

Bandhan Balanced Advantage Fund^{\$}

An open ended dynamic asset allocation fund

FUND PHILOSOPHY*

Bandhan Balanced Advantage Fund is a hybrid fund with active equity allocation changing based on the trailing P/E of Nifty 50 index. The fund has a pre-defined model which indicates the range of active equity allocation based on P/E levels, and there are 6 different range of equity allocation possible. Higher the P/E band, lower will be the active equity allocation and vice versa.

Change of bands happen once a month while changes within the band happen dynamically on a day to day basis. The active equity portfolio is managed like a diversified fund. Active stock selection philosophy combines quality stocks with good growth potential. The quality filters for the fund are – conversion of EBIDTA to operating cash – OCF as % of EBIDTA > 33%; Moderate leverage: Debt EBIDTA <3x; Profitability: EBIDTA / Net operating Assets >30%. Thus, companies which qualify these parameters and have higher visibility of growth versus peers will form the core portfolio. Depending on P/E levels, the fund can have more large or mid/small cap names. The fund will also use Nifty futures to dynamically manage active equity allocation within a month.

The debt portion of the fund is actively managed. The portfolio emphasizes on maintaining high credit quality and currently has 100% in AAA or equivalent instruments. Further the portfolio is oriented towards short-to-medium duration strategies.

Bloomberg Nifty P/E data as of 30th June 2023 indicates a value of 23.03 and Equity band for the month of July will be 40-55%.

OUTLOOK

How it went:

Global equities gained sharply across regions (MSCI World +5.9% MoM / +14.0% YTD). MSCI Brazil was the leader during the month (+14.8% MoM), outperforming MSCI World and other country indices by more than 5%. MSCI India (\$ Index) rose +4.5%, outperforming the region and its peers. India continues to outperform its region and peers and has bounced back strongly over the past 3 months; it is also holding up well on a 3-year basis.

How do we look ahead:

From a macroeconomic perspective, India is in a sweet spot. The external account benefits from the fall in energy prices and strong services exports, while growth remains steady despite global headwinds. From a flow perspective, India has benefited from two trends – the weakening of the dollar and China’s disappointing growth, which has the highest weight in the emerging markets index leading to India getting a more significant share in emerging market flows. These trends are likely to continue in the near term, and while valuations are not cheap, we believe that the favourable macro keeps the market reasonably attractive.

^{\$}With effect from 13th March 2023, the name of “IDFC Balanced Advantage Fund” has changed to “Bandhan Balanced Advantage Fund”

The above mentioned is the current strategy of the Fund Manager. However, asset allocation and investment strategy shall be within broad parameters of Scheme Information Document.

Ratios calculated on the basis of 3 years history of monthly data.
Face Value per Unit (in ₹) is 10

Income Distribution cum capital withdrawal is not guaranteed and past performance may or may not be sustained in future. Pursuant to payment of Income Distribution cum capital withdrawal, the NAV of the scheme would fall to the extent of payout and statutory levy (as applicable).

Fund Features:

(Data as on 30th June'23)

Category: Dynamic Asset Allocation or Balanced Advantage

Monthly Avg AUM: ₹ 2,480.51 Crores

Inception Date: 10th October 2014

Fund Managers: Equity Portion: Mr. Sachin Relekar (w.e.f. 1st March 2022) & Mr. Sumit Agrawal (w.e.f. 01st March 2017), & Mr. Vishal Biraia (w.e.f. 19th June 2023), **Debt Portion:** Mr. Brijesh Shah (w.e.f. 16th July 2022)

Other Parameter:

Standard Deviation (Annualized): 7.33%

Modified Duration: 1.50 Years*

Average Maturity: 1.74 Years*

Macaulay Duration: 1.57 Years*

Yield to Maturity: 7.23%*

*Of Debt Allocation Only

Benchmark: NIFTY 50 Hybrid Composite debt 50:50 Index (w.e.f. 1st Dec, 2021)

Asset allocation:

Gross Equity[^] (Including Arbitrage): 72.85%

Debt: 27.15%

Net Equity: 51.65%

Market Cap Split:

Large Cap: 79.12%

Mid and Small Cap: 20.88%

Minimum Application Amount: ₹ 1,000/- and any amount thereafter.

