

Index investing, Simple.Clear!

Invest in

ICICI Prudential

Nifty50 Value 20 Index Fund

NFO
DATE

January 15, 2024

January 29, 2024



Investing in an Index Fund

Index funds are mutual funds that replicate the underlying index



CONVENIENCE

Index funds offers SIPs, switches and other features for investment without any requirement for demat a/c



LOW COST

Index funds are a relatively low-cost option to invest in diversified asset classes



TRACKING AN INDEX

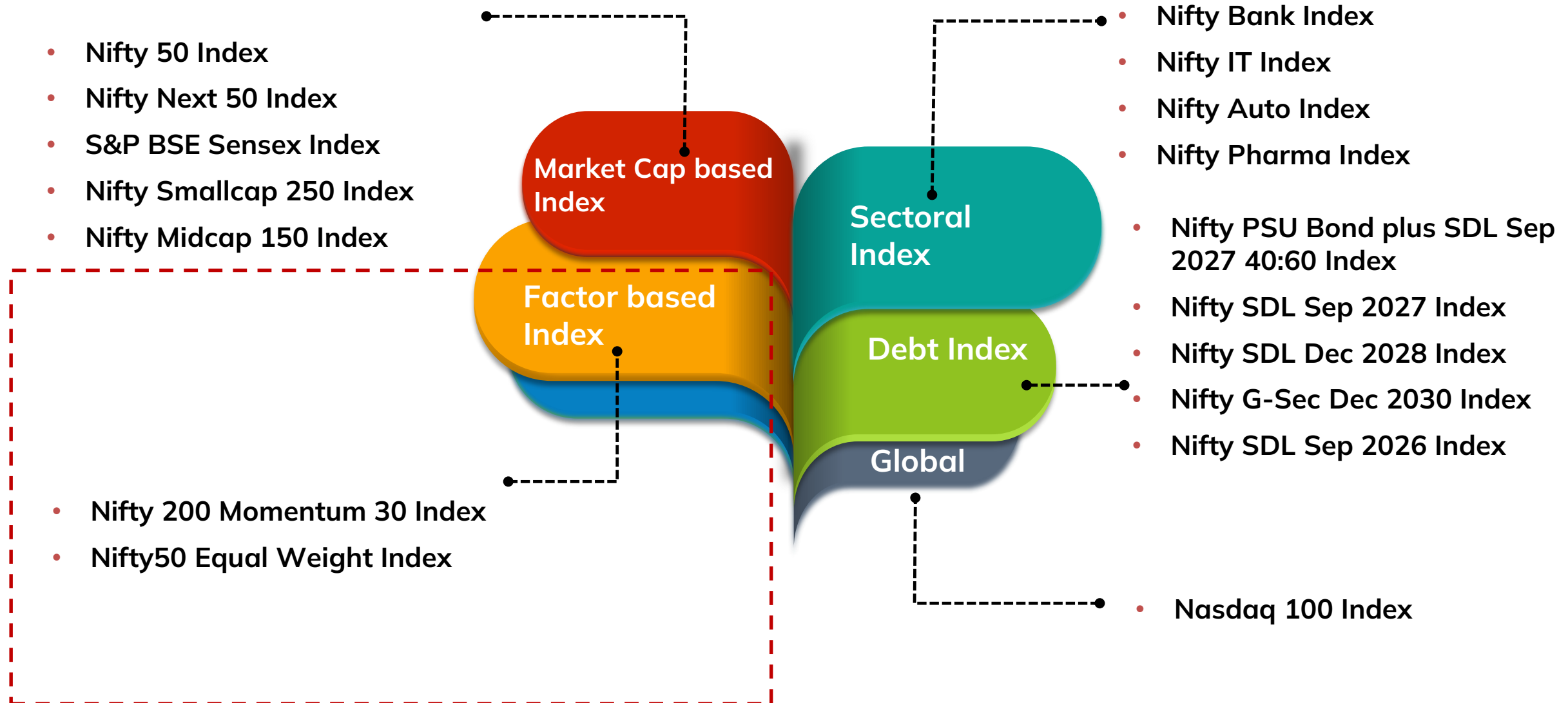
Index funds can be used to track an index representing a market segment, style or asset class



TRANSPARENCY

The underlying constituents of the index are available on the exchange website every day.

