

What Are Mutual Funds And Why Should You Care About Them?

The Mutual Funds Roller Coaster Ride.

A **pool of money** is gathered from people with **similar financial objectives**.



It is invested in equities, bonds, money market instruments and/or any other securities as per asset allocation of scheme.

Professional fund managers invest your money strategically and **aim to provide you with potential returns**.



Mutual Funds are essentially of 3 kinds: Equity Funds, Debt Funds and Hybrid Funds.

Equity Funds invest mostly in the stocks of various companies and **aim to generate returns**.



Debt Funds aim to provide you with interest and income resulting in **capital appreciation**.

Hybrid Funds offer you the **benefit of diversification** as it spreads your investment across a **portfolio consisting of multiple asset classes**.



All the 3 types of Mutual Funds don't just save your money but **aim to grow it too, by the rule of compounding**.

The **benefits of Mutual Funds** are plenty. Some of them are - Diversification of investments, liquidity, Fund managers' expertise, etc.



So why should you care about Mutual Funds?

Because they **aim to help you become financially independent**.

Ready To Invest?