

# Kotak Multifactor Passive FoF



NFO Period: 27<sup>th</sup> Feb - 13<sup>th</sup> Mar 2026



Mentioned factors are indicative in nature

# Different Factors Play A Different Role

## Momentum/Alpha

High Return stocks



## Low Volatility

Low Volatile Stocks



## Quality

Stocks With high  
ROE, Cashflows,  
Low Debt to Equity  
Ratio



## Value

Low P/E, P/B, P/S



# Choosing Factors At The Right Time Is Difficult

## Winners Keep Rotating

CY	Nifty Alpha 50 TRI	Nifty 100 Low Volatility 30 TRI	Nifty 200 Quality 30 TRI	Nifty 200 Momentum 30 TRI	Nifty 200 Value 30 TRI
2006	51%	43%	32%	44%	12%
2007	101%	32%	51%	101%	88%
2008	-73%	-42%	-50%	-60%	-49%
2009	88%	93%	131%	69%	123%
2010	18%	25%	28%	20%	35%
2011	-21%	-12%	-10%	-16%	-34%
2012	52%	32%	31%	39%	46%
2013	4%	7%	20%	13%	-11%
2014	69%	37%	40%	50%	54%
2015	15%	10%	2%	11%	-20%
2016	-9%	3%	1%	10%	24%
2017	70%	30%	30%	57%	35%
2018	-14%	7%	9%	-2%	-18%
2019	8%	5%	6%	11%	-9%
2020	53%	24%	26%	20%	4%
2021	75%	24%	26%	54%	48%
2022	-13%	2%	-4%	-5%	25%
2023	44%	32%	32%	42%	63%
2024	34%	12%	14%	21%	23%
2025	-10%	11%	5%	-5%	20%
2026*	0%	-3%	-5%	1%	5%

Source: MFI ICRA. \*Data as on 13<sup>th</sup> Feb, 2026 | The performance of the index shown does not in any manner indicate the performance of the Scheme. Past performance may or may not be sustained in future. Returns >= 1 year: CAGR (Compounded Annualised Growth Rate).

# Most Factors Exhibit Lower Overlap and Correlation Amongst Themselves

## Factor Overlap

	Nifty Alpha 50 TRI	Nifty 100 Low Volatility 30 TRI	Nifty 200 Quality 30 Index TRI	Nifty 200 Momentum 30 Index TRI	Nifty200 Value 30 TRI
Nifty Alpha 50 TRI	1				
Nifty 100 Low Volatility 30 TRI	4.2%	1			
Nifty 200 Quality 30 Index TRI	6.8%	31.5%	1		
Nifty 200 Momentum 30 Index TRI	28.4%	17.8%	9.6%	1	
Nifty200 Value 30 TRI	1.1%	4.8%	4.2%	21.3%	1

## Daily Excess Return\* Factor Correlation

	Nifty Alpha 50 TRI	Nifty 100 Low Volatility 30 TRI	Nifty 200 Quality 30 Index TRI	Nifty 200 Momentum 30 Index TRI	Nifty200 Value 30 TRI
Nifty Alpha 50 TRI	1				
Nifty 100 Low Volatility 30 TRI	-21%	1			
Nifty 200 Quality 30 Index TRI	-3%	68%	1		
Nifty 200 Momentum 30 Index TRI	43%	6%	15%	1	
Nifty200 Value 30 TRI	16%	-21%	-21%	6%	1

Source: Niftyindices.com, Data As of 13th February 2026 | The performance of the index shown does not in any manner indicate the performance of the Scheme. Past performance may or may not be sustained in future.

\*Excess Return : Index Return – Nifty 500 TRI Return | Returns >= 1 year: CAGR (Compounded Annualised Growth Rate).

# Momentum Captures Price Trend ; Low Volatility Controls Risk

	Return	Risk
Nifty Alpha 50 TRI	19.0%	25%
Nifty 200 Momentum 30 TRI	19.2%	22%
Nifty 200 Quality 30 TRI	17.5%	18%
Nifty 100 Low Volatility 30 TRI	17.4%	17%
Nifty 200 Value 30 TRI	17.1%	26%

Source: Niftyindices.com, Data As of 13th February, 2026, Returns and risks are computed since 1st April 2005 | Returns >= 1 year: CAGR (Compounded Annualised Growth Rate). Past performance may or may not be sustained in future. Kotak Mahindra Asset Management Company Limited (KMAMC) is not guaranteeing or promising any returns/futuristic returns. The performance of the index shown does not in any manner indicate the performance of the Scheme. The information is illustrative and subject to change in line with the asset allocation specified in the SID. The Scheme may also invest in additional factors as permitted under the SID.

