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Right Advice



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### OUR SERVICES

- RETIREMENT PLANNING
- CHILD EDUCATION PLANNING
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- TAX PLANNING

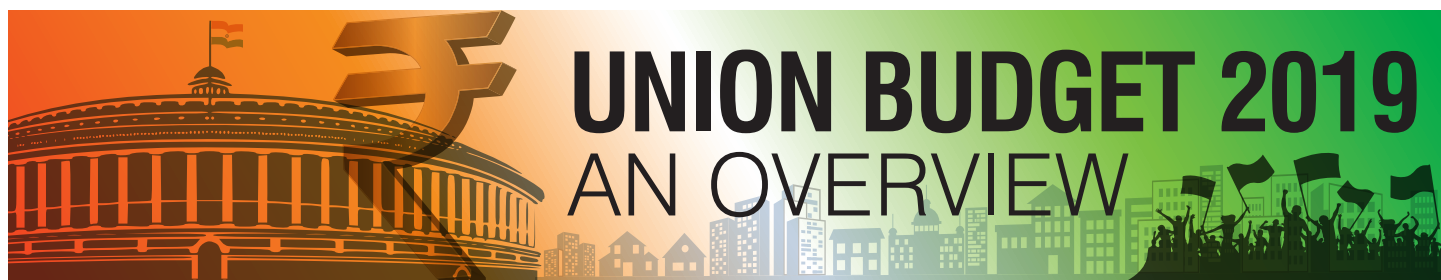
- FINANCIAL PLANNING
- NRI INVESTMENT PLANNING
- CHARITABLE TRUST INVESTMENT PLANNING

### INVESTMENT OPTIONS

- MUTUAL FUNDS
- LIFE INSURANCE
- GENERAL INSURANCE
- TAX SAVING & RBI BONDS

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FEBRUARY 2019



The anticipated Budget 2019 was clearly a budget for the low and middle-class citizens of the country. While it was clear that the budget will be a popular budget, being announced so close to the Lok Sabha elections, the Modi government has surely focussed on both, the rural and the urban vote.

The interim finance minister Piyush Goyal noted that "This is not just an Interim Budget, this is a vehicle for developmental transformation of the nation." In this article, we revisit the key highlights of the budget and its implications:

## KEY TAX RELATED PROVISIONS

**1. Standard Deduction increased to ₹50,000:** In Budget 2018, finance minister Arun Jaitley removed deductions for medical allowances and LTA and brought these deductions under the one head of standard deduction of ₹40,000. For the Budget 2019, this standard deduction has been raised to ₹50,000 bringing in more relief to the salaried employees. This will help tax savings of upto ₹3,120 (30% tax bracket + 4% cess).

**2. Full tax rebate on taxable income upto ₹5 lakh:** This has been the most popular announcement of Budget 2019. While it is fairly simple, it is important to understand that there has been an increase in the tax rebate and not the tax slab. Before the budget announcement, income up to ₹2.5 lakhs was exempt from tax and a tax rebate of ₹2,500 under Section 87 A was applicable for individuals earning up to ₹3.5 lakhs a year. This year, the rebate limit has been enhanced to ₹12,500 and the income eligibility has been raised to ₹5 lakhs. The rebate vanishes even if your net taxable income increases to ₹5.10 lakh.

For example, if you earn a net taxable income, after standard deduction (SD) of ₹50,000, of ₹4.95 lakhs, you have to pay no tax. However, if you earn ₹5.5 lakh after SD,

your tax will be calculated on the whole of ₹5.5 lakhs, the calculation will be as per existing tax slabs only. The marginal benefit from budget here is the increase in the Standard Deduction.

However, if an individual does proper tax planning, an individual with much higher income will now pay no tax. The following popular avenues will come into play for tax planning - ₹50,000 (Standard Deduction) + ₹1.5 Lakh (80C) + ₹50,000 (NPS) + ₹25,000 (medical insurance) + ₹10,000 (Bank Interest) + ₹2 lakh (home loan). Using above provisions alone, an individual earning up to ₹9.85 lakhs will have to pay no tax. That is not the end! An individual may further make use of other exemptions /deductions to further reduce tax including deductions from education loans, and medical expenditure on senior citizens. It is expected that about 3 crore taxpayers will benefit from this increase in rebate.

**3. LTCG on house exception extended to investment in two homes:** The Long Term Capital Gain (LTCG) tax on the sale of a residential house was previously only exempt up to the investment made in one residential house. Now this exemption on the sale of a residential house will be available for investment in up to two residential house properties against one earlier with the upper limit of ₹2 crores.

## 4. Increase in TDS threshold on incomes:

The TDS threshold for rental income has been increased to ₹2.4 lakhs from the current ₹1.80 lakhs. Similarly, the threshold raised for TDS on interest from bank and post office deposits will be raised from ₹10,000 to ₹40,000.

**5.** Notional rent on the unsold second self-occupied property exempt for 2 years instead of 1 year.

**6.** Two percent interest subvention for micro, medium and small enterprises (MSME) loans with a ticket size of one crore.

**7.** The ceiling of payment of gratuity has been enhanced from ₹10 lakh to ₹20 lakh

**8. Full digitisation in Tax returns processing:** All scrutiny for tax will be done via an anonymous digital interface and in two years, there will be no human interference in tax verification and scrutiny and all tax returns will be processed in 24 hours.

## SOCIAL WELFARE PROVISIONS

**9. The PM Kisan Samman Nidhi (PMKISAN):** The big announcement for farmer /rural segment came in the form of a new scheme called as "PMKISAN". Instead of opting for loan waivers, the NDA government has prudently proposed a direct benefit transfer plan which is expected to directly benefit 12 crore farmers in India. A

total of ₹75,000 crore has been allocated to this scheme that aims to address unrest among the farming community. Under the plan, 100% financed by the Centre, ₹6,000 every year will be given to small and marginal farmers who have land holding up to 2 hectares. The amount will be directly credited to the bank account in three equal instalments of ₹2,000 each, starting retrospectively from December 1.

#### 10. Pradhan Mantri Shram Yogi Mandhan:

This is a pension scheme directed for the unorganised sector which will provide assured monthly pension of ₹3,000 with a contribution of ₹100 per month for workers after 60 years of age.

### KEY BUDGET FIGURES

11. The total budget (receipts and expenditure) is pegged at ₹27.84 lakh crores, up 13.3% over previous year. The revenue receipts is at ₹19.77 lakh crores and net tax revenues to center is at about 17 lakh crores.

12. Fiscal deficit is pegged at 3.4% for the year 2019-20. For the current fiscal year too it was revised from 3.3% to 3.4%, including the additional ₹20,000 crore that was

needed for income support to the farmers.

13. For every ₹100 of government receipts, ₹21 comes for GST & Corporation Tax each, ₹17 is from income tax, ₹11 from excise and customs, ₹19 from borrowings & other liabilities, ₹7 from Union excise duty, ₹8 from non-tax revenue and disinvestment, ₹3 from non-debt capital receipts, ₹4 from customs and the rest of ₹10 comes from other sources.

14. For every ₹100 of government expenses, ₹23 goes to states as their share, ₹21 goes to center government schemes, ₹18 goes towards interest payments, ₹9 goes to subsidies, ₹8 is for defence, ₹5 is for pensions and the rest goes to other expenditures.

15. **Higher tax revenues:** Even with an increase in expenses and lower tax rates, the government expects gross tax revenue to increase to 12.1% of GDP in FY20 from 11.9% in the current year and further rise to 12.1% in FY21 and 12.2% in FY22. Much of the rise is expected to come from direct taxes which are forecast to climb to 6.9% of GDP in FY22 from 6% in FY18. The government expects the full benefit of GST to start flowing from FY21.

### CONCLUSION:

The budget is surely focused on pleasing the popular vote without really going overboard by announcing freebies. The increased benefits to the rural market and the urban middle class is bound to benefit directly and will result in increased consumption in the economy, thus driving up jobs and corporate profits. There is a big structural policy shift in form of direct income support instead of loan waivers. This is more prudent as loan waivers distorted the markets and disturbed banking and credit systems while giving benefit to perhaps only the well-off farmers who took loans. This new scheme is here to stay and perhaps, rightly so. Now it only remains to see whether the feel good factor will translate into results which the government wants to see.

# WHY YOUR RISK PROFILE IS IMPORTANT



Time and again we have always said that while there are general guidelines for investment, every individual should invest in an instrument only after carefully analyzing their needs, their return expectations, and their risk-taking capacity. Risk taking ability should be a special concern while investing. If taking risk into consideration wasn't important, everyone would be likely investing in either one extreme end, equity /risky assets or debt, of the asset allocation bar.

### UNDERSTANDING RISK PROFILE

The risk profile of a person can be understood as a factor of his/her risk capacity and risk tolerance levels. The risk capacity refers to the amount of risk that the individual can afford and the risk tolerance refers to the ability of an individual to cope on an emotional level with the volatility of the market. It is important to understand the difference between risk capacity and risk tolerance. There are people who might be willing to take more risk but they cannot

afford it, such a situation is especially where risk profiling proves its importance. Risk profiling tries to maintain the delicate balance between these two aspects. There is another risk measure, i.e., the required risk which refers to the amount of risk an individual will have to incur in order to achieve the required return.

