

India Special Opportunity Portfolio

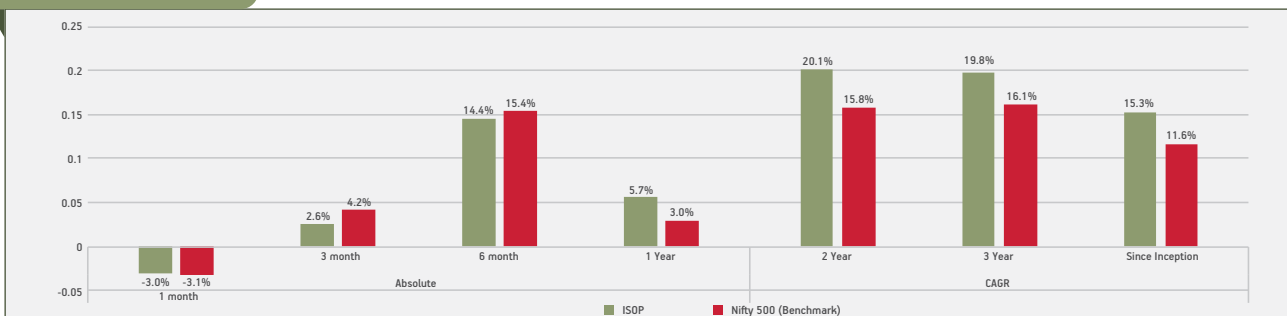
Investment Theme

The strategy aims to invest in companies that are primed to benefit from the following catalysts - Micro turnaround, Macro Turnaround, Management Change, Deleveraging, Demerger, Mid to Largecap potential and Secular growth companies.

Fund Details

Structure: Discretionary PMS | **Strategy Name:** India Special Opportunity Portfolio | **Benchmark:** Nifty 500 |
Fund Inception Date: June 14, 2018 | **Fund Manager:** Sameer Narayan, Dhaval Mehta & Salvin Shah

Performance



Performance as on December 31, 2022 / Source: ABSLAMC Internal Research

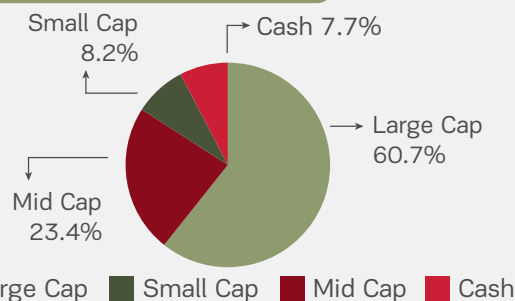
Disclaimer: Past performance of any product does not indicate its future performance. The returns of investment approaches are calculated using TWRR method and considers all inflows and outflows and market value of entire portfolio for computation of performance. It is calculated net of all expenses and fees. Investment approach level performance reported above is not verified by SEBI.

Risk Ratios

Standard Deviation	21.1%
Beta	0.88
Sharpe Ratio	0.63
Portfolio Turnover (%)	63.0%

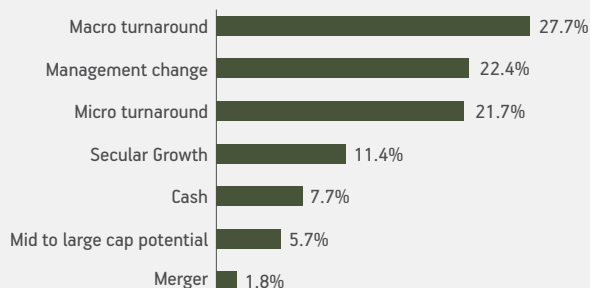
Above Ratios are 3 year ratios calculated on annualised basis

Market Capitalisation

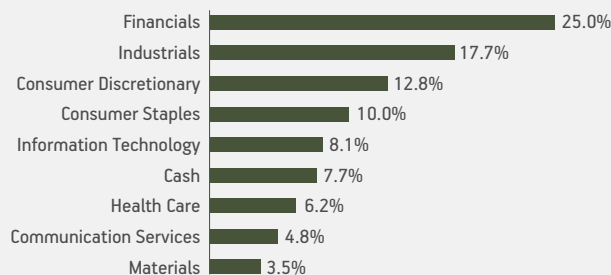


Source: AMFI / As on December 31, 2022

Catalyst Allocation



Sector Allocation



Portfolio data as on December 31, 2022

Top 10 Portfolio Holdings

Companies	% to Net Assets
ICICI Bank Ltd	6.8%
Axis Bank Ltd	6.5%
Trent Ltd	5.7%
Kotak Mahindra Bank Ltd	5.1%
Bharti Airtel Ltd	4.6%

Companies	% to Net Assets
Persistent Systems Ltd	4.4%
Bank Of Baroda	4.4%
Bharat Dynamics Limited	4.3%
Siemens Ltd	4.0%
ITC Ltd	3.8%

Equity Outlook

Indian equities under-performed emerging markets during the month (Nifty50 & MSCI EM was down by 3.5% and 1.6% respectively). Overall global weakness was driven by hawkish US Federal reserve which believes that higher restrictive monetary policy is needed to control inflation, which further increased recession risk in US.

