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Wealth Management | Axis Bank

INVESTMENT PERSPECTIVES

January – March 2023

Wealth Management | Axis Bank

MARKET OVERVIEW

MARKET OVERVIEW

As we turn the final page of 2022, the Indian market outperformed other global and emerging markets by a notable margin, which was primarily driven by the country's robust economic outlook despite multiple headwinds it faced such as the geopolitical crisis, policy tightening, rising inflation and volatile FII flows.

Nifty 50 index registered a growth of 4.33% in CY2022 while the S&P 500 and FTSE Emerging Market indices tanked by -19% and -20% respectively.

The Indian economy is positioned in a sweet spot for growth against the backdrop of a volatile global economy. The majority of the high-frequency indicators are up from the pre-Covid levels, indicating the resilience of our economy. The market may continue to be influenced by the evolving macroeconomic data points in the near term. There is also a shift in the market structure to domestic-oriented themes that are well-supported by the country's strength as a domestic-consumption economy.

Direction of inflation, the dollar index, oil & commodity prices and China reopening will further drive the market fundamentals in the first half of 2023. Encouragingly, the second half of 2023 is likely to be less volatile in comparison if no recessionary surprises emerge from the developed markets. Current valuations offer a limited scope of further expansion; an increase in corporate earnings will be the primary factor that would drive the market returns henceforth. We continue to remain constructive on equities over the long term (3 to 5 years and above); having said that, volatility is expected to remain in the near term.

We maintain a positive bias towards India equity. Investors can consider investing in equities with a 3 to 5 year investment perspective.

- The year 2022 has been eventful for bond markets. It was a year of taming inflation at the cost of growth of the economy. Regulators worldwide have been increasing interest rates in order to capture the rising inflation. The Indian yield on a 10-year-government bond rose by 86 bps to 7.31%, while the 10-year benchmark made a top of 7.61%, up by almost 116 bps in CY2022 against the 225 bps rate hiked by the RBI.
- Indian bond yields are likely to remain range bound, as sentiments weakened after the minutes of the RBI's last meeting showed policymakers remained worried about inflation and said a premature pause in monetary policy would be a costly policy error at this juncture. Given this backdrop of inflation-growth dynamics, we believe another rate hike is on the cards in the upcoming February policy.
- As we transition in CY2023, the key trigger for bond yields will be the government spending in FY24, inclusion of Indian bonds in global indices and the budgetary announcement.
- Investors need to be cautious/conservative as inflationary pressures continue to remain high though inflation prints are below the RBI's upper threshold of 6%, but the core inflation still remains sticky. We expect the RBI to continue with its monetary policy stance while supporting growth. The near-term direction would be dictated by (a) containing persistently high inflation, (b) being in sync with global monetary policy, (c) addressing external sector pressures by managing interest rate differentials, and (d) ensuring INR stability.

We remain constructive on the short to medium end of the yield curve. Short Duration funds, Corporate Bond funds, Debt Index funds (Target Maturities), Banking & PSU Debt funds, Floating Rate funds, Money Market funds, Low Duration funds and Ultra Short Duration funds can be considered by investors with an investment horizon commensurate with the maturity and duration of the schemes. **Having said this, one should consider aspects such as exit load, capital gains tax and asset allocation amongst others while evaluating their investment options.**

EQUITY MARKET UPDATE

EQUITY MARKET RECAP

Indian equity markets ended the quarter of December 2022 in positive territory. Large Cap indices outperformed the broader market. The Nifty 50 was up by 5.91% during the quarter ended December 2022, while the Nifty Mid Cap 150 and the Nifty Small Cap 250 index were up by 1.98% and 3.07%, respectively.

For 9MFY23, Nifty 50 was up by 3.67%, whereas Nifty Mid Cap 150 was up by 6.78% and the Nifty Small Cap 250 index was up by 0.42%, respectively.

For CY22, Nifty 50 was up by 4.33%, whereas Nifty Mid Cap 150 was up by 2.96% and the Nifty Small Cap 250 index was down by 3.65%, respectively.

On the sectoral front, Nifty Metal (+16.56%), Nifty Bank (+11.27%) and Nifty Oil & Gas (+10.39%) were the top performers for the quarter ended December 2022, while Nifty India Consumption (-4.04%), Nifty Media (-3.43%) and Nifty Pharma (-2.89%) were laggards.

For 9MFY23, sectors that ended in green were Nifty FMCG (+21.73%), Nifty Auto (+19.52%) and Nifty Bank (+18.18%), while Nifty IT (-21.19%), Nifty Media (-16.29%) and Nifty Pharma (-7.26%) were laggards.

For CY22, sectors that ended in green were Nifty Metal (+21.76%), Nifty Bank (+21.15%) and Nifty FMCG (+17.54%), while Nifty IT (-26.04%), Nifty Pharma (-11.43%) and Nifty Realty (-10.81%) were laggards.

Among Nifty 50, performing stocks for the quarter ended December 2022 were Axis Bank (+27.35%), JSW Steel (+21.59%) and Hindalco Inds. (+21.20%), while Eicher Motors (-12.09%), Bajaj Finance (-10.37%) and Divi's Lab (-7.88%) were laggards.

For 9MFY23, Adani Enterprises (+91.51%), Mahindra & Mahindra (+54.88%) and Britannia Inds. (+34.34%) were the top performers, while Wipro (-33.65%), Tech Mahindra (-32.22%) and Divi's Labs (-22.46%) were laggards.

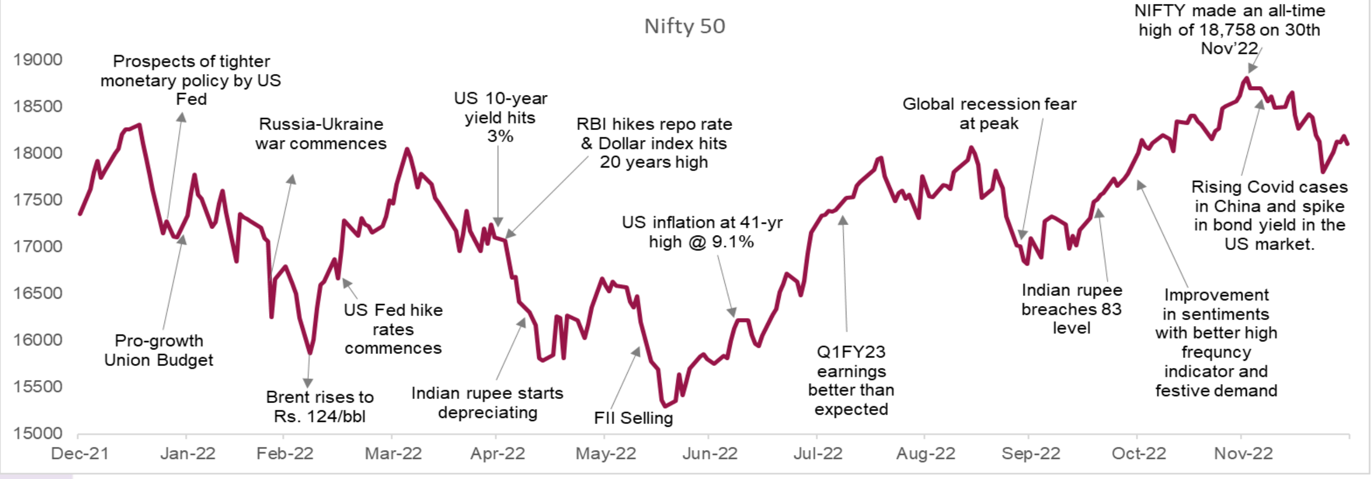
For CY22, Adani Enterprises (+125.7%), Coal India (+54.09%) and ITC (+52.05%) were the top performers, while Wipro (-45.10%), Tech Mahindra (-43.24%) and Divi's Labs (-27.04%) were laggards.

During the quarter ended December 2022, FIIs were net buyers of equity to the tune of Rs.48,871.8 Cr while DIIs were net buyers to the tune of Rs.27,134.8 Cr while domestic MFs bought Rs.18,901.4 Cr worth of equity.
For 9MFY23, FIIs were net sellers of equity to the tune of Rs.20,098.3 Cr while DIIs were net buyers to the tune of Rs.1,73,009.2 Cr while domestic MFs bought Rs.1,14,930.6 Cr worth of equity.

EQUITY INVESTMENT STRATEGY

Nifty update: NIFTY touches an all-time high

- The Indian market performance showed resilience in the last couple of months and outperformed the major global markets by an encouraging margin.
- CY22, the benchmark index NIFTY 50 inched up 4% while the S&P 500 and FTSE Emerging Market indices tanked by 19% and 20% respectively. This outperformance was led by the country's robust economic outlook.
- The broader market has also shown resilience in the last one year with Mid Cap climbing up by 3% while Small Caps declined by 4%.
- Volatility is likely to continue for some more time before it concludes in a more concrete direction. Macro will continue to drive near-term fundamentals and the direction of crude oil, the Dollar index & commodity prices would be near-term monitorables. Style and sector rotation remain the key amidst a volatile macro outlook.

