LIGHTHOUSE CANTON CAPITAL INDIA

Smell The Coffee
December 2021

Disclaimer

The contents of this document are confidential and are meant for intended recipient only. If you are not the intended recipient, please delete all copies of this document and notify the sender immediately.

This document, provided as a general commentary, is for informational purposes only and is not to be construed as an offer to sell or solicit an offer to buy any financial instruments in any jurisdictions. This does not constitute any form of regulated financial advice, and your independent financial advisor should be consulted prior to taking any investment decision(s). This document is based on information from sources which are reliable but has not been independently verified by LC Capital India Private Limited ("LCIL"). LCIL has taken reasonable steps to verify the contents of this document and accepts no liability for any loss arising from the use of any information contained herein. Please also note that past performances are not indicative of future performance.

This document is prepared by LC Capital India Private Limited ("LCIL") which is incorporated in India and is an Association of Mutual Funds in India ("AMFI") registered Mutual Fund Distributor (License No. ARN 171014). The contents of this document may not be reproduced or referenced, either in part or in full, without prior written permission of LCIL.

LC Capital India Private Limited ("LCIL") is not affiliated to Lighthouse Canton Pte Ltd ("LCPL"), Singapore, and any views and/or advice provided by LCIL does not represent nor constitute as the views held by LCPL. Lighthouse-Canton brand and logo are owned by Lighthouse Canton Investment Holdings Pte Ltd ("LCIH") and have been granted for use to LCIL and LCPL by means of Licensing agreements.

Common Risk Factors: *Investments in securities are subject to market risks. The value of the Portfolios can go up or down depending on various market factors. Past performance of the Portfolio Manager does not indicate the future performance of the Products or any other future Products of the Portfolio Manager. There are no assurances or guarantees that the objectives of any of the financial product(s) / instrument(s) will be achieved.*
The investments may not be suited to all categories of investors. Investors are not being offered any guaranteed or indicative returns through any of the products/recommendations. The names of the Products do not in any manner indicate their prospects or returns. The performance of the Products may be adversely affected by the performance of individual issuer companies, changes in the market conditions, micro and macro factors and forces affecting capital markets in particular like interest rate risk, credit risk, liquidity risk and reinvestment risk. Derivative/future and options products are affected by various risks including but not limited to counter party risk, market risk, valuation risk, liquidity risk, basis risk and other risk.
Please read the Disclosure Document of the proposed investment before investing.

MF Specific Risk Factors: *Mutual Fund investments are subject to market risks, read all scheme related documents carefully.*

LC Capital India Private Limited
CIN: U74999TG2020PTC139228
Corp. Off: Ground Floor, Cowrks, Worldmark 1, Aerocity, New Delhi, 1100037, Delhi (India)
Regd off: Building 9000, Plot No 7, SY No 542, MN Park, Phase-II, Hyderabad, 500078, Telangana (India)
Email: service@lighthouse-canton.in Website: www.lighthouse-canton.in

AGENDA

01 **Market Update**

02 **Monthly Performance Update**

03 **Fund Space**

- Investment Opportunities
- Tactical Calls

MARKET UPDATE

Investment Allocation Framework

Asset Growth
- Long Only
- Equity Minus
- Overseas Allocation
- PE/VC

Stable Returns
- Structured Credit
- MLDs
- Real Estate Fund
- Debt MFs

Volatility Hedge
- Debt Plus
- Dynamic Asset Allocation Fund

Inflation Hedge
- Gold
- Commodity

Keeping in mind this framework while creating an asset allocation to ensure the realization of capital preservation as well as better risk-adjusted returns

LC Capital India : Macro Update

LIGHTHOUSE CANTON

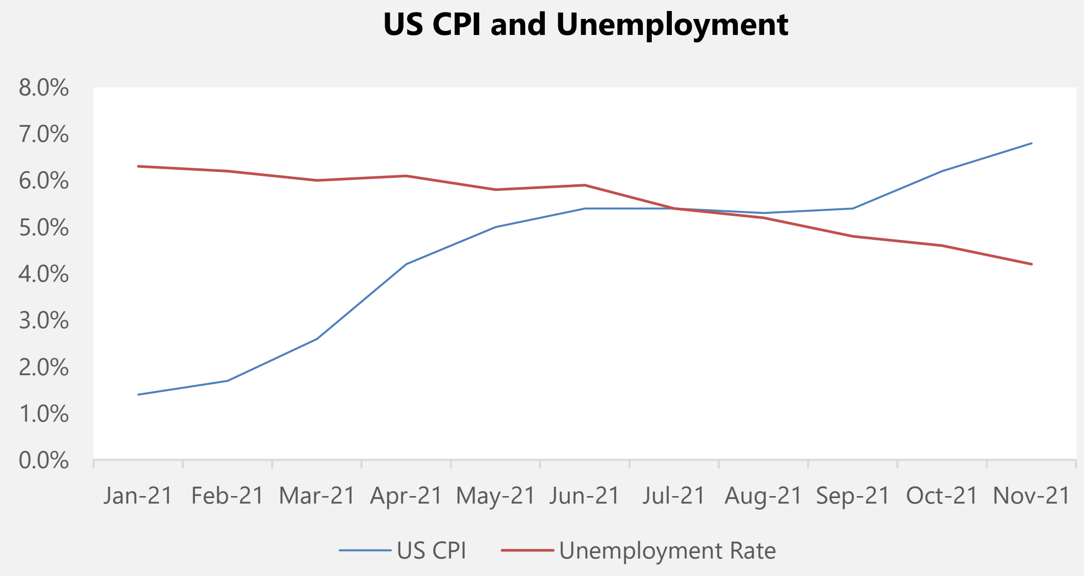
US, UK, Europe have seen a continued recovery in sentiment indicators and PMI especially in services sector in Nov 2021.

