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# Motilal Oswal International Funds

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**Gateway to LOW COST International Investing**

**Update Date : 31-July-2020**

**THINK EQUITY. THINK MOTILAL OSWAL.**

# Product Suitability

**This product is suitable for investors who are seeking\***

## **Motilal Oswal S&P 500 Index Fund**

- Return that corresponds to the performance of S&P 500 Index subject to tracking error
- Investment in equity securities of S&P 500 Index

## **Motilal Oswal NASDAQ 100 ETF**

- Return that corresponds generally to the performance of the NASDAQ 100 Index, subject to tracking error.
- Investment in equity securities of NASDAQ 100 Index

## **Motilal Oswal NASDAQ 100 Fund of Fund**

- Long term capital appreciation
- Returns that corresponds generally to the performance of the Scheme, Motilal Oswal NASDAQ 100 ETF (MOFN100) through investment in units of MOFN100



**Investors understand that their principal will be at High Risk**

**Motilal Oswal NASDAQ 100 ETF - This is not an index fund; it is Exchange Traded Fund (ETF)**

**Motilal Oswal NASDAQ 100 Fund of Fund - This is not an index fund; it is Fund of Fund (FoF) that invest in underlying ETF**

*\*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.*

# Motilal Oswal International Funds



Description	Motilal Oswal S&P 500 Index Fund	Motilal Oswal NASDAQ 100 FoF	Motilal Oswal NASDAQ 100 ETF
<b>Objective</b>	The Scheme seeks investment return that corresponds to the performance of S&P 500 Index subject to tracking error. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.	The investment objective of the scheme is to seek returns by investing in units of Motilal Oswal Nasdaq 100 ETF. However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.	The Scheme seeks investment return that corresponds (before fees and expenses) generally to the performance of the NASDAQ-100 Index, subject to tracking error. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.
<b>Underlying Benchmark</b>	<b>S&amp;P 500 TR Index</b>	<b>NASDAQ 100 TR Index</b>	<b>NASDAQ 100 TR Index</b>
<b>Fund Manger</b>	Mr. Herin Visaria and for Debt component - Mr. Abhiroop Mukherjee	Mr. Swapnil Mayekar and for Debt component - Mr. Abhiroop Mukherjee	Mr. Herin Visaria and for Debt component - Mr. Abhiroop Mukherjee
<b>Allotment Date</b>	28-Apr-2020	29-Nov-2018	29-Mar-2011
<b>Total Expense Ratio</b>	Direct – 0.49% Regular – 1.19%	Direct – 0.10% Regular – 0.50%	0.54%
<b>AUM (in crores) (31-Jul-20)</b>	327.2 INR Crores	873.0 INR Crores	1365.3 INR Crores
<b>Continuous Offer</b>	<b>For Lumpsum and SIP -</b> <ul style="list-style-type: none"> <li>• Minimum Application Amount : INR 500/- and in multiples of INR 1/- thereafter</li> <li>• Additional Application Amount : INR 500/- and in multiples of INR 1/- thereafter</li> </ul>		

*Motilal Oswal NASDAQ 100 ETF - This is not an index fund; it is Exchange Traded Fund (ETF)*

*Motilal Oswal NASDAQ 100 Fund of Fund - This is not an index fund; it is Fund of Fund (FoF) that invest in underlying ETF*

**Source:** MOAMC. Data as of 31-Jul-2020.



# Why Invest in International Markets

- **Diversification**
  - Low Correlation to domestic markets
  - Help reduce portfolio volatility
- **Growth**
  - Exposure to different markets
  - Global Brands
- **Exposure to Currency**
  - By investing in International securities, we are not just exposed to International market, but in addition we are exposed to currency movement.
  - Historically USD has appreciated against INR.
  - The appreciation of USD add to the returns in INR returns

# Diversification Opportunity

- Both S&P 500 and NASDAQ 100 in INR has **very low correlation with Indian equities**
- Lower correlation offers **opportunity for diversification.**
- Combining assets that are less/not correlated may help **reduce portfolio volatility**

15 Year Correlation Matrix	Nifty 50 TR Index	Nifty 500 TR Index	Nifty 5 yr Benchmark G-Sec Index	^S&P 500 TR Index (INR)	^NASDAQ 100 TR Index (INR)
Nifty 50 TR Index	1.00	0.99	0.12	0.24	0.19
Nifty 500 TR Index		1.00	0.13	0.23	0.18
Nifty 5 yr Benchmark G-Sec Index			1.00	0.00	0.04
^S&P 500 TR Index (INR)				1.00	0.48
^NASDAQ 100 TR Index (INR)					1.00

*Data Source: Index Values – [www.niftyindices.com/Bloomberg/AMFI](http://www.niftyindices.com/Bloomberg/AMFI), Forex Rate - RBI/Thomson Reuters. Correlation of daily total returns as of Close of 30-Jun-2005 to 30-Jun-2020. ^ denotes the index currency conversion. Performance results have many inherent limitations and no representation is being made that any investor will, or is likely to achieve. Past performance may or may not be sustained in future. The above data 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.*

