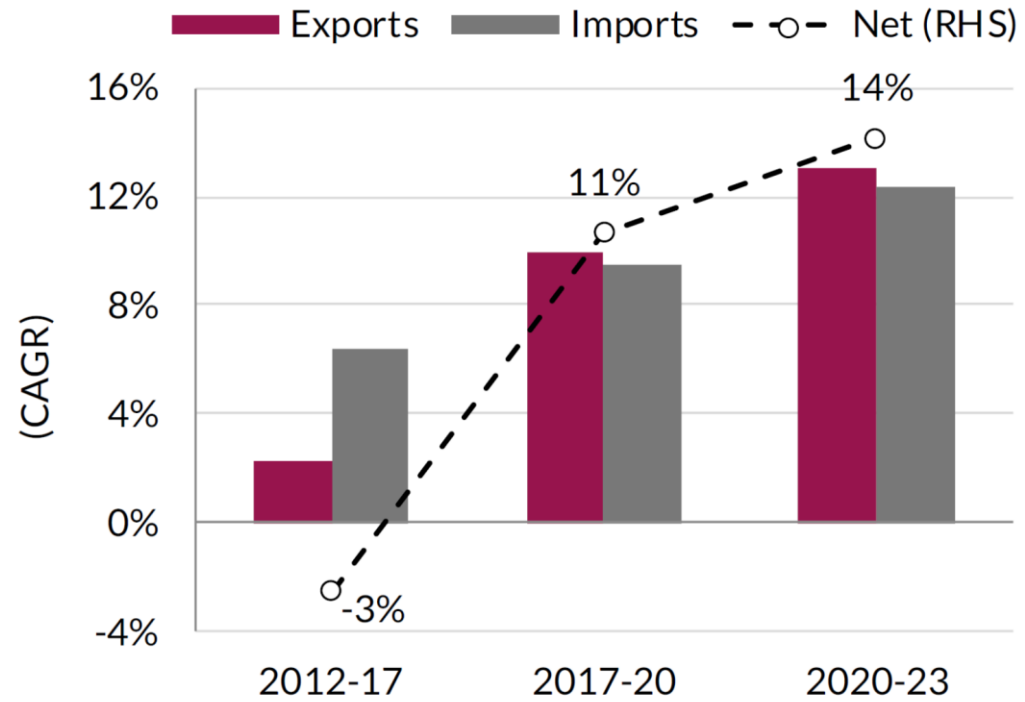




Equity Market Insight

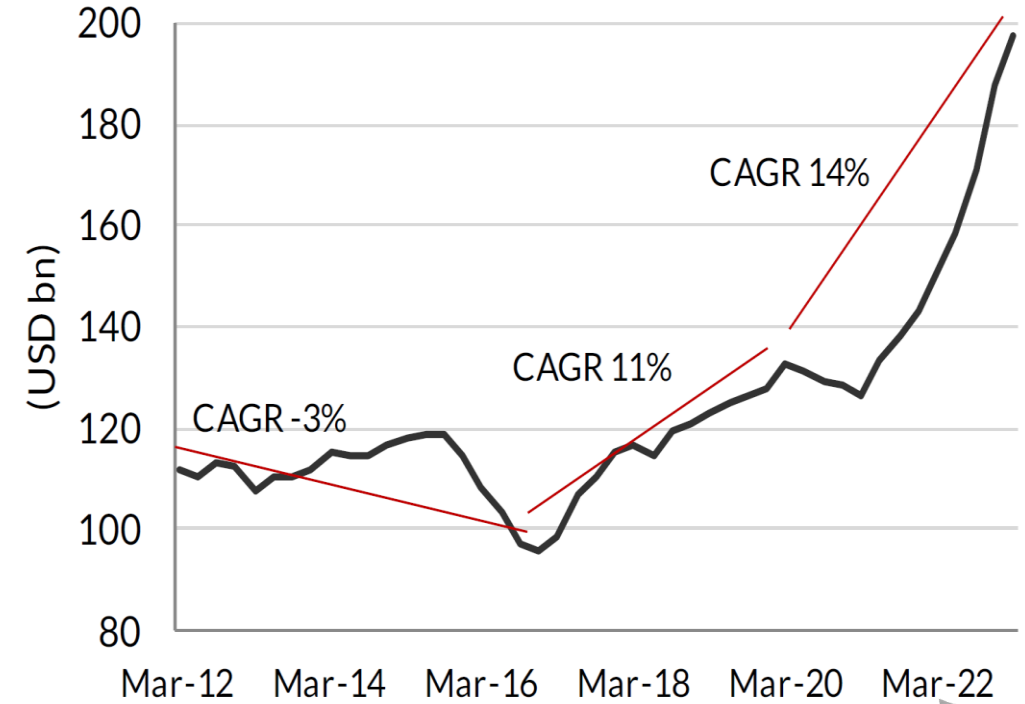
September 2023

Services imports & exports*



Source: RBI, Axis Capital; *aggregates include primary income and transfers

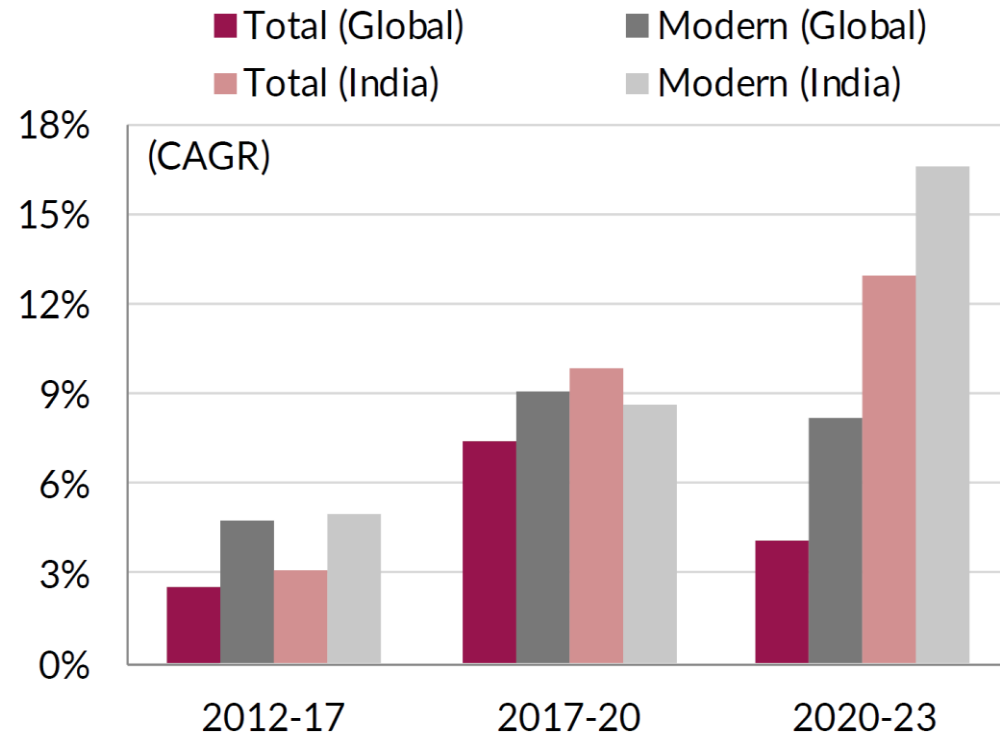
India's net services exports* (Rolling 12M)



