

Investment Portfolio Explanation

<https://docs.google.com/spreadsheets/d/1Sb7U5QtKvXR1J54CyCbejv3x9JsbCcwyLjX7ASLiEYQ/edit?usp=sharing>

Total Investment: ₹1,00,000

1. Introduction

Investment portfolio creation is an important part of financial planning, as it helps in balancing risk and return while achieving long-term financial goals. This hypothetical portfolio of ₹1,00,000 has been designed by allocating funds across Stocks, Exchange Traded Funds (ETFs), and Cryptocurrency.

The main objective of this portfolio is to achieve moderate growth, diversification, and risk management. The portfolio combines traditional investments like stocks and ETFs with modern digital assets like cryptocurrency to provide balanced exposure to different asset classes.

2. Asset Allocation Strategy

The portfolio follows a diversified asset allocation approach, which helps in reducing overall risk while maximizing returns.

Asset Allocation Summary:

Stocks – ₹55,000 (55%)

ETFs – ₹30,000 (30%)

Cryptocurrency – ₹15,000 (15%)

This allocation reflects a moderate risk appetite, suitable for a young investor or finance student who wants long-term wealth creation with controlled exposure to high-risk assets.

3. Stock Investment Analysis (₹55,000 – 55%)

Stocks form the largest part of the portfolio because they offer higher return potential over the long term. The selected companies are market leaders from different sectors, ensuring sectoral diversification.

- a) Reliance Industries – ₹20,000
- b) HDFC Bank – ₹20,000
- c) Tata Consultancy Services (TCS) – ₹15,000

4. ETF Investment Analysis (₹30,000 – 30%)

ETFs provide low-cost diversification and reduce the risk associated with investing in individual stocks.

- a) Nifty 50 ETF – ₹20,000
- b) Gold ETF – ₹10,000

5. Cryptocurrency Investment Analysis (₹15,000 – 15%)

Cryptocurrency is a high-risk, high-return asset class. Limited exposure is taken to capture growth potential while controlling risk.

- a) Bitcoin (BTC) – ₹10,000
- b) Ethereum (ETH) – ₹5,000

6. Overall Portfolio Conclusion

This ₹1,00,000 investment portfolio is well-diversified across asset classes, sectors, and risk levels.

Key Benefits of the Portfolio:

Balanced risk and return

Exposure to equity growth through stocks

Stability through ETFs and gold

Future-oriented growth via cryptocurrency

The portfolio is suitable for a moderate risk investor aiming for long-term wealth creation while maintaining financial discipline and diversification.