

# Nippon Life India Asset Management Limited

## 1. Company Overview

Nippon Life India Asset Management Limited (NAM-INDIA) is one of the largest asset management companies (AMCs) in India. Formerly known as Reliance Nippon Life Asset Management, the company is now promoted by Nippon Life Insurance Company of Japan. It manages mutual funds (Nippon India Mutual Fund), managed accounts, and offshore funds. The company is particularly known for its dominance in the ETF (Exchange Traded Fund) market and a strong retail investor base.

## 2. Share Price Trend Analysis

**Period Analyzed:** Last 12 Months (November 2024 – November 2025)

The stock of Nippon Life India AMC has shown a robust upward trend over the past year, reflecting the broader bullish sentiment in the Indian financial services sector and the mutual fund industry's growth.

- **Current Market Price (CMP):** ~₹881.35 (as of late Nov 2025)
- **52-Week High:** ₹987.35
- **52-Week Low:** ₹498.05
- **1-Year Return:** Approximately 24% - 27%

Analysis of Price Movement:

Over the last 6 months, the stock has delivered a return of approximately 18.5%, outperforming many peers in the mid-cap space. The stock hit its 52-week high of ₹987 in October 2025 before witnessing a minor correction in November due to general market volatility. Despite recent minor dips, the long-term trend remains positive, supported by consistent earnings growth.



1-Year Price Trend of NAM-INDIA demonstrating a steady uptrend with recent consolidation.

### 3. Key Financial Metrics

The following financial ratios indicate the valuation and size of the company as of November 2025:

Metric	Value	Interpretation
<b>Market Capitalization</b>	~₹55,800 Cr	Classifies as a <b>Mid-Cap</b> stock with high liquidity.
<b>Stock P/E Ratio</b>	~40.5 - 42.0	Trading at a premium compared to the general market, but in line with high-growth AMC peers.
<b>P/B Ratio</b>	~12.4	High Price-to-Book value suggests investors expect significant future growth.
<b>ROE (Return on Equity)</b>	~30 - 31%	Excellent efficiency in generating profits from shareholder equity.

<b>Debt to Equity</b>	0.02	Virtually <b>debt-free</b> , which is a strong safety indicator.
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## Ratios

Consolidated Figures in Rs. Crores / [View Standalone](#)

	Mar 2014	Mar 2015	Mar 2016	Mar 2017	Mar 2018	Mar 2019	Mar 2020	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025
Debtor Days	5	7	17	11	8	23	18	12	18	23	23	10
Inventory Days												
Days Payable												
Cash Conversion Cycle	5	7	17	11	8	23	18	12	18	23	23	10
Working Capital Days	284	127	115	124	-36	25	-25	-19	-5	-4	6	-9
ROCE %	22%	30%	31%	32%	31%	28%	22%	31%	30%	27%	36%	41%

### PROS

- Company is almost debt free.
- Company has delivered good profit growth of 25.4% CAGR over last 5 years
- Company has a good return on equity (ROE) track record: 3 Years ROE 27.5%
- Company has been maintaining a healthy dividend payout of 93.9%

### CONS

- Stock is trading at 12.7 times its book value

\* The pros and cons are machine generated. ⓘ

## 4. Dividend History

Nippon Life India AMC is known for being a high-dividend-paying company, often distributing a significant portion of its profits to shareholders.

- **Dividend Yield:** ~2.06% to 2.2% (Current)
- **Recent Payouts:**
  - **Nov 2025:** ₹9.00 per share (Interim)
  - **July 2025:** ₹10.00 per share (Final)
  - **Nov 2024:** ₹8.00 per share
- **Consistency:** The company has a track record of consistent semi-annual dividend payouts, making it attractive for income-focused investors.

## **5. Future Growth Prospects**

The outlook for Nippon Life India AMC remains "Positive" based on several fundamental drivers:

### **A. Leadership in ETFs (Passive Investing)**

NAM-INDIA is a market leader in the ETF segment, holding over **50% of the ETF volume share** on NSE and BSE. As passive investing gains popularity in India (mirroring global trends), this segment is expected to drive significant volume growth without high operational costs.

### **B. Rising SIP Inflows**

The company has seen its monthly SIP (Systematic Investment Plan) inflows reach all-time highs. SIPs provide a stable and predictable revenue stream that insulates the company from short-term market volatility. The company's "Digital First" strategy has helped it acquire millions of unique investors from smaller (Tier 2/3) cities.

### **C. Strong Financial Health**

With a debt-free balance sheet and profit growth of over 16% YoY in the most recent fiscal year, the company has the financial muscle to invest in technology and marketing to further expand its market share.

### **D. Analyst Outlook**

Recent analyst reports (from firms like ICICI Direct and Motilal Oswal) have maintained "Buy" or "Accumulate" ratings, with target prices ranging between **₹940 and ₹1020**, suggesting an upside potential of roughly 10-15% from current levels.

## **6. Conclusion**

Nippon Life India AMC presents a strong case for investment based on fundamental analysis. It combines the safety of a debt-free balance sheet with the growth potential of India's under-penetrated mutual fund market. While the P/E ratio is slightly high, it is justified by the company's high ROE (30%+) and dominant position in the ETF space.

## **7. Announcement**

- [Announcement under Regulation 30 \(LODR\)-Analyst / Investor Meet - Intimation](#)

[24 Nov - For schedule of investor/ analyst meet/ conference to be held on December 16, 2025](#)

- [Announcement under Regulation 30 \(LODR\)-Allotment of ESOP / ESPS](#)

[20 Nov - For allotment of ESOPs dated November 20, 2025](#)

- [Announcement under Regulation 30 \(LODR\)-Credit Rating](#)

[20 Nov - SES ESG revised Nippon Life India AMC ESG score to 77 from 78.9; report dated November 19, 2025.](#)

- [Memorandum Of Understanding](#)

[13 Nov - MoU dated Nov 13: DWS to acquire up to 40% stake in NAIF; AIF, passive products collaboration, subject to approvals.](#)

- [Announcement under Regulation 30 \(LODR\)-Allotment of ESOP / ESPS](#)

[12 Nov - For allotment of ESOPs dated November 12, 2025](#)

