
A Study on an open- ended equity scheme by Invesco India Dynamic equity fund.

Dr.C.Mugunthan & Mr. Sharath Prabhu

Assistant Professor, Department of Commerce, Periyar University PG Extension centre, Dharmapuri

Part time Research Scholar, Department of Commerce, Periyar University, PG Extension centre
Dharmapuri

mugunth16274@gmail.com&prabhu.sharath22@gmail.com

Abstract: *The close ended schemes give the scope for the investors to invest the fund in the one time for the fixed period of time and there is a no content return for the investor only one time return will be given for the investor. On this point the study has been conducted on the open ended scheme of Invesco India Dynamic equity fund to study the performance.*

Introduction:

Mutual fund is collective investment by various small and large investors and the fund manager will manage the fund according to the objectives of the investors. The mutual fund is divided in to two parts open-ended and close-ended mutual fund this study has taken based on the close-ended equity scheme. Close ended equity mutual fund me it is the one time investment made in the equity schemes.

Background of study

This study has been conducted on the based on secondary data taken from Invesco India Dynamic Company. This study has been focusing on the return given by Invesco India

Dynamic equity fund when compare to the various stock index both from BSE and NSE and the competition of benchmark with the fund invested and the suggestion has been drawn based on the analysis.

Objectives

1. To study the return given by the equity mutual fund over the period of time.
2. To study the return on S&P and BSE of Invesco India Dynamic equity fund.
3. To evaluate the return given by Invesco India Dynamic equity fund on nifty 50.
4. To study the fund invested by Invesco India Dynamic equity fund.
5. To evaluate the benchmark change in the fund invested by the company.

Literature review

(Vidhyashankar. S 1990) There is a constant support from SEBI for the investor for their investment in the way of investor's protection due to this there is a shift of investment from company, Bank deposit to mutual fund due to its high return and the way of development in the capital market.

(LK, october 1991,) Mutual funds act as a budge between the investor and capital market. Mutual fund is a financial institution preferred as a investment agency from the year 1985-86 onwards due to the benefits which given to the investors in terms on liquidity, return, safety and appreciation to the investors.

(A.k, March1991) The mutual funds are evaluated with the help of Sharpe's and Treynor's index and it should be ranked therefore the performance with its risk can be evaluated.

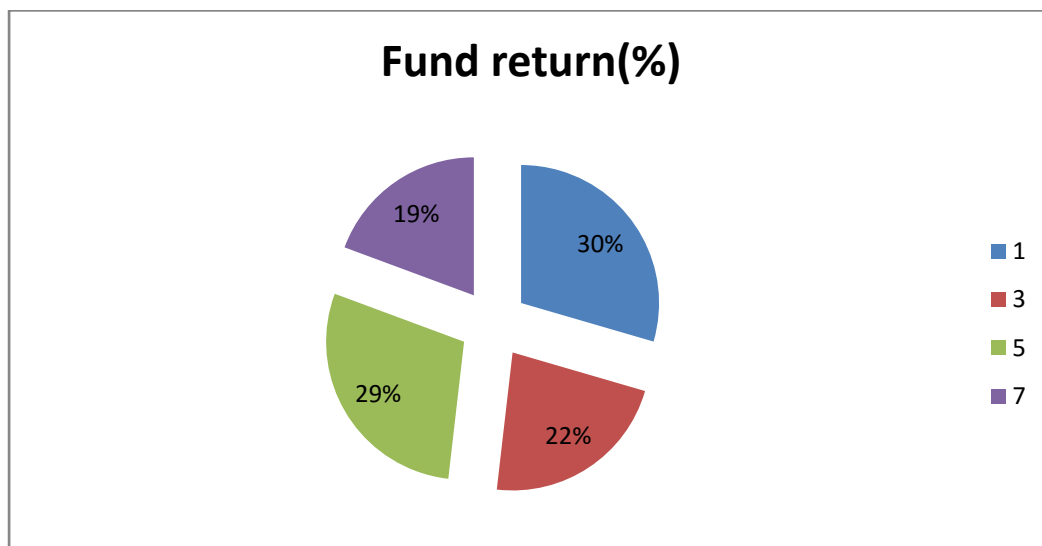
(Shashikant, 1993) It was observed that for the conservative investors money market mutual funds reliable due to its low-risk and low return and it is also observed in the study that the rationality and relevance of mutual fund operations in the Indian Capital Market.

