

SBI NIFTY BANK INDEX FUND

**BANKS ARE PIVOTAL TO ECONOMIC GROWTH.
BANK WITH THE BANKERS.**



NFO PERIOD
20 - 31
JANUARY, 2025

An open-ended scheme replicating/tracking Nifty Bank Index

Banking: A Key Growth Driver in India's Market

The financial services sector has consistently held the largest weightage in the Nifty 50 over the years, reflecting its importance in driving India's market performance.

With India's growing economy, increasing credit demand, and rapid digital transformation, banking remains a core pillar of growth, offering attractive long-term investment opportunities.

Sector Name (%)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Financial Services	31	31	35	38	42	39	36	38	35	35
Information Technology	16	14	11	13	13	16	19	14	14	14
Oil & Gas	11	11	14	13	13	13	13	13	11	10
FMCG	9	9	8	9	9	8	7	9	9	8
Automobile	10	12	11	7	6	5	5	5	6	7

Source: MFI Explorer, Data for top 5 sectors in Nifty 50 as on 31st Dec 2024. Constituents as on dec end of every Year. **Past performance may or may not be sustained in the future.** Sector(s) mentioned above are for the purpose of illustration and should not be construed as recommendation. Investors are requested to consult their financial, tax and other advisors before taking any investment decision(s).

5 Reasons Why Banking a Structural Long-term Story

Economic Growth & Credit Demand

India's growing GDP and expanding middle class is expected to drive demand for banking services and loans, especially for MSMEs.

Financial Inclusion & Govt. Support

Initiatives like Jan Dhan Yojana are integrating the unbanked, while recapitalization is ensuring public sector banks' stability.

Innovation Driving Growth

Mobile banking, fintech, and AI solutions are resulting in enhanced efficiency, reduced costs, and broadening of services.

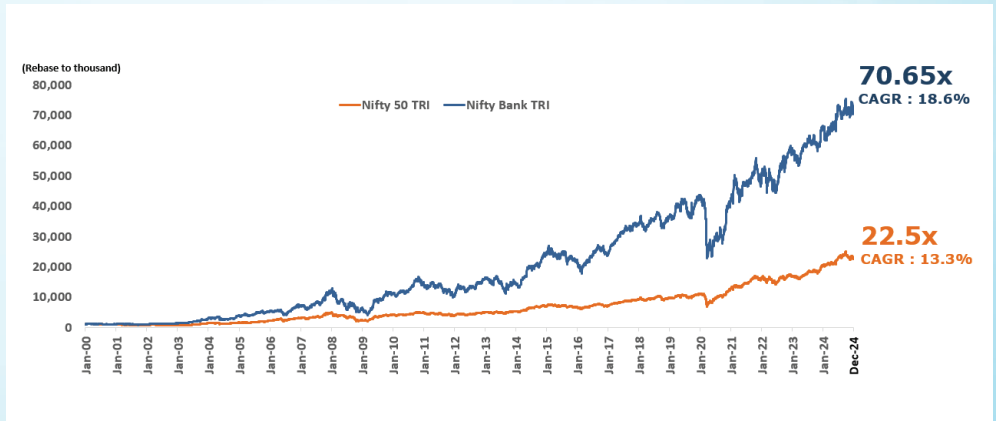
Rising Profitability

Fee-based income, improved NIMs, and reduced NPAs are leading to improved profitability and long-term stability.

Balancing Stability and Growth

Public sector banks can offer stability, while private banks have the potential for better growth.

Nifty Bank Index Outperforms Nifty 50 Index in Long-Term



- An investment of ₹ 1,000 in Jan 2000 would have grown to ₹ 22.5 thousand in the Nifty 50, achieving a CAGR of 13.3%.
- The same ₹ 1,000 invested in the Nifty Bank would have grown to ₹ 70.6 thousand, delivering a higher CAGR of 18.6%.

About Nifty Bank Index

UNIVERSE & ELIGIBILITY

- Companies must be part of the Nifty 500 Index. If less than 10 eligible stocks are found in the Nifty 500 for a sector, stocks ranked within the top 800 will be considered.