An individual's risk profile can generally be decided using two approaches, these approaches are:

- the life cycle approach
- the risk assessment approach

### THE LIFE CYCLE APPROACH

While using the investor life cycle approach, individuals would be classified into different groups/stages. Thus, investors can be classified as young investors, investors with young dependent families, investors with high income and stabilized expenses, investors close to retirement and retired investors. The life stage is then generally taken as the reference point and applicable asset allocation and/or product exposure is recommended based on the needs of this reference stage /group. Here, individual risk

profile is really not assessed but more focus is given to experience/learnings from the personal finance field.

Let's say you are a 30-year-old man with two kids of age 3 and 5 years, thus your expenses are high and your income is still growing. Ideally, you should invest in a product which has a modest level of risk, provides an option for both growth and income and has a low lock-in period as your investment horizon at this point is uncertain. Here, if you don't understand the risk profile, you might end up investing in a product

which is not suitable for you and thus, the decision might not turn as fruitful as you may have hoped.

#### THE RISK ASSESSMENT APPROACH

Under the second approach, the investor is basically divided into risk profiles based on an objective assessment of his risk capacity and tolerance levels. This is typically achieved through a risk profile survey or questionnaire. The investor is likely classified into either one of the three (or five) risk profile of conservative, moderate and aggressive.

It is on the basis of this risk profile that your portfolio allocation is decided. Compared to the life cycle approach, this is a more direct and meaningful risk profile approach for an investor as it considers an asset allocation which the investor will be more comfortable with. For example, if you have a conservative risk profile, you are someone who doesn't want to take a lot of risks and thus you should invest more in fixed income instruments which are less volatile and invest little in equity instruments, which are highly volatile.

## IMPORTANCE OF RISK PROFILE

It is very important to define your risk profile while investing because, only once you understand your risk profile, you will be able to take an informed decision about your investments which is also in line with your long term goals. The importance of risk profiling can be summed up in three points:

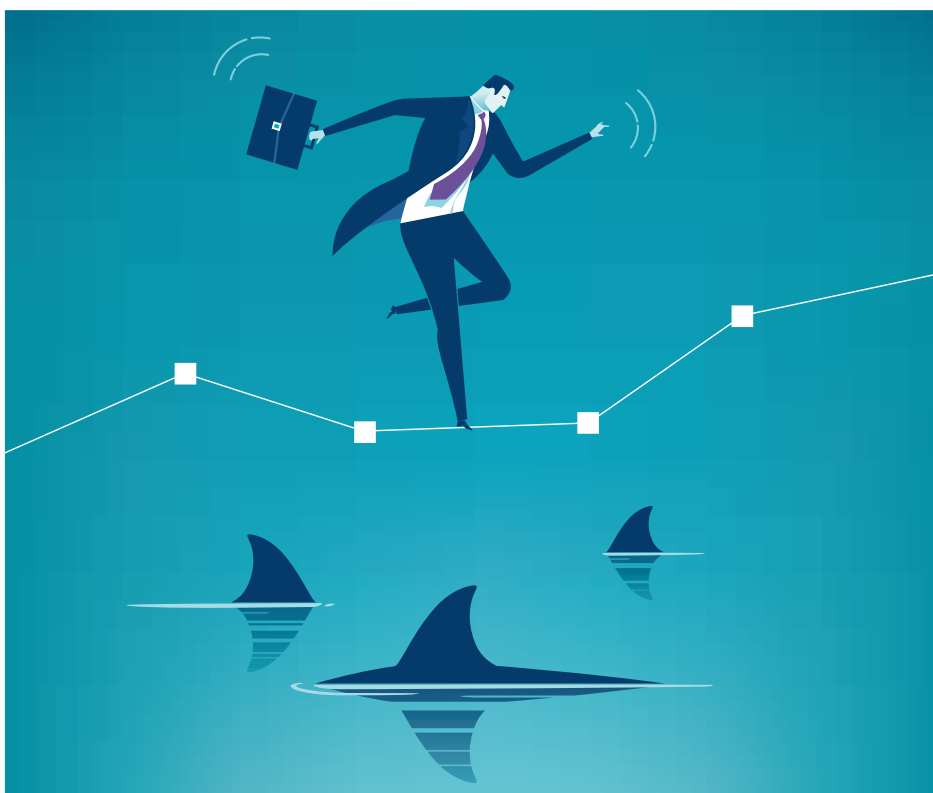
### i. To decide suitable asset allocation

Any portfolio construction is incomplete without asset allocation. It is never wise to put all your eggs in one basket and thus asset allocation is most of the times necessary to ensure that both the risk and expected return is at a comfortable level. To understand, what kind of assets one can invest in, one has to know his or her risk profile. For example, you cannot invest in derivatives if your risk profile is conservative, or you are someone who has growing needs and unsteady income.

### ii. To match required return expectations

Every investor has different return and income requirements. An investor who wishes a return of say 15% in the long term and does not need a regular income, for that individual, investing in equity for long term makes absolute sense. However, if the investor cannot emotionally handle volatility in returns, then equity is not right the product. For such cases, one will be better off investing in a balance /hybrid product. Similarly, one cannot just simply invest in debt because he has a low-risk capacity, this way the investor will not be satisfied with the sort of return that will be generated and may not meet his life goals.

Both the scenario of either taking over exposure to equity or debt is detrimental. Higher exposure to debt creates a situation where, over long term, you fall short of the wealth you could have potentially created. This could jeopardise your life goals like child education or retirement. On the other hand, over exposure to equity may result in short term volatility which will see your wealth reduced and this too may affect your upcoming plans. A right balance, right asset allocation as per risk profile can save the day for you.



### iii. To have a stable, meaningful wealth creation journey

The risk profile of an investor will change over time and at various life stages. For example, you may be a conservative investor when you were just beginning out but now that you have had some investing experience, you may be willing to take more risk. Similarly, while beginning with the investment you might still be building your career and had a young family to take care of, but eventually, once you have high income and stable expenses, you may be willing and also be able to afford to take on more risk. Thus, risk profiling is not important only at the beginning of

investment but also should be conducted over time.

Having a portfolio that takes into consideration your risk profile will surely give you more comfort and confidence in your portfolio. This is important as any unexpected performance, either through volatility in portfolio or less than expected performance /returns can play havoc to your confidence. This may force one to make irrational, short-term investment decisions which are not logical and in one's best interests. A good marriage of risk profile and portfolio is thus important for a stable, long lasting and meaningful journey towards financial well-being.



# FUND MANAGER INTERVIEWS



**Mr. Santosh Kamath**  
Managing Director and  
Chief Investment Officer at  
Franklin Templeton, Fixed  
Income in India

Mr. Kamath oversees the fixed income functions of the locally managed and distributed debt products. Mr. Kamath earned his M.B.A. from XLRI, Jamshedpur in the year 1993 and his Bachelor of Engineering degree in electronics and telecom from REC, Bhopal.

## Q. Please evaluate the current debt market scenario? How is the liquidity in the markets?

**Answer:** The inflation trajectory appears to be headed south mainly due to lower food and crude oil prices. CPI inflation for the month of December came at 18-month low of 2.19%, which is considerably below RBI's revised inflation projection of H2FY19 of 2.7-3.2%. Core inflation also moderated to 5.70%. The correction in crude oil prices may help keep the inflation low, along with the winter crop yield. Improving consumption demand and expansion of industrial activity augurs well for the growth of the economy. Higher capacity utilization in select sectors, along with better demand conditions show improvement in economic conditions. Lower oil prices, if sustained, may also impact growth favourably.

The year started with surplus systemic liquidity and it remained near the neutral level. In September '18, system liquidity was in deficit and became a cause for concern. The liquidity deficit in the banking system has moderated from the beginning of the New Year. The improvement in the banking system liquidity can be ascribed to the Open Market Operations (OMOs) conducted by RBI, easing of year-end and festive season demand for funds and the increased central government spending. The RBI has undertaken OMO purchases totalling INR 1.56 trillion during the previous 4 months (Sept-Dec'18) and total OMO purchases so far this fiscal (Apr-4 Jan'19) have totalled INR 1.97 trillion. RBI also announced continued liquidity support till March 2019. The overall liquidity in the banking system is likely to improve further. Going forward, we expect the RBI to ensure that liquidity remains around the neutral level, in line with its current stance.

## Q. Please highlight the key developments taking place for the Indian debt markets in the year 2018.

**Answer:** Bond markets started off 2018 with an expectation that the RBI may continue with its neutral policy stance. The first half of the year saw trade wars, geopolitical tensions, volatile global markets, depreciating INR, higher crude oil prices lead to higher yields. Sticky inflation led MPC to hike repo rate by 50bps in two tranches in June and August. In September markets were increasingly concerned about asset-liability mismatch on Non-Banking Financial Company (NBFC)/ Housing Finance Company (HFC) balance sheets. Tightening liquidity condition had pushed up borrowing costs, for NBFC and HFC lenders. Further, investors turned risk-averse after this experience, which had dampened overall market sentiment. Concerns around fiscal slippage, tight liquidity conditions, NBFC saga and a change in policy stance to calibrated tightening led to an upward move in the yields.

