# Baroda BNP Paribas Banking And Financial Services Fund

(An open ended equity scheme investing in the Banking and Financial Services sector.)

January 31, 2023

#### **INVESTMENT APPROACH**



#### **KEY STATISTICAL RATIOS**

Sharpe Ratio+o	.02
Beta <sup>+</sup> 0	.95
Standard Deviation*30.0	3%
Information Ratio0	.04

#### **FUND DETAILS**



#### Fund Manager~

Mr. Sandeep Jain (managing fund since March 14, 2022) (Total Experience: 14 years),



**Inception Date** 



June 22, 2012



Sectoral / Thematic





Nifty Financial Services TRI



**Monthly AAUM** ₹ 72.62 Crores

AUM ₹ 70.00 Crores



**Application Amount:** 

Minimum Application Amount: ₹ 5,000 and in multiples of ₹ 1 thereafter.

#### Minimum Additional Application Amount:

₹ 1,000 and in multiples of ₹ 1 thereafter.



#### ∠ Load Structure

Entry Load: Not Applicable

Exit Load: 1% if redeemed on or before 12 months from the date of allotment of units. NIL if redeemed after 12 months from the date of allotment of units.

For detailed load structure please refer Scheme Information Document of the scheme.

Dedicated Fund Manager for Overseas Investments: Mr. Miten Vora (managing fund since December 01, 2022)

\*The scheme is a 'Transferee Scheme', and accordingly, the ratios are being provided considering the weighted average NAVs of both the Transferor Scheme and Transferee Scheme.

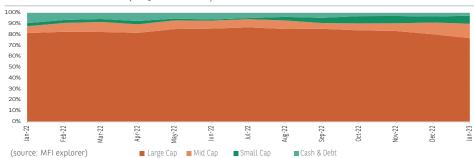
#### **ABOUT THE FUND**

- The fund is an open ended fund investing in equity and equity related securities of companies enganged in the Banking & Financial Services Sector. The Banking and Financial Services sector is closely linked to the growth and development of the Indian economy over the last few decades
- The importance of the sector is also reflected in the fact that the sector has amongst the biggest weightages in most broad-based Indian stock indexes
- The sector is expected to finance India's next phase of economic growth and investment acting as the lynchpin for capital expenditure
- Additionally, India is a relatively under penetrated market for most financial products likes mutual funds, insurance, home loans, etc. This is a strong structural driver for the growth over the medium to long term
- There are sub-sectors within financial services that are getting listed in recent years. Asset management, insurance, new age fin-tech firms could also provide additional investment opportunities for the fund

#### **PORTFOLIO POSITIONING**

- We continue to believe that credit growth would remain in mid-teens for foreseeable future and further increased our exposure in
- Among the banks, we have 17.3% exposure towards Public Sector Banks (PSBs) and remaining all with private sector banks. Among the PSBs, we have exposure towards the banks, which have sound management and good balance sheet with high provision coverage
- Small cap and mid cap are now 20% of the overall portfolio, increased from 16% in the last month.
- On the NBFC front, we are positive about companies which have sound management track record and can grow higher than the industry. We have taken decent exposure in vehicle finance through good quality NBFC.
- Asset quality is the best that has been seen in a decade now for the banks and RBI expects it could further improve, hence this could further provide cushion to banks earnings.

#### HISTORIC MARKET CAP (% of Net Assets)



#### **CURRENT MARKET CAP (% of Net Assets)**



### **SECTOR ALLOCATION**

## 78.6% 13.9% 4 9%

#### **TOP 5 STOCKS**



Sector Allocation (% to net assets) have been considered as of the latest month end Top 5 Stocks (% to net assets) have been considered as of the latest month end

