

Academic Project

NIPPON INDIA GROWTH FUND

Analysis Report

Basic Fund & Scheme Details

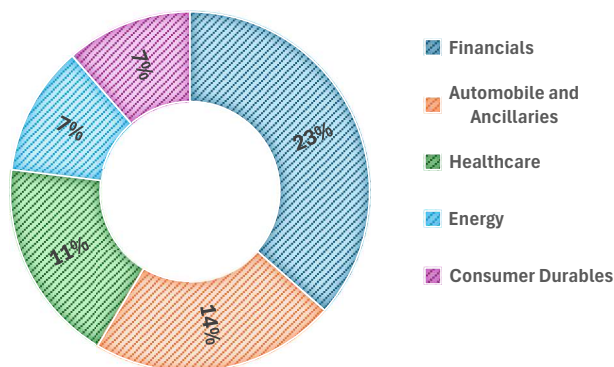
Inception Date:	05-Mar-25
AUM (in cr.) as on 4th March, 2025:	₹ 33,033
Plan Type:	Direct Growth Plan
Asset Class:	Equity
Scheme Type - Market -Cap:	Mid-Cap
Benchmark:	Nifty Midcap 150 - TRI
Expense Ratio:	0.78%
Exit Load:	1.00%
Riskometer	Moderately High
Fund Manager (s):	Rupesh Patel, Kinjal Desai

Top 10 Stock Holdings by the Fund

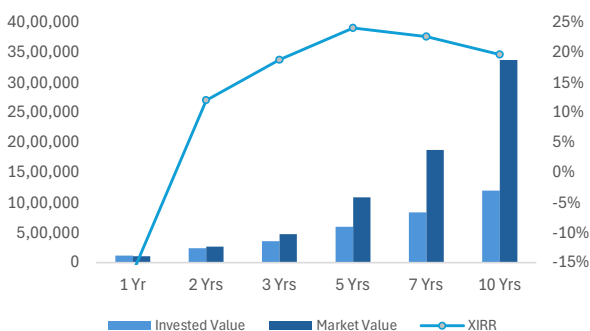
Persistent Systems Ltd.	3.06%
BSE Ltd.	3.04%
Fortis Healthcare Ltd.	2.57%
Power Finance Corporation Ltd.	2.56%
Cholamandalam Financial Holdings Ltd.	2.45%
The Federal Bank Ltd.	2.27%
Voltas Ltd.	2.14%
Dixon Technologies (India) Ltd.	2.04%
Max Healthcare Institute Ltd.	2.02%
Bharat Forge Ltd.	2.02%

Investment Philosophy:

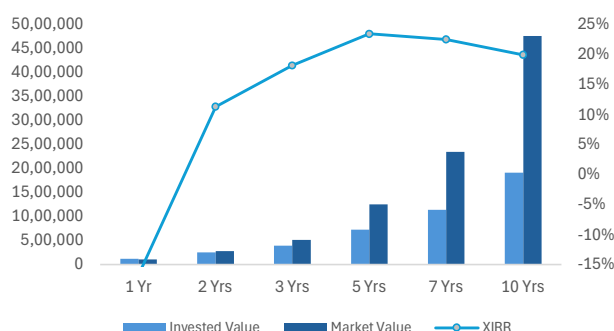
- Nippon India Growth Fund, a mid-cap oriented equity scheme, targets long-term capital appreciation through a rigorous research-based approach.
- The fund invests in promising mid-cap companies and focuses on four fast-growing verticals to create market leaders.
- A bottom-up, style-neutral stock selection process builds a diversified portfolio designed to capture India's long-term growth story.

Top Sector Holdings by the Fund**SIP Performance Chart**

SIP Amount of Rs. 10k Per Month

**10% Step-up SIP Performance Chart**

SIP Amount of Rs. 10k Per Month with 10% increase Each Year

**Brief Overview**

Nippon India Growth Fund is a mid-cap equity mutual fund with an AUM of ₹33,033 crore (as of March 4, 2025). It aims for long-term capital appreciation by following the Nifty Midcap 150 - TRI benchmark and charges an expense ratio of 0.78% plus a 1% exit load. The fund invests in diversified sectors, with key holdings such as Persistent Systems, BSE Ltd., and Fortis Healthcare. Managed by Rupesh Patel and Kinjal Desai, it targets investors willing to take a moderately high risk for potentially strong returns, as suggested by its SIP performance.