With the improvement in unemployment and inflation being the highest on y-o-y basis since 1982, the stage is set for US FED to accentuate the pace of normalization.

RBI continues to maintain the accommodative stance as long as necessary to revive and sustain growth on durable basis. Inflation forecasts has reduced to 5.3% from 5.7% in FY22.

In India, we have seen pick up in high frequency indicators, bank loan growth and with over 1.3bn vaccines administered, it's a clear reflection of strong economic recovery.

Trade deficit also reflect a stronger demand with imports accelerating vs exports, -$22.9bn in Nov 21 vs -$9.3bn in Jun 21. Recent Q2FY22 GDP of 8.4% y-o-y also reflects growth optimism.



Data Source –Investing.com

FED policy actions may lead to volatility in global risk assets. In India we may see goldilocks regime, where growth primarily would be supported by government spending and exports.

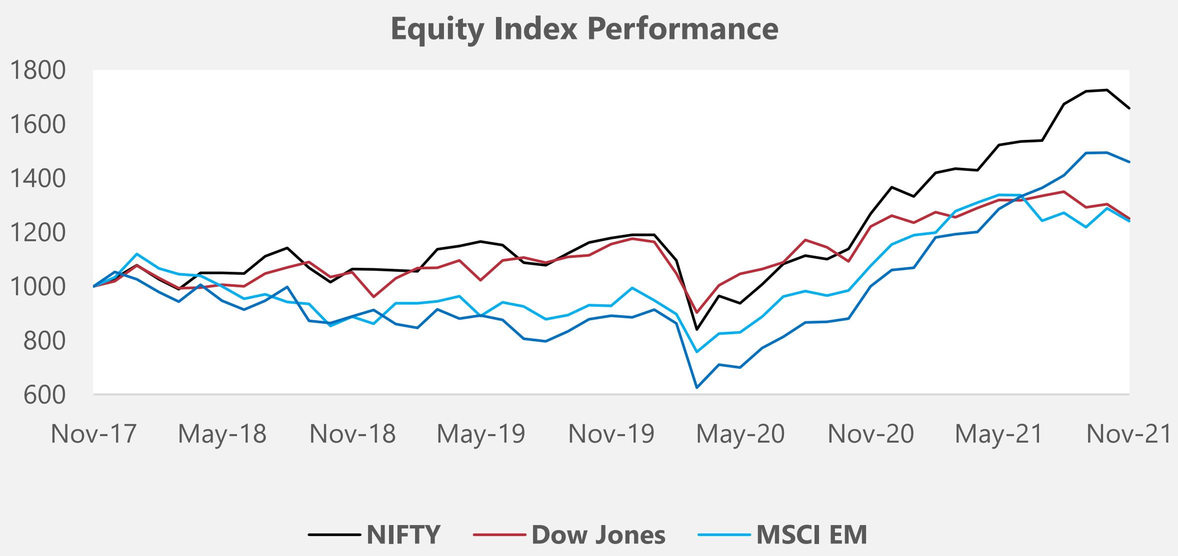
LC Capital India : Equity Market Update

Indian equity markets ended the month on a weak note amid concerns over a new coronavirus variant. FIIs were heavy net sellers during the month and trimmed significant positions worth Rs. 39,902 cr. While DIIs remained net buyers and added Rs. 30,560.27 in cash equity.

Apart from IT and consumer durables, most sectors remained in red. Notably, banking sector took the worst hit followed my metals, Auto, Oil and Gas, realty and pharma.

Exuberance over activities in the primary market remained, however, most stocks ended in red post listing.

We continue to focus on domestic growth and look at rallies to continue keeping asset growth weightage consistent in the portfolio.



Month	NIFTY	MSCI EM	Dow Jones	BSEMidcap
Nov-21	-3.9%	-4.1%	-3.7%	-2.3%
Oct-21	0.3%	0.9%	5.8%	0.1%
Sep-21	2.8%	-4.2%	-4.3%	5.9%

* Data Source –NSE, MSCI Website, Yahoo Finance

Our preference remains long-term position building in quality growth portfolios in mid and small cap segments. Large up moves should be utilized to rationalize exposure.

