

Invest in HexaShield Tested Companies with high growth potential

# Samco Flexi Cap Fund

(An open-ended dynamic equity scheme investing across large cap, mid cap & small cap stocks)

## Samco Flexi Cap Fund Strategy:

**Buy only HexaShield Tested Companies**

**Optimal Churn to prune down losers**

**Well Diversified Portfolio of ~25 quality businesses**

## Portfolio (as on 31<sup>st</sup> August 2024)

	Company Name	% to Net Assets	Return on Average Equity % <sup>1</sup>	Operating Profit Margin % <sup>2</sup>	Return on Average Capital Employed % <sup>3</sup>	Debt to Equity Ratio <sup>4</sup>
	Emami Ltd	7.39%	29.95	26.53	31.72	0.04
	KEI Industries Ltd	5.84%	20.25	10.46	27.21	0.05
	Motilal Oswal Financial Services Ltd	5.76%	32.59	58.65	20.69	1.58
	Bharat Electronics Ltd	5.63%	26.27	25.37	34.61	0.00
	Colgate Palmolive (India) Ltd	5.38%	74.52	34.01	96.80	0.04
	Nippon Life India Asset Management Ltd	5.27%	29.54	61.74	36.24	0.00
	Swan Energy Ltd	5.03%	7.03	18.89	8.28	0.55
	Hindustan Aeronautics Ltd	4.90%	28.89	31.98	38.88	0.00
	Coal India Ltd	4.48%	52.04	32.80	63.59	0.08
	Godfrey Phillips India Ltd	4.24%	18.97	19.92	22.17	0.08
	Voltas Ltd	4.23%	4.40	4.10	8.51	0.13
	Solar Industries India Ltd	4.14%	30.90	24.55	32.47	0.34
	Amara Raja Energy & Mobility Ltd	3.85%	14.02	14.28	18.74	0.02
	Oracle Financial Services Software Ltd	3.30%	28.98	45.22	39.54	0.01
	360 One WAM Ltd	3.27%	24.47	55.18	14.47	2.75
	GlaxoSmithKline Pharmaceuticals Ltd	3.16%	37.32	28.38	51.33	0.01
	Bajaj Auto Ltd	3.13%	26.48	19.79	33.53	0.07
	Apar Industries Ltd	3.03%	26.83	9.49	43.96	0.12
	Cummins India Ltd	2.89%	28.11	20.85	35.23	0.02
	Hindustan Zinc Ltd	2.79%	55.19	47.89	46.25	0.57
	Honeywell Automation India Ltd	2.72%	14.76	15.25	19.85	0.02
	Hero MotoCorp Ltd	2.47%	21.95	13.97	29.09	0.03
	Suven Pharmaceuticals Ltd	2.47%	14.11	33.96	18.78	0.03
	Coromandel International Ltd	2.30%	18.89	10.23	25.98	0.05
	PCBL Ltd	2.21%	16.15	16.42	14.16	1.53
	<b>Average</b>		<b>28.24</b>	<b>28.27</b>	<b>33.45</b>	<b>0.30</b>

Source – Internal Research. The above financial analysis ratio do not constitute any research report/recommendation of the same. The fund manager(s) may or may not choose to hold the stock mentioned from time to time.

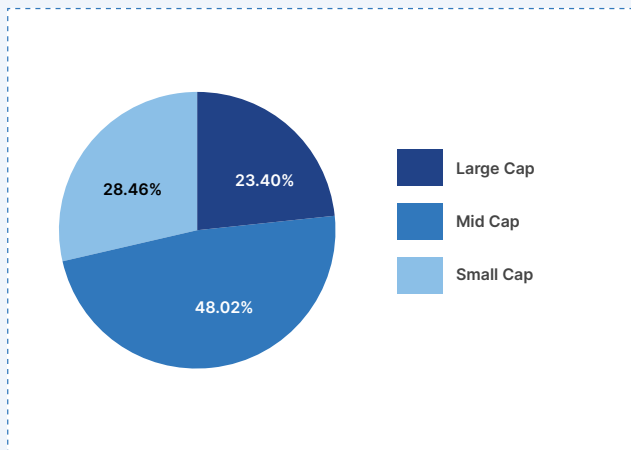
<sup>1</sup>Return on Average Equity (RoAE): Return on average equity is a profitability ratio that measures the amount of net income compared to the average shareholders' equity of a company.

<sup>2</sup>Operating Profit Margin (OPM): Operating Profit Margin is a profitability or performance ratio that reflects the percentage of profit a company produces from its operations before subtracting taxes and interest charges.

