

# ASK Domestic Resurgence Portfolio

## Factsheet - May 2024

Public

**ASK** Investment Managers

**Investment Approach Objective:** To build a portfolio of around 25 businesses representing quality and superior long-term compounding Potential.

### Top 10 Holdings (%)

Polycab India Ltd	7.3
Bharat Dynamics Ltd	6.3
KEI Industries Ltd	5.8
APL Apollo Tubes Ltd	5.0
Cholamandalam Investment & Finance Co. Ltd	4.8
Patanjali Foods Limited	4.7
Varun Beverages Ltd	4.6
Bajaj Finance Ltd	4.6
Bharti Airtel Ltd	4.6
REC Ltd	4.1

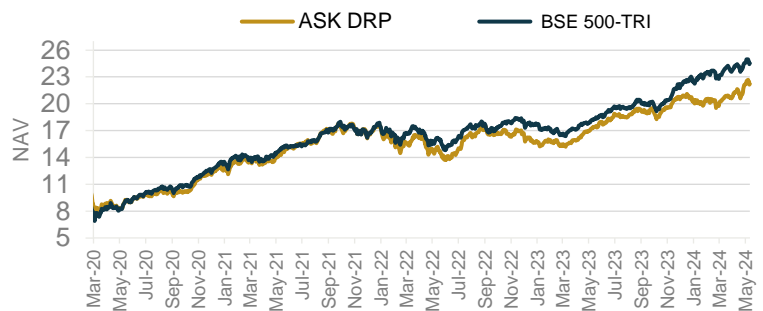
### Top Sector Weights (%)

Engineering	13.8
NBFC	13.5
FMCG	9.4
Oil & Gas	7.4
Consumer Durables	7.3
Telecom	6.0
Industrial consumables	5.8
Pipes	5.0

### ASK DRP Portfolio Metrics

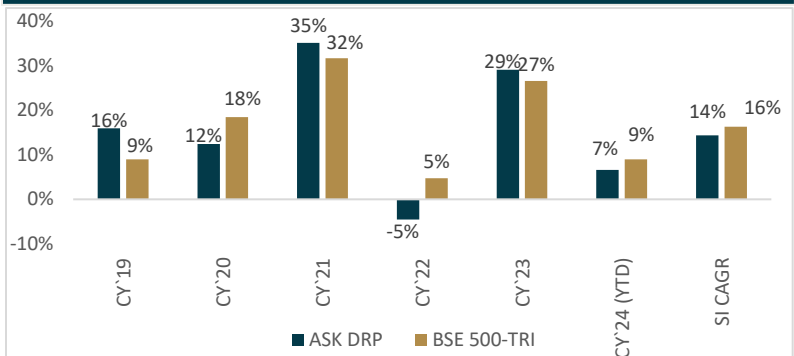
Total Assets under Management & Advisory in Rs. Crs.	1,005
Weighted Average Market Cap in Rs. Crs.	2,51,124
Median Market Cap in Rs. Crs.	1,02,730

### ASK DRP Movement Since Inception

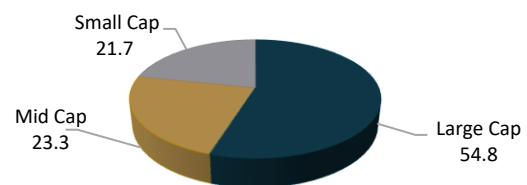


**Rs. 1 Cr invested in ASK DRP in Jun 2018 is now worth Rs. 2.2 Crs v/s Rs. 2.5 Crs in S&P BSE 500-TRI**

### ASK DRP Portfolio Performance (%)



### Market Cap Classification (%)



## ASK DRP Update

On the domestic news flow front, markets remained volatile as they reacted to the incoming news flow around the ongoing general elections and anticipated outcome of the same. The PMI data pointed towards continued momentum in both manufacturing and services growth. Consumer price inflation on the other hand stood at 4.83% with some upward pressure from underlying food inflation. Markets will be closely watching out for the outcome of the general election and the monetary policy which is scheduled in the first week of June. On the monsoon front, the IMD expects a timely arrival of the same with June-September monsoon pegged at 106% of the long-term average.

The Q4FY24 and FY24 earnings season came to an end with capex driven sectors performing well while consumption focused sectors continued to report weak volume growth. IT on the other hand reported muted results, in line with estimates, while NBFCs outperformed banks in terms of earnings growth delivery which was in line with expectations.

Among the portfolio companies, Polycab, Varun Beverages and Navin Fluorine reported better than expected results while APL Apollo and Indian Oil reported weaker than expected results.

From a near term perspective, monsoons and general elections are the two key monitorable events. Over the medium to long term, we believe that various regulatory/fiscal initiatives taken in the past few years coupled with structural transition in the manufacturing sector (favorable policy environment coupled with opportunities from shift in global supply chain) will translate into acceleration of India's GDP growth

**Note:** Inception Date of ASK DRP is 21-Jun-2018. Performance figures are net of all fees and expenses. ASK Portfolio returns are composite returns of all the Portfolios aligned to the investment approach as on May 31<sup>st</sup>, 2024. Returns for individual client may differ depending on time of entry in the Portfolio. Past performance may or may not be sustained in future and should not be used as basis for comparison with other investments. Returns for 1 year or lesser time horizon are absolute returns, while more than 1 year are CAGR. Returns have been calculated using Time Weighted Rate of Return method (TWRR) as prescribed by the SEBI.

