space and one commodity ETF – based on domestic prices of Gold.

## Why Equity ETF?

- ▶ **Ease of transaction** – Can be easily bought / sold like any other stock on the exchange through terminals spread across the country
- ▶ **Ease of Liquidity** – Can be bought / sold anytime during market hours (subject to availability of buyer/seller) at prices prevailing in the market. Thus, investor transacts at real-time prices
- ▶ **Low Cost** – Generally less expensive than investing in multiple individual securities.
- ▶ **Other Special Features**
  - Instant diversification through exposure to a large number of stocks by purchasing as low as 1 unit
  - Buying / selling at close to live price and not end-of-day, also ability to put limit orders
  - Authorised Participants / Large investors can buy in creation unit size directly from the AMC at Live Prices in creation unit sizes

## Strategies used through Index based Equity ETFs

- ▶ **Liquidity Management** – ETFs can be used for a given percentage of each asset class to provide a liquidity buffer across the asset allocation
- ▶ **Portfolio Completion** – ETFs allow investors to gain exposure to an asset class that is under-represented in the asset allocation
- ▶ **Cash Equitization** – ETFs assist in remaining fully invested into equity as per the allocation model, while maintaining liquidity, thus minimizing the cash drag effect on the portfolio
- ▶ **Portfolio Transitions** – Since ETFs are passive funds, they may help to maintain market exposure while there are changes in sector/ stock allocations in a portfolio, hence avoids the risk of missing any market movement

## Transaction Options available for investors

Subscription	Process	Features
Through Stock Exchange	Online Terminal / Stock Broker	<ul style="list-style-type: none"> <li>• Can trade as less as 1 Unit</li> <li>• Funding to be done on T+1</li> <li>• Unit credit on T+2</li> <li>• Transaction on Exchange traded price</li> <li>• No paperwork</li> <li>• Transaction on order matching and availability of quotes</li> </ul>
Through AMC (Authorized Participants & Large Investors)	Transaction form with requisite documents	<ul style="list-style-type: none"> <li>• Can transact in multiples of creation unit size</li> <li>• Transaction in exchange of Portfolio deposit &amp; Cash Component</li> </ul>
Redemption	Process	Features
Through Stock Exchange	Online terminal / Stock Broker	<ul style="list-style-type: none"> <li>• Can trade as less as 1 Unit</li> <li>• Units taken on T+1</li> <li>• Amount credited T+2</li> </ul>
Through AMC (Authorized Participants & Large Investors)	Redemption Request	<ul style="list-style-type: none"> <li>• Can trade in multiples of creation unit size</li> <li>• Transaction in exchange of Portfolio deposit &amp; Cash Component</li> </ul>

## Creation Unit Size

Creation Unit size is the minimum denomination of unit that can be directly purchased/redeemed from AMC

Tradable Unit	Composition	Creation Unit Size	NAV Value (Rs.)*	Approx. Basket Value (Rs.)*
1 Unit Nippon India ETF Bank BeES	~ 1/100 of Nifty Bank Index	10,000 units of Nippon India ETF Bank BeES	357.0995	3,570,995

\*Data as of 31st December, 2021 taken as reference value

## Importance of Creation Unit Size

- ▶ In case of non-availability of sizeable quote, Investors can transact with the AMC in creation unit lots
- ▶ Investors can transact both in form of cash or stock basket comprising the index
- ▶ Units are created at live NAV price plus expenses

## Nippon India ETF Bank BeES

### Investment Objective Nippon India ETF Bank BeES

The investment objective of Nippon India ETF Bank BeES is to provide returns that, before expenses, closely correspond to the total returns of the Securities as represented by the Nifty Bank Index. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

### Positioning – Nippon India ETF Bank BeES

- Nippon India ETF Bank BeES is an Exchange Traded Fund (ETF) listed on NSE & BSE, and invests in stocks of Nifty Bank Index in the same proportion as the underlying Index
- Nippon India ETF Bank BeES is less expensive than investing in individual securities of the Nifty Bank Index.
- It provides an opportunity to investors for passively investing in a well-expanded portfolio of top banks as per free float market capitalization, as approximately represented by Nifty Bank Index

