INDIA'S 1st
NIFTY
CAPITAL MARKETS
INDEX FUND

TATA
NIFTY CAPITAL MARKETS INDEX FUND
(An open-ended scheme replicating/ tracking Nifty Capital Markets Index (TRI))

TATA mutual fund



JOIN THE FORCE THAT ENABLES

THE CAPITAL MARKETS

Invest in the

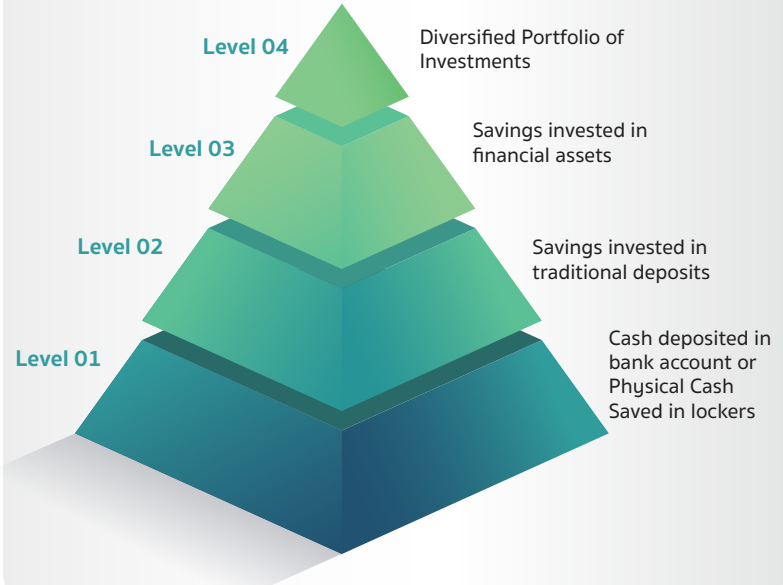
INVESTMENT ENABLERS

TATA NIFTY CAPITAL MARKETS INDEX FUND

Indian Investing behavior is changing. With better internet connectivity, ease of trading and affinity to equity investing by younger population, Capital Markets are witnessing an increase in Top Line Growth with Demat accounts, broking accounts, folio counts, Mutual Fund Industry AUM and more, resulting in better margins and profitability.

KEY THEME

Changing Behavior towards Financial Savings



Financialization of Savings

As India's household income increases, there's also a shift towards investments in Financial Assets from cash or traditional deposits and physical assets.

Increasing Stock Market Capitalization

The trend of **increasing stock market capitalization** is driven by stronger investor confidence and robust economic growth.

Vast Underpenetration

Indian Equity Markets are hugely underpenetrated with Indian Demat penetration at 8%. India's Mutual Fund AUM-to-gross domestic product ratio is a low 15%, against the global average of 74%*.

Source: Jefferies, Choice India, ETOnline

CAPITAL MARKETS CONSTITUENTS

- Exchange and Data Platform
- Asset Management Company
- Depositories
- Clearing Houses & Other Intermediaries
- Stockbroking & Allied
- Financial Products Distributor

These businesses are typically asset light with near to zero debt on their balance sheets, running a good operating leverage as Topline rises and costs rises much lesser. Thus, these businesses are expected to see improvements in margins and profitability making these businesses potentially High RoE and ROCE.

CAPITAL MARKETS INCLUDE



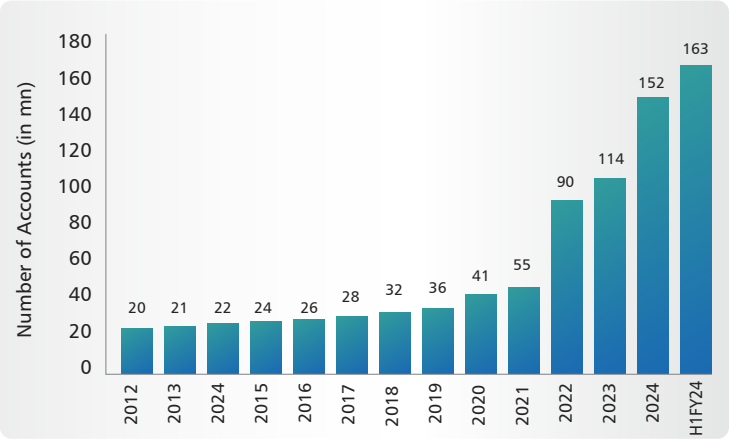
Source: Chittorgarh / Financial Year Considered. Latest data available

Stockbroking entities have seen a 6x increase in the Number of Active Clients accounts over past 5 years.

