

INDIA'S 1st

NIFTY
CAPITAL MARKETS
INDEX FUND

TATA

NIFTY CAPITAL MARKETS INDEX FUND

(An open-ended scheme replicating/ tracking Nifty Capital Markets Index (TRI))

TATA
mutual fund

- Mutual Fund
- Stockbroking Companies
- Registrar and Transfer Agents (RTA)
- Exchange & Data Platforms

JOIN THE FORCE THAT ENABLES

THE CAPITAL MARKETS

Invest in the

INVESTMENT ENABLERS

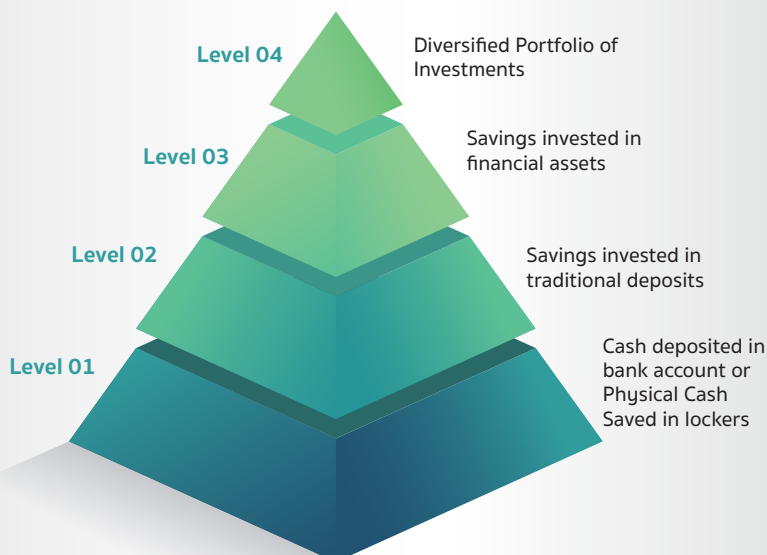


TATA NIFTY CAPITAL MARKETS INDEX FUND

Indian Investing behavior is changing. With better internet connectivity, ease of trading and affinity to equity investing by younger population, Capital Markets are witnessing an increase in Top Line Growth with Demat accounts, broking accounts, folio counts, Mutual Fund Industry AUM and more, resulting in better margins and profitability.

KEY THEME

Changing Behavior towards Financial Savings



Financialization of Savings

As India's household income increases, there's also a shift towards investments in Financial Assets from cash or traditional deposits and physical assets.



Increasing Stock Market Capitalization

The trend of **increasing stock market capitalization** is driven by stronger investor confidence and robust economic growth.



Vast Underpenetration

Indian Equity Markets are hugely underpenetrated with Indian Demat penetration at 8%. India's Mutual Fund AUM-to-gross domestic product ratio is a low 15%, against the global average of 74%*.

Source: Jefferies, Choice India, ETOnline

CAPITAL MARKETS CONSTITUENTS

Exchange and Data Platform



Asset Management Company



Depositories



Clearing Houses & Other Intermediaries



Stockbroking & Allied



Financial Products Distributor



These businesses are typically asset light with near to zero debt on their balance sheets, running a good operating leverage as Topline rises and costs rise much lesser. Thus, these businesses are expected to see improvements in margins and profitability making these businesses potentially High RoE and ROCE.

CAPITAL MARKETS INCLUDE

Active Clients



Source: Chittorgarh / Financial Year Considered. Latest data available

Digital discount brokers

have leveraged India's smartphone penetration and public digital infrastructure (eKYC) for rapid onboarding and higher user engagement.

The decrease in average trade value,

despite increase in demat traded value indicate increase in retail investors.