## Passive

Low cost as compared to an active fund  
Rules-based framework



## Active Management

Fund Manager Expertise  
Identify right factors to generate Alpha

# Kotak Multi Factor Passive FoF

Units of factor-based ETF based on In-House Model

Allocation to factors ranges from 20% to 80%, based on factor signals

# Back-tested Model Has Outperformed Nifty 500 TRI In 17 Out Of 21 Years



Back Tested Performance – Calendar Year Wise					
Calendar Year	Nifty 50 TRI	Nifty 500 TRI	Multi Factor Model Cost Adjusted	Alpha Over Nifty 50 TRI	Alpha Over Nifty 500 TRI
CY2006	42%	36%	40%	-2%	4%
CY2007	57%	65%	88%	31%	23%
CY2008	-51%	-57%	-47%	4%	9%
CY2009	78%	91%	89%	11%	-2%
CY2010	19%	15%	20%	1%	5%
CY2011	-24%	-26%	-13%	11%	13%
CY2012	29%	33%	36%	7%	3%
CY2013	8%	5%	10%	2%	5%
CY2014	33%	39%	46%	14%	7%
CY2015	-3%	0%	12%	15%	12%
CY2016	4%	5%	7%	2%	2%
CY2017	30%	38%	51%	20%	13%
CY2018	5%	-2%	1%	-3%	3%
CY2019	13%	9%	7%	-6%	-2%
CY2020	16%	18%	21%	5%	3%
CY2021	26%	32%	46%	21%	15%
CY2022	6%	4%	0%	-5%	-4%
CY2023	21%	27%	43%	22%	16%
CY2024	10%	16%	25%	15%	9%
CY2025	12%	7%	5%	-6%	-2%
CYTD 2026	-13%	-13%	-9%	4%	4%

**Outperformance Years vs Nifty 500 TRI – 17 out of 21 Years**

**Outperformance Years vs Nifty 50 TRI – 16 out of 21 Years**

Source: Data As of 13th February 2026, Back-tested Data from 1st April 2005, Model returns are cost-adjusted. Cost assumed is 0.7% TER on daily NAV; The cost may be higher or lower depending on prevailing regulations and actual expenses. For Indices, no cost is assumed. Source: KMAMC-Internal, Bloomberg, NSE. Past performance may or may not sustain in future. All information contained is for illustration purpose only to show how the model functions. The model performance is derived based on back tested result considering various financial parameters. The actual model and the Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. Kotak Mahindra Asset Management Company Limited (KMAMC) is not guaranteeing or promising any returns/futuristic returns. The performance of the index shown does not in any manner indicate the performance of the Scheme.

# Model Has Generated ~7% Alpha Over Broad Based Indices



Point to Point	Multi Factor Model Cost Adjusted	Alpha Over Nifty 50 TRI	Alpha Over Nifty 500 TRI
1 Year	9%	-2%	-3%
3 Year	25%	<b>10%</b>	<b>7%</b>
5 Year	21%	<b>9%</b>	<b>7%</b>
10 Year	21%	<b>6%</b>	<b>5%</b>
Since Inception (1 April 2005)	21%	<b>7%</b>	<b>7%</b>

Data As of 13th February 2026, Back-tested Data from 1st April 2005, Model returns are cost-adjusted. Cost assumed is 0.7% TER on daily NAV; The cost may be higher or lower depending on prevailing regulations and actual expenses. For Indices, no cost is assumed. Source: KMAMC-Internal, Bloomberg, NSE. Past performance may or may not sustain in future. All information contained is for illustration purpose only to show how the model functions. The model performance is derived based on back tested result considering various financial parameters. The actual model and the Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. Kotak Mahindra Asset Management Company Limited (KMAMC) is not guaranteeing or promising any returns/futuristic returns. The performance of the index shown does not in any manner indicate the performance of the Scheme. Returns >= 1 year: CAGR (Compounded Annualised Growth Rate). Alpha is difference of scheme return with benchmark return

# Model Rolling Returns & Risk

The Model has delivered returns like Nifty 200 Momentum 30 index with a lower standard deviation offering a more stable performance profile.

