

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 :

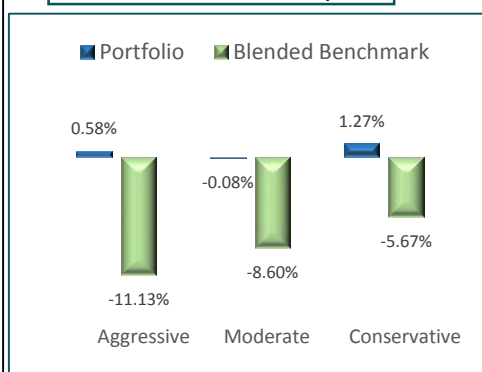
Mutual Funds, ETFs, Fixed Income Instruments like Bonds and Non Convertible Debentures, Direct Equity

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 31st Dec, 2016)

Annualised Return since Inception



Portfolios	3 Months (Absolute)
Aggressive	-0.35%
Benchmark	-3.44%
Moderate	-0.36%
Benchmark	-2.73%
Conservative	-0.09%
Benchmark	-1.92%
Absolute Return Benchmark	1.625%

*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.

**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%

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

The Equity market was still volatile in December with BSE 200 going down by 1% as compared to November. The debt market also went down, giving a negative return of 1% in the month as measured by Crisil Composite Bond Index. Gold suffered considerably again, with Gold Price falling by nearly 3.03% in the month.

The volatility in equity market has decreased as compared to last month, which was primarily due to the demonetization strategy adopted by the Govt. to tackle black money. This has made the overall market to go down. It has also impacted debt market a little in the current month. In the debt market the credit funds have shown a better 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 Conservative Portfolio, due to its concentration in debt has rallied the most. The Aggressive Portfolio has shown a modest growth during the current volatile period.

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.

Aquila Portfolio Details (31st Dec 2016)

Aquila Debt Portfolio Details

	Aggressive	Moderate	Conservative
Average Maturity(Yrs)	5.19	10.19	8.71
Credit-wise Debt Allocation in Aquila			
	Aggressive	Moderate	Conservative
Sovereign	6.54%	13.03%	11.62%
AAA	10.57%	9.48%	10.23%
AA+ / AA / AA-	6.59%	9.29%	12.61%
A+ / A / A-	1.89%	2.03%	3.85%
Others	4.42%	4.18%	4.69%

Aquila Equity Details

	Aggressive	Moderate	Conservative
Large Cap	18.94%	19.43%	15.71%
Mid Cap	8.44%	5.71%	4.52%
Small Cap	5.51%	3.04%	2.30%
Others	2.11%	1.82%	1.47%

Aquila Alternate Portfolio Details

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