**Source:** Closing Price as sourced from Bloomberg. Returns for 1 year or less time period are absolute returns, while more than 1 year are CAGR. Market Cap is Acc to AMFI Classification which happens half yearly. Classification as on Dec 23. As per SEBI regulatory requirement, the benchmark for this investment approach is revised from BSE 500 to BSE 500-TRI w.e.f. 1 April 2023

# ASK Domestic Resurgence Portfolio

## Factsheet – May 2024

Public

**ASK** Investment Managers

### Key Investment Approach Objectives & Attributes

- Size of pond vs size of fish
- Dominance
- Resilience
- Liquidity

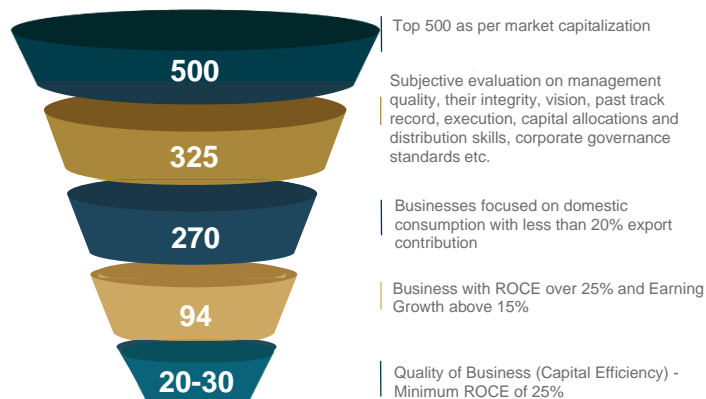


- High quality of business
- (Superior RoCE)
- Strong moat, Impregnability
- Sustainability
- Key pivot of strong wealth creation

- Quantum
- Consistency
- Durability
- Predating (Early vs Later)
- Compounding power

- Favorable Price-Value Gap
- Margin of safety

### Investment Approach Research Methodology & Filtration



- \*Note:
1. Maximum of 25% of the portfolio may be an exception to the <20% export contribution criteria
  2. Maximum of 20% of the portfolio may be an exception to either of ROCE or Earnings Growth criteria. At the time of 1st purchase of the stock

### Risk Parameters (Since inception)

Parameter	ASK DRP	S&P BSE 500-TRI
Beta	0.89	N.A.
Standard Deviation	18.0%	17.8%

### ASK DRP Portfolio Cos Average Performance over last 5 years (CAGR) as on FY23

Sales	OP	PBT	ROCE*	PAT
15%	15%	20%	29%	22%

\*For Banking & Financial companies, we have not considered ROCE, but have considered ROE for the above analysis. ROCE is only for FY22

### Key Terms

Portfolio Name	ASK Domestic Resurgence Portfolio
Platform / Structure	PMS
Benchmark	S&P BSE 500-TRI
Portfolio Managers	Mr. Kuldeep Gangwar (Primary Portfolio Manager) & Mr. Bhavesh Kanani (Co-Portfolio Manager)
Minimum Initial Investment Amount	Rs. 50 Lakhs
Minimum Add-on Investment Amount	Rs. 5 Lakhs
Exit Charges	Nil
Fees <sup>1</sup>	Fixed Management Fees: 2.50% p.a.
Systematic Transfer Plan (STP) <sup>2</sup>	Investments will be made in a staggered manner as per the instructions provided by the client. Fees as per the respective strategy (ASK Liquid / ASK Equity) will be charged for the invested amount.

#### Notes:

- <sup>1</sup>In addition to the Management Fees, there are Recurring Expenses including Custody Fee, Account Opening Charges, Audit Fees, etc. to be payable at actuals. All fees and expenses will be subject to applicable taxes. For more details, kindly refer the Fee Schedule.
- <sup>2</sup>Kindly refer to the STP Application Form for the detailed terms and conditions.
- Exit Charges are calculated on each tranche of inflow (initial or additional). Redemption amount is arrived at after calculation and charging of all Fees and Expenses.

**Disclaimers:** Any information contained in this material shall not be deemed to constitute an advice, an offer to sell/purchase or as an invitation or solicitation to do for security of any entity and further ASK Investment Managers Limited (ASKIM) and its employees/directors shall not be liable for any loss, damage, liability whatsoever for any direct or indirect loss arising from the use of this information. Recipients of this information should exercise due care and caution and read the Disclosure Document (if necessary obtaining the advice of finance/other professionals) prior to taking any decision on the basis of this information which is available on <https://www.askfinancials.com/ask-investment-managers/disclosure>.

**ASK Investment Managers Limited (Registration No: INP000008066)** has not independently verified all the information and opinions given in this material. Accordingly, no representative or warranty, express or implied, is made as to the accuracy, completeness or fairness of the information and opinions contained in this material. ASKIM has launched direct onboarding facility. This facility shall enable users / visitors to have direct access to ASK IM PMS Investment approaches. These products are also available through existing Distributor/Referral or Channel Partners. The performance related information provided herein is not verified by SEBI nor has SEBI certified the accuracy or adequacy of the same.