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A Study On Fund Performance Analysis With Reference To Bajajallianz Life Insurance Warangal

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1. INTRODUCTION:

A mutual fund is a basket of a variety of investments, such as stocks, bonds, and cash. A mutual fund is funded by way of the investments of man or woman traders and institutions.

Types of Mutual Funds

For the purposes of this lesson, we are going to focus on the three most important sorts of mutual funds: equity funds, fixed-income funds, and cash market funds.

Let's explore each of these briefly

Equity funds make investments in stocks of a range of sizes and domicile. For example, there are mutual dollars that are categorized as global, which have the potential to make investments in both the U.S. and somewhere in the world. Mutual funds that are classified as domestic are mostly invested in the U.S. Growth money typically invest in corporations that are expected to have greater increase quotes than others.

Fixed-income cash normally invest in bond-oriented investments, such as company bonds and municipal bonds. You may come throughout a municipal bond mutual fund that is state-specific. For example, an Ohio tax-free bond fund commonly invests only in Ohio municipal bond funds, so that activity received by way of the mutual fund holder is exempt from taxation at each the federal and nation profits tax levels.

Money market dollars invest in high-quality, temporary debt instruments, such as authorities treasury payments (also acknowledged as T-bills). The returns on money market money have historically been larger than savings and checking debts however less than certificates of deposits. Please note that investments in money market cash are commonly no longer guaranteed by means of the FDIC, as most

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savings, checking, and certificates of deposits are. It's important to apprehend this prior to investing.

Advantages to Mutual Funds

The predominant gain to a mutual fund is that your funding is pooled with these of other investors, and collectively your investments can purchase a varied set of stocks or bonds.

Let's say that when you pick out to begin investing, you have solely a small quantity to commence with, say $500. It may also be tough to appropriately diversify your account with this amount due to the fact of trading fees. However, with a mutual fund, the fund may require an initial purchase for $500, however that $500 funding lets in you to immediately diversify into as many holdings as the fund currently has.

NEED OF THE STUDY

There are roughly 350 Equity Mutual Funds in the market. Selecting the proper ones can be highly complicated. Since we cannot take care of complex stuff, we lodge to simpler measures even if they are unsuitable and inadequate. The modern technique for choosing a fund is based on past returns, i.e. whether it has crushed its benchmark and peers. This way of searching at returns is like using a car looking at the rear view mirror.

OBJECTIVES OF THE STUDY

To know about the Mutual funds in Bajaj company.

To know the performance of various mutual fund performances of Bajaj.

To present conclusion based on the study undertaken.

SCOPE OF THE STUDY

The present study confines to only Bajaj Allianz only. The data considered for the study is only January 2019.

RESEARCH METHODLOGY

For the current study the data collected from the secondary sources like fact sheetx and money control websites only.

LIMITATIONS OF THE STUDY

The study period is only 45 days

The data in secondary nature.
Complete data not given by officials for in-depth study.

2. LITERATURE SURVEY

Bajaj Allianz Life Insurance Company Limited.

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Bajaj Allianz is a joint task between Bajaj Finserv Limited and Allianz SE. The joint task incorporates international knowledge with neighborhood experience. Both experience a popularity of expertise, balance and strength. The complete life insurance plan solutions, technical knowledge and ride of Allianz SE combines with the in-depth market information and goodwill of "Bajaj" company in India. Competitive pricing and customized lifestyles insurance plan options have earned Bajaj Allianz Life the customer's have confidence and market leadership in a very brief time.

Bajaj Allianz Life has developed existence insurance plan solutions that cater to each and every phase and age-income profiles. Currently Bajaj Allianz Life has a sturdy life insurance portfolio and caters to all types of patron wants from ULIPs to Child plans, from team insurance plan to fitness insurance.