High frequency indicators (like E-way bill, GST collection, loan growth etc) continue to suggest healthy level of economic activity. Healthy reservoir levels, helped by above normal south-west monsoon has brightened prospects of Rabi season which in turn may help revive rural demand. November 2022 Consumer Price Index (CPI) softened to 5.9% YoY (fallen below RBI's upper tolerance band of 6% for the first time in 2022) from 6.8% in October, helped by sharp drop in food prices (driven by lower vegetable prices). October 2022 Index of Industrial Production (IIP) declined by -4% YoY (a 26-month low) due to slowdown in exports and consumption demand. RBI slowed the pace of repo rate hike to 35bps (as compared to previous hikes of 50bps each). RBI monetary Policy Committee (MPC) revised its FY23 GDP growth forecast lower to 6.8% YoY from the earlier 7.0% YoY, while keeping FY23 inflation forecast unchanged at 6.7%.

We believe that despite weakening global demand, domestic growth outlook may remain healthy given a) Stable consumer outlook and optimistic business outlook in terms of demand conditions and sales prospects; b) Uptick in economic activities (as evident from high frequency indicators); and c) Easing commodity prices and supply side pressures. We intend to accumulate high quality stocks in portfolio from medium to long term perspective.

Portfolio Update:

In the month of December 2022, ICICI Bank, Axis Bank, Trent, Kotak Mahindra Bank, continue to be the fund's top holdings. We continue to employ our extensive bottom-up research process, to identify mispriced opportunities, with special focus on companies with credible managements, healthy balance sheets, higher returns on capital, and strong runway for growth.

Disclaimer: The views expressed above are the views of the Fund Managers and should not be construed as an investment advice.

Investments in securities are subject to market risks and there can be no assurance or guarantee that the objectives of the Product will be achieved. Past performance may or may not be sustained in future.

Investment Style

India Special Opportunity Portfolio			
	Growth	Blend	Value
Large Cap			
Mid & Small			

Risk Factors and Disclaimers

Investments in securities are subject to market risks and there can be no assurance or guarantee that the objectives of the Product will be achieved. Any information contained in this publication does not constitute and shall be deemed not to constitute an advice, an offer to sell/ purchase or as an invitation or solicitation to do so for any securities of any entity. Please note that this is not an advertisement. The document is solely for the information and understanding of intended recipients only. If you are not the intended recipient, you are hereby notified that any use, distribution, reproduction or any action taken or omitted to be taken in reliance upon the same is prohibited and may be unlawful. Aditya Birla Sun Life AMC Limited (ABSLAMC) / its subsidiaries / affiliates or their officers, employees, personnel, directors shall not be liable for any loss, damage, liability whatsoever for any direct or indirect loss arising from the use or access of any information that may be displayed in this publication from time to time. Recipients of the information contained herein should exercise due care and caution and read the disclosure document (including if necessary, obtaining the advice of tax / legal / accounting / financial / other professionals) prior to taking of any decision, acting, or omitting to act, on the basis of the information contained herein. Aditya Birla Sun Life AMC Limited- Portfolio Manager has used information that is publicly available, including information developed in-house. Some of the material used in the document may have been obtained from members/persons other than the PMS and / or its affiliates and which may have been made available to the PMS and / or to its affiliates. Information gathered and material used in this document is believed to be from reliable sources. The PMS however does not warrant the accuracy, reasonableness and / or completeness of any information. The actual investments / portfolio decisions are a result of complex technical & fundamental valuations at the disposal of the portfolio manager. Investors are advised against replication of strategies implemented. Information contained herein shall not be copied/circulated/reproduced/quoted in any form or manner (in part or whole) without the express written consent of Aditya Birla Sun Life AMC Limited. Any forward-looking word, phrase or expression is subject to risks, Investment and assumptions that could cause actual results to differ materially from those contemplated by the said forward-looking word, phrase or expression. Investment approach level performance reported is not verified by SEBI.

Regulatory Disclosure: All investors have the option to invest directly with ABSLAMC-Portfolio Manager

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For any service related queries, please contact us:



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