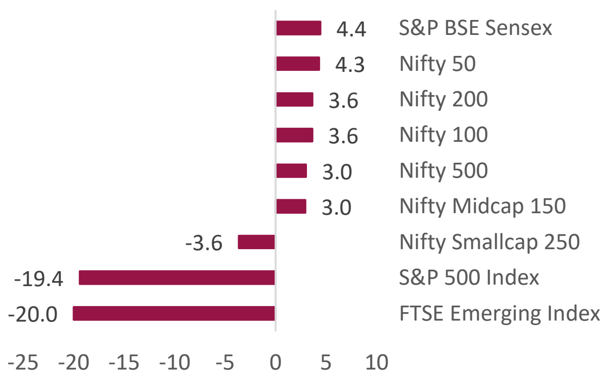


What happened in 2022:

- Indian investors have shown a good deal of maturity in the last one year, a pivotal reason for the Indian market to not witness adverse panic reactions as seen in other economies.
- On the sector front, Metal, Banks, FMCG, Auto, Oil & Gas and Energy indices have closed on a positive note in the last one year while IT, Pharma, Realty, Healthcare & Media have closed on a negative note over the same period.

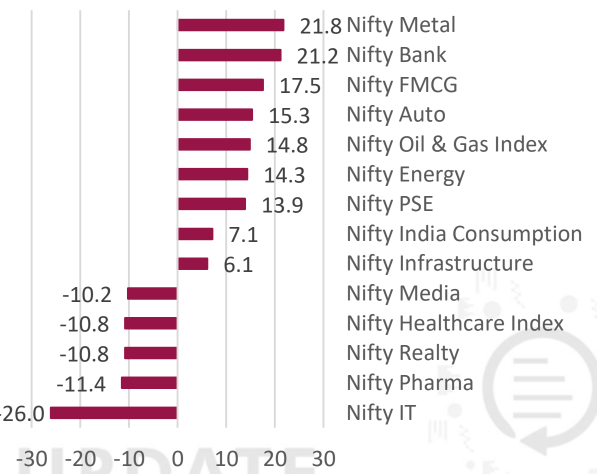
Benchmark Returns in last one year

CY22 Broader Indices Change



Sector wise returns in last one year

CY22 Sectoral Indices Change

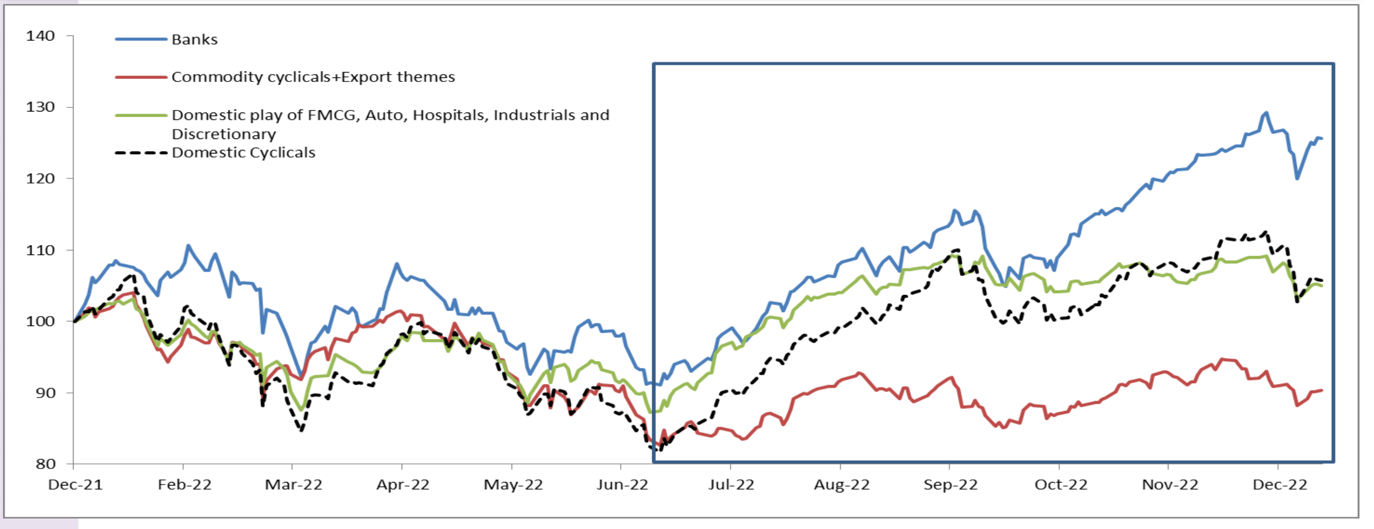


EQUITY MARKET UPDATE

Source: Bloomberg, Axis Securities, Axis Bank Investment Research

Banks and domestic cyclical sectors are outperforming the market

- The market positioning has now slightly shifted towards Banks and Domestic-cyclical stocks
- Domestic plays of FMCG, Auto, and Discretionary have taken a brief pause after a robust rally since the 17th June'22 bottom
- While the Export-oriented themes continue to be a laggard, a few stocks have been reviving over the last one/two months
- Cyclical and export sectors: Oil & Gas, Metals, Building Materials, Agri & Chemicals, IT, and Pharma



Top 500 stocks: 52 Week analysis:

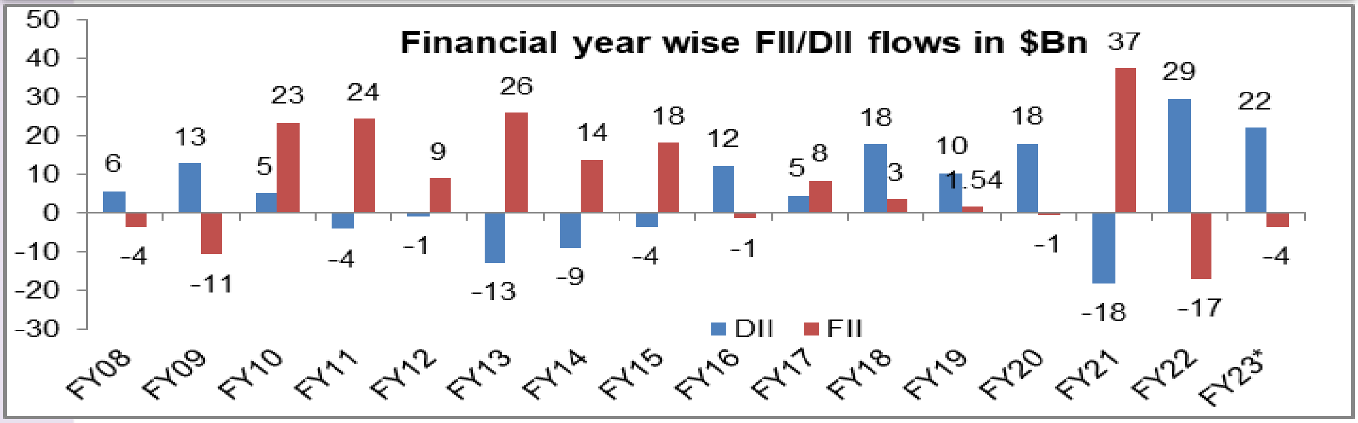
- The market recovered in last week of Dec'22, as 66 stocks (13 PSUs stocks) are now at a 52-week high as compared to 5 stocks as on 23rd Dec and 30 stocks in the last quarter.
- Correction of over 30% from the 52W-high was higher in the small cap stocks, while 216 stocks are trading between 5%-20% below their 52W highs
- However, the broader market looks attractive at current levels.

