



Why NRIs Should Investment In India

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If Investment is made in Fixed Income Instrument in USA



THE SAFETY POINT

BANK OF AMERICA

Rate of Return in USA's Bank Term Deposits: 0.2%

Certificate of Deposit (CD) Accounts

	Featured CD account	Standard Term CD account
	Get started	Get started
Minimum opening deposit	\$10,000	\$1,000
Term	Choose from multiple options: 7 month to 37 month See available terms and rates	Choose any term: 28 days to 10 years See available terms and rates
Annual percentage yield (APY)	0.20-0.20% ¹ depending on balance and term	0.03-0.15% ² depending on balance and term

CHASE

Open a Chase Certificate of Deposit

You must be an existing Chase checking customer to open online.

[Open a CD account](#)

[See rates and terms to fit your needs >](#)

CD TERM	\$0 - \$9,999.99	\$10K - \$24,999.99	\$25K - \$49,999.99	\$50K - \$99,999.99	\$100K - \$249,999.99	\$250K+
CD TERM	\$0 - \$9,999.99	\$10K - \$24,999.99	\$25K - \$49,999.99	\$50K - \$99,999.99	\$100K - \$249,999.99	\$250K+
1-Month	0.02%	0.02%	0.02%	0.02%	0.02%	0.02%
2-Month	0.02%	0.02%	0.02%	0.02%	0.02%	0.02%
3-Month	0.02%	0.02%	0.02%	0.02%	0.02%	0.02%
6-Month	0.10%	0.20%	0.20%	0.20%	0.20%	0.20%
9-Month	0.10%	0.20%	0.20%	0.20%	0.20%	0.20%
12-Month	0.02%	0.02%	0.02%	0.02%	0.05%	0.05%

Taxation on Returns

Average Income Tax Rate in USA: 30%#

NRI has to pay tax on returns from Debt market in USA as per prevailing Person Income Tax Rates as per below table for the year 2020, average rate of income tax is considered at 30% for calculation:



The table below shows the tax bracket/rate for each income level:

Tax Bracket/Rate	Single	Married Filing Jointly	Head of Household
10%	\$0 - \$9,700	\$0 - \$19,400	\$0 - \$13,850
12%	\$9,701 - \$39,475	\$19,401 - \$78,950	\$13,851 - \$52,850
22%	\$39,476 - \$84,200	\$78,951 - \$168,400	\$52,851 - \$84,200
24%	\$84,201 - \$160,725	\$168,401 - \$321,450	\$84,201 - \$160,700
32%	\$160,726 - \$204,100	\$321,451 - \$408,200	\$160,701 - \$204,100
35%	\$204,101 - \$510,300	\$408,201 - \$612,350	\$204,101 - \$510,300
37%	\$510,301+	\$612,351+	\$510,301+

Source: <https://thecollegeinvestor.com/21804/federal-tax-brackets/>



THE SAFETY POINT

**USD to
INR
Fluctuation
(20 Year
Data
Analysis)
Avg: 2.8%**

Year	USD to INR	Year On Year (%)
2000	44.94	4
2001	47.19	5
2002	48.61	3
2003	46.58	-4
2004	45.32	-3
2005	44.1	-3
2006	45.31	3
2007	41.35	-9
2008	43.51	5
2009	48.41	11
2010	45.73	-6
2011	46.67	2
2012	53.44	15
2013	56.57	6
2014	62.33	10
2015	62.97	1
2016	66.46	6
2017	67.79	2
2018	70.09	3
2019	70.39	0
2020	75.8	8
		2.81%

The Gain

SUMMARY	USA	INDIA
Rate of Return	0.20%	6%-12%
Income Tax Rate	30%	0 (Under DTAA)
Post Tax Return	0.14%	6%-12%
Currency Fluctuation	0	2.8%
Net Rate of Return	0.14%	3.2% - 9.2%

Gain in Inda	Tax on Returns In India	Regular Tax in US	Tax Under DTAA	Net Gain Under DTAA
3.2% - 9.2%	0	30%	10%	20%

