

DSP

#INVESTFORGOOD

DSP Nifty 50 Equal Weight ETF

- *India's first ever equally weighted ETF*



| People | Processes | Performance |

INVEST EQUALLY IN THE 50 GEMS OF THE INDIAN STOCK MARKET

Two Core Investment Principles

1. Buy companies that are sector leaders, can ride through cycles

Investing in Nifty 50 Index can help achieve this. However:

- Stock weights are based on market capitalization
- Undue concentration on few stocks (e.g. Reliance Industries ~10.7%)
- Higher concentration on few sectors (e.g. Financial Services 37.2%)

2. Diversify across stocks and sectors

Investing in Nifty 50 Equal Weight Index can help achieve both the above:

- Stock weights are all equal
- Lower stock specific risk (e.g. Reliance Industries ~2.0%)
- Lower sector concentration (e.g. Financial Services 21.7%)

What is Equal Weight Index?



Equal Weight Index is like a smart team: every player has equal potential to perform!

Nifty 50 Equal Weight Index: Balanced diversification

Top 10 stocks of Nifty 50

Company Name	Nifty 50 Index (%)	Nifty 50 Equal Weight Index (%)
Reliance Industries Ltd.	10.7%	2.0%
HDFC Bank Ltd.	9.1%	2.0%
Infosys Ltd.	8.1%	2.0%
HDFC Ltd	6.5%	1.9%
ICICI Bank Ltd.	6.4%	1.9%
TCS Ltd.	5.1%	2.0%
Kotak Mahindra Bank Ltd.	3.9%	2.0%
Hindustan Unilever Ltd.	3.2%	2.0%
ITC Ltd.	2.7%	2.0%
Larsen & Toubro Ltd.	2.7%	2.0%
Total	58.3%	19.7%

Did you know?
In Nifty 50 Index, weight of the top stock (Reliance Industries, 10.7%) = ~weight of bottom 17 stocks

Source – NSE. Data as on Sep 30, 2021 | The sector(s)/stock(s)/issuer(s) mentioned above do not constitute any research report/recommendation and the schemes of DSP mutual fund may or may not have any future position in these sector(s)/stock(s)/issuer(s).

Nifty 50 Equal Weight Index aims to lower stock specific risk by allocating equal weights to all stocks

Nifty 50 Equal Weight Index: Balanced diversification

Bottom 10 stocks of Nifty 50

Company Name	Nifty 50 Index (%)	Nifty 50 Equal Weight Index (%)
Bajaj Auto Ltd.	0.7%	2.0%
Tata Consumer Products Ltd.	0.6%	2.0%
Britannia Industries Ltd.	0.6%	2.0%
Bharat Petroleum Corporation Ltd.	0.5%	2.1%
Upl Ltd.	0.5%	2.0%
Eicher Motors Ltd.	0.5%	1.9%
Coal India Ltd.	0.5%	2.2%
Shree Cement Ltd.	0.5%	2.0%
Hero Motocorp Ltd.	0.5%	1.9%
Indian Oil Corporation Ltd.	0.4%	2.1%
Total	5.4%	20.1%

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Nifty 50 Equal Weight Index provides the tail of the Index equal opportunity to perform