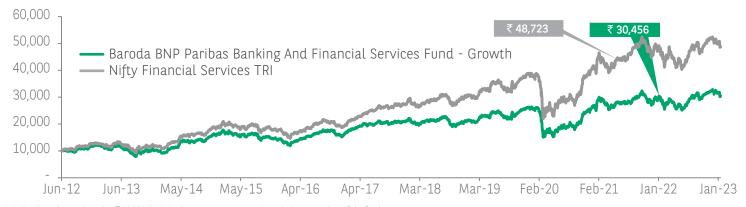
The sector(s)/stock(s) mentioned in this document do not constitute any recommendation of the same and Baroda BNP Paribas Mutual Fund may or may not have any future position in these sector(s)/stock(s). Further, the portfolio of the Scheme is subject to changes within the provisions and limitations of Scheme Information Document (SID). For further details on asset allocation, investment strategy and risk factors of the Scheme please refer to SID available on our website (www.barodabnpparibasmf.in)

Data as on January 31, 2023



### Together for more

#### **NAV MOVEMENT** (₹10,000 Invested at Inception)



NAV & index values re-based to ₹ 10,000 depicting lump sum investment since the inception date of the fund.

Past performance may or may not be substained in future and should not be used as basis of comparision with other investments. The above chart show the NAV movement since inception to 31st January, 2023.

#### SIP PERFORMANCE

Period	Amount Invested		g & Financial Services Fund .n - Growth)	Nifty 100 TRI (Benchmark Index Tier-1)	
	(In ₹)	Returns (%)	₹	Returns (%)	₹
Since Inception	1,280,000	10.55	2,301,026	14.71	2,922,178
10 Year SIP	1,200,000	10.49	2,068,518	14.59	2,573,578
7 Year SIP	840,000	9.80	1,190,819	13.77	1,372,407
5 Year SIP	600,000	9.76	767,130	12.52	821,675
3 Year SIP	360,000	13.01	437,133	14.51	446,635
1 Year SIP	120,000	7.98	125,124	6.96	124,479

If investor had invested Rs. 10,000 on the first working day of every month.

Past performance may or may not be sustained in future and should not be used as a basis of comparison with other investments.

#### PERFORMANCE OF BARODA BNP PARIBAS BANKING AND FINANCIAL SERVICES FUND

0.11-	Scheme Managed by Mr. Sandeep Jain	Last 1 Year		Last 3 years		Last 5 Years		Since Inception		Date of
S.No		Returns In ₹*	CAGR(%)	Inception of the Scheme						
1	Baroda BNP Paribas Banking and Financial Services Fund	10355.63	3.56	11882.91	5.91	13964.19	6.90	30455.90	11.06	22-Jun-12
	Nifty Financial Services TRI	10234.23	2.34	12849.53	8.71	16534.70	10.57	48723.22	16.09	
	Additional Benchmark Nifty 50 TRI	10317.87	3.18	15297.95	15.21	17049.15	11.25	39048.85	13.69	

#### PERFORMANCE OF OTHER FUNDS MANAGED BY MR. SANDEEP JAIN (WHO MANAGES TOTAL 2 SCHEMES)

S.No	Scheme Name		CAGR%			
3.110	Scheme Name	Last 1 Year	Last 3 Years	Last 5 Years		
1	Baroda BNP Paribas Multi Cap Fund	-1.24	16.84	9.87		
	Nifty 500 Multicap 50:25:25 TRI	0.32	18.42	9.90		

Where returns are not available for a particular period, they have not been shown.

Past performance may or may not be sustained in future and should not be used as a basis of comparison with other investments. Returns do not take into account the load, if any. Returns are for growth option. Different plans shall have a different expense structure. The performance details provided above are for regular plan.

\*Returns in ₹ show the value of 10,000/- invested for last 1 year, last 3 years, last 5 years and since inception respectively.

Data as on January 31, 2023



Kindly refer to the table below for fund managers & managing since details:

Scheme Name	Fund Managers	Managing Fund Since		
Baroda BNP Paribas Banking & Financial Services Fund	Mr. Sandeep Jain	14-Mar-22		
Baroda BNP Paribas Multi Cap Fund	Mr. Sanjay Chawla Mr. Sandeep Jain	01-Nov-15 14-Mar-22		

### Baroda BNP Paribas Banking and Financial Services Fund

(An open ended equity scheme investing in the Banking and Financial Services sector)

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

- ► Capital appreciation over long term.
- Investment predominantly in equity and equity related securities of companies engaged in the Banking & Financial Services Sector.