Some of the Indices forming part of our Product Bouquet



FACTOR BASED INVESTING

Global markets are made up of dozens of asset classes and millions of individual securities, making it challenging to understand what really matters for an investors portfolio.

A few important factors explain returns across asset classes.

- **Macro Factors** – Like the pace of **Economic Growth** and **Inflation** can help to explain returns across asset classes like equity or bond markets. Other Examples include **Real Rates, Liquidity, Emerging Markets** etc.
- **Style Factors** – They can help explain returns within those asset classes. For example: **Value** stocks – those that have low prices relative to fundamentals – have historically generated returns greater than the broad market. Other Examples include : **Low Volatility, Quality, Momentum** etc.

— INTRODUCING —

ICICI Prudential Nifty50 Value 20 Index Fund

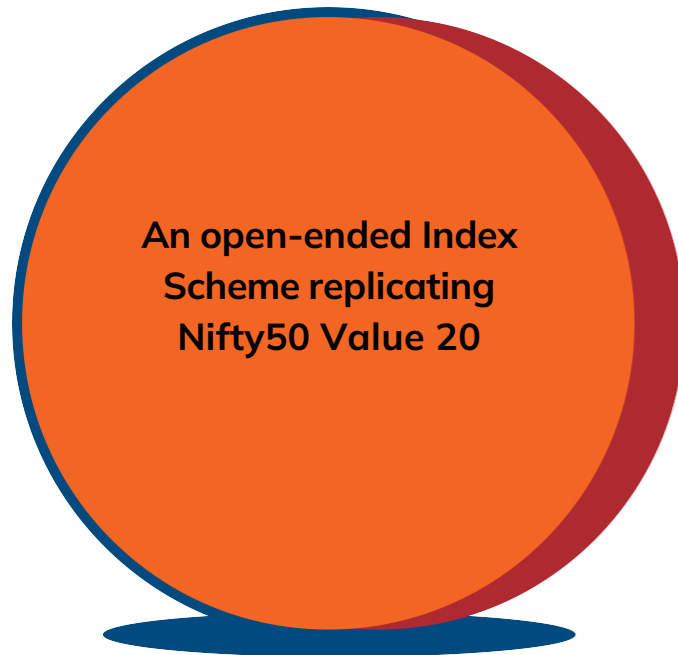


Introducing a new Smart Beta Index Fund
to our Product Bouquet

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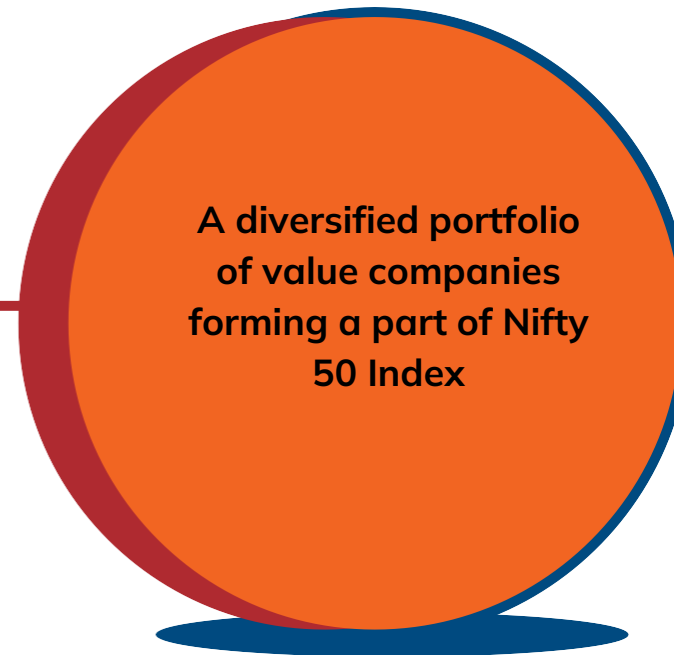
INVESTMENT APPROACH