Nifty 50 Equal Weight Index: Balanced diversification

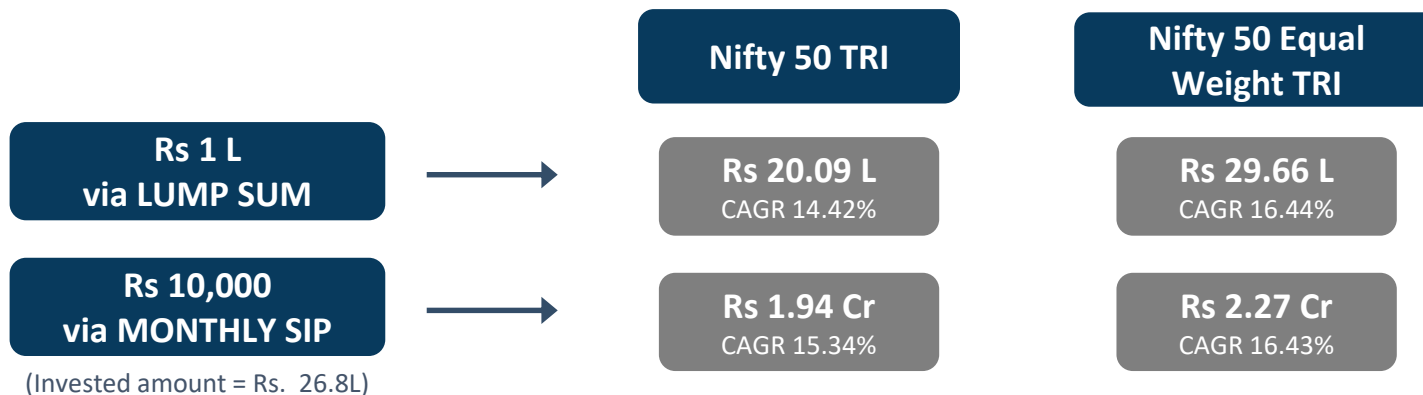
Top 5 sectors of Nifty 50

Sector Name	Nifty 50 Index (%)	Nifty 50 Equal Weight Index (%)
Financial Services	37.2%	21.7%
IT	17.4%	9.7%
Oil & Gas	12.3%	8.2%
Consumer Goods	11.1%	13.9%
Automobile	4.7%	11.8%
Total	82.8%	65.3%

Source – NSE. Data as on Sep 30, 2021 | The sector(s)/stock(s)/issuer(s) mentioned above do not constitute any research report/recommendation and the schemes of DSP mutual fund may or may not have any future position in these sector(s)/stock(s)/issuer(s).

Right-sizing of sectors reduces concentration risk comparatively

Nifty 50 Equal Weight Index - Historical Performance



Nifty 50 Equal Weight index has outperformed with CAGR OF 2.02% the Nifty 50 Index since inception *

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Nifty 50 Equal Weight TRI	-11.7%	-11.1%	15.8%	109.4%	22.9%	38.7%	36.8%	55.2%	-49.7%	100.6%	16.6%
