

MOTILAL OSWAL MID TO MEGA STRATEGY

March 2024
(Data as on 29th February 2024.
Inception date - 24th December 2019)

Investment Approach

Strategy Name: Motilal Oswal Mid to Mega Strategy (Formerly known as Motilal Oswal Focused Midcap Strategy)

Investment Objective: The Strategy aims to deliver superior returns by investing in stocks of India's emerging businesses. It aims to predominantly invest in midcap stocks that can benefit from growth in earnings and re-rating of businesses. It aims to invest bottom up by identifying high quality companies, having superior growth and sustainable competitive advantage.

Description of types of securities: Equity

Types of securities selected as part of the investment approach: Majority of weights for investments to be drawn from stocks in 101st to 400th companies in terms of full market capitalization. Minority weights for investment might also be drawn from stocks beyond number 400 and from top 100 companies in terms of full market capitalization. As far as possible Companies should be drawn from a mix of sectors representing changing nature of society and economics in India.

Allocation of portfolio across types of securities: The strategy seeks to primarily invest in midcap segment having 101st to 400th companies in terms of full market capitalization. However, the strategy has the flexibility to invest in companies across the entire market capitalization spectrum

Benchmark: S&P BSE 500 TRI

Investment horizon: Medium to Long term

Portfolio Actions In Last 3 Months

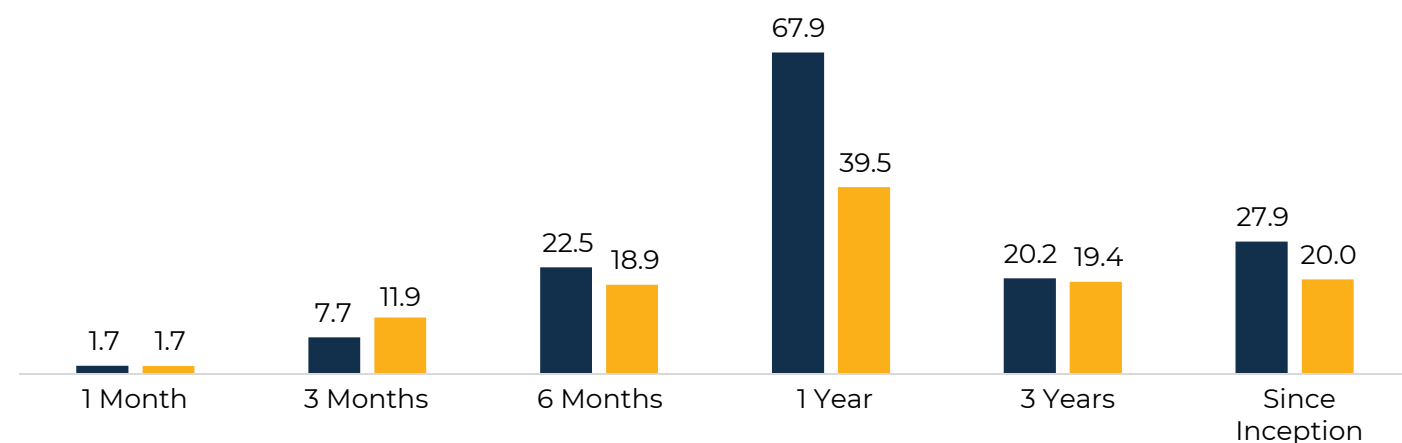
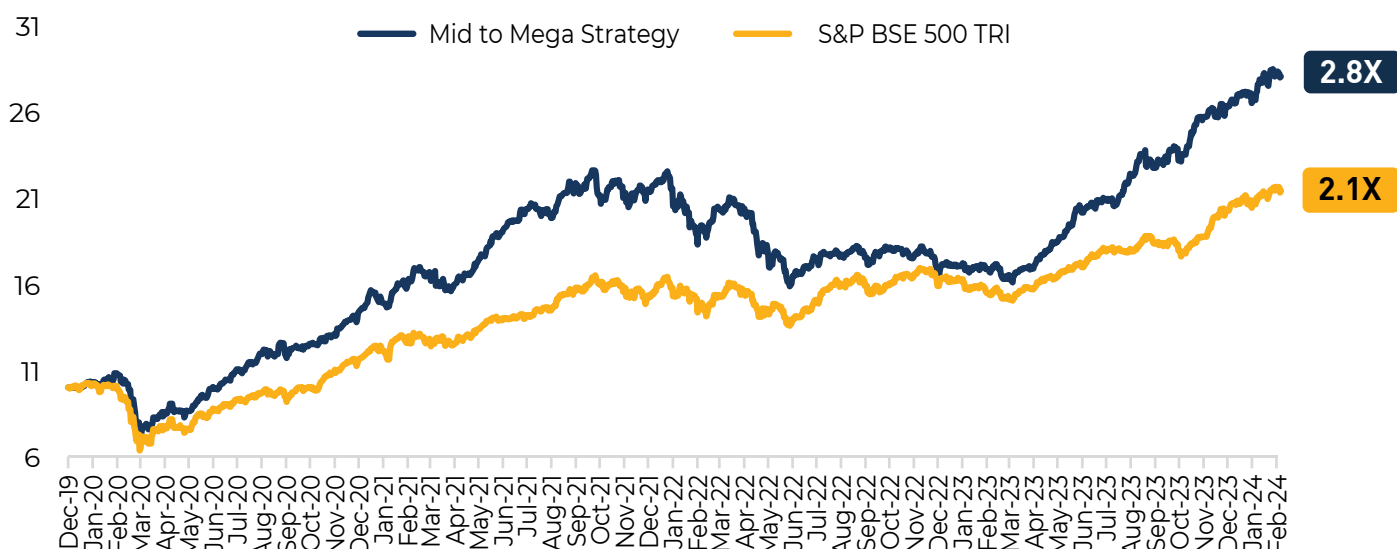
Companies Added: Apar Industries