DTAA between

India



&

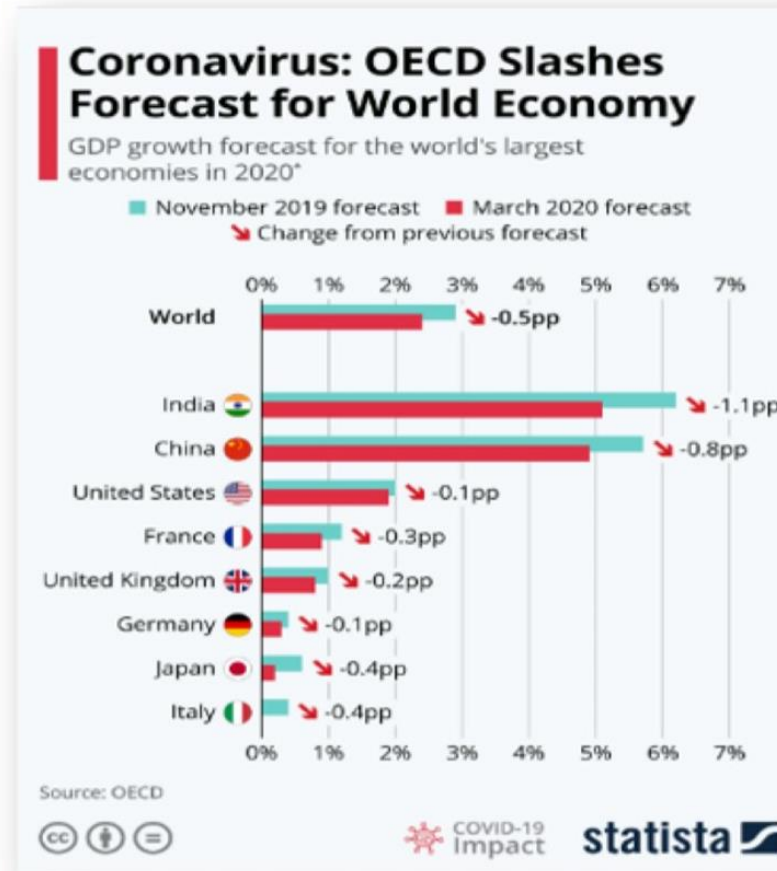
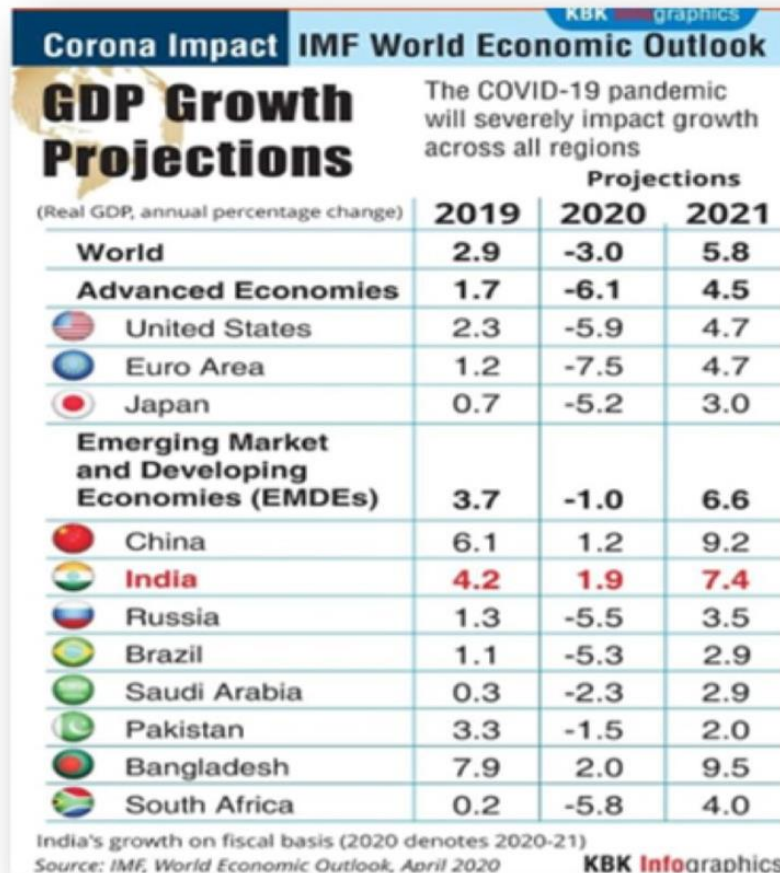


