

# UTI Capital Protection Oriented Scheme Series VII – V (1281 days)

(A Close Ended Capital Protection Oriented Income Fund)

***Rated as CRISIL AAA(SO) by CRISIL<sup>^</sup>***

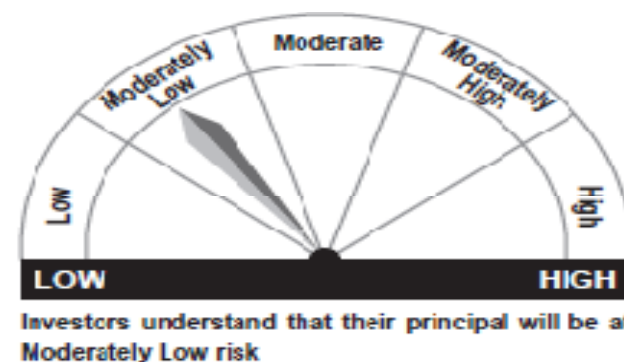
***NFO Opens: May 13, 2016***

***NFO Closes: May 27, 2016***

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

- Capital Protection at Maturity and Capital Appreciation over medium term.
- Investment in Debt and Money Market Securities (70%-100%) and Equity and Equity related instruments (0% - 30%).

## RISKOMETER



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

***^Refer to CRISIL Ratings Disclaimer at the end of the presentation***



# Presenting UTI Capital Protection Oriented Scheme (CPOS) - Series VII

*The scheme endeavors to protect the capital at maturity by investing in high quality fixed income securities as the primary objective and generate capital appreciation by investing in equity and equity related instruments as secondary objective.*

## Capital Protection

*Intends to seek Capital Protection on maturity by investing in fixed income securities of the highest quality (AAA) maturing on or before the tenure of the plan.*



## Capital Appreciation

*Intends to seek Capital Appreciation by investing part of the portfolio in equity and equity related instruments.*



## UTI CPOS Series VII

*Intends to preserve capital, while seeking to generate capital appreciation*



# Illustration of Capital Protection approach

Following are the assumptions for the purpose of illustration

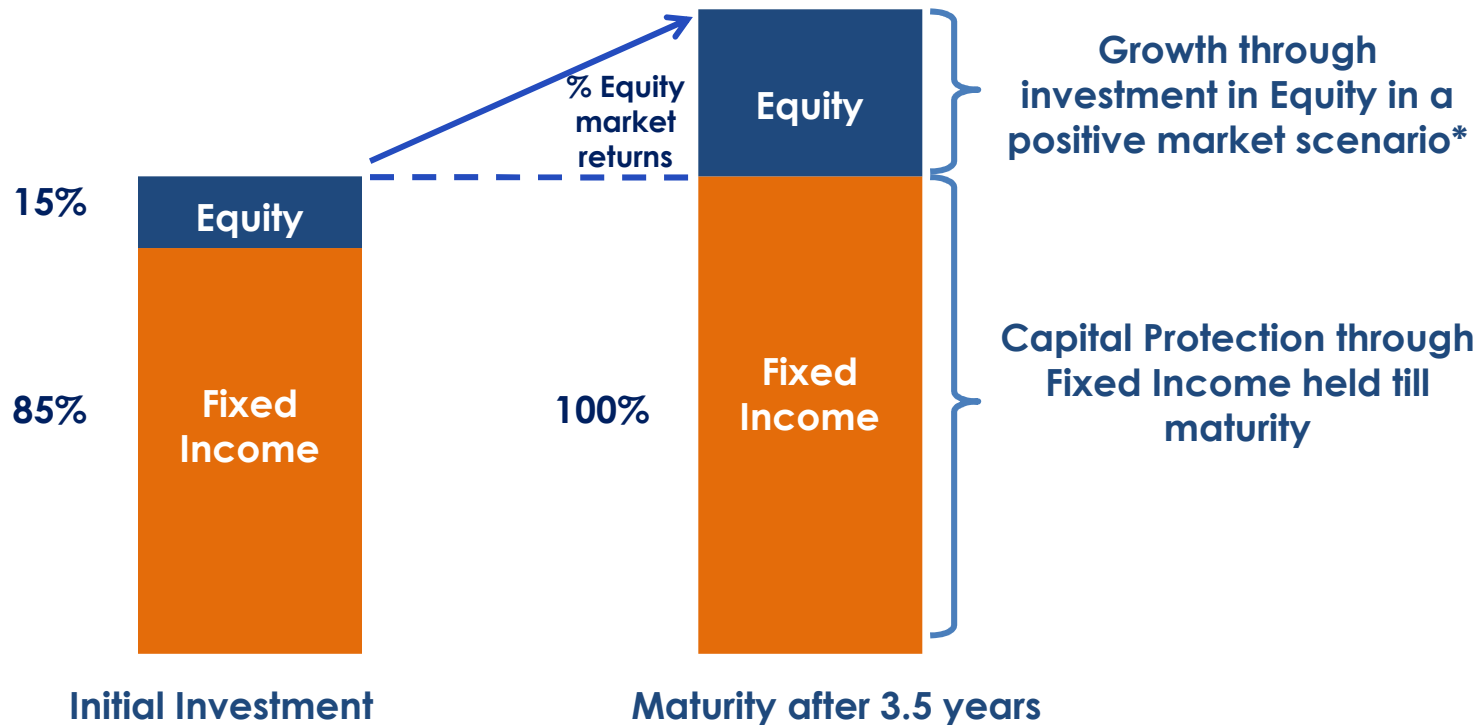
- *Assuming that the fund invests 85% of portfolio in the highest rated fixed income instruments.*
- *The debt portion of the portfolio will grow over the tenure of the Scheme to 100% of initial portfolio after taking care of the recurring expenses, hence protecting the capital.*
- *The remaining 15% of the portfolio would be invested in equities and equity related instruments.*
- *The return from the equity portion of the investment could be positive or negative depending on various factors.*
- *However, at the end of the tenure i.e. around 3.5 years (1281 days), the value of the investment might have appreciated while providing capital protection to the portfolio.*



