



Exchange Traded Fund Picks (ETF)

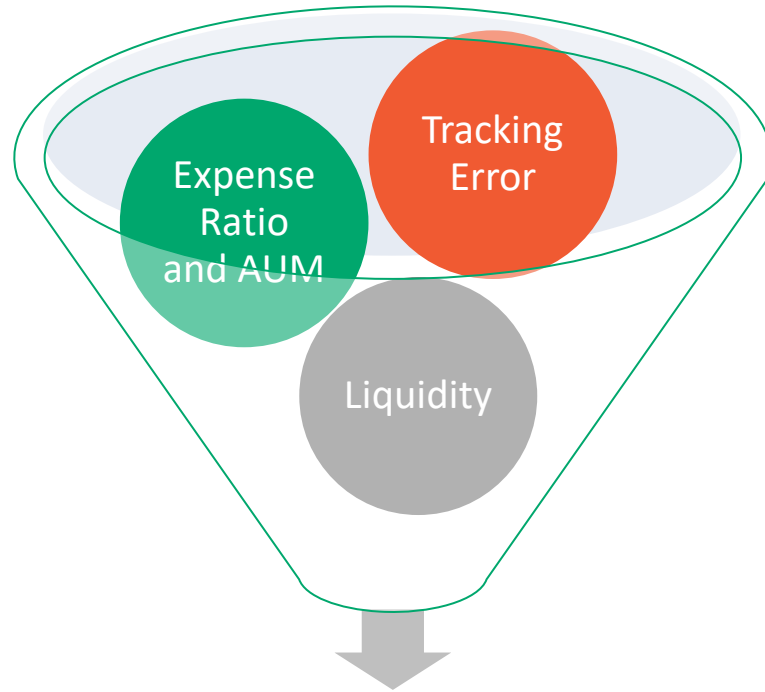
What is an ETF?

The ETFs are type of mutual Fund that is listed and traded on the stock exchange just like stocks. It is an open ended Mutual Fund scheme which invest in a basket of stocks that reflects the composition of an index like the Nifty 50 or the Sensex index. The ETF prices reflects the net asset value of basket of stocks in which it is investing. The actively managed Mutual Funds aim to generate alpha by outperforming its benchmark, whereas the ETFs aim to track the underline index and replicate its return.

Types of ETFs

Equity ETFs	<ul style="list-style-type: none">• Equity ETFs aims to track an underlying index like Nifty 50, Sensex etc. Equity ETFs invest in a basket of stocks, which replicate the underlying index that the ETF aims to track
Debt ETF	<ul style="list-style-type: none">• Debt ETFs track debt indices allowing investors to take exposure to various types of fixed income securities including government securities, T-bills, corporate bonds etc.
Commodity ETFs	<ul style="list-style-type: none">• Commodity-based ETFs invest in commodities such as gold or silver. These ETFs aims to track the performance of respective commodity.
International ETFs	<ul style="list-style-type: none">• An international ETF invest mainly in foreign based securities. These ETFs track a country specific index.

Our philosophy while selecting ETFs



Top ETFs selected after considering these parameters

Our philosophy while selecting ETFs:-

ETFs are passively managed funds and therefore we are considering fund expense ratio, AUMs, tracking error and liquidity while selecting ETFs.

- **Expense Ratio:-** ETFs are passively-managed funds and therefore lower the expense ratio better it is.
- **Fund AUM:-** This means the total asset under management and the ETF should have reasonable AUM compared to its category.
- **Tracking Error:-** Tracking error is the deviation between index return and the ETF return.
- **Liquidity:-** This is an important factor for any ETF as these are bought and sold in the stock exchange. If liquidity is not available for any ETF then the investor may not find enough buyers to sell ETF investment.



Equity ETFs

Nifty 50 ETFs

ETF Name	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty 50 BeES	0.04	34,093	9,230	32.5	24.1	15.0
SBI Nifty 50 ETF	0.04	2,12,886	2,415	32.5	24.1	15.0
ICICI Prudential Nifty 50 ETF	0.03	20,751	1,016	32.6	24.1	15.1
Index						
Nifty 50 TRI	-	-	-	32.7	24.1	15.1

Nifty 50 ETFs track the composition of the Nifty 50 Index. When investor buy a Nifty 50 ETF, then they are getting exposure to the 50 stocks that form the Index.