The RBI and government announced multiple positive moves that have directly/indirectly provide liquidity support to NBFCs. RBI incentivized bank lending to NBFCs by increasing the ceiling for lending to a single NBFC by an additional 5% of their capital funds. Recent liquidity measures by RBI, lower inflation, a sharp correction in crude oil prices, appreciating INR and lower borrowings have alleviated the pressure on yields. These slew of measures by the RBI and the government provided support to the market.

The spreads between the 10-year benchmark and repo rate were as high as 174bps, reflecting cautious approach by market participants. 10-Year AAA and AA-rated corporate bonds maintained an average spread of 80 bps and 134 bps against the 10-Year G-sec bonds in 2018. The average spreads widened towards the last quarter of the calendar year primarily on account of the liquidity crisis. The 10-year benchmark yield closed at 7.37%, 3bps higher than the beginning of the year.

## Q. There are some concerns about the fiscal situation prevalent in the market. What is your take on same?

**Answer:** In the first eight months of FY19, India's fiscal deficit target has overshoot by 15%, largely due to a revenue shortfall. The current run rate of the government's GST revenues is tracking a shortfall of INR 70,000-80,000 crore against the annual budget. In a year of general election, farm relief packages for farmers have been announced, this may pose a risk to meet the fiscal deficit target.

Revenue slippages are expected on GST but the possibility of getting higher nontax revenue may not be ruled out. Disinvestment proceeds may exceed the target for FY19, sizeable corpus has been raised via the ETF route. Certain expenditures can be deferred in terms of payments to the next year to meet the deficit target.

Despite fiscal deterioration, the government 10-year bond yields have come down sharply over the past few months, from a peak of 8.25% (during September 2018) to 7.37 % (on December 31). Besides easing liquidity conditions, the sudden softening in global crude oil prices, an appreciation in Indian Rupee has helped the bond market.

## Q. How do you assess the current bond yield levels from the valuation perspective?

**Answer:** With inflation below RBI's target level and global crude oil correcting, we expect the yields to continue to soften, whilst exhibiting some amount of volatility. RBI mentioned a host of provisions to address the liquidity conditions in the NBFC and HFC sector. The market may draw comfort from these measures and the spreads, which had widened in the recent past, may compress gradually. We believe that if inflation continues to be benign and global conditions remain conducive, the Monetary Policy Committee (MPC) may consider changing the stance back to neutral in the next meeting. We expect a 25bps rate cut in H2CY19 if the crude oil prices remain low and there is a normal monsoon.

However, raising US bond yields and strengthening USD, have resulted in bond outflows from EMs in the recent months. Growing concern over the Centre's fiscal position, especially ahead of the interim budget announcement on Feb 1, with lower GST collection and reports of relief packages for farmers, may continue to pose a risk to the above view.

## Q. What would you advice to investors exploring traditional options like PPF, NSC, NPS, etc. as against debt funds at this time?

**Answer:** Investors need to objectively maintain asset allocation. Therefore some allocation to traditional assets may be advised. Investors should allocate a certain portion in fixed income funds as well, the mutual fund industry is well regulated by SEBI.

## Q. What would be your advice to investors with short, medium and long term investment horizons in debt funds? Where should they invest?

**Answer:** Short-term maturity instruments look attractive from a valuation perspective. From an investment perspective, we suggest investors (who can withstand volatility) to consider duration bonds/gilt funds for a tactical exposure over the short-term horizon. We continue to remain positive on corporate bond funds and accrual strategies. Investors who are looking for accrual income opportunities may consider corporate bond funds that offer higher yields.

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MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY

## SIP RETURN AS ON 31ST JAN 2019

Starting - February Month of	2018	2016	2014	2012	2009	2004
Years	1	3	5	7	10	15
Invested Amount :	1,20,000	3,60,000	6,00,000	8,40,000	12,00,000	18,00,000
Schemes (Diversified Equity)	Returns % - CAGR					
Aditya Birla Sun Life Dividend Yield Fund - Growth	-15.88	-1.47	2.71	6.76	8.76	11.45
Aditya Birla Sun Life Equity Advantage Fund - Gr	-13.28	1.53	7.69	13.01	12.88	12.59
Aditya Birla Sun Life Equity Fund - Gr	-4.87	7.03	10.83	15.07	14.48	14.96
Aditya Birla Sun Life Focused Equity Fund - Gr	-5.30	5.10	7.85	11.76	12.63	NA
Aditya Birla Sun Life Frontline Equity Fund - Gr	-3.32	6.12	8.57	12.12	12.83	14.82
Aditya Birla Sun Life Midcap Fund - Gr	-17.95	-0.35	7.03	12.77	13.43	14.96
Aditya Birla Sun Life Pure Value Fund - Gr	-25.79	-2.35	6.35	14.43	15.46	NA
Aditya Birla Sun Life Small Cap Fund - Gr	-26.02	-2.41	7.37	13.71	14.58	NA
Axis Bluechip Fund - Gr	3.14	12.32	11.29	13.29	NA	NA
Axis Focused 25 Fund - Gr	-10.70	8.71	11.19	NA	NA	NA
Axis MidCap Fund - Gr	-2.53	10.34	11.47	16.16	NA	NA
Baroda Large Cap Fund - Gr	1.64	6.27	6.67	9.17	NA	NA
Baroda Mid-cap Fund - Gr	-14.00	2.27	2.17	3.29	NA	NA
Baroda Multi Cap Fund - Growth Plan	-6.98	3.24	5.94	9.23	9.07	11.16
BNP Paribas Large Cap Fund - Gr	-0.91	6.11	7.85	11.39	12.18	NA
BNP Paribas Midcap Fund - Gr	-13.66	-0.05	6.70	13.38	15.93	NA
BNP Paribas Multi Cap Fund - Gr	-8.28	3.69	7.61	11.63	12.93	NA
BOI AXA Large & Mid Cap Equity Fund - Regular Plan Gr	-21.92	-1.06	3.11	7.03	7.81	NA
Canara Robeco Bluechip Equity Fund - Gr	2.53	9.97	9.87	11.50	NA	NA
Canara Robeco Emerging Equities Fund - Gr	-7.71	8.06	13.78	20.02	20.66	NA
Canara Robeco Equity Diversified Fund - Gr	2.65	10.91	10.18	11.97	12.57	NA
DHFL Pramerica Diversified Equity Fund - Gr	-7.74	4.00	NA	NA	NA	NA
DHFL Pramerica Large Cap Fund - Gr	-1.12	6.27	7.93	10.92	10.65	11.90
DHFL Pramerica Midcap Opportunities Fund - Gr	-17.14	-1.62	3.27	NA	NA	NA
DSP Equity Fund - Reg. Plan - Div	-7.31	5.70	8.40	11.58	11.85	14.52
DSP Equity Opportunities Fund - Gr	-7.13	5.64	9.89	13.43	13.32	14.23
DSP Focus Fund - Gr	-9.37	2.89	6.77	10.47	NA	NA
DSP Midcap Fund - Reg Gr	-11.99	3.78	10.26	15.61	16.32	NA
DSP Small Cap Fund - Gr	-22.09	-3.73	7.77	16.61	18.41	NA
DSP Top 100 Equity Fund Gr	-8.69	3.28	5.63	8.33	9.22	12.24
Edelweiss Large & Mid Cap Fund - Regular Gr	-4.32	7.70	9.22	11.91	12.10	NA
Edelweiss Large Cap Fund - Gr	-1.74	8.85	9.53	11.93	NA	NA
Edelweiss Mid Cap Fund - Regular Gr	-18.13	2.65	9.04	15.76	17.02	NA
Edelweiss Multi-Cap Fund - Gr	-3.38	9.89	NA	NA	NA	NA
Essel Large Cap Equity Fund - Gr	-3.96	5.23	7.89	10.08	NA	NA
Franklin India Bluechip Fund Gr	-3.46	4.77	7.19	9.88	10.74	12.74
Franklin India Equity Advantage Fund - Gr	-5.13	4.67	7.56	11.89	12.68	NA
Franklin India Equity Fund - Gr	-4.07	5.31	8.73	12.80	13.54	15.01
Franklin India Focused Equity Fund - Gr	-0.70	6.85	10.06	15.44	15.98	NA
Franklin India Prima Fund Gr	-7.76	4.95	10.57	16.55	17.51	16.24
Franklin India Smaller Companies Fund - Gr	-16.86	0.83	8.96	17.14	18.43	NA
HDFC Capital Builder Value Fund - Gr	-6.78	8.00	10.47	13.99	14.37	15.07
HDFC Equity Fund - Div	3.32	10.06	10.23	13.06	13.33	15.33
HDFC Focused 30 Fund - Gr	-9.74	2.42	5.92	9.66	10.06	NA
HDFC Growth Opportunities Fund - Gr	-2.75	5.73	6.16	8.05	8.44	9.19
HDFC Mid Cap Opportunities Fund - Gr	-13.71	3.52	9.81	15.90	17.70	NA
HDFC Small Cap Fund - Gr	-10.51	11.42	14.41	17.05	16.24	NA
HDFC Top 100 Fund - Div	5.78	10.68	10.46	12.59	12.60	14.88
HSBC Large Cap Equity Fund - Gr	-4.22	6.84	8.22	10.21	9.81	10.95
HSBC Multi Cap Equity Fund - Gr	-11.01	3.30	7.02	11.36	11.80	12.21
HSBC Small Cap Equity Fund - Gr	-25.80	-3.23	5.18	12.58	12.00	NA
ICICI Prudential Bluechip Fund - Gr	-2.24	8.55	9.85	12.48	13.30	NA
ICICI Prudential Dividend Yield Equity Fund - Gr	-13.62	3.10	NA	NA	NA	NA
ICICI Prudential Focused Equity Fund - Retail Gr	-5.52	5.02	6.74	9.70	NA	NA
ICICI Prudential Large & Mid Cap Fund - Gr	-5.81	4.66	7.25	10.52	11.50	12.88
ICICI Prudential MidCap Fund - Gr	-12.27	4.08	8.86	15.32	15.37	NA
ICICI Prudential Multicap Fund - Gr	-2.38	7.50	10.05	13.48	13.47	13.91
ICICI Prudential Smallcap Fund - Gr	-22.36	-3.53	2.38	7.69	9.93	NA
ICICI Prudential Value Discovery Fund Gr	-7.22	3.60	7.38	13.37	15.64	NA
IDBI Diversified Equity Fund - Gr	-7.95	4.01	NA	NA	NA	NA
IDBI India Top 100 Equity Fund - Gr	-6.37	2.32	5.41	NA	NA	NA
IDFC Core Equity Fund - Regular Plan - Gr	-8.43	5.86	8.85	11.05	10.71	NA
IDFC Focused Equity Fund - Regular Plan - Gr	-13.90	6.14	7.73	9.49	9.17	NA
IDFC Large Cap Fund - Regular Plan - Gr	-0.91	7.95	8.03	9.69	9.83	NA
IDFC Multi Cap Fund - Regular Plan - Gr	-10.37	2.86	6.89	12.09	14.32	NA
IDFC Sterling Value Fund - Regular Gr	-18.54	4.37	9.01	12.95	14.25	NA
IIFL Focused Equity Fund - Gr	-3.05	5.61	NA	NA	NA	NA
Indiabulls Blue Chip Fund - Gr	-1.49	7.92	9.20	10.65	NA	NA
Invesco India Contra Fund - Gr	-5.93	10.08	12.68	16.44	15.69	NA
Invesco India Growth Opportunities Fund - Gr	-3.53	9.78	11.14	13.93	13.72	NA
Invesco India Largecap Fund - Gr	-1.83	7.42	9.01	11.65	NA	NA
Invesco India Midcap Fund - Gr	-6.02	6.95	10.72	16.17	17.49	NA
Invesco India Multicap Fund - Gr	-13.08	3.33	8.33	14.61	16.95	NA
JM Core 11 Fund - Series 1 - Growth Option	-5.10	8.17	10.91	13.58	11.26	NA
JM Large Cap Fund - Growth Option	0.39	5.98	6.70	9.31	8.86	8.14
JM Multicap Fund - Growth Option	-8.63	5.77	9.16	12.60	11.03	NA
JM Value Fund - Growth Option	-10.87	4.94	9.70	12.88	10.70	7.60
Kotak Bluechip Fund - Gr	-2.88	6.01	8.09	10.89	11.04	12.51
Kotak Emerging Equity Scheme - Gr	-12.20	3.48	10.80	16.50	16.51	NA
Kotak Equity Opportunities Fund - Gr	-2.91	6.74	9.98	13.19	13.14	NA
Kotak India EQ Contra Fund - Gr	0.11	11.24	11.15	12.88	12.65	NA
Kotak Smallcap Fund - Gr	-18.00	-0.30	7.51	13.19	14.32	NA
Kotak Standard Multicap Fund - Gr	-0.72	8.96	11.84	15.36	NA	NA
L&T Emerging Businesses Fund - Gr	-18.29	7.43	NA	NA	NA	NA
L&T Equity Fund - Gr	-9.19	4.89	7.59	11.07	11.84	NA
L&T India Large Cap Fund - Gr	-3.53	5.79	7.34	10.28	11.06	NA
L&T India Value Fund - Gr	-11.63	4.03	10.46	16.17	NA	NA
L&T Large and Midcap Fund - Gr	-14.10	3.31	7.19	11.30	12.70	NA
L&T Midcap Fund - Gr	-13.53	5.85	12.41	18.22	17.85	NA

