

Alchemy India Long Term Fund

31st October 2012

Investment Objective: To generate long term capital appreciation by investing in publicly listed Indian equities.

Investment Strategy:

- Fund Type: The Fund is a *long short equity fund with a long bias* with the objective to generate long term absolute returns on investor's capital.
- Long strategy: The Funds' investment strategy involves taking *long term concentrated bets* in public listed market equities without being benchmarked to any index. The Fund is sector and market cap agnostic and would tend to have a long bias.
- Short Strategy: The Fund does not seek to be consistently hedged/short. However, the fund would seek to take opportunistic short calls to hedge a part of the portfolio either by way of options and/or futures on the index or individual stocks.
- Portfolio: The Fund will primarily invest in listed Indian equities but from time to time may seek investment opportunities in PIPES, IPOs and Pre-IPOs.

Fund Information

Investment Manager	Alchemy Investment Management Pte. Ltd., Singapore. – Exempt Fund Manager	
Domicile	Master Fund	Category 1 Global Business Licence from the Financial Services Commission, (FSC) Mauritius
	Feeder Fund	Cayman Islands (Registered as a Mutual Fund with the Cayman Island Monetary Authority CIMA)
FII	Alchemy Investment Advisors (Mauritius) Limited IN – MU- FD- 2634- 11	
Sub Account	Alchemy India Long Term Fund Ltd.	
Fund Administrator	Master Fund	Deutsche International Trust Corporation (Mauritius) Limited
	Feeder Fund	Custom House Global Fund Services Limited(Malta)
Auditors	Master Fund	KPMG
	Feeder Fund	KPMG
AUM	Parent Firm AUM – USD 178mn Group AUM - USD 415mn	

Fund Terms

Fund Type	Long –Short with Long bias
Inception Date	11th Jun 2008
Minimum Investment	USD 1 million
	1st Year Hard lock,
Lock In	2% exit fee at the end of the 1st year, 1% exit fee at the end of the 2nd year
High Water Mark	Yes
Management Fee	1.5% p.a.
Performance Fee	15% p.a.
Subscription	Monthly
Subscription Charge	Up to 1%
Redemption	Yearly, Investors to provide 45 days notice

Portfolio Update

AILTF has returned -3.0% % for October 2012 and 29.6% YTD 2012.

There was positive news flow in some of our portfolio companies like Tata Global Beverages and Prime Focus Ltd.

Performance vs Benchmark^

	Month	YTD	Last 1 Yr	Last 3 Yr	Since Inception
AILTF	-3.0%	29.6%	-3.2%	24.1%	33.4%
BSE 500 (in \$)	-3.8%	21.3%	-4.9%	0.6%	-3.8%

^Absolute Return

Monthly Performance^

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2012	20.5%	5.4%	-4.1%	-1.0%	-10.1%	4.8%	-0.5%	2.1%	15.7%	-3.0%			29.6%
2011	-13.4%	-5.8%	13.9%	6.7%	-0.8%	1.5%	6.5%	-11.7%	-4.6%	2.8%	-16.5%	-10.6%	-31.3%
2010	-0.1%	1.2%	6.5%	7.0%	-10.2%	5.4%	4.8%	4.0%	11.6%	-0.4%	-7.1%	3.5%	27.0%
2009	-8.3%	-7.0%	2.5%	11.1%	43.5%	0.0%	7.6%	9.0%	0.6%	-3.2%	4.3%	5.3%	74.6%
2008	--	--	--	--	--	-1.7%	4.3%	-0.2%	-11.8%	-24.4%	-10.0%	10.0%	-32.4%

^Absolute Return

Exposure

Exposure	%
Gross Long	93.2
Gross Short	4.9
Gross Exposure	98.0
Net Exposure	88.3

Weights by Market Cap

Weight by market cap	%
Less than USD 100mm	7.9
Between USD 100mm and USD 1 bn	50.3
Greater than USD 1bn	31.4
Nifty Options	-1.3
Total	88.3

Sectoral Break-up

Sector Allocation	%
Consumer Discretionary	26.7
Industrials	18.5
Consumer Staples	12.0
Information Technology	11.6
Financials	6.9
Materials	6.8
Health Care	3.8
Utilities	3.4
Nifty Options	-1.3
Total	88.3