



Exchange Traded Fund Picks (ETF)

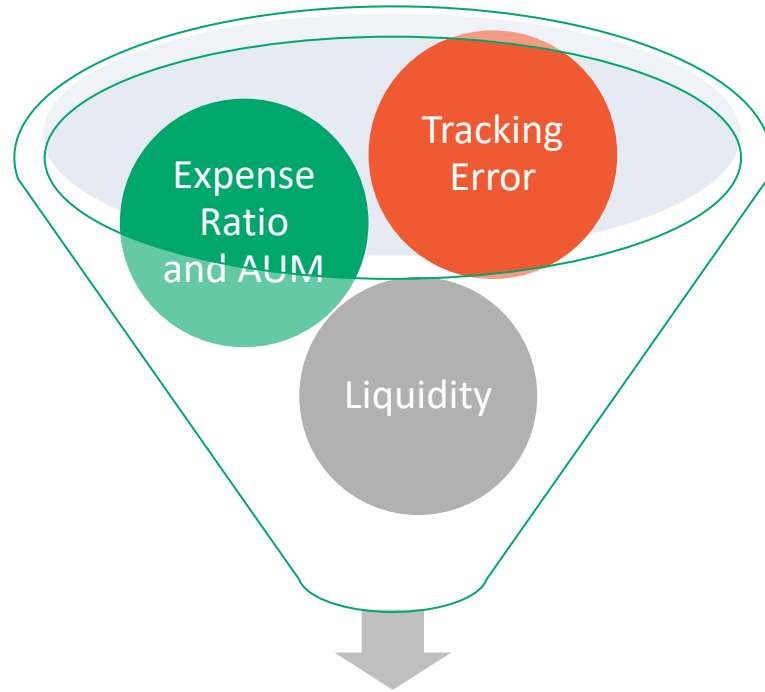
What is an ETF?

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 (Sept-23 to Aug-24 & ₹ 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
SBI Nifty 50 ETF	0.04	2,06,972	2,469	31.3	21.3	14.9
ICICI Prudential Nifty 50 ETF	0.03	19,651	983	31.3	21.3	14.9
Index						
Nifty 50 TRI	-	-	-	31.4	21.4	15.0

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 (Sept-23 to Aug-24 & ₹. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty Next 50 Junior BeES	0.17	5,565	1,238	68.5	31.9	21.9
SBI Nifty Next 50 ETF	0.15	3,078	184	68.6	32.0	22.0
ICICI Prudential Nifty Next 50 ETF	0.1	901	194	68.6	32.0	22.0
Index						
Nifty Next 50 TRI	-	-	-	68.9	32.2	22.2

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 (Sept-23 to Aug-24 & ₹. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty Midcap 150	0.21	1,703	825	47.9	36.2	26.8
Mirae Asset Nifty Midcap 150 ETF	0.05	892	302	48.0	36.3	--
Motilal Oswal Nifty Midcap 100 ETF	0.22	535	174	50.5	37.7	27.7
Index						
Nifty Midcap 100 TRI	-	-	-	50.5	38.0	27.9
Nifty Midcap 150 TRI				48.2	36.5	27.1

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 Midcap 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 (Sept-23 to Aug-24 & ₹. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
HDFC NIFTY Smallcap 250 ETF	0.2	475	550	51.2	--	--
Motilal Oswal Nifty Smallcap 250 ETF	0.3	93	166	--	--	--
Index						
Nifty Smallcap 250 TRI	-	-	-	51.7	40.4	27.6