Nifty 50 TRI	-13.4%	-15.1%	5.3%	76.6%	13.0%	38.6%	41.9%	56.8%	-51.3%	77.6%	19.2%

Nifty 50 Equal Weight Index outperformed the Nifty 50 Index in 12 out of 21 calendar years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	YTD 2021
Nifty 50 Equal Weight TRI	-25.4%	31.8%	3.7%	34.8%	-5.2%	6.8%	27.8%	-4.6%	4.3%	19.4%	36.9%
Nifty 50 TRI	-23.8%	29.4%	8.1%	32.9%	-3.0%	4.4%	30.3%	4.6%	13.5%	16.1%	27.2%

Nifty 50 Equal Weight Index has lower P/E and P/B with higher Dividend yield compared to Nifty 50

Index	P/E	P/B	Dividend Yield
Nifty 50 Equal Weight Index	21.01	3.84	1.94
Nifty 50 Index	26.98	4.41	1.17

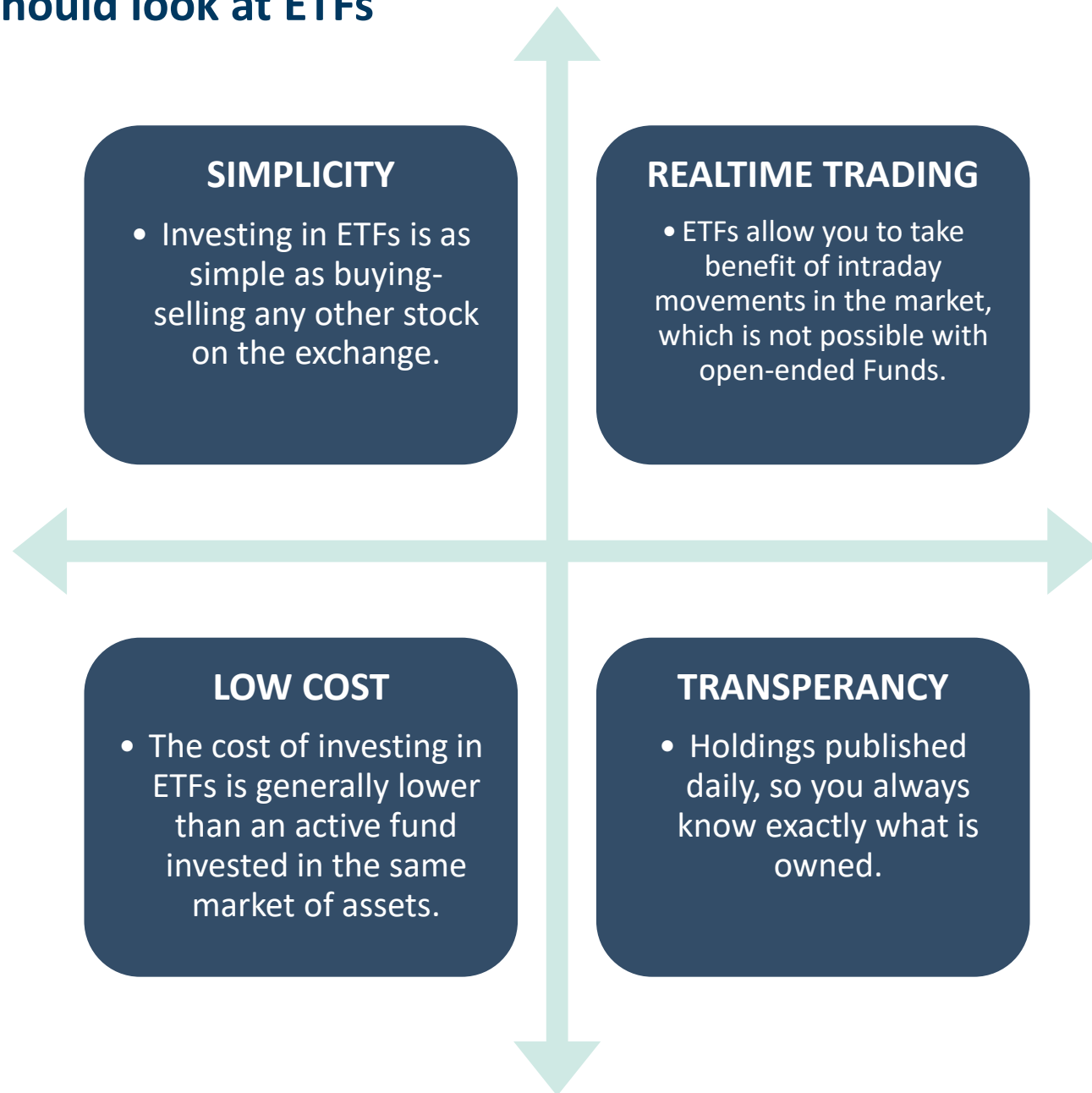
* Data from 30 June, 1999 to 30 Sep, 2021. Source – NSE Indices Ltd. These figures pertain to performance of the Index and do not in any manner indicate the returns/performance of the scheme. It is not possible to invest directly in an index. Past performance may or may not be sustained in the future and the same should not be used as a basis for comparison with other investments.

