



**A Growth-Oriented
Portfolio Management Company**

Fund Type	SEBI Registered (INP000006129) PMS
Fund Tenure	Open-ended
Structure	Discretionary PMS
Minimum Investment	INR 25 Lacs (<i>till 1st January, 2020</i>)
Benchmark	NIFTY MIDCAP 100
Time Horizon	1-3 years and longer
Principal Officer	Mr. Amit Jeswani

\$2 Trillion to \$5 Trillion Opportunity

- China took 5 Years to Go from \$2 Trillion to \$5 Trillion(2004-2009)
- USA took 11 Years to Go from \$2 Trillion to \$5 Trillion (1977-1988)
- Japan took 8.5 Years to go from \$2 Trillion to \$5 Trillion(1978-1986)
- India hit \$2 Trillion in 2015, it will not take long, till we hit \$5 Trillion.

Today Indian economy is at \$2.5 Trillion, our belief is More Money would be made in the next 8 years than what was made in the last 70 years! This is an opportunity we believe should not be missed.

Our objective is to catch long-term trends, which can compound capital at healthy rates, keeping in the mind the India opportunity.



We divide our portfolio in 3 parts:

Core Portfolio	40% - 60%	Highest Quality Leaders in their sectors with high expected growth for next 3-5 years.
Trends Portfolio	20% - 40%	Every Bull market has different leaders distinct from the previous bull market. Riding these sector trends on identifying them helps us deliver the alpha in the portfolio.
Special Situations	10%	Focused mainly on Demergers, Buy Backs, Spinoff, etc.

Our weight and style would depend on the market cycle, the way we invest in the Bull Market is very different than how we invest in the Bear Market. *In Bear Market, we would be focused more on the core portfolio i.e. high quality compounders, great free cash flow, leaders, etc. whereas in Bull Market we would ideally increase our portfolio Beta adding more weight to the Trends segment of the portfolio.*

Buy and rotate strategy beats buy and hold strategy.

Every bull market has a different leader; we find the leader in every bull market and stick to it.

There is no bull market without earnings growth; we always buy sectors with high expected sustainable growth of more than 20% for next 1-3 years.

Winners of previous bull market will not lead the next bull market.

We would rather buy companies that are making 52 week highs than buying new 52 week lows companies.

The more market believes in the longevity of growth, the more valuations the stock get; longevity is often the mispriced portion in capital markets.

Our investment philosophy is derived from 24 years of empirical research of the biggest wealth creators in any 3 year period in the Indian stock market.

