

Aquila PMS

(FOR PRIVATE CIRCULATION ONLY)

Jun 2017

As on 31st May, 2017



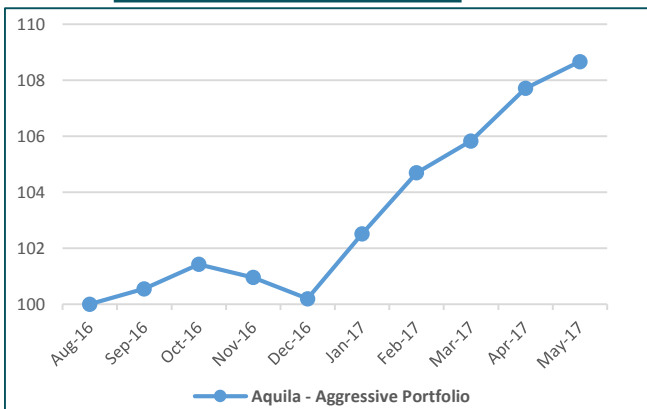
A multi asset portfolio investing primarily in Debt, Equity and alternates through a PMS route that aims to provide absolute positive returns.

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 31st May, 2017)

NAV movement since Inception



Portfolios	Average Monthly Return**	Volatility**	Sharpe**	Max-drawdown
Aggressive	11.79%	3.47%	1.67	-1.21%
Moderate	9.12%	3.04%	1.03	-1.21%
Conservative	8.92%	2.63%	1.11	-1.06%
Nifty-50 Index	13.43%	10.02%	0.74	-6.83%

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

** All figures are annualized. Risk free rate is assumed at 6.00%

Features

Ticket Size:
Minimum Rs. 25 Lacs

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

Variants

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

The equity market has gone up by above 2% in the month of May 2017 as compared to March 2017. The large-cap stocks has gone up by 3.46%. The mid-cap and small-cap have gone down by 1% as compared to last month. The debt market has shown a good growth of around 1.3%. The value of gold has gone down by 0.3% in the month of May 2017. Hence, only large cap and debt market has shown positive growth in May 2017.

The Aggressive Portfolio, due to its concentration in equity has rallied the most. The other two Portfolios have shown a similar performance in April 2017. In the month of march we have exit our allocation in dynamic bond fund. 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.

Currently the alternates part of the portfolio is invested in international equity mutual fund, mid yield debt, high yield debt and gold. The mid yield allocation 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.

Aquila Portfolio Details (31st May, 2017)

Aquila Debt Portfolio Details

	Aggressive	Moderate	Conservative
Average Maturity(Yrs)	2.85	2.85	2.97

Aquila Equity Details

	Aggressive	Moderate	Conservative
Large Cap	34.6%	30.1%	25.5%
Mid Cap	9.9%	7.0%	5.6%
Small Cap	5.4%	3.0%	2.3%
Others (Cash & Liquid)	2.2%	2.0%	1.6%
International Equity	10.0%	10.0%	7.0%

Credit-wise Debt Allocation in Aquila

	Aggressive	Moderate	Conservative
Sovereign	0.0%	0.0%	0.0%
AAA	1.7%	1.7%	3.3%
AA / A	6.2%	6.2%	11.8%
Others (Cash & Liquid)	1.1%	1.1%	2.0%
Arbitrage	3.0%	9.0%	13.0%
Mid Yield Debt	4.0%	12.0%	10.0%

Aquila Alternate Portfolio Details

	Aggressive	Moderate	Conservative
High Yield Debt	15.0%	10.0%	10.0%
Gold	7.0%	8.0%	8.0%