INDIA'S NO.1 INVESTMENT MAGAZINE SINCE 1986

DALAL STREET INVESTMENT JOURNAL

DEMOCRATIZING WEALTH CREATION

Oct 07 - 20, 2024 ■ Pages 68 ■ www.dsij.in ₹150

Special Report
Bonus Issues: How They Attract Investors

Analysis
VODAFONE IDEA

Special Report
The Struggles of India's Retail F&O Traders

Cover Story
The Next Big Moves: Themes Poised To Lead The Rally

US $ 10.15 UK £ 5.05 Sing $ 10.60 Euro € 6.13

ISSN 0971-7579

9 770971 757005 >

Vol. 39 No. 23

Scan to read on app

www.dsij.in/apps.aspx

DALAL STREET INVESTMENT JOURNAL
DEMOCRATIZING WEALTH CREATION
Vol. 39 No. 23 • OCT 07 - 20, 2024

CONTENTS

Subscribers can access the complete databank consisting of more than 3,500 companies on our website www.dsij.in

Spotlight sections are advertorials provided by the company & carried on "as is" basis.

MUTUAL FUND UNLOCKED

DALAL STREET INVESTMENT JOURNAL

DEMOCRATIZING WEALTH CREATION

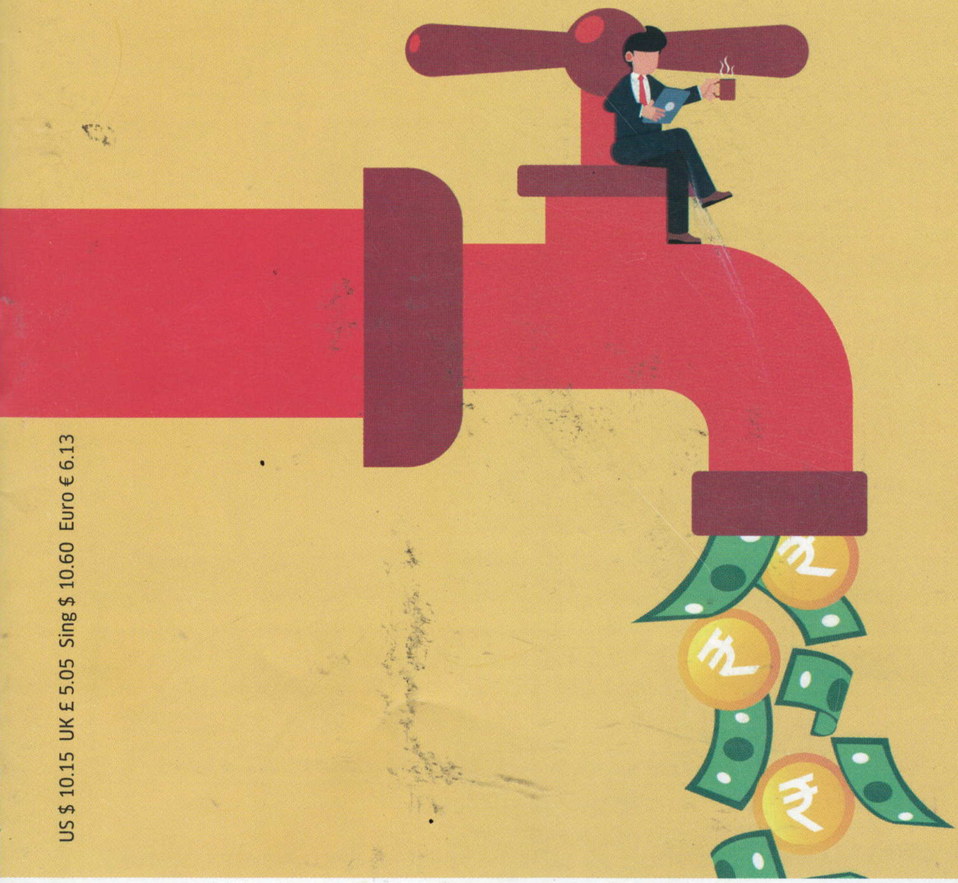
Oct 07 - 20, 2024 ▪ Pages 68 ▪ www.dsij.in ₹150

Special Report

Funds in Portfolio: Quality Over Quantity

Cover Story

Systematic Withdrawal Plan: A Smart Way To Manage Investments



US $ 10.15 UK £ 5.05 Sing $ 10.60 Euro € 6.13

ISSN 0971-7579

9 770971 757005 >

Vol. 39 No. 23

RNI NO 43837/1986. Postal Registration No. MCW/325/2024-26 License to post without prepayment WPP License No MR/TECH/WPP-111/West/2024-26 Posted at Mumbai Patrika Channel Sorting Office, Mumbai-400001 Date of posting Alternate Thursday & Friday. Published: Alternate Monday (September 30, 2024)

DALAL STREET INVESTMENT JOURNAL
Vol. 39. No. 23 • Oct 07 - 20, 2024

facebook.com/DSIJin
enquiry@dsij.in
www.dsij.in/apps.aspx
twitter.com/DSIJ
linkedin.com/in/DalalStreetInvestmentJournal

SEBI's MF Reforms: Expanding Choices and Lowering Costs for Retail Investors

The recent steps taken by the Securities and Exchange Board of India (SEBI) to introduce new investment options for high-net-worth investors and relax regulations on passive mutual funds are poised to reshape the mutual fund industry in India. These changes could benefit retail investors, offering more choices and lower costs in the long run.

The launch of the 'Investment Strategies' asset class, tailored for HNIs with a minimum investment of Rs 10 lakh, opens the doors to professionally managed, higher-risk products. By setting stringent eligibility criteria which require mutual funds with a minimum of Rs 10,000 crore in assets and experienced fund managers SEBI ensures that these offerings are not only diversified but also well-regulated. Although these products are geared towards HNIs, the potential inflow into these sophisticated instruments could lead to greater market depth, ultimately benefiting the broader fund industry.

For retail investors, these initiatives also indirectly bring advantages. The launch of the 'MF Lite Framework' with lighter regulations for passive schemes reduces compliance costs, potentially allowing asset management companies to offer index funds and ETFs at a lower cost. Lower compliance means reduced operational expenses, which often trickles down as lower expense ratios for passive products. This, in turn, provides retail investors with more affordable options for diversifying their portfolios.

SEBI's reforms mark a thoughtful balancing act providing new opportunities for sophisticated investors while simplifying passive fund offerings for retail investors. With lower costs and more targeted investment options, the evolving landscape is a win-win for investors across the board, democratising access to wealth creation and enhancing investor confidence.

Shashikant

Shashikant Singh
Executive Editor

Mutual Funds for Senior Citizens

I'm in my 50's right now. Your article on mutual fund options for senior citizens was quite informative. However, what are some of the blind spots that I should be aware of?

- Rehan Kantawala

Editor Responds : As you approach your 50s, investing in mutual funds can be a great way to grow and protect your wealth. One of the most common pitfalls is overlooking the importance of proper asset allocation. Many investors either stay too aggressive, maintaining a high exposure to equities or swing to the other extreme, shifting all their funds into safer debt instruments. Either approach can have drawbacks.

Another major concern is underestimating the impact of inflation. Liquidity is also a critical aspect that is often overlooked. Tying up too much capital in long-term funds can limit your flexibility, leaving you vulnerable in times of need.

One blind spot many investors fall into is underestimating the effects of market volatility. Tax implications and healthcare costs are another factor that requires attention. While mutual funds are a valuable tool for wealth creation in your 50s, it's crucial to remain aware of these blind spots.

Content

*For visual representation purpose only