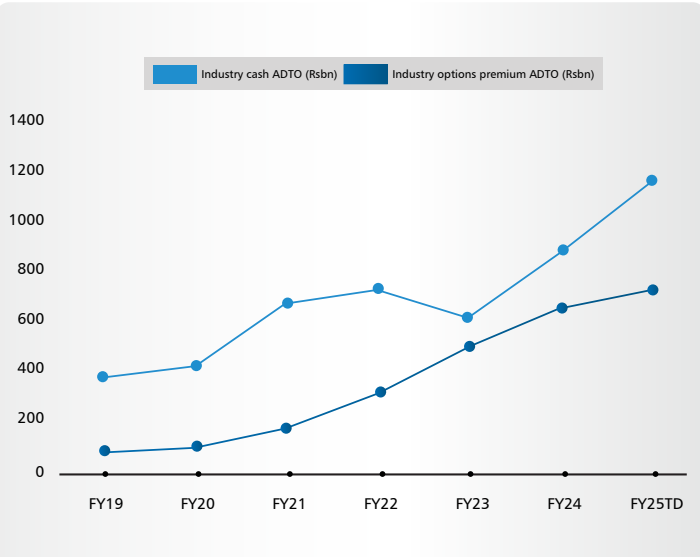
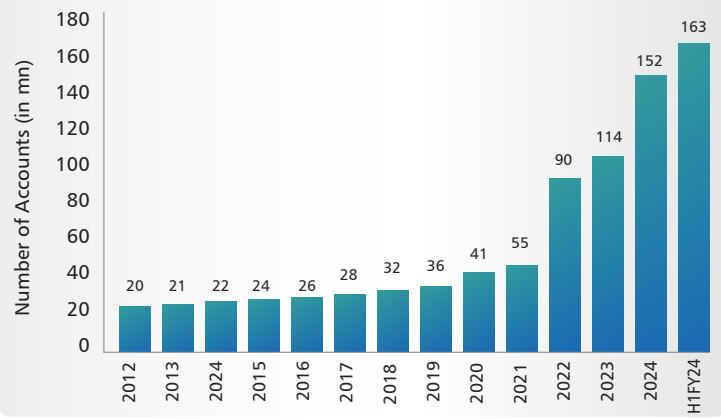
Stockbroking entities have seen a 6x increase in the Number of Active Clients accounts over past 5 years.

Central securities depository (CSD) have witnessed 3x increase in demat accounts since pre-covid.

(Source: SEBI)

The average trade size has been falling, indicating an increase in retail trade.

Growth in depository profit is driven by increase in demat accounts, frequency of trades and increase in companies listed.



A stock exchange is driven by higher market activity. Revenue stream is diversified through equities and Mutual Fund processing fees and other services. Derivatives is becoming the fastest growing revenue stream due to growing user base and sachetization of products to lower ticket sizes.

(Source: Jefferies)

India is the largest market by number of derivatives contracts globally driven by index option contracts.

Indian equity options have grown at 70% CAGR over FY21-24.

* Source: Jefferies

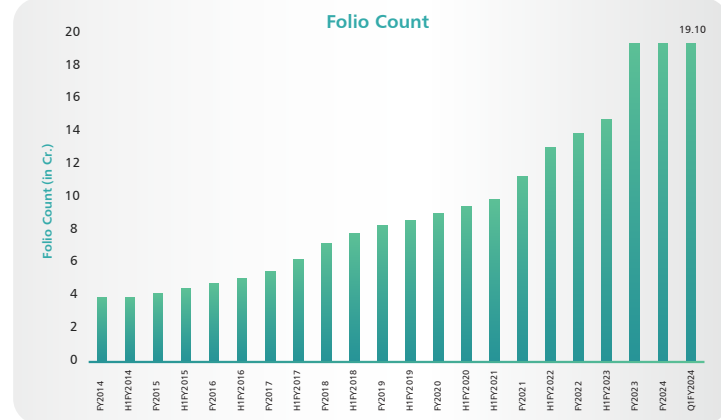
Short-dated index options, benefiting from lower premium to notional ratio, allow higher leverage by capturing a small movement in underlying on the expiry date.

An Asset Management Company (AMC): The Mutual Fund Industry is witnessing an increase in both folio count and AUM that is driven by inflows and market gains.

The business benefits from an increase in AUM and operating leverage due to the fixed nature of costs.

