

AMBIT TenX Portfolio

FACTSHEET | January 2023

What is TenX?

Indian economy to be on structural growth path.

GDP to grow 3x plus in the next decade on the back of structural growth drivers
We expect India to be only the third country in the world to reach US\$10tn mark

Mid and small cap companies to be beneficiary of the same.

We expect structural 13% nominal GDP growth to lead to steady double digit earnings growth for broader markets.

TenX portfolio to leverage this opportunity.

Companies that can grow their earnings TenX in the next 12-15 years.
Low penetration, strong leadership, light balance sheet to be the key driving factors.
Expect earnings CAGR of 18-21% in the portfolio over the next decade.

Think like a business owner focus on - earnings growth and long term.

Returns will automatically follow

Ambit TenX Portfolio aims to identify companies primarily in mid and small cap segment that can be a beneficiary of India's journey to US\$10TN economy mark and that can grow their earnings by 10x over the next 10 - 15 years to deliver steady returns over long periods of time.

INVESTMENT APPROACH

Companies Market Capitalization > 500 Cr.

Ambit Good And Clean Framework

Check if the companies are present in an under-penetrated market with lower per capita consumption. Net debt to equity < 1.0

Bottom-up research, Industry Analysis, Management meets and Channel Checks

Concentrated portfolio of 15-20 stocks

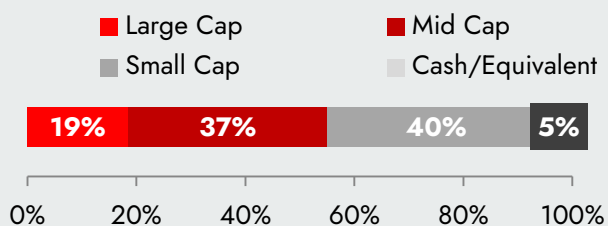
Monitor earnings potential of companies in portfolio

Average Churn ~15 - 20% p.a.

MARKET CAPITALISATION

Weighted Average Market cap: Rs. 36,942 Cr

Median Market Cap Rs. 21,835 Cr



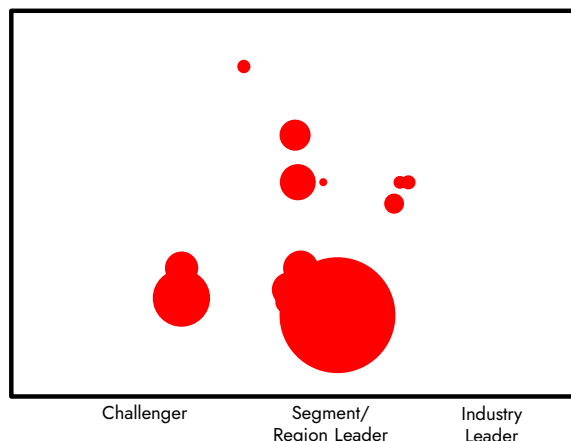
Note: "Market cap segmentation as per latest AMFI list".

