

## **Disclosure & Disclaimers**

### **Purpose:-**

This document has been prepared inter-alia in pursuant to regulation 15 and 18 of the Securities and Exchange Board of India (Investment Advisers) Regulations, 2013, as amended from time to time (the Regulations) and the Circulars, Guidelines and instructions issued by SEBI thereunder from time to time. This document is intended only for the personal use of the prospective investors and investors to whom it is addressed or delivered and must not be reproduced or redistributed in any form to any other person without prior written consent of AlphaGrep Advisors Private Limited. This document does not purport to be all-inclusive / comprehensive, nor does it contain all the information which a prospective investor may desire for making decisions for engaging the Investment Adviser.

### **History, Present Business and Background**

AlphaGrep Advisors Private Limited provides Investment Advisory Services.

### **Directors:**

#### **Bhautik Ambani**

Qualification: Bhautik has done MBA in Finance from SP Jain Institute of Management and bachelor's degree in Management studies from Mithibai College, Mumbai.

#### **Praveen Kumar**

Qualification: Praveen has done his post-graduation from IIM Calcutta and is a B. Tech. degree holder from IIT Kharagpur.

### **Other Disclosures**

- We are affiliated with Alphagrep Investment management Private Limited which is holding company of Alphagrep Advisors Pvt Ltd..
- No penalties/directions have been issued by the SEBI under the SEBI Act or any other regulatory body. There are no pending material litigations or legal proceedings, findings of inspections or investigations for which action has been taken or initiated by any regulatory authority.
- In no event shall the Advisors, their respective directors, employees, affiliates or representatives, etc. (hereinafter referred to as "AlphaGrep") shall be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information provided herein.
- We do not recommend any stockbroker or other intermediary to a client. Nor do we receive any consideration by way of remuneration or compensation or in any other form whatsoever from a stockbroker or other intermediary.

- Investments in debt instruments are subject to reinvestment risks as interest rates prevailing on interest amount or maturity due dates may differ from the original coupon of the bond, which might result in the proceeds being invested at a lower rate.
- If client wants opinion in the specific positions made by him only, we will be able to suggest appropriate view on the securities. Such suggestion/view under any circumstances shall be considered as an opinion (not advice) from our side and we advise the client to consider our opinion and not consultancy to make his/her final decision. We are not liable for any losses whatsoever our client may incur in accepting this opinion.
- AlphaGrep Advisors Private Limited, its directors, associates, and employees might have positions or might have recommended to clients which might be in-line with the recommendations made from time to time. AlphaGrep Advisors Private Limited or directors or employees or their family members may or may not trade or may have investments in the same recommendations. We may or may not have a similar position as advise in its other products where it acts as investment adviser.
- The value of the portfolio investments may be affected generally by factors affecting financial markets, such as price and volume, volatility in interest rates, currency exchange rates, changes in regulatory and administrative policies of the Government or any other appropriate authority (including tax laws) or other political and economic developments. Consequently, there can be no assurance that the objective of the Portfolio would achieve. The value of the portfolios may fluctuate and can go up or down. Financial products and instruments are subject to market risks and yields may fluctuate depending on various factors affecting capital/debt markets. Please note that past performance of the financial products, instruments and the portfolio does not necessarily indicate the future prospects and performance thereof. Such past performance may or may not be sustained in future.
- We will assess the portfolio entities from varied valuation parameters in order to establish whether the valuations are reasonable while creating the model portfolio and reassess the same from time to time.
- While recommending to invest in equities and portfolio entities, liquidity constraints are potential near-term risk while investing and disinvesting the portfolio entities.
- Investment in the market is subject to market risk. Read all the related documents carefully before investing. Though the best attempts are made to predict markets, but no surety of return or accuracy of any kind is guaranteed.
- We maintain and operate effective organizational and administrative arrangements with the view of taking all reasonable steps to identify, continuously monitor and manage conflicts of interest. Some of the potential conflicts of interest situations are provided below. It is not intended to provide a comprehensive list of conflicts of interest or account of the processes and procedures which we adopt in connection with the management of conflicts of interest but is instead intended to be a statement of principles with which we seek to manage foreseeable conflicts of interest. We may identify additional conflicts of interest situations from time to time, which will be managed/mitigated with the help of the principles identified herein and by also taking into account further processes which we may develop over the period of time. The following are the potential conflicts of

interest situations that may arise.

- The relevant parties providing services to the investor will have, in addition to their responsibilities for the investor, responsibilities for other companies, projects and clients. Accordingly, they may have conflicts of interests in allocating management time and other resources amongst our various activities and such other projects and clients.
- We, while managing the funds of investor/providing advice, may from time-to-time effect transactions in securities in which we may have a financial or other business interest.
- We and/or our advisory clients may have existing similar or contra positions in the stocks/ recommended in the client's account and may execute their trades at different timeline based on their execution strategy which may not match with trade execution in the RIA.
- Our directors or employees may also serve as employees or partner(s) /director(s) of the other company. In such situations, the employee or partner is considered to be in a “dual hat” situation, which may result in conflicts of interest due to duties to differing entities.
- The attorneys, accountants, and other professionals who perform services for us may, and in some cases do, also perform services for the relevant parties.
- Client is always advised to read, understand, and agree of terms & conditions & disclaimer of service.
- We do not guarantee any profit/return.
- We do not provide any profit/loss sharing services, guaranteed profit services and Demat services.

#### Risk Factors

The value of the investments and the expected returns may be affected generally by factors affecting financial and securities markets, such as price and volume, volatility in interest rates, currency exchange rates, changes in regulatory and administrative policies of the Government or any other appropriate authority (including tax laws) or other political, economic, and other developments as detailed below:

- **Portfolio Entities/ Companies Risk:** The performance of the model advisory portfolio will depend upon the business performance of the Portfolio Entities and Companies and its prospects. Investment Adviser focuses on studying the business and the sustainability with focus on studying the balance sheet will help the Investment Advisor in mitigating these sector or company risks.
- **Valuation Risk:** Investment Adviser will assess the Portfolio Entities from varied valuation parameters in order to establish whether the valuations are reasonable while creating the model portfolio and reassess the same from time to time.
- **Market Risk:** Investment Adviser endeavors to create a portfolio of Entities /Companies using bottom-up fundamental research rather than trying to time the markets. However,

in order to mitigate Market Risk, the Investment Adviser will monitor and analyse the market and economic circumstances from time to time that may affect the performance of the Portfolio Entities.

- **Liquidity Risk:** While investing in equities and Portfolio Entities, liquidity constraints are potential near-term risk while investing and disinvesting the Portfolio Entities. The Investment Adviser endeavors to mitigate the risks by investing creating a portfolio with a medium to long term time horizon.
- **Service Provider Risk:** Investment Adviser is reliant upon the performance of third-party service providers for their functions. Weak control over technology used in the third-party arrangement may result in threats to security and the integrity of systems and resources, which can have materially detrimental impact upon the operations of the AlphaGrep Advisors Private Limited. These issues could result in unauthorized transactions or the inability to transact business as expected. The Investment Adviser endeavors to mitigate these risks by entering into the arrangement with regulated entities and/or incorporating indemnity clause in the agreement entered with service providers.
- **Other Risks:** The Investment Advisory does not offer any assured / guaranteed returns.

AlphaGrep Advisors Private Limited is not liable or responsible for any loss or shortfall resulting on account of Non-Discretionary Investment Advice. This document represents the views of AlphaGrep Advisors Private Limited and should not be taken as the basis for an investment decision.