Exceptional & Rich India MidCap Select Q™
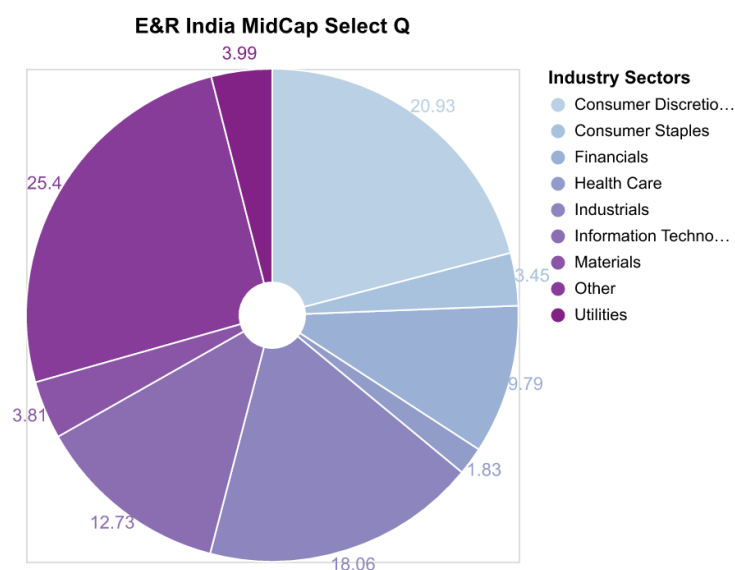
Inception date January 2017

Description

Exceptional & Rich India MidCap Select Q Index [E&R India MidCap Select Q] has been created to improve the statistical and scientific design flaws of the market capitalization methodology used in the S&P BSE MidCap Select Index, which is widely regarded as the best single gauge of large-cap India equities. Unlike market capitalization methodology which is risk-increasing and return-reducing owing to its concentration, the E&R is designed to own 29 large-cap India equities, and deliver higher risk-weighted excess returns while maintaining low tracking error vs. the S&P BSE MidCap Select Index.

Methodology

The methodology is based on a modern science innovation, which uses Reversion-Divergence framework to dynamically score, weight and rebalance components in a group to deliver higher risk-weighted excess returns. The method removes the conflict between Efficient and Inefficient market thinking, statistically normal and non-normal behavior, or in simple terms the conflict between Value and Growth investing. The methodology is not Size biased, and obviates the need for concentration and running after winners but rather adopts a slower weight readjustment compared to the S&P BSE MidCap Select Index.

1. Exceptional & Rich India MidCap Select Q

1.1. Sector Breakdown (percentage)

E&R India MidCap Select Q

Industry Sectors
- Consumer Discretio…
- Consumer Staples
- Financials
- Health Care
- Industrials
- Information Techno…
- Materials
- Other
- Utilities

1.2. Top 10 Components

Nr./Symbol		Name	Current Price	P&L(%)	E&R India MidCap Select Q Proportion(%)
1	500251	Trent Ord Shs	8238.90	109.81	9.30
2	500575	Voltas Ord Shs	1794.30	117.98	8.44
3	500408	Tata Elxsi Ord Shs	7676.45	8.20	6.20
4	540222	Laurus Labs Ltd	474.05	7.81	6.09
5	500049	Bharat Electronics Ltd	285.85	56.76	4.52
6	533179	Persistent Systems Ord Shs	5466.45	18.94	4.23
7	533096	Adani Power Ord Shs	641.75	-0.58	3.99
8	511243	Cholamandalam Investment & Finance Co. Ltd.	1502.25	-0.96	3.98
9	540611	AU Small Finance Bank Ltd	690.55	3.59	3.92
10	543245	Gland Pharma Ltd	1697.55	1.15	3.53

*In case components hit maximum weight constraints they are rebalanced back to lower inception weights.

