

# MOTILAL OSWAL BUSINESS OPPORTUNITY PORTFOLIO STRATEGY

February 2024  
(Data as on 31<sup>st</sup> January 2024.  
Inception date - 18<sup>th</sup> December 2017)

## Investment Approach

**Strategy Name:** Business Opportunity Portfolio Strategy

**Investment Objective:** The investment objective of the Strategy is to achieve long term capital appreciation by primarily investing in equity & equity related across market capitalization.

**Description of types of securities:** Equity

**Types of securities selected as part of the investment approach:** Investing across high quality Indian equities in growth oriented themes across market capitalisation through a high conviction portfolio.

**Allocation of portfolio across types of securities:** The strategy has the mandate to invest in Equity and Equity-related instruments across the entire market capitalization spectrum of Large cap, Midcap and Small cap companies

**Benchmark:** S&P BSE 500 TRI

**Indicative tenure or investment horizon:** Medium to Long term

## Key Features & Portfolio Attributes

BOP is a multi-cap strategy with a balanced mix of Large Cap, Mid Cap and Small Cap allocation

**Index agnostic:** ~87% away from benchmark BSE 500 Concentrated portfolio of 26 stocks with high earnings growth The portfolio has been positioned based on our Wealth Creation Studies – Blended and High Conviction Strategy constructed through Economic Moat, Mid to Mega and Emergence Wealth Creation Studies

## Portfolio Actions In Last 3 Months

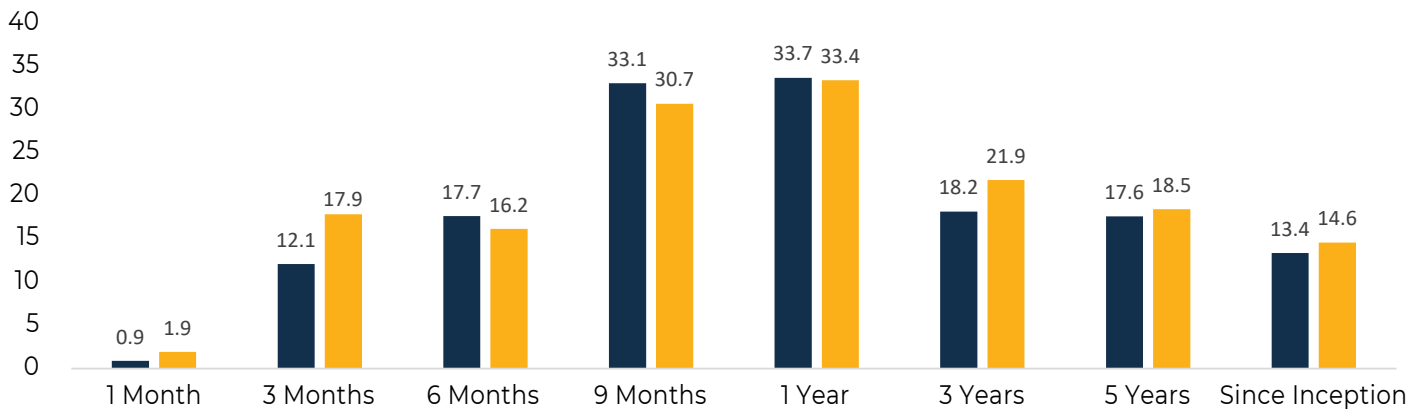
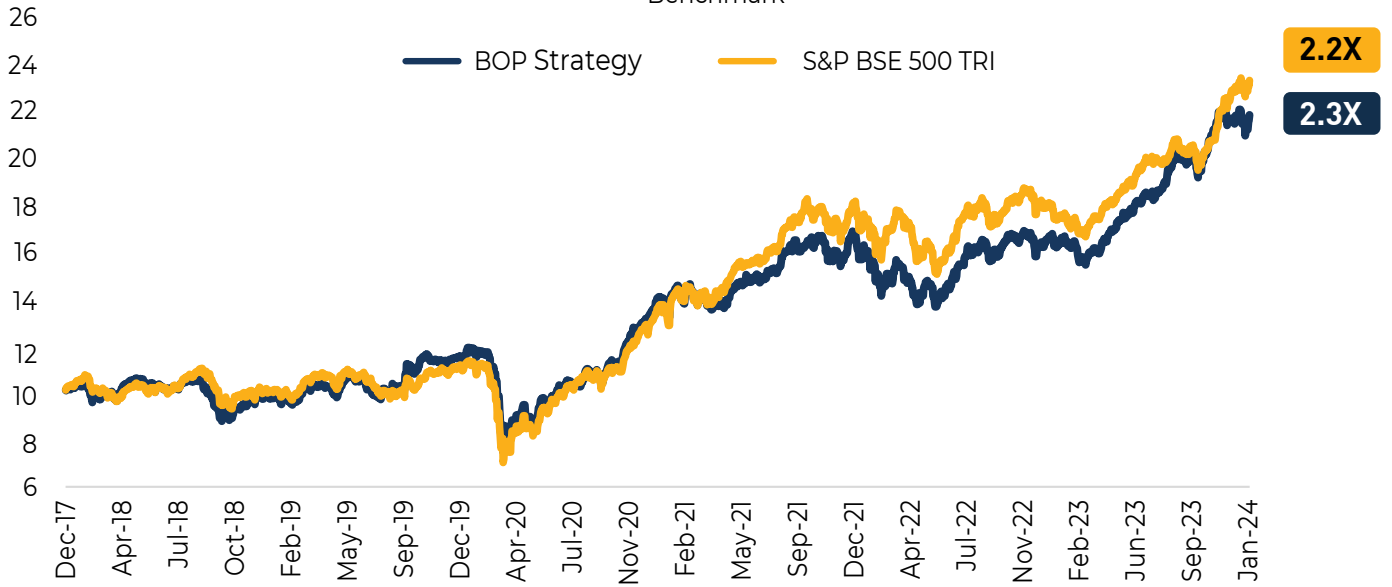
**Companies Added:** Amber Enterprises, Angel Broking, Apar Industries, Bharat Electricals, Gujarat Fluorochemicals, IndusInd BankInox Wind, Kalyan Jewellers, One97 Communications, Prestige Estate Projects, Suzlon Energy, Welspun, Zomato