# Growth - Unique Combination

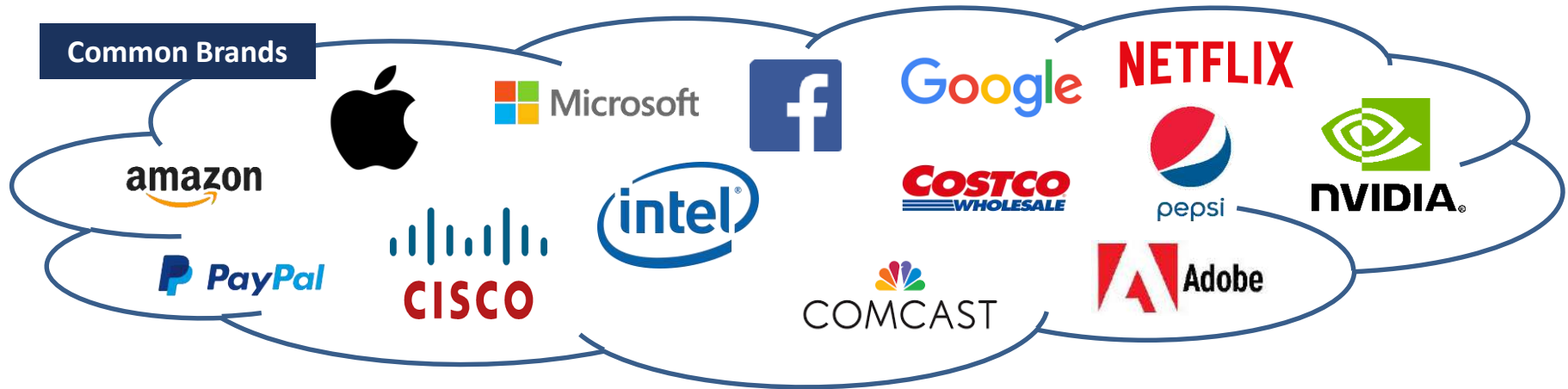
Country	2018 GDP (\$ trillion)	% of World GDP	Rank by GDP	10 Year GDP Growth Rate (2008-2018)
USA	20.5	23.8%	1	3.4%
India	2.7	3.1%	6	8.5%
World	86	--	--	--
USA + India	US \$ 23.2 trillion	27.0%		

**World's Largest GDP + World's Fastest Growing GDP**

- \*Investing in USA and India offers an opportunity to invest in world's largest GDP (i.e. USA) and world's fastest growth GDP (i.e. India).
- The combined exposure is 27% of global GDP

Source: [https://data.worldbank.org/indicator/NY.GDP.MKTP.CD?most\\_recent\\_value\\_desc=true](https://data.worldbank.org/indicator/NY.GDP.MKTP.CD?most_recent_value_desc=true); \*Data as of 2018. The information / data herein alone is not sufficient and shouldn't be used for implementation of an investment strategy. It should not be construed as investment advice to any party. All opinions, figures, estimates and data included in this article are as on date. The article does not warrant the completeness or accuracy of the information and disclaims all liabilities, losses and damages arising out of the use of this information. The statements contained herein may include statements of Readers shall be fully responsible/liable for any decision taken on the basis of this article.

# Both indices offer exposure to various brands that commonly are used by Indian



## Global Brands only in S&P 500 Index

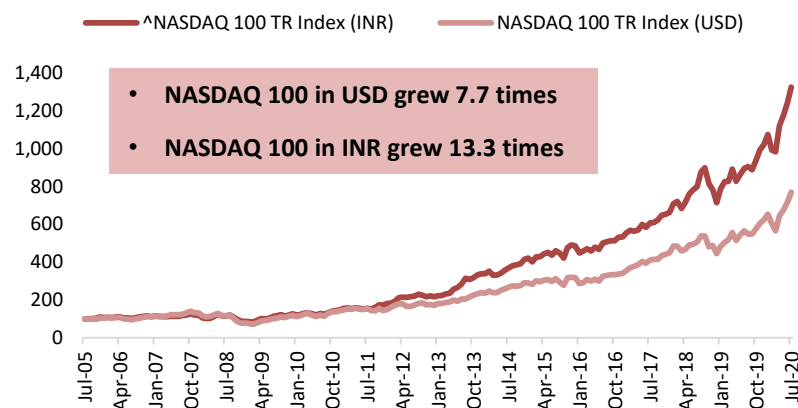
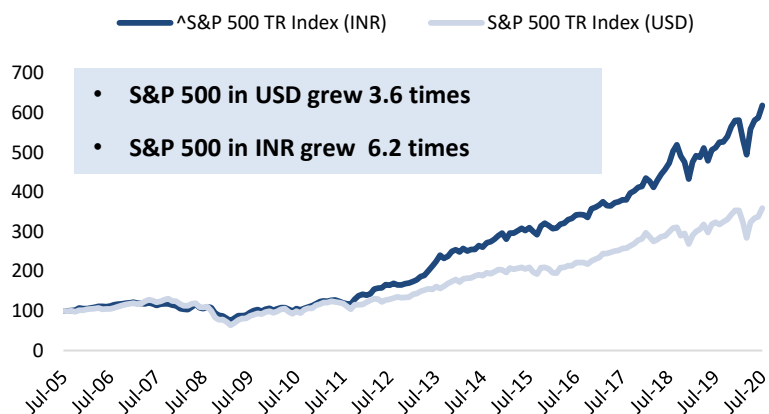
## Global Brands only in NASDAQ 100 Index

VISA, mastercard, P&G, AT&T, WALT DISNEY, Coca-Cola, Johnson & Johnson, JPMorganChase

Baidu 百度, LIBERTY GLOBAL, TESLA, Trip.com

Source: Index Constituents - S&P Dow Jones Indices and NASDAQ; Data as of 31-Jul-2020; The Stocks mentioned above are used to explain the concept and is for illustration purpose only and should not be used for development or implementation of an investment strategy. It should not be construed as investment advice to any party. The stocks may or may not be part of our portfolio/strategy/ schemes. Past performance may or may not be sustained in future.

