

# Motilal Oswal Multi-Asset Fund

(An open ended scheme investing in Equity, International Equity Index Funds/ Equity ETFs, Debt and Money Market Instruments and Gold Exchange Traded Funds)



Where should I Invest?



Equities

But what if markets correct again?



Debt/  
Fixed Income

What if there are downgrades? Are low yields compensating for the risks?



Real Estate

What about liquidity? And I am hearing there is an impending crash!



Gold

Hasn't it run up already?

## Presenting - MOTILAL OSWAL MULTI ASSET FUND



A diversified multi asset fund which aims to generate long-term capital appreciation by investing in multiple asset classes with a lower volatility, yet aiming for reasonable returns.

**NFO** Opens: 15<sup>th</sup> July, 2020  
Closes: 27<sup>th</sup> July, 2020

Contact your Financial Advisor or  
**INVEST NOW**

**THINK EQUITY  
THINK MOTILAL OSWAL**

**MOTILAL OSWAL**  
Asset Management  
**MUTUAL FUND**

**BUY RIGHT  
SIT TIGHT**

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

Asset allocation is a chemistry

One needs to understand the interplay of the properties of asset classes and how they react when they are forced together into a multi asset combination. It can't be performed by having a view on individual asset classes because the view is subject to failure; the chemistry is not...

## Let the Power of 4 work for you

	Minimum	Maximum	Investment Approach
Equity & Equity related	10%	50%	Large Cap Oriented bottom up stock picking based on QGLP Framework
International Equity Index Funds/ Equity ETFs			Passive through Motilal Oswal S&P 500 Index Fund
Debt, Money Market Instruments	40%	80%	Medium Term maturity, Very high credit quality
Gold Exchange Traded Funds	10%	20%	Passive through a Gold ETF

## How has it worked in the past?

### With Zero Negative returns on a 3 year Rolling Basis

Category	Multi Asset Strategy	CRISIL Composite Bond Fund Index	Nifty 50 TR Index
Minimum Returns	4.03%	2.25%	-5.01%
Maximum Returns	16.42%	13.02%	60.28%
<b>Average Returns</b>	<b>10.31%</b>	<b>6.97%</b>	<b>16.85%</b>
<b>Negative Observations</b>	<b>0</b> } <b>0%</b>	<b>0</b> } <b>9.2%</b>	<b>130</b> } <b>12.6%</b>
<b>0% to 4%</b>	<b>0</b> } <b>observations</b>	<b>348</b> } <b>observations</b>	<b>347</b> } <b>observations</b>
4% to 6%	72	726	258
6% to 8%	128	1694	305
8% to 10%	1630	704	342
10% to 12%	1376	249	419
12% to 14%	463	67	376
14% to 16%	101	0	285
Above 16%	18	0	1375
	<b>94.7%</b> } <b>observations</b>	<b>71.6%</b> } <b>observations</b>	<b>81.9%</b> } <b>observations</b>

The interplay of multiple asset classes help reduce volatility and drawdowns. If we add dynamic rebalancing between debt and equity – it optimizes returns further. 'Zero' negative in 3 years rolling period and ~ 95% observations above 8% returns.

Source: Bloomberg and MOAMC Internal research. Disclaimer: The above data 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.

**Above chart is the distribution of 3 year rolling returns of the simulated backtest. Total number of observations are 3788. Returns are calculated on a daily rolling basis. Backtest returns are gross of expenses.**

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## MOVI : Benefits of Dynamic Rebalancing

### Dynamic rebalancing (purely) based on the 30DMA of MOVI-MAF

MOVI bands	Equity	Debt	Minimum International Equity Index/ETFs	Minimum Gold ETFs
Less than 70	25.0%-27.5%	55.0%-52.5%	10%	10%
70-80	22.5%-25.0%	57.5%-55.0%	10%	10%
80-90	20.0%-22.5%	60.0%-57.5%	10%	10%
90-100	17.5%-20.0%	62.5%-60.0%	10%	10%
100-110	15.0%-17.50%	65.0%-62.5	10%	10%
110-120	12.5%-15.0%	67.5%-65.0%	10%	10%
120-130	10.0%-12.5%	70.0%-67.5%	10%	10%
Greater than 130	7.5%-10.0%	72.5%-70%	10%	10%

- The Fund will use Motilal Oswal Value Index (MOVI-MAF) as an indicator for the asset allocation between Equities and Debt.
- A low MOVI level indicates that the market valuation appears to be cheap and one may allocate a higher percentage of their investments to Equity as an asset class.
- A high MOVI level indicates that the market valuation appears to be expensive and that one may reduce their equity allocation.
- The asset allocation shall be reviewed twice a month based on the MOVI Band mentioned above

## 4 Reasons why you should invest in MO Multi Asset Fund?

01

Nearly 1/3rd the volatility of individual asset classes (Equity, International Equity & Gold)

02

Considerably better risk adjusted returns over fixed income, equity and even balanced funds

03

The 3 year rolling returns, noted positive minimum returns of 4.0% and a maximum return of 16.4%.

04

Most importantly: ZERO number of days with negative returns for investment period of 3 years.