VISION

To be the BEST Life Insurance Company In India To Buy From, Work For & Invest In

CULTURE

A triumphing team

Have a ardour for excellence & hate bureaucracy

Be empowered, have the confidence to take decisions quickly & be accountable

Be pushed to obtain results, to deliver

Be expert & socially committed

Be open to ideas, sharing, obvious & trust

Focus the whole thing we do on our customers

Make BALIC a 'great place to work'

Have a sense of humour

PHILOSOPHY

Invest in human beings - Pay / boost / career planning

Dominate your market - Be decisive / speak clear goals

Never sit nonetheless - change consistently / revolutionize

Think service; service; provider - non-stop improvement

Learn & Lead - Be prepared to listen

Tell the data are they are - clear communication

Kill paperwork - boundary much less / notion non management layers / informality /speed

Manage the business like a corner store - client pride / cash flow

THEORETICAL FRAMEWORK

Mutual money are the most famous funding types for the every day investor. Why? Because they are simple investments to recognize and they are convenient to use -- in many ways, it is "investing for dummies." In fact, if you are not already one of the hundreds of thousands of shareholders of mutual funds, you may solely need to take about two or three minutes out of your day to read this article and you'll be equipped to get began investing.

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Furthermore the simplicity of investing in mutual money is now not simply an beautiful feature for establishing investors; the accessibility, versatility and easy-to-understand shape of mutual cash makes for effective investing vehicles for all sorts of investors, inclusive of the pros, and can be terrific for a variety of financial savings and investing objectives, such as college and retirement.

So except similarly ado, here is what to know about mutual cash to get you started investing. And if you are already investing, this can be a true refresher direction on this effective but simple security type:

Mutual Fund Definition

A mutual fund is an investment security that enables buyers to pool their cash together into one professionally managed investment. Mutual dollars can invest in stocks, bonds, cash or a mixture of these assets. The underlying protection types, referred to as holdings, combine to form one mutual fund, also called a portfolio.

In simpler terms, mutual dollars are like baskets. Each basket holds certain sorts of stocks, bonds or a blend of shares and bonds to combine for one mutual fund portfolio.

For example, an investor who buys a fund known as XYZ International Stock is buying one funding protection — the basket — that holds dozens or heaps of stocks from all round the globe, for this reason the "international" moniker.

It's additionally essential to recognize that the investor does now not in reality personal the underlying securities — the holdings — but as a substitute a representation of these securities; traders own shares of the mutual fund, no longer shares of the holdings. For example, if a precise mutual fund includes shares of inventory in Apple, Inc. (AAPL) among different portfolio holdings, the mutual fund investor does now not immediately very own Apple stock.

Basic Types of Mutual Funds

There are lots of mutual funds in the funding universe however they can be divided into a few primary types and categories of funds. The two essential kinds of mutual dollars are stock cash and bond funds. From there, the categories of dollars get more specialized and diverse.

For example, inventory money can be further damaged into three sub-categories of capitalization — small-cap, mid-cap, and large-cap. They are then labeled similarly as either growth, value, or growth and income. Stocks can also be labeled as international, world or foreign, all of which have comparable objectives.

Bond cash are specifically categorized through the length of the bonds, which are described as

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short-term, intermediate-term, or long-term. They are then broken into sub-categories of company bonds, municipal bonds, and U.S. Treasury bonds.

Most mutual fund classes can be purchased as index funds, which can be described as passively-managed funds. This skill that the portfolio supervisor does now not actively buy and sell securities but rather fits the holdings of a benchmark index, such as the S&P 500 index or the Dow Jones Industrial Average. Beginners regularly start with one of the great S&P 500 Index funds.

From there, traders can examine greater about the a number of kinds of mutual funds, such as these cited here, and how to construct a portfolio of mutual fundsaround that core investment. Index cash often have lots of holdings and provide investors the greatest aspects of mutual money — simplicity, range and low-cost.

Understanding the Risks of Investing in Mutual Funds

Stocks, bonds, and mutual cash all contain some level of market risk, which is the possibility of fluctuation in price or even the loss of fundamental (the quantity you at the beginning invested).

For example, you could invest $1,000 for 10 years and give up up with $950. Although receiving a poor return like this over a 10-year period is extremely rare, it is possible. It is more sensible to anticipate an average of return of someplace between 7 and 10 percent for inventory investments, consisting of inventory mutual funds, for intervals of 10 years or more. However, there are brief periods, such as 1 year, the place your inventory mutual fund can decline in value by using as lots as 30 to forty percent. Similarly, you should have gains of more than 50% in one year.