DSP Nifty 50 Equal Weight ETF: 5 Reasons to Invest

1. Invest in the top 50 Indian companies * through Nifty 50 Equal Weight Index
2. Equal weight in all stocks in the index
3. Quarterly realignment of stock weightages books profits in outperformers, buys more of underperformers
4. Diversified portfolio at relatively low cost
5. No fund manager bias or stock picking skills required

** Top 50 by free-float market capitalization*

Why you should look at ETFs



Dedicated Investment Team

Portfolio Management / Dealing / Analysis



Anil Ghelani, CFA
(20)
Head of Passive
Investments &
Products

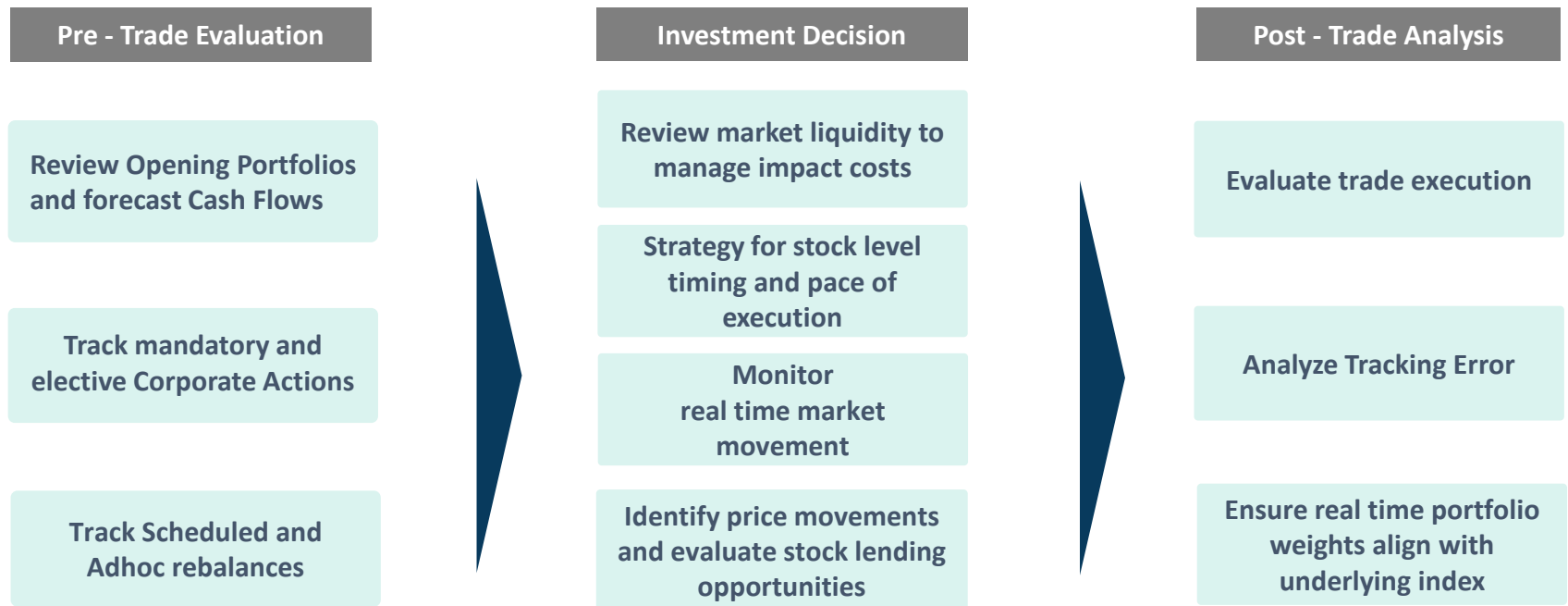


Diipesh Shah
(19)
Vice President



Neeti Shah
(2)
Assistant Manager

Passive Investments Process



Scheme Features

Investment Objective	<p>The Scheme seeks to provide returns that, before expenses, closely correspond to the total return of the underlying index, subject to tracking errors.</p> <p>There is no assurance that the investment objective of the Scheme will be realized.</p>
Benchmark	Nifty 50 Equal Weight TRI
Fund Manager	Anil Ghelani & Diipesh Shah
Asset Allocation	<p>Under normal circumstances, it is anticipated that the asset allocation of the Scheme shall be as follows:</p> <p>A. Equity and equity related securities of companies constituting NIFTY50 Equal Weight TRI : 95% to 100%</p> <p>B. Cash and Cash Equivalents/Money market Instruments with residual maturity not exceeding 91 days.</p>
Exit Load	NA
Minimum Application Amount (First purchase & subsequent purchase)	<p>During NFO period - Rs. 5,000 and in multiples of Re. 1/- thereof.</p> <ul style="list-style-type: none">• On Continuous basis – <p>Directly with Fund: Authorized Participants and Large Investors can directly purchase / redeem in blocks from the fund in “Creation unit size” on any business day.</p> <ul style="list-style-type: none">• On the Exchange – <p>The units of the Scheme can be purchased and sold in minimum lot of 1 unit and in multiples thereof.</p>
NFO Details	NFO opens: 18 th October, 2021 NFO closes: 29 th October, 2021

Product Labelling, Suitability and Disclaimers

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The figures pertain to performance of the index and do not in any manner indicate the returns/performance of the Scheme. It is not possible to invest directly in an index. All opinions, figures, charts/graphs and data included in this presentation are as on date and are subject to change without notice. For complete details on investment objective, investment strategy, asset allocation, scheme specific risk factors and more details, please read the Scheme Information Document, Statement of Additional Information and Key Information Memorandum of respective scheme available on ISC of AMC and also available on www.dspim.com. **There is no assurance of any returns/capital protection/capital guarantee to the investors in above mentioned Schemes. The presentation indicates the strategy/investment approach currently followed by the above mentioned Schemes and the same may change in future depending on market conditions and other factors. The portfolio of the above schemes is subject to changes within the provisions of the Scheme Information document of the scheme.** For index disclaimer click [here](#). An investor, by subscribing or purchasing an interest in the Product(s), will be regarded as having acknowledged, understood and accepted the disclaimer referred to in Clauses above and will be bound by it.

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DSP NIFTY 50 EQUAL WEIGHT ETF

(An open ended scheme replicating/ tracking NIFTY50 Equal Weight TRI)

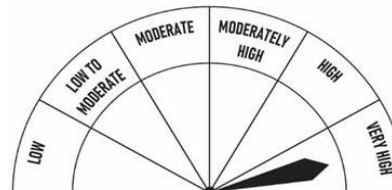
This product is suitable for investor who are seeking*

- Long-term capital growth
- Investment in equity and equity related securities covered by NIFTY50 Equal Weight TRI, subject to tracking error.

RISKOMETER

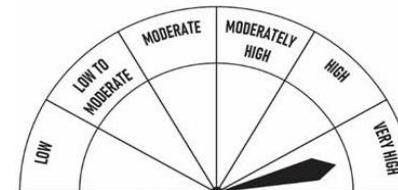
Scheme

Benchmark -Nifty 50 Equal Weight TRI



RISKOMETER

INVESTORS UNDERSTAND THAT THEIR PRINCIPAL
WILL BE AT VERY HIGH RISK



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DSP

MUTUAL FUND

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