Source: RBI, Axis Capital;
* includes primary income and transfers

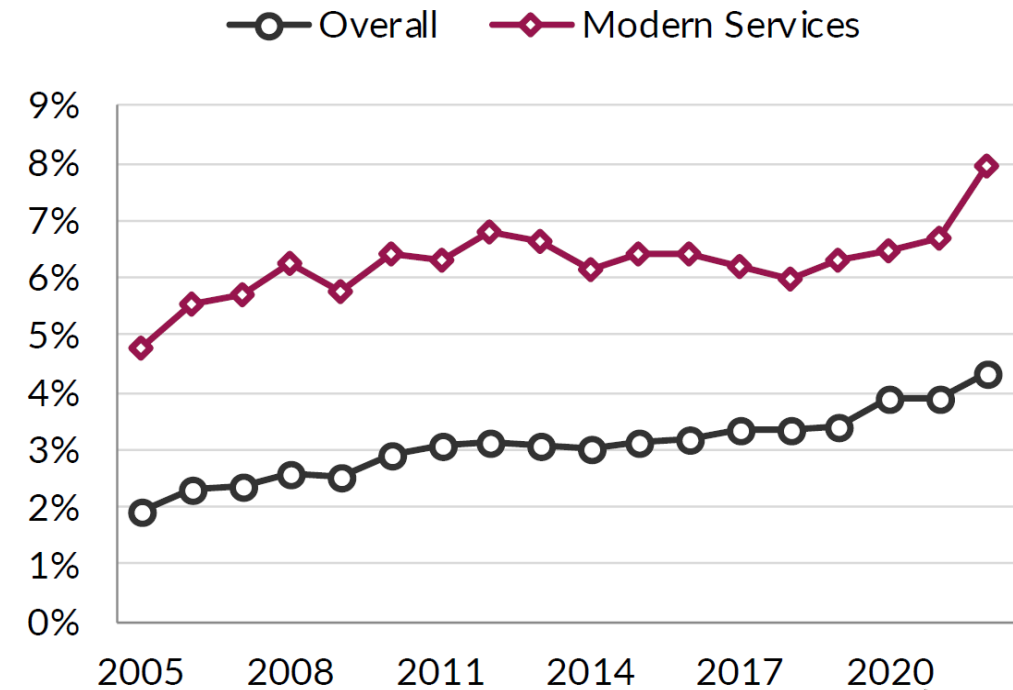
CHART OF THE MONTH

Growth of modern services – Global vs India



Source: UNCTAD, Axis Capital; 2022 services trade estimated

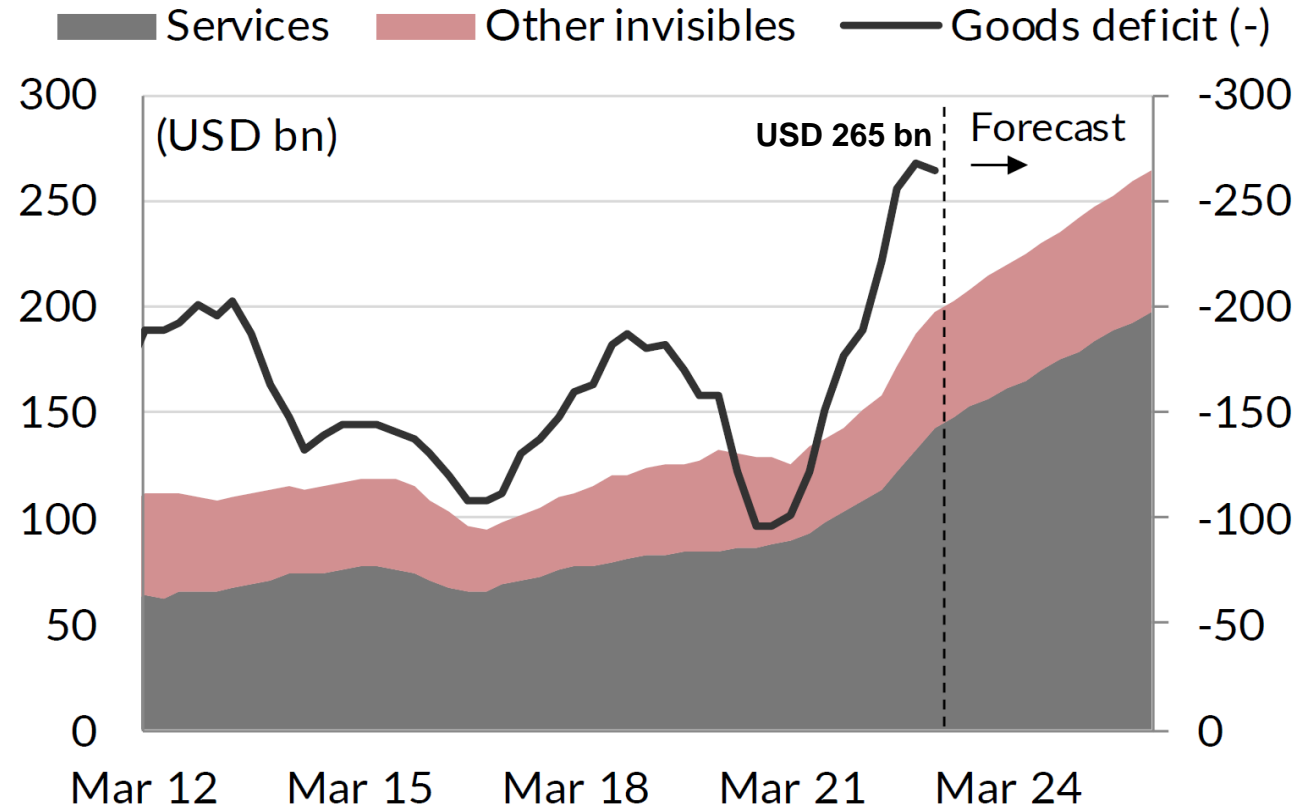
Share overall and modern services - India