ICICI Prudential Nifty50 Value 20 Index Fund



INVESTS
IN

Nifty50 Value 20 Index (Underlying Index)



Objective

- Reflects the performance of a diversified portfolio of value companies forming a part of Nifty 50 Index
- Consist of 20 most liquid value blue chip companies listed on NSE

Eligible Universe

- Nifty 50

Stock Selection Criteria

- Stocks are selected on the basis of Return on Capital Employed, Price Earnings Ratio, Price to Book Value Ratio and Dividend Yield and final ranking is derived to select the value stocks from Nifty 50
- Weights of 0.4, 0.3, 0.2 and 0.1 are assigned to ranks of ROCE, PE, PB and Dividend Yield respectively to derive the final ranking for selection
- Ranks are assigned to all the Nifty constituents such that relatively lower Price Earnings Ratio and Price to Book Value Ratio receives a better rank, while higher Dividend Yield and Return on Capital Employed receive a better rank.
- The top 20 companies as per the ascending order of the final ranking are selected to form the index

Stock Selection Cap

- Individual constituents capped at 15%

Stock Weightage

- Free float market Capitalisation

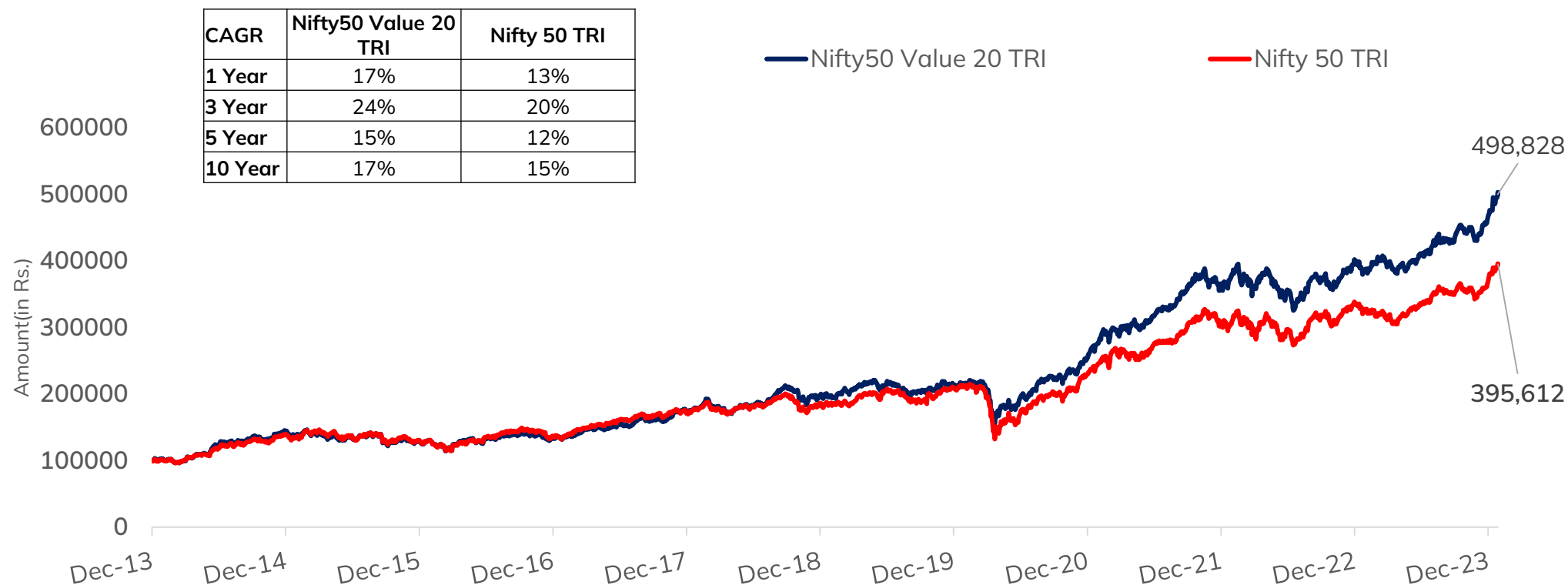
Index Review and Rebalancing

- Annually in December

Index Weight Realignment

- Quarterly

Returns of the underlying Index

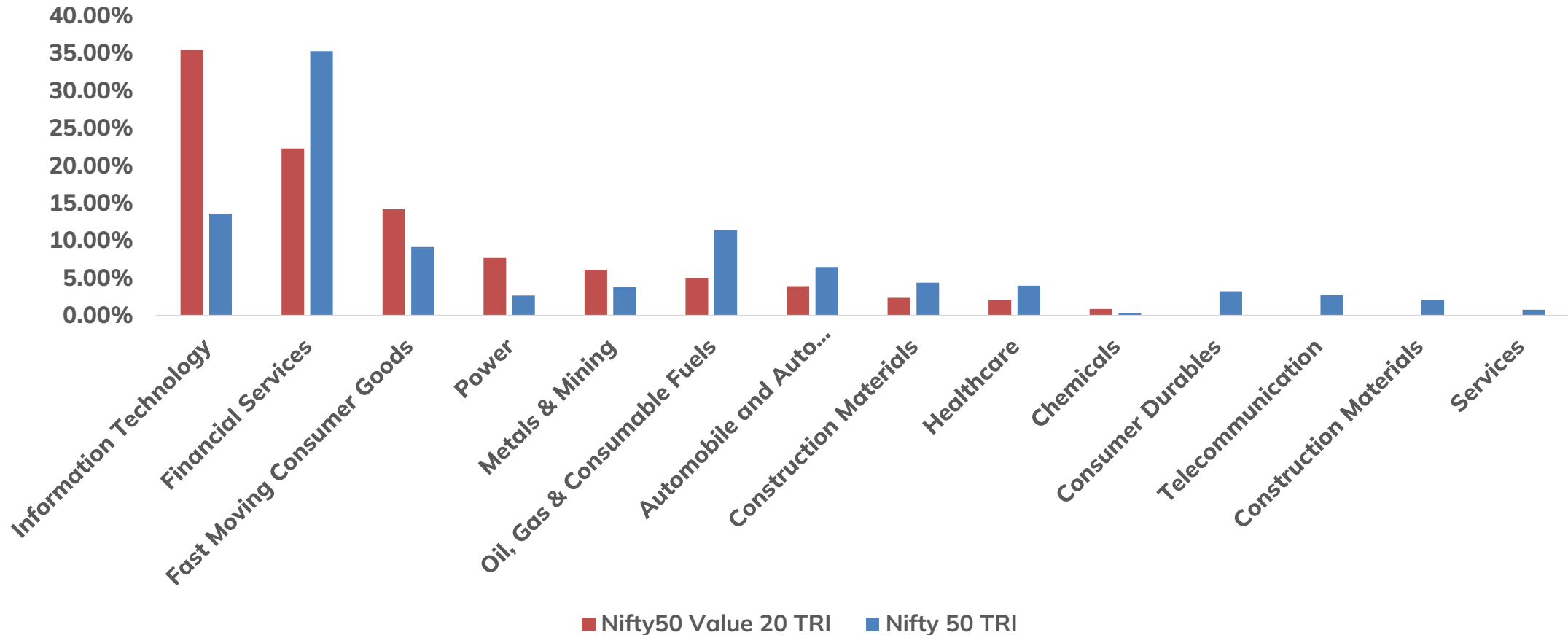


The compound annual growth rate (CAGR) is the rate of return (RoR) that would be required for an investment to grow from its beginning balance to its ending balance, assuming the profits were reinvested at the end of each period of the investment's life span. Data rebased to Rs 1,00,000

