



# Bandhan Balanced Advantage Fund<sup>\$</sup>

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 31st May 2023 indicates a value of 22.20 and Equity band for the month of June will be 40-55%.**

## OUTLOOK

### How it went:

While Taiwan, Korea, India and Japan were positive MoM, Global equities were down -1.2%. Indian markets have bounced back strongly in the past 3 months with +8% return v/s 3.2% for World. It is also holding up well on a 3-year basis. BSE100 returns of 3.2% (in Rupee terms) for the month were a mixed bag over the month. Auto and IT lead the pack while O&G and Utilities declined this month. Mid-caps (+5.5% MoM) and small caps (+5.5% MoM) improved sharply and outperformed the large caps (+3.2%).

### How do we look ahead:

The Indian market has bounced back strongly in absolute terms and relative to emerging markets. Key reasons for this we believe are - the improving external accounts situation due to fall in energy prices and robust service exports which has made the currency outlook positive, continued economic momentum in India whereas many countries are slowing down and the disappointment on China growth where after the COVID restrictions going away, the economic rebound has disappointed. We believe these factors will continue to drive India's growth outperformance. Key risks going forward are - the monsoon outlook and state elections at the end of the year.

### Fund Features:

(Data as on 31st May'23)

**Category:** Dynamic Asset Allocation or Balanced Advantage

**Monthly Avg AUM:** ₹ 2,512.85 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), **Debt Portion:** Mr. Brijesh Shah (w.e.f. 16th July 2022)

### Other Parameter:

**Standard Deviation (Annualized):** 7.89%

**Modified Duration:** 1.50 Years\*

**Average Maturity:** 1.76 Years\*

**Macaulay Duration:** 1.57 Years\*

**Yield to Maturity:** 7.04%\*

\*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):** 76.08%

**Debt:** 23.92%

**Net Equity:** 55.48%

### Market Cap Split:

**Large Cap:** 79.79%

**Mid and Small Cap:** 20.21%

**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

<sup>\$</sup>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).

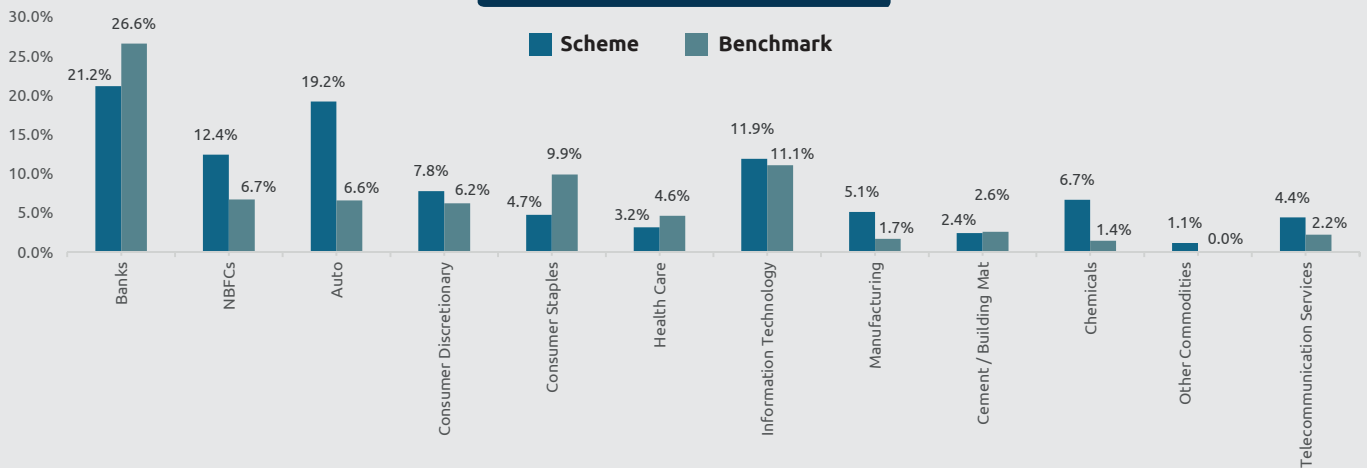
# PORTFOLIO

(31 May 2023)