## Fund details

<b>Scheme Name</b>	Motilal Oswal Multi Asset Fund																					
<b>Type of Scheme</b>	An open ended scheme investing in Equity, International Equity Index Funds/ Equity ETFs, Debt and Money Market Instruments and Gold Exchange Traded Funds																					
<b>Scheme Category</b>	Multi Asset Allocation																					
<b>Investment Objective</b>	<p>The investment objective is to generate long term capital appreciation by investing in a diversified portfolio comprises of Equity, International Equity Index Funds/ Equity ETFs, Debt and Money Market Instruments and Gold Exchange Traded Funds.</p> <p>However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</p>																					
<b>Benchmark</b>	30% Nifty 50 TRI + 50 % Crisil Short Term Gilt Index + 10% Domestic Price of Gold + 10% S&P 500 Index (TRI)																					
<b>Plans</b>	<p>The Scheme has two Plans: (i) Regular Plan and (ii) Direct Plan</p> <p>Regular Plan is for Investors who purchase/subscribe units in a Scheme through any Distributor (AMFI Registered Distributor/ARN Holder).</p> <p>Direct Plan is for investors who purchase/subscribe units in a Scheme directly with the Fund and is not routed through a Distributor (AMFI Registered Distributor/ARN Holder).</p>																					
<b>MOVI</b>	<p>Motilal Oswal Value Index (MOVI) is a proprietary index of Motilal Oswal Asset Management Company Limited (MOAMC). It is calculated taking into account Price to Earnings (P/E), Price to Book (P/B) and Dividend Yield of the Nifty 50 Index. The MOVI is calculated on 30 Daily Moving Average of the above parameters. A low MOVI level indicates that the market valuation appears to be cheap and one may allocate a higher percentage of their investments to Equity as an asset class. A high MOVI level indicates that the market valuation appears to be expensive and that one may reduce their equity allocation.</p> <p>NSE Indices Ltd. (NSE) is the calculating agent of NIFTY MOVI. NSE shall calculate, compile, maintain and provide NIFTY MOVI values to Motilal Oswal Asset Management Company Ltd. NIFTY MOVI values will be published on the MOAMC website on a daily basis.</p>																					
<b>Options</b>	Each Plan offers Growth Option.																					
<b>Asset Allocation</b>	<table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Allocations (% of total assets)</th> <th>Risk Profile</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> <th>High/Medium/Low</th> </tr> </thead> <tbody> <tr> <td>Equity, Equity related instruments and International Equity Index Funds/ Equity ETFs<sup>^</sup></td> <td>10</td> <td>50</td> <td>High</td> </tr> <tr> <td>Debt, Money Market Instruments</td> <td>40</td> <td>80</td> <td>Medium</td> </tr> <tr> <td>Gold Exchange Traded Funds</td> <td>10</td> <td>20</td> <td>Medium</td> </tr> </tbody> </table> <p><sup>^</sup>As per SEBI Circular no. SEBI/HO/IMD/DF3/CIR/P/2017/114 dated October 6, 2017, Foreign Securities will not be treated as a separate asset class and accordingly International Equity Index Funds/Equity ETFs have been included in Equity and Equity related instruments. The scheme intends to invest in International Equity Index Funds/Equity ETFs upto 20% of net assets.</p>			Instruments	Allocations (% of total assets)		Risk Profile	Minimum	Maximum	High/Medium/Low	Equity, Equity related instruments and International Equity Index Funds/ Equity ETFs <sup>^</sup>	10	50	High	Debt, Money Market Instruments	40	80	Medium	Gold Exchange Traded Funds	10	20	Medium
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<b>Minimum Investment</b>	Rs. 500/- and in multiples of Re. 1/- thereafter.																					
<b>Load Structure</b>	<p>Entry Load: Nil</p> <p>Exit Load:</p> <p>1%- If redeemed on or before 3 months from the date of allotment.</p> <p>Nil- If redeemed after 3 months from the date of allotment.</p>																					
<b>Fund Manager</b>	<table border="1"> <thead> <tr> <th>Fund Manager - Equity Component</th> <th>Fund Manager - Debt Component</th> <th>Fund Manager - International Equity</th> <th>Fund Manager - Gold</th> </tr> </thead> <tbody> <tr> <td>Mr. Siddharth Bothra</td> <td>Mr. Abhiroop Mukherjee</td> <td>Mr. Herin Visaria</td> <td>Mr. Swapnil Mayekar</td> </tr> <tr> <td>Experience: 18 years</td> <td>Experience: 11 years</td> <td>Experience: 11 years</td> <td>Experience: 11 years</td> </tr> </tbody> </table>			Fund Manager - Equity Component	Fund Manager - Debt Component	Fund Manager - International Equity	Fund Manager - Gold	Mr. Siddharth Bothra	Mr. Abhiroop Mukherjee	Mr. Herin Visaria	Mr. Swapnil Mayekar	Experience: 18 years	Experience: 11 years	Experience: 11 years	Experience: 11 years							
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Name of the scheme	This product is suitable for investors who are seeking*	Riskometer
Motilal Oswal Multi Asset Fund (MOFMAF) (An open ended scheme investing in Equity, International Equity Index Funds/Equity ETFs, Debt and Money Market Instruments and Gold Exchange Traded Funds)	<ul style="list-style-type: none"> <li>• Long term capital appreciation by investing in a diversified portfolio.</li> <li>• Investing in Equity, International Equity Index Funds/ Equity ETFs, Debt and Money Market Instruments and Gold Exchange Traded Funds</li> </ul>	 <p>Investors understand that their principal will be at Moderately High risk</p>

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

**Disclaimers:**

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For any Mutual Fund queries ,please call us on +91 81086 22222 /+91 22 40548002 (Press 1) or write to [mfservice@motilaloswal.com](mailto:mfservice@motilaloswal.com) or visit [www.motilaloswalmf.com](http://www.motilaloswalmf.com)

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