		Current level of number of stocks as compared to 52W high			
Sector	**No of Stocks**	**Near to 52W high**	**5%-20% below 52W high**	**20%-30% below 52W high**	**Below 30%**
Agri&Chem	31	1	16	7	7
Auto &Anc	32	9	15	4	4
Banks	28	10	14	2	2
Build Mate	41	3	21	5	12
Discretionary	43	6	20	8	9
Healthcare	58	3	24	10	21
Industrials	36	8	15	7	6
IT	36	0	9	3	23
Metals & min	17	1	8	5	3
NBFC	51	8	25	8	10
Oil & gas	14	2	7	2	3
Others	46	4	10	8	24
Staples	28	8	13	3	4
Tele & Media	16	2	6	2	6
Transport	11	0	7	3	1
Utilities	12	1	6	3	2
Total	**500**	**66**	**216**	**80**	**137**
Large cap	**100**	**22**	**49**	**6**	**18**
Mid cap	**150**	**21**	**69**	**18**	**34**
Small cap	**250**	**23**	**98**	**55**	**84**
PSUs	**55**	**13**	**25**	**4**	**6**

Source: Bloomberg, Axis Securities

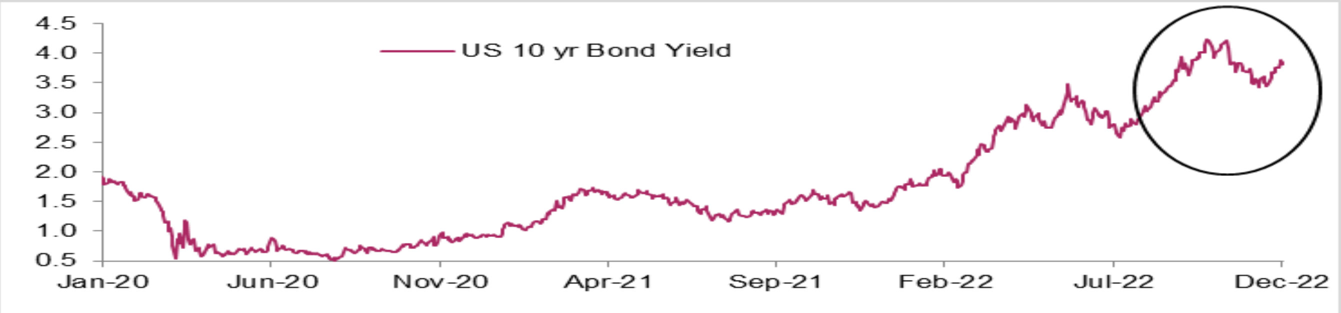
FIIs have been the net buyers in the last three month:

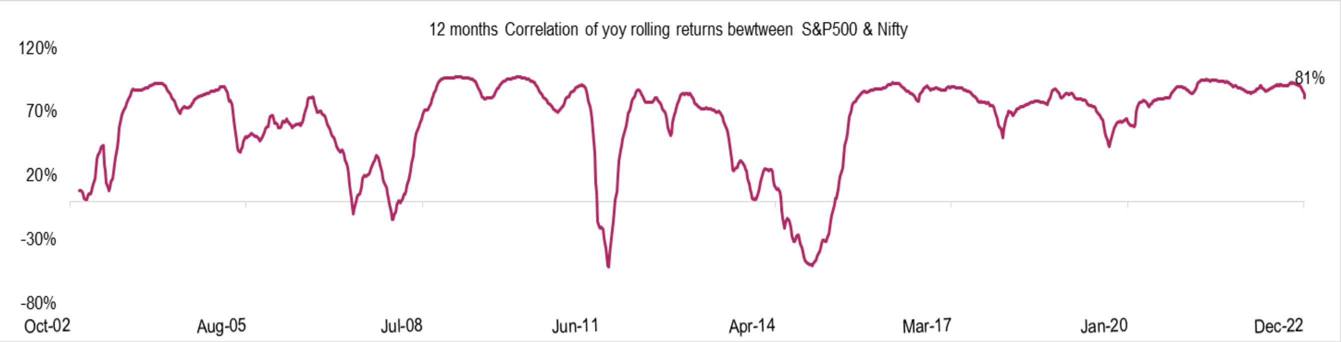
- After 9 months since Oct'21, FIIs turned net buyers for the first time in Jul'22, which has continued since then. After a volatile Sep'22, FIIs were back with positive flows since mid Oct'22 onwards. In the last three months, FIIs bought $4.8 Bn of equities in the Indian market.
- FIIs have pulled out the majority of the easy money from the Indian market which they pumped in after the Covid-19 crisis in Mar'20. They have pulled $21 Bn in FY22/23 out of $37 Bn pumped in FY21. Nonetheless, the pace of selling has reduced in the last 3 months and they have turned into net buyers since Jul'22.



Macro will continue to drive near-term market fundamentals:

- Fundamentally, the Indian market has entered into an up cycle of the earnings trajectory. However, the short-term behaviour of FII (in terms of equity flow in the emerging market) has changed in line with the rise in three macro drivers – a) The US bond yields, b) The Dollar Index, and c) Aggressive rate hike expectation
- The US bond yields went up to 4%, after the Sep'22 FOMC meeting on an expectation of a continuation of rate hikes until inflation falls in a more comfortable zone. In the last two weeks, US bond yields went up by 40bps, creating weakness in the equity market.
- The correlation between the Indian market and the US market remains high, however, it has reduced to 81% recently vs. 91% a few months ago.





Source: Bloomberg, Axis Securities

Performance of Asset Classes: Focus on Asset Allocation to Maximize Returns in FY23

- While the leadership in the asset classes keeps on changing in different market cycles, Gold has emerged as the best-performing asset class in CY2022 led by geopolitical concerns and a volatile equity & debt market. Indian equity markets were marginally up, while the broader US market and emerging markets were in red.
- 2022 however, has been a transition year exhibiting liquidity reversal, hawkish policy, geopolitical concerns, and a rising inflationary scenario, which has led to higher commodity prices for the first half of the year. On the encouraging side, the second half of 2022 saw moderation in commodity prices and some cool-off in inflation expectations as well. However, the year ahead is expected to diverge to weaker growth in advanced economies, disinflation and the end of rate hikes.
- However, volatility is likely to continue for some more time before it concludes on a concrete trend. Macro will continue to drive near-term fundamentals and the direction of bond yield, the dollar index, the direction of inflation, the growth in the developed world and the trend in commodity prices remain critical. Additionally, the market will continue to be influenced by the China reopening and we remain watchful for the rising Covid cases in china.
- Keeping these developments in view, the equity market returns are likely to be range bound and domestic-oriented themes are likely to gain traction in the upcoming months. The structural trend for the broader Indian market is likely to continue in 2023. However, the performance margin between Large and Mid Cap is likely to narrow.
- Furthermore, going forward, the profitability of Indian corporates is likely to shift from commodity producers to commodity consumers. So, domestic-oriented themes are expected to gain traction in the near term.
- To conclude, Asset allocation and sector rotation will be the keys to generate outperformance in 2023. Investors should focus on asset allocation and take advantage of volatility to build long-term positions.

Rank	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
1	MCX Gold: 32%	Midcap: 39%	S&P 500: 30%	Midcap: 56%	Crisil comp Bond: 9%	Crisil comp Bond: 13%	Small Cap: 57%	MCX Gold: 8%	S&P 500: 29%	MCX Gold: 28%	Small Cap: 59%	MCX Gold: 14.3%
2	Crisil comp Bond: 7%	Small Cap: 37%	Nifty 50: 7%	Small Cap: 55%	Small Cap: 7%	EM Index: 10%	Midcap: 47%	Crisil comp Bond: 6%	MCX Gold: 25%	Midcap: 22%	Midcap: 46%	Nifty 50: 4.3%
3	S&P 500: 0%	Nifty 50: 28%	Crisil comp Bond: 4%	Nifty 50: 31%	Midcap: 6%	MCX Gold: 10%	EM Index: 29%	Nifty 50: 3%	EM Index: 17%	Small Cap: 21%	S&P 500: 27%	Midcap: 3.5%
4	EM Index: -21%	EM Index: 14%	Midcap: -5%	Crisil comp Bond: 14%	S&P 500: -1%	S&P 500: 10%	Nifty 50: 29%	S&P 500: -6%	Nifty 50: 12%	S&P 500: 16%	Nifty 50: 24%	BSE Bond index: 2.9%
5	Nifty 50: -25%	S&P 500: 13%	EM Index: -6%	S&P 500: 11%	Nifty 50: -4%	Midcap: 7%	S&P 500: 19%	Midcap: -15%	Crisil comp Bond: 11%	Nifty 50: 15%	Crisil comp Bond: 2%	SmallCap: -13.8%
6	Midcap: -31%	MCX Gold: 12%	MCX Gold: -8%	EM Index: -1%	MCX Gold: -7%	Nifty 50: 3%	MCX Gold: 6%	EM Index: -16%	Midcap: -4%	EM Index: 13%	EM Index: -2%	S&P 500: -19.2%
7	Small Cap: -34%	Crisil comp Bond: 9%	Small Cap: -8%	MCX Gold: -6%	EM Index: -18%	Small Cap: 2%	Crisil comp Bond: 5%	Small Cap: -29%	Small Cap: -10%	Crisil comp Bond: 12%	MCX Gold: -4%	EM Index: -19.6%

Source: Axis Securities

EQUITY MARKET OUTLOOK

In 2022, the Indian market outperformed other global and emerging markets by a notable margin, which was primarily driven by the country's robust economic outlook despite multiple headwinds it faced such as the Russia-Ukraine geopolitical crisis, policy tightening, rising inflation, and volatile FII flows. During the year, the market witnessed significant regime changes, especially with higher base metal commodities and crude oil prices during the first half of the year. A trend reversal was seen in the second half of the year as the majority of the commodity prices cooled off primarily due to the policy tightening and the expectation of a slowdown in global growth. Against this backdrop, Nifty 50 registered a gain of 4.33% in CY2022 while the S&P 500 and Emerging Market indices tanked by 19% and 20% respectively. Furthermore, the broader market in India, too, showed remarkable resilience in the last one year vis-à-vis its global peers as Nifty Mid Cap 150 index inched up by 2.96% while the Nifty Small Cap 250 index declined marginally by 3.65%.