Source: UNCTAD, Axis Capital

CHART OF THE MONTH

Trade deficit for India



Source: Axis Capital

CHART OF THE
MONTH



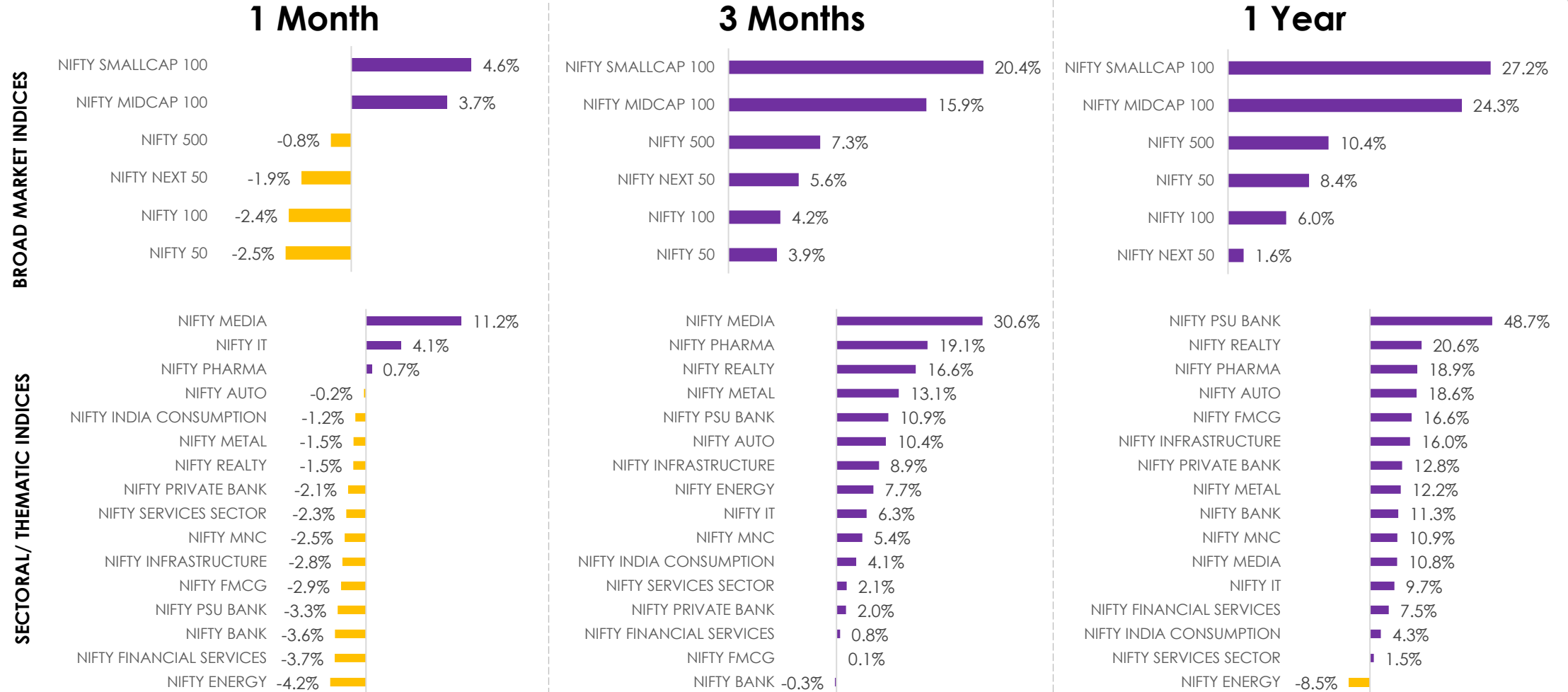
Economic Trends

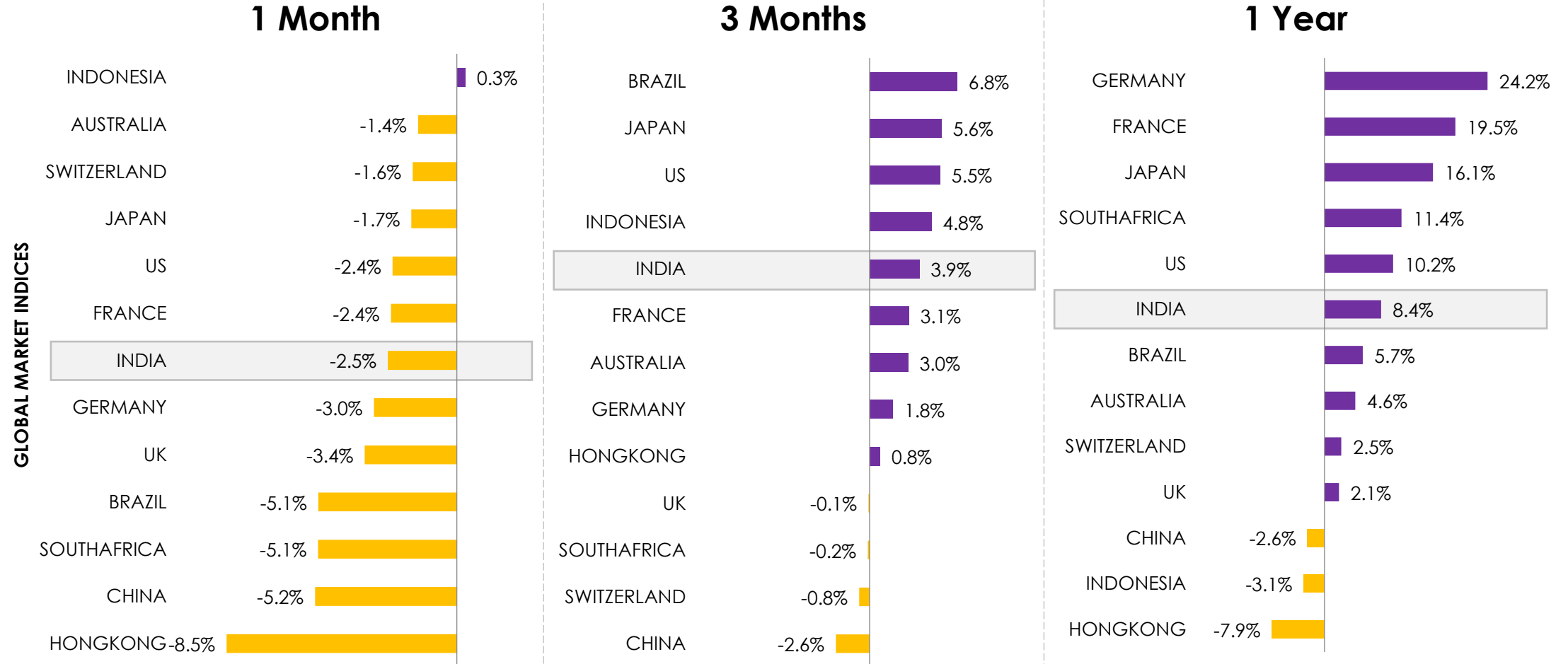
Indicator	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24E	FY25E
Economic Activity										
Real GDP (YoY%)	8.0	8.3	6.8	6.5	3.9	-5.8	9.1	7.2	6.1	6.4
Gross Fixed Investment (YoY%)	6.5	8.5	7.8	11.2	1.1	-7.3	14.6	11.4	8.3	8.0
Industrial Production (YoY%)	3.3	4.6	4.4	3.8	-0.8	-8.4	11.4	5.2	5.4	5.7
Price Indices										
CPI (YoY%)	4.9	4.5	3.6	3.4	4.8	6.2	5.5	6.7	5.4	4.6
WPI (YoY%)	-3.7	1.7	2.9	4.3	1.7	1.3	13.0	9.6	0.5	4.0
External Balance										
Current Account (% of GDP)	-1.1	-0.7	-1.8	-2.1	-0.9	0.9	-1.2	-2.7	-1.5	-1.6
Fiscal Balance										
Budget (% of GDP)	-3.6	-3.5	-3.5	-3.4	-4.6	-9.2	-6.7	-6.4	-5.9	-5.3
Interest Rates										
Central Bank Rate (%)	6.8	6.3	6.0	6.3	4.4	4.0	4.0	6.5	5.9	5.8
10-Year Note (%)	7.5	6.7	7.4	7.4	6.1	6.2	6.8	7.3	6.9	6.7
Exchange Rates										
USDINR	66.2	64.9	65.2	69.1	75.5	73.1	75.8	82.2	80.0	78.8

	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23
Fiscal														
Gross tax collection (YoY %)	12.8	33.3	-7.7	14.5	20.8	-3.8	0.8	13.5	4.5	16.6	-6.1	4.4	11.3	1.5
Foreign Trade														
Export (Rs Bn)	40.1	36.3	33.9	35.5	29.8	32.0	38.1	35.8	37.0	41.9	34.7	35.0	34.3	32.3
Import (Rs Bn)	66.3	66.3	61.9	61.2	56.7	55.9	61.3	52.2	53.2	60.0	50.1	57.0	53.1	52.9
Capital flows (USD bn)	-1.0	9.5	9.7	4.7	5.0	8.1	5.9	3.4	2.2	8.4	10.1	16.7	16.1	10.1*
Forex Reserves (USD bn)	593.0	574.0	561.0	533.0	531.0	550.0	563.0	576.8	560.9	578.4	588.8	589.1	595.1	603.9
Industry														
IIP (Index)	138.4	134.4	131.5	133.8	129.5	137.4	145.3	147.4	139.3	151.7	140.5	145.1	143.4	140.4
Composite PMI (Index)	58.2	56.6	58.2	55.1	55.5	56.7	59.4	57.5	59.0	58.4	61.6	61.6	59.4	61.9
Cement Production (Index)	177.4	155.4	152.0	158.7	155.2	164.1	184.8	184.7	180.2	198.4	192.0	190.8	195.0	166.3
Steel Production (Index)	158.2	166.8	170.5	172.8	177.3	175.7	190.9	199.5	185.4	204.4	191.2	190.7	191.2	189.4
Banking														
M3 (YoY, %)	7.8	8.6	8.9	8.7	9.1	8.9	8.7	9.8	9.5	9.0	8.8	10.1	11.4	10.6
Bank Credit (YoY, %)	12.1	13.4	14.3	15.3	16.7	16.0	14.9	16.3	15.7	15.0	15.9	15.5	16.2	14.7
Deposits (YoY, %)	10.9	9.1	9.5	9.2	9.5	9.6	9.2	10.5	10.1	9.6	10.2	10.9	13.0	12.0
Median MCLR (%)	7.4	7.6	7.7	7.8	7.9	8.1	8.2	8.4	8.5	8.6	8.6	8.6	8.7	8.6
CP Issuance (Rs Bn)	3725	3742	4101	4009	3733	3623	3597	3639	3645	3537	4217	4335	4332	4446
LAF (Rs Bn, Daily Average)	2921	1903	1216	706	71	478	631	559	-54	-13	1493	726	1285	1628
Consumer														
Automobile Sales ('000)	1585	1675	1839	2043	1869	1512	1280	1482	1422	1583	1670	1806	1658	1632
Fuel Consumption (YoY %)	17.9	6.1	16.6	6.4	4.6	12.0	6.8	5.9	5.2	5.6	1.4	12.6	4.5	1.9
Air Traffic (YoY %)	237.7	93.9	50.9	46.5	27.0	11.1	13.7	95.7	56.8	21.4	22.2	15.3	18.8	24.7
Infrastructure														
Electricity production (YoY %)	16.5	2.3	1.4	11.6	1.2	12.7	10.4	12.7	8.2	-1.6	-1.1	0.8	4.2	6.9
Port volume (YoY, %)	12.3	15.1	8.6	14.9	3.6	2.0	10.5	11.9	12.1	0.7	1.3	3.5	0.4	4.3
Rail Freight (YoY, %)	11.3	8.3	7.8	9.1	1.4	5.2	3.1	3.8	3.6	3.8	3.5	1.9	-1.9	1.5