**Companies Exited:** DCB Bank, Eicher Motors, GR Infraprojects, HDFC Bank, Ikio Lighting, Infosys, LTI Mindtree, Maruti Suzuki, Max Financial Services, Praj Industries, Safari Industries, SBI, Tech Mahindra

**THINK EQUITY. THINK MOTILAL OSWAL.**

## Performance Since Inception

One lac invested in the strategy on 18<sup>th</sup> Dec 2017 would have grown to ~₹2.2 lacs today against ~₹2.3 lacs invested in Benchmark



## Strategy Contributors (3 Year Trailing)

Top 5	Contribution
Safari Industries (India) Ltd.	11.9%
Phoenix Mills Ltd.	10.7%
ICICI Bank Ltd.	9.2%
Blue Star Ltd.	6.3%
Gokaldas Exports Ltd.	5.0%

Bottom 5	Contribution
HDFC Life Insurance Co. Ltd.	-1.7%
Gland Pharma Ltd.	-1.1%
IKIO Lighting Ltd.	-1.0%
GR Infraprojects Ltd.	-0.8%
Indusind Bank Ltd.	-0.7%

## Risk Ratios

3 Year Data	Strategy	Benchmark
Standard Deviation	12.9%	13.6%
Beta	0.8	1.0
Sharpe Ratio	0.8	1.0

## Portfolio Fundamentals & Market Cap

Market Cap	Weightage
Large Cap	28%
Mid Cap	26%
Small Cap	42%
Cash & Equivalents	4%

QGLP Metrics	
Q: ROE FY26E	17%
G: PAT Growth TTM-FY26E	28%
P: PE FY26E	19.6x

## Holdings & Sectoral Allocation

Scrip Name	(%) Holding
Phoenix Mills	6.5
Gokaldas Exports	5.4
Zomato	5.3
Prestige Estates Projects	5.2
IndusInd Bank	5.1
LT Foods	4.8
Angel One	4.3
eClerx Services	4.1
ICICI Bank	4.1
Blue Star	3.9
One 97 Communications	3.9
Kalyan Jewellers India	3.9
Axis Bank	3.8
Apar Industries	3.8
Bharat Electronics	3.7
Suzlon Energy	3.6
Larsen & Toubro	3.5
Inox Wind	2.8
NTPC	2.8
Gujarat Fluorochemicals	2.8
Cholamandalam Financial Holdings	2.8
Religare Enterprises	2.8
Pricol	2.2
Welspun Corp	2.1
BSE	2.1
Amber Enterprises India	1.3