Nifty Next 50 ETFs

ETF Name	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty Next 50 Junior BeES	0.17	5,698	1,339	71.6	35.5	22.8
SBI Nifty Next 50 ETF	0.15	3,204	201	71.8	35.6	22.8
ICICI Prudential Nifty Next 50 ETF	0.1	926	224	71.8	35.6	22.9
Index						
Nifty Next 50 TRI	-	-	-	72.1	35.8	23.1

Nifty Next 50 ETFs:-

The Nifty Next 50 ETFs will aim to track the Nifty Next 50 Index and will consists of 50 large cap companies which are part of Nifty 100 index but does not form part of Nifty 50. Effectively, the Nifty Next 50 Index consists of smaller large cap companies and thus historically has provided a blend of large cap and mid cap segment both in terms of portfolio and performance.

Midcap ETFs

ETF Name	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty Midcap 150	0.21	1,752	834	47.9	39.0	25.9
Mirae Asset Nifty Midcap 150 ETF	0.05	945	281	48.1	39.1	--
Motilal Oswal Nifty Midcap 100 ETF	0.22	554	185	49.3	40.9	26.4
Index						
Nifty Midcap 100 TRI	-	-	-	49.3	41.0	26.7
Nifty Midcap 150 TRI	-	-	-	48.2	39.3	26.2

Nifty Midcap ETFs:-

NIFTY Midcap 150 represents the next 150 companies (companies ranked 101-250) based on full market capitalisation from NIFTY 500. This index intends to measure the performance of mid market capitalisation companies.

The Nifty Midcap 150 ETF and Nifty Micap 100 ETF will be managed passively with investments in stocks in the same proportion as in the Nifty Midcap 150 and Nifty Midcap 100 Index.

Small Cap ETF

ETF Name	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
HDFC NIFTY Smallcap 250 ETF	0.2	530	602	51.3	--	--
Motilal Oswal Nifty Smallcap 250 ETF	0.3	102	157	--	--	--
Index						
Nifty Smallcap 250 TRI	-	-	-	52.0	42.8	26.4

Nifty Small Cap 250 ETFs:-

NIFTY Smallcap 250 represents the balance 250 companies (companies ranked 251-500) from NIFTY 500. This index intends to measure the performance of small market capitalisation companies



Equity Sectoral ETFs

Equity Sectoral ETFs

Sectoral/Thematic ETFs	Expense Ratio %	AUM (Cr₹)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Sectoral - Bank ETFs						
Nippon India ETF Nifty Bank BeES	0.19	6,880	4,226	19.3	17.8	13.2
SBI Nifty Bank ETF	0.2	4,573	891	19.3	17.8	13.2
Kotak Nifty Bank ETF	0.15	5,416	717	19.4	17.7	13.1
UTI Nifty Bank ETF	0.16	3,620	345	19.4	17.9	13.3
Sectoral - PSU Bank ETFs						
Nippon India ETF Nifty PSU Bank BeES	0.49	2,475	2,266	28.7	50.4	40.2
Kotak Nifty PSU Bank ETF	0.49	1,349	529	28.7	50.4	40.2
Sectoral - Auto ETFs						
Nippon India Nifty Auto ETF	0.22	231	382	67.5	46.62	--
Sectoral - Healthcare ETFs						
Nippon India Nifty Pharma ETF	0.21	852	700	51.2	34.6	17.5
Sectoral - IT ETFs						
Nippon India ETF Nifty IT	0.22	2,505	2,755	35.6	27.4	8.6
ICICI Prudential Nifty IT ETF	0.2	483	355	35.6	27.4	8.7
Kotak Nifty IT ETF	0.09	196	79	35.7	27.4	8.8
Thematic-Consumption						
ICICI Prudential Nifty FMCG ETF	0.2	395	272	28.7	23.0	19.3
Thematic						
CPSE ETF	0.07	44,279	3,987	87.6	69.8	48.7
ICICI Prudential Bharat 22 ETF	0.07	20,613	1,363	57.5	52.3	38.2

