



Growth-Oriented
Portfolio Management Company

SEBI Portfolio Manager– INP000006129



Our Founder & CIO



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 a Research Analyst company, and with the trust of his clients, Stallion Asset has scaled up to become a Portfolio Management company.

Unlike most Portfolio Management companies who have corporate backing, We started with humble beginnings as a Research Analyst company and have become a portfolio management company due to consistent performance on our research analyst services which helped our client successfully & Consistently create wealth.

Stallion Asset Core Fund



The Best of 3 Styles

Part A

Core Stocks
40%-60%
Weight

Part B

Trends
40%-50%
Weight

Part C

Special Situation
10%
Weight



**What we do,
What we don't do**



Risk Management



**Frequently Asked
Questions**

Stallion Asset Core Fund

Focus on the 4M's



Market Leadership

There is nothing worse than competition in business, Monopoly is the only condition of every very successful business

Every Business starts with Solving a Problem! Every Big Business succeeds sustainably with making sure that it's the only one who can solve that problem.



Management

Two Key Roles – Capital Allocation & Capital Distribution.

Focus on Speed, Scale and Sustainability.

A Bad Person is a bad person & he will never make a good deal. This world is filled with Good people to do Business with. The Fair Value of a Promoter with no Integrity is 0



Market Opportunity

The Size of Opportunity is the foundation on which large wealth creation lies, simply put it's the size and duration of growth (of Earnings) of a business.

We invest in companies that address a market which is large enough to allow our investment to grow 4-5x without needing to compete.



Margin of Safety

We don't use PE Ratio's, Focus on Capital Allocation & Distribution.

Value of the firm equals to steady-state value + future value creation + excess cash – debt

Future Value of the Firm

Reinvestment Capital * (return on capital Employed– cost of capital) * competitive advantage period

Cost of Capital

- Market Cap to Opportunity Size for Sharks in a Ocean
- Price follows Fundamentals but in Financials Fundamentals follows Price
- PE & P/B only work when Growth Rate is less than cost of Capital (Mature Business)



The Trend Portfolio – 40% Weight



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 3-5 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.

All major Trends are Global

Leader of the Bull Market goes up 10-15-20x, Not just 1-2x, ALL YOU NEED IS ONE LARGE TREND TO MAKE IT LARGE!

Stallion Asset Core Fund

- Change in Promoter from Indian to MNC
- Large Change in Regulation
- Valuation + Earnings Re-Rating is the goal
- Upside expectation of 3-5x in 3-5 years
- Demerger of a Great division
- Growth Rate, Business Quality & Management Quality play here role
- Downside risk limited (mostly protected by cash or open offer)
- We slowly build our positions here, as the story gets clearer

What We Do & What We Don't Do



What We Do



Focus on 4 Sectors

- Consumer
- Financials
- Consumer Tech
- Pharma

Invest only in two Kind of Business

Asset Light Business which don't need capital to Grow

Companies that can Reinvest all Free Cash Flows at High ROIC which Strong competitive Advantages.

What We Don't Do



- Commodities
- Land Bank Play
- Bad Promoter Valuation Arbitrage
- Government Business (B2G or G2B)

We Typically avoid Business that

- Don't have recurring Revenue or get revenues from Government/Project Business
- Commodity like business where it gets worse with size
- Growth Rate is less than Cost of Capital
- Hold on to a Loser for a Long time

Stallion Asset Core Fund



Given a Choice between High Risk, High Return & Low Risk Decent Return, we at Stallion will always choose Low Risk Decent Returns.


We have seen that Core Stocks in our Portfolio give us a lot of time to Exit if there is a

Change in Expected Growth Rate

Incremental Return of Capital Employed

Competitive Advantage Period

Cost of Capital



The Trend portfolio typically don't correct more than 25% & Stay there, If a trend is still in play it typically moves back to all time highs in 3-6 Months.

Types of Risk

- Business Risk
- Management Risk
- Valuation Risk
- Industry Risk

Eliminate Big loss

- Big Profit
- Small Profit
- Big Loss
- Small Loss



There is no bigger Mistake in Investing than Holding on to your losers for a Long time. Being wrong is acceptable, Staying wrong is stupid!

Why these 4 Sectors?

Our Financials & Consumer Tech Part of the Portfolio should Ideally create alpha in a Bull Market whereas our Consumer & Pharma basket will protect us during the bear Market.



