

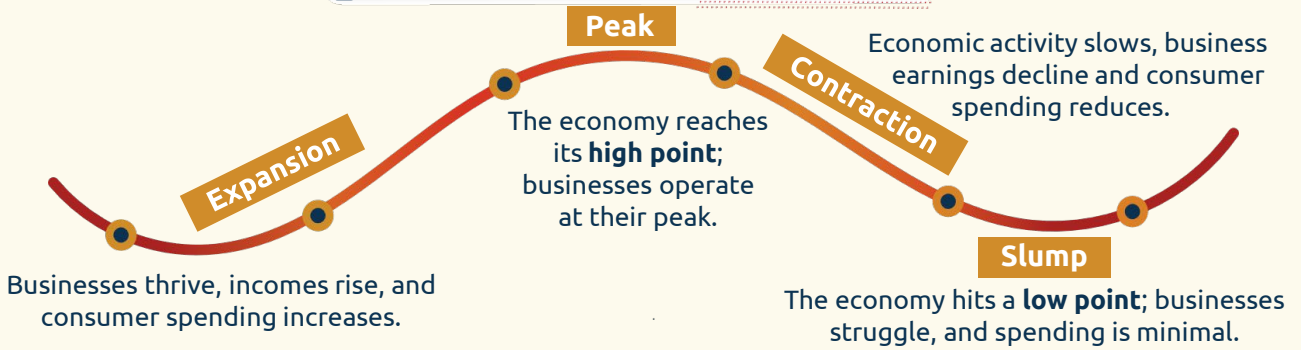


# Aim to Navigate efficiently through **Business Cycles**

## Introducing **Bandhan Business Cycle Fund**

NFO Opens: 10<sup>th</sup> September 2024 | NFO Closes: 24<sup>th</sup> September 2024

### The Business Cycle Explained



### Business Cycle Fund provides sector rotation opportunities as winners and losers vary across each cycle

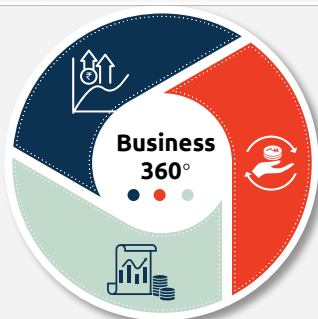
SECTOR	CY10	CY11	CY12	CY13	CY14	CY15	CY16	CY17	CY18	CY19	CY20	CY21	CY22	CY23	YTD CY24
Auto	34.9%	-19.4%	42.5%	9.4%	56.7%	-0.3%	10.7%	31.4%	-23.1%	-10.7%	11.5%	19.0%	15.3%	47.6%	36.0%
Energy	3.4%	-28.7%	13.8%	0.4%	8.5%	-0.7%	19.7%	38.7%	0.6%	11.0%	6.4%	33.7%	14.3%	29.4%	28.6%
FMCG	30.6%	8.6%	48.5%	12.2%	18.2%	0.3%	2.8%	29.4%	13.6%	-1.3%	13.5%	10.0%	17.5%	29.0%	9.0%
Banks	30.6%	-32.4%	56.5%	-8.7%	64.6%	-9.7%	7.4%	40.5%	6.3%	18.4%	-2.8%	13.5%	21.2%	12.3%	5.0%
Commodities	2.0%	-33.7%	18.6%	-8.6%	16.7%	-9.5%	24.7%	34.7%	-16.1%	0.0%	10.7%	46.8%	6.5%	29.8%	20.1%
IT	28.7%	-18.0%	-1.9%	58.0%	17.8%	0.0%	-7.3%	12.2%	23.8%	8.4%	54.9%	59.6%	-26.0%	24.1%	10.3%
Infrastructure	-4.0%	-38.5%	21.7%	-4.2%	22.7%	-8.9%	-2.1%	34.1%	-12.7%	2.5%	12.2%	35.6%	6.1%	39.1%	25.3%
Metal	0.0%	-47.7%	17.7%	-14.3%	7.0%	-31.3%	45.2%	48.5%	-19.9%	-11.2%	16.2%	69.7%	21.8%	18.7%	14.1%
Pharma	35.3%	-10.0%	31.9%	26.5%	43.4%	9.3%	-14.2%	-6.3%	-7.8%	-9.3%	60.6%	10.1%	-11.4%	33.6%	32.1%
Utilities	-6.3%	-39.9%	10.9%	-14.6%	23.0%	-6.4%	1.5%	19.8%	-16.1%	-3.6%	7.1%	68.8%	25.8%	32.8%	41.9%
Nifty 500 TRI	15.3%	-26.4%	33.3%	3.9%	39.1%	0.0%	4.7%	37.7%	-1.6%	8.6%	17.7%	31.0%	4.3%	26.9%	18.6%