What is Double Taxation Avoidance Agreement (DTAA)

- A DTAA is a tax treaty signed between two or more countries to help investors avoid Double Taxation. The key objective is that tax-payers in these countries can avoid being taxed twice for the same income. A DTAA or Double Tax Avoidance Agreement applies in cases where a taxpayer resides in one country and earns income in another.
- India has the Double Tax Avoidance Agreement or DTAA agreement with more than 89 countries which includes Australia, Canada, Germany, Mauritius, Singapore, UAE, the UK, and the US.
(<https://www.incometaxindia.gov.in/pages/international-taxation/dtaa.aspx>)
- The rules are different for each country & respective treaty. For eg, the tax treaty with Mauritius has zero tax on equities capital gains, but the US imposes capital gains on such investments.
- It Offer concessions in the tax rate. In many countries' DTAA, the rate is 10% or 15%.
- DTAA can be comprehensive in nature like covering all aspects of income. It can be limited in nature, only with the scope of addressing income related to inheritance, shipping etc.

WHY INVEST IN INDIA?

1 Higher GDP Growth prediction than other developed countries



WHY INVEST IN INDIA?

2

Positive outlook ahead as more foreign companies to invest in India

Telangana Today
Thursday, May 07, 2020

Home > Business > Can India be the next China in manufacturing?

Can India be the next China in manufacturing?

Though not impossible, experts say scale, infrastructure, investment and ecosystem need to be built first to overcome competition and attract opportunities

By Y's Phani Raj | Published: 7th May 2020 12:01 am | Updated: 08 May 2020 12:01 pm



THE TIMES OF INDIA
BUSINESS

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Covid-19: India looks to lure more than 1,000 US companies out of China

Bloomberg | Updated May 7, 2020, 10:37 IST



NEW DELHI: India is seeking to lure US businesses, including medical devices giant Abbott Laboratories, to relocate from China as President Donald Trump's administration steps

Coronavirus Advisory Business Standard Business Standard PODCAST

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India offers land twice Luxembourg's size to companies leaving China

Land has been one of the biggest impediments for companies looking to invest in India, with the plans of Saudi Aramco to Posco frustrated by delays in acquisition

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Waking up 'sleeping giant': PM Modi urges India's states to woo global cos leaving China

By Samrat Sharma | Published: April 28, 2020 2:00:00 PM

Narendra Modi has asked Chief Ministers to prepare well to attract investments from the global companies as they might want to exit China.

WHY INVEST IN INDIA?

3 Indian Equity market has outperformed world equity market in past

Past 15 years

Date	BSE Sensex	FTSE 100	NYSC Composite	Nikkei 225	Dow Jones	Hang Seng	Straits Times
Jan' 2005	6626	4814	7250	11458	10784	14216	2065
Dec' 2019	41254	7542	13913	23771	28538	28190	3223
Annualized return	12.96%	3.04%	4.44%	4.98%	6.70%	4.67%	3.01%

Past 20 years

Date	BSE Sensex	FTSE 100	NYSC Composite	Nikkei 225	Dow Jones	Hang Seng	Straits Times
Jan' 2000	5210	6930	6762	18937	11502	17058	2502
Dec' 2019	41254	7542	13913	23771	28538	28190	3223
Annualized return	10.89%	0.42%	3.67%	1.14%	4.65%	2.54%	1.27%

WHY INVEST IN INDIA?