On the sectoral front, all indices, except Metals and PSU banks, closed on a negative note. High-frequency indicators such as GST collections, power consumption, and E-way bills are pointing upwards on a sequential basis, indicating robust demand even after the festival season. In this context, Q3FY23 earning season remains critical. The market fundamentals are likely to be driven by earnings commentaries as well as margin recovery with a cool-off in commodity prices on a sequential basis. In Q3FY23, banks are likely to post an encouraging set of numbers on account of an uptick in credit growth. On the other hand, export-oriented themes are likely to be laggards.

Positive Near-term Outlook: IT, Telecom, Auto, Domestic cyclical
Improving Outlook: BFSI, Industrials, PSUs
Mixed bag: FMCG, Discretionary
Near-term challenging but well-placed for longer time horizons: Metals, Commodity-linked stocks, and Selective Cyclicals (Cement)

The Union Budget – 2023 stands critically important for zeroing on any view as it's the last full-year budget before the Union Election 2024. Market participants expect Budget 2023 to be a growth-oriented budget given the state election lined up in over 9 states in 2023. It is believed that the policy reforms such as Atmanirbhar Bharat, 'Make in India', and the PLI scheme are likely to continue in FY24 as well and provide further impetus. The consequent higher government spending on infrastructure development will help the economy gain further growth momentum. The efforts are expected to continue around Defence, Railways, and Road Infra development. Moreover, infrastructure spending and the focus on rural recovery would remain key agendas in the budget with further growth impetus expected in the affordable housing segment.

The Indian economy stands in a sweet spot of growth against the backdrop of a volatile global economy. The majority of the high-frequency indicators are up from the pre-Covid levels, indicating the resilience of the Indian economy. The market may continue to be influenced by the evolving macroeconomic data points. Currently, the consensus has been built for the lower quantum of rate hikes by the US FED going forward. Historically, over a short span, the world has never seen rate hikes as fast as it witnessed this year. Hence, the chances to predict the economy's status based on past trends may translate to a higher degree of slowdown in global growth or a recession in the developed economy. The direction of inflation, the dollar index, oil & commodity prices, and China's reopening will further drive the market fundamentals in the first half of 2023. Factoring in the above-mentioned developments, we believe that the prevailing volatility in the global markets is likely to continue for some more time, especially in H1CY23 before it sets on a more concrete trend. Encouragingly, the second half of 2023 is likely to be less volatile in comparison if no recessionary surprises emerge from the developed markets. The long-term growth story of the Indian markets are intact and are well-supported by the favourable structure emerging with increasing Capex enabling banks to improve credit growth. As current valuations offer a limited scope of further expansion, an increase in corporate earnings will be the primary factor that would drive the market returns moving forward.

Investors can look at accumulating equities with a 3 to 5 year investment perspective

Source: Axis Securities, Axis Bank Investment Research

SHIFT IN MARKET STRUCTURE TO DOMESTIC-ORIENTED THEMES

Factoring in all economic and market developments, the focus will be on 6 golden themes for 2023:

Banking & Financials: Banking & Financials will be major themes to watch out for in 2023 on account of their improved economic outlook and the pick-up in credit growth.

Rural recovery: Rural recovery is expected in 2023 led by moderation in inflation, softness in commodity prices, better farm income expectations, and higher government spending.

Capital expenditure (especially railway Capex) and Infrastructure spending are likely to be overarching themes.

Home improvement theme: With the pick-up in the real estate and housing demand, the home improvement theme has been bolstered and would continue to be robust in 2023.

Pharma sector: Rebound is expected in the Pharma sector on account of new launches and gaining market share

High-quality retail play will continue to remain in focus.

Source: Axis Securities, Axis Bank Investment Research

EQUITY ORIENTED SCHEMES

EQUITY FUNDS

PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Large Cap Funds			
Aditya Birla Sun Life Frontline Equity Fund	3.55	15.10	14.79
Axis Bluechip Fund	-5.68	6.69	10.86
ICICI Prudential Bluechip Fund	6.87	17.51	16.14
Kotak Bluechip Fund	1.99	14.16	14.88
Mirae Asset Large Cap Fund	1.60	13.94	13.85
Nippon India Large Cap Fund	11.36	21.42	15.63
SBI Bluechip Fund	4.37	14.73	15.25
UTI Mastershare Unit Scheme	-1.80	12.82	14.72
Category Average	**2.12**	**13.97**	**13.78**
Nifty 50 TRI	**5.71**	**15.23**	**15.52**
Flexi Cap Funds			
Aditya Birla Sun Life Flexi Cap Fund	-1.11	13.52	14.35
Axis Flexi Cap Fund	-8.73	8.25	11.81
Franklin India Flexi Cap Fund	5.36	21.61	19.68
ICICI Prudential Flexicap Fund	8.80	--	--
Invesco India Flexi cap Fund	--	--	--
Nippon India Flexi cap Fund	-0.86	--	--
SBI Flexicap Fund	0.69	14.77	14.36
Sundaram Flexicap Fund	--	--	--
Tata Flexi Cap Fund	-3.50	10.54	11.77
UTI Flexi Cap Fund	-13.46	7.71	15.13
WhiteOak Capital Flexi Cap Fund	--	--	--
Category Average	**0.19**	**13.90**	**14.35**
Nifty 500 TRI	**4.26**	**17.15**	**17.38**
Multi Cap Funds			
Aditya Birla Sun life Multi-cap Fund	-0.24	--	--
Axis Multicap Fund	-1.79	--	--
Kotak Multicap Fund	9.95	--	--
LIC MF Multi Cap Fund	--	--	--
SBI Multicap Fund	--	--	--
Category Average	`	**21.50**	**17.83**
Nifty 500 TRI	**4.26**	**17.15**	**17.38**

Data Source: ICRA MFI Explorer

EQUITY FUNDS

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PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Large & Mid Cap Funds			
Axis Growth Opportunities Fund	-8.91	14.79	17.99
DSP Equity Opportunities Fund	4.38	17.04	16.08
HDFC Large and Mid Cap Fund	8.19	24.44	19.92
Kotak Equity Opportunities Fund	7.01	18.15	17.57
Mirae Asset Emerging Bluechip Fund	-1.45	17.12	18.84
Sundaram Large and Mid Cap Fund	-1.33	18.42	14.68
Category Average	**2.05**	**17.74**	**16.92**
Nifty Large Mid Cap 250 TRI	**4.50**	**19.69**	**20.06**

Focused Funds			
Aditya Birla Sun Life Focused Equity Fund	0.41	12.83	13.86
Axis Focused 25 Fund	-14.54	2.97	8.66
Edelweiss Focused Equity Fund	--	--	--
HDFC Focused 30 Fund	18.34	28.78	19.97
ICICI Prudential Focused Equity Fund	6.02	19.65	21.49
Kotak Focused Equity Fund	1.61	16.81	15.44
Mirae Asset Focused Fund	-6.82	14.07	16.39
SBI Focused Equity Fund	-8.51	14.41	14.44
Sundaram Focused Fund	-0.31	15.47	16.85
Tata Focused Equity Fund	4.76	18.14	15.95
UTI Focused Equity Fund	-0.40	--	--
Category Average	**-0.07**	**15.36**	**15.41**
Nifty 50 TRI	**5.71**	**15.23**	**15.52**

CAGR	1 Year	2 Years	3 Years
ELSS (Tax Savings)			
Axis Long Term Equity Fund	-12.01	4.71	9.73
DSP Tax Saver Fund	4.51	18.85	17.55
IDFC Tax Advantage (ELSS) Fund	4.21	24.72	22.66
Kotak Tax Saver Fund	6.94	19.38	17.87
Mirae Asset Tax Saver Fund	0.15	16.42	18.09
White Oak Capital Tax Saver Fund	--	--	--
Category Average	**1.99**	**15.89**	**15.35**
Nifty 500 TRI	**4.26**	**17.15**	**17.38**