1.3. Top 10 Comparisons
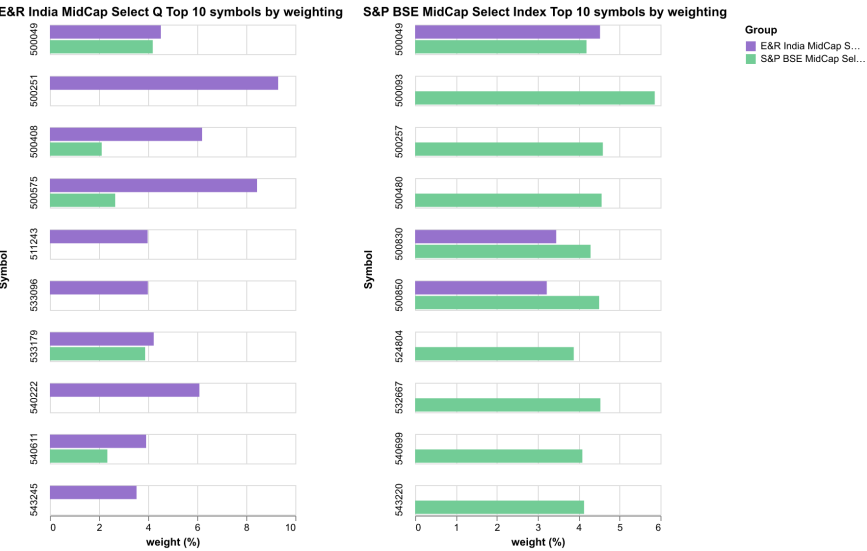
## 1.4. Performance Plot Since January 2017
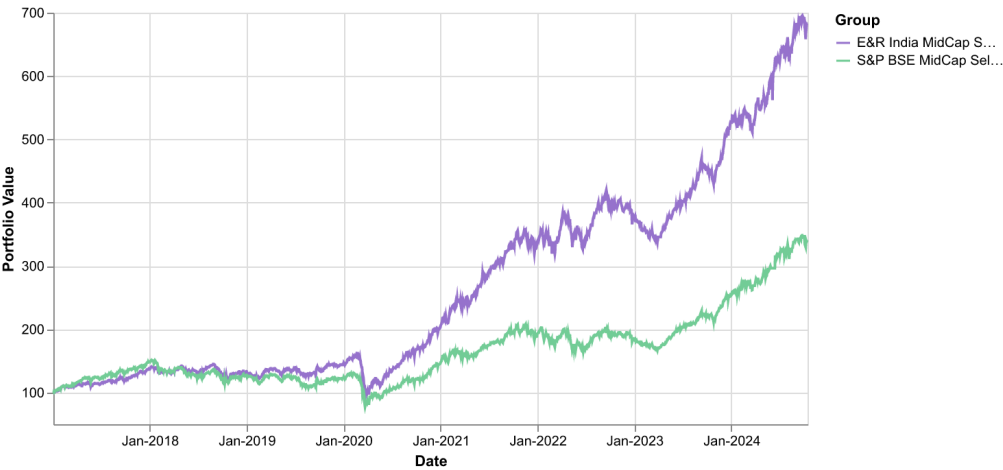
1.5. Performance Metrics

