

ALQUITY INDIAN SC FUND:  
FACTSHEET AS AT:  
NAV:

EUR Y  
MAY 2021  
114.01

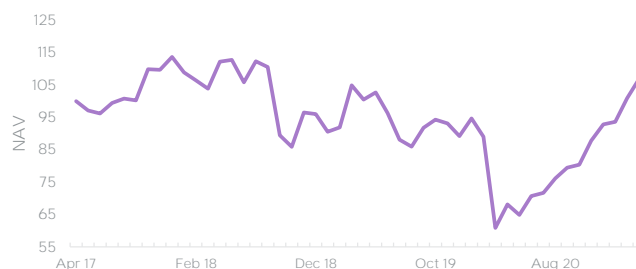


## MONTHLY SUMMARY

- The Nifty 50 index increased by 8.7% in USD, whilst the mid cap index gained 9.4% in USD in May.
- Indian real GDP growth in CY1Q21 surprised to the upside, as the annual rate of growth accelerated to 1.6%.
- Looking ahead, real GDP growth is expected to be around 10% in FY2022 – one of the fastest growing economies globally.

## PERFORMANCE OVERVIEW

	2017	2018	2019	2020	2021
JAN		-4.2%	-5.7%	6.1%	0.8%
FEB		-2.2%	1.5%	-6.0%	7.8%
MAR		-2.4%	14.2%	-31.6%	5.9%
APR		8.0%	-4.2%	12.0%	-4.5%
MAY	-2.9%	0.5%	2.2%	-4.8%	11.7%
JUN	-0.9%	-6.2%	-6.2%	8.9%	
JUL	3.4%	6.2%	-8.5%	1.4%	
AUG	1.4%	-1.6%	-2.5%	6.2%	
SEP	-0.5%	-19.1%	6.8%	4.4%	
OCT	9.6%	-3.9%	2.7%	1.1%	
NOV	-0.1%	12.3%	-1.2%	9.2%	
DEC	3.6%	-0.5%	-4.2%	5.7%	
ANNUAL	13.7%	-15.5%	-7.1%	4.0%	22.8%



### PERFORMANCE SUMMARY:

1 Month:	11.7%	1 Year:	75.7%
3 Months:	12.9%	3 Years:	1.1%
6 Months:	29.8%	Inception:	14.0%
Year to Date:	22.8%	Annualised:	3.3%

### VOLATILITY

1Y

19.3%

3Y\*

25.5%

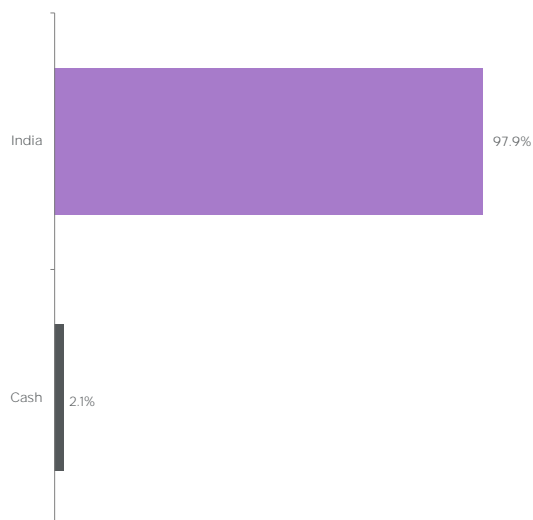
\*Where the share class has not been running for 3 years, the volatility figure displayed is since the inception of the share class

### TURNOVER\*\*

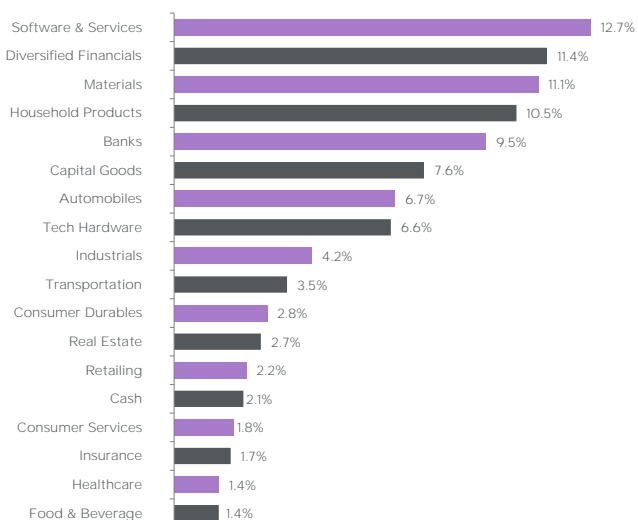
11.8%

\*\*Average turnover of holdings (annualised) since the fund's inception

## GEOGRAPHIC ALLOCATION



## SECTOR ALLOCATION



\*For the purposes of reporting, the unrealised capital gains have been removed from the portfolio characteristics calculations, however remain part of the Net Asset Value calculation

