

“How I earn is as important as how much.”



As on 31st August 2021

DATE OF ALLOTMENT

May 24, 1996

BENCHMARK

Nifty 500 Shariah TRI

FUND SIZE

Rs. 1052.39 Crores

MONTHLY AVERAGE AUM

Rs. 1005.74 Crores

FUND MANAGER

Ennette Fernandes (Managing Since 09-Mar-21)

EXPENSE RATIO**

Direct - 1.22

Regular - 2.39

EXIT LOAD

1) Exit Load is Nil, if the withdrawal amount or switched out amount is not more than 12% of the original cost of investment on or before expiry of 365 days from the date of allotment.

2) Exit load is 1% of the applicable NAV if the withdrawal amount or switched out amount is more than 12% of the original cost of investment on or before expiry of 365 days from the date of allotment.

3) No Exit load will be charged for redemption or switch out after expiry of 365 days from the date of allotment.

MINIMUM INVESTMENT

Rs. 5,000/- and in multiples of Re. 1/- thereafter.

KEY MEASURES ^	FUND	BENCHMARK
Standard Deviation	17.50	18.29
Sharpe Ratio	0.25	0.26
Portfolio Beta	0.94	1.00
R Squared	0.97	1.00
Treynor	1.32	1.39
Jenson	-0.07	NA

^ Risk-free rate based on the FBIL Overnight MIBOR rate of 3.38% as on Aug 31, 2021

**Note: The rates specified are actual month end expenses charged as on Aug 31, 2021. The above ratio includes the Service tax on Investment Management Fees. The above ratio excludes, borrowing cost, wherever applicable.



FUND OVERVIEW

Tata Ethical Fund is a diversified equity fund with an investment objective to invest in stocks which are compliant to the Shariah principles of investments. The Fund follows a bottom up approach to stock picking to build portfolio of companies which are in harmony with the principles of the Shariah on investments. Tata Ethical Fund prohibits from investing in companies categorized as morally deficient, such as those related to tobacco, alcohol, gambling, lottery, banking & finance services and other prohibited companies.



WHAT IS SHARIAH?

Shariah is the moral code and religious law of Islam. Shariah deals with many topics addressed by secular law, including crime, politics, and economics, as well as personal matters such as hygiene, diet, prayer, and fasting. Shariah principles require the investments to be based on certain norms and filters related to the public need, fairness in business, and ethical source of income.

Key features of Shariah based investments as recommended by Shariah Advisor

- **Sector based filters: Shariah principles require exclusion of certain business activities related to:**
 - Alcohol, Tobacco.
 - Companies involved in paying and receiving interest like Banking industry.
 - Gaming / Gambling / Casino / Games of Chance
 - Non-halal Food Products.
 - Entertainment and Leisure Related To Pornography or Adult Content.
- **Financial Ratios based filters:**
 - Filtering out companies which have higher debt on their books.
 - Avoids companies having higher income share of non Shariah compliant activities like interest income
 - Cash, Receivables, investments and debtors to be within certain limits.



WHY TATA ETHICAL FUND?

Diversified Portfolio of Shariah Compliant Stocks

- The fund will invest only in securities which are part of Shariah Complaint Universe.
- The Investment Manager has appointed Shariah Advisor who shall provide the list of securities which are in compliance with Shariah principles.
- The Fund does not follow any market cap bias.
- Bottom-up approach to stock selection.

Portfolio of fundamentally strong stocks with low leverage

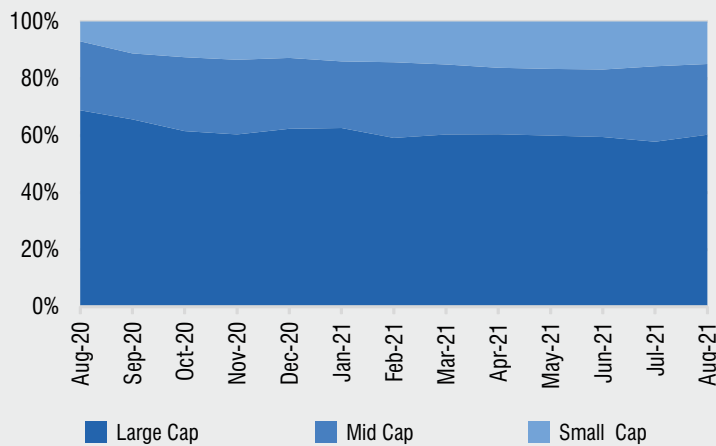
- Invests in Companies which have less than 25% of its total assets financed using interest bearing debt.
- Such companies generally do not need large external debt to fund their growth – High internal cash generation capability.
- Ability to grow is good irrespective of the external liquidity conditions as experienced in current markets.