Source: Bloomberg. YTD CY24 is as of 12th August 2024. CY Returns is as of December of Every year. The sectors mentioned are for illustrative purposes only. Sector returns shown here are of respective Nifty/BSE indices. The above analysis should not be treated as any recommendation. Past performance may or may not be sustained in the future and does not guarantee any future returns.

### Bandhan Business Cycle Fund: 360 degree investment approach

**Sector cycle**  
Sector specific drivers pertaining to demand, supply, profitability, capacity creation and others

**Equity market cycle**  
Aggregate earnings, sentiment and valuations, capital flows from FII, DII, retail



**Economic cycle**  
Macroeconomic parameters GDP growth, interest rates, inflation, currency, export import policy, political stability

Above is a broader approach based on the fund manger view. However, the overall portfolio would be based on the details mentioned in the SID.

## Bandhan Business Cycle Fund: Stock Selection – Bottom-up approach



### Management Quality

Strong corporate governance, pedigree of management, efficient capital allocation, proven track record, sustainable business model, alignment with shareholder interests



### Company Fundamentals

Earnings growth and resilience, return ratios like ROE, ROA, ROCE, RONW, etc, structural opportunity for business to earn optimal return on invested capital (ROIC)



### Valuations

Absolute and relative valuation multiples

ROE- Return on Equity, ROA- Return on Assets, ROCE- Return on Capital Employed, RONW- Return on NetWorth

### 360 Degree approach

A holistic approach to identify investment opportunities based on economic cycles, market cycles and sector cycles.

### Agile sector rotation

A nimble style to sector rotation with substantial deviation to at least 3 of the top 5 sectors by weight in the Nifty 500 index.

### Risk management

Diversification across market caps with a focus on strong businesses. Manage liquidity through a higher cash position of up to 15%.

### Quantitative analysis

Actively monitor macro economic indicators, equity market indicators (valuations, returns, etc.) and sector drivers to construct the portfolio.



### 3-Pronged stock selection

Management quality, Company fundamentals and Valuations.

**Bandhan Business Cycle Fund offers a dynamic approach to sector rotation, driven by economic trends, market indicators and sector cycles**

Above is a broader approach based on the fund manger view. However, the overall portfolio would be based on the details mentioned in the SID.

## Fund Details

### Benchmark

Nifty 500 TRI

### Fund Managers

Mr. Vishal Biraia & Ms. Ritika Behera (equity portion)  
Mr. Harshal Joshi (debt portion)  
Ms. Ritika Behera & Mr. Gaurav Satra (overseas equity portion)

### Exit Load

0.50% of the applicable NAV - If redeemed /switched out within 30 days from the date of allotment  
Nil - If redeemed/switched out after 30 days from date of allotment

### Minimum Application Amount

Lumpsum purchase - Rs. 1000/- and in multiples of Re. 1/- thereafter  
SIP - Rs. 100/- and in multiples of Re. 1 thereafter [Minimum 6 installments]  
STP - Rs. 500/- and any amount thereafter  
SWP - Rs. 200/- and any amount thereafter

### Benchmark Riskometer



Nifty 500 TRI

### Scheme Riskometer



Investors understand that their principal will be at Very High risk

## Bandhan Business Cycle Fund

(An open ended equity scheme following a business cycle based investing theme)

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

- To create wealth over a long term.
- Investment predominantly in equity and equity related instruments of companies following business cycle based investment theme.

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

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