So whether or not you're investing in individual shares or a stock mutual fund, you need to have some life like expectations about how the inventory marketbehaves. And extra importantly, how you will react in the quick however inevitable extremes? Will you promote your mutual cash if they lose 10% in 3 months? Before you begin investing, it is pleasant to get an notion of your threat tolerance

3. DATA ANALYSIS & INTERPRETATION

Portfolio Allocation

	Stated (%)	Actual (%)
Govt. and Govt. approved Securities	0 - 50	20.60
Corporate bonds rated AA or above by Crisil*	0 - 50	14.28
Money market and other liquid assets	0 - 40	6.19
Infrastructure sector as defined by the IRDA	0 - 40	2.88
Listed equities	0 - 100	54.12
Net Current Assets#		2.93
Total		**100.00**

#Net current asset represents net of receivables and payables for investments held.
*Including instruments rated by Other Rating agencies.

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Fund Details

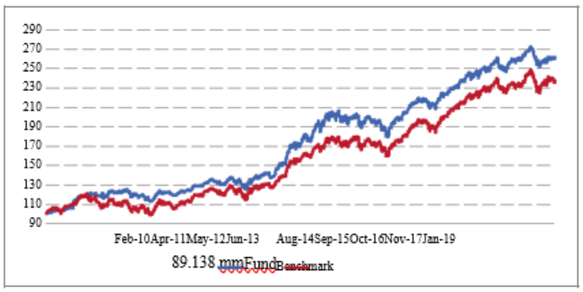
Description			
SFIN Number	ULGF00926/02/10GRASSALLOC116		
Launch Date	25-Feb-10		
Face Value	10		
Risk Profile	High		
Benchmark	CRISIL Balanced Fund – Aggressive Index		
Fund Manager Name	Sampath Reddy, Reshma Banda, Durgadutt Dhar		
Number of funds managed by fund manager:	Sampath Reddy	Reshma Banda	Durgadutt Dhar
Equity	19	28	-
Debt	-	-	28
Hybrid	9	25	24
NAV as on 31-January-19	26.2165		
AUM (Rs. Cr)	142.70		
Equity	54.12%		
Debt	42.96%		
Net current asset	2.93%		

Portfolio Allocation

	Stated (%)	Actual (%)
Govt. and Govt. approved Securities	0 - 20	-
Corporate bonds rated AA or above by Crisil	0 - 40	-
Money market and other liquid assets	0 - 40	2.49
Infrastructure sector as defined by the IRDA	0 - 20	-
Listed equities	0 - 100	97.24
Net Current Assets#		0.27
Total		**100.00**

#Net current asset represents net of receivables and payables for investments held.

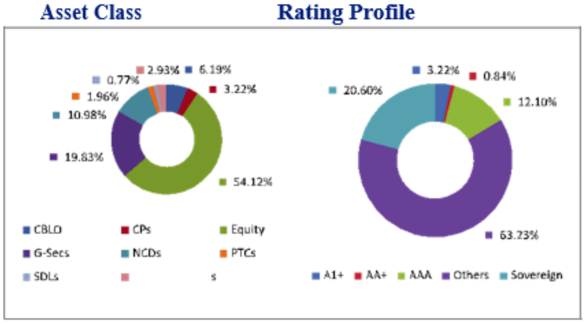
Growth of Rs. 100



Portfolio

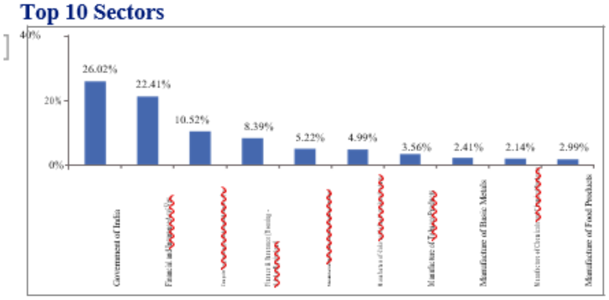
Company/Issuer	Sector/Rating	Exposure (%)
Equity		**97.24%**
Infosys Limited	Computer Programming, Consultancy and Related Activities	8.94%
HDFC Bank Limited	Financial and Insurance Activities	8.92%
Reliance Industries Limited	Manufacture of Coke and Refined Petroleum Products	8.59%
ITC Limited	Manufacture of Tobacco Products	7.08%
ICICI Bank Limited	Financial and Insurance Activities	5.77%
Hindustan Unilever Limited	Manufacture of Chemicals and Chemical Products	5.55%
Larsen & Toubro Limited	Civil Engineering (Infra)	4.18%
Housing Development Finance Corporation Limited	Financial and Insurance Activities	3.84%
Maruti Suzuki India Limited	Manufacture of Motor Vehicles, Trailers and Semi-Trailers	3.37%
Asian Paints Limited	Manufacture of Chemicals and Chemical Products	2.58%
Others		38.41%
Money Market, Deposits & Other		**2.76%**
Total		**100.00%**