Equity Markets & Valuation

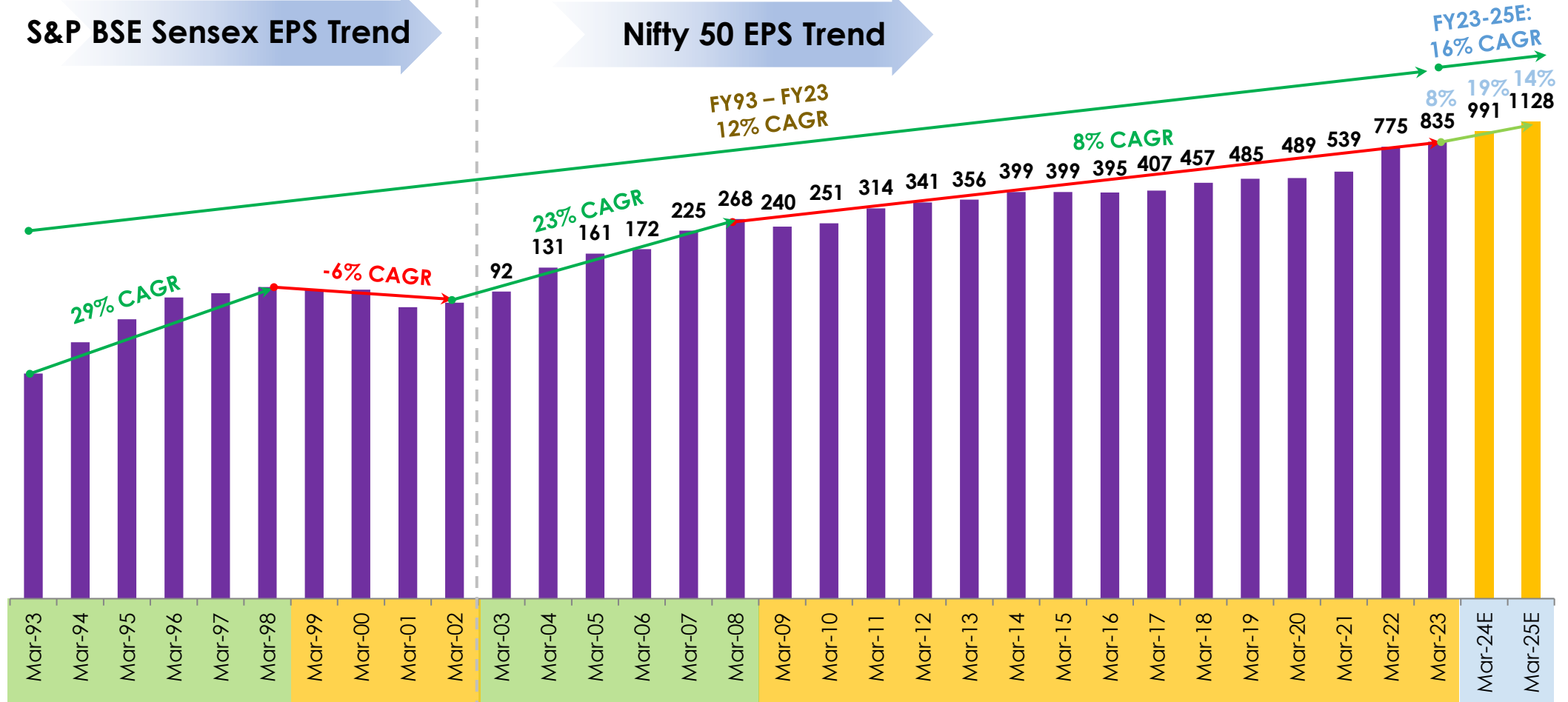




Returns are in absolute (point-to-point). Index representation: Brazil - Brazil Ibovespa Index; France - Cac 40 Index; Germany - Dax Index; US - Dow Jones Indus. Avg; UK - FTSE 100 Index; South Africa - FTSE/JSE Africa All Share; Hongkong - Hang Seng Index; Indonesia - Jakarta Composite Index; India - Nifty 50; Japan - Nikkei 225; Australia - S&P/ASX 200 Index; China - Shanghai Se Composite; Switzerland - Swiss Market Index. Source: Bloomberg. Data as of August 31, 2023.