EQUITY ORIENTED SCHEMES

Data Source: ICRA MFI Explorer

EQUITY FUNDS

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PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Contra / Value Funds			
HDFC Capital Builder Value Fund	3.62	18.55	16.63
Invesco India Contra Fund	3.80	15.99	17.68
Nippon India Value Fund	4.79	20.89	19.32
SBI Contra Fund	12.79	30.06	30.21
UTI Value Opportunities Fund	4.28	16.64	17.41
Category Average	**6.96**	**21.38**	**21.27**
Nifty 500 TRI	**4.26**	**17.15**	**17.38**
Mid Cap Funds			
Axis Midcap Fund	-5.08	15.27	18.73
Edelweiss Mid Cap Fund	2.37	24.05	24.82
IDFC Midcap Fund	--	--	--
Invesco India Mid Cap Fund	0.52	19.98	21.40
Kotak Emerging Equity Fund	5.14	24.48	23.58
Mirae Asset Midcap Fund	4.92	24.82	24.61
SBI Magnum Midcap Fund	3.05	25.29	26.96
WhiteOak Capital Mid Cap Fund	--	--	--
Category Average	**1.92**	**20.11**	**21.27**
Nifty Mid Cap 100 TRI	**4.56**	**24.22**	**23.79**
Small Cap Funds			
Axis Small Cap Fund	2.63	27.46	25.71
ICICI Prudential Smallcap Fund	5.76	30.52	27.85
Kotak Small Cap Fund	-3.08	28.76	30.52
Nippon India Small Cap Fund	6.56	36.34	33.89
SBI Small Cap Fund	8.17	26.36	28.71
UTI Small Cap Fund	-0.63	24.28	--
Category Average	**1.50**	**27.23**	**27.64**
Nifty Small Cap 100 TRI	**-12.86**	**18.39**	**19.81**

EQUITY ORIENTED SCHEMES

Data Source: ICRA MFI Explorer

EQUITY FUNDS

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PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Thematic Funds			
Tata Ethical Fund	-0.43	26.36	20.82
Nifty 500 Shariah TRI	**-3.45**	**24.90**	**21.49**
Aditya Birla Sun Life Business Cycle Fund	5.00	--	--
Aditya Birla Sun Life ESG Fund	-13.45	9.06	--
Axis ESG Equity Fund	-12.00	4.74	--
Axis Quant Fund	-2.69	--	--
Axis Special Situations Fund	-13.31	7.64	--
ICICI Prudential Business Cycle Fund	10.30	--	--
ICICI Prudential ESG Fund	-3.63	8.67	--
ICICI Prudential India Opportunities Fund	19.58	33.63	24.17
Invesco India ESG Equity Fund	-10.61	--	--
Kotak Business Cycle Fund	--	--	--
Kotak ESG Opportunities Fund	-1.39	9.64	--
Kotak Manufacture in India Fund	--	--	--
Tata Business Cycle Fund	13.51	--	--
Nifty 500 TRI	**4.26**	**17.15**	**17.38**

EQUITY ORIENTED SCHEMES

Data Source: ICRA MFI Explorer

HYBRID FUNDS

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PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Aggressive Hybrid Funds			
Axis Equity Hybrid Fund	-5.17	8.13	10.38
HDFC Hybrid Equity Fund	8.90	17.01	15.77
ICICI Prudential Equity & Debt Fund	11.73	25.84	19.92
Mirae Asset Hybrid - Equity Fund	2.36	12.57	12.92
SBI Equity Hybrid Fund	2.28	12.45	12.59
Category Average	**2.93**	**13.66**	**13.09**
NIFTY 50 Hybrid Composite Debt 65:35 Index	**4.92**	**11.18**	**13.05**

Dynamic Asset Allocation / Balanced Advantage Funds			
Axis Balanced Advantage Fund	-0.42	7.36	8.25
Edelweiss Balanced Advantage Fund	2.15	10.15	14.15
HDFC Balanced Advantage Fund	18.83	22.54	17.31
ICICI Prudential Balanced Advantage Fund	7.92	11.47	11.54
IDFC Balanced Advantage Fund	-1.84	6.51	8.60
Kotak Balanced Advantage Fund	3.77	8.27	10.02
LIC MF Balanced Advantage Fund	5.39	--	--
Mirae Asset Balanced Advantage Fund	--	--	--
Nippon India Balanced Advantage Fund	5.10	10.28	10.57
SBI Balanced Advantage Fund	5.08	--	--
Tata Balanced Advantage Fund	5.49	10.85	12.38
Category Average	**4.21**	**9.40**	**10.47**
NIFTY 50 Hybrid Composite Debt 65:35 Index	**4.92**	**11.18**	**13.05**

Equity Savings Funds			
Axis Equity Saver Fund	-0.18	6.34	8.06
Edelweiss Equity Savings Fund	3.25	7.38	9.20
HDFC Equity Savings Fund	6.06	11.30	10.44
ICICI Prudential Equity Savings Fund	7.13	8.33	7.15
Kotak Equity Savings Fund	6.82	8.94	9.41
UTI Equity Savings Fund	6.35	10.13	10.12
Category Average	**3.11**	**7.65**	**8.04**
1/3rd%age each of CRISIL Short Term Bond Fund Index + Nifty 50 TRI + Nifty 50 Arbitrage Index	**4.50**	**7.80**	**8.39**

EQUITY ORIENTED SCHEMES

Data Source: ICRA MFI Explorer

HYBRID FUNDS

Burgundy
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PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Multi Asset Allocations Funds			
Axis Triple Advantage Fund	-5.77	7.59	10.95
ICICI Prudential Multi-Asset Fund	16.89	25.50	20.06
Nippon India Multi Asset Fund	3.23	10.94	--
Tata Multi Asset Opportunities Fund	6.94	14.42	--
Category Average	**5.15**	**12.29**	**13.13**
NIFTY 50 Hybrid Composite Debt 65:35 Index	**4.92**	**11.18**	**13.05**

Arbitrage Funds			
Aditya Birla Sun Life Arbitrage Fund	4.08	3.96	4.01
Axis Arbitrage Fund	4.19	4.01	4.05
Edelweiss Arbitrage Fund	4.38	4.10	4.23
Invesco India Arbitrage Fund	5.15	4.31	4.30
Kotak Equity Arbitrage Fund	4.54	4.25	4.27
Nippon India Arbitrage Fund	4.17	4.01	4.10
Tata Arbitrage Fund	4.05	3.89	4.25
Category Average	**4.22**	**3.94**	**3.92**
Nifty 50 Arbitrage Index	**4.20**	**4.18**	**3.57**

Data Source: ICRA MFI Explorer

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DEBT AND MACRO ECOMOMIC UPDATE

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HIGH FREQUENCY INDICATORS DEMAND RESILIENT; MOMENTUM WEAKENS

Leading Indicator	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22
GoI Spends (Ex. Interest) (INR value)	25.5%	6.6%	-9.6%	18.5%	28.3%	-3.6%	-12.5%	-5.1%	27.1%	67.3%	25.5%	
GST collections (value in INR)	17.6%	17.6%	14.7%	18.5%	37.2%	55.8%	28.0%	28.2%	26.2%	16.6%	10.9%	15.2%
Rail Freight (weight)	7.7%	6.6%	6.7%	9.4%	14.6%	11.3%	8.4%	7.9%	9.1%	1.4%	5.2%	
Port Cargo (weight)	-2.8%	-4.5%	1.2%	5.5%	9.2%	13.2%	15.1%	8.0%	14.9%	3.6%	2.0%	
Passenger traffic: All airports	-8.7%	4.7%	44.2%	95.4%	502.4%	288.1%	127.4%	73.1%	61.6%	40.0%	21.8%	
Cargo traffic: All airports	0.5%	-2.8%	0.3%	2.4%	13.8%	13.9%	6.1%	-1.2%	-0.5%	-14.5%	-2.3%	
PMI Services	51.5	51.8	53.6	57.9	58.9	59.2	55.5	57.2	54.3	55.1	56.4	
CV registrations (FADA) (units)	20.5%	8.1%	15.7%	52.4%	278.4%	89.6%	27.3%	26.4%	21.1%	31.2%	38.3%	
Diesel Consumption (volume)	-6.5%	-0.7%	6.7%	7.9%	31.7%	23.9%	8.2%	13.0%	13.4%	5.5%	19.2%	
Petrol Consumption (volume)	-5.3%	3.6%	6.2%	17.2%	51.5%	23.2%	6.8%	11.6%	8.8%	8.9%	8.1%	
Electricity Consumption (units)	1.1%	4.5%	9.2%		23.2%	16.2%	3.2%	0.6%	11.3%	0.5%	12.3%	9.8%
Tractor Sales (TMA) (Volume)	-32.6%	-31.3%	-14.3%	40.6%	47.4%	-14.4%	37.4%	-1.9%	23.0%	6.8%	6.5%	
PV registration (FADA) (units)	-10.1%	-6.3%	-3.0%	26.6%	204.3%	41.6%	-4.7%	8.3%	11.7%	43.9%	25.3%	
2-Wh registration (FADA) (units)	-13.4%	-9.9%	-3.2%	38.1%	197.7%	20.3%	-10.9%	10.1%	11.1%	57.7%	28.9%	
Exports (Ex Oil, Gold)	20.1%	19.0%	4.8%	14.4%	8.6%	8.6%	1.6%	-1.9%	-9.8%	-16.9%	0.8%	
Imports (Ex Oil, Gold)	31.3%	32.0%	31.2%	29.7%	27.2%	38.2%	44.2%	40.4%	16.8%	4.6%	6.6%	
Cement Prodn (weight)	13.6%	5.0%	2.6%	7.4%	26.2%	19.7%	0.7%	2.1%	12.4%	-4.4%	28.6%	
Steel Prodn (weight)	2.8%	5.7%	0.4%	2.5%	15.1%	3.3%	7.5%	5.8%	5.7%	6.5%	10.8%	
Coal Prodn (weight)	8.2%	6.6%	-0.1%	30.1%	33.3%	32.1%	11.4%	7.8%	12.1%	3.7%	12.3%	
PMI Manufacturing	54.0	54.9	54.0	54.7	54.6	53.9	56.4	56.2	55.1	55.3	55.7	57.8
E-way Bills No. (Cr)	6.9	6.9	7.8	7.5	7.4	7.5	7.6	7.8	8.4	7.7	8.1	
MNREGA - Persons Demanded Work (Cr)	3.0	3.1	3.2	3.3	4.4	4.3	2.5	1.9	2.0	1.9	2.3	
CMIE Unemployment Rate	6.6	8.1	7.6	7.8	7.1	7.8	6.8	8.3	6.4	7.8	8.0	9.1
Bank Credit(% YoY)	8.3%	8.0%	9.8%	11.4%	12.6%	13.7%	15.1%	16.0%	16.9%	18.3%	17.6%	17.9%