## Benefits of Nippon India ETF Bank BeES

- ▶ **Well Defined Portfolio:** Nippon India ETF Bank BeES investment strategy & stock selection is clearly defined; it would replicate the Nifty Bank Index & invest only in companies forming the index in the same proportion as the underlying index
- ▶ **Diversification:** Buying a single unit currently offers diversification of 13 stocks in the banking sector
- ▶ **Transparency:** Nifty Bank Index constituents are made available in public domain on a daily basis by NSE
- ▶ **Liquidity:** ETF units are traded on exchanges & can be easily liquidated during trading hours (subject to availability of buyer/seller). Authorised Participants / Large Investors also have the option of coming to the AMC for procurement/sale of units in creation unit sizes (10,000 units with 1 unit equivalent to 1/100th of Nifty Bank Index)
- ▶ **Margin for trading:** Nippon India ETF Bank BeES is accepted as margin for trading on NSE & BSE with applicable haircut
- ▶ **Hedging option available:** Nippon India ETF Bank BeES allows one to take exposure to the banking sector with relatively less stock specific risk, as risk gets diversified among basket of stocks
- ▶ **Index track Record:** Launched in Sep-2003, base date 1-Jan-2000 the index has a track record of 21 years

Source: NSE & NSE Indices Ltd.

## Why Invest in Nifty Bank?

Banking sector is backbone for any economy and is the key beneficiary as well as catalyst of economic recovery. We expect, the sector is set to benefit significantly from the domestic recovery over the medium to long term. The sector revival is usually characterized by the key phases of lowering of interest rates, asset quality improvement followed by higher credit off-take. The sector offers a good play on consumption & capex revival and can be a significant beneficiary of the domestic revival.

Nifty Bank Index forms the representation of Indian Banking Sector currently having 13 stocks comprising both private and PSU banks qualifying as per the index selection criterion. It is amongst the most traded sector index in India. With a lot of thrust from the government on development, this sector becomes attractive for investors.

\*Sources: Bloomberg, BofAML Global Research estimates, World Bank, Government of India, IMF, NIMF Internal Research

## Current Valuations

The P/E, P/B and dividend yield of Nifty Bank Index are as follows:

Date	Index Level	Price Earning (P/E)	Price to Book (P/B)	Dividend Yield
15-Sep-03 (Launch Date)	1875.79	6.57	1.38	3.25
31st December, 2021 (At Present)	35481.70	22.33	2.62	0.34

**Note:** Though Nifty Bank Index was launched on 15-Sep-03, the base date of the Index is 01-Jan-00. The historical index values of the index is available on [www.nseindia.com](http://www.nseindia.com). Past performance may or may not be sustained in future. Investors are advised to consult their financial advisor before making any investment.

Source: [www.nseindia.com](http://www.nseindia.com)

## Constituents of Nippon India ETF Bank BeES as on 31st December, 2021

Sr. No.	Stock Name	Weightage (%)
1	HDFC Bank Limited	27.79%
2	ICICI Bank Limited	22.61%
3	Kotak Mahindra Bank Limited	11.60%
4	Axis Bank Limited	11.52%
5	State Bank of India	11.44%
6	IndusInd Bank Limited	5.91%
7	AU Small Finance Bank Limited	2.33%
8	Bandhan Bank Limited	1.75%
9	The Federal Bank Limited	1.70%
10	IDFC First Bank Limited	1.54%
11	Punjab National Bank	1.13%
12	RBL Bank Limited	0.65%
13	Yes Bank Limited	0.00%
14	Cash & Other Receivables	0.03%
	<b>Total</b>	<b>100.00%</b>

**Note:** This is with reference to Gazette notification (Reference no: G.S.R.174(E)) issued by Ministry of Finance on 13th March 2020, for Yes Bank Limited reconstruction scheme, 2020. As per point 3(8)(a) of the notification, there shall be a lock-in period of three years from the commencement of the above said scheme to the extent of 75% of shares held by existing shareholders on the date of commencement of the scheme which came into force from March 13, 2020.

Taking into account the above development, the valuation committee of Nippon India Mutual Fund has decided to markdown the 75% locked-in shares of YES Bank to ZERO, as on March 16, 2020.