LC Capital India: Fixed Income Market Update

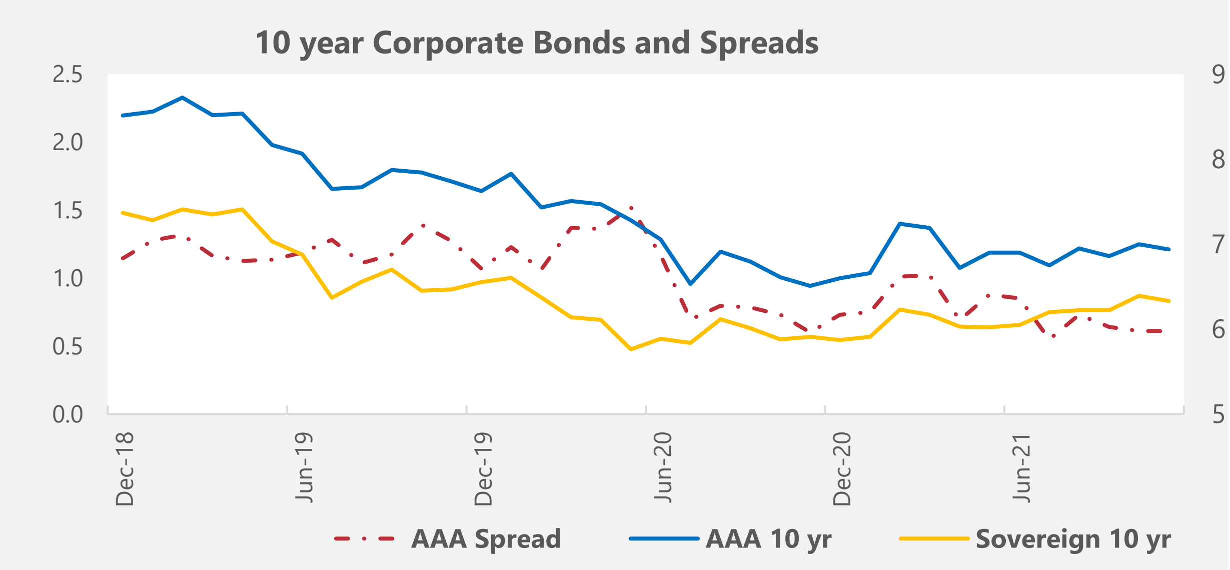
In US bond markets, weaker risk appetite led government bond yields lower as Omicron fears dominated.

10y sovereign yields fell to 6.33% on the back of low crude oil prices, low print in inflation numbers and ample liquidity in the markets.

MPC's rate stance had dovish undertones and RBI has mentioned its readiness to undertake operation twist as and when warranted. VRRR would be the primary mode of liquidity management. Thus, rates on the shorter end of the curve may to remain pressed.

Onshore spreads between the GSecs and corporate bonds remained consistently low for the month of November.

While monetary policy should marginally become less favorable in 2022, we believe that the normalization will be gradual and this would continue to support bond markets.



Month	AAA 10 yr	Sov. 10 Yr	AAA Spread
Nov-21	6.94	6.33	61
Oct-21	7.00	6.39	61
Sep-21	6.86	6.22	64
Aug-21	6.95	6.22	73
Jul-21	6.75	6.20	55

* Data Source – RBI, Bloomberg

As policy divergence continues, we believe, fixed income markets in India may remain volatile in the near term. We would recommend investors to invest in high quality roll down strategies and gain from the steepness of the curve.

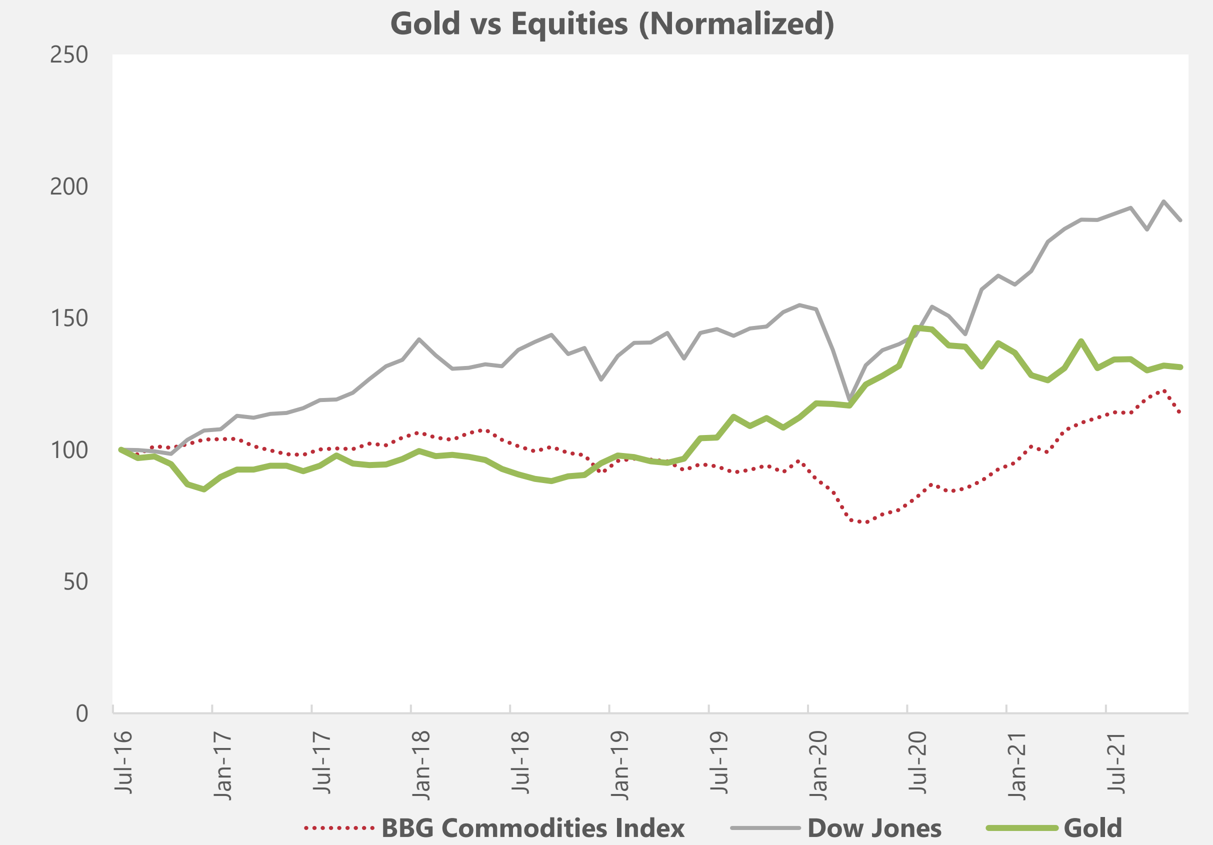
LC Capital India: Alternatives Assets Update