## MF NEWS

### Mutual fund popularity growing in non-metro locations

Google trends for the search term 'mutual fund' reveals a growing interest amongst investors from Andaman and Nicobar Islands and Daman and Diu in MFs over the last one year ending January 2, 2019. The two union territories were followed by Maharashtra. Even though around 40% of the industry's AUM comes from Maharashtra, it ranks third amongst Indian states in terms of web searches for mutual fund. In the fourth place was another union territory Dadra and Nagar Haveli while Jharkhand was in the fifth position. This data reflects the growing popularity of mutual funds beyond top 30 cities. AMFIs mega campaign 'Mutual Funds Sahi Hai' can be credited with spreading awareness about MFs in the hinterlands. Good performance of equities in the last few years also attracted investors in small town to mutual funds.

### Mutual funds add ₹ 1.24 lakh crore to asset base in 2018

Mutual funds have added a staggering ₹ 1.24 lakh crore to their asset base in 2018 assisted by consistent increase in SIP flows and a robust participation of retail investors despite volatile markets. The asset under management (AUM) of the industry grew by 5.54 per cent or ₹1.24 lakh crore to ₹23.61 lakh crore at the end of December 2018, up from ₹ 22.37 lakh crore at the end of December 2017, latest data available with the Association of Mutual Funds in India (AMFI) showed. The year 2018 also marked the sixth consecutive yearly rise in the industry's AUM after a drop in the two preceding years. Quantum Mutual Fund MD and CEO Jimmy Patel attributed the rise in mutual funds' asset base in 2018 to strong participation of retail investors that continued to remain buoyant with their SIP investments despite rising crude oil prices, rupee depreciation and stock market volatility.

