



# Invesco India R.I.S.E Portfolio

(R.I.S.E. : R - Recovery in Demand, I - Idle Capacity-potential for operating leverage, S - Superior Business Model, E - Earnings Recovery)

## Investment Objective

To generate capital appreciation by investing in equity and equity related securities.

## Investment Strategy

- Investments in companies which are expected to benefit from operating & financial leverage.
- Exposure to companies which benefit from revival in economic growth & rise in consumer discretionary spending.
- Participate in companies with strong business model, suppressed valuations & higher dividend yield.
- Bottom-up stock picking, High conviction portfolio

## Key Facts

### Portfolio Manager & Experience

#### Mr. Amit Nigam

Total Experience: 20 yrs.

Managing this portfolio since May 16, 2018

### Benchmark Index

S&P BSE 500

### Inception Date

April 18, 2016

### Performance Attributes

Standard Deviation: 7.17%

Beta: 1.04

Sharpe Ratio: 0.02

Based on 3 yrs., monthly data points (Risk-free rate of 3.89% based on Overnight MIBOR)

### Market Capitalization

Large Cap: 35.62%

Mid Cap: 25.92%

Small Cap: 29.78%

Average Weighted Market Capitalization: ₹ 168,397 crs.

Median Market Capitalization: ₹ 12,453 crs.

Source: Bloomberg, Internal

### Portfolio Fundamentals

Dividend Yield<sup>1</sup> 0.47%

Price to Earnings<sup>1</sup> FY 20 Estimate 23.72

Price to Earnings<sup>1</sup> FY 21 Estimate 30.43

Price to Earnings<sup>1</sup> FY 22 Estimate 20.02

2 Year EPS CAGR (FY20-FY22)<sup>2</sup> 13.99%

Return on Assets<sup>1</sup> FY 21 Estimate 1.58%

Return on Equity<sup>1</sup> FY 21 Estimate 4.07%

Source: Factset, Internal.

1. Weighted Harmonic Mean. 2. EPS Growth is derived from P/E ratios. Note: Excludes companies with net loss for appropriate results for various ratios. EPS: Earnings per share.

### Theme Split

Operating Leverage 41.79

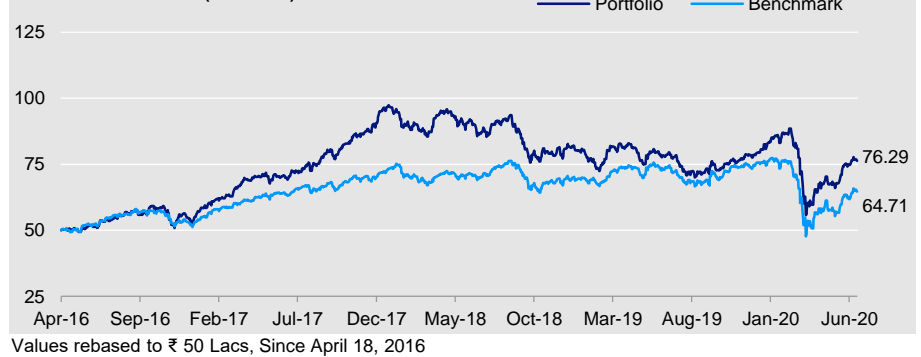
Operating & Financial Leverage 36.66

Value 8.29

Financial Leverage 4.59

Note: **Operating Leverage:** Companies currently operating with low capacity utilization and having large portion of costs fixed in nature. These companies can make more money from additional sale as demand recovers. **Financial Leverage:** Companies which can generate returns greater than the interest expense associated with the debt they use to fund growth. Further, these companies could increase their profit margin from decline in interest rates and reduction in debt in wake of profit growth. **Value:** Value investing seeks to purchase stocks at an even greater discount to their intrinsic value.

## Indexed Performance (In ₹ Lacs)



## Cumulative Performance

In %	1 mth	3 mths	6 mths	1 year	2 yrs.	3 yrs.	5 yrs.	7 yrs.	10 yrs.	Since Inc.
<b>Portfolio</b>	7.52	24.41	-5.43	-2.98	-6.26	2.66	N.A.	N.A.	N.A.	10.58
<b>Benchmark</b>	8.24	21.08	-14.23	-12.12	-3.82	0.65	N.A.	N.A.	N.A.	6.33

Since Inc.: Since Inception. N.A.: Not Applicable.