Digital discount brokers have leveraged India's smartphone penetration and public digital infrastructure (eKYC) for rapid onboarding and higher user engagement.

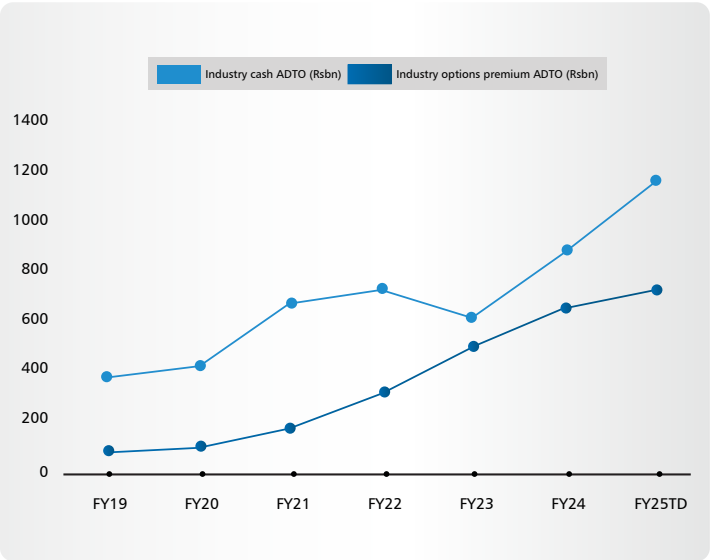
The decrease in average trade value, despite increase in demat traded value indicate increase in retail investors.

Central securities depository (CSD) have witnessed 3x increase in demat accounts since pre-covid.
(Source: SEBI)



The average trade size has been falling, indicating an increase in retail trade.

Growth in depository profit is driven by increase in demat accounts, frequency of trades and increase in companies listed.



A stock exchange is driven by higher market activity. Revenue stream is diversified through equities and Mutual Fund processing fees and other services. Derivatives is becoming the fastest growing revenue stream due to growing user base and sachetization of products to lower ticket sizes.
(Source: Jefferies)

India is the largest market by number of derivatives contracts globally driven by index option contracts.

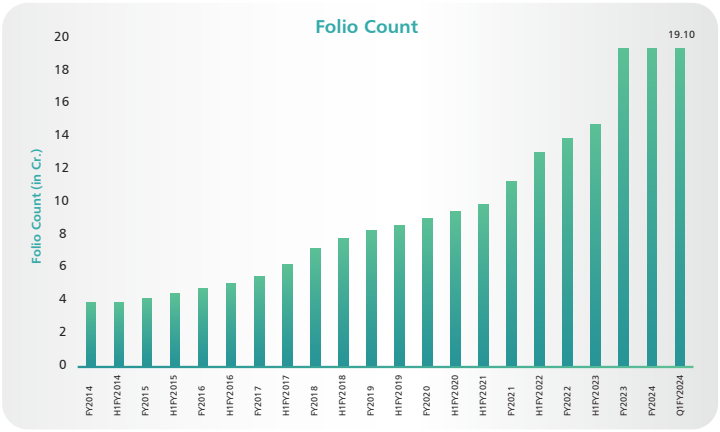
Indian equity options have grown at 70% CAGR over FY21-24.
** Source: Jefferies*

Short-dated index options, benefiting from lower premium to notional ratio, allow higher leverage by capturing a small movement in underlying on the expiry date.

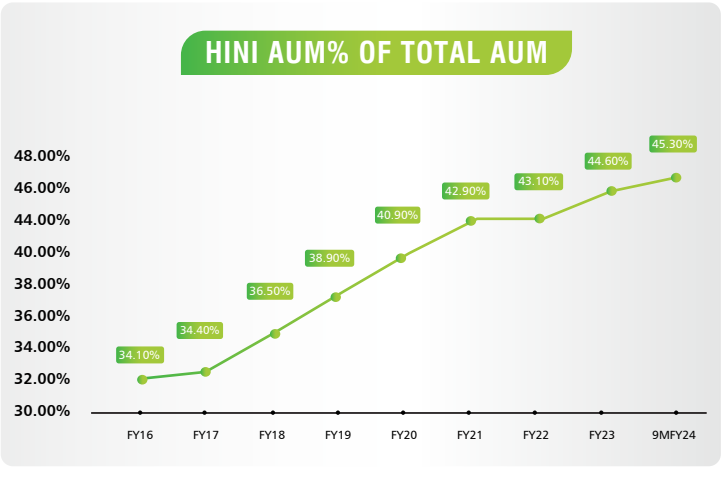
An Asset Management Company (AMC): The Mutual Fund Industry is witnessing an increase in both folio count and AUM that is driven by inflows and market gains.

