

## Plexus Management Services

### NFO Review: JP Morgan India Capital Protection Oriented Fund

<b>Offer Period</b>	12 <sup>th</sup> Nov 2010 to 26 <sup>th</sup> Nov 2010
<b>Scheme Type</b>	Closed Ended Monthly Income Plan
<b>Unit Price &amp; Subscription:</b>	Unit Price : Rs. 10 per unit: Subscription : Rs. 5000
<b>Load &amp; options.</b>	Entry load – NIL. Exit load - 1%- If redeemed/switched on or before completion of 365 days from the date of allotment. Nil – If redeemed/switched after completion of 365 days from the date of allotment. Options: Growth & Dividend
<b>Fund Objective:</b>	The Scheme seeks to generate returns and reduce interest rate volatility, through a portfolio of fixed income securities that are maturing on or before the maturity of the Scheme along with capital appreciation through equity exposure. However, there can be no assurance that income can be generated, regular or otherwise or that the investment objective of the Scheme will be realised.
<b>Benchmark:</b>	Crisil MIP Blended Index
<b>Fund Manager</b>	Mr. Nandkumar Surti and Mr. Namdev Chougule Mr. Harshad Patwardhan and Mr. Amit Gadgil

#### Idea Distiller:

A regular income from a product that attempts to protect losses from principal amount has an appeal amongst many and the fund is specifically aimed at milking that very sentiment.

#### Asset allocation:

Item	Percentage
Equity & Equity Related Instrument:	0%-20%
Debt & Cash equivalent:	80%-100%

#### Peer Scheme

**UTI Capital Protection Oriented 5 years**

#### Track record:

Management	Fund Manager
Risk: ★ ★ ☆ ☆ ☆	Risk: ★ ★ ☆ ☆ ☆
Return: ★ ★ ☆ ☆ ☆	Return: ★ ★ ☆ ☆ ☆

#### Scheme DNA:

**Unique Idea:** ★ ★ ☆ ☆ ☆  
**Return Possibility:** ★ ☆ ☆ ☆ ☆  
**Risk:** ★ ★ ☆ ☆ ☆  
**Opera ability/Complexity:** ★ ★ ★ ★ ☆

#### Comments:

Most of the (nearly all) capital protection funds that have been launched have performed well below the MIP products, adjusting for similar time frame. The capital protection caveat perhaps affords the fund manager to use a minimum growth path. If I am to park some money in a “capital protection” scheme, I would choose a bank deposit. Don’t waste your time on these, go for a good quality MIP instead.

#### Oomph appeal:

I would suggest to retired/ individuals looking for a regular, low risk income.