

Alchemy India Long Term Fund-Monthly Performance Newsletter - Dec 2017

NAV: 317 AUM: USD 97.28 mn

Bloomberg Ticker: ALCINDA KY <EQUITY>

Brief Objective*

To generate long-term capital appreciation by investing in (i) listed Indian equities, (ii) PIPES on listed Indian equities and (iii) IPO and pre-IPO opportunities.

Investment Strategy

Long-short fund with a long bias. The fund will be principally long and will not run a consistently short position. However, based on market conditions, the investment manager reserves the right to use discretion to take a short position either to hedge the portfolio or profit from opportunistic short calls.

Investment Philosophy

Growth at a Reasonable Price

This approach is rooted in the hypothesis that India is a high-growth economy and that the best way to benefit is to identify and invest in companies that are best equipped to take advantage of the emerging domestic and global opportunities.

Invest for the Long Term

The intention is not to trade in and out of investments to capture short-term volatility. However, at appropriate and opportune moments, the Fund may seek to tactically hedge its exposure by taking short positions on NIFTY futures and/or a basket of stocks.

* The fund objectives are merely a target and there are no assurances that it would be achieved.

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Alchemy India Long Term Fund Performance (%)¹

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
2017													
Fund Performance	7.3	5.9	6.8	4.6	-0.3	1.0	3.5	1.5	-2.4	4.4	2.5		40.2
Benchmark*	5.9	6.1	6.8	3.7	1.2	-0.5	6.5	-0.9	-3.1	7.4	0.6		38.5
2016													
Fund Performance	-10.7	-13.2	16.5	2.9	1.1	3.9	8.4	2.5	2.5	3.3	-10.4	-1.2	1.7
Benchmark*	-8.0	-9.1	14.4	1.9	2.4	1.9	6.0	2.2	-0.7	1.2	-8.1	-0.6	1.3
2015													
Fund Performance	6.4	4.7	4.0	-6.5	0.0	0.9	5.7	-9.5	0.3	1.7	-1.1	3.8	9.6
Benchmark*	8.5	0.9	-4.8	-4.7	2.8	-1.1	2.6	-9.5	0.5	2.5	-3.2	1.2	-5.3
2014													
Fund Performance	-5.3	3.5	15.8	0.7	13.5	7.7	4.0	4.3	2.5	2.0	2.8	-1.4	60.4
Benchmark*	-5.1	3.5	11.1	0.2	12.8	4.5	0.2	2.3	-1.1	4.5	2.5	-4.2	33.9
2013													
Fund Performance	-2.5	-10.0	-5.3	6.6	-2.0	-10.3	-3.6	-13.7	13.1	10.2	0.8	6.0	-13.7
Benchmark*	3.9	-7.4	-2.2	4.6	-3.3	-8.9	-4.8	-12.3	11.5	11.5	-2.3	3.9	-8.6
2012													
Fund Performance	20.5	5.4	-4.1	-1.0	-10.1	4.8	-0.5	2.1	15.7	-3.0	9.0	0.9	42.5
Benchmark*	21.5	6.3	-5.7	-3.5	-12.7	6.6	-0.3	0.6	14.9	-3.8	4.2	1.0	27.6
2011													
Fund Performance	-13.3	-5.8	13.9	6.7	-0.8	1.5	6.4	-11.7	-4.7	2.8	-16.5	-10.6	-31.3
Benchmark*	-12.7	-2.3	9.9	0.5	-4.0	1.1	-0.9	-12.5	-7.4	6.1	-15.4	-7.5	-38.9
2010													
Fund Performance	-0.1	1.2	6.5	7.0	-10.2	5.4	4.8	4.0	11.6	-0.4	-7.1	3.4	27.0
Benchmark*	-4.3	0.5	8.7	3.4	-7.9	4.2	1.9	-0.2	14.8	1.5	-7.0	5.9	21.2
2009													
Fund Performance	-8.3	-7.1	2.5	11.1	43.5	0.0	7.7	5.6	3.9	-3.2	4.3	5.3	74.6
Benchmark*	-5.8	-8.9	8.5	19.2	41.6	-1.7	7.5	0.3	10.3	-4.1	8.3	3.5	97.4
2008													
Fund Performance						-1.7	4.3	-0.2	-11.8	-24.4	-10.0	10.0	-32.4
Benchmark*						-11.2	7.1	-1.1	-18.9	-30.5	-8.8	12.3	-45.7

¹Returns presented are for Class B shares of Alchemy India Long Term Fund Limited and are net of fees and expenses. Fees charges to individual investors may vary and, as such, returns achieved by investors may differ from those shown above.

Note: Fund commenced on 11th June 2008.

*USD-adjusted performance of the benchmark S&P BSE500 index. Past performance is not the indicative of the future performance.

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#Performance Since Inception In USD (%)

	Absolute	CAGR
AILTF	217.0%	12.9%
S&P BSE 500*	64.5%	5.4%

*USD-adjusted performance of the benchmark S&P BSE 500 index.

#Past performance is not indicative of future performance

#Performance Since Inception In INR (%)

	Absolute	CAGR
AILTF	376.2%	17.9%
S&P BSE 500*	147.1%	10.0%

Performance of the benchmark S&P BSE 500 index.

#Past performance is not indicative of future performance

** All Performance Numbers shown above are net of fees and expenses.

Weight by Market Cap (%)

Less than USD380mn	5.8
Between USD380mn and USD3bn	51.2
Greater than USD3 bn	33.7
Total	90.7

Net/Gross Exposure (%)

Net Exposure	90.7
Gross Long	95.6
Gross Short	-4.9

Sectoral Breakup (%)

Industrials	25.2
Financials	23.4
Consumer Discretionary	18.9
Consumer Staples	10.3
Health Care	5.3
Information Technology	4.3
Materials	3.3
Energy	0.0
Total	90.7

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Key Fund Facts [#]	
Master Fund	Alchemy India Long Term Fund Ltd (Mauritius)
Feeder Fund 1–US Taxable Investors	Alchemy India Fund (Cayman) Partners, LP
Feeder Fund 2- Non US & US Tax Exempt Investors	Alchemy India Equity Fund (Cayman) Ltd.
Manager	Alchemy Investment Management Pte. Ltd (Singapore)
Launch Date	June 11, 2008
Strategy	Long Short with Long bias
Benchmark	S&P BSE 500
Management Fee	1.5% p.a (Payable Monthly)
Performance Fee	15% of profits (Payable Yearly, High Water-Mark Applicable)
Minimum Initial Investment	USD 500,000
Minimum Subsequent Investment	USD 100,000
Subscription Period	First working day of the month
Subscription Charge	Up to 2%
NAV	Monthly
Lock IN	1 Year Hard Lock
Redemption	Calendar quarterly post expiry of Lock-In Period. Notice Period of 45 days.
Exit Load	No Exit load.
Fund Administrators	Master Fund: Deutsche International Trust Corporation (Mauritius) Ltd. Feeder Fund 1: Custom House Global Fund Services Limited, Malta Feeder Fund 2: CIM Fund Services Ltd, Mauritius
Auditors	KPMG
K1 Providers	KPMG

[#] These are not the complete terms; please refer the PPM for Complete details.

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General Risk factors

- Investments in financial instruments or other products carry significant risk, including the possible loss of the principal amount invested. Financial instruments or other products denominated in a foreign currency are subject to exchange rate fluctuations, which may have an adverse effect on the price or value of an investment in such products.
- Please read Offer Documents (includes Private Placement Memorandum and Subscription Agreement)/ Investment Agreement carefully before investing. Investors are expected to understand the risk factors associated with investment & act on the information solely at their own risk.
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