# Currency - USD Appreciation increases performance in INR (Dollar Hedge)



Calendar Year Returns	^S&P 500 TR Index (INR)	S&P 500 TR Index (USD)	INR-USD	^NASDAQ 100 TR Index (INR)	NASDAQ 100 TR Index (USD)
2010	10.45%	15.06%	-4.01%	15.33%	20.14%
2011	21.16%	2.11%	18.66%	23.38%	3.98%
2012	19.46%	15.96%	3.02%	19.07%	15.57%
2013	49.60%	32.39%	13.00%	56.99%	38.93%
2014	16.37%	13.69%	2.36%	24.31%	21.44%
2015	6.23%	1.38%	4.78%	15.22%	9.96%
2016	14.76%	11.93%	2.54%	9.82%	7.10%
2017	14.66%	21.83%	-5.89%	24.65%	32.45%
2018	4.33%	-4.38%	9.11%	7.61%	-1.38%
2019	34.13%	31.49%	2.01%	42.91%	40.09%
Dec-19 to Jul-20	6.55%	1.59%	4.97%	29.84%	23.69%

Data Source: Bloomberg, FBIL/RBI/Thomson Reuter and MOFSL; Performance as of Close of July 31, 2005 – July 31, 2020; ^ denotes the index currency conversion. Performance results have many inherent limitations and no representation is being made that any investor will, or is likely to achieve. Past performance may or may not be sustained in future. 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.



One of the premier benchmark for the U.S. stock market's performance.

# **S&P 500 INDEX**

# S&P 500 Index: Fun Facts



**Bluest of Blue Chips**

Leading 500  
companies in  
US



**ECONOMY**  
Gauge of Economy

One of the  
factors used in  
the forecast of  
economic  
direction



**Largest Index AUM**

Top 4 passive  
funds by AUM  
world wide  
tracks S&P 500  
Index



**One of the Preferred Mode**

Investors like  
Warren Buffett,  
Burton Malkiel  
& John Bogle  
recommend  
S&P 500 index  
fund

Source; Marketwatch.com, ETFDB.com, conference-board.org; The above facts is for educational purpose, shouldn't be construed as investment advise to any party.

# S&P 500 Index: Introduction

The **S&P 500® index** is widely regarded as one of the best single gauge of large-cap U.S. equities. The index is designed to measure the performance of leading 500 companies listed in United States and covers approximately 80% of available market capitalization.

## Attributes –

- **Very long track record** of over 63 years
- **World's one of the most popular and tracked index**; S&P 500 Index has largest asset tracked/benchmarked globally
- **Pure large caps** exposure
- **Global Exposure** - In 2018, more than 40% of the sales of S&P 500 constituents were reported from foreign countries
- **Dollar hedge** for Indian investors
- **Very low correlation** with Indian equity market

*Source: S&P Dow Jones Indices; Paper – 'S&P 500® 2018: Global Sales'*

# S&P 500 Index: Methodology Snapshot

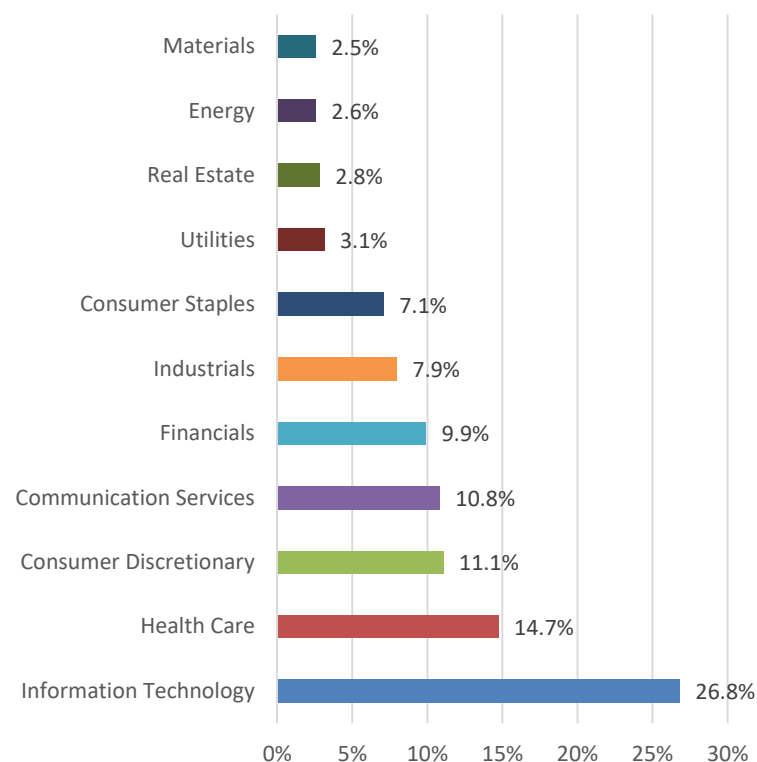
<b>Universe</b>	All constituents must be US companies
<b>Minimum Market Capitalization:</b>	Total Market Capitalization USD 8.2 Billion Free Float Market Capitalization USD 4.1 Billion
<b>Profitability:</b>	Positive reported earning in recent quarter
<b>Liquidity</b>	Turnover Ratio > 1 and Number of stock traded > 250000 over last 6 months
<b>Weighting:</b>	Free Float Mcap Weighted
<b>Rebalancing:</b>	Rebalancing – Quarterly; Reconstitution – As-needed basis

Source: <https://us.spindices.com/indices/equity/sp-500>. Methodology as of 30-Jun-2020; for detailed index methodology please log on to source website.