## SIP RETURN AS ON 31ST JAN 2019

Starting - February Month of	2018	2016	2014	2012	2009	2004
Years	1	3	5	7	10	15
Invested Amount :	1,20,000	3,60,000	6,00,000	8,40,000	12,00,000	18,00,000
Schemes (Diversified Equity)	Returns % - CAGR					
LIC MF Large & Mid Cap Fund - Gr	-7.82	7.09	NA	NA	NA	NA
LIC MF Large Cap Fund - Gr	-1.55	6.01	7.03	9.67	9.78	NA
LIC MF Multi Cap Fund - Gr	0.65	4.56	4.73	7.41	7.78	8.08
Mirae Asset Emerging Bluechip Fund - Gr	0.79	11.38	16.61	22.23	NA	NA
Mirae Asset India Equity Fund - Gr	2.71	11.38	12.91	16.05	16.42	NA
Motilal Oswal Focused 25 Fund - Gr	-8.25	4.86	7.93	NA	NA	NA
Motilal Oswal Midcap 30 Fund - Gr	-13.41	-1.17	6.42	NA	NA	NA
Motilal Oswal Multicap 35 Fund - Gr	-10.79	5.58	NA	NA	NA	NA
Principal Dividend Yield Fund - Gr	-5.79	9.82	10.91	12.50	12.28	NA
Principal Emerging Bluechip Fund - Gr	-13.33	5.63	11.75	17.71	17.88	NA
Principal Focused Multicap Fund - Gr	-2.06	7.21	8.51	11.26	11.59	NA
Principal Multi Cap Growth Fund - Gr	-8.03	7.79	10.64	14.40	13.97	12.20
Reliance Focused Equity Fund - Gr	-9.60	4.04	9.24	15.10	15.29	NA
Reliance Growth Fund - Gr	-8.19	4.96	8.67	12.43	12.40	14.75
Reliance Large Cap Fund - Gr	2.66	10.98	11.45	14.25	13.91	NA
Reliance Multi Cap Fund - Gr	2.44	9.15	9.16	12.63	14.51	NA
Reliance Small Cap Fund - Gr	-20.22	5.34	13.07	20.86	NA	NA
Reliance Value Fund - Gr	-8.18	5.99	8.82	12.30	12.44	NA
Reliance Vision Fund Gr	-13.52	-0.50	3.82	8.40	9.01	11.05
SBI Blue Chip Fund - Gr	-6.58	4.38	8.22	12.29	12.79	NA
SBI Contra Fund - Regular Div	-11.95	1.39	5.24	8.64	8.62	11.35
SBI Focused Equity Fund - Regular Plan - Gr	-6.50	8.07	11.09	14.12	16.68	NA
SBI Large & Midcap Fund - Div	-1.43	7.67	10.31	14.12	13.92	15.32
SBI Magnum Equity ESG Fund - Div	3.34	8.04	9.27	11.68	12.02	13.52
SBI Magnum MidCap Fund - Gr	-13.29	-2.11	5.73	13.88	15.32	NA
SBI Magnum Multicap Fund - Gr	-4.60	6.67	10.84	14.64	13.83	NA
SBI Small Cap Fund - Gr	-19.45	6.80	15.46	22.27	NA	NA
Sundaram Large & Midcap Fund - Gr	-1.92	10.32	12.02	14.21	12.95	NA
Sundaram Mid Cap Fund - Gr	-16.15	0.81	8.52	14.88	15.97	17.67
Sundaram Select Focus - Gr	-0.62	10.07	9.48	10.90	10.05	11.33
Sundaram Small Cap Fund - Gr	-27.56	-6.58	3.40	11.76	12.60	NA
Tata Equity P/E Fund Gr	-13.16	5.96	10.95	15.17	14.89	NA
Tata Large & Mid Cap Fund - Regular Plan - Gr	-3.19	5.05	7.93	11.58	12.25	12.89
Tata Large Cap Fund - Gr	-1.44	6.00	7.50	10.05	10.73	12.59
Tata Mid Cap Growth Fund - Gr	-7.26	4.00	8.88	14.99	15.57	NA
Taurus Discovery (Midcap) Fund - Gr	-12.43	5.87	10.23	14.99	14.68	11.90
Taurus Largecap Equity Fund - Gr	-2.72	3.52	5.02	7.70	7.89	8.41
Taurus Starshare (Multi Cap) Fund - Gr	-4.90	4.15	5.68	8.68	9.64	11.55
Templeton India Equity Income Fund - Gr	-7.12	5.94	8.32	10.92	11.74	NA
Templeton India Value Fund - Gr	-12.12	2.92	6.97	10.36	10.80	12.63
Union Multi Cap Fund - Gr	-3.91	5.17	5.47	8.04	NA	NA
Union Small Cap Fund - Gr	-23.66	-3.99	NA	NA	NA	NA
UTI Core Equity Fund - Gr	-8.32	3.76	6.40	9.61	10.24	NA
UTI Dividend Yield Fund - Gr	-0.44	8.64	8.91	10.48	10.70	NA
UTI Equity Fund - Gr	-2.27	8.71	9.59	12.43	13.15	NA
UTI Master Share - Gr	-1.47	7.82	8.72	11.19	11.36	NA
UTI Mid Cap Fund - Gr	-16.44	0.02	6.72	14.64	16.11	NA
UTI Value Opportunities Fund - Gr	-4.28	6.10	6.65	9.21	10.71	NA
<b>Average Return of Above Funds</b>	<b>-7.98</b>	<b>5.21</b>	<b>8.65</b>	<b>12.78</b>	<b>13.20</b>	<b>12.92</b>
<b>Maximum Return</b>	<b>5.78</b>	<b>12.32</b>	<b>16.61</b>	<b>22.27</b>	<b>20.66</b>	<b>17.67</b>
<b>Minimum Return</b>	<b>-27.56</b>	<b>-6.58</b>	<b>2.17</b>	<b>3.29</b>	<b>7.78</b>	<b>7.60</b>
<b>Universe</b>	<b>137</b>	<b>137</b>	<b>128</b>	<b>123</b>	<b>106</b>	<b>39</b>
<b>ELSS / Tax Savings Schemes</b>						
Aditya Birla Sun Life Tax Relief 96 Fund - Div	-6.92	7.97	11.41	15.41	14.71	14.12
Axis Long Term Equity Fund - Gr	-7.62	7.64	10.42	15.68	NA	NA
Baroda Elss 96 - Div	-11.61	1.39	4.88	8.81	9.18	9.20
BNP Paribas Long Term Equity Fund - Gr	-3.55	4.52	7.21	11.49	12.76	NA
BOI AXA Tax Advantage Fund - Regular - Growth	-21.78	2.17	6.16	10.11	10.58	NA
Canara Robeco Equity Tax Saver Fund - Div	2.64	9.84	9.73	12.00	12.62	14.87
DSP Tax Saver Fund - Gr	-4.92	5.88	9.87	13.88	14.20	NA
Edelweiss Long Term Equity Fund (Tax Savings) - Gr	-6.81	4.47	7.21	10.81	11.53	NA
Franklin India Taxshield Gr	-3.24	5.55	8.68	12.66	13.72	14.70
HDFC Tax saver - Div	-5.37	5.44	7.42	11.09	11.81	13.77
HSBC Tax Saver Equity Fund - Gr	-10.01	3.69	7.34	11.42	12.20	NA
ICICI Prudential Long Term Equity Fund - Regular Gr	-3.26	6.68	8.67	12.74	13.88	14.82
IDBI Equity Advantage Fund - Gr	-9.58	4.43	8.45	NA	NA	NA
IDFC Tax Advantage (ELSS) Fund - Regular Gr	-13.45	6.16	9.55	13.57	14.06	NA
Invesco India Tax Plan - Gr	-4.47	8.53	10.84	14.58	15.00	NA
JM Tax Gain Fund - Growth Option	-5.39	7.56	9.97	13.35	12.12	NA
Kotak Tax Saver - Gr	-0.09	7.35	10.04	12.65	12.28	NA
L&T Tax Advantage Fund - Gr	-13.14	5.14	9.07	12.34	12.91	NA
LIC MF Tax Plan Gr	-3.99	7.83	8.98	11.83	11.30	9.93
Mirae Asset Tax Saver Fund - Gr	1.39	13.35	NA	NA	NA	NA
Motilal Oswal Long Term Equity Fund - Gr	-15.47	5.22	NA	NA	NA	NA
Principal Tax Savings Fund	-8.74	7.30	10.31	14.18	13.95	12.80
Reliance Tax Saver Fund - Gr	-15.25	-1.42	4.21	10.86	12.82	NA
SBI Magnum Tax Gain Fund - Div	-2.54	4.79	7.00	10.93	11.56	13.82
Sundaram Diversified Equity (Tax Saver) Fund - Div	-12.46	2.02	6.53	10.04	10.29	12.35
Tata India Tax Savings Fund Regular Plan - Div	-3.04	7.49	11.19	14.53	14.53	13.87
Taurus Tax Shield - Gr	-2.03	10.60	10.98	12.47	11.95	NA
Union Tax Saver Scheme - Gr	-4.28	3.98	4.92	8.25	NA	NA
UTI Long Term Equity Fund (Tax Saving) - Gr	-4.79	5.41	7.61	10.52	10.72	NA
<b>Average Return of Above Funds</b>	<b>-6.92</b>	<b>5.93</b>	<b>8.51</b>	<b>12.22</b>	<b>12.59</b>	<b>13.26</b>
<b>Maximum Return</b>	<b>2.64</b>	<b>13.35</b>	<b>11.41</b>	<b>15.68</b>	<b>15.00</b>	<b>14.87</b>
<b>Minimum Return</b>	<b>-21.78</b>	<b>-1.42</b>	<b>4.21</b>	<b>8.25</b>	<b>9.18</b>	<b>9.20</b>
<b>Universe</b>	<b>29</b>	<b>29</b>	<b>27</b>	<b>26</b>	<b>24</b>	<b>11</b>
<b>S&amp;P BSE SENSEX</b>	<b>4.65</b>	<b>11.47</b>	<b>9.60</b>	<b>10.67</b>	<b>10.28</b>	<b>11.06</b>
<b>NIFTY 50</b>	<b>1.76</b>	<b>9.59</b>	<b>8.85</b>	<b>10.25</b>	<b>10.06</b>	<b>10.87</b>

## NEWS UPDATE

### RBI cuts rate by 25 bps to 6.25%; changes stance to neutral

The Reserve Bank of India cut benchmark interest rate by 0.25 per cent to 6.25 per cent on expectations of inflation staying within its target range, a move that may translate into lower monthly instalments for home and other loans. The central bank also changed its monetary policy stance to 'neutral' from the earlier 'calibrated tightening', signalling further softening on its approach towards interest rates. In the first policy review under Governor Shaktikanta Das, the six-member Monetary Policy Committee voted 4:2 in favour of the rate cut, while the decision to change policy stance was unanimous.

### GDP growth rate for FY18 revised upward to 7.2% from 6.7% earlier

The government has revised the economic growth rate upwards to 7.2 per cent for 2017-18 from the 6.7 per cent estimated earlier. According to the revised gross domestic product (GDP) data, released by the Central Statistics Office (CSO), the demonetisation year, 2016-17, saw a growth rate of 8.2 per cent, the highest in the five years of the Modi government. Earlier, the growth rate was estimated at 7.1 per cent. Advance estimates, which are not given in this data, have pegged growth at 7.2 per cent for the current fiscal year. Now the high base effect of 2017-18 might have a downward impact on the numbers for the current financial year.

### India's core sector growth falls to 18-month low of 2.6% in December

Growth in the eight core sectors of the economy continued to tumble, crashing to an 18-month low of 2.6 per cent in December, down from the 3.4 per cent growth in November. After hitting a three-month high of 4.8 per cent in October, growth has crashed as electricity and fertilizer output dwindled and refinery products turned negative. Data released by the commerce and industry ministry showed that the eight segments coal, crude oil, natural gas, refinery products, fertiliser, steel, cement and electricity - cumulatively grew 4.8 per cent in April-November of the current financial year, remaining higher than the 3.9 per cent growth in the corresponding period of FY18.