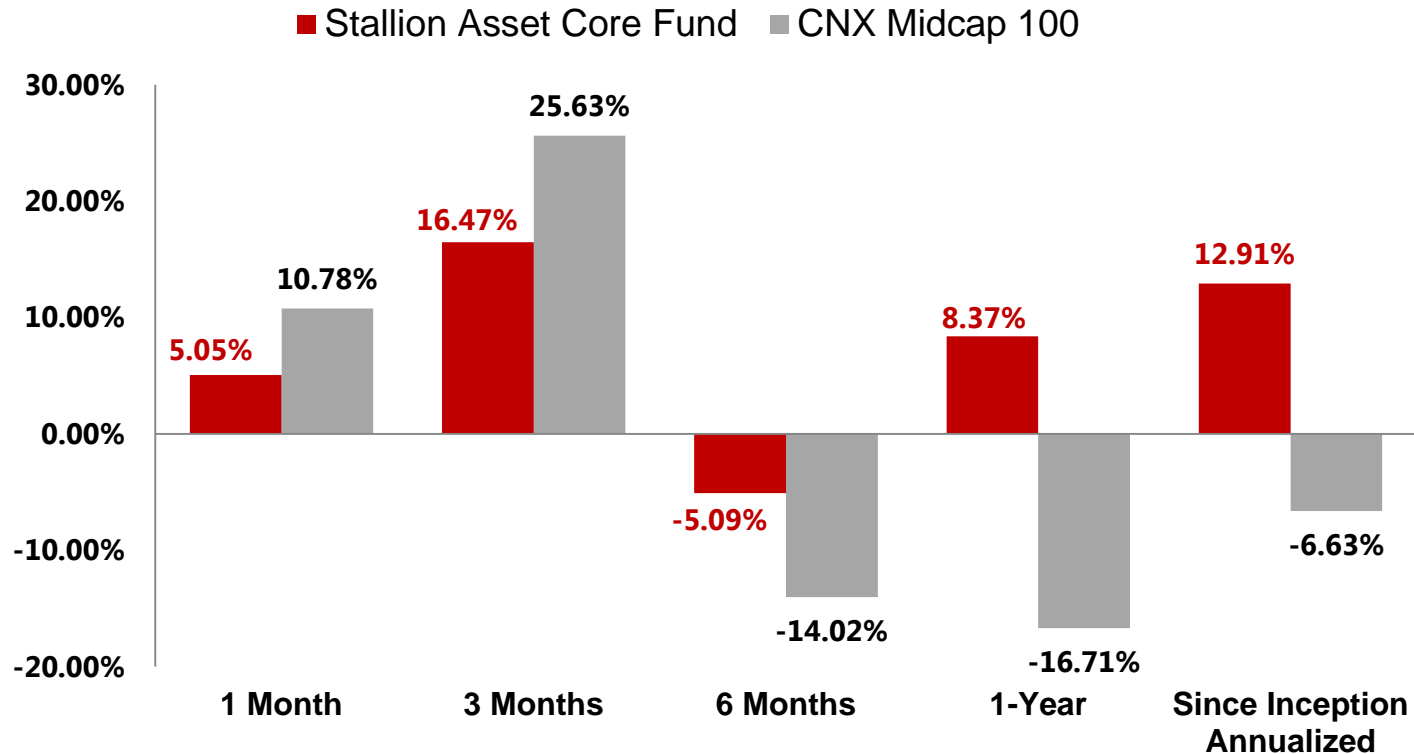
Why a combination of Core , Trends & Special Situation?

While a core only portfolio will work well in a Bear market but typically underperforms in a Bull Market. A Trend only Portfolio will work well in a Bull Market but typically have larger Drawdowns in a Bear Market. A special situation only Portfolio might have opportunities in sometime & be on cash in others. Our Portfolio of Core + Trend + Special Situation will not only lowers the Portfolio Volatility but will deliver decent returns.

What is client Communication?

Apart from a Decicated Relationship Manager, We have Quarterly concalls where you & other participants can ask Questions.

Stallion Asset Core Fund Performance



Note: All returns are net of fees and expenses (TWRR/XIRR). Since inception returns are annualized; other time period returns are absolute.

As on 30th June, 2020
Inception Date 22nd October, 2018

Stallion Asset Core Fund

FUND TYPE

- SEBI Registered (INP000006129) PMS

FUND TENURE

- Open-ended

STRUCTURE

- Discretionary PMS

MINIMUM INVESTMENT

- INR 50 Lakhs

BENCHMARK

- NIFTY MIDCAP 100

PRINCIPAL OFFICER

- Mr. Amit Jeswani CFA, CMT



- 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.

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Stallion Asset Core Fund