

INVESTOR TIMES

A Quarterly issue from Invest Search

(April - June) 2022



MISSION STATEMENT

Assisting investors in FINANCIAL PLANNING, helping them in WEALTH CREATION thereby giving them COMPLETE FINANCIAL FREEDOM.



Dear Friends ,

Greetings from INVEST SEARCH!!

We would like to take the opportunity to thank you all for your trust and support in the previous FY-2021-2022. We just wanted you to know that we truly enjoy working with you and feel honored to be your chosen associate. And Welcome to the New Financial Year 2022-2023.



INVEST SEARCH

Redefine your Search for Investments

HERE ARE SOME POINTS TO THINK UPON WHILE INVESTING

1 What is my real risk appetite?

Investing and risk taking is deeply personal and what is right for me might not necessarily be right for you. The sharp down days are a time to reflect on how much stress corrections cause you and what risk levels, and consequently equity levels, you are actually comfortable with. Assess honestly and calibrate as you move forward.

2 Do I understand what I was investing in?

Corrections are painful in every asset class but they are much harder when you don't understand the product and the reason behind its downfall. If it feels like a black box then don't buy it, even at the risk of looking less intelligent. If you are not ready to invest abroad, for instance, do not take the risk, even though all your friends may advise it.

3 Why am I investing?

We invest not to participate in a horse race but for a purpose - to meet goals. When those goals are defined, we invest with known time horizons and that makes being a long-term investor a lot easier. Link your investments to those goals. If you're truly investing in equities with a 7- year goal, for instance, remind yourself that and stick to the game. Do not let short-term volatility scare you off.

4 Who am I taking advice from?

If you're taking advice, and hopefully you are, there is no better time to judge the quality of advice than in a tough market. Good advisors give you the tough advice required to avoid land mines that unveil in a bad market. They talk about risk as much or more than they talk about returns. Good advisors also stand by you when things go wrong - they over communicate rather than disappear.



FOLLOWING IS THE PRODUCT AND SERVICE CHART OF INVEST SEARCH.

PRODUCTS & SERVICE MENU

MUTUAL FUNDS (lumpsum or SIP)

- Retirement Solution's Fund
- Children Solution's Funds
- Tax Saving Funds (ELSS section 80C)
- NPS (National Pension scheme-80 CCD)
- Long term wealth creation Funds
- Balance Advantage Funds
- Short term parking Funds (ARBITRAGE, Equity savings)
- Bond Funds (GSEC, SDL)
- Gold funds
- Silver fund
- REIT (Real Estate)

FIXED INCOME

- RBI Bonds
- HDFC LTD, Bajaj finance ltd, Mahindra finance ltd
- Long Term FD -
- Guaranteed Tax free returns for 10 yrs /30 yrs (HDFC/ICICI)
- Mutual funds (SWPOption)

INSURANCE

- Life insurance (term plans)
- Health insurance (base plan, super topup plan)
- PA cover
- Critical illness cover
- Motor insurance
- Travel insurance

SUCESSION PLAN

- WILL
- TRUST
- POA

WHY BAF SHOULD BE PART OF CORE PORTFOLIO?

Balanced Advantage Funds (BAF) seem to be the flavour of the season.

BAF is a dynamic asset allocation fund which invests in equity and debt depending upon the market conditions and gives investors the freedom from managing the same, which may help them achieve a balanced growth. It is meant for conservative investors or new investors who don't like to see high fluctuations in the value of their investments.

HOW REGULAR INCOME SHOULD BE GENERATED WITH HELP OF BAF? OR ARE YOU LOOKING FOR REGULAR INCOME? SO WHY NOT INVESTING IN BAF...

Through Systematic Withdrawal Plan (SWP), refers to a plan which allows an investor to withdraw a fixed or variable amount from his mutual fund scheme on a preset date every month, quarterly, semiannually or annually as per his needs.

Please find the illustration below:

SWP Performance Report 07/07/2018 To 05/04/2022

Kotak Balanced Advantage Fund Growth (Regular Plan)

Amount Invested	Monthly Withdrawal	Total Withdrawal	Remaining Fund Value	Total Portfolio Value	CAGR(%)
10,00,000	5,000	2,20,000	11,13,754.71	13,33,754.71	8.81

Sr No.	Date	NAV	Monthly Withdrawal	Total Withdrawal	Remaining Fund Value
1	2018-07-07	10	-10,00,000.00	0	10,00,000.00
2	2018-08-10	10.019	5,000.00	5,000.00	9,96,900.00
3	2018-09-07	10.047	5,000.00	10,000.00	9,94,686.03
4	2018-10-08	9.658	5,000.00	15,000.00	9,51,173.75
5	2018-11-09	9.839	5,000.00	20,000.00	9,63,999.64
6	2018-12-07	9.894	5,000.00	25,000.00	9,64,388.40
7	2019-01-07	9.974	5,000.00	30,000.00	9,67,186.16
8	2019-02-07	10.085	5,000.00	35,000.00	9,72,949.91
9	2019-03-07	10.176	5,000.00	40,000.00	9,76,729.13
10	2019-04-08	10.379	5,000.00	45,000.00	9,91,213.80
11	2019-05-07	10.396	5,000.00	50,000.00	9,87,837.33
12	2019-06-07	10.616	5,000.00	55,000.00	10,03,741.93
13	2019-07-08	10.569	5,000.00	60,000.00	9,94,298.09
14	2019-08-07	10.396	5,000.00	65,000.00	9,73,022.79
15	2019-09-09	10.528	5,000.00	70,000.00	9,80,377.45
16	2019-10-07	10.633	5,000.00	75,000.00	9,85,155.15
17	2019-11-07	11.094	5,000.00	80,000.00	10,22,867.14
18	2019-12-09	11.14	5,000.00	85,000.00	10,22,108.34
19	2020-01-07	11.219	5,000.00	90,000.00	10,24,356.68
20	2020-02-07	11.404	5,000.00	95,000.00	10,36,248.20
21	2020-03-09	10.609	5,000.00	1,00,000.00	9,59,008.87
22	2020-04-07	9.359	5,000.00	1,05,000.00	8,41,014.14
23	2020-05-07	9.761	5,000.00	1,10,000.00	8,72,138.48

