

TATA MULTI ASSET OPPORTUNITIES FUND

(An Open Ended Scheme investing in equity, debt & exchange traded commodity derivatives)

JUNE'21



Scheme asset allocation(%) on a monthly basis

	Equity Unhedged	Debt	Commodities Unhedged	Commodities hedged	Treps, Repo & Cash	Margin Deposits	Current Assets/ Liabilities
May'21	59.68	8.24	0.74	19.26	7.56	0.00*	-0.92
Apr'21	66.32	9.47	3.42	18.67	1.94	0.00*	-0.26
Mar'21	61.59	7.65	9.33	11.73	13.96	1.59	-9.29
Feb'21	64.52	8.32	7.40	11.64	16.91	2.25	-13.07
Jan'21	62.71	12.18	5.96	9.42	21.95	2.54	-16.97
Dec'20	66.70	9.51	2.92	6.08	20.04	2.66	-7.91
Nov'20	65.83	10.25	3.53	15.04	7.68	2.87	-5.24
Oct'20	67.09	11.06	3.49	12.89	7.74	3.1	-5.35
Sep'20	66.34	10.2	4.28	10.67	9.3	3.16	-3.95
Aug'20	65.1	10.38	1.97	18.46	4.57	3.83	-4.31
Jul '20	66.72	10.11	0.97	16.03	2.74	3.39	0.05
Jun '20	66.07	9.24	0.41	12.73	15.38	3.57	-7.39
May '20	65.88	8.16	0	6.44	20.88	3.67	-5.03

*cash margin maintained has been included in the net current assets

Current Positioning

COMMODITIES

- In the month of May, the fund had maximum exposure in precious metals- Gold & Silver. The positions are predominantly hedged trades. Precisely, fund holds 9% exposure in Silver metal while Gold bullion is around 9.50%. Given the market scenario; the fund had very limited exposure in directional long trades amid sharp volatility. The fund's earlier positioning of Nickel at almost 3% of the fund's AUM was in the form of arbitrage trades where we booked profits.
- To bring in non-linearity and portfolio diversification the fund also had exposure in other commodities. The fund also had exposure in Commodity indices like bullion index and base metal index in form of directional trades. Further the fund had very minimal exposure into agriculture commodity trades in form spreads and long positions.
- Overall Commodities exposure in Tata Multi Asset Opportunity Fund was approximately at 20% through the month, where we continued to hold around 75% of the allocation in the form of Arbitrage trades while rest were Long-Only and Spread trades.

FIXED INCOME

- RBI in its monetary policy stated it will buy Rs 1.2 Lakh crores of GSAP (Government securities acquisition programme) in the second quarter of this financial year. In addition to Government securities, it will buy state government bond also in the coming months.
- CPI inflation has come at 6.30 % , WPI is at 12.94 % for the month of May 2021. Price rise has been across the board with fuel prices contributing the highest increase.
- RBI has stated it intent to maintain accommodative monetary policy to support economic growth. RBI need to do aggressive OMO to control yields from moving up,
- We continue to run lower average maturity in the debt portion . We have investing in high quality corporate bonds and G secs in the short end of the yield curve to get benefit of higher accruals.

Sources: RBI annual report., MOSPI – gov.in

*based on current view of the FM. Subject to change with change in market conditions

EQUITY

- The Equity weight in Multi-asset fund has been built gradually since the NFO and averages at 65% for the year. The equity allocation in multi-asset will be relatively static.