(Source: AMFI)

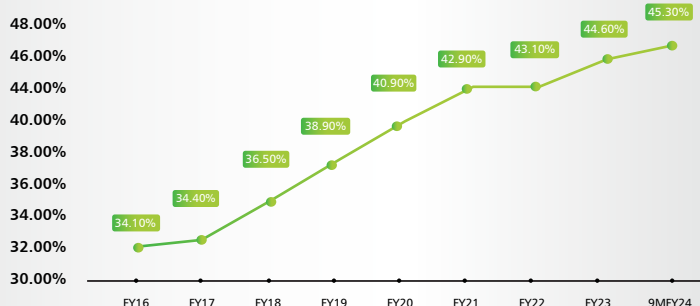
Resilience in SIP inflows



Registrar and Transfer Agent (RTA): Mutual Fund Growth accounts for 80% revenue as RTA fees are indexed to MF AUM. The RTAs also offer data services. Fees are related to the complexity and scale of services provided.

(Source: Ambit Capital)

HNI AUM% OF TOTAL AUM



Wealth management provides financial management and wealth advisory services and is linked to increase in HNI

(Source: Avendus Spark)

Assets, where HNI invests such as AIF, PMS, have grown faster than overall savings pool.

Lower penetration of financial advisor and financial assets in gross wealth bodes well for wealth managers.

CONSTITUENTS (AS ON 30TH JUNE 2025)

Basic Industry/Company Name	Weight (%)	Basic Industry/Company Name	Weight (%)
Bse Ltd.	19.85	Indian Energy Exchange Ltd.	4.22
HDFC Asset Management Company Ltd.	15.21	Nippon Life India Asset Management Ltd.	4.06
Multi Commodity Exchange Of Ind Ltd.	13.17	Motilal Oswal Financial Service Ltd.	3.77
Central Depository Services (india) Ltd.	9.22	Nuvama Wealth Management Ltd	3.56
360 One Wam Ltd.	7.65	Anand Rathi Wealth Ltd	2.32
Computer Age Management Services Ltd	5.94	Aditya Birla Sun Life Amc Ltd.	1.67
Angel One Ltd.	4.91	Uti Asset Management Company Ltd.	1.55
Kfin Technologies Ltd.	4.51	Net Current Liabilities	-4.93

INDEX METHODOLOGY

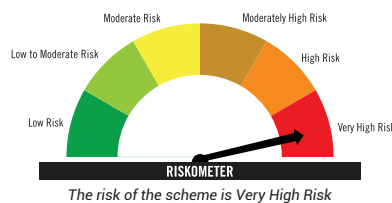
Particulars	Nifty Capital Markets
Universe	Nifty 500
Stock Eligibility	Stock belonging to the list of basic industries as mentioned in constituents
Stock Selection Criteria	Top 20 eligible stocks based on 6 month Avg. Free-float market capitalization (subject to availability)
Compulsory Inclusion	Non-member eligible stock shall be compulsorily included in the index if its 6 month avg. free-float market capitalization is at-least 1.5 times of the 6 month avg. free-float market capitalization of the smallest index constituent
Fund Manager	Kapil Menon
Index Weighing Method	Free float market constitution
Index Reconstitution	Semi-annually (March & September)
Index Rebalancing	Quarterly (March, June, September & December)
Stock Capping	Stock cap -20%

This product is suitable for investors who are seeking*:

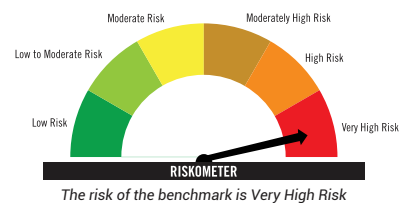
- Long Term Capital Appreciation.
- Investment in equity and equity related instruments comprised in Nifty Capital Markets Index.

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

Scheme Risk-O-Meter



Benchmark Risk-O-Meter



It may be noted that risk-o-meter specified above is based on internal assessment. The same shall be updated as per provision no. 17.4.1.i of SEBI Master Circular on Mutual Fund dated 27.06.2024, on Product labelling in mutual fund schemes on ongoing basis.