We expect metals, energy, digital lifestyle consumption themes to do well on account of higher infrastructure spending, drive towards clean energy, supply side imbalances and increased consumer spending. These segments may remain volatile in the near term primarily due to the risks from new Covid variant.

We have seen many countries including US have tapped their national strategic petroleum reserves to bring down oil prices and stabilize inflation. The decline in oil prices should get supported by OPEC upbeat on oil demand for 2022.

Adoption of yield curve control and higher inflation expectation, may lead to fall in real yields and higher gold prices. We recommend gold as a constant segment in one's portfolio.

On PE/VC space, we see serious alpha in professionally managed early stage ventures as the number of unicorns and soonicorns (soon to be unicorns) are set to increase.



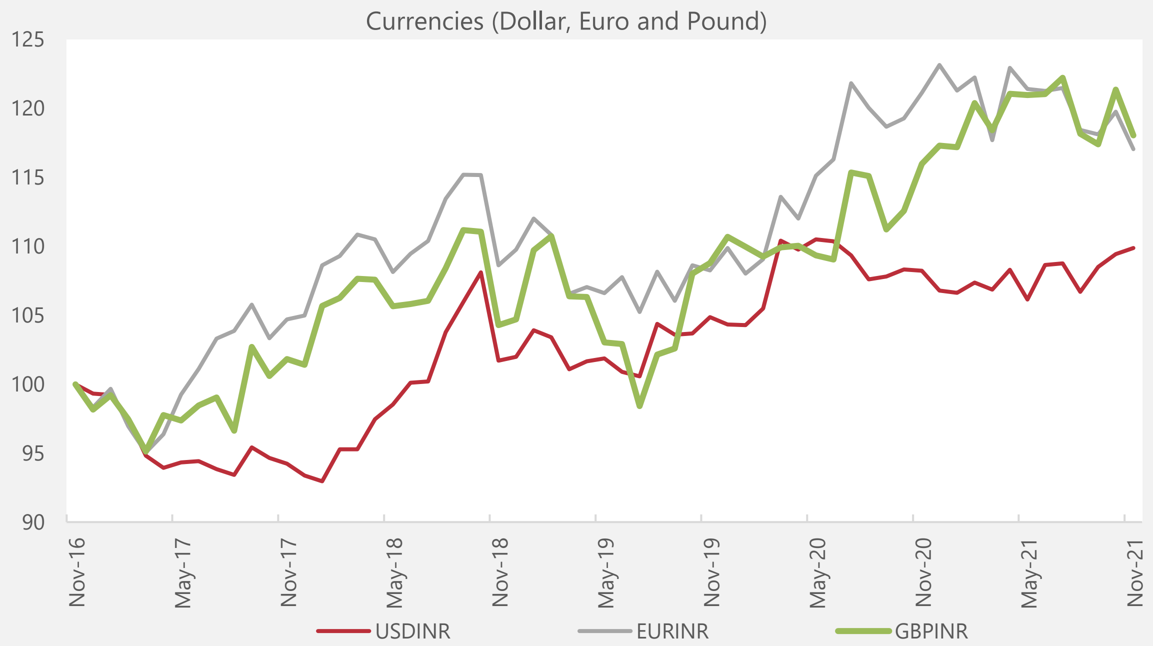
* Data Source – Bloomberg

We recommend PE/VC route as a primary route to enhance long-term returns. Allocation to gold, commodity, energy, consumption related funds could be done in a staggered manner.

USDINR appreciated on concerns of omicron variant, inflation and heavy selling by FPI's. The rupee stayed weak against the USD following losses in the domestic equity market and worries that the U.S. Federal Reserve may increase pace of the tapering program.

EURINR moved down sharply and tumbled to a low of 83.37. The Euro is expected to trade with a negative bias on divergence in monetary policy and concerns of a new COVID-19 strain led to speculation that monetary policy tightening by the U.S. Federal Reserve may get delayed.