Data as on December 31, 2023. Data Source : <https://www.niftyindices.com/indices/equity/strategy-indices/nifty-50-value-20>, MFI Explorer. MFI Explorer is a tool provided by ICRA Online Ltd. MFI Explorer is a tool provided by ICRA Online Ltd. For their standard disclaimer please visit <http://www.icraonline.com/legal/standard-disclaimer.html>

Performance of the index does not signify the returns of the scheme. Past performance may or may not be sustainable in the future.

Portfolio Comparison



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INDEX PORTFOLIO

Top 10 Holdings (%)

Company's Name	Weight (%)
ICICI Bank Ltd	14.89
Infosys Ltd	14.85
ITC Ltd	12.3
Tata Consultancy Services Ltd	11.55
State Bank of India	7.4
HCL Technologies Ltd	4.66
NTPC Ltd	4.44
Tata Steel Ltd	3.4
Power Grid Corporation of India Ltd	3.25
Hindalco Industries Ltd	2.7

Quantitative Indicators

Scheme	P/E	P/B	Div Yield
Nifty50 Value 20 TRI	18.54	3.38	2.44
Nifty 50 TRI	23.17	3.81	1.28

Data Source: NSE. Data as on 31st December , 2023 The performance of the index does not signify performance of the scheme. P/E –Price to Earnings Ratio, P/B –Price to Book Value, Div Yield –Dividend Yield.

Rolling Returns

Daily Returns							
	Nifty50 Value 20 TRI			Nifty 50 TRI			
Rolling Period	1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	
Minimum	11.26%	20.82%	15.05%	5.71%	16.25%	11.83%	Higher Resilience
Maximum	30.46%	28.64%	20.56%	24.03%	24.54%	16.33%	
Average	19.65%	24.37%	17.62%	14.45%	20.32%	13.96%	Outperformance
Volatility	4.35%	1.94%	1.28%	4.92%	2.35%	1.16%	Lower Volatility

Nifty50 Value 20 TRI has outperformed Nifty 50 TRI across 1, 3 years as well as 5 years. Nifty50 Value 20 TRI also shows better downside resilience as well as lower volatility compared to Nifty 50 TRI as indicated by the higher minimum returns

Period Returns

Period Name	From	To	Returns	
			Nifty50 Value 20 TRI	Nifty 50 TRI
Flat	06 Apr'11	01 Apr'13	2.1%	-0.4%
Bear Run	10 Sep'15	11 Feb'16	-19.4%	-22.6%
Small Cap	01 Mar'16	07 Nov'16	21.1%	29.0%
Large Cap	01 Feb'18	31 Dec'19	7.1%	6.8%
Covid	20 Jan'20	23 Oct'20	72.0%	70.7%
Bull Run	23 Mar'20	29 Oct'21	68.8%	71.1%
Russia War	03 Mar'22	02 Mar'23	8.2%	6.3%
Small Cap Bull Run	29 Sep'23	29 Dec'23	12.3%	10.9%

Nifty50 Value 20 TRI has shown higher resilience than Nifty 50 TRI in most adverse conditions while also participating in market rallies

The compound annual growth rate (CAGR) is the rate of return (RoR) that would be required for an investment to grow from its beginning balance to its ending balance, assuming the profits were reinvested at the end of each period of the investment's life span.