Analysis

Table: Showing the return on the fund

Year	Fund return (%)
1	18.47
3	13.97
5	18.04
7	12.11

Chart 1: Showing the return on the fund



Source: Secondary data

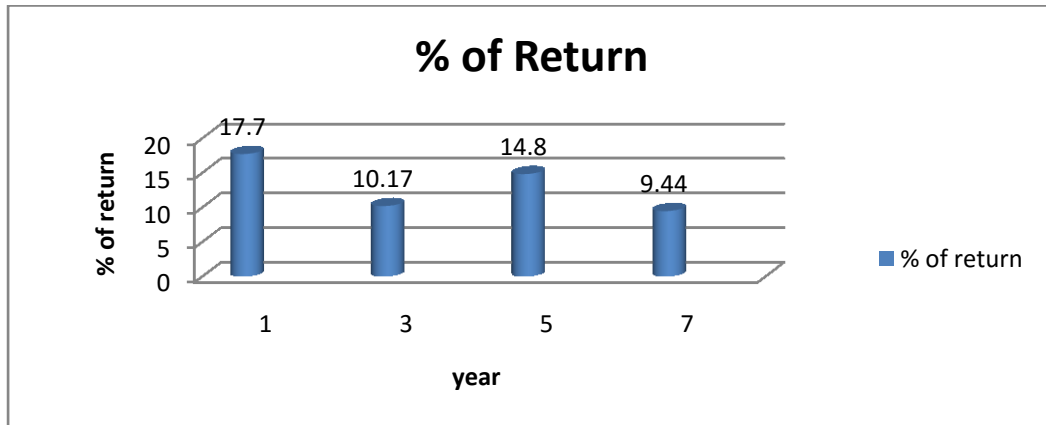
Interpretation: Based on the return the equity scheme of Invesco India Dynamic Equity Fund given the average return because the return on mutual fund is not constantly grown from year

to year. It was fluctuating from year to year, in the first year it was 18.47% but it was comedown in the year 3 and 7.

Table 2: Showing the return on S&P and BSE 100

Year	% of return
1	17.70
3	10.17
5	14.80
7	9.44

Chart 2: Showing the return on S&P and BSE 100



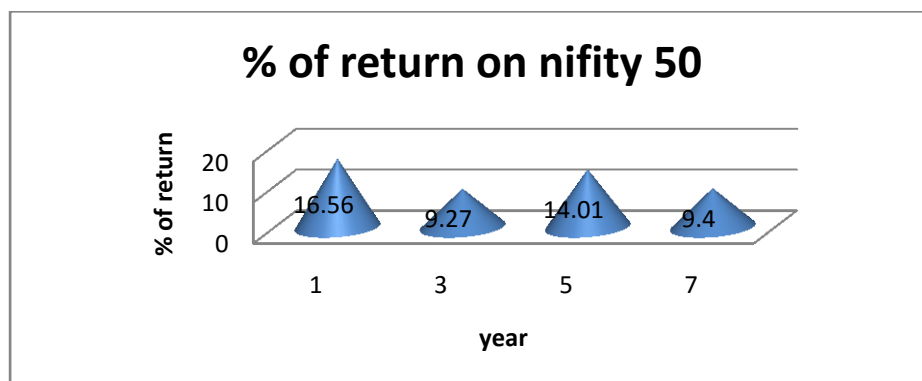
Source: secondary data

Interpretation: The return on S&P and BSE 100 of Invesco India Dynamic Equity Fund, the return which compare to the year 1 to 7 it was fluctuating drastically.

Table 3: showing the return on Nifty 50

Year	% of return
1	16.56
3	9.27
5	14.01
7	9.40

Chart 3: showing the return on Nifty 50



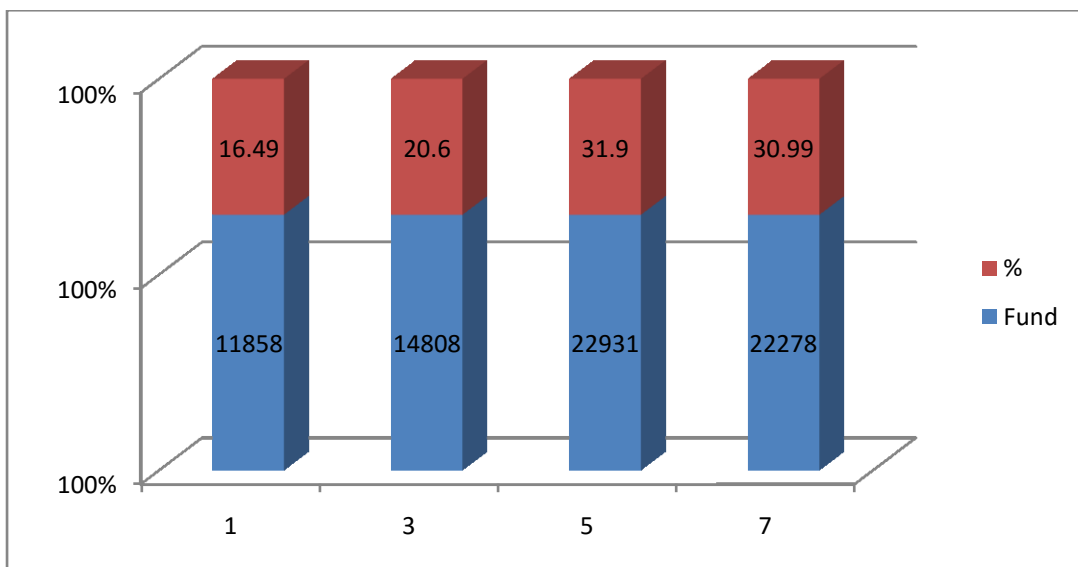
Source: secondary data

Interpretation: The return by Nifty 50 also not constant it was fluctuating in year to year in the first year the return was 16.56% and it was decreased in the 7th year by 9.4%.