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 (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Sectoral - Bank ETFs						
Nippon India ETF Nifty Bank BeES	0.19	6,801	4,091	16.5	15.0	12.5
SBI Nifty Bank ETF	0.2	4,545	850	16.5	15.0	12.5
Kotak Nifty Bank ETF	0.15	5,681	752	16.5	14.9	12.4
UTI Nifty Bank ETF	0.16	3,473	345	16.5	15.1	12.6
Sectoral - PSU Bank ETFs						
Nippon India ETF Nifty PSU Bank BeES	0.49	2,502	2,252	54.7	53.1	45.1
Kotak Nifty PSU Bank ETF	0.49	1,453	537	54.8	53.1	45.0
Sectoral - Auto ETFs						
Nippon India Nifty Auto ETF	0.22	234	347	64.0	41.1	--
Sectoral - Healthcare ETFs						
Nippon India Nifty Pharma ETF	0.21	799	657	53.4	36.2	17.3
Sectoral - IT ETFs						
Nippon India ETF Nifty IT	0.22	2,579	2,662	38.5	26.4	9.2
ICICI Prudential Nifty IT ETF	0.2	487	348	38.6	26.5	9.3
Kotak Nifty IT ETF	0.09	219	69	38.7	26.6	9.4
Thematic-Consumption						
ICICI Prudential Nifty FMCG ETF	0.2	354	240	26.0	22.3	18.2
Thematic						
CPSE ETF	0.07	46,099	3,636	106.6	66.9	57.9
ICICI Prudential Bharat 22 ETF	0.07	20,550	1,188	65.2	49.2	41.8

Strategy ETFs

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
ICICI Prudential Nifty 100 Low Volatility 30 ETF	0.41	3,348	375	40.3	26.2	17.0
Kotak Nifty Alpha 50 ETF	0.3	291	298	69.4	38.4	--
ICICI Prudential Nifty Alpha Low - Volatility 30 ETF	0.41	1,417	328	57.6	34.6	20.5
ICICI Prudential Nifty50 Value 20 ETF	0.25	164	73	44.0	30.0	19.8
Index						
Nifty 100 Low Volatility 30 TRI	-	-	-	41.0	26.8	17.5
NIFTY Alpha Low Volatility 30 TRI	-	-	-	58.5	35.3	21.1
Nifty Alpha 50 TRI	-	-	-	71.5	40.6	26.0
Nifty 50 Value 20 TRI	-	-	-	44.7	30.5	20.2



Commodity ETFs

Commodity ETFs

Commodiity ETFs	Expense Ratio %	AUM (Cr₹)	Average Traded volume (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Gold ETF						
Nippon India ETF Gold BeES	0.79	12,737	3,776	19.0	17.7	13.6
ICICI Prudential Gold ETF	0.5	4,742	720	19.2	18.0	13.9
HDFC Gold ETF	0.59	5,502	616	18.6	17.8	13.7
SBI Gold ETF	0.65	5,002	623	18.7	17.8	13.7
Kotak Gold ETF	0.55	4,542	294	19.2	17.9	13.8
Silver ETF						
Nippon India Silver ETF	0.56	4,037	3,765	10.0	24.3	--
ICICI Prudential Silver ETF	0.4	3,151	599	10.2	25.1	--
Aditya Birla Sun Life Silver ETF	0.35	406	162	10.2	24.9	--

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 (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Motilal Oswal Nasdaq 100 ETF	0.58	8,129	771	27.9	29.5	12.9
Mirae Asset NYSE FANG+ ETF	0.66	2,311	467	43.3	49.7	19.4
Nippon India ETF Hang Seng BeES	0.93	526	401	1.7	1.2	-5.4
Mirae Asset S&P 500 TOP 50 ETF	0.65	749	99	31.9	29.0	--