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Financial Period Returns

Financial Period	Returns	
	Nifty50 Value 20 TRI	Nifty 50 TRI
2013-14	21.0%	19.0%
2014-15	23.2%	27.8%
2015-16	-3.1%	-8.8%
2016-17	15.0%	20.6%
2017-18	14.3%	11.0%
2018-19	25.6%	15.3%
2019-20	-19.4%	-25.3%
2020-21	80.8%	79.7%
2021-22	23.9%	18.8%
2022-23	3.0%	-0.1%
2023-24 (YTD)	28.3%	26.1%

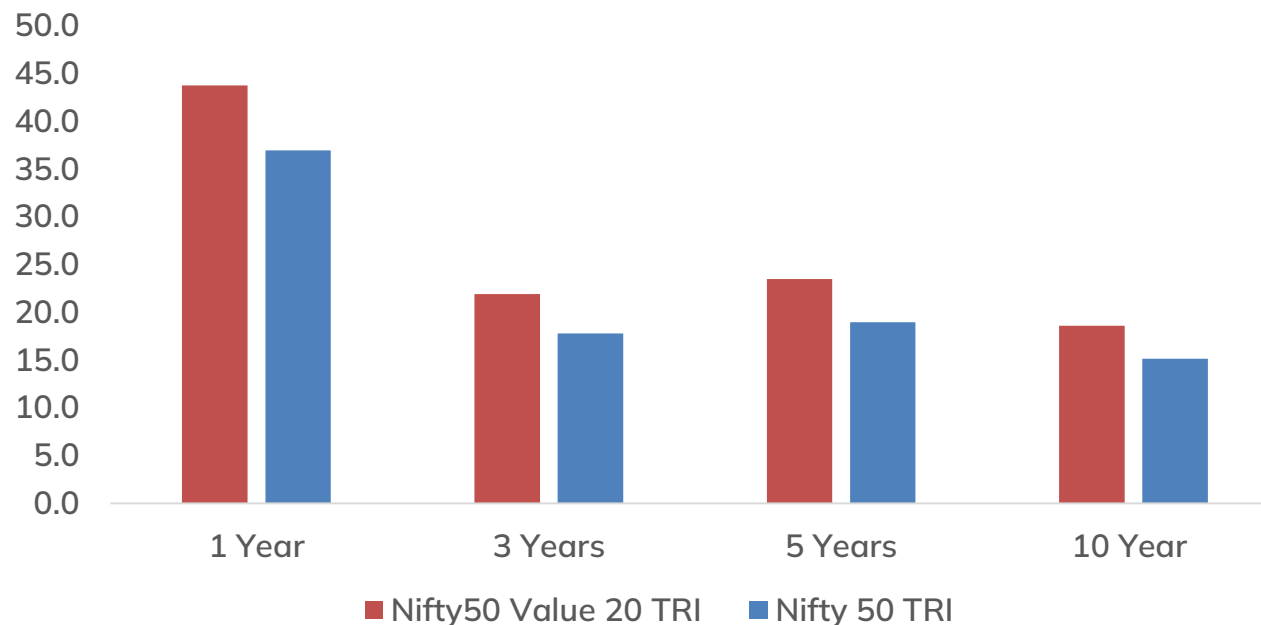
For 2013-2023 – CAGR , The compound annual growth rate (CAGR) is the rate of return (RoR) that would be required for an investment to grow from its beginning balance to its ending balance, assuming the profits were reinvested at the end of each period of the investment’s lifespan

.For 2023-24- Absolute Returns

Data as on December 31, 2023. Data Source : <https://www.niftyindices.com/indices/equity/strategy-indices/nifty-50-value-20>, MFI Explorer. MFI Explorer is a tool provided by ICRA Online Ltd. MFI Explorer is a tool provided by ICRA Online Ltd. For their standard disclaimer please visit <http://www.icraonline.com/legal/standard-disclaimer.html>

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SIP Returns



Index	1 Year	3 Years	5 Years	10 Year
Nifty50 Value 20 TRI	43.8	21.9	23.5	18.6
Nifty 50 TRI	37.0	17.8	19.0	15.2