Table 4: showing the fund invested by Invesco India Dynamic Equity Fund.

Year	Fund	%
1	11858	16.49
3	14808	20.60
5	22931	31.90
7	22278	30.99

Chart 4: showing the fund invested by Invesco India Dynamic Equity Fund.



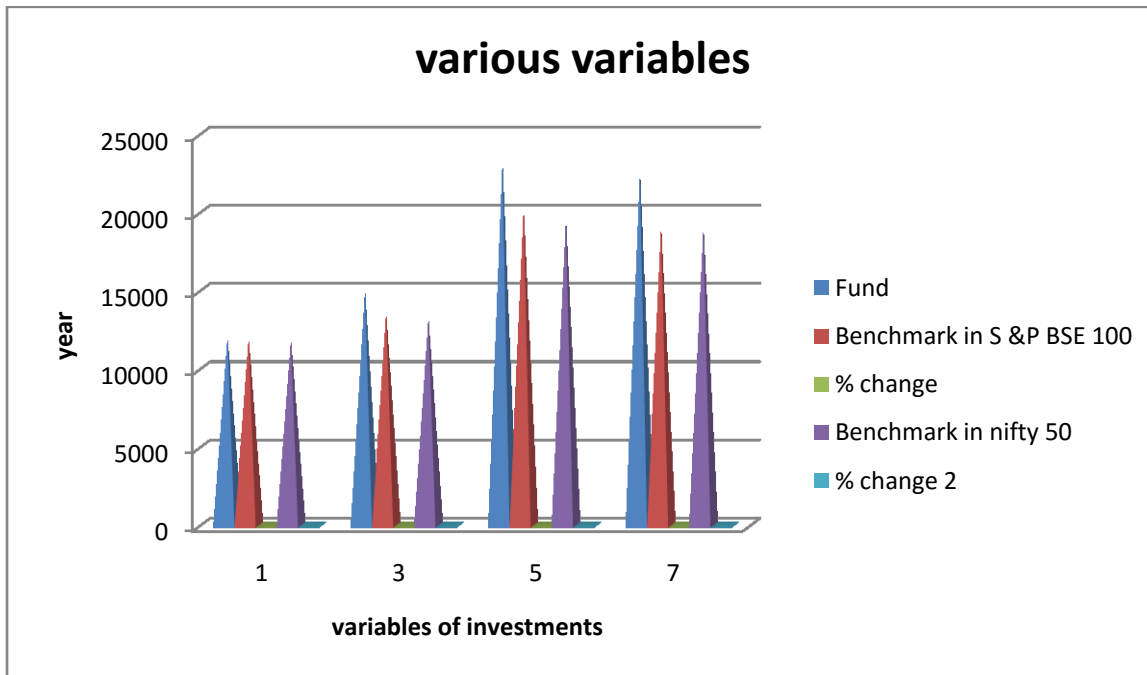
Source: secondary data

Interpretation: looking in to the investment made by the company the amount of investment increased by year to year and the percentage also increased from year to year.

Table 5: showing the fund, benchmark in S&P BSE 100 and Benchmark in Nifty 50

Year	Fund	Benchmark in S &P BSE 100	% Change	Benchmark in nifty 50	% Change
1	11858	11780	18.42	11665	18.58
3	14808	13376	20.92	13051	20.79
5	22931	19951	31.20	19272	30.70
7	22278	18822	29.44	18774	29.91

Table 5: showing the fund, benchmark in S&P BSE 100 and Benchmark in Nifty 50



Source: secondary data

Interpretation: The above graph shows the change in the benchmark of both BSE and NSE over the period of time. There was the drastic change in the investment made in the investment.

Findings of the study

1. The fund invested by the company and the return given by the company was not increasing year to year.
2. The return given by the S&P and BSE are fluctuating from year to year.
3. The return on nifty 50 also fluctuating from the one year to other year
4. The benchmark of the company also increasing but the company has not able to meet the benchmark fixed by the company.

Suggestion:

The company has the return but the return when it was compared with the other aspect like comparing with nifty 50, BSE-100 and S&P the return was low. Therefore it was suggested to the company to diversify the fund with the alternative option in the market.

Conclusion:

The mutual fund is the good investment for the investor because he can invest its limited fund with its expectation there are many investment option available for the investor in this context one investment called equity which is more popular in the market and it gives more return to the investors. This study has conducted in the market based on the equity of Invesco India Dynamic company with reference to their close-ended scheme. The evaluation has made on return and the benchmark of the company. It was found



that the company equity market has not meeting the return given by the index return.

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