## Calendar Year Performance

In %	YTD	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>Portfolio</b>	-5.43	-1.79	-14.76	74.80	10.29 <sup>^</sup>	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
<b>Benchmark</b>	-14.23	7.75	-3.08	35.94	6.30 <sup>^</sup>	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

Past performance may or may not be sustained in future. The data given above is for model portfolio. Returns up to 1 year are absolute & over 1 year are Compounded Annualized. The returns are calculated on the basis of daily market value of the Portfolio. <sup>^</sup> From April 18, 2016.

## Portfolio Holdings

Holding	% of Net Assets
Reliance Industries Ltd.	9.72
HDFC Bank Ltd.	8.29
Apollo Hospitals Enterprises Ltd.	6.79
Dixon Technologies India Ltd.	5.59
AIA Engineering Ltd.	5.47
APL Apollo Tubes Ltd.	5.43
Motherson Sumi Systems Ltd.	4.91
Gujarat State Petronet Ltd.	4.90
Torrent Pharmaceuticals Ltd.	4.59
Orient Electric Ltd.	4.50
Central Depository Services India Ltd.	4.39
Ratnamani Metals & Tubes Ltd.	4.33
Cipla Ltd.	4.10
United Breweries Ltd.	4.02
Aditya Birla Fashion & Retail Ltd.	3.87
Jubilant Foodworks Ltd.	2.93
Mahindra Logistics Ltd.	2.56
Vinati Organics Ltd.	1.96
Music Broadcast Ltd.	1.53
Equitas Holdings Ltd.	1.46
<b>Total Equity Exposure</b>	<b>91.32</b>

## Sector Allocation

Sector	% of Net Assets
Consumer Discretionary	21.80
HealthCare	15.47
Financials	14.14
Materials	11.72
Energy	9.72
Industrials	8.02
Utilities	4.90
Consumer Staples	4.02
Communication Services	1.53
<b>Cash &amp; Cash Equivalent</b>	<b>8.68</b>

## Returns Attributors/ Detractors for June 2020

### Top 3 Attributors

Reliance Industries Ltd.	
Dixon Technologies India Ltd.	
HDFC Bank Ltd.	

### Top 3 Detractors

AIA Engineering Ltd.	
Cipla Ltd.	
Vinati Organics Ltd.	

Large Cap: 1<sup>st</sup> 100<sup>th</sup> company in terms of full market capitalization. Mid Cap: 101<sup>st</sup> to 250<sup>th</sup> company in terms of full market capitalization. Small Cap: 251<sup>st</sup> company onwards in terms of full market capitalization. All data provided above is for model portfolio. The returns of model portfolio given above are for illustration purpose only. Model portfolio returns does not take into account expenses/charges and Profit/Loss on account of derivative transactions. Returns under client wise portfolio may vary vis-à-vis returns of model portfolio due to various factors viz. timing of investment/additional investment in client's portfolio, timing of withdrawals in client's portfolio, mandates given by respective client, profit/loss on account of derivative transactions, expenses charged to respective portfolio, dividend income in the respective portfolio etc. The stocks referred above should not be construed as recommendations from Invesco Asset Management (India) Private Ltd. ("IAMI" / "Portfolio Manager"). There has been change in return disclosure format for PMS pursuant to amendment in SEBI Portfolio Managers Regulations 2020, which will be implemented in due course. The Portfolio may or may not have any present or future positions in these stocks or in any other portfolios offered by IAMI. The performance of above stocks should not be construed as performance of the portfolio as the portfolio would be constituted of number of stocks having different weights and the individual stock held by the portfolio may or may not give positive returns. **Disclaimer:** The Portfolio Manager does not offer guaranteed or assured returns. **Securities investments are subject to market risks, please read the Disclosure Document carefully before investing. Invesco Asset Management (India) Private Ltd. -Portfolio Manager -Registration No. PM/INP000005273**