

AARTH NIVESH NEWSLETTER



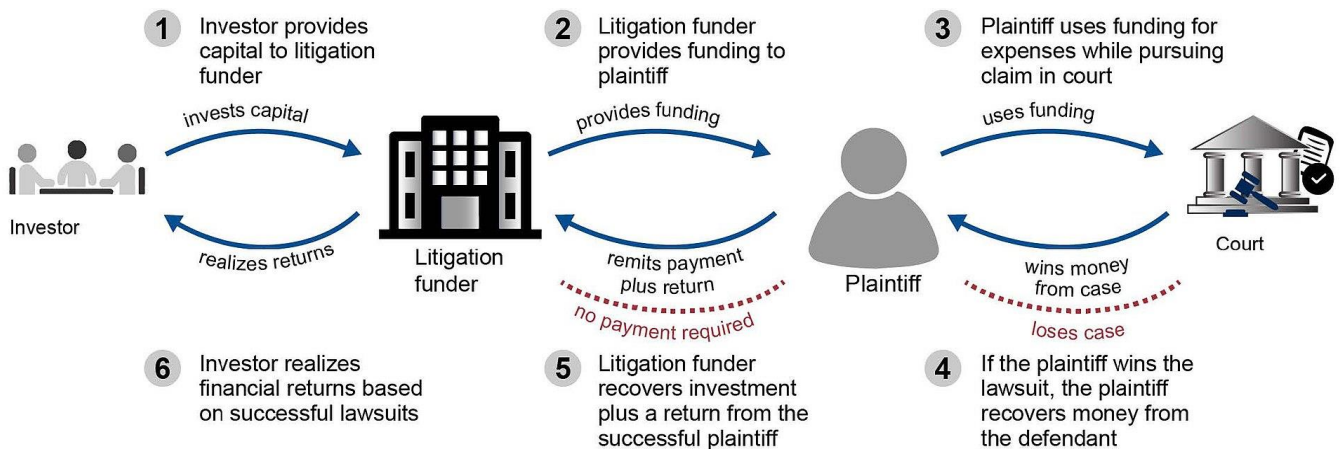
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INCOME TAX SECTION 80E

- Relates to a deduction for the repayment of Interest on Education Loan. The principal part does not qualify for tax benefits.
- 80E deduction can be claimed only if the education loan is taken from recognized financial institutions and charitable organizations and not from friends or relatives.
- Loans must be taken for higher education. It can be taken either by a taxpayer or their spouse or children.
- There is no cap on the amount to be deducted.
- The deduction for interest on loan starts from the year in which you start repaying the loan. It is available only for 8 years starting from the year in which you start repaying the loan or until the interest is fully repaid whichever is earlier.

Litigation Financing

- **Definition:** Litigation financing involves a third party providing financial support to a plaintiff in a lawsuit. plaintiff is a person who starts a legal action against somebody in a court of law.
- **Purpose:** Helps cover legal fees, court costs, and related expenses for legal proceedings.
- **Arrangement:** The financier receives a portion of the settlement or judgment if the case succeeds.
- **Beneficiaries:** Litigation financing allows individuals or companies with limited resources to pursue legal action without bearing the full financial burden, thereby potentially levelling the playing field in legal disputes.
- **Considerations:** Raises ethical and regulatory concerns about fairness and potential conflicts of interest.
- Litigation financing is fast gaining traction in India, with start-ups, law firms, companies and investors betting big on the emerging segment.
- Refer to the image attached below



Credit Cards

Credit cards are meant for people who are in a position, and have the intention, to repay the full amount in time. Banks securitise these Financial assets and sell them to Special Purpose Vehicles (SPVs) who in turn sell these to investors.

Why is it important?

- **Limited Market:** India's student credit card market is small due to parental financial support and a lack of part-time job culture.
- **Secured Options:** Banks offer limited student-specific credit cards, all of which are secured, requiring collateral like fixed deposits.

Term of the week

Santa's still in town, showering Wall Street with year-end cheer (and maybe a hint of FOMO)!

Santa Claus rally is the sustained increase in the stock market that occurs around the Christmas holiday on Dec. 25. Most estimate these rallies happen in the week leading up to the Christmas holiday, while others see trends that begin Christmas Day through Jan. 2.

FUND ANALYSIS – ICICI Prudential Bluechip Fund Direct-Growth

Key Highlights :

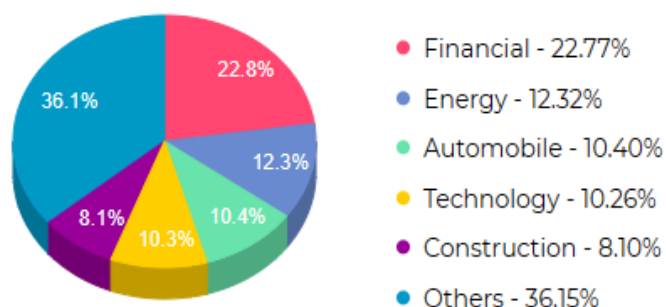
Fund Size – Rs. 44,425.37 Cr

Net Asset Value (NAV) – ₹ 96.25

Expense Ratio – 0.94%

Investment Objective - The scheme seeks to generate long term capital appreciation and income distribution to investors from a portfolio that is predominantly invested in equity and equity related securities of large cap companies.

Sector Allocation



Key Holdings –

- ICICI Bank - 8.53 %
- Larsen & Toubro - 7.4 %
- Reliance Industries - 6.38 %
- Infosys - 5.49 %
- Nifty 50 - 4.88 %
- Axis Bank – 4.82 %
- HDFC Bank – 4.72 %

Power of SIP

A SIP of 5,000 per month in the fund for 5 Years :

Invested	---	3,00,000
Fund Return	---	5,16,187 (17.63% pa.)
FD Return	---	4,20,282(6.8% pa.)