	Rolling Returns					Standard Deviation		
	Nifty 200 Momentum 30 TRI	Nifty 100 Low Volatility 30 TRI	Multi Factor Model Cost Adjusted	Alpha Over Nifty 50 TRI	Alpha Over Nifty 500 TRI	Nifty 200 Momentum 30 TRI	Nifty 100 Low Volatility 30 TRI	Multi Factor Model Cost Adjusted
6 Months	11%	9%	<b>12%</b>	3%	3%	3.0	2.4	2.7
1 year	23%	19%	<b>24%</b>	8%	7%	4.6	3.5	4.1
3 Year	18%	16%	<b>20%</b>	8%	7%	1.4	0.9	1.2
5 Year	19%	16%	<b>20%</b>	7%	7%	1.0	0.6	0.8

Source: Data As of 13th February 2026, Back-tested Data from 1st April 2005, Model returns are cost-adjusted. Cost assumed is 0.7% TER on daily NAV; The cost may be higher or lower depending on prevailing regulations and actual expenses. For Indices, no cost is assumed. Source: KMAMC-Internal, Bloomberg, NSE. Past performance may or may not sustain in future. All information contained is for illustration purpose only to show how the model functions. The model performance is derived based on back tested result considering various financial parameters. The actual model and the Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. Kotak Mahindra Asset Management Company Limited (KMAMC) is not guaranteeing or promising any returns/futuristic returns. The performance of the index shown does not in any manner indicate the performance of the Scheme. Returns >= 1 year: CAGR (Compounded Annualised Growth Rate). Alpha is difference of scheme return with benchmark return

# Backtested Model Shows Lower Drawdowns Vs Broad Based Indices

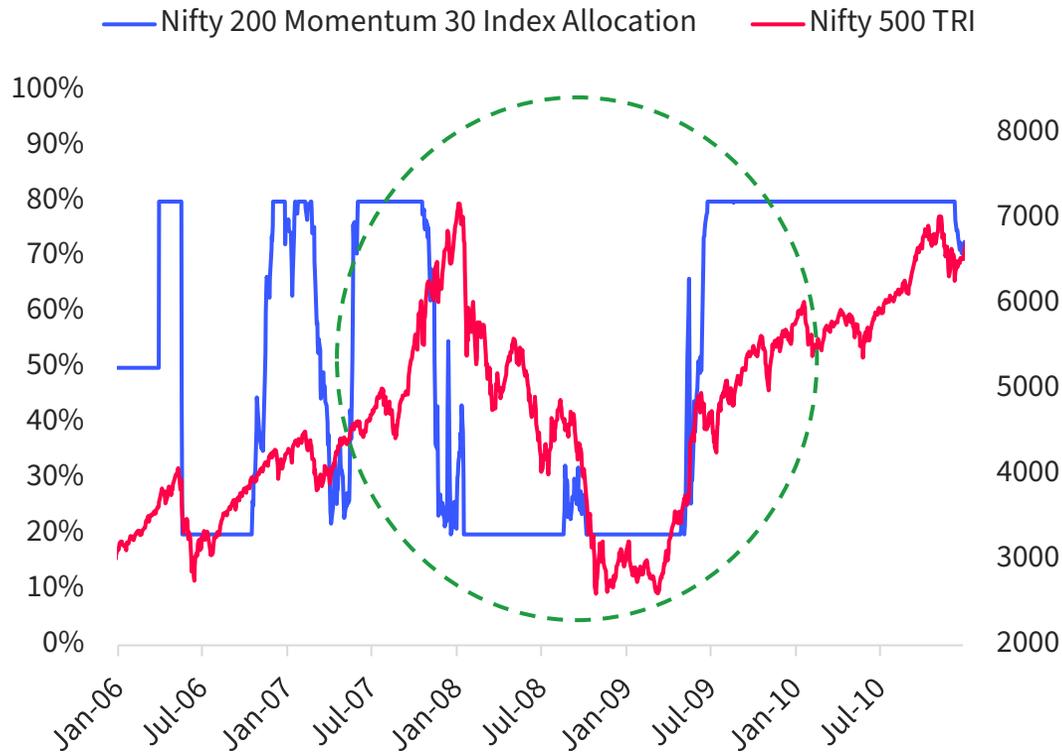
	Multi Factor Model Cost Adjusted	Nifty 50 TRI	Nifty 500 TRI
GFC (8 <sup>th</sup> Jan 2008 to 27 <sup>th</sup> Oct 2008)	-53%	-59%	-63%
Rising NPAs (31 <sup>st</sup> August 2018 to 25 <sup>th</sup> Oct 2018)	-13%	-13%	-15%
NBFC Crisis (23 <sup>rd</sup> Oct 2015 to 25 <sup>th</sup> Feb 2016)	-13%	-16%	-16%
Covid (19 <sup>th</sup> Feb 2020 to 23 <sup>rd</sup> Mar 2020)	-33%	-37%	-37%
Current Market Fall (26 <sup>th</sup> Sept 2024 to 28 <sup>th</sup> Feb 2025)	-20%	-15%	-19%