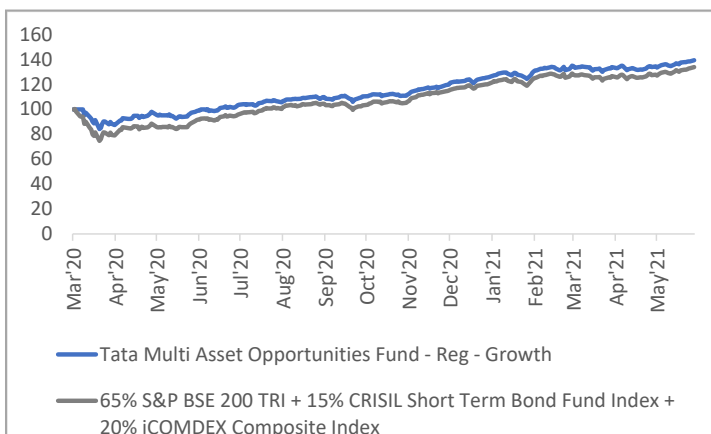
Sector Views

- Financial Services:** Uncertainties on growth and NPA cycle post moratorium have reduced significantly leading us to reduce the extent of Underweight on the sector. In addition, the recovery potential can provide greater upside in the larger NBFCs and mid-sized banks
- Information Technology:** We remain Equal Weight on IT services as we believe that the current environment and eventual increase in IT spending will favour the large cap IT companies.
- Energy:** We favour Oil & Gas and power utilities given the stability of earnings as well as tailwinds available for higher natural gas consumption due to global decline in prices. Certain power utilities gain from lower gas prices whereas others are less impacted by Covid due to regulated returns. It also includes Oil & Gas conglomerate with significant presence in Telecom, a sector which has benefited from higher data usage post Covid.
- Pharma:** Overweight stance is driven by portfolio of generics and API companies as the sector benefits from steady generic prices, improved balance sheets and pipeline of specialty formulations. Pharma sector's valuation premium to NIFTY has reduced making the risk-reward attractive again.
- Consumer Products:** Volume growth has recovered sequentially across categories. In addition, cost cuts have protected margins across companies. However, urban growth still is slow to recover and expensive valuations keeps us Underweight. Our exposure therefore is more selective and bottom-up and includes companies in packaged foods, low-ticket discretionary and electronic manufacturing.
- Industrial/Cap goods/Cement:** Overweight on the sector as reasonable valuations and pick up in investment cycle creates

*based on current view of the FM. Subject to change with change in market conditions

Performance

NAV Movement since inception (Rebased to 100)



Risk Metrics

Statistic	Fund	Sensex
Std. Dev	10.58	16.07
Sharpe Ratio	0.97	0.74
Portfolio Beta	0.83	1.00
R Squared	0.87	1.00
Treynor	3.54	3.40
Jenson	0.11	NA

Performance in SEBI format	Tata Multi Asset Opportunities Fund		65% S&P BSE 200 TRI + 15% CRISIL Short Term Bond Fund Index + 20% iCOMDEX Composite Index*		S&P BSE Sensex TRI [#]	
	Period	Return %	Rs.	Return %	Rs.	
	1 Year	43.05%	14,333	50.18%	15,051	61.66% 16,209
	3 Year	NA	NA	NA	NA	NA NA
	5 Year	NA	NA	NA	NA	NA NA
	Since Inception	30.64%	13,934	26.58%	13,398	29.05% 13,724
Fund Managers (Managing Since 12-Mar-20): Rahul Singh (Equity) , Sailesh Jain (Equity Arbitrage) , Murthy Nagarajan (Fixed Income) and Aurobinda Prasad Gayan (Commodities)						

FUND SNAPSHOT

Top 10 Holding (%) - Equities

ICICI Bank Ltd.	4.61
Infosys Ltd.	4.15
Reliance Industries Ltd.	3.59
HDFC Ltd.	2.99
Bharti Airtel Ltd.	2.78
State Bank Of India	2.75
HDFC Bank Ltd.	2.47
Ultratech Cement Ltd.	1.88
HCL Technologies Ltd.	1.62
Tata Consultancy Services Ltd.	1.6

Market Capitalisation wise Exposure—Equities

Large Cap	70.41%
Mid Cap	20.04%
Small Cap	9.55%

Fixed Income Rating Distribution

AAA/A1+	100%
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Portfolio Macauley Duration	1.31 Years
Modified Duration	1.27 Years
Average Maturity	1.49 Years
Gross Yield to Maturity (For Debt Component)	4.30%

Top 10 Sectors (%) - Equities

Financial Services	15.83
IT	10.43
Oil & Gas	5.20
Pharma	4.28
Consumer Goods	4.25
Power	3.41
Industrial Manufacturing	3.20
Metals	3.04
Cement & Cement Products	2.93
Telecom	2.78

Benchmark	65% S&P BSE 200 + 15% CRISIL Short Term Bond Fund Index + 20% iCOMDEX Composite Index
Monthly Average AUM	Rs. 693.80 Crores
Inception Date	March 12,2020
Expense Ratio	Direct-0.63 Regular- 2.47
Fund Manager (Managing Since 12-Mar-20)	Rahul Singh (Equity) , Sailesh Jain (Equity Arbitrage) , Murthy Nagarajan (Fixed Income) and Aurobinda Prasad Gayan (Commodities)

Market capitalization as per SEBI circular: 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.