## SIP VALUE AS ON 31ST JAN 2019

Starting - February Month of	2018	2016	2014	2012	2009	2004
Years	1	3	5	7	10	15
Invested Amount :	1,20,000	3,60,000	6,00,000	8,40,000	12,00,000	18,00,000
Schemes (Diversified Equity)	Investment Value ₹					
Aditya Birla Sun Life Dividend Yield Fund - Growth	1,09,883	3,52,030	6,42,336	10,66,592	18,82,915	45,30,437
Aditya Birla Sun Life Equity Advantage Fund - Gr	1,11,583	3,68,423	7,27,134	13,31,494	23,41,502	49,95,510
Aditya Birla Sun Life Equity Fund - Gr	1,16,957	3,99,742	7,85,828	14,32,479	25,49,756	61,25,883
Aditya Birla Sun Life Focused Equity Fund - Gr	1,16,866	3,88,570	7,30,041	12,74,003	23,10,978	NA
Aditya Birla Sun Life Frontline Equity Fund - Gr	1,17,933	3,94,472	7,43,328	12,90,264	23,35,049	60,50,095
Aditya Birla Sun Life Midcap Fund - Gr	1,08,517	3,58,086	7,15,445	13,20,116	24,11,198	61,27,799
Aditya Birla Sun Life Pure Value Fund - Gr	1,03,248	3,47,342	7,03,322	14,00,251	26,87,564	NA
Aditya Birla Sun Life Small Cap Fund - Gr	1,03,091	3,47,002	7,21,448	13,64,965	25,64,148	NA
Axis Bluechip Fund - Gr	1,21,938	4,31,581	7,94,791	13,44,749	NA	NA
Axis Focused 25 Fund - Gr	1,13,245	4,09,664	7,92,936	NA	NA	NA
Axis MidCap Fund - Gr	1,18,428	4,19,844	7,98,331	14,88,901	NA	NA
Baroda Large Cap Fund - Gr	1,21,014	3,95,336	7,09,017	11,61,966	NA	NA
Baroda Mid-cap Fund - Gr	1,11,113	3,72,561	6,33,583	9,43,417	NA	NA
Baroda Multi Cap Fund - Growth Plan	1,15,625	3,77,956	6,96,316	11,64,430	19,13,889	44,19,924
BNP Paribas Large Cap Fund - Gr	1,19,433	3,94,390	7,30,112	12,57,044	22,56,688	NA
BNP Paribas Midcap Fund - Gr	1,11,332	3,59,702	7,09,585	13,49,291	27,56,033	NA
BNP Paribas Multi Cap Fund - Gr	1,14,799	3,80,520	7,25,682	12,67,931	23,48,375	NA
BOI AXA Large & Mid Cap Equity Fund - Regular Plan Gr	1,05,876	3,54,219	6,48,768	10,77,054	17,92,210	NA
Canara Robeco Bluechip Equity Fund - Gr	1,21,563	4,17,229	7,67,565	12,61,922	NA	NA
Canara Robeco Emerging Equities Fund - Gr	1,15,162	4,05,856	8,44,975	17,07,124	35,53,019	NA
Canara Robeco Equity Diversified Fund - Gr	1,21,633	4,22,893	7,73,367	12,83,470	23,03,889	NA
DHFL Pramerica Diversified Equity Fund - Gr	1,15,141	3,82,272	NA	NA	NA	NA
DHFL Pramerica Large Cap Fund - Gr	1,19,306	3,95,345	7,31,586	12,36,388	20,80,935	47,09,534
DHFL Pramerica Midcap Opportunities Fund - Gr	1,09,055	3,51,229	6,51,339	NA	NA	NA
DSP Equity Fund - Reg. Plan - Div	1,15,417	3,92,043	7,40,200	12,65,874	22,17,472	58,94,910
DSP Equity Opportunities Fund - Gr	1,15,525	3,91,685	7,67,864	13,51,511	23,96,817	57,48,677
DSP Focus Fund - Gr	1,14,101	3,76,032	7,10,832	12,16,599	NA	NA
DSP Midcap Fund - Reg Gr	1,12,416	3,81,011	7,74,925	14,60,179	28,14,215	NA
DSP Small Cap Fund - Gr	1,05,760	3,40,014	7,28,555	15,12,779	31,48,200	NA
DSP Top 100 Equity Fund Gr	1,14,534	3,78,197	6,90,854	11,27,742	19,29,866	48,46,082
Edelweiss Large & Mid Cap Fund - Regular Gr	1,17,306	4,03,696	7,55,311	12,80,488	22,46,380	NA
Edelweiss Large Cap Fund - Gr	1,18,916	4,10,529	7,61,131	12,81,383	NA	NA
Edelweiss Mid Cap Fund - Regular Gr	1,08,403	3,74,669	7,51,905	14,68,200	29,21,785	NA
Edelweiss Multi-Cap Fund - Gr	1,17,896	4,16,779	NA	NA	NA	NA
Essel Large Cap Equity Fund - Gr	1,17,530	3,89,325	7,30,824	12,00,108	NA	NA
Franklin India Bluechip Fund Gr	1,17,842	3,86,657	7,18,283	11,91,479	20,90,635	50,58,251
Franklin India Equity Advantage Fund - Gr	1,16,792	3,86,122	7,24,933	12,79,463	23,17,446	NA
Franklin India Equity Fund - Gr	1,17,459	3,89,781	7,46,204	13,21,839	24,26,037	61,51,822
Franklin India Focused Equity Fund - Gr	1,19,563	3,98,721	7,71,061	14,51,324	27,63,426	NA
Franklin India Prima Fund Gr	1,15,126	3,87,698	7,80,882	15,09,622	29,99,535	68,49,188
Franklin India Smaller Companies Fund - Gr	1,09,237	3,64,524	7,50,396	15,41,693	31,52,718	NA
HDFC Capital Builder Value Fund - Gr	1,15,749	4,05,478	7,79,009	13,78,859	25,35,418	61,87,414
HDFC Equity Fund - Div	1,22,046	4,17,751	7,74,446	13,33,781	23,98,267	63,27,149
HDFC Focused 30 Fund - Gr	1,13,866	3,73,360	6,95,810	11,82,117	20,17,205	NA
HDFC Growth Opportunities Fund - Gr	1,18,288	3,92,194	7,00,028	11,16,568	18,51,673	37,46,955
HDFC Mid Cap Opportunities Fund - Gr	1,11,298	3,79,556	7,66,410	14,75,385	30,30,947	NA
HDFC Small Cap Fund - Gr	1,13,367	4,26,048	8,58,013	15,36,899	28,02,598	NA
HDFC Top 100 Fund - Div	1,23,549	4,21,504	7,78,850	13,11,761	23,07,770	60,81,896
HSBC Large Cap Equity Fund - Gr	1,17,368	3,98,646	7,36,808	12,05,584	19,90,653	43,43,501
HSBC Multi Cap Equity Fund - Gr	1,13,046	3,78,294	7,15,151	12,55,599	22,11,576	48,34,472
HSBC Small Cap Equity Fund - Gr	1,03,243	3,42,648	6,83,259	13,11,253	22,34,427	NA
ICICI Prudential Bluechip Fund - Gr	1,18,606	4,08,729	7,67,084	13,06,657	23,94,399	NA
ICICI Prudential Dividend Yield Equity Fund - Gr	1,11,362	3,77,184	NA	NA	NA	NA
ICICI Prudential Focused Equity Fund - Retail Gr	1,16,549	3,88,136	7,10,262	11,83,799	NA	NA
ICICI Prudential Large & Mid Cap Fund - Gr	1,16,361	3,86,067	7,19,379	12,18,823	21,76,188	51,19,618
ICICI Prudential MidCap Fund - Gr	1,12,233	3,82,734	7,48,665	14,45,147	26,75,342	NA
ICICI Prudential Multicap Fund - Gr	1,18,521	4,02,546	7,70,998	13,54,152	24,17,072	55,93,700
ICICI Prudential Smallcap Fund - Gr	1,05,576	3,41,042	6,36,913	11,02,316	20,02,738	NA
ICICI Prudential Value Discovery Fund Gr	1,15,473	3,80,027	7,21,538	13,48,645	27,13,380	NA
IDBI Diversified Equity Fund - Gr	1,15,005	3,82,341	NA	NA	NA	NA
IDBI India Top 100 Equity Fund - Gr	1,16,011	3,72,796	6,87,076	NA	NA	NA
IDFC Core Equity Fund - Regular Plan - Gr	1,14,701	3,92,971	7,48,342	12,41,905	20,87,153	NA
IDFC Focused Equity Fund - Regular Plan - Gr	1,11,175	3,94,584	7,27,915	11,75,266	19,24,189	NA
IDFC Large Cap Fund - Regular Plan - Gr	1,19,437	4,05,184	7,33,341	11,83,370	19,92,034	NA
IDFC Multi Cap Fund - Regular Plan - Gr	1,13,462	3,75,843	7,12,913	12,88,620	25,29,135	NA
IDFC Sterling Value Fund - Regular Gr	1,08,132	3,84,413	7,51,314	13,28,756	25,19,115	NA
IIFL Focused Equity Fund - Gr	1,18,098	3,91,518	NA	NA	NA	NA
Indiabulls Blue Chip Fund - Gr	1,19,075	4,05,029	7,54,841	12,24,629	NA	NA
Invesco India Contra Fund - Gr	1,16,292	4,17,875	8,22,456	15,04,079	27,21,108	NA
Invesco India Growth Opportunities Fund - Gr	1,17,799	4,16,077	7,91,924	13,75,927	24,48,906	NA
Invesco India Largecap Fund - Gr	1,18,860	4,02,049	7,51,296	12,68,776	NA	NA
Invesco India Midcap Fund - Gr	1,16,233	3,99,296	7,83,846	14,89,630	29,96,555	NA
Invesco India Multicap Fund - Gr	1,11,708	3,78,512	7,38,908	14,09,366	29,11,770	NA
JM Core 11 Fund - Series 1 - Growth Option	1,16,814	4,06,466	7,87,484	13,58,674	21,48,634	NA
JM Large Cap Fund - Growth Option	1,20,240	3,93,644	7,09,576	11,67,863	18,93,112	34,31,357
JM Multicap Fund - Growth Option	1,14,575	3,92,439	7,54,203	13,12,172	21,23,363	NA
JM Value Fund - Growth Option	1,13,138	3,87,646	7,64,315	13,25,411	20,85,882	32,83,557
Kotak Bluechip Fund - Gr	1,18,206	3,93,814	7,34,485	12,35,244	21,24,286	49,62,255
Kotak Emerging Equity Scheme - Gr	1,12,279	3,79,341	7,85,315	15,07,112	28,43,047	NA
Kotak Equity Opportunities Fund - Gr	1,18,186	3,98,085	7,69,567	13,39,945	23,74,700	NA
Kotak India EQ Contra Fund - Gr	1,20,071	4,24,948	7,92,101	13,25,564	23,13,270	NA
Kotak Smallcap Fund - Gr	1,08,489	3,58,352	7,24,043	13,40,170	25,29,230	NA
Kotak Standard Multicap Fund - Gr	1,19,554	4,11,169	8,05,794	14,47,572	NA	NA
L&T Emerging Businesses Fund - Gr	1,08,296	4,02,110	NA	NA	NA	NA
L&T Equity Fund - Gr	1,14,219	3,87,381	7,25,447	12,42,897	22,16,544	NA
L&T India Large Cap Fund - Gr	1,17,799	3,92,578	7,20,880	12,08,390	21,26,390	NA
L&T India Value Fund - Gr	1,12,649	3,82,454	7,78,843	14,89,801	NA	NA
L&T Large and Midcap Fund - Gr	1,11,049	3,78,392	7,18,275	12,53,233	23,19,204	NA
L&T Midcap Fund - Gr	1,11,417	3,92,923	8,17,024	16,02,107	30,54,958	NA
LIC MF Large & Mid Cap Fund - Gr	1,15,090	4,00,096	NA	NA	NA	NA
LIC MF Large Cap Fund - Gr	1,19,038	3,93,814	7,15,325	11,82,594	19,87,030	NA
LIC MF Multi Cap Fund - Gr	1,20,400	3,85,479	6,75,554	10,91,574	17,88,660	34,16,039

