

Parag Parikh Flexi Cap Fund

An open ended dynamic equity scheme investing across large cap, mid cap, small cap stocks.



Global advantage...without any tax disadvantage.*

*(Tax disadvantage' refers to higher 'Capital Gains Tax' paid by investors in other 'global' equity mutual fund schemes)

Parag Parikh Flexi Cap Fund (PPFCF) is one of a handful of Indian mutual fund schemes to invest in a basket of Domestic and foreign stocks.

Five reasons why we have chosen to be different are:



Reducing 'country risk': Most equity mutual fund schemes help investors diversify across industries within the same country. However, investors could still be affected if there are negative events throughout the country (such as war, drought, political turmoil etc.). **Investing across countries helps to reduce this risk.**



Winners keep rotating: Winners keep rotating frequently and predicting them in advance is close to impossible. By investing a portion of our portfolio abroad, we reduce the risk of our investors losing out when the Indian stockmarket underperforms.

Index	Returns (% - Annualised) 01/01/2015 to 10/01/2022	Returns (% - Annualised) 01/01/2012 to 31/12/2014
Dow Jones Industrial Average - USA	10.54	12.86
FTSE 100 Index – United Kingdom	1.80	4.83
Hang Seng Index – Hong Kong	0.09	7.74
IBOVESPA SAO PAULO Index – Brazil	12.93	-4.73
KOSPI Index – South Korea	6.21	1.62
Nifty 50 Index – India	11.67	21.34
Nikkei Index – Japan	7.21	27.40

Source: Bloomberg



Reducing portfolio volatility: All stockmarkets do not always move at the same pace or in the same direction. Hence, investing across countries helps to reduce the volatility of the portfolio. Lower fluctuations in the Net Asset Value ((NAV) mean greater peace of mind...



Wider choice: There are several world-class companies which do not have Indian subsidiaries who are listed. Also, there are innovative companies making certain products/services for which there are no Indian substitutes. When we invest abroad, our investors get a chance to benefit from the performance of such global leaders.

Coca-Cola | Starbucks | Nike | Levi's | Samsung | Boeing

Please note: Company's name used above are for Representative sample only. Investors should not construe as Investment advice or recommendation.



Valuations: Sometimes, the Indian subsidiary of a multinational company may be very highly valued, and hence not investment-worthy. However, its parent company may be available at much more reasonable valuation. We can take advantage of such situations. We employ the same time-tested principles of value investing while choosing both, Indian and foreign stocks.

Company	PE Ratio (Overseas)*	PE Ratio (NSE)
Nestle	27.94	91.07
Pfizer	16.47	45.32
Suzuki	11.83	55.74
Cummins	15.32	42.27
ABB	35.79	214.90



Scheme Details

*Source: Bloomberg | Date: January 10, 2022 | Numbers shown above are for illustrative purpose only. Investors should not consider this as investment advice



What about the foreign currency risk?

We prefer to concentrate on stock-picking rather than forecast currency movements. However, we reduce the risk of our investors losing due to sharp currency appreciation of the Indian rupee. Current hedge - Approximately 75% of exposure as at December 31, 2021.

As the Forward rate of the Indian Rupee is usually at a premium to the Spot Rate, our investors can earn an additional yield, irrespective of how the underlying stocks perform.

Please note: This yield may or may not sustain in the future, as it depends on factors like interest rate & inflation differentials between two currencies, which cannot be predicted with much accuracy.

Our investment shortlist

First of all, we prefer countries where stockmarkets are well-developed and liquid, good governance is in place and financial statements are prepared in English.

Within these countries, we seek companies which are large, have operations in multiple countries and are reasonably valued.

Currently, we are focusing on companies listed mainly in the USA as we have access to a large universe of companies which possess all these attributes.

Is this portfolio tax-friendly?

Yes. As, at least 65% of the portfolio will be invested in Indian companies, our investors will pay a lower rate of tax, as shown in the table alongside. Please consult your tax advisor for more details about your tax liability.

% holding of Indian Equities

Particulars	65% and above	Less than 65%
LTCG Tax	10% without indexation	20% after indexation
Qualifying period	One year	Three years

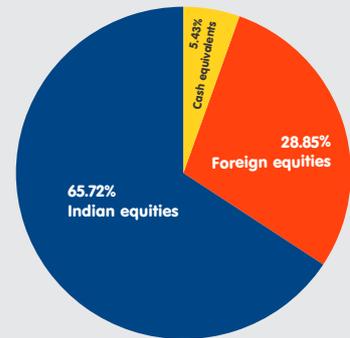
Suzuki

Amazon

Microsoft

Meta Platforms Inc

Alphabet



As at December 31, 2021

These are the constituents of PPFAS's international portfolio as at December 31, 2021. Please click on link to refer monthly portfolio disclosure as on December 31, 2021. Link : <https://amc.ppfas.com/downloads/portfolio-disclosure/>

We invite you to Invest in Parag Parikh Flexi Cap Fund and benefit from our process of money management.

Ways to invest

Online Mode

Website
amc.ppfas.com

Mobile App



MF Utilities

BSE Star MF

NSE ICEX

CAMS Edge 360

Paper-Based Mode

Fill up the Application Form and submit it either to us or the nearest CAMS Service Centre.

Parag Parikh Flexi Cap Fund

This product is suitable for investors who are seeking*

The investment objective of the Scheme is to seek to generate long-term capital growth from an actively managed portfolio primarily of Equity and Equity Related Securities. Scheme shall invest in Indian equities, foreign equities and related instruments and debt securities.

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



Riskometer as on December 31, 2021

Note: Please visit the website address for latest Riskometer updates:

<https://www.amc.ppfas.com/> ----> Statutory Disclosures ---> Product Label of the Schemes.



PPFAS Asset Management Private Limited

(Investment Manager to PPFAS Mutual Fund)

CIN: U65100MH2011PTC220623

Registered Office: 81/82, 8th Floor, Sakhar Bhavan,
Ramnath Goenka Marg, 230, Nariman Point,
Mumbai - 400 021. INDIA.

Tel: 91 22 6140 6555 | **Fax:** 91 22 6140 6590

Email: mf@ppfas.com.



www.amc.ppfas.com

Investor Helpline: ☎ 1800-266-7790 ✉ mf@ppfas.com

Distributor Helpline: ☎ 1800-266-8909 ☎ 91 22 6140 6538 ✉ partners@ppfas.com

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

Disclaimer: In the preparation of the material contained in this document, the Asset Management Company (AMC) has used information that is publicly available, including information developed in-house. Some of the material used in the document may have been obtained from members/persons other than the AMC and/or its affiliates and which may have been made available to the AMC and/or to its affiliates. Information gathered and material used in this document is believed to be from reliable sources. The AMC however does not warrant the accuracy, reasonableness and / or completeness of any information. We have included statements / opinions / recommendations in this document, which contain words, or phrases such as "will", "expect", "should", "believe" and similar expressions or variations of such expressions that are "forward looking statements". Actual results may differ materially from those suggested by the forward looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our services and / or investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices etc.

The AMC (including its affiliates), the Mutual Fund, the trust and any of its officers, directors, personnel and employees, shall not liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner. The recipient alone shall be fully responsible/are liable for any decision taken on this material.