Companies Exited: Astec Lifesciences, Globus Spirits, ITC & One97 Communications

THINK EQUITY. THINK MOTILAL OSWAL.

Performance Since Inception

One lac invested in the strategy on 24th Dec 2019 would have grown to ~₹ 2.8 lacs today against ~₹ 2.1 lacs invested in Benchmark



Strategy Contributors (3 Year Trailing)

Top 5	Contribution
APL Apollo Tubes Ltd.	11.1%
Persistent Systems Ltd.	10.3%
T V S Motor Co. Ltd.	10.0%
Global Health Ltd.	8.8%
Polycab India Ltd.	8.0%

Bottom 5	Contribution
Mas Financial Services Ltd.	-2.86%
Zomato Ltd.	-2.27%
Rupa & Company Ltd.	-1.99%
Fino Payments Bank Ltd.	-1.95%
Globus Spirits Ltd.	-1.53%

Risk Ratios

3 Year Data	Strategy	Benchmark
Standard Deviation	18.1%	13.6%
Beta	0.9	1.0
Sharpe Ratio	0.9	1.0

Portfolio Fundamentals & Market Cap

Market Cap	Weightage
Large Cap	16.7%
Mid Cap	38.8%
Small Cap	33.5%
Cash & Equivalents	11.0%

	QGLP Metrics
Q : ROE FY26E	17.2%
G: PAT Growth TTM-FY26E	25.4%
P : PE FY26E	21.6x

Holdings & Sectoral Allocation

Scrip Name	(%) Holding
Trent	6.8
Global Health	6.7
TVS Motor Company	6.6
Indian Bank	6.0
Persistent Systems	5.3
APL Apollo Tubes	5.2
Kalyan Jewellers India	4.8
BSE	4.8
Angel One	4.5
IDFC First Bank	4.4
Apar Industries	4.1
Suzlon Energy	3.9
KEI Industries	3.8
KPIT Technologies	3.4
Cyient	3.4
Polycab India	3.3
Amber Enterprises India	2.9
Garden Reach Shipbuilders & Engineers	2.7
Mastek	2.3
eMudhra	2.1
Piramal Enterprises	2.0

Sector	(%) Allocation
Capital Goods	23.1
Financial Services	21.6
Information Technology	16.5
Consumer Durables	7.7
Consumer Services	6.8
Healthcare	6.7
Automobile and Auto Components	6.6
Cash & Equivalents	11.0

Fund Details

Fund Manager	Rakesh Tarway
Strategy Type	Open ended
Date of Inception	24 th December 2019
Benchmark	S&P BSE 500 TRI
Investment Horizon	3 Years +

Exit Rationale:

One97 Communications

- Decision to exit the stock as a part of internal Risk Management Framework post RBI action against Paytm Payments Bank.

Disclaimers and Risk Factors

Mid to Mega Strategy Inception Date: 24th Dec 2019; Data as on 29th February 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, Execution risk, Low liquidity and Less dividends. 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

HI-QUALITY HI-GROWTH BENEFIT FROM BOTH

MOTILAL OSWAL

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

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The term 'Hi-Quality and Hi-Growth Portfolios' refer to Motilal Oswal AMC's defined fund management processes based on internal qualitative and quantitative research parameters & not be construed as investment advice to any party.