The stocks mentioned forms a part of the portfolio of the scheme and may or may not form a part of the portfolio in future. Please read Scheme Information Document carefully for more details and risk factors.

## Scheme Performance of Nippon India ETF Bank BeES as on 31st December, 2021

NAV as on December 31, 2021: ₹357.0995				
Particulars	CAGR %			
	1 Year	3 Years	5 Years	Since Inception
Nippon India ETF Bank BeES	13.65	8.90	14.19	16.89
B:Nifty Bank TRI	13.90	9.60	14.72	17.44
AB:Nifty 50 TRI	25.59	18.27	17.65	16.03
<b>Value of ₹10000 Invested</b>				
Nippon India ETF Bank BeES	11,365	12,916	19,430	156,120
B:Nifty Bank TRI	11,390	13,170	19,886	169,611
AB:Nifty 50 TRI	12,559	16,552	22,561	137,176
<b>Inception Date : May 27, 2004</b>				
<b>Fund Manager : Mehul Dama (Since September 2021)</b>				

### Performance as on 31st December, 2021

B: Benchmark, AB: Additional Benchmark, TRI: Total Return Index

TRI - Total Returns Index reflects the returns on the index arising from (a) constituent stock price movements and (b) dividend receipts from constituent index stocks, thereby showing a true picture of returns.

For Exchange Traded Funds of Nippon India Mutual Fund, performance is provided at Scheme level using IDCW Reinvestment NAV's, since there are no separate plan/option under such Schemes.

Period for which scheme's performance has been provided is computed basis last day of the month-end preceding the date of advertisement.

**Past performance may or may not be sustained in future** and the same may not necessarily provide the basis for comparison with other investment. Performance of the schemes (wherever provided) are calculated basis CAGR for the past 1 year, 3 years, 5 years and Since Inception. IDCWs (if any) are assumed to be reinvested at the prevailing NAV. Performance of the scheme would be Net of Dividend distribution tax, if any. Face value of scheme is Re.1/- per unit. In case, the start/end date of the concerned period is non-business day (NBD), the NAV of the previous date is considered for computation of returns.

Finance Act 2020 has abolished dividend distribution tax on IDCW declared and paid by Mutual Fund scheme. W.e.f. 01.04.2020 IDCW received from Mutual fund scheme is taxable in the hands of investor and mutual fund scheme is required to withhold tax on IDCW as per applicable rate.

## Performance of other open ended schemes managed by the same fund managers as on 31st December, 2021

Scheme Name/s	CAGR %					
	1 Year Return		3 Years Return		5 Years Return	
	Scheme	Benchmark	Scheme	Benchmark	Scheme	Benchmark
<b>TOP 3</b>						
Nippon India ETF Nifty IT*	61.89	62.35	NA	NA	NA	NA
Nippon India Nifty Smallcap 250 Index Fund#	60.11	63.34	NA	NA	NA	NA
Nippon India ETF Nifty Midcap 150*	47.60	48.16	NA	NA	NA	NA
<b>Bottom 3</b>						
Nippon India ETF Consumption*	20.20	20.82	13.11	13.54	15.91	16.25
Nippon India ETF Gold BeES*	-4.78	-4.01	13.86	14.89	10.16	11.25
Nippon India Gold Savings Fund#	-5.54	-4.01	13.56	14.89	9.56	11.25

Nippon India ETF Nifty IT, Nippon India Smallcap 250 Index Fund and Nippon India ETF Midcap 150 have not completed 3 years, the performance details of 1 year is provided herein

Mr. Mehul Dama has been managing Nippon India ETF Nifty IT since Jun 2020  
 Mr. Mehul Dama has been managing Nippon India Nifty Smallcap 250 Index Fund since Oct 2020  
 Mr. Mehul Dama has been managing Nippon India ETF Nifty Midcap 150 since Jan 2019  
 Mr. Mehul Dama has been managing Nippon India ETF Consumption since Nov 2018  
 Mr. Mehul Dama has been managing Nippon India ETF Gold BeES since Nov 2018  
 Mr. Mehul Dama has been managing Nippon India Gold Savings Fund since Nov 2018

### Note:

- Mr. Mehul Dama manages 24 open-ended schemes of Nippon India Mutual Fund .
- In case the number of schemes managed by a fund manager is more than six, in the performance data of other schemes, the top 3 and bottom 3 schemes managed by fund manager has been provided herein are on the basis of 1 Year CAGR returns
- Period for which scheme's performance has been provided is computed basis last day of the month-end preceding the date of advertisement
- Different schemes shall have a different expense structure.

