

AGGRESSIVE PORTFOLIO

Investment Objective

The Aggressive Portfolio is a diversified equity portfolio that endeavours to achieve long term growth through capital appreciation

Positioning

The Portfolio is suitable for investors with a medium to high-risk appetite and an investment horizon of above twelve to eighteen months.

Investment Strategy

Investments in equity & related instruments are targeted at long-term capital appreciation. The focus is on identifying stocks with attractive growth prospects that are available at reasonable valuations.

The investment strategy follows a mix of a top-down and a bottom-up approach. The top-down approach is used to identify key macroeconomic and sectoral themes and subsequently help identify stocks that will benefit from the same. A bottom-up approach is applied based on the belief that there are always individual companies that provide attractive investment opportunities in various industry and market conditions. The prominence given to the top-down vs. bottom-up approach would vary from time to time depending on macroeconomic, sectoral and company specific fundamentals.

The Portfolio Manager maintains a diversified portfolio by investing in a basket of stocks without any undue concentration in any stock or sector. The Aggressive Portfolio comprises primarily large cap stocks but the flexibility to invest in mid-cap/momentum stocks is retained. The portfolio may be actively traded to take advantage of certain market trends with an endeavour to enhance returns.

When markets are uncertain or have a downward bias, the Portfolio Manager attempt to protect capital by the use of tactical asset allocation. This includes moving between equity and cash, depending on the market conditions. Large asset allocation calls will generally be taken in case of an expectation of a sustained and sharp decline in the markets. At other points, smaller tactical asset allocation calls may be undertaken with a perspective of attempting to enhance portfolio returns