Sr No.	Date	NAV	Monthly Withdrawal	Total Withdrawal	Remaining Fund Value
24	2020-06-08	10.601	5,000.00	1,15,000.00	9,42,191.89
25	2020-07-07	11.137	5,000.00	1,20,000.00	9,84,830.31
26	2020-08-07	11.522	5,000.00	1,25,000.00	10,13,875.35
27	2020-09-07	11.619	5,000.00	1,30,000.00	10,17,410.84
28	2020-10-07	11.837	5,000.00	1,35,000.00	10,31,499.88
29	2020-11-09	12.094	5,000.00	1,40,000.00	10,48,895.38
30	2020-12-07	12.525	5,000.00	1,45,000.00	10,81,275.39
31	2021-01-07	12.876	5,000.00	1,50,000.00	11,06,577.00
32	2021-02-08	13.096	5,000.00	1,55,000.00	11,20,484.03
33	2021-03-08	13.201	5,000.00	1,60,000.00	11,24,467.76
34	2021-04-07	13.215	5,000.00	1,65,000.00	11,20,660.28
35	2021-05-07	13.222	5,000.00	1,70,000.00	11,16,253.90
36	2021-06-07	13.642	5,000.00	1,75,000.00	11,46,711.97
37	2021-07-07	13.769	5,000.00	1,80,000.00	11,52,387.27
38	2021-08-09	13.967	5,000.00	1,85,000.00	11,63,958.75
39	2021-09-07	14.348	5,000.00	1,90,000.00	11,90,709.90
40	2021-10-07	14.457	5,000.00	1,95,000.00	11,94,755.57
41	2021-11-08	14.538	5,000.00	2,00,000.00	11,96,449.58
42	2021-12-07	14.364	5,000.00	2,05,000.00	11,77,129.71
43	2022-01-07	14.547	5,000.00	2,10,000.00	11,87,126.56
44	2022-02-07	14.34	5,000.00	2,15,000.00	11,65,234.06
45	2022-03-07	13.768	5,000.00	2,20,000.00	11,13,754.71

WHAT % OF INCOME YOU SHOULD SAVE VIA SIP?

One should invest **at least 20% of their salary** in mutual funds through SIP's and can later increase whenever possible.

Let's see how much money can be accumulated through an SIP investment of ₹10,000/- month

TENURE	3 Years	5 Years	10 Years	15 Years	20 Years	25 Years
INVESTMENT AMOUNT (in ₹)	3,60,000	6,00,000	12,00,000	18,00,000	24,00,000	30,00,000
APPRECIATION (in ₹)	75,080	2,24,870	11,23,400	32,45,760	75,91,480	1,59,76,360
MARKET VALUE (in ₹)	4,35,080	8,24,870	23,23,400	50,45,760	99,91,480	1,89,76,360

The above example shows the **POWER OF COMPOUNDING**.

Assuming a SIP amount of ₹10,000 growing at 12% CAGR. Above is an illustration with assumed rates to explain the power of compounding.

BELOW IS TAXATION CHART FOR MUTUAL FUND INVESTMENTS FOR THE FINANCIAL YEAR 2022-2023

	Equity Oriented Schemes	
	<ul style="list-style-type: none"> • Long Term Capital Gains (units held for more than 12 months) • Short Term Capital Gains (units held for 12 months or less) 	
	INDIVIDUAL	HUF
Long term capital gains	10% (without indexation)	10% (without indexation)
Short term capital gains	15%	15%

	Other Than Equity Oriented Schemes (Asset Allocation Funds/ Fund of Fund/ Bonds)	
	<ul style="list-style-type: none"> • Long Term Capital Gains (units held for more than 36 months) • Short Term Capital Gains (units held for 36 months or less) 	
	INDIVIDUAL	HUF
Long term capital gains	20% (After providing indexation)	20% (After providing indexation)
Short term capital gains	30% (Individual falls into highest tax bracket)	30% (Individual falls into highest tax bracket)

**WISHING YOU FINANCIAL GROWTH AND SUCCESS AS WE BEGIN
NEW FINANCIAL YEAR 2022-2023**



BOOK POST

Regards,
Himanshu Dani



In case of any query please contact us on the below-mentioned number.

-  508, G Square, 5th Floor, Jawahar Road, Above Kalyan Jewellers, Near BMC Office, Ghatkopar (E), Mumbai-400 077.
-  25010550 | 25010549 | 8355816883
-  support@investsearch-india.com  www.investsearchonline.com