## MONTHLY UPDATE

The consistent and meaningful decrease in headline covid infection numbers contributed to the improvement of investor sentiment in May, in line with our expectations. As a result of the more risk-seeking investor behaviour, relevant stock indices rose: the Nifty 50 index increased by 8.7% in USD, whilst the mid cap index gained 9.4% in USD in May.

Indian real GDP growth in CY1Q21 surprised to the upside, as the annual rate of growth accelerated to 1.6%. Both the supply and the demand side contributed to the economy's performance. Notably, agricultural activity was boosted by a record harvest. We hold the view that despite the localised lockdowns across various states in CY2Q21, the cyclical recovery will persist in FY2021-22 (ending in March 2022), as risks related to the supply side are significantly lower than a year ago, when businesses were caught off guard and were not prepared for the severe challenges posed by the fully-fledged nationwide lockdown. On the other hand, the demand side will benefit from the continuation of the vaccination drive. At the end of May, over 215 million doses had been administered in total (over 15,000 doses per 100,000 people) – defying fears that India could run out vaccines. We are of the view that as inoculation progresses, it will contribute to the restoration of consumer sentiment and thus boost the re-acceleration of consumer spending. Looking ahead, real GDP growth is expected to be around 10% in FY2022 – one of the fastest growing economies globally.

As the number of new covid cases declined in May, investor sentiment in the Indian stock market significantly improved triggering a sharp and broad-based rally, especially in the small and mid-cap space. As a result, we reduced the weightings of TCI Express (logistics), PolyCab (cable and wire manufacturer) and Amrutanjan (health care) to lock in share price gains. We rotated funds into undervalued names, e.g. Lemon Tree Hotels, HDFC (mortgage financier), Infosys (information technology) and Stove Kraft (cookware and electrical appliances).

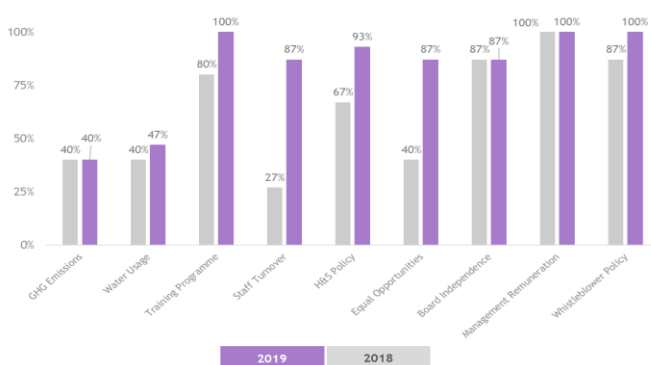
## TOP 10 HOLDINGS

1.	Infosys	7.7%
2.	ICICI Bank	6.6%
3.	HDFC	6.4%
4.	TCS	5.0%
5.	Amrutanjan	4.6%
6.	Redington	4.5%
7.	Ultratech Cement	4.1%
8.	Heidelberg Cement India	4.0%
9.	TCI Express	3.5%
10.	Polycab	3.1%

## ESG: IMPACT MEASURES

For all portfolio holdings, we track a set of Key Progress Indicators "KPIs" that represent a general set of transparency and ESG standards we want all firms to meet over time. In each case, the assessment has a financial motivation and an associated positive potential impact in line with the principles of the UN Global Compact. The chart summarises the where we stand in relation to the KPIs for all the portfolio holdings. These KPIs support our engagement activity with our holdings. Please contact us or refer to our Responsible Investment brochure for full details.

