

A multi asset portfolio investing primarily in Debt, Equity and alternates through a PMS route that aims to provide absolute positive returns.

### Features

#### Ticket Size:

Minimum Rs. 25 Lacs

#### Instruments :

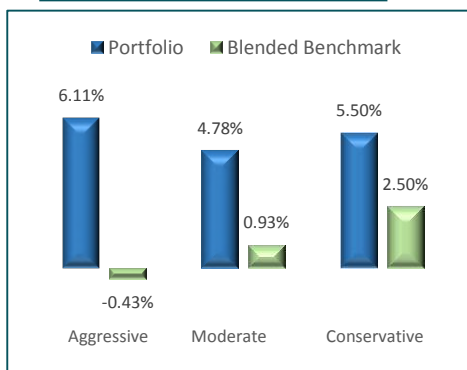
Mutual Funds, ETFs, Fixed Income Instruments like Bonds and Non Convertible Debentures, Direct Equity

### Investment Objective

Aquila PMS is a carefully designed multi asset portfolio which aims to provide positive absolute positive returns by active management of the portfolio. The strategy provides three variants with different allocations to debt, equity and alternates to suit clients across risk profiles. The portfolio is reviewed and rebalanced regularly to maintain the asset allocation.

### Portfolio Performance(as on 31<sup>st</sup> Dec, 2016)

#### Annualised Return since Inception



Portfolios	3 Months (Absolute)
Aggressive	1.08%
Benchmark	-0.42%
Moderate	1.12%
Benchmark	0.01%
Conservative	1.23%
Benchmark	0.47%
Absolute Return Benchmark	1.5%

\*Portfolio performance indicated here is based on in-house testing of the portfolio. The portfolio has been offered on the PMS platform since 10<sup>th</sup> Aug 2016.

\*\*The Market Return Benchmark is based on BSE 200, Crisil Composite Bond Fund index, IBJA rates for gold and S&P BSE India Corporate Bond Index for High Yield Debt are taken in the same proportion as the asset allocation of that variant

### Variants

	Equity	Debt	Alternates
Conservative	42%	40%	18%
Moderate	52%	30%	18%
Aggressive	62%	16%	22%

The Equity market has improved in January with BSE 200 going up by 5.4% as compared to December, 2016. The debt market has also shown some positive growth, giving return of 1% in the month as measured by Crisil Composite Bond Index. Gold value has also grown, with Gold Price increasing by nearly 3.8% in the month.

The volatility in equity market remains, but there has been growth towards the end of last month, which was primarily due to the current budget as on 1<sup>st</sup> week of Feb 2017. The debt market has remained less volatile and volatility now depends upon the policy announcement of the RBI just after the budget. In the debt market all types of funds have shown similar performance. Going forward the fall in interest rate is not expected to be as steep as the last one and half year and hence our allocation to credit funds will remain on the higher side.

The Aggressive Portfolio, due to its concentration in equity has rallied the most. All other Portfolios have shown better performance as compared to past months.

Currently the alternates part of the portfolio is invested in high yield debt and gold. Going forward, there will be some allocation towards mid yield debt which includes corporate bonds, bank perpetuals, micro finance structures etc. While the overall allocation to alternates will remain the same, the allocation between various sub-categories will be altered to sufficiently diversify.

#### Asset Class

#### Benchmarks

Equity	BSE 200
Debt	Crisil Composite Fund Index
Gold	India Bullion & Jewellers Association Rates
High Yield Debt	S&P BSE India Corporate Bond Index
Absolute Return	SBI Fixed deposit rate

### Aquila Portfolio Details (31<sup>st</sup> Jan 2017)

#### Aquila Debt Portfolio Details

	Aggressive	Moderate	Conservative
Average Maturity(Yrs)	4.78	9.69	8.25
Credit-wise Debt Allocation in Aquila			
	Aggressive	Moderate	Conservative
Sovereign	7.20%	14.84%	13.28%
AAA	9.45%	8.43%	9.45%
AA+ / AA / AA-	6.75%	8.85%	12.61%
A+ / A / A-	1.61%	1.73%	3.28%
Others	4.99%	4.15%	4.38%

#### Aquila Equity Details

	Aggressive	Moderate	Conservative
Large Cap	19.11%	19.66%	15.91%
Mid Cap	8.77%	5.88%	4.64%
Small Cap	4.93%	2.68%	2.02%
Others	2.19%	1.79%	1.43%

#### Aquila Alternate Portfolio Details

	Aggressive	Moderate	Conservative
High Yield Debt	15.00%	10.00%	10.00%
Gold	7.00%	7.00%	8.00%