Strategy ETFs

ETF Name	Expense Ratio %	AUM (Cr)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
ICICI Prudential Nifty Alpha Low - Volatility 30 ETF	0.41	1,549	389	56.6	36.1	21.6
Kotak Nifty Alpha 50 ETF	0.3	340	357	64.2	41.8	--
ICICI Prudential Nifty 100 Low Volatility 30 ETF	0.41	3588	407	43.1	29.8	17.4
ICICI Prudential Nifty50 Value 20 ETF	0.25	169	80	41.2	31.8	18.9
DSP Nifty 50 Equal Weight ETF	0.3	220	109	42.1	30.8	--
Index						
Nifty 100 Low Volatility 30 TRI	-	-	-	43.8	30.4	18.0
NIFTY Alpha Low Volatility 30 TRI	-	-	-	57.5	36.8	22.2
Nifty Alpha 50 TRI	-	-	-	66.0	43.7	25.0
Nifty 50 Value 20 TRI	-	-	-	41.8	32.3	19.3



Commodity ETFs

Commodity ETFs

Commodiity ETFs	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Gold ETF						
Nippon India ETF Gold BeES	0.79	13,725	4,139	28.9	21.0	16.4
ICICI Prudential Gold ETF	0.5	5,025	831	29.1	21.1	16.6
HDFC Gold ETF	0.59	6,040	714	29.1	21.1	16.5
SBI Gold ETF	0.65	5,411	692	29.0	20.9	16.5
Kotak Gold ETF	0.55	4,912	358	29.1	21.1	16.6
Silver ETF						
Nippon India Silver ETF	0.56	4,477	4,176	24.3	25.1	--
ICICI Prudential Silver ETF	0.4	3,714	647	24.5	25.4	--
Aditya Birla Sun Life Silver ETF	0.35	450	172	24.6	25.3	--

A Gold ETF is an exchange-traded fund (ETF) that aims to track the domestic physical gold price.

Silver ETF tracks the price of pure silver. These instruments invest in physical silver or silver related instruments.



International ETFs

International ETFs

ETF Name	Expense Ratio %	AUM (Cr)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Motilal Oswal Nasdaq 100 ETF	0.58	8,299	825	35.2	34.6	14.9
Mirae Asset NYSE FANG+ ETF	0.66	2,369	473	52.4	55.8	21.1
Nippon India ETF Hang Seng BeES	0.93	622	464	24.5	16.3	1.9
Mirae Asset S&P 500 TOP 50 ETF	0.65	763	100	39.2	34.0	16.9

International ETFs:-

Nasdaq 100 Index:-

The Nasdaq 100 index tracks the 100 largest stocks listed on the Nasdaq stock exchange. The selected companies are mainly from sectors such as hardware and software, telecommunications, retail and biotechnology – including all the major US technology companies.

NYSE FANG Plus:-

The NYSE FANG+ Index is an equal-dollar weighted Index designed to represent a segment of the technology and consumer discretionary sectors consisting of 10 highly-traded growth stocks of technology and tech-enabled companies.

NYSE FANG+ Index constitutes of 10 stocks – Alibaba, Facebook, Alphabet, Apple, Baidu, Nvidia, Amazon, Netflix, Microsoft, Tesla

Hang Seng:- The “Hang Seng” is an index in Hong Kong. It is used to record and monitor daily changes of the largest companies of the Hong Kong stock market.

S&P 500 TOP 50:-

The S&P 500 Top 50 consists of 50 largest companies from S&P 500 index.