- India's economic recovery remains steady led by buoyant demand in the services sector even as some nascent signs indicate that manufacturing sector growth may be facing headwinds from global growth weakness and weak demand for discretionary goods.
- India's manufacturing sector activity rose to a 3-month high in November as new orders and exports expanded markedly in the latest month. Posting 55.7 in November, up from 55.3 in October, the seasonally adjusted S&P Global India Manufacturing Purchasing Managers' Index signalled the strongest improvement in operating conditions for three months.
- Central and state governments have collected about Rs.1.46 trillion in GST in November, as festive demand continued to support consumption of goods and services. An official statement from the finance ministry said that November GST receipts show an 11% improvement over the revenue collected in the same month a year ago. Since March this year, GST receipts have remained above Rs.1.4 trillion as the country gradually came out of the coronavirus pandemic.
- India Apr-Nov fiscal deficit showed slowdown in growth of tax collections, while expenditure growth picked up on capex (roads, railways, defence) and revenue expenditure also boosted by payment of GST compensation dues to states. Spending commitments indicate cuts to revenue expenditures will be needed to meet fiscal target of 6.4% of GDP. There will still be a significant absolute slippage, though this will likely be made up by small savings rather than borrowings.
- India GST collections in Dec (representing Nov activity) rose with strong e-way bill generation, despite some anecdotes of slowdown following festivals. India core sector IIP rose 5.4% YoY, largely aided by a low base last year (Diwali holidays), though coal and cement were boosted MoM on seasonal trends. India's external debt as on Sep'22 was down USD 6.5 bn to 610.5 bn or 19.2% of GDP - lower than in Jun'22, helped by valuation gains given the stronger USD.

CPI INFLATION EXPECTED TO AVERAGE AROUND 6.7% IN FY23

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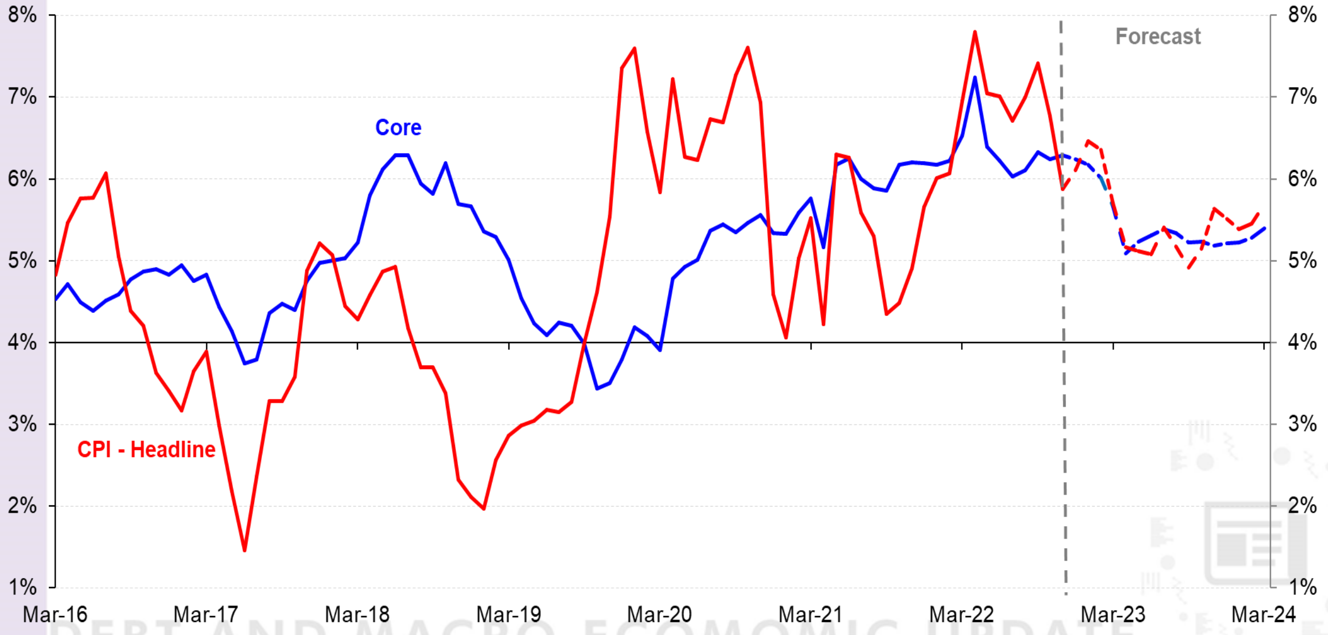
- India headline CPI eased to 5.88% YoY in Nov'22 (Oct'22: 6.77%) on sharp correction in vegetable prices and favourable base, but internals still show persistent and generalized inflationary pressures. Favourable base of 75 bps in Nov'22 adds to MoM correction of 11 bps, taking headline inflation lower by 90 bps
- Food inflation fell to 5.1% YoY in Nov'22 (Oct: 7.1%) on steep correction in vegetable prices. Vegetables witnessed broad based fall in prices, overall down by 8.3% MoM in Nov'22 in comparison to 7.5% rise in Nov'21. Cereal inflation, however, rose to 13.0% YoY (Oct: 12.1%) on strong increase in wheat prices even as rice prices witnessed muted increase. Steady increase in pulses prices, edible oil prices rising after 5 months, sharp increase (6% MoM) in prices of eggs and elevated spices inflation (19.5% YoY) contrasted with correction seen in vegetables.
- 'Fuel and Light' inflation rose to 10.6% YoY (Oct: 9.9%) on higher kerosene prices, along with other fuels (coal, charcoal etc.)
- Core inflation (ex food, fuel and tobacco) remained steady at 6.3% YoY, though exclusion-based measures of core (ex-transportation fuel and valuables) fell marginally.
- Internals show generalized and broad-based inflationary pressures with share of items in the core basket witnessing >6% inflation at 59% and weighted median CPI up at 6.6% YoY (Oct: 6.4%)
- Rural inflation fell to 6.1% YoY (Oct: 7.0%) and urban to 5.7% YoY (Oct: 6.5%). Core remained flat in both the regions
- Services inflation was marginally lower at 5.5% YoY, while Goods inflation dropped to 6.2% YoY (Oct: 7.3% YoY)
- As per Axis bank Economic Research, headline CPI is expected to gradually fall close to 5% YoY in Q1FY24 with upside risks emanating from higher cereal prices and downside risks from global slowdown & lower commodity prices.