**^Since Inception of Model Data i.e., 1st April 2005 till 13<sup>th</sup> February 2026.** Source: KMAMC-Internal, NSE. Past performance may or may not sustain in future. All information contained is for illustration purpose only to show how the model functions. The model performance is derived based on back tested result considering various financial parameters. The actual model and the Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. Kotak Mahindra Asset Management Company Limited (KMAMC) is not guaranteeing or promising any returns/futuristic returns. The performance of the index shown does not in any manner indicate the performance of the Scheme. Drawdown refers to the difference between the highest point and the subsequent lowest point in an asset's price over a defined period.

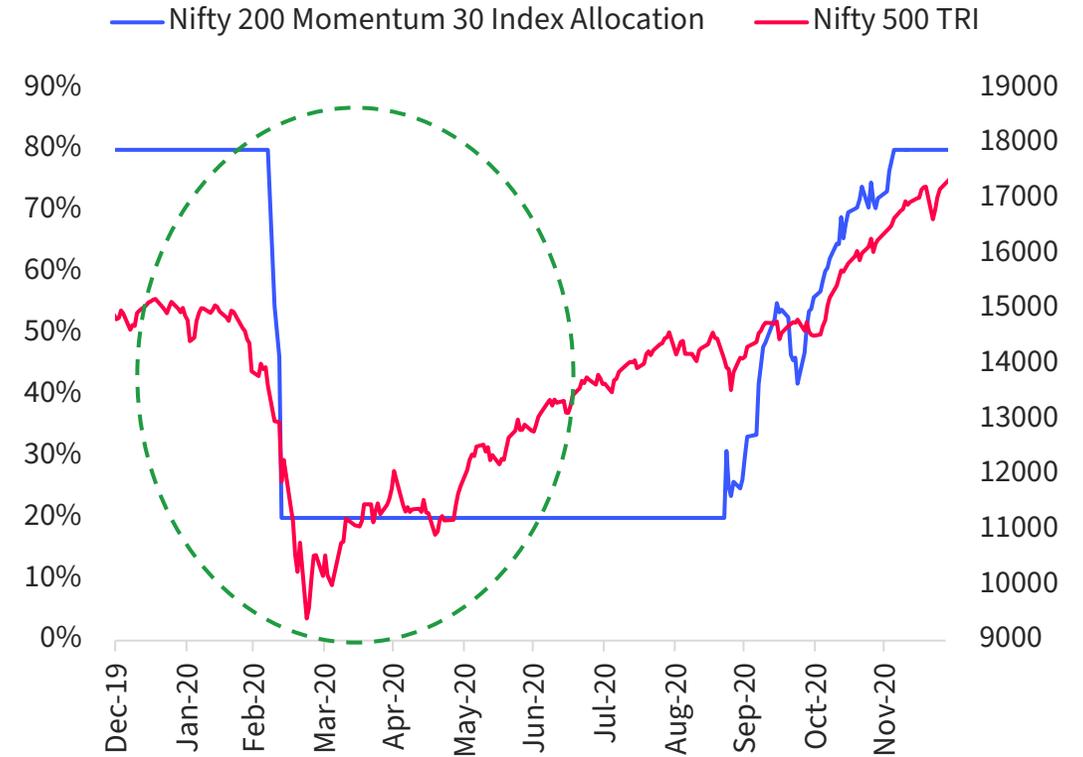
# The Model Has Shown Dynamism Across Various Instances