Debt ETFs

Debt ETFs

Debt ETFs	Expense Ratio %	AUM (Cr)	YTM % (Sept-24)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
					1Yr	2Yr	3Yr
G-Sec ETF							
Nippon India ETF Nifty 8-13 yr G-Sec Long Term Gilt	0.1	2222	6.88	477	10.4	9.2	5.7
Nippon India ETF Nifty 5 yr Benchmark G-Sec	0.09	184	6.78	188	9.5	8.5	5.9
ICICI Prudential Nifty 10 yr Benchmark G-Sec ETF	0.14	507	6.98	281	10.2	--	--
Bharat Bond ETF							
BHARAT Bond ETF - April 2030	0.0005	18,869	7.21	178	9.2	8.6	6.4
BHARAT Bond ETF - April 2031	0.0005	14,088	7.17	125	9.6	8.9	6.4
BHARAT Bond ETF - April 2025	0.0005	11,588	7.5	122	7.6	7.4	5.3
Liquid ETF							
Nippon India ETF Nifty 1D Rate Liquid BeES	0.69	13,656	6.63	36,387	6.1	5.9	4.9
ICICI Prudential BSE Liquid Rate ETF	0.25	2,990	6.61	9,164	6.3	5.8	5.0

G-Sec ETF:- The scheme would invest in government securities and endeavour to track the benchmark index.

Bharat Bond ETF:- An investment option to invest in the bonds of public sector companies.

Liquid ETF:- They invest in low-risk fixed income securities and the portfolio maturity ranges from 1 day to 90 days.



ETF Basket

ETF Basket

ETF Name	Symbol	Category	AUM (Cr₹)	NAV As on Oct 01 2024
Nippon India ETF Nifty 50 BeES	NIFTYBEES	Large Cap	34,093	287.6
Nippon India Nifty Pharma ETF	PHARMABEES	Sectoral	852	23.7
ICICI Prudential Nifty Alpha Low - Volatility 30 ETF	ICICIALPLV	Strategy	1,549	32
CPSE ETF	CPSEETF	Thematic	44,279	100.7
ICICI Prudential Bharat 22 ETF	ICICIB22	Thematic	20,613	120.1
Nippon India ETF Nifty IT	ITBEES	Sectoral	2,505	45.4

ETF Basket

CPSE ETF

The Nippon India mutual fund manage the “CPSE ETF” and it tracks the performance of “Nifty CPSE” index. The “Nifty CPSE” Index is constructed in order to facilitate Government of India’s initiative to disinvest some of its stake in Central Public Sector Enterprises (CPSE) through ETF route.

The index comprises of select 10 CPSEs and It is one of the largest Indian equity ETF tracks the Nifty CPSE index. The index rebalancing is done on “quarterly weight rebalancing” basis. The sectoral allocation of index is at 46.49% to Power, 34.98% to Oil, Gas & Consumable Fuels, 17% to Capital Goods and 1.52% to Construction.

ETF Name	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
CPSE ETF	0.07	44,279	3,987	87.6	69.8	48.7
Index						
Nifty CPSE TRI	-	-	-	88.0	70.3	49.2

Outlook

The “Nifty CPSE” index have more than 80% allocation to Power and Oil & Gas sectors and current economic growth scenario could be positive for these sectors.

ICICI Prudential Bharat 22 ETF

The “ICICI Prudential Bharat 22 ETF” tracks the “S&P BSE Bharat 22” index and the index is designed to measure the performance of 22 select companies disinvested by central government of India.

The S&P BSE Bharat 22 index comprises select companies from the universe of the Central Public Sector Enterprises (CPSE), Companies with stakes held under the Specified Undertaking of the Unit Trust of India (SUUTI), listed PSU banks and disinvested by the government of India. The maximum weight of BSE sectors and individual stocks is capped at 20% and 15% respectively. The index is rebalanced annually in March. The stocks & sector weight caps are applied during the annual rebalancing.

ETF Name	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
ICICI Prudential Bharat 22 ETF	0.07	20,613	1,363	57.5	52.3	38.2

Outlook

The “S&P BSE Bharat 22” index comprises of stocks from the universe of CPSE, SUUTI and PSU Banks. The current momentum could be positive for these stocks.

ETF Basket

Nippon India ETF Nifty 50 BeES

The “Nippon India ETF Nifty 50 BeES” track the “Nifty 50” index and it is well diversified 50 stock index reflecting overall market conditions. The Nifty 50 Index represents about 59% of the free float market capitalization of the stocks listed on NSE as on September 29, 2023.