# Motilal Oswal S&P 500 Index Fund : Top 10 Companies and Sector Weights

Constituent Name	Index Weight	GICS Name
Apple INC	5.8%	Information Technology
Microsoft Corp	5.7%	Information Technology
Amazon Com Inc	4.7%	Consumer Discretionary
Facebook Inc-Class A	2.1%	Communication Services
Alphabet Inc A	1.7%	Communication Services
Alphabet Inc	1.7%	Communication Services
JOHNSON AND JOHNSON	1.4%	Health Care
Berkshire Hathaway Inc	1.4%	Financials
Visa Inc	1.2%	Information Technology
PROCTER AND GAMBLE CO	1.2%	Consumer Staples
<b>Total</b>	<b>26.9%</b>	<b>--</b>

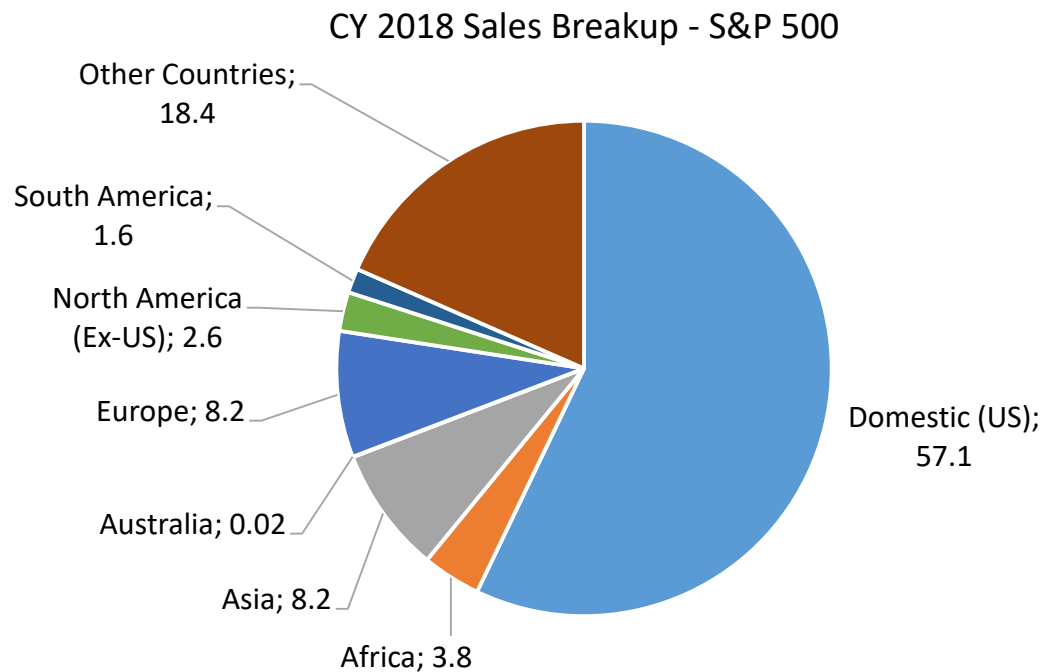
## GICS Sector Index Weight (%)



Source: MOAMC; Data as of Jul 31, 2020; Sectors - Global Industry Classification Standard (GICS) by MSCI & S&P Dow Jones Indices; the stocks/sectors mentioned above are used to explain the concept and is for illustration purpose only and it should not be used for development or implementation of an investment strategy. It should not be construed as investment advice to any party. The stocks may or may not be part of our portfolio/strategy/schemes. Past performance may or may not be sustained in future.

# S&P 500 Index: Global Exposure in terms of Sales

Historically the a large portion of sales of S&P 500 constituents' was from foreign countries.



*Source: S&P Dow Jones Indices; Paper on - sp-500-global-sales-2018; Published in August 2019; The information / data herein alone is not sufficient and shouldn't be used for implementation of an investment strategy. It should not be construed as investment advice to any party. All opinions, figures, estimates and data included in this article are as on date. The article does not warrant the completeness or accuracy of the information and disclaims all liabilities, losses and damages arising out of the use of this information. The statements contained herein may include statements of Readers shall be fully responsible/liable for any decision taken on the basis of this article.*

One of the popular benchmark in U.S. stock market's

# **NASDAQ 100 INDEX**

# NASDAQ 100 Index: Introduction

The **NASDAQ-100 Index**<sup>®</sup> includes 100 of the largest non-financial companies listed on The Nasdaq Stock Market<sup>®</sup>, based on market capitalization.

## Attributes –

- Includes **top 100 domestic and international** non-financial companies listed at NASDAQ Stock Market.
- Index reflects companies across **computer hardware, and software, telecommunications, retail/wholesale trade and biotechnology**.
- In order to avoid concentration, the maximum weight of any **index constituent is capped at 24%**; further total weight of stock with weight greater than 4.5% is capped at 48%.
- Index is **reviewed in December** each year
- Index has **very long track record**, first index values starts **since January 31, 1985** with **base value of 125**.
- While the Nasdaq-100 is home to some of the most well-known names in technology— including **Apple, Microsoft, Alphabet, Intel, and Facebook**—the index also includes category-defining companies on the forefront of innovation in other key industries such as **Amgen, Starbucks, and Tesla**.
- **Dollar hedge** for Indian investors
- **Very low correlation** with Indian equity market

Source: [https://indexes.nasdaqomx.com/docs/methodology\\_NDX.pdf](https://indexes.nasdaqomx.com/docs/methodology_NDX.pdf); Data as of 30-Jun-2020; for detailed index methodology please log on to source website. The Stocks mentioned above are used to explain the concept and is for illustration purpose only and should not used for development or implementation of an investment strategy. It should not be construed as investment advice to any party. The stocks may or may not be part of our portfolio/strategy/ schemes. Past performance may or may not be sustained in future. The sector mentioned herein are for general and comparison purpose only and not a complete disclosure of every material fact.