# Illustration of Capital Protection approach

## Asset Allocation as per CRISIL Rating during initial investment

Fixed Income instruments: ~85%  
Equity & Equity Related instruments: ~15%



\*In case of negative or neutral market scenario, there will be no growth through investment in Equity, however the endeavor would be to protect capital through fixed income investments at maturity



# Illustration of capital protection approach in different markets situations

## Scenario Analysis over 3.5 years

Particulars	Scenario 1	Scenario 2	Scenario 3	Scenario 4	Scenario 5
Capital invested (Rs.)	100.00	100.00	100.00	100.00	100.00
Debt allocation (Rs.)	85.00	85.00	85.00	85.00	85.00
Value of debt allocation on maturity (Rs.)(A)	100.00	100.00	100.00	100.00	100.00
Equity allocation (Rs.)	15.00	15.00	15.00	15.00	15.00
CAGR* of equity allocation (%)	(20.00)	(10.00)	0.00	10.00	20.00
Value of equity allocation on maturity (Rs.)(B)	6.85	10.36	15.00	20.96	28.44
Total value of investment on maturity (A + B)	106.85	110.36	115.00	120.96	128.44

The above scenario analysis is only for the purpose of illustration. The illustration is purely to explain the concept of orientation towards protection of original investment at scheme's maturity. The portion of debt/equity portfolio does not offer any assured returns and is subject to market risks including risk of issuer default. The equity returns generated by the scheme would depend on the portion of asset allocated to equity. The actual allocation can be different within the asset allocation and investment pattern mentioned in the Scheme Information Document (SID).

\*CAGR – Compounded Annual Growth Rate



## Fund suitability & who should invest?

- A risk averse investor who generally invest in to traditional forms of investments can make a transition to this fund.
- Investors who want to participate in equities without risking their capital, can seek protection to their capital through the debt portfolio as well as take exposure to equities through this fund.
- This fund is suitable for investors who want to earn the current interest rate over the tenure of the scheme without taking any interest rate risk.
- High Tax bracket investors of traditional investments (eg: fixed deposits etc.) who seek tax efficiency can take benefit of indexation and get an opportunity to earn better tax adjusted returns.



