

5 QUESTIONS FOR FUND MANAGER

INVEST WITH AN AIM TO GROW
FROM EQUITY AND GAIN POTENTIAL
STABILITY FROM DEBT



MIRAE ASSET HYBRID EQUITY FUND

Aggressive Hybrid Fund - An open-ended hybrid scheme investing predominantly in equity and equity related instruments.

Investment Strategy

Allocation between Equity and Debt - Function of valuations, equity earnings growth and interest rate outlook.

Largely static asset allocation (65%-80% Equity and Equity Related Instruments, 20%-35% Debt & Money Market Instruments and 0%-10% Units issued by REITs and InvITs).

For Equity Portion

The fund follows a strategy with equity within the range of (+/-5%) from 72% aiming to take advantage of market. The portfolio aims to generate long term growth increasing the equity exposure based on market cycles and valuations. Portfolio is large cap bias which may help in performing in all market cycles, more liquid and are typically first to react to economic revival.

For Debt Portion

Debt portion is managed with high quality debt instrument predominantly in AAA rated and sovereign bonds. The Fund broadly follows buy and hold Strategy. Debt allocation seeks to generate regular income and lower portfolio risk.

Net AUM
as on Feb 28, 2023

INR 6952.71 Crores

Benchmark

CRISIL Hybrid 35+65 – Aggressive Index.

Scheme Inception date

29th July 2015

For Equity Portion

Fund Manager - MR. HARSHAD BORAWAKE (Since 1st April 2020)

Mr. Harshad Borawake joined Mirae Mutual Fund in December 2016 as the Head of Research & Fund Manager. Along with strengthening the overall research and investment processes, his core coverage sectors include Financials, Oil & Gas and Economy. He has an overall professional experience of more than 17 years across industries like Financials, Oil & Gas, Logistics and Aviation. Prior to joining Mirae, he was with Motilal Oswal Securities as Vice President (Research) and Capmetrics & Risk Solutions as Research Analyst - Equity. Harshad is a Bachelor's in engineering and has done MBA in Finance.



Fund Manager - MR. VRIJESH KASERA (Since 1st April 2020)

Mr. Vrijesh Kasera has professional experience of more than 16 years, and his primary responsibility includes Investment Analysis & Research. He has been associated with Mirae Asset Mutual Fund since 28-November-2016. Prior to this assignment, he was associated with Axis Capital Ltd. as an Equity Research Analyst. He has also been associated with Edelweiss Broking Ltd.



For Debt portion

Fund Manager - MR. MAHENDRA JAJOO (Since 8th September 2016)

Mr. Mahendra Kumar Jajoo is responsible for managing fixed income assets across all products. He has over 29 years of experience in the field of financial services including 15 years of experience in Fixed Income funds management. He is overall responsible for supervising all Debt schemes of the Mirae Asset Investment Managers (India) Private Limited.



In his prior assignment, he has been associated with organizations like Pramerica Asset Managers Pvt. Ltd., Tata Asset Management Ltd., ABN AMRO Asset Management Ltd and ICICI Group.

The fund will complete eight years of track record in 2023. What has the key investment philosophy of the fund since inception?

- The guiding principle since inception continues to provide a risk adjusted investment experience with a prudent asset allocation between equity and debt. Within the two asset classes, thought process has been to consider credible investments which may provide stability to an asset allocation template. This approach has resulted in the fund being large cap oriented on the equity portion and government securities and highest rated papers orientation in the debt allocation.

How is the asset allocation and risk management done in the fund?

- On the equity portion, the allocation has been based on broader market trends & portfolio company valuations. Most of the time, this filtration has led to equity portion ranging between 68%-78% of the fund's allocation over the past few years.
- On the debt portion, core philosophy has been to keep portfolio aligned with ongoing interest rate outlook and invest in high quality papers. Debt portion largely follows a buy and hold approach with major recalibration around any structural shift in outlook or for tactical purposes.



What are the current investment themes you like?