The Nifty 50 index is computed using Free Float Market Capitalisation weighted method, wherein the level of index reflects the free float market capitalisation of all stocks in Index. For a stock to qualify for index inclusion, have average impact cost of 0.5% or less during the last six months for 90% of the observations, have a listing history of 6 months and companies that are allowed to trade in F&O segment are only eligible. The index rebalancing is done on semi-annually.

ETF Name	Expense Ratio %	AUM (Cr₹)	Average Traded volume (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty 50 BeES	0.04	32,713	8,726	31.3	21.3	14.9
Index						
Nifty 50 TRI	-	-	-	31.4	21.4	15.0

Outlook

The “Nifty 50” is a well diversified 50 stocks large cap index reflects the market conditions. Considering current market volatility investor should have allocation to large cap ETF.

ICICI Prudential Nifty Alpha Low - Volatility 30 ETF

The ETF invest and track the performance of “Nifty Alpha Low-Volatility 30” Index. The index is designed to reflect the performance of a portfolio of stocks selected based on top combination of Alpha and Low Volatility.

The Index consists of 30 stocks selected from Nifty 100 and Nifty Midcap 50. The Index consists of 30 stocks selected from Nifty 100 and Nifty Midcap 50. The index rebalancing is done on Semi-annual basis and as per Sept-24 portfolio the top three sectors are Automobile and Auto Components at 18.94%, FMCG at 18.06% and Healthcare at 17.31%.

ETF Name	Expense Ratio %	AUM (Cr\$)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
ICICI Prudential Nifty Alpha Low - Volatility 30 ETF	0.41	1,549	389	56.6	36.1	21.6
Index						
NIFTY Alpha Low Volatility 30 TRI	-	-	-	57.5	36.8	22.2

Outlook

The index intend to counter the cyclicity of single factor index strategy and provide a choice to take exposure to multiple factors through single index. Considering current market scenario, investor should have allocation to low volatile index.

Nippon India Nifty Pharma ETF

The “Nippon India Nifty Pharma ETF” is sectoral index track the “Nifty Pharma” index. The “Nifty Pharma” Index is designed to reflect the behavior and performance of the pharmaceutical sector in India.

The Index comprises of 20 companies listed on National Stock Exchange of India (NSE). The “Nifty Pharma” Index is computed using free float market capitalization method, wherein the level of the index reflects the total free float market value of all the stocks in the index relative to particular base market capitalization value. The index rebalancing is done on semi annually and no single stock shall be more than 33% and weightage of top 3 stocks cumulatively shall not be more than 62% at the time of rebalancing.

ETF Name	Expense Ratio %	AUM (Cr₹)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Nippon India Nifty Pharma ETF	0.21	852	700	51.2	34.6	17.5
Index						
Nifty Pharma TRI	-	-	-	51.6	34.9	17.8

Outlook

The “Nifty Pharma” index is designed to reflect the pharmaceutical sector in India. The outlook for the pharma industry is optimistic and expected to drive growth through innovation and market expansion.

Nippon India ETF Nifty IT

The “Nippon India ETF Nifty IT” is sectoral index track the “Nifty IT” index. The “Nifty IT” Index is designed to reflect the behavior and performance of the IT sector in India.

The Nifty IT Index comprises of 10 companies listed on the National Stock Exchange (NSE). The Nifty IT index is computed using free float market capitalization method with a base date of Jan 1, 1996 indexed to a base value of 1000 wherein the level of the index reflects total free float market value of all the stocks in the index relative to a particular base market capitalization value. The base value of the index was revised from 1000 to 100 with effect from May 28, 2004. The index rebalancing is done on semi annually.

ETF Name	Expense Ratio %	AUM (Cr₹)	Average Traded volume (Oct-23 to Sept-24 & Rs. Lakhs)	Performance as on Oct 01, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty IT	0.22	2,505	2,755	35.6	27.4	8.6
Index						
Nifty IT TRI	-	-	-	35.9	27.7	8.9

Outlook

The “Nifty IT” index is designed to reflect the IT sector in India. We expect a decent uptick in revenue for most covered IT companies for Q2FY25 while management commentaries on recovery in discretionary spending could provide further acceleration.