4 Higher interest rates in India at present than other countries

India	USA	UK	UAE	Australia	New Zealand	Singapore	China
6.00%	0.20%	0.70%	1.40%	1.00%	1.85%	0.90%	2.75%

**If Invested in an
instrument which gives
Guaranteed Return like
Insurance**

Use Case I

- **Investment Amount - \$20,000**
- **Investment Period 5 years**
- **Interest 12%**
- **Market Linked Investment**

Year	Deposits	Interest	Total Deposits	Total Interest	Balance
0	\$20,000.00	--	\$20,000.00	--	\$20,000.00
1	\$20,000.00	\$2,400.00	\$40,000.00	\$2,400.00	\$42,400.00
2	\$20,000.00	\$5,088.00	\$60,000.00	\$7,488.00	\$67,488.00
3	\$20,000.00	\$8,098.56	\$80,000.00	\$15,586.56	\$95,586.56
4	\$20,000.00	\$11,470.39	\$100,000.00	\$27,056.95	\$127,056.95
5	\$20,000.00	\$15,246.83	\$120,000.00	\$42,303.78	\$162,303.78

Additional contributions applied at the end of each period, following compounding.

Calculation Projection

Future investment value

\$162,303.78

Total interest earned

\$42,303.78

Initial balance

\$20,000.00

Total additional deposits

\$100,000.00

Effective Annual Rate (APY)

12% 

**If Invested in an
instrument which gives
Guaranteed Return like
Insurance**

Use Case II

- **Investment Amount - \$50,000**
- **Investment Period 5 years**
- **Interest 12%**
- **Market Linked Investment**

Year	Deposits	Interest	Total Deposits	Total Interest	Balance
0	\$50,000.00	--	\$50,000.00	--	\$50,000.00
1	\$50,000.00	\$12,000.00	\$100,000.00	\$12,000.00	\$112,000.00
2	\$50,000.00	\$19,440.00	\$150,000.00	\$31,440.00	\$181,440.00
3	\$50,000.00	\$27,772.80	\$200,000.00	\$59,212.80	\$259,212.80
4	\$50,000.00	\$37,105.54	\$250,000.00	\$96,318.34	\$346,318.34
5	\$50,000.00	\$47,558.20	\$300,000.00	\$143,876.54	\$443,876.54

Calculation Projection

Future investment value

\$443,876.54

Total interest earned

\$143,876.54

Initial balance

\$50,000.00

Total additional deposits

\$250,000.00

Effective Annual Rate (APY)

12% 

Fund At a Glance as on Mar 21'

- Investment and Insurance Benefits Under a Single Plan
- Switch Between Different Fund Options
- Future Investment can be redirected to available funds
- **Partial Withdrawals available without any charge**
- Loyalty additions in each investment year

High Growth Fund

(SFIN: ULIF01311/02/08LIFEHIGHGR104)

Investment Group: Equity



Risk Profile | Very High

Fund Returns

21.25%

Benchmark* Returns

13.12%

*(Nifty MidCap Free Float 100%)

Nature of Fund

An open ended equity multicap fund with focus on midcaps

Investment Strategy

The fund is a multi-cap fund with a focus on mid cap equities, where predominant investments are equities of companies with high growth potential in the long term (to target high growth in capital value assets). At least 70% of the Fund corpus is invested in equities at all times. However, the remaining is invested in government securities, corporate bonds and money market instruments; hence the risk involved is relatively higher.

Growth Super Fund

(SFIN: ULIF01108/02/07LIFEGRWSUP104)

Investment Group: Equity



Risk Profile | High

Fund Returns

16.79%

Benchmark* Returns

16.21%

*(NSE Nifty 100%)

Nature of Fund

An open ended equity fund with focus on large caps

Investment Strategy

This is primarily an equity oriented fund. At least 70% of the Fund corpus is invested in equities at all times. The remaining is invested in debt instruments across Government, corporate and money market papers.