Returns Analysis

Particulars	CAGR %			
	1 Yrs	2 Yrs	3 Yrs	5 Yrs
NIPPON INDIA GROWTH FUND	-16.69%	12.04%	18.79%	24.07%
Nifty Midcap 150 - TRI	-15.78%	11.72%	19.43%	24.54%
BSE Sensex	-11.07%	3.73%	7.59%	11.95%

Value of 100000 Invested - Lumpsum

NIPPON INDIA GROWTH FUND	₹ 1,06,000	₹ 1,28,080	₹ 1,23,120	₹ 1,25,140
Nifty Midcap 150 - TRI	₹ 1,15,560	₹ 1,33,840	₹ 1,29,880	₹ 1,28,110
BSE Sensex	₹ 99,720	₹ 1,11,540	₹ 1,14,720	₹ 1,14,720

Value of 10000 Invested - Monthly SIP

NIPPON INDIA GROWTH FUND	₹ 1,08,907	₹ 2,70,605	₹ 4,74,280	₹ 10,87,907
Nifty Midcap 150 - TRI	₹ 1,09,589	₹ 2,69,764	₹ 4,78,551	₹ 11,00,293
BSE Sensex	₹ 1,12,756	₹ 2,49,343	₹ 4,03,662	₹ 8,09,483

Value of 10000 Invested - 10% Step-Up SIP

NIPPON INDIA GROWTH FUND	₹ 1,08,907	₹ 2,81,502	₹ 5,13,327	₹ 12,57,560
Nifty Midcap 150 - TRI	₹ 1,09,589	₹ 2,80,722	₹ 5,17,528	₹ 12,71,571
BSE Sensex	₹ 1,12,756	₹ 2,60,619	₹ 4,41,000	₹ 9,55,957

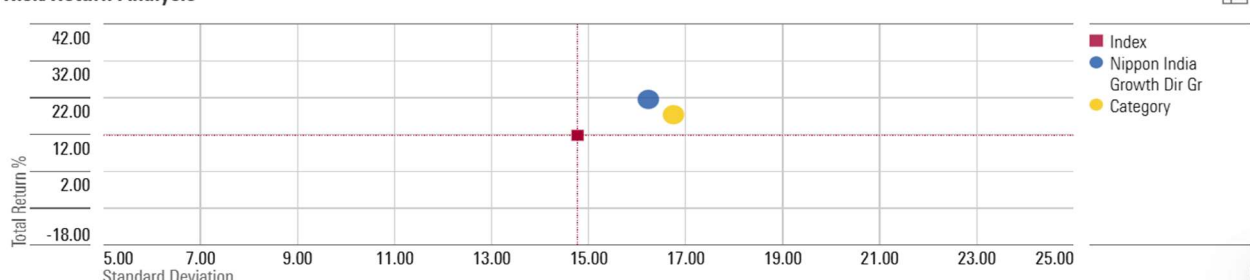
□ Commentary :-

- Over the past year, Nippon India Growth Fund posted a -16.69% return, slightly lagging Nifty Midcap 150 TRI at -15.78%. Meanwhile, BSE Sensex saw a -11.07% drop. Short-term dips highlight the inherent volatility in equity markets, especially midcaps, emphasizing careful, long-term investing.
- Over two to three years, the fund's CAGR ranges from 12.04% to 18.79%, closely tracking Nifty Midcap 150 TRI but outperforming BSE Sensex. This resilience underscores the potential of midcap strategies to deliver higher returns, albeit with greater fluctuations than broader market benchmarks.
- Comparing investment approaches, monthly and step-up SIPs show compelling accumulation values, surpassing lumpsum outcomes over five years. This highlights the power of disciplined, incremental contributions. A step-up SIP, increasing investments by 10% annually, further boosts returns, showcasing how systematic strategies can enhance wealth creation in volatile markets.