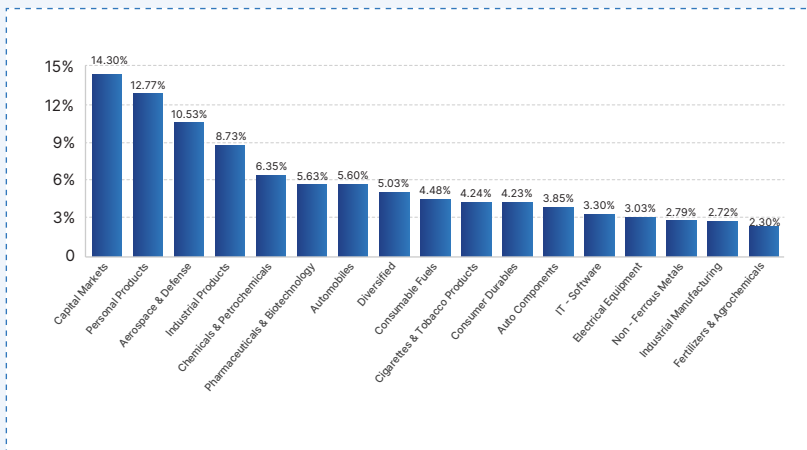
<sup>3</sup>Return on Average Capital Employed (RoACE): The return on average capital employed (RoACE) is a financial ratio that shows profitability versus the investments a company has made in itself.

<sup>4</sup>Debt to Equity Ratio: The debt-to-equity (D/E) ratio is used to evaluate a company's financial leverage and is calculated by dividing a company's total liabilities by its shareholder equity.

## Market Cap Allocation



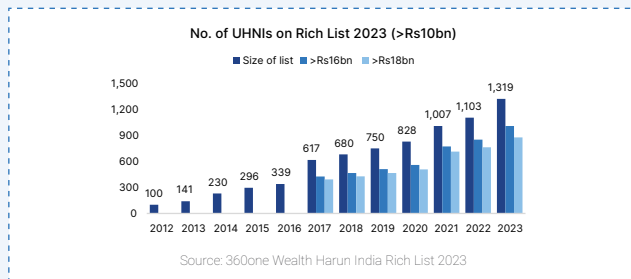
## Sector Allocation



## Underwriting strong trends in companies with robust fundamentals

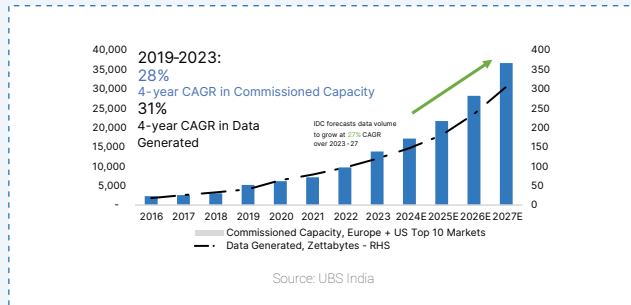
### Capital Markets:

Investing in Indian capital markets is promising due to a high savings rate driving financial product demand, a sustained trend in Indian savings, increasing diversity in financial products, and a growing number of UHNIs boosting wealth and asset management. These factors collectively enhance the attractiveness of the market, ensuring robust capital inflows and fostering a dynamic investment environment poised for long-term growth and profitability.



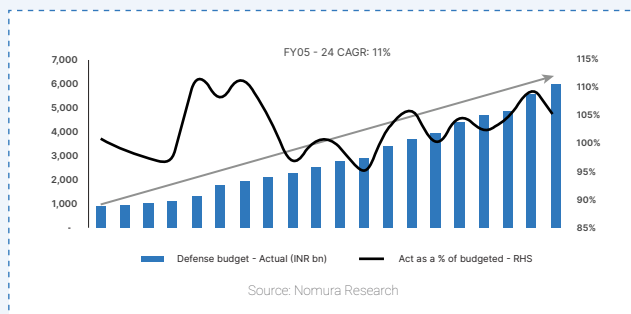
### Industrial Products:

As GDP per capita rises the per capita usage of wires increases. Wires & Cables is a fast-growing industrial segment with multiple tailwinds backed by strong demand due to higher income & consumption levels leading to improved productivity levels. Further, the government's emphasis on capacity expansion in power sector would be one of the growth drivers in wires and cables in the next few years. There is an exponential rise in demand for new data centres as well which would be a growth driver for backup power solution providers.



### Aerospace & Defense:

India's Defense budget has increased from ~INR 2,10,000 crores to ~INR 5,00,000 crores which has increased at rapid pace i.e. 10% vs. global average of 3%. India has even increased their allocation of fund for modernization of Armed forces. Last financial year, the Ministry of Defense (MoD) was allocated a total Budget of US\$ 72.2 billion (Rs. 5.94 lakh crore), which is 13.2% of the total budget US\$ 547 billion (Rs. 45.03 lakh crore). Of this, US\$ 19.7 billion (Rs. 1.62 lakh crore) was allocated towards capital expenditure, including the purchase of new weapons, aircraft, warships, and other military equipment.



The sectors mentioned in this slide do not constitute any recommendation and Samco Mutual Fund may or may not have any future position in these sectors. Past performance may or may not be sustained in future. The above chart is only for illustration purposes to explain the potential of the sectors. The above data should not be considered as any indication of future returns.

## Samco Flexi Cap Fund

An open-ended dynamic equity scheme investing across large cap, mid cap & small cap stocks

This product is suitable for investors who are seeking\* :

- To generate long-term capital growth;
- Investment in Indian & foreign equity instruments across market capitalization;

\*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