## NEWS UPDATE

### GST collection crosses ₹ 1-trillion mark in January: Finance Ministry

GST collections in January crossed ₹ 1 lakh crore-mark, after a gap of 2 months, the Finance Ministry has said. The total gross GST Revenue collected in the month of January, 2019 has crossed Rs 1 lakh crore. This has been a significant improvement over collection of ₹ 94,725 crore during last month and ₹ 89,825 crore during the same month last year, the ministry tweeted. This is the third time in current fiscal that GST (Goods and Services Tax) collections has crossed the Rs one lakh crore-mark. Previously in April and October, the collections had surpassed this milestone. This increase has been achieved despite various Tax Relief measures implemented by the GST Council to lower the tax burden on the consumers, the ministry said.

### Modi govt delivered highest growth rate during note ban year: CSO data

Belying perception that noteban hit the economy hard, the government data released revealed the highest growth rate during the Modi-government was recorded at 8.2 per cent in 2016-17 financial year. The Central Statistics Office (CSO) has revised the growth figure for 2016-17, the year in which 87 per cent of the circulated currency in form of ₹ 500 and ₹ 1,000 notes was demonetised from earlier estimate of 7.1 per cent. Real GDP or GDP at constant (2011-12) prices for 2017-18 and 2016-17 stands at ₹ 131.80 lakh crore and ₹ 122.98 lakh crore, respectively, showing a growth of 7.2 per cent during 2017-18 and 8.2 per cent during 2016-17, the CSO said in its First Advance Estimates of National Income at Constant (2011-12) for 2017-18.

### Renewable energy set to witness 10,000 Mw capacity addition in FY20: Report

Renewable energy is set to witness 10,000 megawatt (Mw) in fresh capacity addition in FY20, aided by project awards from central agencies and state-owned distribution utilities. By FY20, the share of renewable energy (RE) to overall power generation is tipped to rise to 10 per cent and further to 13 per cent by FY22, a report by ratings agency Ibra stated. Renewable energy installments during the April-December period stood at