CPI and CPI core inflation, recent history and projections

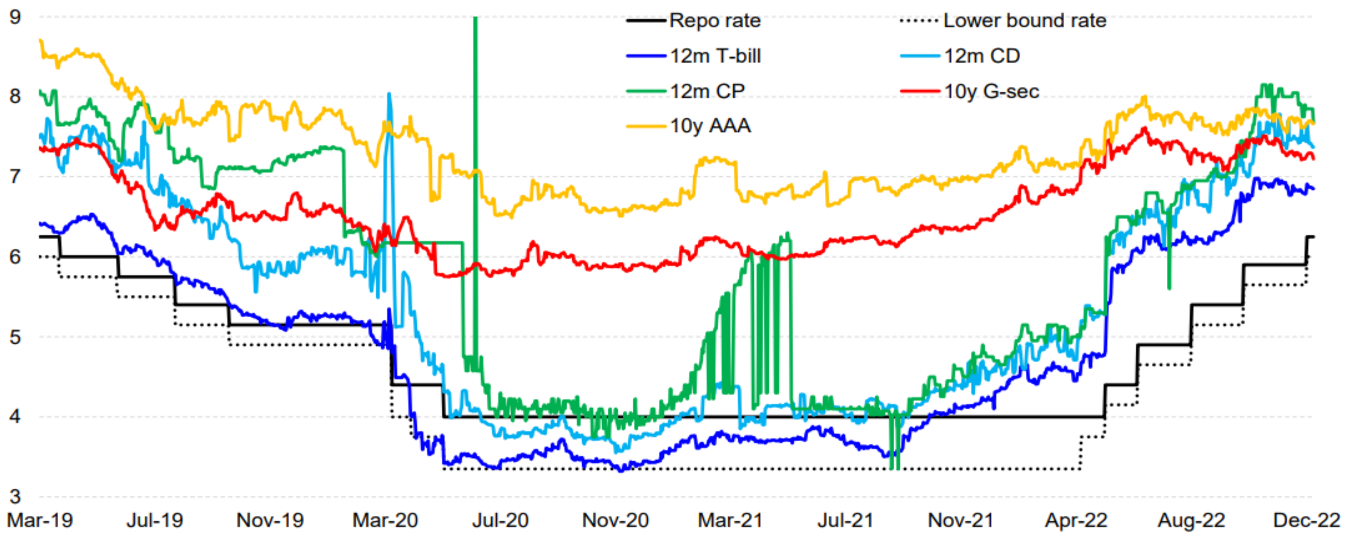


Source: Axis Bank Economic Research

RBI POLICY STANCE & DEMAND-SUPPLY DYNAMICS TO GUIDE PATH FORWARD

- The year 2022 has been eventful for bond markets. It is being earmarked as the year of taming inflation at the cost of growth of the economy. Regulators worldwide have been increasing interest rates in order to capture the rising inflation. In context to India, the yield on a 10-year-government bond rose by 86 bps to 7.32%, while the 10-year benchmark made a top of 7.61%, up by almost 116 bps in CY2022 against the 225 bps rate hiked by the RBI. Indian bond yields are likely to remain range bound, as the sentiment has weakened after the minutes of the RBI's latest meeting showed policymakers remained worried about inflation and said a premature pause in monetary policy would be a costly policy error at this juncture.
- MPC minutes released gave a look into the thinking of the committee around the position in the rate hike cycle. RBI members expressed concern on sticky and persistent inflation and confidence on growth. Comments from external members were mixed, with concerns around effects of past tightening as well as vulnerability of market rates to minor liquidity shocks. RBI Governor Das noted that there is no room for complacency as battle against inflation is not over. Growth is expected to lose momentum on the back of muted global demand and monetary tightening with US Fed expected to raise terminal fed funds rate to 5.1% in 2023. Given this backdrop of inflation-growth dynamics, we expect another rate hike is on the cards in the upcoming February policy.
- Inflationary pressures continue to remain high though inflation prints are below the RBI's upper threshold of 6%. We assume that the entire inflation is not priced in, even if we exclude the volatile food and fuel items. However, the latest inflation data shows that while the headline is showing a visible trend line decline, core inflation still remains sticky. Thus, the RBI is likely to continue with withdrawal of accommodation, in line with its monetary policy stance while supporting growth. Persistence of higher inflation is likely to have an adverse impact on the macro and financial stability. The near-term direction would be dictated by inflation evolution and high frequency data including commodity prices and the ongoing geo-political tensions and the increased likelihood of aggressive monetary policy tightening by the major central banks. A recessionary/stagflation environment and tightening of global monetary conditions is expected to create challenges for asset prices and induce higher market volatility. The yields will continue to be volatile over the next few months, and are likely to oscillate in a tight range between 7.20%-7.60% in the near term. Given the interest rate trajectory, it would be prudent for investors to be conservative. It is expected that the RBI shall take requisite measures going forward to support growth and ensure adequate liquidity in the banking system.

The rest of the market rate structure is already at levels from 2019

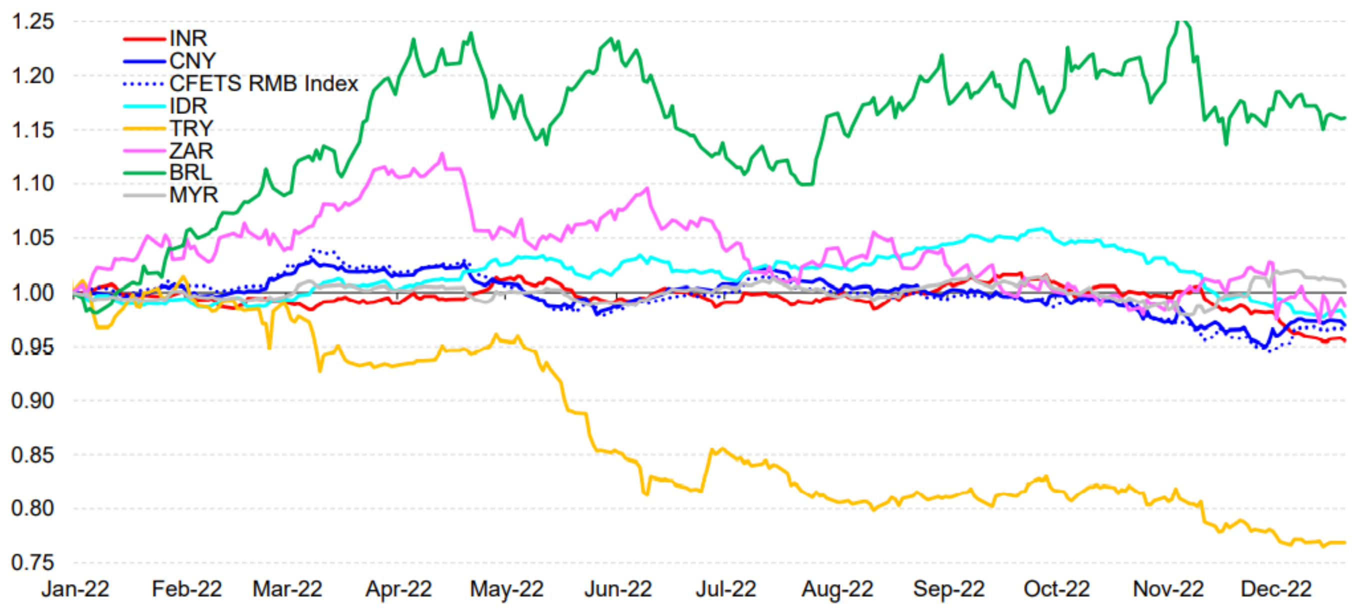


Source: Axis Bank Economic Research, Axis Bank Investment Research

RBI INTERVENTION LIMITS HIGHER MOVES ON SPOT INR

- USD-INR tailwinds have started to emerge earlier than anticipated amid weak China commodity demand, especially crude oil, and pivot towards lower rate hikes by the Fed. Recent moderation and consolidation in December 2022 is positive for the INR, although sharp INR appreciation has been limited by the RBI's intervention and forex reserve accumulation.
- There also appears to be a case for a slight change in the INR regime seen since 2014, of the RBI encouraging depreciation of Rs.2 per year on average, but also internalizing shocks like the weakening of the CNY in 2015, the US fiscal stimulus in 2018 and recent move higher in the USD across the board.
- USD-INR could trade in a range bound 81-83 in the medium term. The range may be open to risk on either side if the US Fed withdraws the guided rate hike trajectory earlier than projected to recession risks and the demand from China drives crude oil prices amid a tightly supplied market.
- RBI was also seen selling spot to limit the upside at INR 82.87 in the month.

BIS NEER indices of various EMFX currencies



Source: Axis Bank Economic Research

DEBT AND MACRO ECONOMIC OUTLOOK

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November headline inflation within MPC's tolerance band for the first time this year, WPI inflation lower

- India CPI inflation came sharply down at 5.9% YoY mainly on vegetables.
- Lower headline CPI masks higher core and still elevated internals.
- WPI inflation at 21-month low is biasing the end GDP lower.

IIP contracts as fewer working days add to already soft trends

- IIP fell 4% YoY as expected with festive related holidays adding to weakness in electronics, textiles and pharmaceuticals.

Q2 CAD at a record high on sharp expansion of merchandise trade deficit

- India Q2 CAD was at USD 36.4 bn. (4.4% of GDP) given weak exports and resilient imports. Invisibles were boosted by software and remittances.
- Weak financial flows led to a drawdown of RBI FX reserves.