# NASDAQ 100 Index: Methodology Snapshot



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<b>Listing:</b>	All securities must be exclusively <b>listed at NASDAQ</b>
<b>Sector Exclusion:</b>	Only security issued by a <b>non-financial company</b> is eligible
<b>Liquidity:</b>	Average Daily traded <b>Volume &gt; 2,00,000 shares</b> over past 3 months
<b>Company Selection:</b>	<b>Top 100 companies by total market capitalization</b> , subject to buffer of 25 companies
<b>Weighting:</b>	Maximum <b>weight of constituent is capped at 24%</b> ; further total weight of stocks with weight > 4.5% is capped at 48%
<b>Rebalancing:</b>	Constituents' <b>weight is rebalanced each quarter</b> ; while the index undergoes <b>reconstitution each year</b> in December

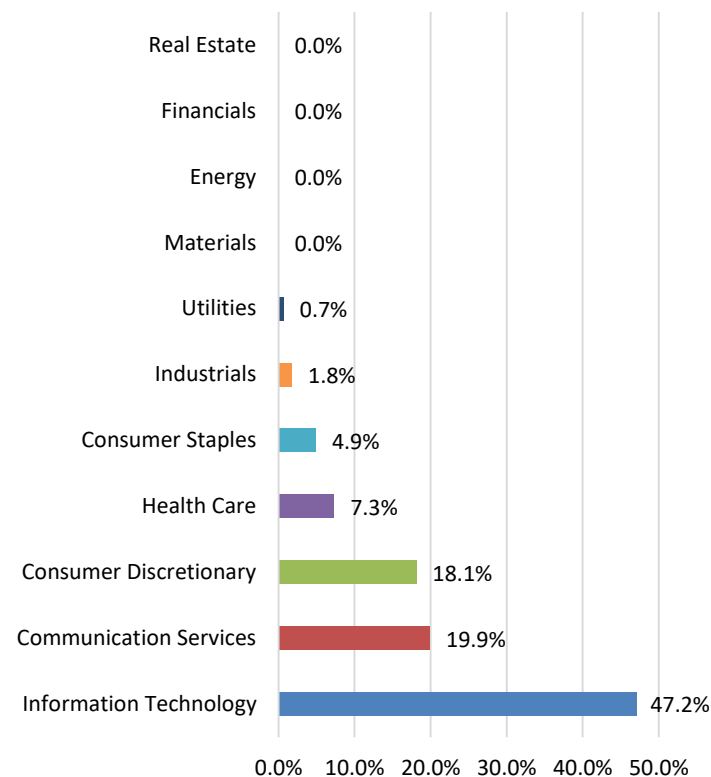
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Source: [https://indexes.nasdaqomx.com/docs/methodology\\_NDX.pdf](https://indexes.nasdaqomx.com/docs/methodology_NDX.pdf); Data as of 30-Jun-2020; for detailed index methodology please log on to source website.

# Motilal Oswal NASDAQ 100 ETF: Top 10 Companies and Sector Weights

Constituent Name	Index Weight	GICS Name
Apple INC	12.1	Information Technology
Microsoft Corp	11.2	Information Technology
Amazon Com Inc	11.0	Consumer Discretionary
Facebook Inc-Class A	4.1	Communication Services
Alphabet Inc A	3.8	Communication Services
Alphabet Inc	3.7	Communication Services
Tesla Inc	2.5	Consumer Discretionary
Nvidia Corp Com	2.4	Information Technology
Paypal Holdings Inc	2.1	Information Technology
Netflix Inc	2.0	Communication Services
<b>Total</b>	<b>54.8%</b>	--

## GICS Sector Index Weight (%)



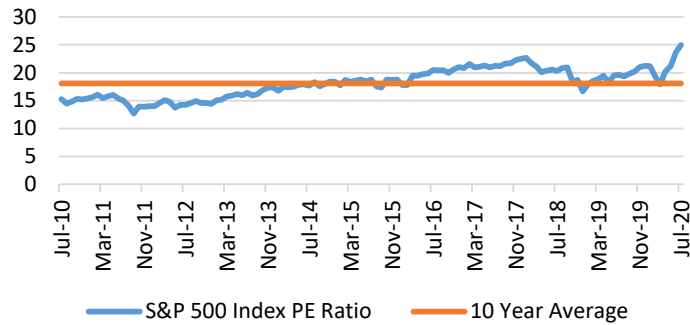
**This is not an index fund; it is Exchange Traded Fund (ETF)**

Source: MOAMC; Data as of Jul 31, 2020; Sectors - Global Industry Classification Standard (GICS) by MSCI & S&P Dow Jones Indices; the stocks/sectors mentioned above are used to explain the concept and is for illustration purpose only and it should not be used for development or implementation of an investment strategy. It should not be construed as investment advice to any party. The stocks may or may not be part of our portfolio/strategy/schemes. Past performance may or may not be sustained in future.