GBPINR fell by 2.73% during the month of November. The fall was largely on concerns over soaring natural gas prices and worries regarding the economic impact of a shortage of gas and petrol in Britain.



Month	USDINR	EURINR	GBPINR
Nov-21	75.17	85.32	100.45
Oct-21	74.88	87.28	103.27
Sep-21	74.24	86.10	99.88
Aug-21	73.00	86.33	100.53

* Data Source – Bloomberg

We expect currencies to remain volatile amid global policy normalisation, rising crude oil prices and concerns on the new covid variant.

MONTHLY PERFORMANCE UPDATE

Performance Update – Select Absolute Return Funds and Benchmark Indices

LIGHTHOUSE CANTON

PERFORMANCE UPDATE

Debt Plus Funds

Fund	Nov-21	Oct-21	Sep-21	3M	6M	1Y	2Y	3Y
ICICI Prudential Long Short	1.6%	0.9%	0.4%	2.9%	6.3%	21.0%	16.8%	18.2%
Whitespace Debt Plus	1.6%	2.7%	0.4%	4.7%	8.9%	18.4%	16.6%	
Estee I-Alpha	0.7%	1.1%	0.8%	2.6%	4.5%	9.3%	11.2%	11.7%
Alpha Alt MSAR	1.8%	0.9%	1.3%	4.1%	6.0%	11.5%	11.5%	11.8%
Avendus Abs Return Fund	1.4%	1.5%	2.3%	5.3%	10.1%	17.6%	11.3%	12.3%
Avendus ARF PMS	0.5%	1.6%	2.6%	4.7%	8.3%	15.4%		

Benchmark Indices

Fund	Nov-21	Oct-21	Sep-21	3M	6M	1Y	2Y	3Y
Nifty 50	-3.9%	0.3%	2.8%	-0.9%	9.0%	30.9%	18.7%	16.0%
BSE500	-3.0%	0.2%	3.3%	0.4%	10.5%	36.9%	22.3%	17.3%
BSE Mid Cap	-2.3%	0.1%	5.9%	3.5%	13.5%	46.0%	27.9%	18.0%
BSE Small Cap	-0.2%	-0.4%	4.3%	3.7%	18.3%	65.5%	43.5%	24.6%
CRISIL Liquid Fund Index	0.4%	0.4%	0.4%	1.1%	1.9%	3.7%	4.3%	5.2%
Nifty Bank	-8.7%	4.5%	2.7%	-2.0%	0.5%	20.5%	5.7%	9.9%
MSCI EM Index	-4.1%	0.9%	-4.2%	-7.4%	-11.9%	0.6%	8.0%	6.8%
Nifty 50 Arb Index	0.3%	0.2%	0.1%	0.6%	1.5%	4.1%	3.2%	4.3%

* Performance as of 30th November, 2021; Estee I-Alpha and Avendus Absolute Return Strategy are PMS strategies, rest are category – III AIFs

Performance Update – Select Long Only and Biased PMS/AIF Strategies

PERFORMANCE UPDATE

Long Only Funds

Fund	Nov-21	Oct-21	Sep-21	3M	6M	1Y	2Y	3Y
LC SageOne Select	1.9%	-3.8%	5.7%	3.6%	25.2%	76.9%	53.0%	33.1%
Vallum India GARP Advantage	-3.5%	-2.1%	8.9%	2.9%	16.8%	58.9%	41.6%	24.7%
White Oak India Pioneers	-1.7%	0.2%	1.3%	-0.2%	13.1%	40.7%	33.4%	
SageOne Small Cap	2.8%	-1.1%	4.7%	6.4%	22.5%	84.3%	71.1%	
Abakkus Emerging Opportunities	-3.9%	1.9%	4.8%	2.6%	17.2%	81.6%	61.8%	
Marcellus Cons. Compounders	-1.1%	-0.9%	1.2%	-0.8%	11.4%	29.4%	27.6%	27.1%
Alchemy High Growth Select Stock	-2.1%	1.8%	5.7%	5.3%	20.5%	57.7%	22.8%	17.1%
Marcellus Kings Of Capital	-8.7%	-1.4%	1.7%	-8.4%	-0.1%	6.2%		

Equity Minus Funds

Fund	Nov-21	Oct-21	Sep-21	3M	6M	1Y	2Y	3Y
Whitespace Equity Plus	-2.6%	2.5%	3.3%	3.0%	17.5%	65.2%	39.4%	
Avendus Enh Retrn Fund - II	-2.1%	2.1%	1.4%	1.4%	13.8%	30.7%	18.9%	19.1%
Edelweiss Alt Equity	1.4%	-1.6%	2.3%	2.1%	15.6%	31.7%	21.4%	20.3%

* Performance as on 30th November, 2021 ; Abakkus Emerging Opportunities Fund is an AIF, rest all are PMS strategies among Long Only Funds; All equity minus strategies are AIFs