STOCK SELECTION

- **Bank Sector:** Must be from the Banking sector
- **Trading & Listing:** 90% trading frequency, listed for at least 1 month.
- Companies to be part of F&O Segment
- **Selection:** 12 companies chosen based on free-float market cap.

STOCK WEIGHTS

- Weightage of stock is based on **Free Float** Market Cap
- **Single Stock** weight capped at 33%
- **Top 3 Stocks** Cumulative weight of top 3 Stocks restricted to 62%

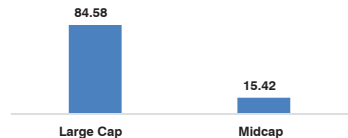
RECONSTITUTION AND REBALANCING

- **Re-balancing:** Semi-annual (Jan 31 & July 31)

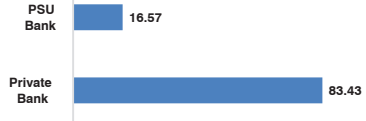
Composition of Nifty Bank Index

Company Name	Wtg. (%)
HDFC BANK LTD.	28.12
ICICI BANK LTD.	24.99
KOTAK MAHINDRA BANK LTD.	8.77
AXIS BANK LTD.	8.53
STATE BANK OF INDIA	8.46
INDUSIND BANK LTD.	4.53
FEDERAL BANK LTD.	3.48
BANK OF BARODA	3.19
IDFC FIRST BANK LTD.	2.78
PUNJAB NATIONAL BANK	2.52
CANARA BANK	2.40
AU SMALL FINANCE BANK LTD.	2.23

Market-cap Breakup



Ownership



P/E	P/B	Dividend Yield
13.68	2.24	0.98

Why invest in SBI Nifty Bank Index Fund?

Harness India's Financial Growth

Ride the wave of India's expanding economy, powered by a robust banking sector driving credit growth and digital inclusion.

03

Low-capital Requirement

For a minimum investment amount of INR 5000, get opportunity to invest in biggest banks of the country

04

Convenience

Will also allow non-demat account holders to seek exposure to Banking sector.

02

Attractive Valuations

Nifty Bank Index is currently trading near long-term averages, offering a promising entry point.

05

Focused Exposure to Market Leaders

Gain access to 12 largest banks* that reflect the backbone of India's financial ecosystem, providing stable and reliable growth

01

06

Low-Cost Investment Approach

Enjoy the benefits of index investing with minimal expenses, aims to maximizing your long-term returns.

* Based on Nifty Bank Index Methodology

About SBI Nifty Bank Index Fund

TYPE OF SCHEME

- SBI Nifty Bank Index Fund is an open-ended scheme replicating/tracking Nifty Bank Index

INVESTMENT OBJECTIVE

- The investment objective of the scheme is to provide returns that correspond to the total returns of the securities as represented by the underlying index, subject to tracking error. However, there is no guarantee or assurance that the investment objective of the scheme will be achieved.

INVESTMENT OBJECTIVE

Instruments	Indicative allocations (% of total assets)	
	Minimum	Maximum
Securities covered by Nifty Bank Index	95	100
Government. Securities* including Triparty Repo, and units of liquid mutual fund	0	5

*Government securities includes G-Secs, SDLs, treasury bills.

SBI Nifty Bank Index Fund : Fund Facts

SCHEME NAME	SBI Nifty Bank Index Fund
PLANS & OPTIONS	Regular & Direct Plan; Both plans provide two options – Growth Option and Income Distribution cum capital withdrawal (IDCW) Option for “IDCW Re-investment” and “IDCW Pay-out” is available
APPLICATION AMOUNT	Minimum Investment Amount : Rs. 5000/- and in multiples of Re. 1 thereafter; Additional Purchase Amount: Rs. 1000/- and in multiples of Re. 1 thereafter
BENCHMARK	Nifty Bank TRI
FUND MANAGER	Mr. Harsh Sethi
EXIT LOAD	For exit on or before 15 days from the date of allotment: 0.25%, For exit after 15 days from the date of allotment: Nil

For additional details and queries related to subscription during & post NFO or Fund Asset Allocation , please refer to SID at <https://www.sbimf.com>

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