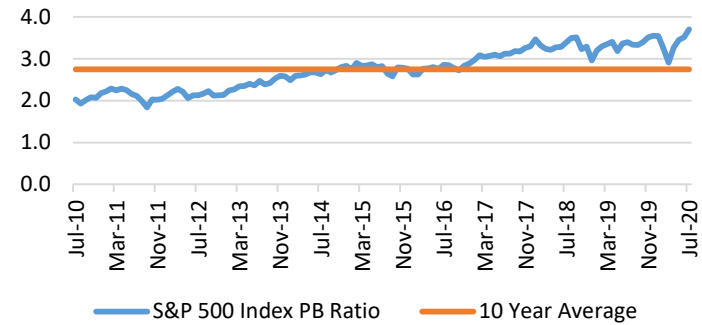
# VALUATION MULTIPLES

# S&P 500 Index: Multiples have reached 10 year high

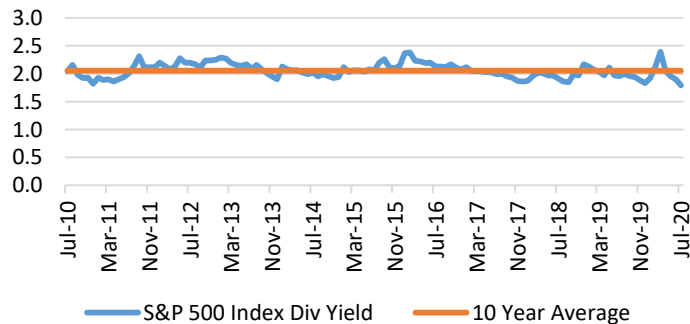
### S&P 500 Index PE



### S&P 500 Index PB



### S&P 500 Index Dividend Yield

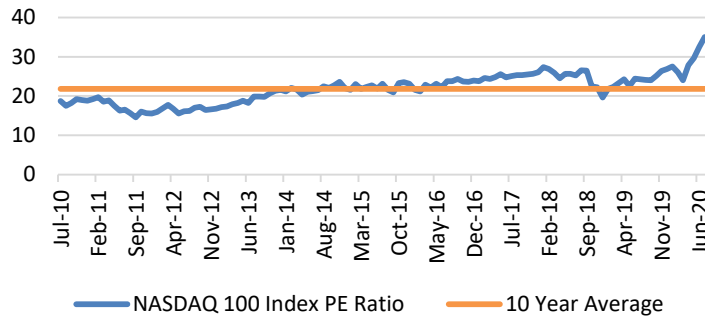


After current recovery post Covid 19 crash, PE and PB ratio are above 10 year average, where as Div Yield fallen below 10 year average

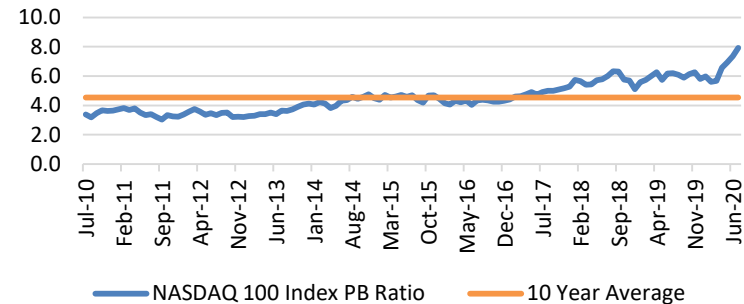
Data Source: Bloomberg; Data from July 31, 2010 to July 31, 2020; The above graph is used to explain the concept and is for illustration purpose only and should not used for development or implementation of an investment strategy. Past performance may or may not be sustained in future

