

INDIA'S

Nifty 500 Fund

ST

Introducing Motilal Oswal Nifty 500 Fund

The multi-cap index is a well-diversified equity portfolio which encompasses the broad market. This is because it invests in stocks across market capitalizations (Large, Mid and Small cap) that take on the opportunities across market environments. The Fund is the multi-cap index fund in India - with ~80% invested in large-cap stocks and the rest invested in mid-caps and small-caps.

This Fund will track/replicate the constituents of Nifty 500 Index with the same weightage, and the expense ratio charged is less than that of actively managed funds.

What are you waiting for? Invest Now.



THINK EQUITY
THINK MOTILAL OSWAL



This product is suitable for investors who are seeking*

- Return that corresponds generally to the performance of the Nifty 500 index, subject to tracking error
- Equity and equity related securities covered by Nifty 500 Index
- Long term capital growth



Riskometer

Investors understand that their principal will be at Moderately High Risk

Mutual Fund investments are subject to market risks, read all scheme related documents carefully

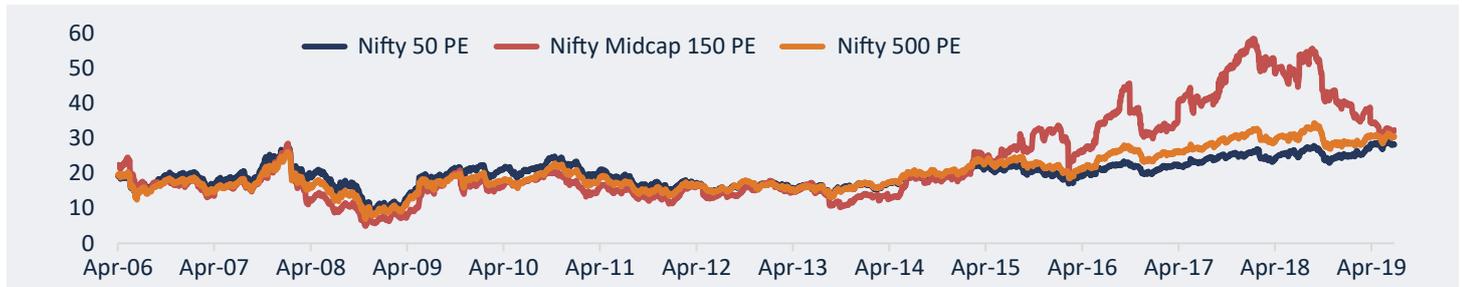


Why invest in an Index Fund?

- Retirement Funds are mandated to invest at least 5% of annual accretion in Equities. Many of them have opted Equity ETFs/Index Funds for equity investment.
- **Eliminates fund manager risk** and therefore the risk of underperforming the benchmark
- **Diversification** –Generally tracks broad based indices thus reducing the impact of decline in value of any one stock or industry, sector
- **Low Costs** –Since index funds are passively managed, cost are kept relatively low
- **Long-term** – Fund managers change the stocks frequently. An investor who is looking to invest for over 10 years+ is better suited for index funds



Valuation Comparison



- The above graph compares the valuation of three of the most popular indexes via PE (Price/Earnings) Ratio. A high PE Ratio means high valuations for the index.
- The graph shows a steep correction of mid-cap valuations over the last 12-18 months. Despite the sharp correction – Nifty 500 Index shows little movement.
- Thus - Nifty 500 Index can absorb risk of mid and small-cap stocks while giving better returns than Nifty 50 Index

Data as on 28th June 2019 Source: MOAMC Internal Research

Disclaimer: The above graph is used to explain the concept and is for illustration purpose only and should not be used for development or implementation of an investment strategy. Past performance may or may not be sustained in Future.



Multicap MFs performance vs Benchmark

Scheme Name	1 Year	2 Year	3 Year	5 Year	7 Year	10 Year	15 Year
Multicap Funds Category average	7.06	7.19	11.86	11.36	15.28	13.49	17.06
Indices							
Nifty 500 TRI	8.11	9.31	13.58	10.96	14.42	11.88	16.11

- Multi-cap funds have historically performed better based over the long-term but is starting to show underperformance over the last 3 years.

Indices	1 Year	2 Year	3 Year	5 Year	7 Year	10 Year
Nifty 500 TRI	8.11	9.31	13.58	10.96	14.42	11.88
Nifty 50 TRI	12.7	12.95	14.67	10.81	13.95	11.76
Nifty Midcap 150 TRI	1.36	4.80	12.93	13.23	17.80	15.11
Nifty Smallcap 250 TRI	-8.43	-5.88	5.67	7.15	13.61	11.68

- Based on Risk/Return framework – Nifty 500 Index is expected to perform better than Nifty 50 Index but lower than small-cap and mid-cap funds

Data as on 28th June 2019 All figures are in % Source: MOAMC Internal Research

Past performance may or may not be sustained in Future.



About Nifty 500 Index

- The NIFTY 500 index represents top 500 companies selected based on full market capitalization from the eligible universe.
- NIFTY 500 Index is computed using free float market capitalization method, wherein the level of the index reflects the total free float market value of all the stocks in the index relative to particular base period.



About Motilal Oswal Nifty 500 Fund

Type of Scheme: An open ended scheme replicating/tracking Nifty 500 Index

Investment Objective: The scheme seeks investment return that corresponds to the performance of Nifty 500 Index, subject to tracking error. However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

Benchmark: Nifty 500 Index TRI

Exit Load: 1%- If redeemed on or before 3 months from the date of allotment. Nil- If redeemed after 3 months from the date of allotment.

Entry Load: N/A

Fund Manager: Mr. Swapnil Mayekar