S&P BSE Sensex EPS Trend

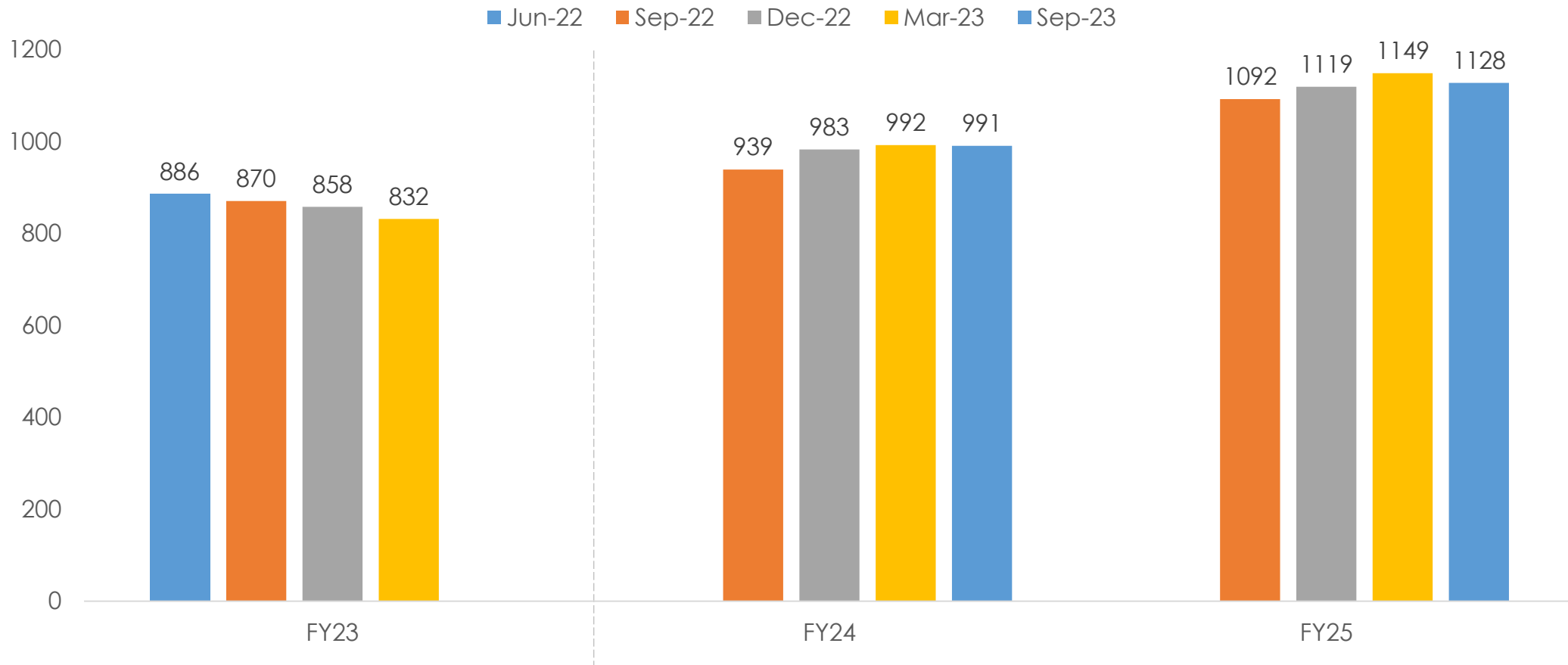
Nifty 50 EPS Trend



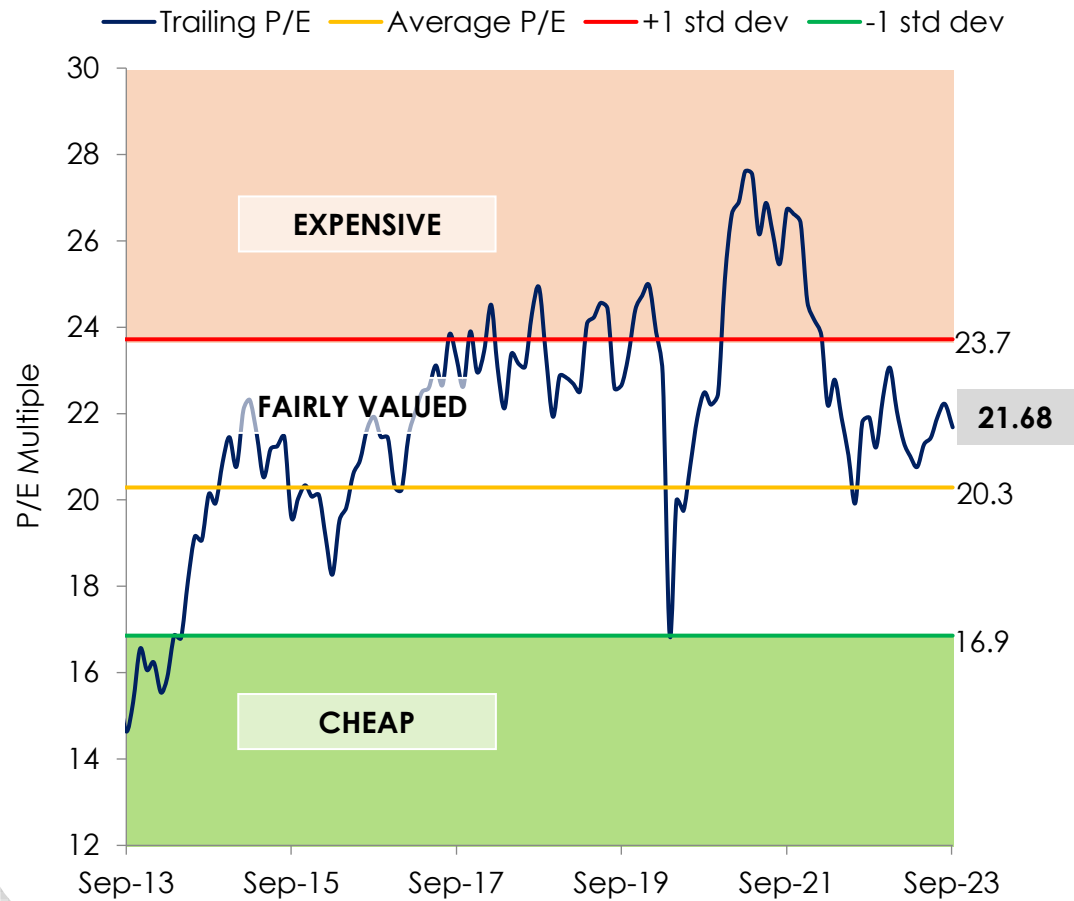
Source: Bloomberg. Data as of September 4, 2023

The vertical axis is on a logarithmic scale Nifty 50, EPS: Earnings per share. CAGR: Compound annual growth rate