Name of the Instrument	Ratings	% to NAV	Name of the Instrument	Ratings	% to NAV
<b>Equity and Equity related Instruments</b>		<b>76.08%</b>	Hindustan Unilever		2.54%
<b>Net Equity Exposure</b>		<b>55.48%</b>	Hindustan Unilever - Equity Futures		-1.17%
<b>Banks</b>		<b>11.41%</b>	<b>Cement &amp; Cement Products</b>		<b>1.33%</b>
ICICI Bank		9.79%	UltraTech Cement		1.99%
ICICI Bank - Equity Futures		-4.07%	UltraTech Cement - Equity Futures		-0.66%
HDFC Bank		6.09%	ACC		0.13%
HDFC Bank - Equity Futures		-1.24%	ACC - Equity Futures		-0.13%
Kotak Mahindra Bank		1.14%	<b>Healthcare Services</b>		<b>1.27%</b>
Kotak Mahindra Bank - Equity Futures		-1.12%	Apollo Hospitals Enterprise		1.27%
Indusind Bank		1.05%	<b>Aerospace &amp; Defense</b>		<b>0.94%</b>
Indusind Bank - Equity Futures		-1.05%	Data Patterns (India)		0.80%
State Bank of India		0.99%	Bharat Electronics		0.13%
State Bank of India - Equity Futures		-1.00%	<b>Electrical Equipment</b>		<b>0.72%</b>
Axis Bank		0.83%	ABB India		0.72%
<b>Finance</b>		<b>7.19%</b>	<b>Food Products</b>		<b>0.65%</b>
Bajaj Finance		4.63%	Nestle India		0.65%
Cholamandalam Invnt and Fin Co		3.22%	<b>Beverages</b>		<b>0.58%</b>
HDFC		2.49%	United Spirits		1.21%
HDFC - Equity Futures		-2.19%	United Spirits - Equity Futures		-0.82%
Bajaj Finserv		0.04%	<b>Varun Beverages</b>		<b>0.18%</b>
Bajaj Finance - Equity Futures		-1.01%	Fertilizers & Agrochemicals		0.56%
<b>IT - Software</b>		<b>6.60%</b>	<b>PI Industries</b>		<b>0.91%</b>
Infosys		4.39%	PI Industries - Equity Futures		-0.35%
Tata Consultancy Services		1.08%	<b>Textiles &amp; Apparels</b>		<b>0.51%</b>
Mphasis		0.94%	Page Industries		0.51%
LTIMindtree		0.19%	<b>Pharmaceuticals &amp; Biotechnology</b>		<b>0.48%</b>
<b>Automobiles</b>		<b>5.49%</b>	Divi's Laboratories		0.48%
Mahindra & Mahindra		3.21%	Lupin		0.09%
Mahindra & Mahindra - Equity Futures		-0.54%	Sun Pharmaceutical Industries		0.04%
Tata Motors		1.48%	Sun Pharmaceutical Industries - Equity Futures		-0.04%
TVS Motor Company		1.34%	Lupin - Equity Futures		-0.09%
<b>Auto Components</b>		<b>4.78%</b>	<b>Paper, Forest &amp; Jute Products</b>		<b>0.32%</b>
UNO Minda		1.29%	Century Textiles & Industries		0.32%
Samvardhana Motherson International		0.93%	<b>Personal Products</b>		<b>0.02%</b>
Sona BLW Precision Forgings		0.79%	Godrej Consumer Products		1.73%
Jamna Auto Industries		0.61%	Godrej Consumer Products - Equity Futures		-1.71%
Tube Investments of India		0.59%	<b>Realty</b>		<b>-0.0004%</b>
Mahindra CIE Automotive		0.57%	DLF		0.11%
<b>Chemicals &amp; Petrochemicals</b>		<b>3.14%</b>	DLF - Equity Futures		-0.11%
SRF		1.52%	<b>Petroleum Products</b>		<b>-0.02%</b>
SRF - Equity Futures		-0.13%	Reliance Industries		3.06%
Tata Chemicals		1.30%	Reliance Industries - Equity Futures		-3.08%
Tata Chemicals - Equity Futures		-0.11%	<b>Government Bond</b>		<b>5.47%</b>
Aether Industries		0.33%	7.38% - 2027 G-Sec	SOV	4.66%
Clean Science and Technology		0.23%	7.1% - 2029 G-Sec	SOV	0.80%
<b>Telecom - Services</b>		<b>2.45%</b>	<b>Treasury Bill</b>		<b>4.96%</b>
Bharti Airtel		2.45%	182 Days Tbill - 2023	SOV	4.96%
<b>Retailing</b>		<b>2.27%</b>	<b>Certificate of Deposit</b>		<b>4.38%</b>
Avenue Supermarts		1.47%	Axis Bank	A1+	3.82%
Trent		0.62%	Small Industries Dev Bank of India A1+		0.57%
Vedant Fashions		0.18%	<b>Corporate Bond</b>		<b>4.00%</b>
<b>Industrial Products</b>		<b>1.88%</b>	Bajaj Finance	AAA	3.00%
Carborundum Universal		1.18%	HDFC	AAA	0.99%
Timken India		0.38%	NTPC	AAA	0.01%
Shaily Engineering Plastics		0.32%	<b>Zero Coupon Bond</b>		<b>1.72%</b>
<b>Consumer Durables</b>		<b>1.54%</b>	Sundaram Finance	AAA	1.72%
Titan Company		1.54%	<b>Net Cash and Cash Equivalent</b>		<b>3.39%</b>
<b>Diversified FMCG</b>		<b>1.37%</b>	<b>Grand Total</b>		<b>100.00%</b>

## 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"> <li>To create wealth over long term.</li> <li>Dynamic allocation towards equity, derivatives, debt and money market instruments.</li> </ul> <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.