Recovery in core exports following festive related dip narrows trade deficit in Nov

- India Nov trade deficit narrowed to USD 23.9 bn with rebound in exports of engineering goods, electronics and chemicals.
- Stable MoM level in imports indicate supported demand.

Central bankers resolute in hiking rates to continue fight against inflation despite slowing data and COVID outbreak in China

- The Fed dot plot indicated terminal rates above 5%, with hold through 2024 – at odds in market cut expectations.
- ECB president Lagarde indicated rate hikes continuing at 50 bps pace, and expressed concerns over inflation.
- The BOJ widened its YCC band on the 10y JGB to +/-50 bps - seen as the first step towards normalisation

As we transition in the new calendar year, the key trigger for bond yields will be the government spending in FY24, inclusion of Indian bonds in global indices and the budgetary announcement. In the upcoming budget, it is expected that the government may announce an amount almost in line with that announced in the previous budget, but the gross borrowings might be higher due to higher bond repayments due in FY24. This may translate to near term volatility in the bond market, but is unlikely to cross the recent all time high yield.

Investors need to be cautious/conservative as inflationary pressures continue to remain high though inflation prints are below the RBI's upper threshold of 6%, but the core inflation still remains sticky. We expect the RBI is likely to continue with its monetary policy stance while supporting growth. The near-term direction would be dictated by (a) containing persistently high inflation, (b) being in sync with global monetary policy, (c) addressing external sector pressures by managing interest rate differentials, and (d) ensuring INR stability. **We remain constructive on the short to medium end of the yield curve. Short Duration funds, Corporate Bond funds, Debt Index funds (Target Maturities), Banking & PSU Debt funds, Floating Rate funds, Money Market funds, Low Duration funds and Ultra Short Duration funds** can be considered by investors with an investment horizon commensurate with the maturity and duration of the schemes. Having said this, one should consider aspects such as exit load, capital gains tax and asset allocation amongst others while evaluating their investment options.

Source: Axis Bank Economic Research, Axis Bank Investment Research

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FIXED INCOME ORIENTED SCHEMES

DEBT FUNDS

Burgundy
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PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Gilt Funds			
ICICI Prudential Gilt Fund	3.67	3.72	6.60
IDFC G Sec Fund - Invt Plan	1.35	1.67	5.38
Nippon India Gilt Securities Fund	2.07	1.94	4.94
SBI Magnum Gilt Fund	4.25	3.61	6.24
UTI Gilt Fund	2.95	2.61	5.10
Category Average	**2.46**	**2.41**	**5.26**
ICRA Composite Gilt Index	**2.34**	**2.73**	**6.11**

Long Duration Funds			
ICICI Prudential Long Term Bond Fund	1.26	0.83	4.12
Nippon India Nivesh Lakshya Fund	2.42	1.62	5.41
Category Average	**1.84**	**1.22**	**4.67**
ICRA Composite Bond Fund Index	**2.71**	**3.46**	**6.70**

Dynamic Bond Funds			
Axis Dynamic Bond Fund	2.11	3.00	6.02
ICICI Prudential All Seasons Bond Fund	4.56	4.42	6.81
IDFC Dynamic Bond Fund	0.99	1.34	4.93
Kotak Dynamic Bond Fund	2.51	2.85	5.72
Nippon India Dynamic Bond Fund	2.42	2.58	5.41
SBI Dynamic Bond Fund	4.20	3.07	5.44
Category Average	**3.40**	**3.78**	**5.93**
ICRA Composite Bond Fund Index	**2.71**	**3.46**	**6.70**

Medium to Long Duration Funds			
ICICI Prudential Bond Fund	3.12	2.99	5.75
IDFC Bond Fund	0.61	0.92	4.42
Kotak Bond Fund	1.72	2.08	5.36
LIC MF Bond Fund	2.86	2.06	4.26
Category Average	**3.10**	**3.11**	**5.25**
ICRA Composite Bond Fund Index	**2.71**	**3.46**	**6.70**

Data Source: ICRA MFI Explorer

DEBT FUNDS

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Wealth Management | Axis Bank

PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Medium Duration Funds			
Axis Strategic Bond Fund	3.82	4.51	6.47
DSP Bond Fund	2.90	3.17	5.38
Invesco India Medium Duration Fund	1.66	--	--
Category Average	**4.44**	**5.12**	**5.15**
CRISIL Short Term Bond Fund Index	**3.58**	**3.98**	**6.08**

Corporate Bond Funds			
Aditya Birla Sun Life Corporate Bond Fund	4.09	4.06	6.61
Axis Corporate Debt Fund	3.70	3.69	6.24
HDFC Corporate Bond Fund	3.28	3.59	6.26
IDFC Corporate Bond Fund	2.63	3.15	5.88
Kotak Corporate Bond Fund - Std	3.68	3.69	5.64
Nippon India Corporate Bond Fund	4.33	4.52	6.16
UTI Corporate Bond Fund	3.40	3.42	5.89
Category Average	**3.32**	**3.56**	**5.83**
CRISIL Short Term Bond Fund Index	**3.58**	**3.98**	**6.08**

Short Duration Funds			
Axis Short Term Fund	3.71	3.59	5.73
HDFC Short Term Debt Fund	3.54	3.70	6.06
IDFC Bond Fund - Short Term Plan	2.80	3.09	5.23
Kotak Bond Short Term Fund	3.01	3.15	5.38
Nippon India Short Term Fund	3.21	3.81	5.66
SBI Short Term Debt Fund	3.54	3.16	5.34
UTI Short Term Income Fund	3.78	6.06	7.51
Category Average	**3.63**	**3.95**	**5.53**
CRISIL Short Term Bond Fund Index	**3.58**	**3.98**	**6.08**

EQUITY ORIENTED SCHEMES

Data Source: ICRA MFI Explorer

DEBT FUNDS

PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Banking & PSU Debt Funds			
Aditya Birla Sun Life Banking & PSU Debt Fund	3.66	3.62	6.00
Axis Banking & PSU Debt Fund	3.76	3.58	5.54
HDFC Banking and PSU Debt Fund	3.29	3.47	5.78
IDFC Banking & PSU Debt Fund	3.63	3.52	5.93
Sundaram Banking & PSU Debt Fund	3.00	2.97	4.50
UTI Banking & PSU Debt Fund	10.34	6.51	7.29
Category Average	**3.53**	**3.46**	**5.63**
CRISIL Short Term Bond Fund Index	**3.58**	**3.98**	**6.08**

Floater Funds			
Axis Floater Fund	4.56	--	--
DSP Floater Fund	3.05	--	--
IDFC Floating Rate Fund	3.72	--	--
Tata Floating Rate Fund	4.47	--	--
Category Average	**4.09**	**3.90**	**5.58**
CRISIL Short Term Bond Fund Index	**3.58**	**3.98**	**6.08**

HYBRID FUNDS

PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
Conservative Hybrid Funds			
Axis Regular Saver Fund	0.48	5.42	8.14
ICICI Prudential Regular Savings Fund	5.14	7.5	8.63
Kotak Debt Hybrid Fund	4.26	8.69	10.38
Category Average	**3.48**	**7.06**	**7.63**
NIFTY 50 Hybrid Composite Debt 15:85 Index	**3.42**	**5.23**	**8.11**

Data Source: ICRA MFI Explorer

Burgundy

Wealth Management | Axis Bank

FUND OF FUNDS

PAST PERFORMANCE (CAGR % RETURNS AS ON 30th DECEMBER, 2022)

CAGR	1 Year	2 Years	3 Years
HYBRID (FOF)			
HDFC Asset Allocator Fund Of Funds	9.08	--	--

DEBT (FOF)			
Axis All Seasons Debt Fund of Funds	3.51	4.18	--
BHARAT Bond FOF - April 2023	4.53	4.35	--
BHARAT Bond FOF - April 2025	2.25	3.44	--
BHARAT Bond FOF - April 2030	3.63	4.40	--
BHARAT Bond FOF - April 2031	3.32	4.10	--
BHARAT Bond ETF FOF - April 2033	--	--	--
CRISIL Short Term Bond Fund Index	**3.58**	**3.98**	**6.08**
ICRA Composite Bond Fund Index	**2.71**	**3.46**	**6.70**

INTERNATIONAL (FOF)			
Axis Global Equity Alpha Fund of Fund	-8.66	5.71	--
Axis Global Innovation Fund of Fund	-21.17	--	--
Axis NASDAQ Fund of Fund	--	--	--
DSP Global Allocation Fund	-6.61	0.13	6.71
Franklin India Feeder - Franklin U.S. Opportunities Fund	-30.14	-9.17	6.24
IDFC US Equity Fund of Fund	-18.47	--	--
Nifty 500 TRI	**4.26**	**17.15**	**17.38**

Data Source: ICRA MFI Explorer

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