HSBC Mutual Fund

Achieve financial balance with Equity Savings Fund

Peace of mind comes with balance. Investors often strive to strike a balance between the risk associated with their investments and proportionate returns. It is a known fact that equities, over a longer period of time, prove to be unwavering wealth creators. However, despite long-term growth opportunities, investors take caution while investing in equities, due to the intermittent risk. A solution to this could be a portfolio mix of equities, debt and arbitrage opportunities that could help achieve the desired risk-return profile, along with tax efficiency.

In the ever-evolving landscape of investment options, Equity Savings Funds have emerged as a versatile solution for investors seeking the blend of growth, stability and tax efficiency. These hybrid funds offer a unique mix of equity, debt, and arbitrage, making them an ideal choice for those looking to navigate market uncertainties while enjoying the benefits of equity-oriented taxation. Whether you're a first-time investor or a seasoned participant, Equity Savings Funds provide a balanced approach to wealth creation, catering to diverse financial goals with a moderated risk profile.

Features of Equity Saving Funds

RELATIVELY LOW VOLATILITY

Exposure to Fixed Income securities and equity arbitrage may reduce fund volatility inherent to directional equity exposure.

ARBITRAGE OPPORTUNITIES

Minimum investment in equity & equity related instruments- 65% of total assets, minimum investment in debt- 10% of total assets and Minimum hedged & unhedged portion as defined in offer documents of these funds aims to reduce volatility of these funds.

UPSIDE POTENTIAL

Exposure to long only equity may help to enhance the returns of the scheme over long run.

DISCIPLINED REBALANCING

It helps in aligning with strategic asset allocation over long term and helps in risk control.

TAX EFFICIENT

As more than 65% of the scheme's portfolio is deployed in equity, these schemes enjoy equity taxation

Who should invest in these funds?

- Investors who are seeking potential long term growth but are risk averse towards market volatility & uncertainty
- Investors seeking tax efficient performance with moderate equity exposure

In a world of diverse investment options, Equity Savings Funds stand out as a balanced solution for those seeking growth, stability, and tax efficiency. By blending equity for growth, debt for stability, and arbitrage for consistent returns, these funds offer a unique mix that caters to both conservative and first-time investors. With their ability to moderate risk and provide steady performance, Equity Savings Funds are an excellent choice for achieving short to medium-term financial goals while maintaining a diversified and tax-efficient portfolio.