## Instances of allocation movement Of Nifty 200 Momentum 30 Index

**GFC 2007 - 2008**



**Covid 2019 - 2020**



**^Since Inception of Model Data i.e., 1<sup>st</sup> April 2005 till 13<sup>th</sup> February 2026.** Source: KMAMC-Internal, NSE. Past performance may or may not sustain in future. All information contained is for illustration purpose only to show how the model functions. The model performance is derived based on back tested result considering various financial parameters. The actual model and the Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. Kotak Mahindra Asset Management Company Limited (KMAMC) is not guaranteeing or promising any returns/futuristic returns. The performance of the index shown does not in any manner indicate the performance of the Scheme

# Why Fund Of Fund Structure?

## Individual Investing

Rebalancing would trigger taxable events, creating a tax drag that reduces overall returns

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Active monitoring needed

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No systematic model to guide allocation decisions

## Fund Of Fund Structure

Taxation only at the redemption of units of FoF

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No Hassle of adjusting the allocation to factors

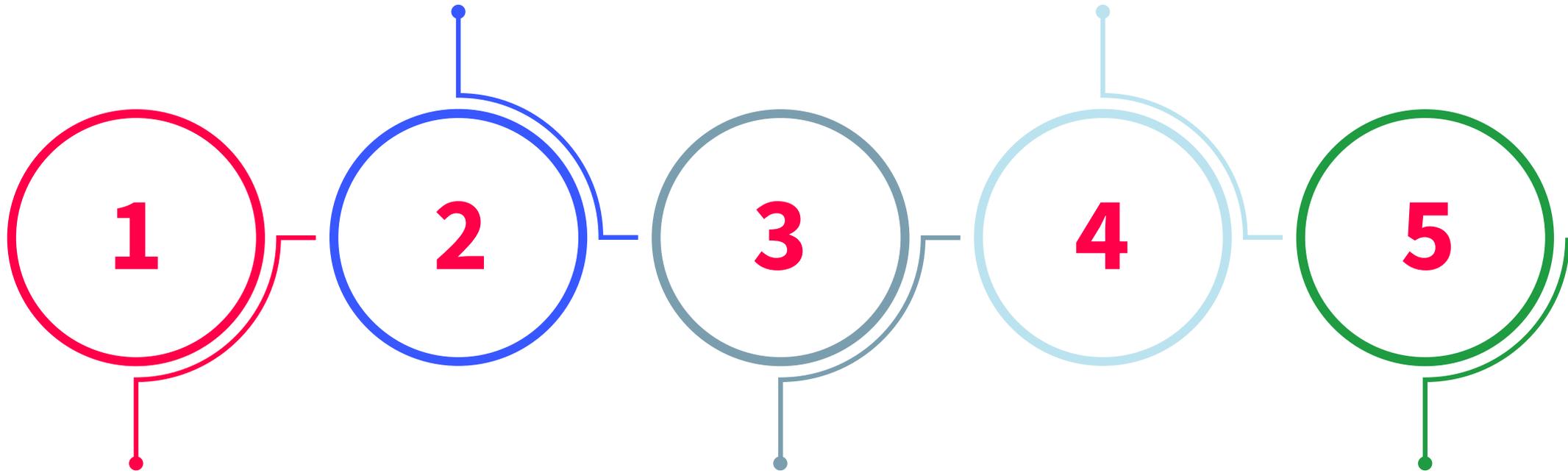
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Proprietary model to decide allocation