Exit Load: In respect of each purchase of Units:

- For 10% of investment: Nil

- For remaining investment: 1% if redeemed/switched out within 1 year from the date of allotment (w.e.f. July 5, 2017)

SIP Dates : (Monthly/Quarterly) Investor may choose any day of the month except 29th, 30th and 31st as the date of installment.

Options Available: Growth, IDCW[®] (Payout, Reinvestment and Sweep (from Equity Schemes to Debt Schemes only))

SIP (Minimum Amount): ₹100/- (Minimum 6 instalments)

PLAN	IDCW [®] RECORD DATE	₹/UNIT	NAV
REGULAR	29-Mar-23	0.15	12.2940
	29-Dec-22	0.16	12.8840
	29-Sep-22	0.12	12.7990
DIRECT	29-Mar-23	0.17	13.7110
	29-Dec-22	0.18	14.3210
	29-Sep-22	0.15	14.1780

[®]Income Distribution cum capital withdrawal

Debt portion: Mr. Arvind Subramanian managed this scheme up to 15th July, 2022.

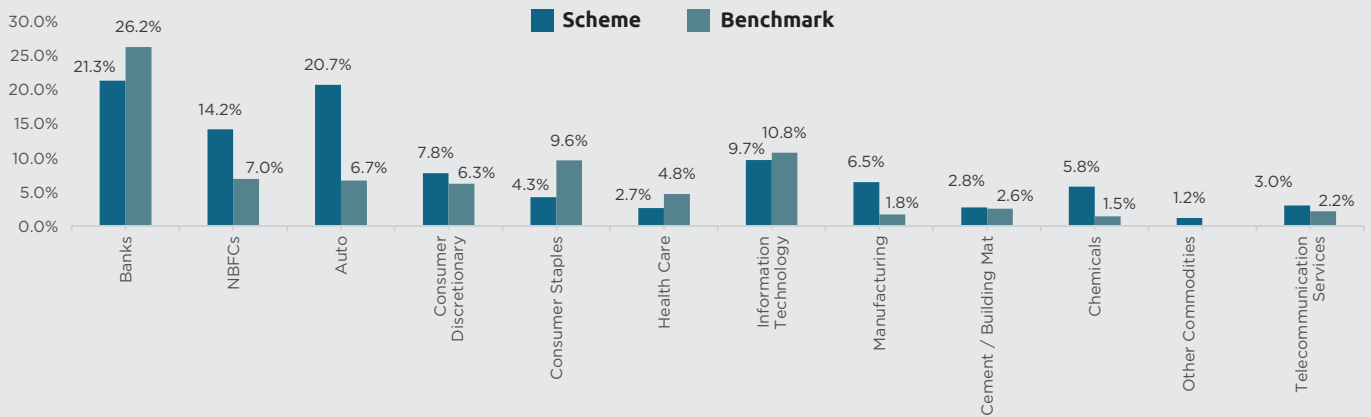
PORTFOLIO

(30 June 2023)