# Key features of UTI Capital Protection Oriented Scheme–Series VII– V (1281 days)

<b>Type of Scheme</b>	UTI Capital Protection Oriented Scheme – Series VII – V (1281 days) is a closed ended capital protection oriented income fund with a plan tenure of 1281 days.		
<b>Investment Objective</b>	The investment objective of the scheme is to endeavor to protect the capital by investing in high quality fixed income securities as the primary objective and generate capital appreciation by investing in equity and equity related instruments as secondary objective. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns. <b>The Scheme is “oriented towards protection of capital” and not “with guaranteed returns”. Further, the orientation towards protection of the capital originates from the portfolio structure of the scheme and not from any bank guarantee, insurance cover etc.</b>		
<b>Asset Allocation</b>	<b>Instruments</b>	<b>Indicative Allocation (% of Total Assets)</b>	<b>Risk Profile</b>
	Debt & Money Market instruments	70% to 100%	Low to Medium
	Equity & Equity related instruments	0%-30%	Medium to High
	The final Asset Allocation at the time of launch of the Plan would be as per the CRISIL rating letter. The Plan does not intend to invest in Securitized Debt (including Pass Through Certificates), Debt Derivatives, Repo/Reverse Repo in corporate debt securities, overseas/ foreign securities. Further, the Plan does not intend to engage in stock and securities lending and short selling or participate in credit default swap transactions.		
<b>Fund Manager</b>	Mr. Sunil Patil (debt portfolio) and Mr. V. Srivatsa (equity portfolio)		
<b>Benchmark</b>	CRISIL MIP Blended Index		
<b>Load Structure</b>	<b>Entry Load:</b> Not Applicable <b>Exit Load:</b> No Exit Load is applicable for the Plan. No redemption is permitted before maturity of the Plan, being a close ended Plan		



# Key features of UTI Capital Protection Oriented Scheme–Series VII– V (1281 days)

<b>Minimum Amount for Application in the NFO</b>	Minimum amount of investment under Regular Sub Plan and Direct Sub Plan is Rs.5,000/- and in multiples of Rs.1/- thereafter without any upper limit.
<b>Sub Plan (s) &amp; Option(s) offered</b>	The Plan offers the following Sub Plans Direct Sub Plan Regular Sub Plan  Both the Sub Plan offers the following Option(s): (i) Growth Option (ii) Dividend Option with Payout facility.
<b>Liquidity</b>	During the New Fund Offer, the units of the Plan will be sold at the face value of ` 10/- per unit. Redemption will be done on maturity date at NAV based price of the Plan. As per SEBI guidelines, the AMC / Mutual Fund shall not redeem the units of the Plan before the date of maturity. The units of the Plan will be listed on the National Stock Exchange after the closure of the New Fund Offer period. Investors will be able to enter and exit the Plan through transactions in the secondary market within five business days of allotment.
<b>Transparency / NAV Disclosure</b>	The AMC will calculate and disclose the first NAV within a period of 5 business days from the date of allotment. Subsequently, the NAV will be calculated and disclosed on every business day.





## 5 Reasons why to invest in UTI CPOS Series VII – V (1281 Days)

1

Aims to provide capital protection by investing in AAA rated fixed income instruments

2

Equity investments tend to outperform other asset classes over the long run, hence the potential for capital appreciation

3

Combines protection of capital with exposure to equities

4

Suitable for risk averse investors looking to enter equity markets

5

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<sup>^</sup>Refer to CRISIL Ratings Disclaimer at the end of the presentation



# Disclaimer

**The Scheme offered is “oriented towards protection of capital” and not with guaranteed returns. Further, the orientation towards protection of capital originates from the Portfolio Structure of the Scheme and not from any bank guarantee, insurance cover, etc.**

## **^ Rating Related Disclaimer**

A CRISIL rating for a Capital Protection Oriented Fund reflects CRISIL's current opinion on the likelihood of timely repayment of the initially invested capital in the rated instrument at maturity. It is not an opinion on the stability of the Fund's NAV prior to its maturity date. It does not constitute an audit by CRISIL of the Fund House, the scheme, or companies in the schemes portfolio. CRISIL Ratings are based on information provided by the issuer or obtained by CRISIL from sources it considers reliable. CRISIL does not guarantee the completeness or accuracy of the information on which the rating is based. A CRISIL rating is not a recommendation to buy, sell or hold the rated scheme, it does not comment on the NAV or the market price or suitability for any investor.

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# Thank You

**Mutual Fund Investments are subject to market risks, read all scheme related documents carefully**