Asset Class / Rating Profile



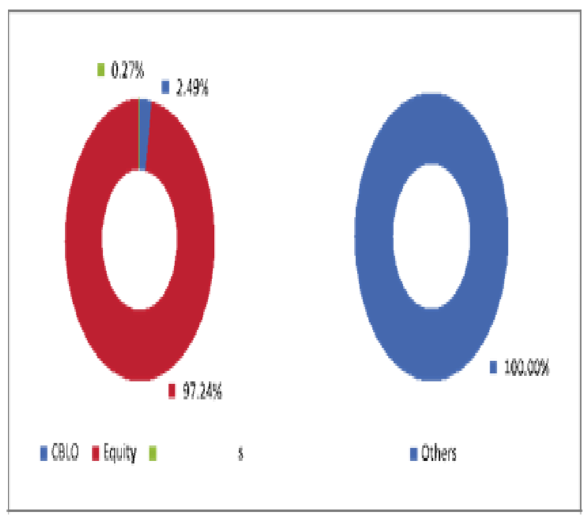
Note : 'Financial & insurance activities' sector includes exposure to 'Fixed Deposits' & 'Certificate of Deposits'.

Top 10 Sectors



**Others includes Equity, CBLO, Net receivable/payable and FD*

Asset Class / Rating Profile



Group Equity Index Fund

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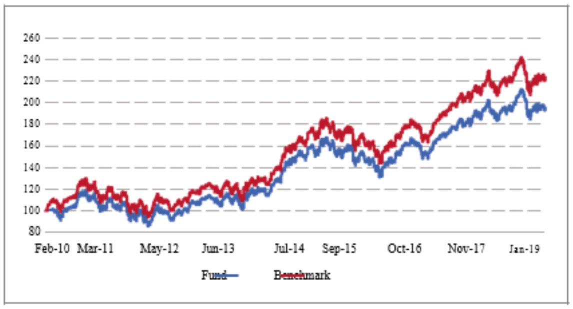
Fund Details

Description	
SFIN Number	ULGF00822/02/10GREQTYINDX116
Launch Date	19-Feb-10
Face Value	10
Risk Profile	High
Benchmark	Nifty 50 Index
Fund Manager Name	Reshma Banda
Number of funds managed by fund manager:	
Equity	28
Debt	-
Hybrid	25
NAV as on 31-January-19	19.5798
AUM (Rs. Cr)	39.72
Equity	97.24%
Debt	2.49%
Net current asset	0.27%

Growth of Rs. 100



2. To grant secure returns thru investment in quite a number fixed deposits, money market Instruments and quick term debt instruments.

3. The funding goal of the fund is to supply minimal unit price growth @ 7.35% p.a. compounded annually at the fund closure date by using investing in a appropriate combine of assets.

4. To grant capital appreciation, problem to minimum assured unit charge at fund closure. The fund approach would be to reap doable upside by investing properly in debt securities, equities, mutual money and incredibly rated debentures.

5. The investment goal of this fund is to grant accumulation of income thru investment in high exceptional fixed earnings securities

4. FINDINGS OF THE STUDY

1. To recognize a degree of complete income, consisting of present day earnings and capital appreciation, which is constant with realistic funding risk. The investment strategy will contain a bendy coverage for allocating property amongst equities, bonds and cash. The fund method will be to modify the combine between these asset training to capitalize on the altering monetary markets and monetary conditions.

5. SUGGESTIONS:

1. The company has to operate its funds as per the trends in money market.

2. The returns on equity funds have to be improved.

3. The company should encourage the balanced fund for various investors.

4. The debt fund performance should be observed in regular interval.

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5. The company must educates its customers about the moderate risk and return.

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