Data as on 31st December 2023, SIP investment of Rs.1000 at the beginning of the each month for last 10 years

Data Source : <https://www.niftyindices.com/indices/equity/strategy-indices/nifty-50-value-20>, MFI Explorer. MFI Explorer is a tool provided by ICRA Online Ltd. MFI Explorer is a tool provided by ICRA Online Ltd. For their standard disclaimer please visit <http://www.icraonline.com/legal/standard-disclaimer.html>

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Why invest in ICICI Prudential Nifty50 Value 20 Index Fund?



Exposure to
Value Companies
forming part of
Nifty 50 Index



Opportunity to
get factor
based
exposure to
Large Cap
equity .



Potential to
Outperform
against broader
market indices
over the period of
time.



Low Cost Access

About the Scheme

Scheme Characteristics

Scheme Name	ICICI Prudential Nifty50 Value 20 Index Fund
NFO Period	15th January - 29th January 2024
Plans / Options	Plans: Regular & Direct Options: Growth & IDCW (IDCW Payout & IDCW Reinvestment)
Exit Load	Nil The Trustees shall have a right to prescribe or modify the exit load structure with prospective effect subject to a maximum prescribed under the Regulations.
Minimum Application Amount, including switches	<u>DURING NEW FUND OFFER PERIOD/ DURING ONGOING OFFER PERIOD:</u> Rs. 100/- (plus in multiple of Re. 1) Minimum application amount for switch-ins: Rs. 100/- and any amount thereafter.
Minimum Additional Application Amount, including switches	Rs.100/- (plus in multiple of Re.1) Minimum additional application amount for switch ins – Rs. 100/- and any amount thereafter.
SIP amount	<u>DURING NEW FUND OFFER PERIOD/ DURING ONGOING OFFER PERIOD:</u> - Daily, Weekly, Fortnightly, Monthly SIP [§] : Rs. 100/- (plus in multiple of Re. 1/-) Minimum installments: 6 - Quarterly SIP [§] : Rs. 100/- (plus in multiple of Re. 1/-) Minimum installments – 4 [§] The applicability of the minimum amount of installment mentioned is at the time of registration only
Benchmark	Nifty50 Value 20 TRI
Listing	Being an open ended scheme, the Units of the Scheme will not be listed on any stock exchange.
Fund Manager	Mr. Nishit Patel , Ms. Priya Sridhar and Mr. Kewal Shah
MICR Cheques, Transfer cheques & RTGS	MICR cheques will be accepted till the end of business hours up to 29th January 2024. Electronic Payments and Real Time Gross Settlement (RTGS) requests will be accepted till the end of business hours up to 29th January 2024.
Switches	Switch-in requests from equity and other schemes will be accepted up to 29th January 2024 till the cut-off time applicable for switches. Switch-in request from ICICI Prudential US Bluechip Equity Fund, ICICI Prudential Global Advantage Fund (FOF), ICICI Prudential Nasdaq 100 Index Fund, ICICI Prudential Strategic Metal & Energy Equity Fund of Fund and ICICI Prudential Global Stable Equity Fund (FOF) will not be accepted.

ICICI Prudential Nifty50 Value 20 Index Fund (An open ended Index scheme replicating Nifty50 Value 20 Index) is suitable for investors who are seeking:*

- Long term wealth creation solution
- An index fund that seeks to track returns by investing in a basket of Nifty50 Value 20 Index stocks, subject to tracking error.

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

SCHEME RISKOMETER



Investors understand that their principle will be at a very high risk

#It may be noted that risk-o-meter specified above for the Scheme is based on the scheme characteristics and may vary post NFO when the actual investments are made. The same shall be updated in accordance with paragraph 17.4 of SEBI Master circular dated May 19, 2023 on Product labelling in mutual schemes on ongoing basis.

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

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