

AAA - INDIA'S LEADING PORTFOLIO MANAGEMENT SERVICE PROVIDER



Why AAA?

- 1**
FOUNDERS
are the Fund Managers
- 2**
EASY ACCESS
to the fund managers
- 3**
AWARD WINNING
Investment Team and Track record
- 4**
COLLECTIVE
Investment experience of more than 50 years
- 5**
NO CONFLICT OF INTEREST
- we have only one line of activity - PMS and investment advisory
- 6**
ASSOCIATION
with world class institutions - Deutsche Bank and HDFC Bank as Custodian and Fund Accountant; SHCIL as the DP

Investment philosophy and the process

OUR BELIEF

"PROTECT CAPITAL, CREATE WEALTH"

Prudent risk management is the core of our investment philosophy. We do the risk management through:



DIVERSIFICATION



STAGGER INVESTMENT



DEFINED EXIT STRATEGY

Wealth Creation is done through "3M Stock Selection Process"

- 1**
MARKET SIZE
Identify the large business opportunities
- 2**
MARKET SHARE
Identify the companies which are the leaders in their respective segments
- 3**
MARGIN OF SAFETY
Buy the business/ stock at reasonable valuation



AAA MID AND SMALL CAP PMS PLAN



Protect Capital Create Wealth

OVERVIEW

AAA Mid & SmallCap PMS plan is a portfolio of 30-50 companies which are emerging giants with strong corporate governance and high growth potential with an investment horizon of 3-5 years.

WHY INVEST IN AAA MID AND SMALL CAP

- ▲ India investment strategy with strong emphasize on superior and sustainable growth
- ▲ Focus on companies with strong balance sheet and high return on capital employed
- ▲ Focus on companies which are emerging giants

A HIGH CONVICTION AND QUALITY APPROACH

Based on our proprietary 3M Investment Approach, we invest in a portfolio of 30-50 small-midcap organisations that are poised to become large companies Predicated on their strong fundamentals, a robust competitive advantage and excellent corporate governance, we are convinced in their ability to tide over short-term turbulence to deliver superior risk-adjusted returns for investors with a 3-5 year investment horizon.

PRODUCT PROFILE

Number of holdings	Maximum 50
Style	Growth
Type	Multicap
Benchmark	BSE 500 Index
Indicative investment horizon	Long term

AAA MID AND SMALL CAP PORTFOLIO CHARACTERISTICS

Number of holdings	49
Allocation	Large cap: 4.4% Mid cap: 49.2% Small cap: 44.8%
EPS growth (FY 22E)	48%
ROE (FY 22E)	18.7%
PER (FY 22E)	53x

AAA MID AND SMALL CAP PERFORMANCE CHART

Earnings Matrix	Nifty FY20	AAA Mid and Small Cap FY20	Nifty FY21	AAA Mid and Small Cap FY21	Nifty FY22E	AAA Mid and Small Cap FY22E	Nifty FY23E	AAA Mid and Small Cap FY23E
EPS G(%)	6.9%	11.7%	17.9%	26.3%	33.9%	48.0%	13.7%	38.0%
ROE(%)	11.6%	15.6%	12.0%	14.2%	14.2%	18.7%	14.6%	21.3%
P/E(x)					24.2	53.0	21.2	41.0
P/BV(x)					3.4	10.4	3.1	8.2

Particulars (%)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	FYTD22	*SI
AAA Mid-Small Cap	1.0	4.2	1.8	2.8	7.4	4.1	5.6	2.6	5.4	1.0	0.6	5.0	40.3	50.5
BSE Mid-Small Cap	0.1	11.4	1.9	2.9	8.1	5.4	4.6	1.9	5.2	-0.1	-1.0	3.5	34.3	52.6
Cash Levels	65.2	38.4	26.8	18.7	9.0	5.1	1.0	7.0	5.2	14.4	9.3	1.6		

(Note: AAA PMS follows Staggered investment approach hence cash levels were higher during the initial period of Jan-Mar21.)

*(1st January 2021 – 31 December 2021). Index performance is calculated as per Total Return Indices as per SEBI Guidelines).

FYTD 22 – 31 March 2021 to 31 December 2021

DISCLAIMER

Equity Investments are subject to market risks, read all plan related documents carefully. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance related information provided herein is not verified by SEBI.