Sector	(%) Allocation
Financial Services	28.8
Capital Goods	16.1
Realty	11.6
Consumer Durables	9.1
Textiles	5.4
Consumer Services	5.3
Fast Moving Consumer Goods	4.8
Services	4.1
Construction	3.5
Power	2.8
Chemicals	2.8
Automobile and Auto Components	2.2
Cash & Equivalent	3.5

## Fund Details

Fund Manager	Abhishek Anand
Fund Manager	Vaibhav Agrawal
Strategy Type	Open ended
Date of Inception	18 <sup>th</sup> December 2017
Benchmark	S&P BSE 500 TRI
Investment Horizon	3 Years +

## Stock Rationale (month ending 31 January 2024)

### • Business Opportunity Portfolio Strategy

**Rationale for Entry & Exits** - Strategic alignment of portfolio to Value Migration Theme

#### Entry Rationale:

- IndusInd Bank
- Welspun Corp
- Suzlon Energy
- BSE
- Amber Enterprises
- Zomato
- One97 Communications

#### Exit Rationale:

- HDFC Bank
- Infosys
- Max Financial Services
- SBI
- Eicher Motors
- Praj Industries
- Safari Industries
- LTI Mindtree

## Disclaimers and Risk Factors

BOP Strategy Inception Date: 18th Dec 2017; Data as on 31st January 2024; Data Source: MOAMC Internal Research; Source: Capitaline and Internal Analysis; Please Note: Returns up to 1 year are absolute & over 1 year are Compounded Annualized. Returns calculated using Time Weighted Rate of Return (TWRR) at an aggregate strategy level. The performance related information is not verified by SEBI. All portfolio related holdings and sector data provided above is for model portfolio. Returns & Portfolio of client may vary vis-à-vis as compared to Investment Approach aggregate level returns due to various factors viz. timing of investment/ additional investment, timing of withdrawals, specific client mandates, variation of expenses charged & dividend income. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. The Portfolio Manager manages allocations in all client portfolios by way of a model portfolio which is in line with investment objectives of the portfolio strategy/ investment approach. Unless there are specific exclusion instructions by individual clients, all clients' portfolios are aligned to a model portfolio; which means replication and alignment of all clients' portfolios in terms of scrip and allocation. New clients entering the strategy/ investment approach as of a particular date are also aligned to the model portfolio. It must be noted that there are certain circumstances in which clients' portfolio may deviate or differ from the model portfolios to a material extent. This may happen due to factors like liquidity and free floating consideration in some stocks, organization level exposure norms and related risk management, potential exit of a stock from the model portfolio thereby precluding it from buying in new client portfolios. The reasons quoted here are indicative but not exhaustive and the portfolio manager reserves the right to deviate from model portfolio for groups of clients depending on timing of their entry, market conditions and model portfolio construct at the time of their entry. Risk factors associated with the investment approach are Equity risk, Systematic risk, Concentration risk, Model portfolio risk, Mismatch risk and Execution risk. To know more about the risk factors, please refer disclosure document at motilaloswalmf.com. Investment in securities is subject to market and other risks, and there is no assurance or guarantee that the objectives of any of the strategies of the Portfolio Management Services will be achieved. Please read Disclosure document carefully before investing.

For the relative performance of a particular Investment Approach to other Portfolio Managers within the selected strategy, please refer APMI website ([click here](#)). Under PMS Provider Name, please select Motilal Oswal Asset Management Company and select your Investment Approach Name for viewing the stated disclosure. The data for the previous month is usually available on the APMI portal on or after the 7th business day of the current month.

Our PMS services are available in direct mode, to know more, write to us at [pmsquery@motilaloswal.com](mailto:pmsquery@motilaloswal.com)

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MOTILAL OSWAL

Motilal Oswal's investing process builds Hi-Quality & Hi-Growth portfolios.  
Our **process**. Your **success**.

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