DISCLAIMER

This document is meant for sole use by the recipient and not for circulation. The information contained in this report is intended for general information purposes only. The information published should not be used as a substitute for any form of investment advertisement, investment advice or investment information. The information in this report has not been prepared taking into account specific investment objectives, financial situations and needs of any particular investor, and therefore may not be suitable for you. You should verify all scheme related information before relying on it. Further, the selection of the Mutual Funds for the purpose of including in the indicative portfolio does not in any way constitute any recommendation by Sharekhan Limited with respect to the prospects or performance of these Mutual Funds. We recommend investors to seek advice from professional financial advisors.

- Mutual funds, like securities investments, are subject to market and other risks and there can be no assurance that the objectives of any of the schemes of the Fund will be achieved. Please read the Offer Document carefully in its entirety prior to making an investment decision.
- The NAV of units issued under the Schemes of mutual funds can go up or down depending on the factors and forces affecting capital markets and may also be affected by changes in the general level of interest rates. The NAV of the units issued under the scheme may be affected, inter-alia by changes in the interest rates, trading volumes, settlement periods, transfer procedures and performance of individual securities. The NAV will inter-alia be exposed to Price / Interest Rate Risk and Credit Risk.
- Past performance of any scheme of the Mutual fund do not indicate the future performance of the Schemes of the Mutual Fund. Sharekhan shall not responsible or liable for any loss or shortfall incurred by the investors.
- Investors are not being offered any guaranteed or assured rate of return through this document.

Sharekhan and/or its associates receive commission for distribution of Mutual Funds from various Asset Management Companies (AMCs) and the details of the commission rates earned from various Mutual Fund houses are available on our website. Sharekhan or its associates may have received commission from AMCs whose funds are mentioned in the report during the period preceding twelve months from the date of this report for distribution of Mutual Funds. Sharekhan also provides stock broking services to institutional clients including AMCs and hence may have received brokerage for security transactions done by any of the above AMCs during the period preceding twelve months from the date of this report.

As per the Equity Linked Savings Scheme, 2005, investments made under the scheme qualify for tax benefits under Section 80C of Income Tax Act, 1961, and shall be locked-in for a period of 3 years from the date of allotment of units.

Sharekhan may offer or distribute Mutual Fund schemes of BNP Paribas Asset Management India Private Limited as both entities are part of the same group BNP Paribas SA.

Compliance Officer: Ms. Binkle R. Oza; Tel: 022-62263303; e-mail: complianceofficer@sharekhan.com Contact: myaccount@sharekhan.com

Registration and Contact Details: Name of Research Analyst - Sharekhan Limited, Research Analyst Regn No.: INH000006183. CIN: - U99999MH1995PLC087498. Registered Office: The Ruby, 18th Floor, 29 Senapati Bapat Marg, Dadar (West), Mumbai – 400 028, Maharashtra, INDIA. Tel: 022-6115000. Correspondence/Administrative Office Address - Gigaplex IT Park, Unit No 1001, 10th Floor, Building No.9, TTC Industrial Area, Digha, Airoli-West, Navi Mumbai – 400708. Tel: 022 61169000 / 61150000, Fax No. 61169699. Other registrations of Sharekhan Ltd.: SEBI Regn. Nos.: BSE / NSE (CASH / F&O / CD) / MCX - Commodity: INZ000171337; BSE – 748, NSE – 10733, MCX – 56125, DP: NSDL/CDSL-IN-DP-365-2018; PMS: INP000005786; Mutual Fund: ARN 20669 (date of initial registration: 03/07/2004, and valid till 02/07/2026); IRDAI Registered Corporate Agent (Composite) License No. CA0950, valid till June 13, 2027. Compliance Officer: Ms. Binkle R. Oza; Tel: 022-62263303; email id: complianceofficer@sharekhan.com For any complaints/grievance, email us at igc@sharekhan.com or you may even call Customer Service desk on - 022- 41523200/022-69920600.