Performance Update – Select Mutual Funds

LIGHTHOUSE CANTON

PERFORMANCE UPDATE

Mutual Funds

Fund	Segment	Nov-2021	Oct-2021	Sep-2021	3 M	6 M	1 Y	2 Y	3Y
Nippon India Large Cap	Large Cap	-4.25%	1.64%	4.10%	13.60%	23.90%	69.70%	22.20%	15.60%
DSP Equity Opportunities	Large & Mid Cap	-4.69%	0.39%	1.60%	9.40%	23.70%	66.70%	27.70%	20.80%
DSP Flexi Cap	Flexi Cap	-3.70%	0.41%	0.90%	10.20%	22.70%	66.60%	28.00%	24.10%
PGIM India Flexi Cap	Flexi Cap	-3.00%	2.34%	2.10%	13.40%	30.60%	73.60%	41.40%	28.70%
Invesco India Multicap	Multi Cap	-2.89%	3.55%	2.90%	10.00%	27.60%	66.70%	30.80%	20.00%
Invesco India Midcap	Mid Cap	-2.02%	2.45%	5.00%	10.80%	24.10%	59.90%	35.00%	22.80%
PGIM India Midcap Opp	Mid Cap	-2.35%	3.60%	3.80%	15.50%	35.00%	87.80%	56.90%	34.20%
SBI Small Cap Fund	Small Cap	-2.27%	3.44%	4.20%	8.80%	25.30%	70.90%	38.50%	25.90%
Edelweiss Balanced Advantage	Balanced Advantage	-2.27%	0.72%	1.10%	7.20%	13.70%	35.50%	22.40%	16.30%
PGIM India Emerging Markets	Thematic	-9.32%	5.06%	-3.70%	-8.90%	7.70%	26.00%	18.80%	7.90%
Edelweiss Arbitrage Fund	Arbitrage	0.15%	0.46%	0.10%	0.80%	2.00%	3.70%	4.30%	5.00%
HDFC Multi-Asset	Multi-Asset	-1.99%	2.74%	0.30%	6.20%	14.00%	32.30%	20.70%	15.20%

- Performance as on 30th November, 2021; Returns less than 1 year are absolute

INVESTMENT OPPORTUNITIES

Long Only Equity : Vallum India GARP Advantage

GENERAL INFORMATION

Fund Name	**Vallum India GARP Advantage**
Fund Management Firm	Vallum Capital
Fund Managers	Manish Bhandari/Madhusudan Sarda
Ref Index	BSE Midcap Index
Category	PMS
Sub-Category	Long Only - Mid/Small Cap Equities
Fee	1.5% + 15% above hurdle rate of 10% annualized after 3 years

TRACK RECORD

Month	Fund	Index
Nov-21	-3.5%	-3.0%
Oct-21	-2.1%	0.2%
Sep-21	8.9%	3.3%
Aug-21	0.4%	6.5%
Jul-21	6.9%	1.4%
Jun-21	5.8%	1.9%

Period	Fund	Index
3 Months	2.9%	0.4%
6 Months	16.8%	10.5%
1 Year	58.9%	36.9%
3 Years	24.7%	17.3%
5 Years	20.0%	15.8%

Returns	27.9%	13.6%
Volatility	23.3%	17.8%
Sharpe	0.939	0.426

* Data as of 30th November, 2021
* Inception is in October 2011
** Returns are for Vallum India Discovery Fund

KEY POINTS

This fund focus on thematic play over the next 3-4 years. The team has extensive experience having returned a staggering 24% over the last ~9 years and have been able to make selective picks across the marker cap horizon, focusing on concentrated value bets that play out in the longer run. They have a track record of identifying structural growth stories in the past.

Debt Plus : ICICI Prudential Long Short Fund

GENERAL INFORMATION

Fund Name	**ICICI Prudential Long Short Fund (I)**
Fund Management Firm	ICICI Prudential Asset Management
Fund Managers	Nandik Mallik
Ref Index	Nifty 50 Index
Category	Alternative - AIF - Category III
Sub-Category	Long Short - Market Neutral
Fee	Class A – 1% and 20% performance Class B – 1.5% and 20% performance Class C – 1.5% and 15% performance Performance fee charged over 12%

TRACK RECORD

Month	Fund	Index
Nov-21	1.6%	-3.9%
Oct-21	0.9%	0.3%
Sep-21	0.4%	2.8%
Aug-21	0.9%	8.7%
Jul-21	0.4%	0.3%
Jun-21	1.9%	0.9%

Period	Fund	Index
3 Months	2.9%	-0.9%
6 Months	6.3%	9.0%
1 Year	21.0%	30.9%
2 Years	16.8%	18.7%
3 Years	18.2%	16.0%

Returns	17.5%	12.8%
Volatility	10.0%	21.4%
Sharpe	1.147	0.319

- Data as of 30th November, 2021
- Inception in September, 2018

KEY POINTS

The objective of this fund is to generate consistent absolute returns on a quarterly and annual basis using judicious allocation and efficient active management of positions in index futures and options with reduced volatility and higher drawdown protection in extreme events. The long term target is to generate a consistent income stream yielding 7-9% annualized, The key tenets for the fund are – i) risk-adjusted returns irrespective of market conditions, with positive correlation in up-markets and negative in negative markets, ii) volatility that is significantly lower than index volatility and is visibly lower in negative periods, and iii) drawdown protection to limit downside in adverse market conditions.

