

Plexus Management Services

NFO Review: SUNDARAM CPO FUND - SERIES 2 - 5 YRS

Offer Period	15th Feb 2011 – 28th Feb 2011
Scheme Type	Close Ended MIP
Unit Price & Subscription:	Unit Price: Rs. 10 per unit. Subscription : Rs. 5000
Load & options.	Entry load: Nil Exit load: 1% if redeemed within 365 days from the date of allotment/investment. Options: Growth Option & Dividend
Fund Objective:	To seek income and minimise risk of capital loss by investing in a portfolio of fixed income securities. The scheme may invest a part of the assets in equity to seek capital appreciation. There is no guarantee of capital or return for this scheme from the mutual fund or the sponsors or Asset management Company.
Benchmark:	Crisil MIP Blended Index
Fund Manager	Mr. Dwijendra Srivastava & Mr. S.Krishnakumar

Idea Distiller:

Use market volatility as a launch pad for a surrogate no risk option by investing in largely debt instruments and use the equity path for a limited possible upside. The debt is supposed to offset the estimable loss from equity, if the loss were to happen, in a worst case situation.

Asset allocation:

Item	Percentage
Debt & Cash equivalent:	70 - 100%
Equities & Equity related securities	0 - 30%

Peer Scheme

SBI Capital Protection Oriented Series I

Track record:

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

Scheme DNA:

Unique Idea: ★ ☆ ☆ ☆ ☆
Return Possibility: ★ ★ ☆ ☆ ☆
Risk: ★ ★ ☆ ☆ ☆
Operaability: ★ ★ ★ ★ ☆

Comments:

A very low input idea that has not made much headway in garnering assets or in providing returns. Plus, the Capital protection is just another name and does not imply what it means (wonder how SEBI allowed the nomenclature).

Oomph appeal:

Very low. Very very low.