Risk Analysis

	Mean Return	Std Dev	Sharp	Sortino	Beta	Alpha
Nippon India Growth Dir	20.93% #	16.23%	0.91%	1.37%	0.93%	2.81%
BSE 150 MidCap TRI	18.96% #	16.97%	0.76%	1.13%	NA	NA
Equity: Mid Cap	18.18% #	16.49%	0.73%	1.06%	0.93%	0.11%
Total no. of Funds in Category	29 #	29	29	29	29	29

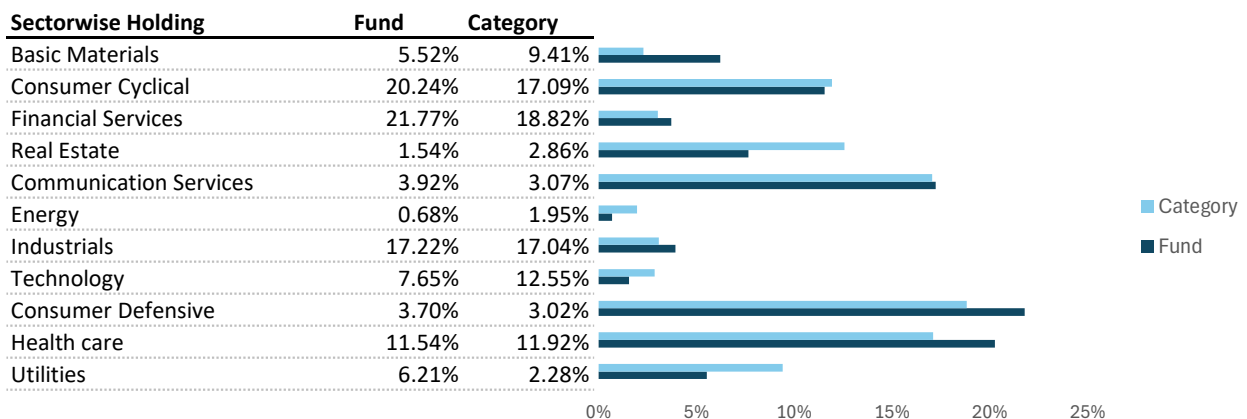
Risk/Return Analysis



Source: morningstar.in

Portfolio Analysis

Metrics	Fund	Category	Index
Price/Earning	24.3x	19.2x	19.2x
Price/Book	3.5x	4.0x	2.7x
Price/Sales	2.6x	2.5x	2.3x
Price/Cash Flow	22.8x	22.4x	15.3x
Dividend Yield %	1.02%	0.92%	1.31%
Long-Term Earnings %	15.52%	16.19%	29.47%
Historical Earnings %	18.60%	16.68%	19.00%
Sales Growth %	15.99%	13.48%	11.67%
Cash-Flow Growth %	12.24%	0.96%	3.24%
Book-Value %	15.27%	14.45%	15.53%



Major Portfolio Movement in last 3 Quarters	Addition	Deletion
Affle (India) Limited	78.51%	-
InterGlobe Aviation Limited	16.67%	-
Zomato Limited	15.79%	-
Info Edge (India) Limited	11.82%	-
Union Bank of India	-	-65.22%
Bharat Heavy Electricals Limited	-	-60.80%
Indraprastha Gas Limited	-	-50.00%
Bharat Forge Limited	-	-37.55%
FSN E-Commerce Ventures Limited	-	-34.52%
Gujarat Gas Limited	-	-33.96%

❖ Portfolio Analysis Summary:-

❑ Key Metrics

- **Valuation:** The fund has a higher Price/Earnings (24.3x) compared to the category (19.2x) and index (19.2x), indicating a premium valuation.
- **Growth & Earnings:** The fund's sales growth (15.99%) and cash-flow growth (12.24%) outperform the category (13.48% and 0.96%, respectively) and index (11.67% and 3.24%).
- **Dividend Yield:** The fund offers a 1.02% dividend yield, slightly higher than the category (0.92%) but lower than the index (1.31%).

❑ Sector Allocation

- **Overweight Sectors:** The fund has higher allocations in Consumer Cyclical (20.24%), Financial Services (21.77%), and Utilities (6.21%) compared to the category.
- **Underweight Sectors:** The fund has lower allocations in Basic Materials (5.52%) and Technology (7.65%), compared to the category.

❑ Major Portfolio Movements (Last 3 Quarters)

- **New Additions:** Significant investments in Affle (India) Limited (+78.51%), InterGlobe Aviation (+16.67%), Zomato (+15.79%), and Info Edge (+11.82%).
- **Major Exits:** Union Bank of India (-65.22%), Bharat Heavy Electricals (-60.80%), and Indraprastha Gas (-50.00%) saw major