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AMFI Registered Mutual Fund Distributor

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»»» NEWSLETTER

# KNOWLEDGE INITIATIVE



## »»» 1. MAKE VOLATILITY YOUR FRIEND

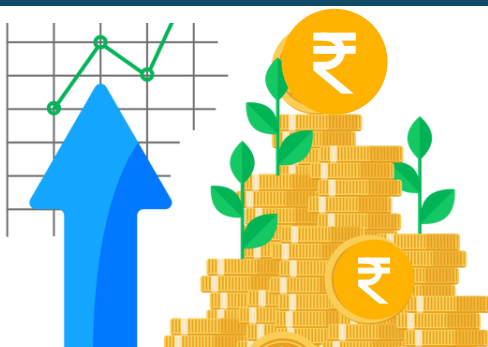
Market volatility is an inherent part of investing, often causing short-term fluctuations that can unsettle investors. However, staying focused on long-term goals is crucial, particularly when investing through Systematic Investment Plans (SIPs) in mutual funds.

SIPs help mitigate the effects of market volatility by spreading investments over time, allowing investors to benefit from rupee cost averaging and compounding.

## 2. PLANNING YOUR VACATION WITH SIP <<<

Planning your vacation with SIPs in mutual funds offers a smart and disciplined approach to saving and investing for your travel aspirations. This approach allows your money to grow through the power of compounding, while also benefiting from potential market gains.

With careful planning and consistent investments, mutual funds can help you achieve your dream vacation while keeping your financial goals on track.



## »»» 3. LIST OF TOP MUTUAL FUNDS

Check the best performing mutual funds in their respective categories.

## MAKE VOLATILITY YOUR FRIEND



## 1. Make Volatility Your Friend:

Even though long-term investment in the equity asset class has the potential to create wealth, not many are able to bite this bullet as they succumb to emotions of greed and fear. We tend to buy more in a rising market out of greed and tend to redeem in a falling market out of fear instead of staying invested irrespective of how the market behaves.

Focus on your long-term financial plan, rather than market movements. History shows that investing during periods of market volatility can be rewarding for long-term investors.

### VOLATILITY PROVIDES OPPORTUNITIES

While history may not be the best guide to future performance, the reason why opportunities arise during periods of market volatility is behavioral-led, and hence potentially enduring. Stocks often sell off more than is warranted due to the over-reaction of investors to a particular event. Hence, it is not surprising that the same stocks can rebound once fundamental factors are considered more carefully.

It thus looks like volatility is not to be feared, but to be embraced. SIP, as the name suggests, is a systematic way of going about your investment activity. Quite often, lack of time and doubts about market movement are the factors that affect one's investment activity. SIP is a tool that works to overcome this volatility.

Investing in SIP not only reduces your cost but also allows you to purchase more units if prices are low and fewer units if prices are high. So, automatically your portfolio starts to grow.

**INVESTORS CAN GET THE BETTER OF RISING VOLATILITY BY CONTINUING INVESTMENTS THROUGH SIPs & RESIST TEMPTATION TO EXIT THE MARKET WHEN VOLATILITY SPIKES**

### Make Market Volatility Your Best Friend

Month	Amount Invested	Unit Price(Rs)	No of Units Purchased
Jan	10,000	14	714
Feb	10,000	13	769
Mar	10,000	12	833
Apr	10,000	14	714
May	10,000	15	666
Jun	10,000	16	625
Jul	10,000	11	909
Aug	10,000	9	1111
Sep	10,000	10	1000
Oct	10,000	12	833
Nov	10,000	14	714
Dec	10,000	15	666

Invest through a Systematic Investment Plan (SIP) and see how Rupee Cost Averaging helps you to smooth out the market ups and downs over a year.

Total Amount Invested Regularly for 1 year: 1,20,000

Avg Cost: Rs.12.9

No of Units Purchased: 9,554

Total Lumpsum Invested in Jan: Rs.1,20,000

Unit Cost: Rs.14

No of Units Purchased: 8,571

**So, with SIP market volatility can be tamed over the long term to help you build wealth!**

Brace up for volatility and focus on long term goals! Get in touch with us at [mail@netbrokers.co.in](mailto:mail@netbrokers.co.in) to start your SIP 'now' as there is no good or bad time to do it.



## 2. Planning your Vacation with SIP:

Travel is an important part of our lives. We all love to take vacations. It helps us unwind and learn new things while enjoying the beauty and culture of different parts of the world. Off late, travel is becoming expensive. It is important to save money and invest it in the right schemes so that one can enjoy travelling at regular intervals.

One of the best ways is to start SIPs in equity mutual funds. Let's look at one of the scenarios to understand how it works.

### How to Create a Holiday Fund with SIP Investment?

1. The first step to save for your vacation is figuring out the money you will need for them.
2. Calculate the number of months/years left before your travel.
3. Start monthly SIPs to save for these vacations.

**And voila, your holiday becomes a reality! You can invest in SIP and start saving money, and then take as many vacations you want to take.**

#### Illustration:

- Plan your vacations **every two years**.
- **Withdraw ₹3 lacs** in the 2<sup>nd</sup> year of your vacation.
- Since costs will go up and you would like to explore more exotic locations, **increase your withdrawals by ₹1 lac every time for your future travels**. For eg, withdraw 4 lacs in the 4<sup>th</sup> year, 5 lacs in the 6<sup>th</sup> year, 6 lacs in the 8<sup>th</sup> year and 7 lacs in the 10<sup>th</sup> year.

All you need is to start a SIP of ₹ 20,000/month for 10 years.

Monthly SIP Amount	₹20,000
SIP Period	10 years
Assumed CAGR	12%

**Total Invested Amount**  
**Rs 24 Lacs**

**Total Withdrawal Amount**  
**Rs 25 Lacs**

**Fund Value Remaining**  
**After 10 years**  
**Rs 7 Lacs**

Year	Amount
2	Rs 3,00,000
4	Rs 4,00,000
6	Rs 5,00,000
8	Rs 6,00,000
10	Rs 7,00,000

- **Contact us at [mail@netbrokers.co.in](mailto:mail@netbrokers.co.in) to assist and guide you in realizing your travel aspirations by investing through the SIP route in mutual funds.**

### 3. LIST OF TOP MUTUAL FUNDS

Check the best performing funds in their respective categories.

CATEGORY	NAME OF SCHEME
LARGE CAP	ICICI Prudential Bluechip Fund Nippon India Large Cap Fund
LARGE AND MID CAP	Franklin India Opportunities Fund Whiteoak Capital Large & Mid Cap Fund
FLEXI CAP	JM Flexi Cap Fund Parag Parikh Flexi Cap Fund
MULTI CAP	Nippon India Multi Cap Fund HSBC Multi Cap Fund
FOCUSED	Franklin India Focused Equity Fund Nippon India Focused Equity Fund
MID CAP	Quant Midcap Fund Whiteoak Capital Mid Cap Fund
SMALL CAP	Bandhan Small Cap Fund Franklin India Smaller Companies Fund
ELSS	Parag Parikh Tax Saver Fund Bandhan Tax Advantage Fund
HYBRID AGGRESSIVE	JM Aggressive Hybrid Fund Edelweiss Aggressive Hybrid Fund
BALANCED ADVANTAGE FUND	Tata Balanced Advantage Fund Edelweiss Balanced Advantage Fund
TECHNOLOGY	ICICI Prudential Technology Fund Tata Digital India Fund
HEALTHCARE	Mirae Asset Healthcare Fund DSP Healthcare Fund

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