



## NS MID & SMALL CAP THEME

### OBJECTIVE

Long-term capital growth by investing in smaller but growing companies of India

### STRATEGY

Active investing in NS Mid & Small Cap investment universe by identifying companies with improving fundamentals. Tactical weight allocation under the sub-classes to achieve positive return along with managing the risk.

### PROCESS

Growth-in-Value Framework & Fundamental Bottom-Up Analysis. Companies with improving/higher returns ratio are favored. A rigorous bottom up research of business financials and management strategies for companies in our investment universe - Information mining, financial modeling, investment thesis, active tracking for changes in earnings & quality outlook

### Benchmark - Nifty Mid & Small 400



**Minimum Investment Amt.**  
3,00,000



**No. of Stocks**  
20-30 Stocks



**Time Horizon**  
7 Years



**Expected CAGR**  
18%



**Top-up /Withdrawal Amt.**  
50,000



**Cap Exposure**  
Mid & Small Cap Stocks



**Fee Plan**  
2.5% p.a. of your Investment Value+GST

### WHY NS MID & SMALL CAP?

Most of the multi bagger stock today were NS Mid & Small Cap few years back. Over the last 2 years, NS Mid & Small Cap stocks have seen sharp fall owing to credit squeeze, demand slowdown and over ownership during 2017. NS Mid & Small Cap theme portfolio is not meant as core portfolio for an investor but some tactical allocation by investors in NS Mid & Small Cap theme can be highly valuable.

NS Mid & Small Cap Companies perform well in up cycles. The continuous rate cuts by the RBI will create base for next bull market to start.



#### Large Cap Companies

- Large Cap Companies: The Top 100 companies by market capitalization fall into the category of Large Cap Companies.
- These companies are the most liquid in nature. They have their Beta closest to 1 and run in sync with the overall market.



#### Mid Cap Companies

- Mid Cap Companies: Mid Cap Stocks as the ones who fall in 101st to 250th company by Market Capitalization.
- These stocks tend to be riskier than the large cap stocks & less risky than Small Cap stocks. They however offer more great potential than the large cap stocks



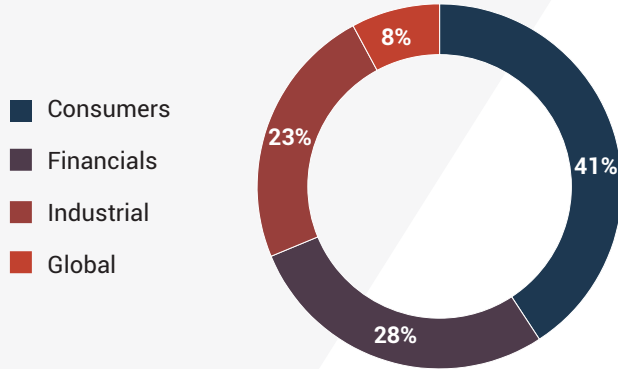
#### Small Cap Companies

- The 251st onward companies as per full market capitalization can be called as small cap stocks
- These stocks are the most volatile in nature. They become inconsistent during recessionary phases, however they outperform Large & mid cap companies in Bull periods.



## NS MID & SMALL CAP THEME

### Portfolio Composition



### Performance Attributes

	Portfolio	Benchmark
Alpha	6.8	
Beta	1.1	
R - Square	85.4	
Sharpe	0.9	0.7
Standard Deviation	26.5	21.7
Max Drawdown	-51.6	-50.0
Annual tracking Error	10.5	
Information Ratio	0.6	

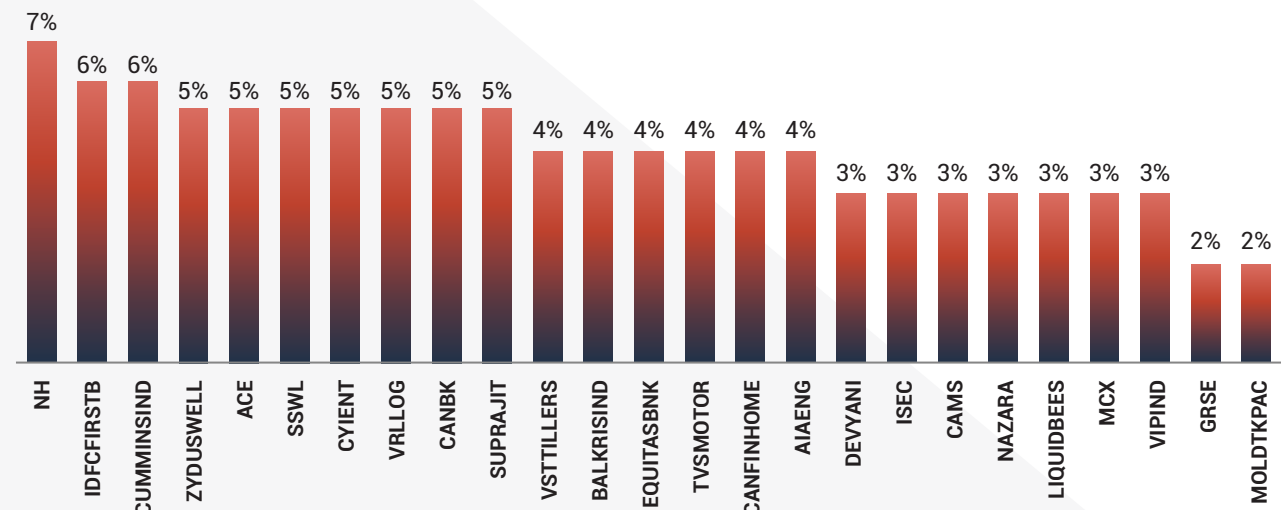
### Return Profile vis a vis Benchmark

Years	NS Mid & Small Cap	Nifty Mid & Small 400
1 month	1.2	-0.8
3 months	-1.6	-5.4
6 months	-2.9	-3.2
1 year	-4.3	-0.9
3 Years	33.5	37.3
5 Years	8.2	10.0
Since Inception (1st April 2013)	22.9	16.1

### Return Profile vis a vis Benchmark (Rolling Returns\*)

Years	Average	Nifty Mid & Small 400
3 Month	6.70	4.8
6 Month	14.41	10.2
1 Year	32.44	22.6
2 Year	29.07	19.5
3 Year	25.19	15.6
4 Year	23.80	14.4
5 Year	21.33	13.5

### Portfolio Holdings



Please Note: Data as on 31st March, 2023. The 1 year and less than one year returns are ABSOLUTE returns & rest are CAGR returns. The above portfolio allocation will be assessed every month to ascertain sector and scrip reshuffling. Kindly contact your RM for the latest allocation.

\*Rolling return is the average annualized return on a particular date. Rolling return is used to eliminate the bias present in point-to-point return. As financial markets are volatile, rolling returns provide a clearer picture of performance than the point-to-point return.