

1. Summary & Portfolio Characteristics

The portfolio consists of three Exchange Traded Funds (ETFs): a Midcap ETF, GoldBees (a 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 appears to be diversified across market capitalization (mid-cap and large-cap via Nifty) and asset class (equity and gold). The allocation to gold is significant, potentially acting as a hedge against equity market volatility. The portfolio is relatively simple, consisting only of ETFs, which offers diversification and ease of management.

2. Goal Alignment Grade

Based on the stated goal of "long-term growth," the portfolio receives a grade of C+. The inclusion of equity ETFs aligns with the growth objective, but the significant allocation to gold (GoldBees) may hinder overall growth potential. Gold typically acts as a store of value and a hedge against inflation, rather than a high-growth asset.

To improve the grade, the portfolio needs a higher allocation to growth-oriented assets, such as small-cap or sector-specific ETFs, or individual stocks with high growth potential. The current allocation is too conservative for a long-term growth strategy.

3. Goal Alignment Percentage

The goal alignment percentage is estimated to be 65%. This is based on the assumption that equity ETFs contribute more significantly to long-term growth than gold. The Nifty ETF provides exposure to the overall market, while the Midcap ETF offers higher growth potential.

However, the allocation to GoldBees, which constitutes a substantial portion of the portfolio, reduces the overall alignment with the long-term growth goal. A higher percentage would require a shift in asset allocation towards more growth-oriented investments.

4. Risk Meter

The portfolio's risk meter is moderate. The equity ETFs expose the portfolio to market risk, while the gold allocation provides some downside protection. The Nifty ETF is less volatile than the Midcap ETF, contributing to the overall moderate risk profile.

The risk level is appropriate for a long-term investor, but it could be adjusted based on the investor's risk tolerance. If the investor is comfortable with higher risk, a greater allocation to small-cap or emerging market equities could be considered.

5. Estimated 5-Year Return

The estimated 5-year return for this portfolio is 8-10%. This is based on historical performance of the asset classes and current market conditions. Equity ETFs are expected to generate higher returns than gold over the long term.

However, the actual return may vary depending on market volatility and economic factors. This is only an estimate and should not be considered a guarantee of future performance.

6. Where You Are Strong

The portfolio is strong in diversification across asset classes and market capitalization. The inclusion of both equity and gold ETFs provides a balanced approach to investing. The use of ETFs offers cost-effective and convenient access to a diversified range of securities.

The portfolio also benefits from the potential for capital appreciation from the equity ETFs. The current unrealized profit indicates that the portfolio has performed well in the recent past.

7. Where You Need to Improve

The portfolio needs improvement in its allocation towards growth-oriented assets. The significant allocation to gold may limit the overall growth potential. Consider reducing the allocation to GoldBees and increasing exposure to small-cap or sector-specific ETFs.

Additionally, the portfolio could benefit from a more active management approach. Regularly reviewing and rebalancing the portfolio can help to ensure that it remains aligned with the long-term growth goal. Consider adding investments in individual stocks after further research.