Performance of other schemes managed by the fund managers

Murthy Nagarajan	1 Year	3 Year	5 Year
Tata Retirement Savings Fund - Progressive Plan	47.50	9.48	15.20
S&P BSE 200 TRI	68.04	14.48	15.80
Tata Retirement Savings Fund - Moderate Plan	41.11	9.08	13.59
Crisil Hybrid 25+75 - Aggressive Index	50.35	14.02	14.44
Tata Retirement Savings Fund - Conservative Plan	15.47	7.78	9.01
CRISIL Short Term Debt Hybrid 75+25 Fund Index	20.26	10.92	10.40
Tata Equity Savings Fund	21.04	7.15	7.13
NIFTY Equity Savings Index	23.05	10.05	9.95
Tata Gilt Securities Fund	2.12	8.56	7.11
Crisil Dynamic Gilt Index	4.55	9.94	8.23
Tata Medium Term Fund	8.21	2.31	4.03
Crisil Medium Term Debt Index	8.85	10.19	8.95
Tata Medium Term Fund (Segregated Portfolio 1)	0.00	NA	NA
Crisil Medium Term Debt Index	8.85	NA	NA
Tata Short Term Bond Fund	5.96	5.87	6.06
CRISIL Short Term Bond Fund Index	7.10	8.92	8.09
Tata Hybrid Equity Fund	48.76	9.76	9.92
Crisil Hybrid 25+75 - Aggressive Index	50.35	14.02	14.44

Rahul Singh	1 Year	3 Year	5 Year
Tata Balanced Advantage Fund	32.16	NA	NA
CRISIL Hybrid 35+65 - Aggressive Index)	43.71	NA	NA
Tata Focused Equity Fund	67.22	NA	NA
S&P BSE 200 TRI	68.04	NA	NA
Sailesh Jain	1 Year	3 Year	5 Year
Tata Arbitrage Fund	3.17	NA	NA
Nifty 50 Arbitrage Index*	2.85	NA	NA
Tata Equity Savings Fund	21.04	7.15	7.13
NIFTY Equity Savings Index*	23.05	10.05	9.95
Tata Nifty Exchange Traded Fund	64.15	NA	NA
Nifty 50 TRI*	63.98	NA	NA
Tata Nifty Private Bank Exchange Traded Fund	76.70	NA	NA
Nifty Private Bank TRI*	76.10	NA	NA
Tata Balanced Advantage Fund	32.16	NA	NA
CRISIL Hybrid 35+65 - Aggressive Index)	43.71	NA	NA
Tata Quant Fund	37.44	NA	NA
S&P BSE 200 TRI	68.04	NA	NA

DISCLAIMER

- 1) Scheme returns in terms of CAGR are provided for past 1 year, 3 years, 5 years and since inception.
- 2) Point-to-point returns on a standard investment of Rs. 10,000/- are in addition to CAGR for the schemes.
- 3) Different plans shall have a different expense structure. The performance details provided herein are of regular plan growth option except for TATA Equity Savings Fund where performance details given is for regular plan dividend option.
- 4) NA stands for schemes in existence for more than 1 year but less than 3 years or 5 years, or instances where benchmark data for corresponding period not available.
- 5) Period for which schemes performance has been provided is computed basis last day of the month - ended preceding the date of advisement.
- 6) Past performance may or may not be sustained in future. For computation of since inception returns the allotment NAV has been taken as Rs. 10.00 (Except for Tata Treasury Advantage Fund where NAV is taken as Rs. 1,000) *All payouts during the period have been reinvested in the units of the scheme at the then prevailing NAV. Load is not considered for computation of returns.
- 7) No. of schemes managed by the fund managers : Rahul Singh-4, Sailesh Jain –8, Murthy Nagarajan—10. (Rahul Singh, Sailesh Jain & Murthy Nagarajan are also fund managers for Tata Dividend Yield Fund, the fund has not completed 6 months
- 8) Tata Medium Term Fund has one segregated portfolio and the creation of Segregated Portfolio 1 in the scheme has impacted the NAV of the scheme to the extent of (-5.15%) of NAV.

Data as on 31st May 2021

This product is suitable for investors who are seeking*:

- Long Term Capital Appreciation.
- Investment in equity & equity related instruments, debt instrument and in exchange traded commodity derivatives.

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



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