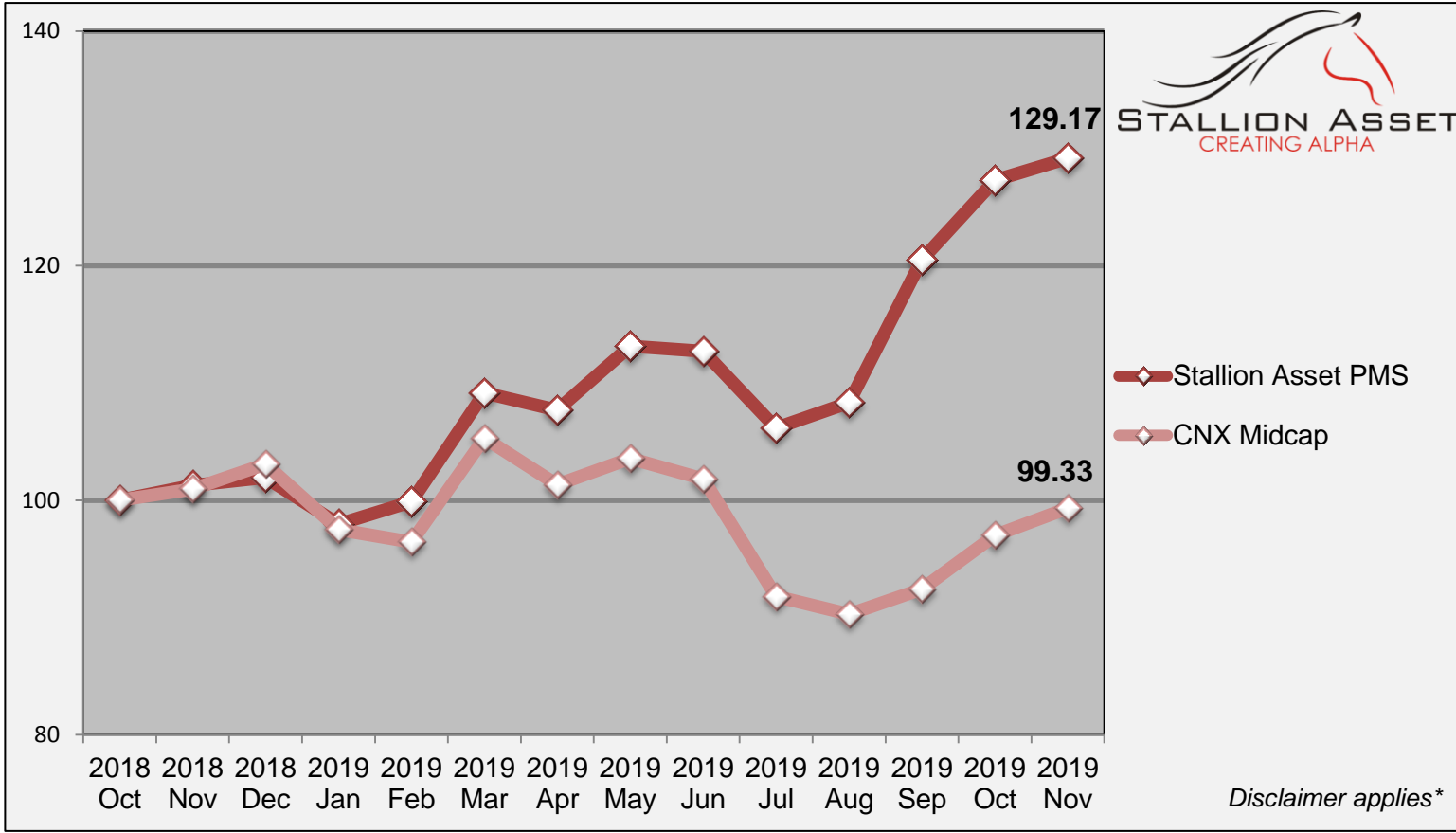
We use a top down approach for allocation of assets. Historical studies show sector allocation contributes 60-80% of Portfolio alpha in US mutual funds.

We screen sectors/stocks using four main screeners

- a) Growth
 - b) Valuation
 - c) Momentum
 - d) Promoter Quality.
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We rotate our portfolio beta to generate alpha using various relative strength, relative growth and inter-market analysis.

Portfolio Performance Vs Benchmark(CNX MIDCAP 100)



Disclaimer applies*

Stallion Asset Core Fund Performance From Inception till November 2019*

FINANCIALS

- a) High ROCE/ROE
- b) Growth
- c) Strong Cash Flow

OPPORTUNITY & LEADERSHIP

- a) Sector Can Grow 3x-7x-10x
- b) Company is Market Leader
- c) Bargaining Power

MOAT/MANAGEMENT

- a) Sustainable Competitive Advantage
- b) High Quality Management

WHAT WE AVOID

- a) High Debt
- b) Government Companies
- c) Weak price action

Our strength here at Stallion Asset, is to catch medium term sector trends for a time horizon of 1-3 years.

Every bull market is lead by new sectors, different from the leaders of the previous bull market, our focus is on those new sectors and increasing our exposure in as the market matures.

Disruption is essential to wealth creation which creates trends in the stock market. If we believe there will be longevity and certainty of growth within the sector we usually buy companies which we believe can be the biggest beneficiary in that sector.

We add more weight to the trend segment of the portfolio based on the market cycle. This portion helps us delivering alpha in the portfolio.

These are investments in small cap companies which are backed by trustable Promoter group. Here we invest based on the management of the company as well as the business model of the company

Downside risk limited (mostly protected by cash or open offer)

Upside expectation of 5-10x in 5 years

We slowly build our positions here, as the story gets clearer

These mostly include technology startups, companies where heavy capex cycle is finished, demand supply mismatch in companies/industries

We are open to buy into listed SME companies also, where in most cases we will take a board position. If we buy into a SME company, we would mostly only buy a fast growth 50-60%, B2C companies, taking a 5-10% stake

Trends in Indian Stock Market - History



MARGIN OF SAFETY

We buy companies where we believe the downside risk is limited however the upside is left open

PRICE ACTION ON THE TREND PORTFOLIO

We use a mixture of both fundamentals and technical analysis based both on our entry and exits.