Debt Plus : Whitespace Alpha Fund II (Debt Plus)

LIGHTHOUSE CANTON

GENERAL INFORMATION

Fund Name	**Whitespace Alpha Fund II**
Fund Management Firm	Whitespace Alpha LLP
Fund Managers	Whitespace Alpha LLP
Ref Index	CRISIL Liquid Fund Index
Category	AIF – CAT III
Sub-Category	Long Short – Market Neutral
Fee	2% management fee charged monthly 20% performance fee

TRACK RECORD

Month	Fund	Index
Nov-21	1.6%	0.35%
Oct-21	2.7%	0.35%
Sep-21	0.4%	0.35%
Aug-21	0.4%	0.31%
Jul-21	1.0%	0.3%
Jun-21	2.6%	0.3%

Period	Fund	Index
3 Months	4.7%	1.1%
6 Months	8.9%	1.9%
1 Year	18.4%	3.7%
2 Years	16.6%	4.3%

Returns	17.4%	4.4%
Volatility	2.4%	0.3%
Sharpe	4.833	-5.966

- Data as of 30th November, 2021
- Inception in October, 2019

KEY POINTS

This fund parks 90-95% capital in liquid funds (only AAA/AA+ rated schemes and across fund houses for diversification) and FDs (top private sector banks only) and uses that as margin for running arbitrage strategies using futures and options. The three key strategies are:

- ***Core Strategy*** – plain vanilla arbitrage strategy, semi-automated, across equities and commodities between cash and futures contracts.
- ***Index Modelling*** – trade on implied volatility between F&O contracts of stocks and indices, driven by spreads, volumes, volatility and OI
- ***Statistical Modelling*** – hedged option strategies (box, butterfly, etc.); using correlation models around macro variables to take hedged calls

Global Investment : LC Global Select SP - Growth

GENERAL INFORMATION

Fund Name	**LC Global Select SP - Growth**
Fund Management Firm	Lighthouse Canton Pte - Singapore
Fund Managers	Antoine Bracq
Ref Index	Eurekahedge Fund of Fund Index
Category	Fund of Fund – Global
Sub-Category	Offshore - Absolute Return Fund
Fee	Class A1 – 1.5% p.a. – Investments up to $1 Mn Class A2 – 1% p.a. – Investments greater than or equal to $1 Mn

TRACK RECORD

Month	Fund	Index
Nov-21	1.2%	-1.19%
Oct-21	0.3%	1.9%
Sept-21	1.1%	0.0%
Aug-21	-0.1%	0.7%
July-21	0.2%	-0.4%
June-21	0.6%	0.1%
May-21	1.7%	0.1%

- Data as of 30th November, 2021
- Inception in December, 2020
- Returns in USD

Period	Fund	Index
3 Months	2.6%	-1.0%
6 Months	3.4%	-0.6%
1 Year	10.7%	8.9%

Fund Category	Weight
Global Equity L/S	23.59%
APAC Equity L/S	23.54%
L/S CDS	5.68%
Macro Rel. Value	7.74%
Structured Credit	13.45%
Vol. Rel. Value	12.11%

KEY POINTS

The objective of this fund is to generate consistent risk adjusted return with better downside management. The target is to deliver 9-11% annualised USD return with a volatility in the range of 8-10%. The strategy aims to achieve reduced volatility by diversifying portfolio with upto 20 high quality global fund managers that have low beta to broader markets and lower downside risk. The key tenets for the fund are – i) Access to world class fund managers across assets classes and geographies, ii) Portfolio rebalancing in terms of asset allocation depending on market cycles.

TACTICAL CALLS

Equity Plus : Whitespace Alpha Fund I (Equity Plus)

GENERAL INFORMATION

Fund Name	**Whitespace Alpha Fund I**
Fund Management Firm	Whitespace Alpha LLP
Fund Managers	Whitespace Alpha LLP
Ref Index	NIFTY 50 Index
Category	AIF – CAT III
Sub-Category	Long Biased – Equity Plus
Fee	2% management fee charged monthly
	20% performance fee

TRACK RECORD

Month	Fund	Index
Nov-21	-2.6%	-3.9%
Oct-21	2.5%	0.3%
Sep-21	3.3%	2.8%
Aug-21	8.9%	8.7%
Jul-21	1.5%	0.3%
Jun-21	3.2%	0.9%

Period	Fund	Index
3 Months	3.0%	-0.9%
6 Months	17.5%	9.0%
1 Year	65.2%	30.9%
2 Years	39.4%	18.7%

Returns	41.1%	19.8%
Volatility	24.7%	24.6%
Sharpe	1.419	0.563

- Data as of 30th November, 2021
- Inception in October, 2019

KEY POINTS

This fund parks 90-95% capital in Nifty ETFs and uses that as margin for running arbitrage strategies using futures and options with the aim to create a sustainable return of ~10% above the benchmark. The three key underlying strategies are:

- ***Core Strategy*** – plain vanilla arbitrage strategy, semi-automated, across equities and commodities between cash and futures contracts.
- ***Index Modelling*** – trade on implied volatility between F&) contracts of stocks and indices, driven by spreads, volumes, volatility and OI
- ***Statistical Modelling*** – hedged option strategies (box, butterfly, etc.); using correlation models around macro variables to take hedged calls

Tactical Opportunity – MF - PGIM India Emerging Markets Equity Fund

Fund feeds into Jennison Emerging Markets Fund, among the top 10 funds in the last 1/3/5 years

Style of Investing – Long duration high growth, Bottom up approach, concentrated portfolio (around 35-40 stocks) but well diversified.