Name of the Instrument	Ratings	% to NAV	Name of the Instrument	Ratings	% to NAV
Equity and Equity related Instruments		72.85%	Diversified FMCG		1.30%
Net Equity Exposure		51.65%	Hindustan Unilever		2.49%
Banks		10.67%	Hindustan Unilever - Equity Future		-1.19%
ICICI Bank		9.65%	Electrical Equipment		1.06%
ICICI Bank - Equity Future		-4.06%	ABB India		0.78%
HDFC Bank		6.41%	Suzlon Energy		0.28%
HDFC Bank - Equity Future		-2.24%	Aerospace & Defense		1.05%
Axis Bank		0.91%	Data Patterns (India)		0.90%
Finance		7.68%	Bharat Electronics		0.15%
Bajaj Finance		4.81%	Food Products		0.70%
Cholamandalam Invnt and Fin Co		3.53%	Nestle India		0.70%
HDFC		2.70%	Textiles & Apparels		0.50%
HDFC - Equity Future		-2.36%	Page Industries		0.50%
Bajaj Finserv		0.05%	Fertilizers & Agrochemicals		0.40%
Bajaj Finance - Equity Future		-1.05%	PI Industries		0.78%
Automobiles		5.87%	PI Industries - Equity Future		-0.38%
Mahindra & Mahindra		2.79%	Paper, Forest & Jute Products		0.35%
Tata Motors		1.69%	Century Textiles & Industries		0.35%
TVS Motor Company		1.39%	Beverages		0.17%
IT - Software		5.01%	United Spirits		0.85%
Infosys		4.39%	United Spirits - Equity Future		-0.86%
Infosys - Equity Future		-1.31%	Varun Beverages		0.18%
Tata Consultancy Services		1.02%	Personal Products		0.02%
Mphasis		0.93%	Godrej Consumer Products		1.69%
Mphasis - Equity Future		-0.21%	Godrej Consumer Products - Equity Future		-1.68%
Tech Mahindra		0.46%	Pharmaceuticals & Biotechnology		0.001%
Tech Mahindra - Equity Future		-0.46%	Lupin		0.11%
LTIMindtree		0.20%	Sun Pharmaceutical Industries		0.04%
Auto Components		4.45%	Sun Pharmaceutical Industries - Equity Future		-0.04%
UNO Minda		1.37%	Divi's Laboratories		0.02%
Samvardhana Motherson International		0.99%	Divi's Laboratories - Equity Future		-0.02%
Sona BLW Precision Forgings		0.76%	Lupin - Equity Future		-0.11%
Tube Investments of India		0.66%	Ferrous Metals		0.0001%
CIE Automotive India		0.65%	JSW Steel		0.63%
Chemicals & Petrochemicals		2.61%	JSW Steel - Equity Future		-0.63%
SRF		1.28%	Realty		-0.001%
SRF - Equity Future		-0.12%	DLF		0.11%
Tata Chemicals		0.95%	DLF - Equity Future		-0.12%
Tata Chemicals - Equity Future		-0.32%	Petroleum Products		-0.02%
Aether Industries		0.58%	Reliance Industries		3.20%
Clean Science and Technology		0.23%	Reliance Industries - Equity Future		-3.22%
Industrial Products		1.93%	Government Bond		7.15%
Carborundum Universal		1.25%	7.38% - 2027 G-Sec	SOV	6.13%
Timken India		0.40%	7.1% - 2029 G-Sec	SOV	1.01%
Shaily Engineering Plastics		0.28%	Corporate Bond		4.05%
Retailing		1.84%	Bajaj Finance	AAA	3.03%
Avenue Supermarts		0.96%	HDFC	AAA	1.01%
Trent		0.71%	NTPC	AAA	0.01%
Vedant Fashions		0.17%	Certificate of Deposit		3.49%
Consumer Durables		1.69%	Axis Bank	A1+	1.95%
Titan Company		1.69%	Small Industries Dev Bank of India A1+		1.55%
Telecom - Services		1.58%	Treasury Bill		1.99%
Bharti Airtel		1.58%	182 Days Tbill - 2023	SOV	1.99%
Cement & Cement Products		1.43%	Commercial Paper		1.97%
UltraTech Cement		2.13%	Small Industries Dev Bank of India A1+		1.97%
UltraTech Cement - Equity Future		-0.71%	Zero Coupon Bond		1.75%
ACC		0.13%	Sundaram Finance	AAA	1.75%
ACC - Equity Future		-0.13%	Net Cash and Cash Equivalent		6.75%
Healthcare Services		1.38%	Grand Total		100.00%
Apollo Hospitals Enterprise		1.38%			

SECTOR ALLOCATION



Scheme risk-o-meter	This product is suitable for investors who are seeking*	Benchmark risk-o-meter
<p>Investors understand that their principal will be at Very High risk</p>	<ul style="list-style-type: none"> To create wealth over long term. Dynamic allocation towards equity, derivatives, debt and money market instruments. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	<p>NIFTY 50 Hybrid Composite debt 50:50 Index</p>

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