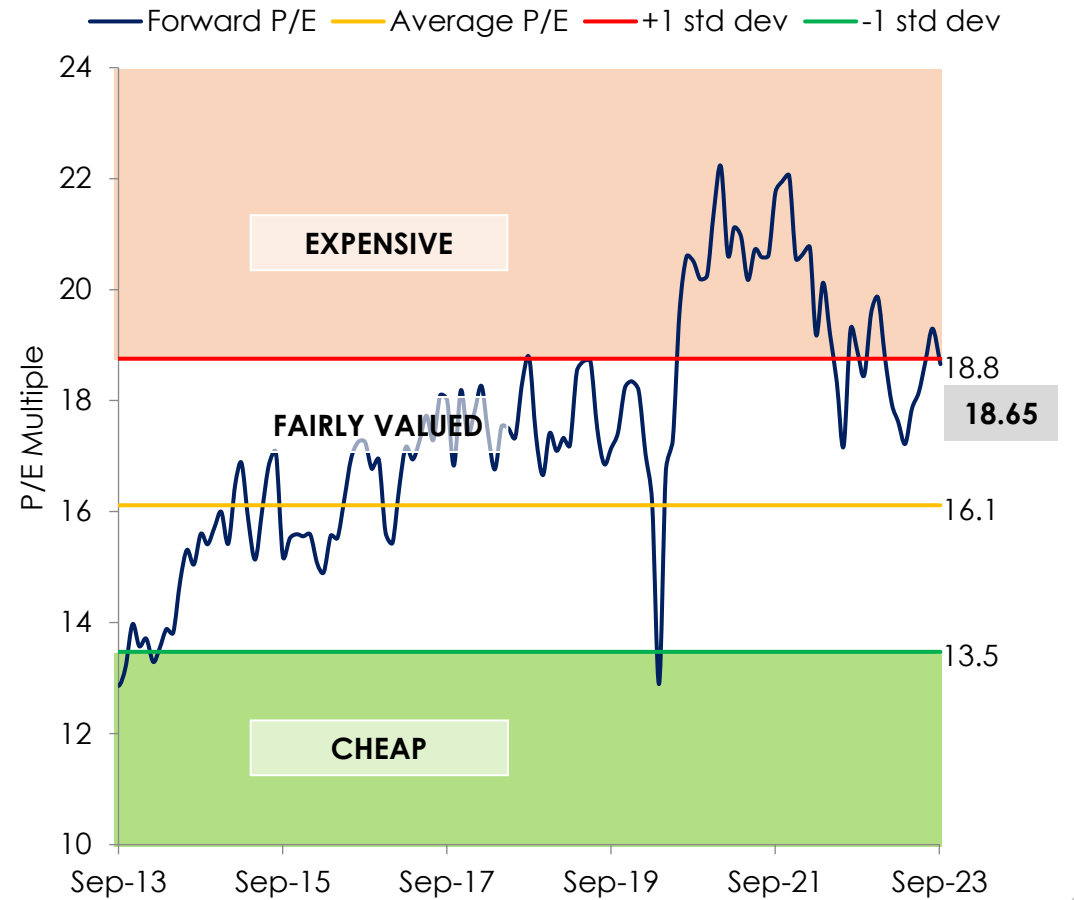
Trend in Consensus Nifty 50 EPS



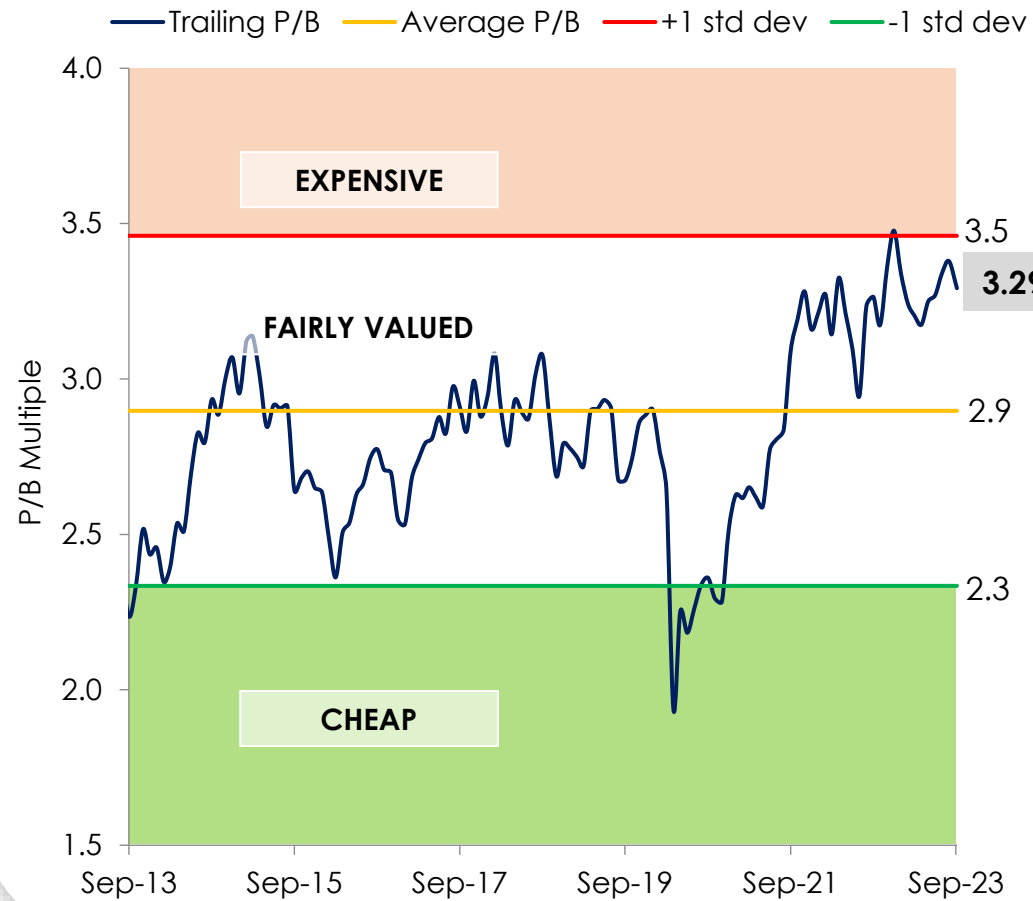
Nifty 50 Trailing P/E



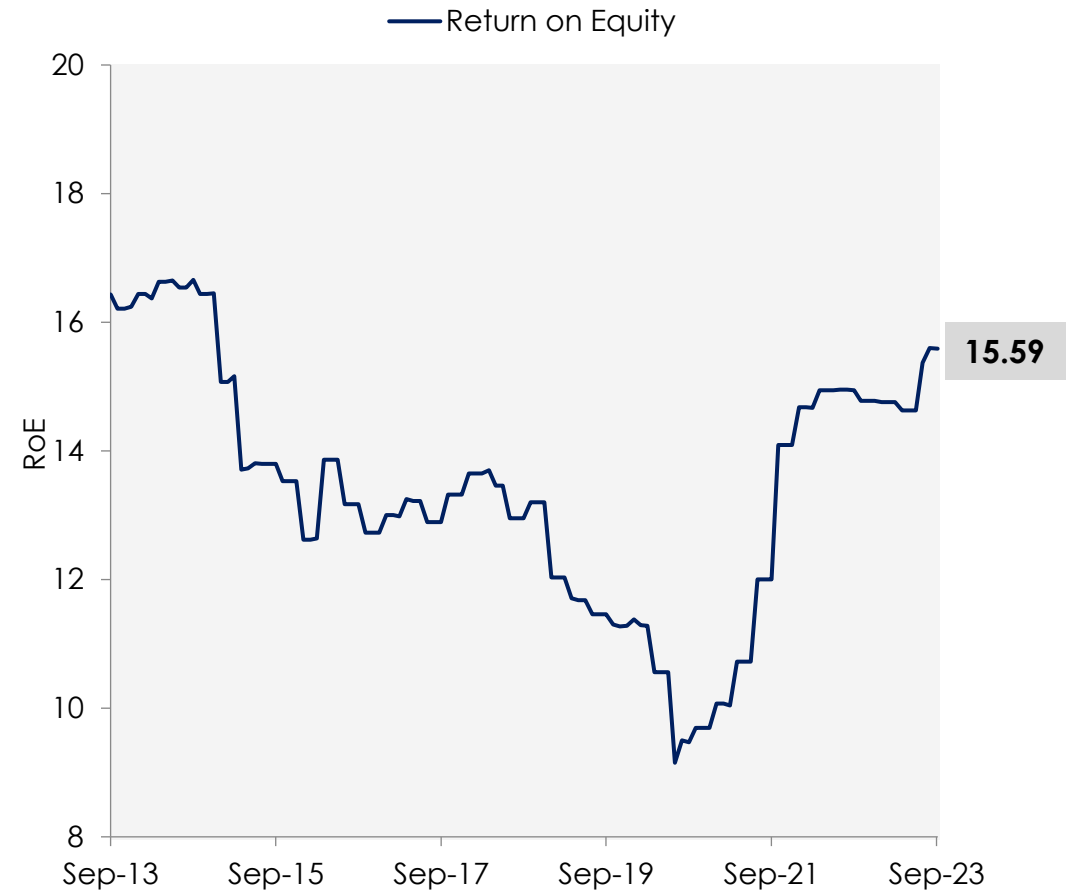
Nifty 50 Forward P/E



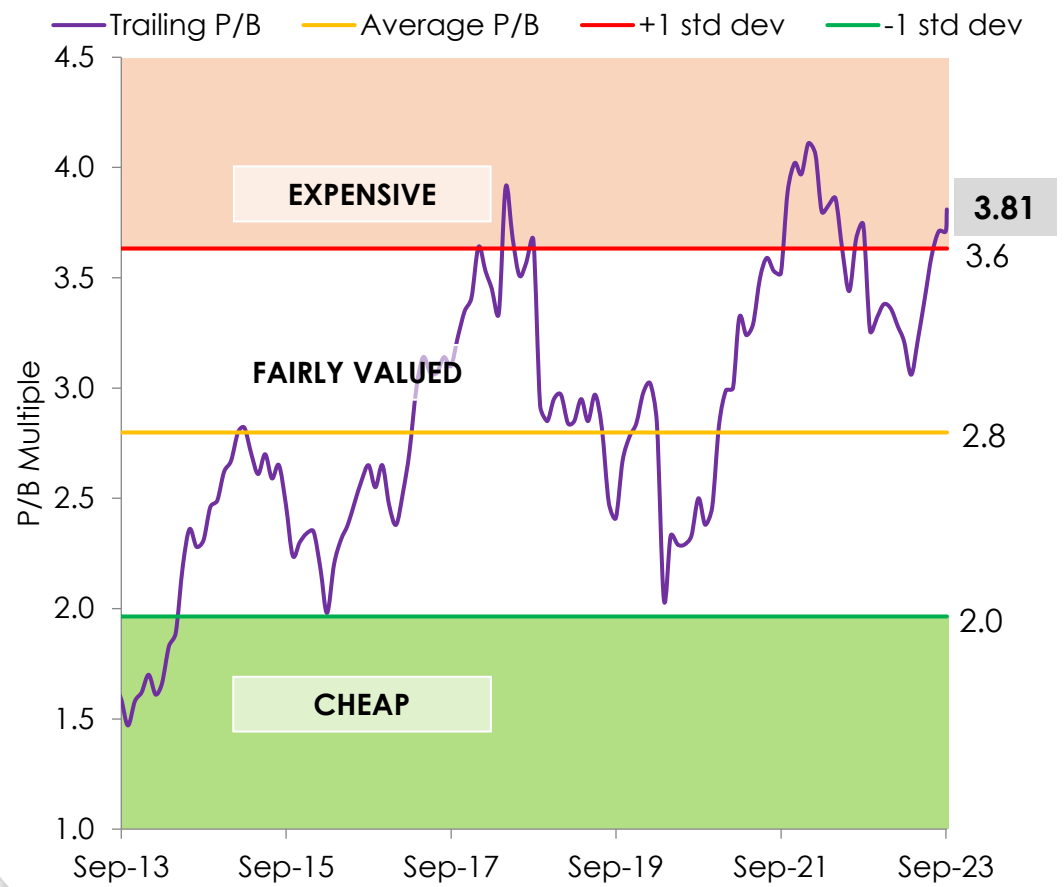
Nifty 50 Trailing P/B



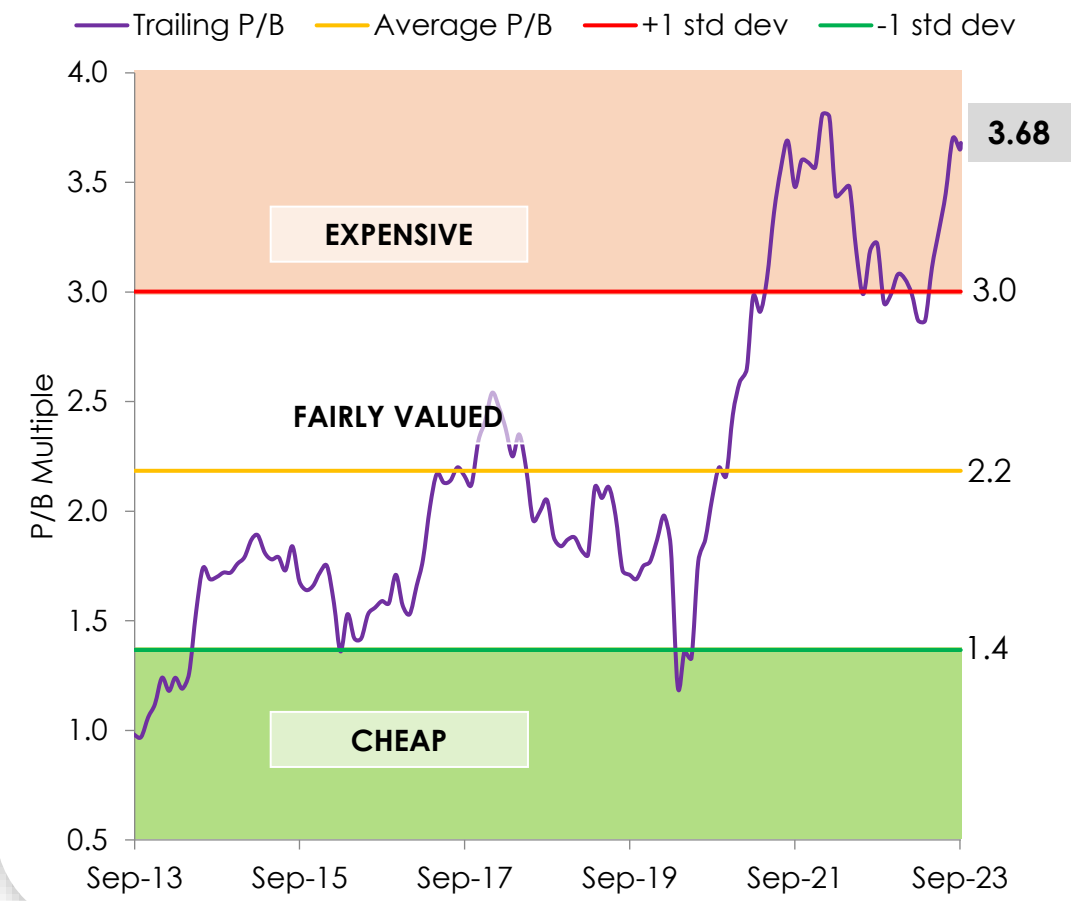
Nifty 50 RoE



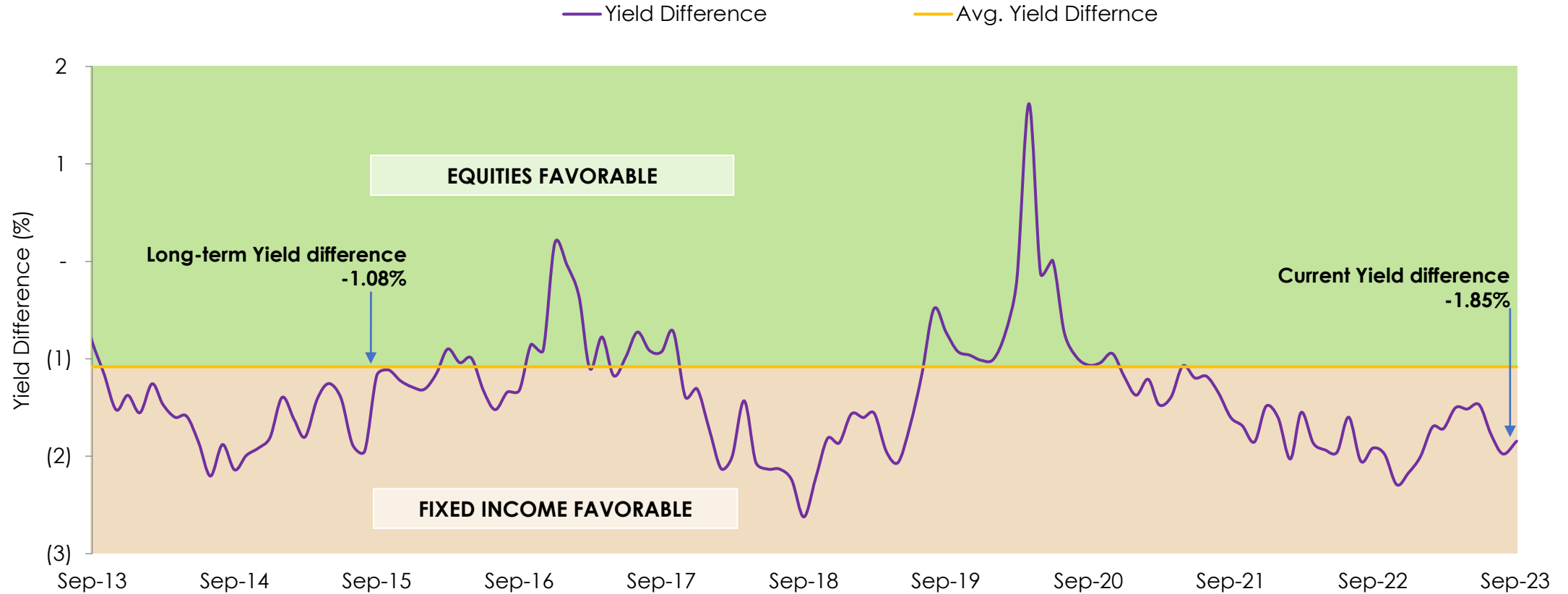
Nifty Midcap 150 Trailing P/B



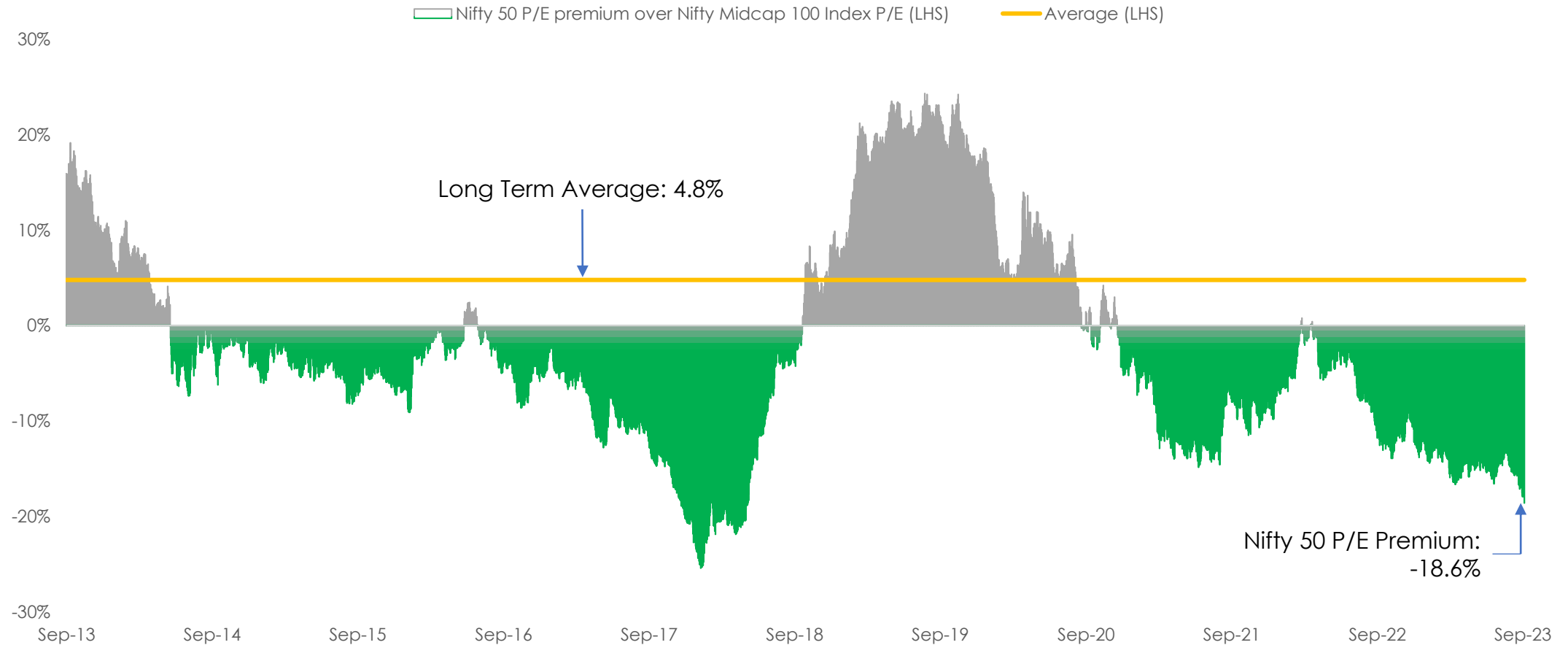
Nifty Smallcap 250 Trailing P/B



Nifty 50 Yield vs 10 Year G-Sec Yield








Nifty 50 valuations versus Nifty Midcap 100










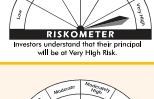


- US economic data remains robust; inflation is declining but remains well above the 2% target
- In India, the MPC kept the policy rates unchanged as per expectations and would remain focused on withdrawal of accommodation
- In India July CPI spiked to 7.44% YoY, driven significantly by a spike in food inflation
- Nifty 50 earnings were up 32% YoY in Q1FY24 driven by margin normalization compared to the base quarter
- Nifty 50 consensus earnings estimated growth for FY24 at 19%, are unchanged from the start of the fiscal year
- Dichotomy in valuations is now stark with Nifty 50 trading in the comfort zone, whereas Nifty Midcap 150 and Nifty Smallcap 250 are rich and trading at a premium to large caps
- Investors should adopt a staggered approach towards equities













Investment Strategies

Diversified Funds		Large Cap	Mid Cap	Large & Mid Cap	Flexi Cap	Small Cap					