#The performance details provided herein are of Growth Plan (Regular Plan).

\*The Scheme does not offer any Plans/Options. The performance details are provided at Scheme level using IDCW Reinvestment NAV's.

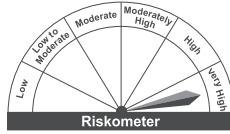
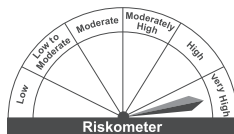
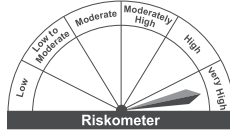
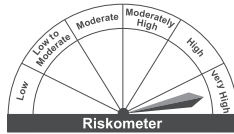


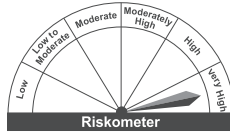
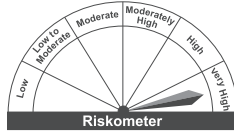
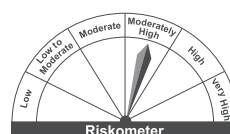

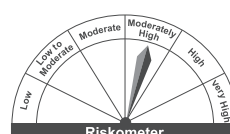

**Past performance may or may not be sustained in future** and the same may not necessarily provide the basis for comparison with other Investment. IDCWs (if any) are assumed to be reinvested at the prevailing NAV. Performance of the scheme would be Net of Dividend distribution tax, if any. Face value of Nippon India ETF Gold BeES is Re.1/- per unit. Face Value of other schemes is Rs.10/- per unit. In case, the start/end date of the concerned period is non-business day (NBD), the NAV of the previous date is considered for computation of returns.

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## Scheme Features of Nippon India ETF Bank BeES

<b>Nature of Scheme</b>	An Open Ended Index Exchange Traded Fund
<b>Benchmark</b>	Nifty Bank TRI
<b>Fund Manager</b>	Mehul Dama (Since September 2021)
<b>Inception Date</b>	May 27, 2004
<b>Rule of 20 -25</b>	Rule of a minimum of 20 investors and no single investor accounting for more than 25% of the corpus of the Scheme <b>does not apply</b> to ETFs
<b>Asset Allocation</b>	Securities covered by Nifty Bank Index : 95%-100% Money Market Instruments (with maturity not exceeding 91 days), including Tri - Party Repo on G-Secs or T-Bills, cash & cash equivalents: 0%-5%
<b>Transparency/NAV Disclosure</b>	Nippon India Mutual Fund shall declare the Net asset value of the scheme on every business day on AMFI's website <a href="http://www.amfiindia.com">www.amfiindia.com</a> by 11:00 p.m. on the day of declaration of the NAV and also on <a href="http://mf.nipponindiaim.com">mf.nipponindiaim.com</a>
<b>Value of Unit</b>	The value of each unit of the Scheme would be approximately equal to 1/100th of the value of Nifty Bank Index
<b>Load Structure</b>	Entry & Exit Load : Nil
<b>Minimum Application Amount</b>	The minimum number of Units that can be bought or sold on the exchange is 1 (one) unit and in multiples of 1 unit. Directly from AMC: Allowed to Authorized Participants & Large Investors in form of creation unit size of 10,000 units
<b>Dematerialization</b>	Units of the scheme will only be available in Dematerialized (electronic) form only