# Why Kotak Multi Factor Passive FoF?

**Manages Risk With Low Volatility  
and fund manager discretion**

**Benefit from timely review and rebalancing to  
capture market opportunities**



**Has Shown Better  
Performance Than Broad  
Based indices\***

**Follows a model-based  
framework for Selecting  
Factors**

**FoF Structure adds to  
tax efficiency**

\* Refer to slide 8 for detailed backtested performance of the inhouse model. Cost assumed is 0.7% TER on daily NAV; The cost may be higher or lower depending on prevailing regulations and actual expenses. For Indices, no cost is assumed. Source: KMAMC-Internal, Bloomberg, NSE. Past performance may or may not sustain in future. All information contained is for illustration purpose only to show how the model functions. The model performance is derived based on back tested result considering various financial parameters. The actual model and the Scheme portfolio shall be constructed based on the provisions in the Scheme Information Document. Kotak Mahindra Asset Management Company Limited (KMAMC) is not guaranteeing or promising any returns/futuristic returns.

# Who Should Invest In This Fund?



## **Factor Investing**

Investors looking to invest in smart beta strategies



## **Better Risk Management**

Better risk-adjusted returns compared to single-factor



## **Rules - Based Investing**

Model based disciplined allocation that adapts to various market phases



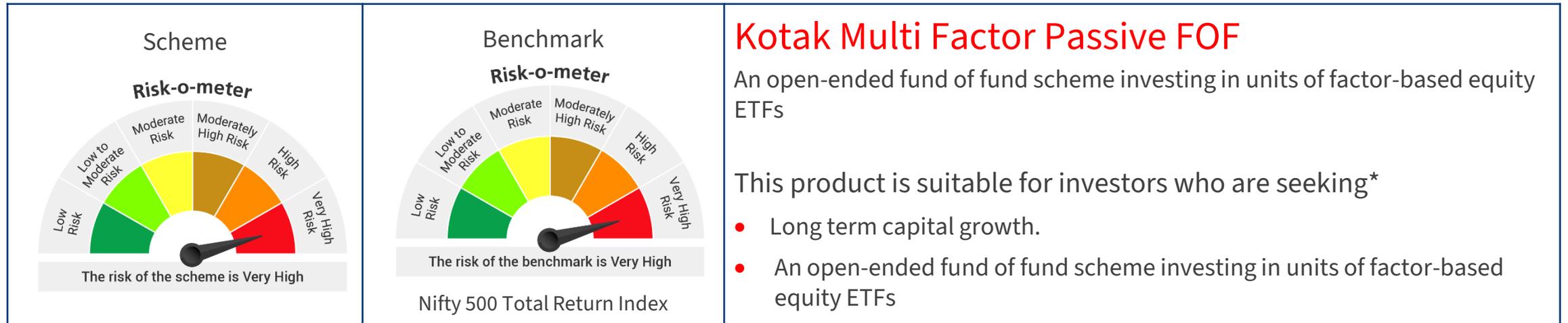
## Mr. Rohit Tandon

Fund Manager

- With Kotak Mahindra AMC since January 2024
- 21 years of industry experience including that in JP Morgan, Max Life Insurance, Reliance Nippon Life
- PGDM - IIM Bangalore and B.E.(Mechanical)
- Mr. Rohit Tandon manages the following schemes- Kotak Balanced Advantage Fund, Kotak Large Cap Fund, Kotak Quant Fund & Kotak Active Momentum Fund

# Key Features

<b>Fund Name</b>	Kotak Multi Factor Passive FOF
<b>Type of Fund</b>	An open-ended fund of fund scheme investing in units of factor-based equity ETFs
<b>Benchmark</b>	Nifty 500 Total Return Index
<b>Investment Objective</b>	To generate long-term capital appreciation from a portfolio created by investing in units of factor-based equity ETFs. However, there is no assurance that the investment objective of the scheme will be realized
<b>Fund Manager</b>	Mr. Rohit Tandon for Equity Mr. Abhishek Bisen for Debt Investment
<b>Minimum Application Amount During NFO</b>	Initial Purchase: Rs. 100/- and any amount thereafter SIP Purchase: Rs. 100/- and any amount thereafter
<b>Exit Load</b>	Nil
<b>Options</b>	Growth



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

(The product labelling assigned during the New Fund Offer is based on internal assessment of the Scheme Characteristics or model portfolio and the same may vary post NFO when actual investments are made)

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Thank You 

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