		UTI Mastershare Unit Scheme	UTI Mid Cap Fund	UTI Core Equity Fund	UTI Flexi Cap Fund	UTI Small Cap Fund					
		Value	Dividend Yield	ELSS	Focused						
		UTI Value Opportunities Fund	UTI Dividend Yield Fund	UTI LTEF (Tax Saving)	UTI Focused Equity Fund						
Thematic Fund		Infrastructure	MNC	Consumption							
		UTI Infrastructure Fund	UTI MNC Fund	UTI India Consumer Fund							
Sector		Banking & Financial	Healthcare	Transportation & Logistics							
		UTI Banking & Financial Services Fund	UTI Healthcare Fund	UTI T&L Fund							
Index & ETFs		Nifty 50	Nifty Next 50	S&P BSE Sensex	S&P BSE Sensex Next 50	Nifty Midcap150 Quality 50	Nifty 200 Momentum 30	S&P BSE Low Volatility	Nifty Bank	Gold	Silver
		UTI Nifty 50 Index (Fund & ETF)	UTI Nifty Next 50 (Fund & ETF)	UTI S&P BSE Sensex (Fund & ETF)	UTI S&P BSE Sensex Next 50 ETF	UTI Nifty Midcap 150 Quality 50 Index Fund	UTI Nifty 200 Momentum 30 Index Fund	UTI S&P BSE Low Volatility Index Fund	UTI Nifty Bank ETF	UTI Gold (ETF & Fund of Fund)	UTI Silver (ETF & Fund of Fund)











Market Capitalisation: Definition of Large Cap, Mid Cap and Small Cap: As per the SEBI circular SEBI/HO/IMD/DF3/CIR/P/2017/114 of Oct 06 2017 a definition has been provided of large cap, mid cap and small cap are a) Large Cap: 1st - 100th company in terms of full market capitalization, b) Mid Cap: 101st - 250th company in terms of full market capitalization, c) Small Cap: 251st company onwards in terms of full market capitalization.