- In recent years, equity markets have faced four consecutive shocks: a) COVID, b) High inflation, c) Geopolitics (Russia-Ukraine war) and d) Sharp rise in interest rates. Nevertheless, Indian economy has been able to withstand these shocks relatively better compared to other economies.
- At the current juncture, we remain constructive on equities led by following factors: a) Cyclical upturn in many sectors (Real estate, Auto, Banking, Telecom etc), b) Manufacturing tailwinds led by China+1 & Production Linked Incentives, c) Capex recovery (India Inc. Balance Sheets have strengthened) and d) Consolidation (formalization).
- Our current preferred sectors are Financials, Auto, Healthcare and select consumer names.
- In the current interest rate environment, we continue to look for quality corporate debt, medium to long term sovereign debt & tactically consider short term debt in certificate of deposits and commercial papers. The overall strategy will continue to capture quality yields with a buy & hold strategy.



What is the equity investment strategy of the fund?

- There is no restriction in terms of market cap allocation as well as sector and we follow bottom-up stock selection process. Also, our attribution analysis suggests that at an aggregate level, bottoms up stock selection is more important rather than sectoral allocations.
- We prefer businesses with large growth opportunities, adequate returns on invested capital, competent management, and importantly, reasonable valuation.
- For portfolio construction, we have been following a two-pronged approach barbell strategy. We like to invest in high quality businesses at the one end of the spectrum and on other end and participate in “deep in value” businesses.
- In a nutshell, we endeavour to construct a diversified portfolio, with a core and tactical approach and aims to deliver a risk-adjusted experience.

What should an aggressive hybrid fund investor look forward to in 2023?

- Investors may consider this category on the backdrop of fluctuating interest rates in the last decade which impacts debt and equity both & therefore sets the tone of expectations for the near future. Investors may note the higher for longer interest rate regime, therefore elevated bond yields and varying volatility in both asset classes. In such an environment, an asset allocation strategy which is close to 70:30 equity: debt allocation should be considered to deliver a middle of the path experience with adequate guard rails on the path to one's medium- & long-term financial goals.

MIRAE ASSET HYBRID EQUITY FUND - PORTFOLIO DETAILS AS ON END FEB 2023

Equity Portion	% of total	Debt Portion	% of total
Equity Holdings	73.27%	Debt Holdings	26.73%
Top 5 Sectors		Debt Break up	
Banks	18.47%	Corporate Bond	10.05%
IT - Software	7.52%	Government Bond	8.05%
Petroleum Products	5.62%	Commercial Paper	2.67%
Finance	4.21%	Certificate of Deposit	1.25%
Consumer Durables	3.66%	State Government Bond	0.79%
Top 5 Sectors Total	39.48%	Zero Coupon Bond	0.73%
		Cash & Other Receivables	3.18%

For detailed portfolio please visit the website of the AMC: www.miraeassetmf.co.in



Data Source: Internal, ACE MF, Portfolio details as on 28-Feb-2023 The market capitalization classification as per SEBI circular (SEBI/HO/IMD/DF3/CIR/P/2017/114) dated October 6th, 2017, the universe of "Mid Cap" shall consist of 101st to 250th company, Large Cap" shall consist of top 100 companies, Small Cap shall consist of 251st and onwards companies in terms of full market capitalization as prescribed by AMFI every six months. Past performance may or may not be sustained in the future.
Note: Investment strategy stated above may change from time to time without any notice and shall be in accordance with the strategy as mentioned in the Scheme Information Document. please read the offer document to know in detail about the asset allocation.

Statutory Details: Trustee: Mirae Asset Trustee Company Private Limited; Investment Manager: Mirae Asset Investment Managers (India) Private Limited (AMC); Sponsor: Mirae Asset Global Investments Company Limited.

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PRODUCT LABELLING

Mirae Asset Hybrid Equity Fund is suitable for investors who are seeking*

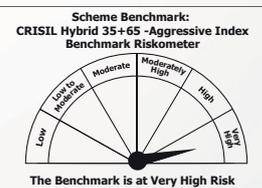
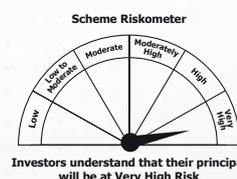
- Capital appreciation along with current income over long term
- Aggressive hybrid fund investing predominantly in equities & equity related instruments with balance exposure to debt & money market instruments

*Investors should consult their financial advisors if they are not clear about the suitability of the product.

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For further information about other schemes (product labelling and performance of the fund) please visit the website of the AMC: www.miraeassetmf.co.in

Please consult your financial advisor or mutual fund distributor before investing.



Mutual Fund investments are subject to market risks, read all scheme related documents carefully.