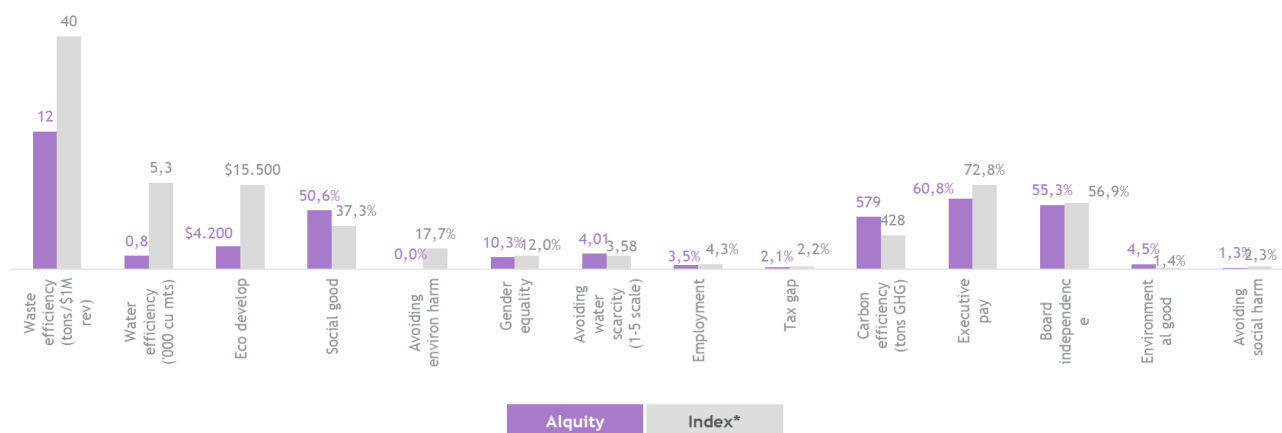
Holdings meeting each KPI standard - % of companies <sup>1</sup>



<sup>1</sup> Source: Alquity. Portfolio overview as of 31 July 2020

## ESG : KEY PROGRESS INDICATORS

The performance of Alquity's India fund against the benchmark <sup>2</sup>



<sup>2</sup> Impact Cubed Assessment, Impact Cubed (31 August 2020)

## TRANSFORMING LIVES

We donate a proportion of our fees from the Alquity Indian Subcontinent Fund to charity partners in the region, reinforcing our belief that social progress should also lead to financial success.

<b>DONATIONS GENERATED BY THE INDIAN SUBCONTINENT FUND:</b>	<b>\$294,177</b>
LIVES TRANSFORMED DIRECTLY:	2,047
LIVES TRANSFORMED INDIRECTLY:	9,315

### Total Lives Transformed by Alquity

65,000+  
LIVES

### Total Donations generated by Alquity

\$2,200,000+

Data correct at 28 Feb 21

Source: Alquity Transforming Lives Foundation

## FUND FACTS

Fund :	Alquity Indian Subcontinent Fund
Share Class :	Y Class
Inception Date :	08/05/2017
Fund AUM :	US\$ 28.9m
Number of Holdings :	35
Fund Structure :	UCITS V SICAV
Domicile :	Luxembourg
Liquidity :	Daily
Fund Manager :	Mike Sell
Morningstar Rating :	★
Minimum Investment :	€5,000,000
Annual Management Fee :	0.90%
Performance Fee :	None
ISIN :	LU1070052342
SEDOL :	BF4R7R7
Bloomberg Ticker :	ALQISYE

## FUND OBJECTIVE

The Alquity Indian Subcontinent Fund is equity focused and targets attractive risk-adjusted returns over the long-term by investing in public companies across the Indian Subcontinent. Our portfolio is unconstrained and emphasises long-term themes, transparency and alignment of management. This is achieved by a fundamental process which incorporates both financial valuation and Environmental, Social and Governance analysis of material non-financial factors.

## CONTACT US

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For more information about the Alquity Transforming Lives Foundation please visit [www.alquityfoundation.org](http://www.alquityfoundation.org)



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#### SWISS INVESTORS

The prospectus, the Articles of Association, the Key Investor Information Document ("KIID") as well as the annual and semi-annual report of the Fund is available only to Qualified Investors free of charge from the Representative. In respect of the units distributed in Switzerland to Qualified Investors, place of performance and jurisdiction is at the registered office of the Representative. Funds other than the Luxembourg domiciled Alquity SICAV mentioned in this document may not be admitted for distribution in Switzerland. Swiss Representative: FIRST INDEPENDENT FUND SERVICES LTD., Klausstrasse 33, 8008 Zurich. Swiss Paying Agent: Neue Helvetische Bank AG, Seefeldstrasse 215, CH-8008 Zurich.