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer#
UTI Mastershare Unit Scheme (Large Cap Fund- An open ended equity scheme predominantly investing in large cap stocks)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity instruments of large cap companies 	
UTI Core Equity Fund (Large & Mid Cap Fund- An open ended equity scheme investing in both large cap and mid cap stocks)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity instruments of both large cap and mid cap companies 	
UTI Mid Cap Fund (Mid Cap Fund- An open ended equity scheme predominantly investing in mid cap stocks)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in mid cap companies 	
UTI Value Opportunities Fund (An open ended equity scheme following a value investment strategy)	<ul style="list-style-type: none"> Long term capital appreciation Investment in equity instruments following a value investment strategy across the market capitalization spectrum 	
UTI Flexi Cap Fund (Flexi Cap Fund- An open ended dynamic equity scheme investing across large cap, mid cap, small cap stocks)	<ul style="list-style-type: none"> Long term capital appreciation Investment in equity instruments of companies with good growth prospects across the market capitalization spectrum 	
UTI Small Cap Fund Small Cap Fund - An open ended equity scheme predominantly investing in small cap stocks	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity and equity related securities of small cap companies 	
UTI Dividend Yield Fund (An open ended equity scheme predominantly investing in dividend yielding stocks)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in dividend yielding equity and equity related securities 	
UTI Infrastructure Fund (An open ended equity scheme following the Infrastructure theme)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity and equity related securities of companies forming part of the infrastructure sector 	
UTI MNC Fund (An open ended equity following the theme of investing predominantly in equity and equity related securities of Multi-National Companies)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity and equity related securities of Multi-National companies 	
UTI India Consumer Fund (An open ended equity scheme following the theme of changing consumer aspirations, changing lifestyle and growth of consumption)	<ul style="list-style-type: none"> Long term capital growth Investment in equity instruments of companies that are expected to benefit from of the changing consumer aspirations, changing lifestyle and growth of consumption 	

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

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer#
UTI Banking and Financial Services Fund (An open ended equity scheme investing in Banking and Financial Services Sector)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity and equity related securities of companies engaged in banking and financial services activities. 	
UTI Healthcare Fund (An open ended equity scheme investing in the Healthcare Services Sector)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity and equity related securities in the Healthcare Services sector. 	
UTI Transportation and Logistics Fund (An open ended equity scheme investing in transportation and logistics sector)	<ul style="list-style-type: none"> Long term capital appreciation Investment predominantly in equity and equity related securities of the companies engaged in the transportation and logistics sector 	
UTI Long Term Equity Fund (Tax Saving) (An open ended equity linked saving scheme with a statutory lock in of 3 years and tax benefit)	<ul style="list-style-type: none"> Long term capital growth Investment in equity instruments of companies that are believed to have growth potential 	
UTI Focused Equity Fund (An open ended equity scheme investing in maximum 30 stocks across market caps)	<ul style="list-style-type: none"> Long term capital appreciation Investment in equity and equity related securities across market capitalisation in maximum 30 stocks 	
UTI S&P BSE Sensex Index Fund (An open ended scheme replicating/ tracking the S&P BSE Sensex Index (TRI))	<ul style="list-style-type: none"> Capital growth in tune with the index returns Passive investment in equity instruments comprised in S&P BSE Sensex Index 	
UTI S&P BSE Sensex Exchange Traded Fund (An open ended scheme replicating/ tracking S&P BSE Sensex index)	<ul style="list-style-type: none"> Long term investment Investment in securities covered by S&P BSE Sensex 	
UTI Nifty 50 Index Fund (An open ended scheme replicating/ tracking Nifty 50 index)	<ul style="list-style-type: none"> Capital growth in tune with the index returns Passive investment in equity instruments comprised in Nifty 50 Index 	
UTI Nifty 50 Exchange Traded Fund (An open ended scheme replicating/ tracking Nifty 50 index)	<ul style="list-style-type: none"> Long term investment Investment in securities covered by Nifty 50 Index 	
UTI Nifty Next 50 Index Fund (An open ended scheme replicating/ tracking Nifty 50 index)	<ul style="list-style-type: none"> Capital growth in tune with the index returns Passive investment in equity instruments comprised in Nifty Next 50 Index 	

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

Name of the Scheme	This product is suitable for investors who are seeking*	Riskometer#
UTI Nifty Next 50 Exchange Traded Fund (An open ended scheme replicating/ tracking Nifty Next 50 index)	<ul style="list-style-type: none"> Long term investment Investment in securities covered by Nifty Next 50 	
UTI S&P BSE Sensex Next 50 Exchange Traded Fund (An open ended scheme replicating/ tracking S&P BSE Sensex Next 50 index)	<ul style="list-style-type: none"> Long term capital appreciation Investment in securities covered by S&P BSE Sensex Next 50 	
UTI Nifty 200 Momentum 30 Index Fund (An open-ended scheme replicating/ tracking Nifty 200 Momentum 30 Index)	<ul style="list-style-type: none"> Capital growth in tune with the index returns Passive investment in equity instruments comprised in Nifty200 Momentum 30 Index. 	
UTI S&P BSE Low Volatility Index Fund (An open-ended scheme replicating/ tracking S&P BSE Low Volatility Total Return Index (TRI))	<ul style="list-style-type: none"> Capital growth in tune with the index returns Passive investment in equity instruments comprised in S&P BSE Low Volatility Index 	
UTI Nifty Midcap 150 Quality 50 Index Fund (An open-ended scheme replicating/ tracking Nifty Midcap 150 Quality 50 Total Return Index (TRI))	<ul style="list-style-type: none"> Capital growth in tune with the index returns Passive investment in equity instruments comprised in Nifty Midcap 150 Quality 50 Index 	
UTI Nifty Bank Exchange Traded Fund (An open-ended scheme replicating/tracking Nifty Bank index)	<ul style="list-style-type: none"> Long term capital appreciation Investment in securities covered by Nifty Bank Index 	
UTI Gold Exchange Traded Fund (An open ended scheme replicating/ tracking Gold)	<ul style="list-style-type: none"> Returns that, before expenses of the Scheme, closely track the performance and yield of Gold Investment predominantly in gold and gold related instruments 	
UTI Gold ETF Fund of Fund (An open ended scheme replicating/ tracking Gold)	<ul style="list-style-type: none"> Long term capital growth Returns that are commensurate with the performance of UTI Gold ETF through investment in units of UTI Gold ETF 	
UTI Silver Exchange Traded Fund (An open ended scheme replicating/ tracking Domestic Price of Silver)	<ul style="list-style-type: none"> Investors seeking returns that are in line with the performance of physical silver over the long term, subject to tracking errors Investment predominantly in Physical Silver and Silver related instruments 	
UTI Silver ETF Fund of Fund (An open ended fund of fund scheme investing in UTI Silver Exchange Traded Fund (UTI Silver ETF))	<ul style="list-style-type: none"> Long term capital growth Returns that are commensurate with the performance of UTI Silver ETF through investment in units of UTI Silver ETF 	

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

#Risk-o-meter for the fund is based on the portfolio ending August 31, 2023. The Risk-o-meter of the fund/s is/are evaluated on monthly basis and any changes to Risk-o-meter are disclosed vide addendum on monthly basis, to view the latest addendum on Risk-o-meter, please visit addenda section on <https://utimf.com/forms-and-downloads/>

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



Thank You