## SIP VALUE AS ON 31ST JAN 2019

Starting - February Month of	2018	2016	2014	2012	2009	2004
Years	1	3	5	7	10	15
Invested Amount :	1,20,000	3,60,000	6,00,000	8,40,000	12,00,000	18,00,000
Schemes (Diversified Equity)	Investment Value ₹					
Mirae Asset Emerging Bluechip Fund - Gr	1,20,490	4,25,767	9,05,297	18,46,019	NA	NA
Mirae Asset India Equity Fund - Gr	1,21,671	4,25,816	8,27,261	14,83,174	28,28,963	NA
Motilal Oswal Focused 25 Fund - Gr	1,14,816	3,87,192	7,31,494	NA	NA	NA
Motilal Oswal Midcap 30 Fund - Gr	1,11,498	3,53,669	7,04,490	NA	NA	NA
Motilal Oswal Multicap 35 Fund - Gr	1,13,191	3,91,357	NA	NA	NA	NA
Principal Dividend Yield Fund - Gr	1,16,375	4,16,352	7,87,460	13,07,751	22,68,834	NA
Principal Emerging Bluechip Fund - Gr	1,11,548	3,91,651	8,03,879	15,73,419	30,59,390	NA
Principal Focused Multicap Fund - Gr	1,18,720	4,00,803	7,42,080	12,51,235	21,87,293	NA
Principal Multi Cap Growth Fund - Gr	1,14,954	4,04,207	7,82,312	13,98,707	24,81,963	48,30,427
Reliance Focused Equity Fund - Gr	1,13,954	3,82,518	7,55,659	14,34,315	26,62,657	NA
Reliance Growth Fund - Gr	1,14,856	3,87,769	7,45,157	13,04,358	22,82,580	60,15,749
Reliance Large Cap Fund - Gr	1,21,645	4,23,326	7,98,012	13,91,402	24,74,018	NA
Reliance Multi Cap Fund - Gr	1,21,508	4,12,325	7,54,139	13,13,736	25,54,971	NA
Reliance Small Cap Fund - Gr	1,07,012	3,89,977	8,30,371	17,58,536	NA	NA
Reliance Value Fund - Gr	1,14,862	3,93,729	7,47,941	12,98,269	22,87,474	NA
Reliance Vision Fund Gr	1,11,426	3,57,300	6,60,407	11,30,744	19,08,730	43,78,704
SBI Blue Chip Fund - Gr	1,15,875	3,84,470	7,36,884	12,97,819	23,30,820	NA
SBI Contra Fund - Regular Div	1,12,440	3,67,623	6,84,236	11,40,090	18,69,867	44,94,046
SBI Focused Equity Fund - Regular Plan - Gr	1,15,928	4,05,877	7,90,883	13,84,960	28,68,770	NA
SBI Large & Midcap Fund - Div	1,19,113	4,03,538	7,75,992	13,84,942	24,75,859	63,20,782
SBI Magnum Equity ESG Fund - Div	1,22,061	4,05,706	7,56,192	12,70,052	22,37,368	54,08,406
SBI Magnum MidCap Fund - Gr	1,11,576	3,48,602	6,92,563	13,73,589	26,68,011	NA
SBI Magnum Multicap Fund - Gr	1,17,125	3,97,678	7,86,130	14,10,850	24,62,879	NA
SBI Small Cap Fund - Gr	1,07,523	3,98,394	8,80,372	18,48,299	NA	NA
Sundaram Large & Midcap Fund - Gr	1,18,808	4,19,369	8,09,191	13,89,531	23,51,234	NA
Sundaram Mid Cap Fund - Gr	1,09,703	3,64,414	7,42,233	14,23,055	27,62,244	77,59,873
Sundaram Select Focus - Gr	1,19,614	4,17,836	7,60,223	12,35,353	20,16,028	44,84,148
Sundaram Small Cap Fund - Gr	1,02,029	3,25,247	6,53,451	12,73,961	23,07,458	NA
Tata Equity P/E Fund Gr	1,11,658	3,93,528	7,88,154	14,37,871	26,07,314	NA
Tata Large & Mid Cap Fund - Regular Plan - Gr	1,18,013	3,88,282	7,31,611	12,65,644	22,64,157	51,26,311
Tata Large Cap Fund - Gr	1,19,107	3,93,793	7,23,793	11,98,717	20,89,718	49,95,925
Tata Mid Cap Growth Fund - Gr	1,15,447	3,82,309	7,48,882	14,28,607	27,04,176	NA
Taurus Discovery (Midcap) Fund - Gr	1,12,132	3,92,994	7,74,303	14,28,475	25,78,019	47,08,333
Taurus Largecap Equity Fund - Gr	1,18,305	3,79,575	6,80,408	11,02,734	17,99,774	35,10,989
Taurus Starshare (Multi Cap) Fund - Gr	1,16,942	3,83,129	6,91,814	11,41,810	19,72,384	45,68,784
Templeton India Equity Income Fund - Gr	1,15,537	3,93,428	7,38,634	12,36,266	22,04,832	NA
Templeton India Value Fund - Gr	1,12,332	3,76,187	7,14,372	12,12,081	20,96,968	50,12,415
Union Multi Cap Fund - Gr	1,17,561	3,88,995	6,88,167	11,16,343	NA	NA
Union Small Cap Fund - Gr	1,04,695	3,38,653	NA	NA	NA	NA
UTI Core Equity Fund - Gr	1,14,768	3,80,929	7,04,259	11,79,990	20,35,889	NA
UTI Dividend Yield Fund. - Gr	1,19,725	4,09,300	7,49,522	12,17,381	20,86,398	NA
UTI Equity Fund - Gr	1,18,591	4,09,693	7,62,280	13,04,489	23,76,274	NA
UTI Master Share - Gr	1,19,089	4,04,406	7,45,931	12,48,447	21,60,237	NA
UTI Mid Cap Fund - Gr	1,09,516	3,60,122	7,09,813	14,11,162	27,82,159	NA
UTI Value Opportunities Fund - Gr	1,17,327	3,94,354	7,08,733	11,63,485	20,87,457	NA
<b>Average Value of Above Funds</b>	<b>1,14,974</b>	<b>3,89,249</b>	<b>7,44,773</b>	<b>13,21,055</b>	<b>23,82,300</b>	<b>51,39,767</b>
<b>Maximum Value</b>	<b>1,23,549</b>	<b>4,31,581</b>	<b>9,05,297</b>	<b>18,48,299</b>	<b>35,53,019</b>	<b>77,59,873</b>
<b>Minimum Value</b>	<b>1,02,029</b>	<b>3,25,247</b>	<b>6,33,583</b>	<b>9,43,417</b>	<b>17,88,660</b>	<b>32,83,557</b>
<b>Universe</b>	<b>137</b>	<b>137</b>	<b>128</b>	<b>123</b>	<b>106</b>	<b>39</b>
<b>ELSS / Tax Savings Schemes</b>						
Aditya Birla Sun Life Tax Relief 96 Fund - Div	1,15,663	4,05,323	7,97,286	14,50,098	25,82,036	56,95,377
Axis Long Term Equity Fund - Gr	1,15,214	4,03,380	7,77,976	14,64,190	NA	NA
Baroda ELSS 96 - Div	1,12,662	3,67,641	6,78,100	11,46,985	19,25,732	37,49,976
BNP Paribas Long Term Equity Fund - Gr	1,17,788	3,85,227	7,18,550	12,61,440	23,27,406	NA
BOI AXA Tax Advantage Fund - Regular - Growth	1,05,965	3,71,966	7,00,084	12,01,355	20,72,305	NA
Canara Robeco Equity Tax Saver Fund - Div	1,21,628	4,16,430	7,64,794	12,84,833	23,09,575	60,76,116
DSP Tax Saver Fund - Gr	1,16,928	3,93,089	7,67,570	13,73,141	25,13,084	NA
Edelweiss Long Term Equity Fund (Tax Savings) - Gr	1,15,730	3,84,956	7,18,552	12,31,629	21,79,833	NA
Franklin India Taxshield Gr	1,17,981	3,91,148	7,45,212	13,14,999	24,48,909	59,88,218
HDFC Tax saver - Div	1,16,641	3,90,513	7,22,341	12,43,985	22,12,804	55,29,095
HSBC Tax Saver Equity Fund - Gr	1,13,692	3,80,547	7,20,977	12,58,619	22,58,160	NA
ICICI Prudential Long Term Equity Fund - Regular Gr	1,17,971	3,97,731	7,45,133	13,18,918	24,69,769	60,51,402
IDBI Equity Advantage Fund - Gr	1,13,965	3,84,712	7,41,032	NA	NA	NA
IDFC Tax Advantage (ELSS) Fund - Regular Gr	1,11,469	3,94,700	7,61,386	13,58,401	24,94,052	NA
Invesco India Tax Plan - Gr	1,17,208	4,08,627	7,86,150	14,08,032	26,21,771	NA
JM Tax Gain Fund - Growth Option	1,16,628	4,02,888	7,69,479	13,47,887	22,48,746	NA
Kotak Tax Saver - Gr	1,19,941	4,01,638	7,70,790	13,14,560	22,68,429	NA
L&T Tax Advantage Fund - Gr	1,11,672	3,88,821	7,52,493	13,00,299	23,45,667	NA
LIC MF Tax Plan Gr	1,17,512	4,04,457	7,50,850	12,76,768	21,53,444	39,84,568
Mirae Asset Tax Saver Fund - Gr	1,20,858	4,37,934	NA	NA	NA	NA
Motilal Oswal Long Term Equity Fund - Gr	1,10,150	3,89,243	NA	NA	NA	NA
Principal Tax Savings Fund	1,14,501	4,01,327	7,75,823	13,88,052	24,79,169	50,87,324
Reliance Tax Saver Fund - Gr	1,10,296	3,52,311	6,66,796	12,33,520	23,34,593	NA
SBI Magnum Tax Gain Fund - Div	1,18,419	3,86,800	7,14,887	12,36,728	21,83,297	55,50,343
Sundaram Diversified Equity (Tax Saver) Fund - Div	1,12,113	3,71,124	7,06,620	11,98,120	20,41,769	48,94,695
Tata India Tax Savings Fund Regular Plan - Div	1,18,106	4,02,446	7,92,880	14,05,415	25,57,689	55,74,936
Taurus Tax Shield - Gr	1,18,739	4,21,057	7,88,884	13,06,116	22,29,468	NA
Union Tax Saver Scheme - Gr	1,17,326	3,82,165	6,78,841	11,24,423	NA	NA
UTI Long Term Equity Fund (Tax Saving) - Gr	1,17,008	3,90,330	7,25,752	12,18,890	20,87,947	NA
<b>Average Value of Above Funds</b>	<b>1,15,647</b>	<b>3,93,398</b>	<b>7,42,194</b>	<b>12,94,900</b>	<b>23,06,069</b>	<b>52,89,277</b>
<b>Maximum Value</b>	<b>1,21,628</b>	<b>4,37,934</b>	<b>7,97,286</b>	<b>14,64,190</b>	<b>26,21,771</b>	<b>60,76,116</b>
<b>Minimum Value</b>	<b>1,05,965</b>	<b>3,52,311</b>	<b>6,66,796</b>	<b>11,24,423</b>	<b>19,25,732</b>	<b>37,49,976</b>
<b>Universe</b>	<b>29</b>	<b>29</b>	<b>27</b>	<b>26</b>	<b>24</b>	<b>11</b>
<b>S&amp;P BSE SENSEX</b>	<b>1,22,863</b>	<b>4,26,358</b>	<b>7,62,449</b>	<b>12,25,623</b>	<b>20,40,498</b>	<b>43,84,649</b>
<b>NIFTY 50</b>	<b>1,21,091</b>	<b>4,14,924</b>	<b>7,48,491</b>	<b>12,07,249</b>	<b>20,16,312</b>	<b>43,13,124</b>

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## NEWS UPDATE

5,060 Mw, taking the country's cumulative capacity to 74,080 Mw. The share of RE-based generation in the overall generation mix at the all-India level is rising, as seen from an increase from 5.6 per cent in FY15 to 7.8 per cent in FY18. This is owing to the large-sized capacity addition witnessed in the wind and solar power segments during this period, driven by policy support from central and state governments as well as the significantly improved tariff competitiveness of wind and solar power vis-a-vis conventional power sources.

### Income support better option than loan waivers, says India Ratings

As the debate on relief measures for distressed farmers continues, India Ratings has said income support as a core centrally sponsored scheme is a better option than debt waiver. It says in case the FY20 interim Budget announces an income support of Rs 8,000 per acre per annum for marginal and small farmers, a marginal farmer and a small farmer would receive ₹ 7,515 and ₹ 27,942 per annum on average, respectively. The levels are significantly lower than the amount conceptualised under the universal basic income scheme for the poor proposed in the Economic Survey 2016-17. The support would cost the Centre exchequer ₹1.47 trillion.

### RBI eases norm for FPIs in corporate bonds by relaxing 20% exposure limit

The Reserve Bank of India (RBI) relaxed the provision that Foreign Portfolio Investors (FPI) can't have an exposure of more than 20% of its corporate bond portfolio to a single corporate. In April 2018, the government had restricted an FPI's investment in a single corporate bond to 50 per cent of the bond issue. Moreover, the exposure to any single corporate group was mandated to not exceed 20 per cent of an FPI's overall corporate bond portfolio. They were allowed to invest in debt papers with less than three-year maturities, provided the total investment in debt papers maturing within a year did not exceed 20 per cent of the portfolio.