Benchmark (Tier 1) Riskometer^^

Moderately
High

WERY HIGH

Benchmark riskometer
is at Very High risk.

^^Riskometer For Scheme: basis it's portfolio, For Benchmark (Nifty Financial Services TRI): basis it's constituents; as on January 31, 2023

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

will be at Very High risk.

#### **DISCLAIMERS**

Key Statistical Ratios - The information contained in this report has been obtained from sources considered to be authentic and reliable. This quantitative data does not purport to be an offer for purchase and sale of mutual fund units. The risk free rate of return considered for calculation of Sharpe ratio is 6.50%, as per 1 day MIBOR rate on the last business day of the month. Sharpe Ratio (annualised), Standard Deviation (annualised) and Beta are based on last 36 monthly data points.

Market Capitalization as per SEBI - Large Cap: 1st - 100th company, Mid Cap: 101st - 250th company and Small Cap: 251st company onwards in terms of full market capitalization

Monthly AAUM and AUM - Excluding inter-scheme Investments, if any, by other schemes of Baroda BNP Paribas Mutual Fund, as may be applicable.

Portfolio Positioning, Top 5 Sectors/Stocks – details contained herein is for general information purposes only and does not indicate assurance of future Scheme performance. The sector(s)/stock(s) mentioned in this document do not constitute any recommendation of the same and Baroda BNP Paribas Mutual Fund may or may not have any future position in these sector(s)/stock(s). Further, the portfolio of the Scheme is subject to changes within the provisions and limitations of Scheme Information Document (SID). For further details on asset allocation, investment strategy and risk factors of the Scheme please refer to SID available on our website (www.barodabnpparibasmf.in).

NAV Movement (Rs. 10,000 Invested at Inception) - All returns are for Regular Plan - Growth Option. Past performance may or may not be sustained in future and should not be used as a basis of comparison with other investments. Returns do not take into account the load, if any.

SIP Performance - Returns do not take into account the load and taxes, if any. The data assumes investments in Regular Plan - Growth option. % CAGR Returns are computed after accounting for the cash flow by using the XIRR method (investment internal rate of return). the above investment simulation is for illustrative purpose only and should not be construed as a promise on minimum returns and safeguard of capital. the AMC/ Mutual fund is not guaranteeing or forecasting or promising any return. SIP does not assure a profit or guarntee protetion against loss in a declining market.

The risks associated with investments in equities include fluctuations in prices, as stock markets can be volatile and decline in response to political, regulatory, economic, market and stock-specific development etc. Please refer to Scheme Information Document for detailed Risk Factors, asset allocation, investment strategy etc.

The material contained herein has been prepared without regard to the individual financial circumstances and objectives of persons who receive it. This information is meant for general reading purpose only and is not meant to serve as a professional guide for the readers. Except for the historical information contained herein, statements in this publication, which contain words or phrases such as 'will', 'would', etc., and similar expressions or variations of such expressions may constitute 'forward-looking statements'. These forward-looking statements involve a number of risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. BBNPPAMIPL undertakes no obligation to update forward-looking statements to reflect events or circumstances after the date thereof. The words like believe/belief are independent perception of the Fund Manager and do not construe as opinion or advise. **Past Performance may or may not be sustained in future** This information is not intended to be an offer to see or a solicitation for the purchase or sale of any financial product or instrument. The information should not be construed as an investment advice and investors are requested to consult their investment advisor and arrive at an informed decision before making investments. Reliance upon information in this material is at the sole discretion of the reader. The Trustee, AMC, Mutual Fund, their directors, officers or their employees shall not be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages arising out of the information contained in this document.

BARODA BNP PARIBAS ASSET MANAGEMENT INDIA PVT. LTD. (Formerly BNP Paribas Asset Management India Pvt. Ltd.)

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