

NFO Alert: Bajaj Finserv AMC Launches Bajaj Finserv Healthcare Fund

Category: Business

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Bajaj Finserv AMC has launched its latest offering, the [Bajaj Finserv Healthcare Fund](#), which is available for subscription from 6th to 20th December 2024. This new fund is designed to capture the immense opportunities emerging in India's healthcare space, allowing investors to tap into the evolving megatrends while building wealth over the long term.



Bajaj Finserv Healthcare Fund

The health and wealth connection

As India's population grows and ages, the demand for healthcare services, products, and innovation is expected to

soar. In fact, the healthcare sector is set to become one of the largest contributors to the country's economy in the coming years. India's healthcare industry is poised for remarkable growth, driven by rising healthcare needs, increasing health awareness, government initiatives, and technological advancements. The Bajaj Finserv Healthcare Fund aims to capitalize on these trends and provide investors with a chance to benefit from the long-term wealth creation potential in this thriving sector.

Why invest in Bajaj Finserv Healthcare Fund

Low correlation with broader market

One of the primary benefits of investing in the healthcare sector is its low correlation with the broader market. Unlike traditional sectors like manufacturing or technology, the healthcare industry is less likely to be impacted by market fluctuations, making it suitable during periods of market volatility. This allows investors to diversify their portfolio while still capturing strong growth potential in a sector with resilient demand.

Riding the healthcare boom

The healthcare sector in India is undergoing a profound transformation. With improvements in medical technology, increasing access to healthcare services, and a rising middle class, the demand for healthcare-related products and services is expanding rapidly. The Bajaj Finserv Healthcare Fund is designed to leverage this healthcare boom, offering investors an opportunity to ride the wave of growth over the long term.

Targeting future profit pool companies

The fund's strategy focuses on identifying future profit pool companies in the healthcare space – companies that are poised to benefit from the growth and development of healthcare services, pharmaceuticals, biotechnology, medical devices, and wellness industries. By strategically investing in these companies, the fund aims to capture the future profit

potential within the sector.

Diversification opportunity

For investors looking to diversify their equity portfolios, the Bajaj Finserv Healthcare Fund offers an opportunity to gain exposure to the healthcare sector. Healthcare is a specialized sector, and by incorporating it into a diversified portfolio, investors can reduce their overall risk while potentially earning higher returns.

Investment philosophy and strategy of Bajaj Finserv Healthcare Fund

The Bajaj Finserv Healthcare Fund adopts a megatrend-focused investment approach, targeting transformative trends within India's healthcare landscape. By identifying emerging growth stories and the sectors that are set to revolutionize healthcare, the fund provides exposure to both current leaders and future innovators.

The fund follows the INQUBE investment philosophy, which blends the following key elements:

- **INformation edge:** Leveraging deep industry knowledge to identify high-potential companies within the healthcare space.
- **QUantitative edge:** Using data-driven analysis to assess the financial health and growth potential of companies.
- **BEhavioural edge:** Understanding market psychology and investor sentiment to make informed investment decisions.

This holistic approach ensures that the fund is positioned to deliver sustainable long-term growth while navigating the dynamic healthcare landscape in India.

The fund aims to capture opportunities in a diverse range of healthcare sub-sectors, including:

- **Pharmaceuticals and biotechnology:** With advancements in drug discovery, biotechnology, and personalized medicine, this sub-sector presents exciting growth potential.
- **Healthcare services and infrastructure:** As India's healthcare infrastructure expands to meet rising demand, healthcare services such as hospitals, diagnostic centres, and healthcare delivery systems are set to benefit.
- **Medical devices and technology:** The rapid adoption of healthcare technologies, including telemedicine, AI-driven diagnostics, and wearable health devices, creates a fertile ground for growth.
- **Wellness and health products:** The growing focus on health, fitness, and wellness products presents significant opportunities, especially in a post-pandemic world where consumers are more health-conscious than ever before.

By investing across these sub-sectors, the fund provides a comprehensive and diversified approach to capturing the potential growth of India's healthcare market.

Who should invest in Bajaj Finserv Healthcare Fund

The Bajaj Finserv Healthcare Fund is designed for a specific group of investors looking to take advantage of the growth prospects in the healthcare sector:

Investors with a higher risk appetite: Given the dynamic nature of the healthcare sector, this fund is suitable for investors who are willing to take on higher risks for reasonable returns in long term. The healthcare industry can be subject to regulatory changes, technological disruptions, and market cycles, so a higher risk tolerance is essential.

Long-term investors: Investors with a time horizon of 5+ years can benefit from this fund. They can consider starting a [Systematic Investment Plan](#) in this scheme. The healthcare sector's growth is expected to unfold over the long term, and investing with a long-term outlook increases the likelihood of capturing the full potential of this booming sector.

Investors looking to diversify their equity portfolio: If you are looking to add a healthcare allocation to your existing equity portfolio, The Bajaj Finserv Healthcare Fund offers a suitable opportunity. Diversifying into healthcare can balance the risk and reward profile of your overall investment portfolio, especially if you have exposure to more volatile or cyclical sectors.

Tactical Allocators: The Bajaj Finserv Healthcare Fund can also be suitable for investors who want to allocate a portion of their equity portfolio to a high-growth sector like healthcare. By targeting healthcare's megatrends, the fund allows investors to leverage sector-specific opportunities for tactical advantage.

Key Takeaways

With a strategic focus on megatrends, future profit pools, and diversification, the Bajaj Finserv Healthcare fund is positioned to capture the massive growth potential of India's healthcare sector. By following a disciplined investment approach, leveraging the INQUBE philosophy, and focusing on long-term wealth creation, BAJAJ FINSERV AMC aims to deliver sustainable returns to investors.

As India's healthcare sector continues to expand, the Bajaj Finserv Healthcare Fund offers an opportunity to get wealthier as the nation gets healthier.

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