Strict Adherence to Shariah Principles

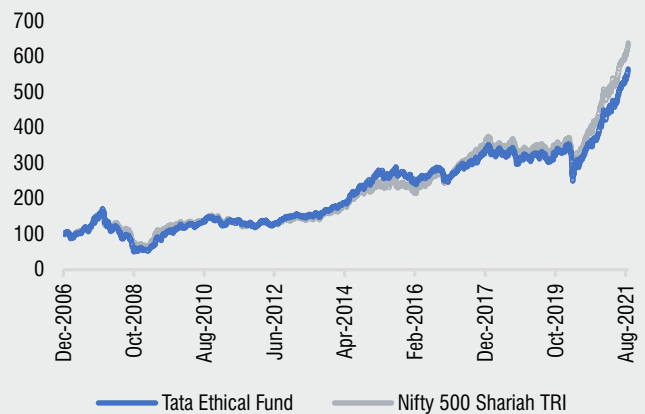
- Rigorous monitoring of portfolio by independent advisors to check adherence to Shariah principles
- Any deviation is corrected within a specified time period
- Purification process in place in case of prohibited income



MARKET CAPITALISATION TREND



NAV MOVEMENT



NAV Movement - Since Inception (29 Dec 2006) Regular Plan - Growth Option
Past performance may or may not be sustained in the future.

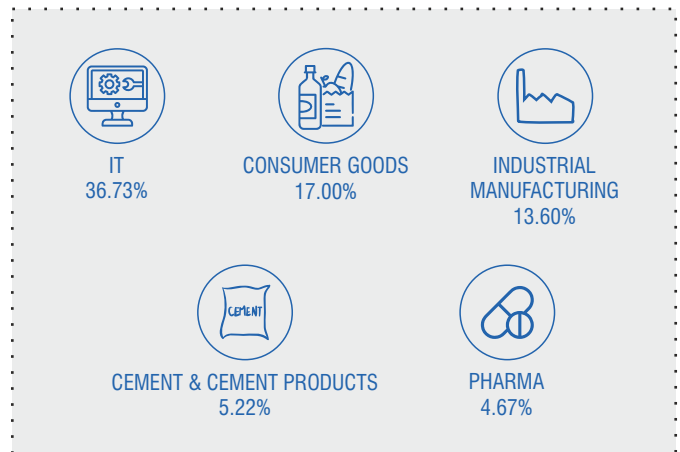


TOP 10 HOLDINGS

Issuer Name	% to NAV
Infosys Ltd.	10.82
Tata Consultancy Services Ltd.	9.53
HCL Technologies Ltd.	6.76
Ambuja Cements Ltd.	4.36
Tech Mahindra Ltd.	4.20
Tata Elxsi India Ltd.	3.49
Carborundum Universal Ltd.	3.45
Tata Consumer Products Ltd.	3.45
Dr. Reddys Laboratories Ltd.	2.37
Siemens India Ltd.	2.25
Total	50.68



TOP 5 SECTORS



Product Label	TATA Ethical Fund	Nifty 500 Shariah TRI
This product is suitable for investors who are seeking*:		
<ul style="list-style-type: none"> • Long Term Capital Appreciation. • Investment predominantly in equity & equity related instruments of shariah principles compliant companies and in other instruments allowed under shariah principles. <p>*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.</p>	<p>RISK - O - METER Investors understand that their principal will be at Very High Risk</p>	<p>RISK - O - METER Investors understand that their principal will be at Very High Risk</p>

DISCLAIMERS AND OTHER STATUTORY DISCLOSURES

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.

For detailed month end portfolio and scheme performance in SEBI prescribed format, please visit: www.tatamutualfund.com

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