

1. Summary & Portfolio Characteristics

The portfolio consists of three Exchange Traded Funds (ETFs): a Midcap ETF, GoldBees (gold ETF), and a Nifty ETF. The total invested value is approximately ₹14,008.26. The portfolio shows an unrealized profit of ₹1,389.74, representing a 9.92% gain. The holdings are relatively small, with the largest investment in the Nifty ETF and GoldBees.

The portfolio also includes a digital gold savings component, valued at ₹6,113.20, showing a 19.25% gain (₹1986.99). This suggests an allocation to gold as a hedge or diversifier. The user is also exploring options for daily gold savings, one-time gold investments, gold loans, and monthly gold SIPs.

2. Goal Alignment Grade

Based on the stated goal of "long-term growth," the current portfolio receives a grade of C+. The inclusion of equity ETFs aligns with growth objectives, but the significant allocation to gold (both ETFs and digital gold) may dampen overall growth potential.

A higher grade would require a more aggressive allocation to growth-oriented assets, such as small-cap ETFs, sector-specific ETFs (technology, healthcare), or individual stocks, while reducing the allocation to gold. The current portfolio seems to balance growth with some level of risk aversion.

3. Goal Alignment Percentage

The goal alignment percentage is estimated at 65%. This considers the presence of equity ETFs contributing to growth, but also the substantial allocation to gold, which typically acts as a hedge and provides lower growth compared to equities over the long term.

To increase the alignment percentage, a shift towards a higher proportion of equity investments, particularly those focused on high-growth sectors or market segments, is recommended.

Regularly rebalancing the portfolio to maintain the desired asset allocation is also crucial.

4. Risk Meter

The portfolio's risk meter is moderate. The equity ETFs introduce market risk, while the gold holdings provide a degree of downside protection. The overall risk level is influenced by the relative proportions of equity and gold.

The risk meter could be adjusted by altering the asset allocation. Increasing the allocation to equities, especially small-cap or sector-specific ETFs, would increase the risk. Conversely, increasing the allocation to gold or adding fixed-income assets would decrease the risk.

5. Estimated 5-Year Return

Based on the current asset allocation and historical performance, the estimated 5-year return is projected to be between 8% and 10%. This estimate considers the potential growth of the equity ETFs and the more conservative returns expected from gold.

This is a general estimate and actual returns may vary significantly depending on market conditions. A more aggressive portfolio with a higher allocation to equities could potentially yield higher returns, but also carries a greater risk of losses.

6. Where You Are Strong

The portfolio demonstrates strength in diversification by including exposure to different market segments (mid-cap, Nifty) and asset classes (equity, gold). The inclusion of gold provides a hedge against market volatility and inflation.

The user's engagement with digital gold savings and exploration of various gold investment options indicates a proactive approach to managing their assets. This awareness and willingness to explore different investment avenues are positive attributes.

7. Where You Need to Improve

The portfolio needs improvement in maximizing growth potential. The allocation to gold, while providing diversification, may limit overall returns in a long-term growth-oriented strategy. A more focused allocation to equities, particularly those with higher growth potential, is recommended.

Consider rebalancing the portfolio to align with the desired risk tolerance and growth objectives. Regularly reviewing the portfolio's performance and making adjustments as needed is crucial for achieving long-term financial goals.