## Product Label

Scheme Name	This Product is suitable for Investors who are Seeking*	Fund Riskometer	Benchmark Riskometer
<b>Nippon India ETF Nifty IT</b> (An open ended scheme replicating/tracking NIFTY IT Index)  <b>Benchmark :</b> Nifty IT TRI	<ul style="list-style-type: none"> <li>Long-term capital growth</li> <li>Investment in equity and equity related securities and portfolios replicating the composition of NIFTY IT Index, subject to tracking errors</li> </ul> <p>* Investors should consult their financial advisors if in doubt about whether the product is suitable for them</p>	 <p><b>Riskometer</b></p> <p>Investors understand that their principal will be at Very High risk</p>	 <p><b>Riskometer</b></p> <p>Benchmark Riskometer is at Very High risk</p>
<b>Nippon India Nifty Smallcap 250 Index Fund</b> (An open ended scheme replicating/tracking Nifty Smallcap 250 Index)  <b>Benchmark :</b> Nifty Smallcap 250 TRI	<ul style="list-style-type: none"> <li>Long term capital growth</li> <li>Investment in equity and equity related securities and portfolios replicating the composition of the Nifty Smallcap 250 Index, subject to tracking errors</li> </ul> <p>* Investors should consult their financial advisors if in doubt about whether the product is suitable for them</p>	 <p><b>Riskometer</b></p> <p>Investors understand that their principal will be at Very High risk</p>	 <p><b>Riskometer</b></p> <p>Benchmark Riskometer is at Very High risk</p>
<b>Nippon India ETF Nifty Midcap 150</b> (An Open Ended Index Exchange Traded Fund)  <b>Benchmark :</b> Nifty Midcap 150 TRI	<ul style="list-style-type: none"> <li>Long term capital growth</li> <li>Investment in equity and equity related securities and portfolios replicating the composition of Nifty Midcap 150 Index, subject to tracking errors</li> </ul> <p>* Investors should consult their financial advisors if in doubt about whether the product is suitable for them</p>	 <p><b>Riskometer</b></p> <p>Investors understand that their principal will be at Very High risk</p>	 <p><b>Riskometer</b></p> <p>Benchmark Riskometer is at Very High risk</p>
<b>Nippon India ETF Consumption</b> (An Open Ended Index Exchange Traded Fund)  <b>Benchmark :</b> Nifty India Consumption TRI	<ul style="list-style-type: none"> <li>Long term capital growth</li> <li>Investment in equity and equity related securities and portfolios replicating the composition of Nifty India Consumption Index, subject to tracking errors.</li> </ul> <p>* Investors should consult their financial advisors if in doubt about whether the product is suitable for them</p>	 <p><b>Riskometer</b></p> <p>Investors understand that their principal will be at Very High risk</p>	 <p><b>Riskometer</b></p> <p>Benchmark Riskometer is at Very High risk</p>
<b>Nippon India ETF Gold BeES</b> (An open ended scheme, listed on the Exchange in the form of an Exchange Traded Fund (ETF) investing in physical gold)  <b>Benchmark :</b> Domestic Prices of Gold	<ul style="list-style-type: none"> <li>Portfolio diversification through asset allocation</li> <li>Investment in physical gold</li> </ul> <p>* Investors should consult their financial advisors if in doubt about whether the product is suitable for them</p>	 <p><b>Riskometer</b></p> <p>Investors understand that their principal will be at Moderately High risk</p>	 <p><b>Riskometer</b></p> <p>Benchmark Riskometer is at Moderately High risk</p>
<b>Nippon India Gold Savings Fund</b> (An open ended Fund of Fund Scheme)  <b>Benchmark :</b> Domestic Prices of Gold	<ul style="list-style-type: none"> <li>Long term capital growth</li> <li>Returns that are commensurate with the performance of Nippon India ETF Gold BeES through investment in securities of Nippon India ETF Gold BeES</li> </ul> <p>* Investors should consult their financial advisors if in doubt about whether the product is suitable for them</p>	 <p><b>Riskometer</b></p> <p>Investors understand that their principal will be at Moderately High risk</p>	 <p><b>Riskometer</b></p> <p>Benchmark Riskometer is at Moderately High risk</p>

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

**Risk factors: The scheme invests in equity instrument and hence carries risk inherent in equities. Trading volumes, settlement periods and transfer procedures** may restrict the liquidity of the investments. Investment in Money Market is subject to liquidity, credit, interest rate & reinvestment risk. For further Scheme specific risk factors, please refer the scheme information document.

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