PRE-DETERMINED EXITS BASED ON VALUATIONS

DIVERSIFICATION

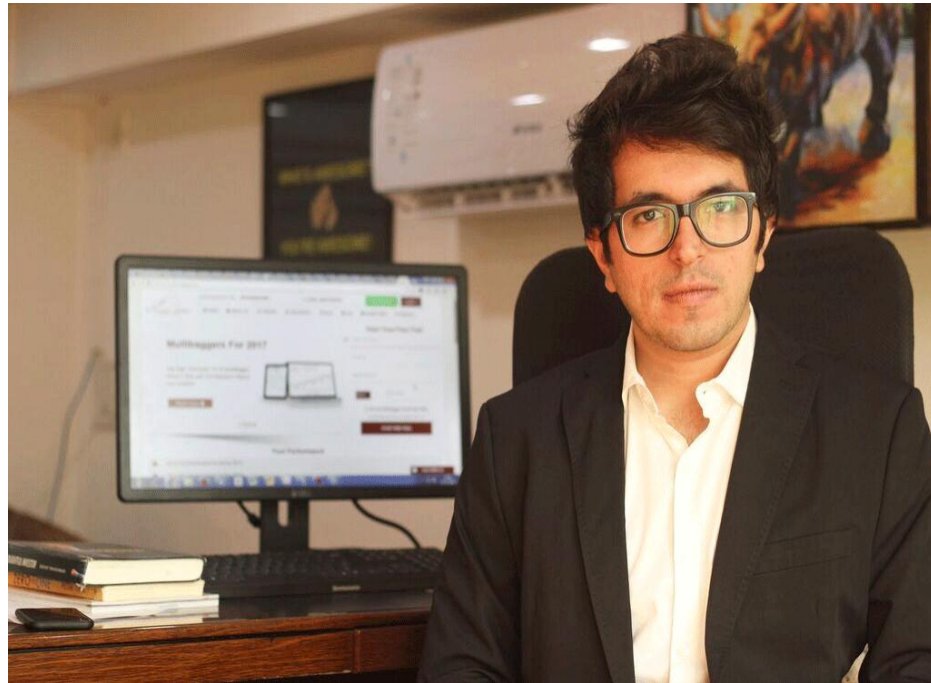
Plan A

Fixed Fee*	3.0% p.a.
Performance Fee	NIL
Exit Load	2% before 12 months

Plan B

Fixed Fee*	1.5% p.a.
Performance Fee	15% of excess profits above a hurdle rate of 10%
Exit Load	2% before 12 months

**Fixed fee will be charged proportionately every quarter.*



Amit Jeswani, CFA, CMT

A Double Charter, has successfully completed his Chartered Financial Analyst (Virginia, USA) and Chartered Market Technician (New York, USA).

A graduate in Business with finance from Kingston University London. He has been investing in capital markets from last 13 years, started at a tender age of 16 as his father was a stock broker. With humble beginnings, he started Stallion Asset as an equity advisory company, and with the trust of his clients, Stallion Asset has scaled up to become a Portfolio Management company.

Also, Amit is an active member with Association of Technical Market Analyst and Indian Association of Investment Professionals.

- Prospective Clients are expected to take into consideration all the risk factors including financial conditions, Risk-Return profile, tax consequences, etc.
- Prospective Clients understand that the past performance or name of the portfolio or any similar product do not in any manner indicate surety of performance of such product or portfolio in the future.
- Prospective Clients further understand that all such products are subject to various Market Risks, Settlement Risks, Economical Risks, Political Risks, Business Risks, and Financial Risks etc. Prospective Clients are expected to thoroughly go through the terms of the arrangements / agreements and understand in detail the Risk-Return profile of any security or product of Stallion Asset or any other service provider before making any investment.
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- Data shown in past performance is as uploaded on SEBI website. Individual performance would differ as per joining date.

022 – 68680250

+91 – 9326771445

pms@stallionasset.com

1001, Omkar The Summit Business Bay, Andheri Kurla Road, Nr. WEH
Metro Station, Andheri East, Mumbai 400093.