Selection of companies – Focus on inflection of growth point (early and sizeable positions), competitive advantage, building moat, have a well defined future growth path.

Key themes – The fund focus on trends for tomorrow (On demand consumption, enterprise technology, global consumer, digital payments, robotics and autonomy, health tech, etc.

Size of the fund ensures nimble allocation for better active asset allocation (for example, the weight of China and China tech reduced considerably in the last 12 months). China was at 50% in November last year.

TRACK RECORD

Month	Fund	Index
Nov-21	-6.9%	-4.1%
Oct-21	2.8%	0.9%
Sep-21	-6.2%	-4.2%
Aug-21	5.5%	2.4%
Jul-21	-7.3%	-7.0%
Jun-21	8.0%	-0.1%

Period	Fund	Index
3 Months	-10.2%	-7.4%
6 Months	-5.5%	-11.9%
1 Years	8.6%	0.6%
3 Years	25.4%	6.8%
5 Years	18.8%	7.0%

Allocation	Fund	Index
India	28.04%	12.09%
China	18.77%	34.02%
Singapore	10.22%	--
S. Korea	9.35%	12.18%
Brazil	--	4.05%

- Data Source – PGIM Website, Bloomberg
- Inception – September 2014
- Index – MSCI Emerging Markets
- All data in USD terms and annualized for Class A
- Data as of 30th November 2021

Favourable structural trend (growth and demographics), weaker dollar and prospects of geographical diversification makes Emerging market investing attractive.

Tactical Opportunity – MF – Invesco Global Consumer Trends Fund of Fund

The fund is focussed on consumer trends driven by changes in standards of living, demographics and connectivity.

Long term triggers - The fund is well positioned for current disruptions we see to eCommerce, online gaming and media streaming industry.

Near term triggers – Reopening of economies and return to normalcy would lead to consumers venturing into public setting and resume travel. Fund exposure to sectors like hotels, restaurants and leisure is ~17% as on July 21.

The master fund – Invesco Global Consumer Trends Fund has performed in the top decile in 1/3/5 years.

We recommend investors to investment in the fund in a **staggered manner** and have a long term investment horizon (3-5 years).

TRACK RECORD

Month	Fund*	Index
Nov -21	5.6%	
Oct -21	1.7%	8.11%
Sep-21	-2.5%	-2.5%
Aug-21	0.1%	0.8%
Jul-21	-6.6%	0.3%
Jun-21	2.7%	2.2%

Period	Fund*	Index
1 Year	22.9%	2.18%
3 Years	22.3%	20.80%
5 Years	17.7%	18.80%
10 Years	15.0%	14.80%
20 Years	8.4%	10.3%

Allocation	Fund	Index
U.S.	69.21%	71.34%
Japan	6.96%	9.83%
China	5.06%	--
Germany	3.30%	3.87%

- Data Source – Invesco Fund presentation, Bloomberg
- Index – MSCI World Consumer Discretionary
- All data in USD terms and annualized
- Returns are as of 30th November, 2021

* Returns shown for C instead of S share class for longer track record. The feeder fund invests in S Share class which has been existing since Nov 18 | Inception of C Class – 9th Aug 99

The fund would help investors to take exposure to international equities and also help them to participate in digital lifestyle themes and traditional consumption

Recommended Debt Mutual Funds

The fixed income market has to navigate between domestic growth being interrupted by risk of rising Covid cases and fears of policy tightening across economies (especially by US FED).

We prefer to invest in high quality roll down/target maturity funds across 3-7 years segment.

Investors should match their holding period with duration of the roll down strategies to protect from market volatility and to get reasonable return.

TRACK RECORD

Fund	AUM	1M	3M	Returns 6M	1Y	3Y
DSP Corporate Bond Fund	2,135	0.33	0.78	1.78	3.55	8.19
Axis Banking and PSU Debt Fund	16,241	0.28	0.58	1.68	3.52	8.06
Nippon India Floating Rate Fund	19,094	0.33	0.59	1.91	4.10	8.20
DSP Floater Fund	3,219	0.07	1.01	2.26	-	-
IDFC Banking and PSU Debt Fund	18,645	0.30	0.52	1.66	3.58	8.75
IDFC Corporate Bond Fund	20,283	0.42	0.55	1.87	3.98	8.10
Bharat Bond ETF – April 2025	9,484	0.57	0.65	2.44	4.87	-
IDFC Gilt 2027 Index Fund	1,613	0.62	1.26	2.69	-	-
IDFC Gilt 2028 Index Fund	477	0.62	1.17	2.69	-	-
L&T Triple Ace Bond Fund	9,777	0.69	1.23	2.47	4.54	9.91
Axis Dynamic Bond Fund	2,248	0.79	1.26	2.18	4.62	9.29
Bharat Bond ETF – April 2031	10,621	0.76	1.85	2.45	5.61	-

- Data Source – ACE MF
- Performance is shown on annualized basis
- Returns as of 30th November, 2021

We believe that roll down strategy would help to tick the boxes of fixed income investment – high predictability, low volatility, high liquidity and reasonable returns

Notes