The table illustrates the performance across various parameters. The Performance (%) of Portfolio from different starting points, Current portfolio value of the funds invested at inception, Annualized (%) Returns, Annualized Standard Deviation (%), Average Tracking Error (%) and Average Information Ratio (%).
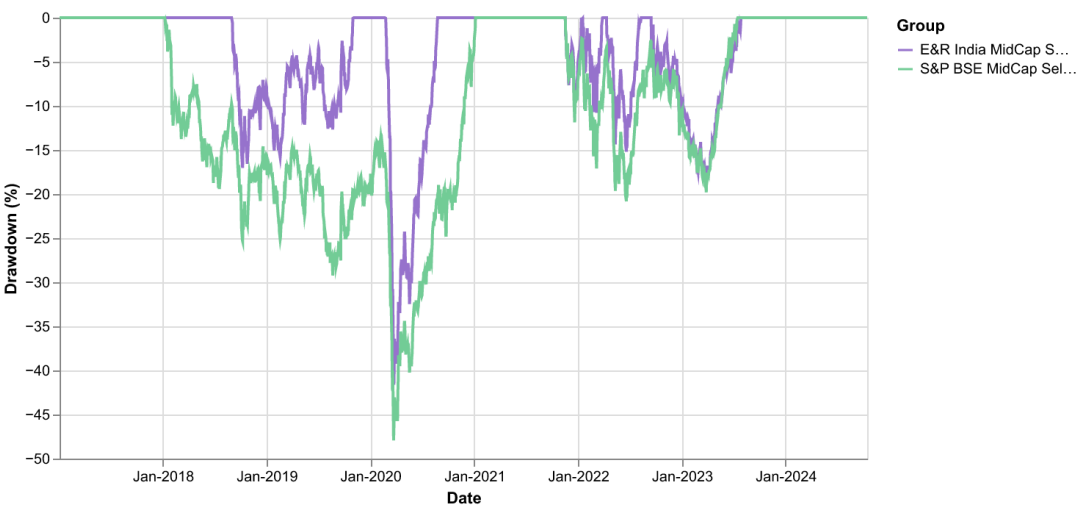
	Nr./Name	E&R India MidCap Select Q	S&P BSE MidCap Select Index
1	Performance (%) since January 2018	396.02	129.38
2	Performance (%) since January 2020	369.54	176.92
3	Performance (%) since January 2022	99.87	75.16
4	Performance (%) since January 2024	29.69	33.36
5	Current Portfolio Value (Invested in January 2017)	682.95	340.85
6	Annualized (%) Return (Since January 2017)	28.00	17.06
7	Annualized Std. Deviation (%)	18.36	18.41
8	Average Tracking Error (%)	6.55	-
9	Average Information Ratio (%)	1.39	-

1.6. Annualized Rolling Return

2YR Annualized Rolling Return

3YR Annualized Rolling Return
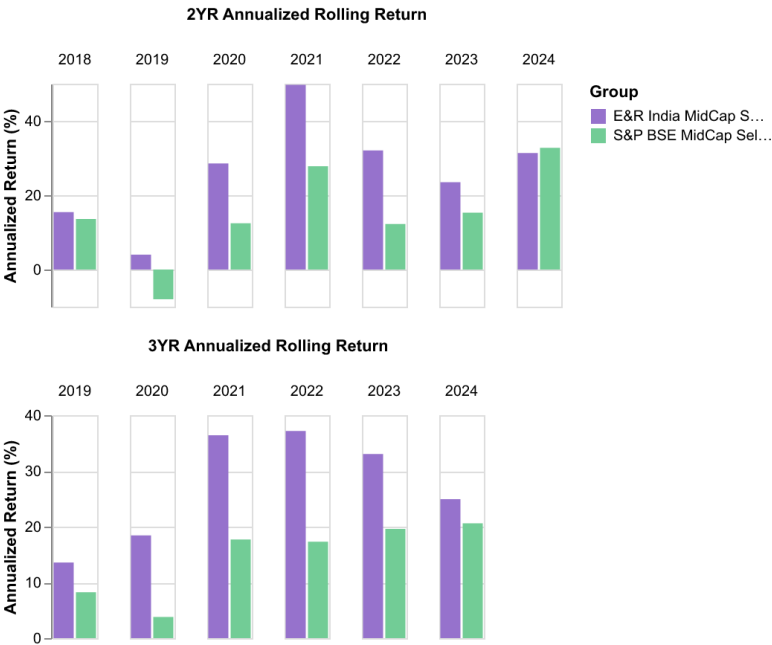
1.7. Drawdown Analysis

A daily time series plot illustrating drawdowns of more than 10% from peak equity.

Nr./Portfolio Drawdowns (%)		Start date	End date	Maximum (%)	Days
1	-	31-Aug-18	4-Nov-19	-17.03	430
2	-	21-Feb-20	25-Aug-20	-41.62	186
3	-	13-Jan-22	29-Mar-22	-10.79	75
4	-	11-Apr-22	11-Aug-22	-15.20	122
5	-	15-Sep-22	28-Jul-23	-19.19	316

Nr./Benchmark Drawdowns (%)		Start date	End date	Maximum (%)	Days
1	-	8-Jan-18	5-Jan-21	-47.93	1093
2	-	17-Nov-21	17-Jul-23	-20.82	607

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