# NASDAQ 100 Index: Multiples have reached 10 year high

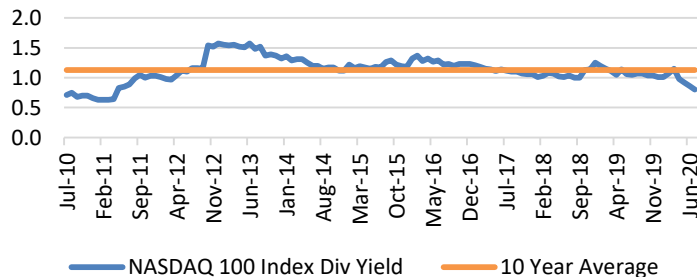
### NASDAQ 100 Index PE



### NASDAQ 100 Index PB



### NASDAQ 100 Index Div Yield

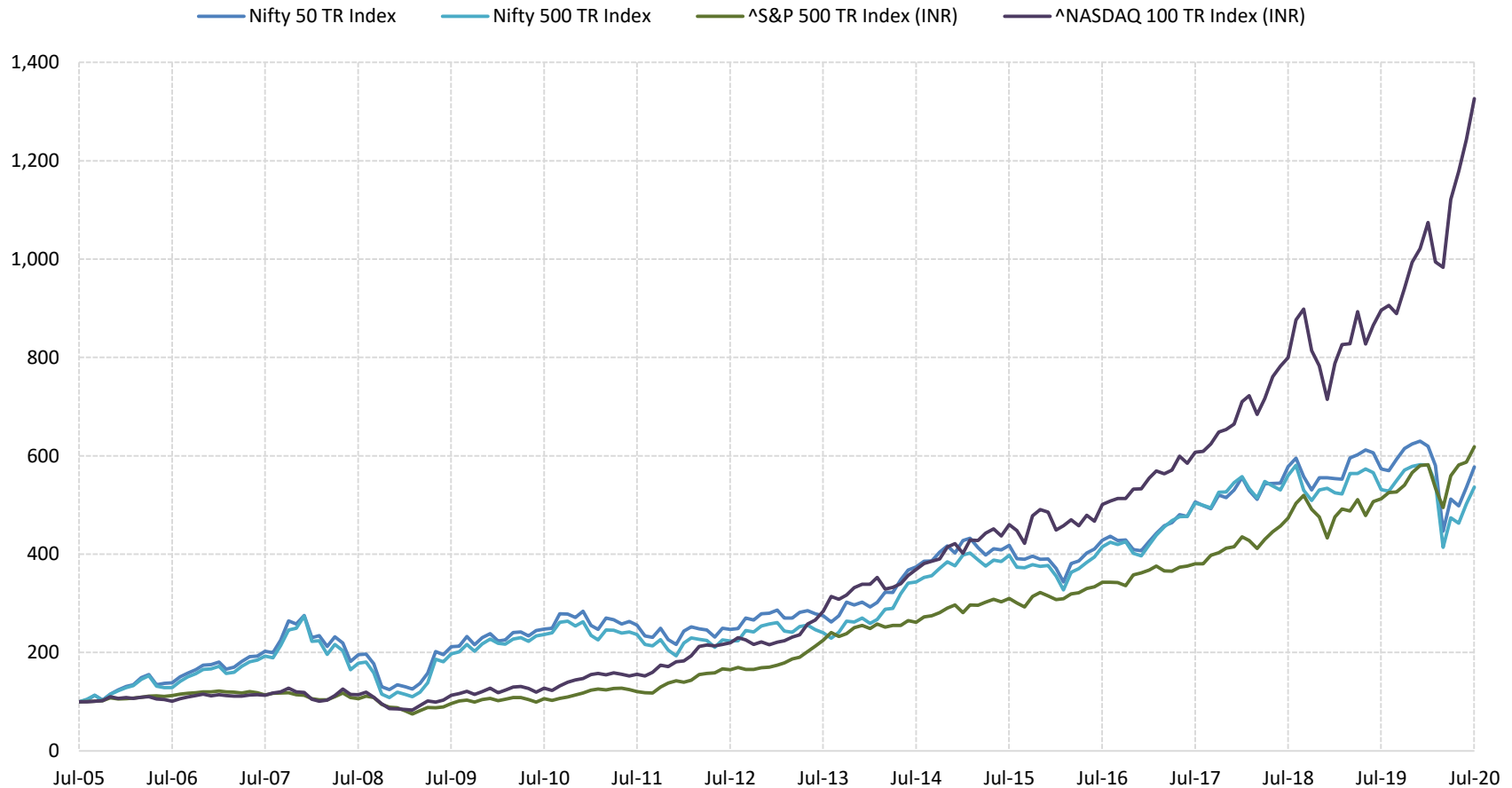


After current recovery post Covid 19 crash, PE and PB ratio are above 10 year average, where as Div Yield fallen below 10 year average

Data Source: Bloomberg; Data from July 31, 2010 to July 31, 2020; 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

# **HISTORICAL PERFORMANCE : S&P 500 INDEX & NASDAQ 100 INDEX**

# Historical Performance of Domestic and International Indices



Data Source: Index Values - [www.niftyindices.com/Bloomberg/MOAMC](http://www.niftyindices.com/Bloomberg/MOAMC), Forex Rate - RBI/Thomson Reuter and MOFSL; Performance as of Close of 31-July-2005 to 31-Jul-2020  
^ denotes the index currency conversion. Monthly index values. Performance results have many inherent limitations and no representation is being made that any investor will, or is likely to achieve. Past performance may or may not be sustained in future. 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.

# Risk Return Profile (in INR)

Index	Data Label	1 year	3 year	5 year	7 year	10 year	15 year
Nifty 50 TR Index (INR)	<b>CAGR</b>	0.7%	4.5%	6.7%	11.2%	8.8%	12.4%
Nifty 500 TR Index (INR)		1.0%	2.1%	6.2%	12.2%	8.5%	11.8%
^S&P 500 TR Index (INR)		20.7%	17.6%	14.8%	15.5%	19.3%	12.9%
^NASDAQ 100 TR Index (INR)		48.0%	29.7%	23.6%	24.6%	26.4%	18.8%

Nifty 50 TR Index (INR)	<b>Annualised Volatility</b>	31.2%	20.5%	18.2%	17.5%	17.5%	22.8%
Nifty 500 TR Index (INR)		29.4%	19.8%	17.8%	17.1%	16.9%	22.0%
^S&P 500 TR Index (INR)		34.2%	23.1%	19.9%	18.5%	18.5%	20.9%
^NASDAQ 100 TR Index (INR)		32.6%	24.7%	21.6%	19.9%	19.5%	22.1%

Nifty 50 TR Index (INR)	<b>Risk Adjusted Returns</b>	0.022	0.217	0.367	0.639	0.506	0.543
Nifty 500 TR Index (INR)		0.033	0.105	0.347	0.711	0.503	0.538
^S&P 500 TR Index (INR)		0.605	0.761	0.743	0.841	1.045	0.618
^NASDAQ 100 TR Index (INR)		1.471	1.205	1.091	1.237	1.355	0.850

Data Source: Bloomberg, FBIL/RBI/Thomson Reuter and MOFSL; Performance as of Close of 31-Jul-2005– 31-Jul-2020; ^ denotes the index currency conversion. Performance results have many inherent limitations and no representation is being made that any investor will, or is likely to achieve. Past performance may or may not be sustained in future. The above graph is used to explain the concept and is for illustration purpose only and should not used for development or implementation of an investment strategy. Past performance may or may not be sustained in future.



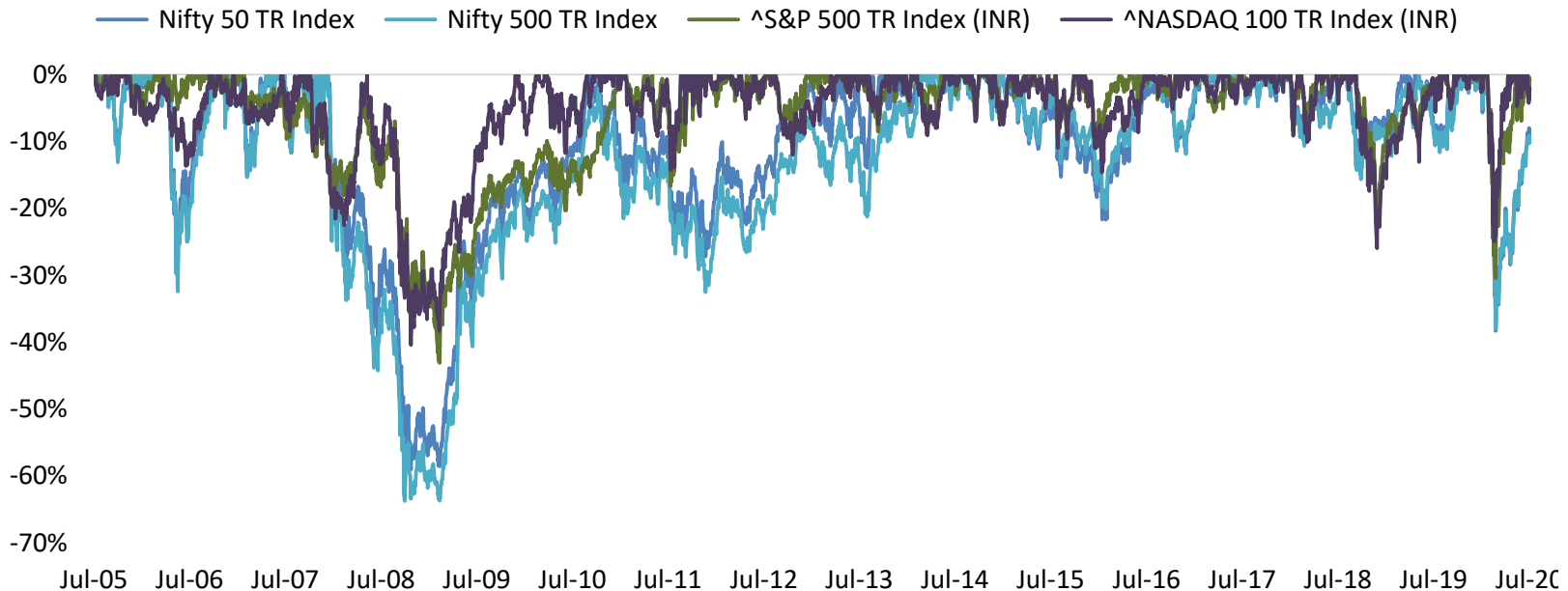
# Rolling Returns (in INR)

