

## **1. Summary & Portfolio Characteristics**

The portfolio consists of three Exchange Traded Funds (ETFs): MIDCAPIETF-EQ, GOLDBEES-EQ, and NIFTYIETFR-EQ. The total invested value is approximately ₹14,008.26. The portfolio shows an unrealized gain of ₹1,389.74, representing a 9.92% increase. The holdings include exposure to mid-cap stocks, gold, and the NIFTY index.

The largest holding by current value is NIFTYIETFR-EQ, followed by GOLDBEES-EQ, and then MIDCAPIETF-EQ. The portfolio appears to be relatively concentrated, with only three holdings. The user also has a separate gold investment of ₹16,113.20.

## **2. Goal Alignment Grade**

Based on the stated goal of "long term growth," the portfolio receives a grade of C+. The presence of NIFTYIETFR-EQ contributes positively to long-term growth potential due to its broad market exposure. However, the inclusion of GOLDBEES-EQ, while providing diversification, may limit overall growth potential compared to a portfolio focused solely on equities.

The MIDCAPIETF-EQ offers some growth potential, but its smaller allocation and recent underperformance detract from the overall alignment with the long-term growth objective. A more aggressive growth strategy would typically involve a higher allocation to equities, potentially including small-cap or sector-specific ETFs.

## **3. Goal Alignment Percentage**

The estimated goal alignment percentage is 65%. This is based on the portfolio's current asset allocation and the relative growth potential of each asset class. The NIFTYIETFR-EQ contributes the most to the alignment, while the gold allocation reduces it.

A higher alignment percentage could be achieved by rebalancing the portfolio to increase exposure to equities and reduce exposure to gold. Further consideration should be given to the specific sectors or market segments that offer the greatest long-term growth potential.

## **4. Risk Meter**

The portfolio's risk meter is moderate. The NIFTYIETFR-EQ provides broad market exposure, which helps to mitigate some risk through diversification. However, the MIDCAPIETF-EQ introduces additional risk due to its focus on mid-cap stocks, which tend to be more volatile than large-cap stocks.

The GOLDBEES-EQ acts as a diversifier and a hedge against market volatility, but it also reduces the overall growth potential. The concentration of the portfolio in only three holdings also increases the risk compared to a more diversified portfolio.

## **5. Estimated 5-Year Return**

Based on historical performance and current market conditions, the estimated 5-year return for this portfolio is 8-10%. This estimate assumes continued economic growth and moderate inflation. The NIFTYIETFR-EQ is expected to contribute the most to this return, followed by the MIDCAPIETF-EQ.

The GOLDBEES-EQ is expected to provide a lower return compared to the equity ETFs, but it may offer some protection against market downturns. This is a projection and actual returns may vary significantly depending on market conditions.

## **6. Where You Are Strong**

The portfolio demonstrates strength in diversification across different asset classes (equities and gold) and market capitalizations (large-cap and mid-cap). The inclusion of the NIFTYIETFR-EQ provides a solid foundation for long-term growth by tracking a broad market index.

The gold allocation provides a hedge against market volatility and inflation, which can be beneficial during periods of economic uncertainty. The user's separate gold investment further strengthens this aspect of the portfolio.

## **7. Where You Need to Improve**

The portfolio needs improvement in terms of concentration risk. Holding only three ETFs increases the portfolio's vulnerability to specific market segments or sectors. Consider diversifying into additional ETFs or individual stocks to reduce this risk.

The allocation to gold may be too high for a long-term growth strategy. Rebalancing the portfolio to reduce the gold allocation and increase the equity allocation could improve the overall growth potential. Further, the MIDCAPIETF-EQ has underperformed, so it should be re-evaluated.