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 % (Aug-24)	Average Traded volume (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
					1Yr	2Yr	3Yr
G-Sec ETF							
Nippon India ETF Nifty 8-13 yr G-Sec Long Term Gilt	0.1	2150	7.00	405	8.8	8.0	5.3
Nippon India ETF Nifty 5 yr Benchmark G-Sec	0.09	203	6.90	191	8.8	7.7	5.6
ICICI Prudential Nifty 10 yr Benchmark G-Sec ETF	0.14	526	7.00	302	8.6	--	--
Bharat Bond ETF							
BHARAT Bond ETF - April 2030	0.0005	19,295	7.30	167	8.4	7.6	6.2
BHARAT Bond ETF - April 2031	0.0005	14,032	7.30	114	8.5	7.6	6.2
BHARAT Bond ETF - April 2025	0.0005	11,645	7.60	110	7.3	6.9	5.1
Liquid ETF							
Nippon India ETF Nifty 1D Rate Liquid BeES	0.69	13,437	6.59	35,482	6.0	5.8	4.8
ICICI Prudential BSE Liquid Rate ETF	0.25	3,244	6.60	8,726	6.4	5.7	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 02 Sept 2024
Nippon India ETF Nifty 50 BeES	NIFTYBEES	Large Cap	32,713	281.9
CPSE ETF	CPSEETF	Thematic	46,099	102.5
ICICI Prudential Bharat 22 ETF	ICICIB22	Thematic	20,550	118.6
Nippon India Nifty Pharma ETF	PHARMABEES	Sectoral	799	23.4
Kotak Nifty Alpha 50 ETF	KOTAKALPHA	Strategy	291	57.6
Nippon India ETF Nifty IT	ITBEES	Sectoral	2,579	46

ETF Basket

Kotak Nifty Alpha 50 ETF

The scheme tracks the “Nifty Alpha 50” index and the “Nifty Alpha 50” index tracks the performance of 50 stocks with high Alphas in last one year. Weights of securities in the index are assigned based on the alpha values. Security with highest alpha in the index is assigned the highest weight.

It is a well-diversified 50 stock index and the weight of securities in the index are assigned based on the alpha values. The alpha of the eligible securities is calculated using trailing 1 year prices (Adjusted for corporate actions). They are ranked in descending order and final selection of 50 companies shall be done based on scripts Alpha values.

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
Kotak Nifty Alpha 50 ETF	0.30	291	298	69.4	38.4	--
Index						
Nifty Alpha 50 TRI	-	-	-	71.5	40.6	26.0

Outlook

The stocks in the index selected from top 300 companies by average market capitalization and average daily turnover for the last six months. The top 50 stocks selected based on the Alpha values of the stocks. The current growth scenarios and positive momentum could be positive for this index strategy.

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. The large cap allocation of the portfolio can be done by investing in this index.

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 45.57% to Power, 38.96% to Oil, Gas & Consumable Fuels, 13.8% to Capital Goods and 1.67% to Construction.

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
CPSE ETF	0.07	46,099	3,636	106.6	66.9	57.9
Index						
Nifty CPSE TRI	-	-	-	107.2	67.5	58.6

Outlook

The “Nifty CPSE” index have more than 80% allocation 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 (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
ICICI Prudential Bharat 22 ETF	0.07	20,550	1,188	65.2	49.2	41.8

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 and the opportunity can be use by investing through this ETF.

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 (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Nippon India Nifty Pharma ETF	0.21	799	657	53.4	36.2	17.3
Index						
Nifty Pharma TRI	-	-	-	53.8	36.6	17.6

Outlook

The “Nifty Pharma” index is designed to reflect the pharmaceutical sector in India. The Sharekhan Fundamental Research team has turned bullish on the pharmaceutical sector and considering the potential re-rating of the sector, the pharma sector allocation in the portfolio can be done by investing in this ETF.

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 (Sept-23 to Aug-24 & Rs. Lakhs)	Performance as on Sept 02, 2024		
				1Yr	2Yr	3Yr
Nippon India ETF Nifty IT	0.22	2,579	2,662	38.5	26.4	9.2
Index						
Nifty IT TRI	-	-	-	38.9	26.8	9.5

Outlook

The “Nifty IT” index is designed to reflect the IT sector in India. The anticipation of heightened GenAI adoption within the next 12-18 months could boost demand for cloud services, while the possibility of a Federal Reserve interest rate cut may trigger an early recovery, particularly in the BFS sector.

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