Data Label	Nifty 50 TR Index (INR)	Nifty 500 TR Index (INR)	^S&P 500 TR Index (INR)	^NASDAQ 100 TR Index (INR)
<b>3 Year Rolling Returns</b>				
Average	10.8%	10.9%	13.6%	19.0%
Median	10.8%	11.8%	15.5%	21.5%
Min	-5.0%	-8.7%	-13.3%	-11.6%
Max	29.5%	31.0%	36.1%	39.9%
# of Overservation (days)	2965	2965	2965	2965
# of + ve (days)	2884	2706	2439	2788
# of - ve (days)	81	259	526	177
<b>5 Year Rolling Returns</b>				
Average	11.05%	11.31%	15.07%	20.36%
Median	11.67%	11.62%	16.77%	22.13%
Min	-1.91%	-1.87%	-1.17%	4.09%
Max	22.87%	21.94%	29.03%	34.25%
# of Overservation (days)	2465	2465	2465	2465
# of + ve (days)	2459	2428	2451	2465
# of - ve (days)	6	37	14	0

Data Source: Index Values - [www.niftyindices.com/Bloomberg](http://www.niftyindices.com/Bloomberg), Forex Rate - RBI/Thomson Reuter and MOFSL; Performance as of Close of 30-Jun-2005 to 30-Jun-2020. ^ denotes the index currency conversion. Performance results have many inherent limitations and no representation is being made that any investor will, or is likely to achieve. Past performance may or may not be sustained in future. The above table/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

# Drawdown (in INR)

## S&P 500 and NASDAQ 100 Index experienced least drawdown as compared to domestic indices



Data Label	Nifty 50 TR Index (INR)	Nifty 500 TR Index (INR)	^S&P 500 TR Index (INR)	^NASDAQ 100 TR Index (INR)
<b>Maximum Drawdown</b>	-59.50%	-63.71%	-43.10%	-40.41%
<b>DD Date</b>	27-Oct-08	27-Oct-08	09-Mar-09	20-Nov-08

Data Source: RBI, Bloomberg and niftyindices.com; ^Denotes Values converted in INR using RBI forex rates, Month-end Drawdown Chart. Performance Data from Jul 31, 2005 – Jul 31, 2020. Hypothetical performance results have many inherent limitations and no representation is being made that any investor will, or is likely to achieve, performance similar to that shown. 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.

# **S&P 500 INDEX COMPARISON WITH NASDAQ 100 INDEX**

# Key differences between S&P 500 Index and NASDAQ 100 Index

CRITERIA	S&P 500	NASDAQ 100
<b>Theme</b>	Broad Market	Technology Heavy
<b>Eligible Stock Exchange</b>	Various stock exchanges including NASDAQ	Stocks listed only on NASDAQ
<b>US Mcap Coverage</b>	~82.38%	~40.13%
<b>Number of Companies</b>	500	100
<b># of Common Stocks</b>	83	83
<b>Weight of Common Stocks</b>	40.48%	92.35%
<b>Sectors</b>	All 11 GICS <sup>s</sup> Sectors Covered	Represents 7 GICS <sup>s</sup> sectors out of 11 sectors
<b>Largest Sector (weight)</b>	Information Technology (26.8%) <sup>#</sup>	Information Technology (47.2%) <sup>#</sup>

*www.spindices.com ; [www.indexes.nasdaqomx.com/](http://www.indexes.nasdaqomx.com/); ~ denotes approximate numbers. # Data as of 31-Jul-2020. \$ <https://www.msci.com/gics>. The table above may have inherent limitations and no representation is being made that any investor will, or is likely to achieve, results similar to that shown in future*

# Thank you



*“Opportunities come infrequently. When it rains gold, put out the bucket, not the thimble.”*

*- By Warren Buffett*

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### Currency Risk:

The fund may invest in overseas mutual fund / foreign securities as permitted by the concerned regulatory authorities in India. Since the assets will be invested in securities denominated in foreign currencies, the Indian Rupee equivalent of the net assets, distributions and income may be adversely affected by changes/fluctuations in the value of the foreign currencies relative to the Indian Rupee.

### Country Risk:

The Country risk arises from the inability of a country, to meet its financial obligations. It is the risk encompassing economic, social and political conditions in a foreign country, which might adversely affect foreign investors' financial interests.

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