The business benefits from an increase in AUM and operating leverage due to the fixed nature of costs.
(Source: AMFI)

Resilience in SIP inflows



Registrar and Transfer Agent (RTA): Mutual Fund Growth accounts for 80% revenue as RTA fees are indexed to MF AUM. The RTAs also offer data services. Fees are related to the complexity and scale of services provided.
(Source: Ambit Capital)



Wealth management provides financial management and wealth advisory services and is linked to increase in HNI
(Source: Avendus Spark)

Assets, where HNI invests such as AIF, PMS, have grown faster than overall savings pool.

Lower penetration of financial advisor and financial assets in gross wealth bodes well for wealth managers.

CONSTITUENTS (AS ON 30TH SEPTEMBER 2026)

Basic Industry/Company Name	Weight (%)	Basic Industry/Company Name	Weight (%)
Bse Ltd.	20.02	ICICI Prudential Asset Management Company Ltd.	4.11
Multi Commodity Exchange Of Ind Ltd.	18.88	Angel One Ltd.	4.01
HDFC Asset Management Company Ltd.	10.44	Computer Age Management Services Ltd	3.62
360 One Wam Ltd.	6.07	Motilal Oswal Financial Service Ltd.	3.54
Billionbrains Garage Ventures Limited (groww)	5.90	Nuvama Wealth Management Ltd	2.99
Central Depository Services (india) Ltd.	5.05	Kfin Technologies Ltd.	2.52
Anand Rathi Wealth Ltd	4.35	Indian Energy Exchange Ltd.	1.91
Nippon Life India Asset Management Ltd.	4.33	Aditya Birla Sun Life Amc Ltd.	1.63
		Uti Asset Management Company Ltd.	0.83

INDEX METHODOLOGY

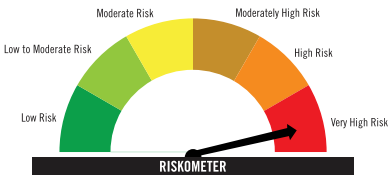
Particulars	Nifty Capital Markets
Universe	Nifty 500
Stock Eligibility	Stock belonging to the list of basic industries as mentioned in constituents
Stock Selection Criteria	Top 20 eligible stocks based on 6 month Avg. Free-float market capitalization (subject to availability)
Compulsory Inclusion	Non-member eligible stock shall be compulsorily included in the index if its 6 month avg. free-float market capitalization is at-least 1.5 times of the 6 month avg. free-float market capitalization of the smallest index constituent
Fund Manager	Nitin Bharat Sharma and Rakesh Indrajeet Prajapati
Index Weighing Method	Free float market constitution
Index Reconstitution	Semi-annually (March & September)
Index Rebalancing	Quarterly (March, June, September & December)
Stock Capping	Stock cap -20%

This product is suitable for investors who are seeking*:

- Long Term Capital Appreciation.
- Investment in equity and equity related instruments comprised in Nifty Capital Markets Index.

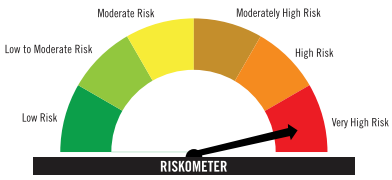
***Investors should consult their financial advisors if in doubt about whether the product is suitable for them**

Scheme Risk-O-Meter



The risk of the scheme is Very High Risk

Benchmark Risk-O-Meter



The risk of the benchmark is Very High Risk

It may be noted that risk-o-meter specified above is based on internal assessment. The same shall be updated as per provision no. 17.4.1.i of SEBI Master Circular on Mutual Fund dated 27.06.2024, on Product labelling in mutual fund schemes on ongoing basis.