Fund Performance as on Mar 21'

MAX LIFE UL LIFE GROWTH SUPER FUND

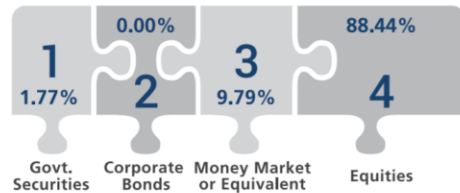
Segregated Fund Identification Number (SFIN):- ULIF01108/02/07LIFEGRWSUP104 As on 31st March, 2021

Fund Objective: Growth Super Fund is primarily equity oriented by ensuring at least 70% of the Fund corpus is invested in equities at all times. The remaining is invested in debt instruments across Government, corporate and money market papers.

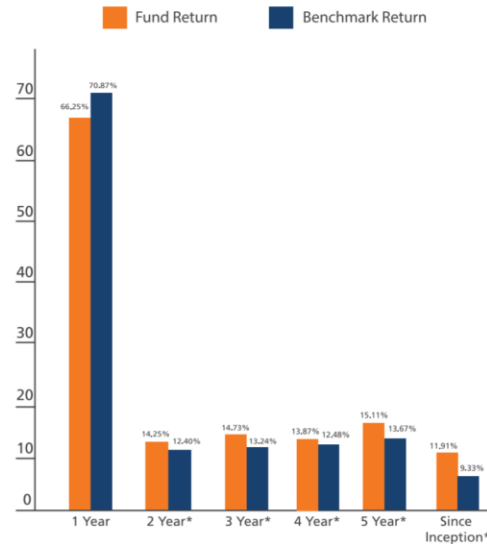
AUM	₹ in Crore	% of AUM
Debt in Portfolio**	979.7	11.56%
Equity in Portfolio	7,497.6	88.44%
Total	8,477.3	100.00%
NAV (p.u.)		47.7116
Inception Date:		21-May-07

Fund Managers: Equity - Saurabh Katariya & Rohit Tandon; Fixed Income - Naresh Kumar
 Benchmark - NSE Nifty 100%
 ** Debt includes Govt. Bonds and Corporate Securities

Asset Allocation



Fund Performance vs Benchmark



Total 100.00%

Asset Type	Asset Range
1. Govt. Securities	0 - 20%
2. Corporate Bond	0 - 20%
3. Money Market OR Equivalent	0 - 30%
4. Equities	70 - 100%

*Benchmark for fund has been changed from November 2018 onwards

Top 5 Industry in the Fund

Industry Name	Fund %
FINANCIAL AND INSURANCE ACTIVITIES	14.77%
COMPUTER PROGRAMMING, CONSULTANCY AND RELATED ACTIVITIES	14.02%
MUTUAL FUND	11.42%
CENTRAL & STATE GOVERNMENT	10.96%
MFG OF CHEMICALS AND CHEMICAL PRODUCTS	10.20%

Debt Rating Profile



Risk Profile of the Fund

Modified Duration	0.0085
BETA	0.8250

Time Horizon

*(Returns more than 1 year are #CAGR)

Top 5 Govt. Securities in the Fund

Security Name	Fund %
7.80 GOI 11 APR 2021	1.77%
Total	1.77%

Top 5 Corporate Bonds in Fund

Security Name	Fund %
NIL	NA
Total	0%

Top 5 Equities in the Fund

Security Name	Fund %
INFOSYS LIMITED	7.53%
RELIANCE INDUSTRIES LIMITED	6.83%
HOUSING DEVELOPMENT FINANCE CORP BANK	5.51%
TATA CONSULTANCY SERVICES LIMITED	4.16%
OTHERS	64.41%
Total	88.44%

Money Market OR Equivalent 9.79%

Grand Total 100.00%



Unique Proposition for Investment

- Investment can be done from their country of residence
-
- Easy and Well Assisted Documentation
 - Investment can be done in any standard Foreign Currency
 - No GST Charged on premiums if investment done in Insurance tools and payments made either directly through SWIFT or through NRE/FCNR A/C
 - Maturity Amount or Return on Investment Fully Repatriable with No charges to the investor



THE SAFETY POINT

Thank You!