PORTFOLIO CHARACTERISTICS

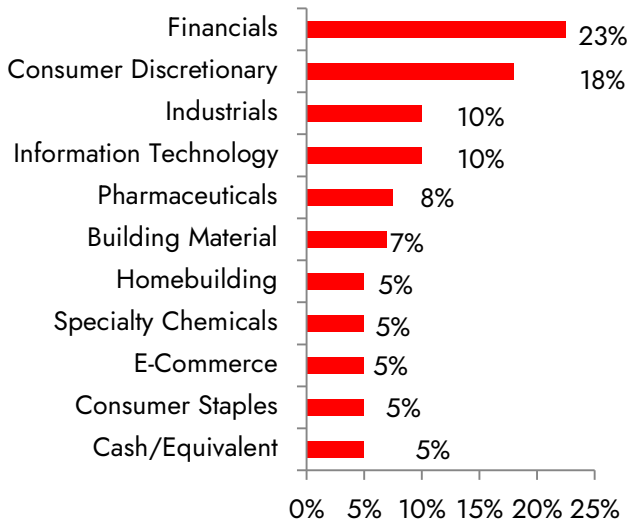
Duopoly

Oligopoly

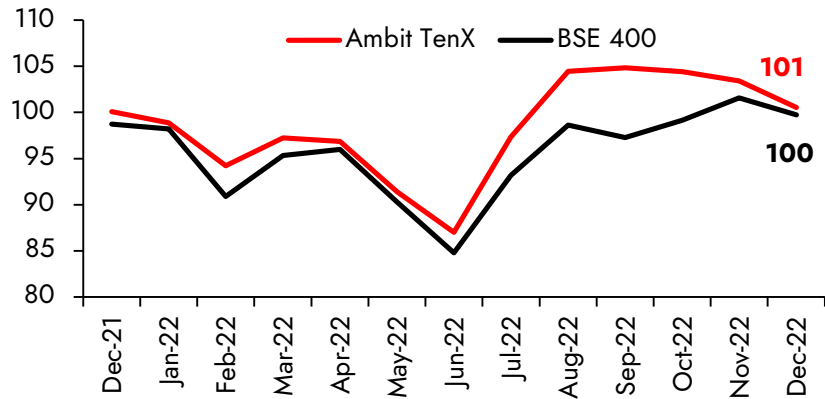
Fragmented



SECTOR WISE HOLDINGS



MONTHLY NAV

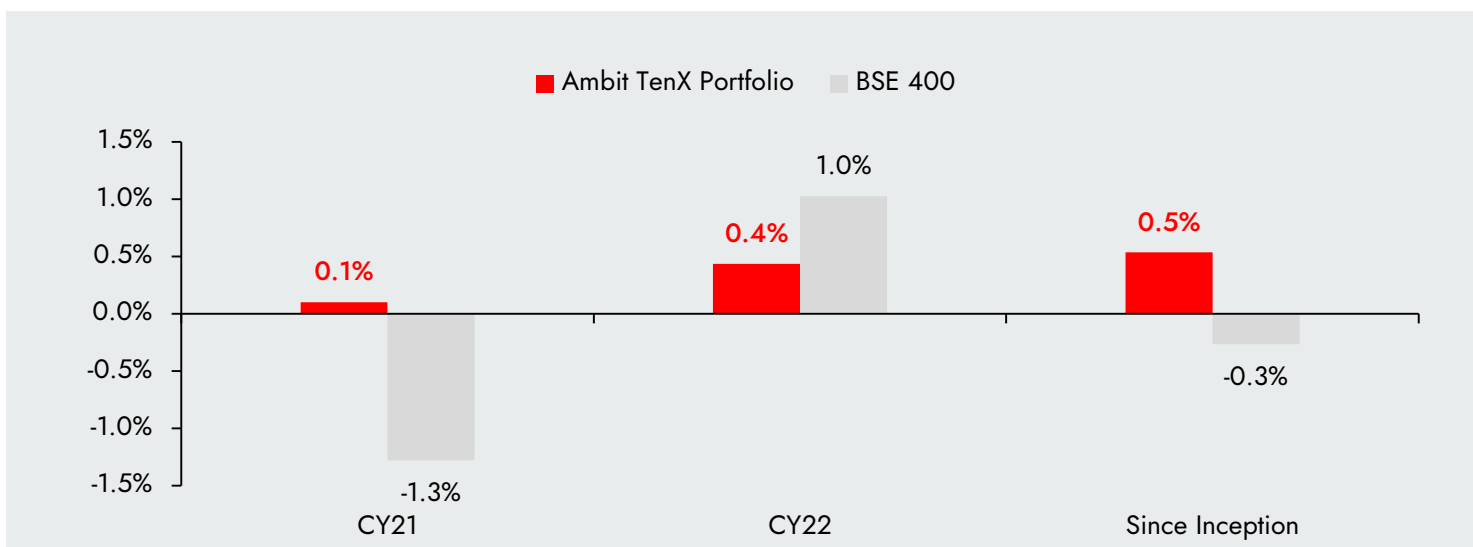


Top 5 Holdings: Aavas Financiers Ltd, Astral Ltd, AU Small Finance Bank Ltd, Metro Brands Ltd, Go Fashion Ltd

PERFORMANCE (%)

Returns as on 31 st Dec'22	1M	3M	6M	1Y	2Y	3Y	5Y	Since inception*
Ambit TenX Portfolio	-2.8%	-4.1%	15.6%	0.4%	NA	NA	NA	0.5%
BSE 400	-1.8%	2.5%	17.6%	1.0%	NA	NA	NA	-0.3%

CALENDAR YEAR RETURNS (%)



*Inception Date = 13-Dec-21; Returns as of 31st Dec, 2022; Returns above 1 year are annualized and all returns are net of fees and expenses

KEY TERMS

Fund Structure	SEBI Registered Discretionary PMS
Fund Tenure	Open Ended
Minimum investment	INR 50 lacs
Stock selection	Investible universe is stocks that perform well on the framework mention above . A further subjective assessment then leads to a more concentrated stock portfolio.
Number of stocks	Primarily 15 – 20 mid and small cap. stocks.
Investment limit	25% per sector except financials, 10% per stock
Benchmark index	BSE400
Time horizon and turnover	The investment horizon is 5-8 average years and longer; average turnover therefore should not exceed 15-20% p.a.
Cash calls	Not to take aggressive cash calls; this is keeping in mind the longer term investment horizon of the portfolio.
Custodian & Fund Accountant	ICICI Bank Limited
Brokers	Ambit Capital, Motilal Oswal, Kotak Securities, HDFC Securities, Spark Capital
Depository Participant	Ambit Capital (Central Depository Services Limited)

DISCLAIMER

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- The performance data for coffee can product between 6th march 2017 - 19th June 2017 represents model portfolio returns. First client was onboarded on 20th June 2017. The performance data for G&C product between 1st June 2016 to 1st April 2018 also includes returns for funds managed for an advisory offshore client. Returns are calculated using TWRR method as prescribed under revised SEBI (Portfolio Managers) Regulations, 2020