

Sohum India Opportunities Fund



Category III Alternative Investment Fund

Investment Manager - Sohum Asset Managers Pvt Ltd

Inception Date : 20/05/2022

Investment Objective

To provide superior risk adjusted return over longer time frames and across market cycles. Portfolio construction is underpinned on "Growth at a Reasonable Price" (GARP) strategy.

About Sohum

SOHUM AM has a strong and passionate research team of seven members who are ethical in conduct & work cohesively towards the single objective of creating alpha over benchmark in the long term.

Portfolio Statistics

| As on 30/06/2023 | Nifty 50 - 19189 | Portfolio |
|----------------------|------------------|-----------|
| EPS Growth [FY22/25] | | |
| CAGR (%) | 13.4% | 22.0% |
| P/E [FY23] | 23.9x | 19.5x |
| P/E [FY24] | 20.9x | 16.6x |
| P/E [FY25] | 17.9x | 14.2x |
| P/B [FY24] | 3.11 | 2.40 |
| ROE | 15.3% | 16.1% |

Portfolio Beta - 1.03 Active Ratio - 27.3%
Weighted Avg Mkt Cap of Portfolio Rs.3,614 Billions (30/06/23)
Nifty EPS of 810(FY23),950(FY24),1070(FY25)

Portfolio - Sector wise

| Sector Weights | Weight in Benchmark | Actual Weight in Fund | OW /UW |
|--------------------------------------|---------------------|-----------------------|--------|
| Telecom | 2.50% | 4.60% | 2.10% |
| Banks | 27.80% | 31.30% | 3.50% |
| Construction Materials | 3.00% | 4.80% | 1.80% |
| Transportation | 0.80% | 2.80% | 2.00% |
| Real Estate | 0.00% | 2.90% | 2.90% |
| Diversified Financials | 9.60% | 13.60% | 4.00% |
| Capital Goods | 3.30% | 6.90% | 3.60% |
| Automobiles & Components | 6.00% | 8.00% | 2.00% |
| Electric Utilities | 2.10% | 3.10% | 1.00% |
| Retailing | 1.50% | 1.70% | 0.20% |
| Insurance | 1.50% | 0.00% | -1.50% |
| Commodity Chemicals | 2.10% | 0.00% | -2.10% |
| Consumer Staples | 9.10% | 2.30% | -6.80% |
| Fertilizers & Agricultural Chemicals | 0.40% | 0.00% | -0.40% |
| Healthcare | 0.70% | 0.00% | -0.70% |
| IT Services | 12.20% | 5.30% | -6.90% |
| Metals & Mining | 2.60% | 1.20% | -1.40% |
| Oil, Gas and Consumable Fuels | 11.60% | 5.00% | -6.60% |
| Pharma | 3.20% | 3.00% | -0.20% |
| Cash | 0.00% | 3.50% | 3.50% |
| Total | 100.00% | 100.00% | |

Fund Manager

Mr Sanjay Parekh

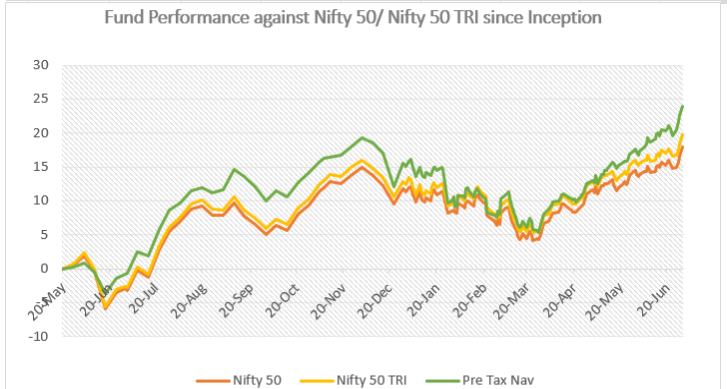
Net Assets [Pre Tax]: INR 1754 Mn.

Fund Benchmark

Nifty 50 TRI Index

Pre Tax NAV(30/06/23): 12.40

Fund Performance



| | Portfolio (Pre tax NAV) * | Nifty 50 TRI | Nifty 50 |
|-----------------------------|---------------------------|--------------|----------|
| As on Inception 20/05/22 | 10 | 23426 | 16266 |
| As on 30/06/23 | 12.40 | 28060 | 19189 |
| Returns % (Since Inception) | 24.00% | 19.78% | 17.97% |

* Pre-Tax Post Expenses NAV for Direct Option

The Product - Sohum India Opportunities Fund

A long only fund with atleast 65-70% holding in Large Cap Stocks, 10-30% in Mid & Small Cap Stocks. **Currently, we are holding 73.3% in Large Cap, 12.2% in Mid Cap, 11.0% Small Cap and 3.5% Cash in our portfolio.** A bottoms-up approach with clear view on markets, sectoral allocations and on businesses that offer fairly strong runway for growth, have a fortified balance sheet and which are available at valuations that we consider are below their fair value. [Total Portfolio Holdings : 34]

Research Process

OUR STRENGTH :

1. Focussed Universe
2. In depth research
3. Strong Domain Expertise
4. Agility and Speed in action
5. Cohesive effort of Investment Team to create alpha.

Risk Framework of the portfolio

- No large-cap stock to exceed 10% of investible funds.
- No mid/small-cap stock to exceed 3% of AUM (at cost)
- Fund would have atleast 50% of combined weight of Top 10 Nifty stocks
- Liquidity of portfolio to be high, Active ratio to be < 50%
- Cash levels at 0-10%. In case of froth in market, can go to 15%

Management Filtering

- Management: Its an art more than science and hence experience gained over years will be utilised to filter the management quality. Key monitoring to be done around management stake, return ratios, capital allocation track-record, attitude towards minority shareholders, use of leverage, HR practises along with extensive channel checks.