



Active Index Portfolio

A Multi Factor Index Strategy

Active Index Portfolio Strategy

Get the benefit of Lower Volatility along with Alpha Creation



Limits the Magnitude of Drawdowns in Single Factor Index



Lower Cost Than Active Strategy



Exposure to Various Sectors



Reduced Un-Systematic risk

 **ICICI Securities**
Portfolio Management Services



Investment Process



Portfolio Construction, Monitoring & Nurturing

- The underlying index would be mirrored for constructing the portfolio. Portfolio would be rebalanced semi annually and the fundamentals would be reassessed every year in line with the index
- Stocks may go out or get included in the portfolio based on ad hoc and regular rebalancing of the underlying index



Investment Philosophy

Objective

To deliver Capital appreciation over a long term by investing in equities, based on low volatility and high alpha factors by following Nifty Alpha Low Volatility (ALV) 30 Index.

Suitability

Suitable for investors with medium to high risk appetite.

Construct

The portfolio mirrors the NIFTY Alpha Low Volatility 30 index – Alpha – generates superior return, Low volatility factor keeps the downside in check

Allocation

Allocation is done as per the relative weights of stocks in NIFTY Alpha Low Volatility 30 index

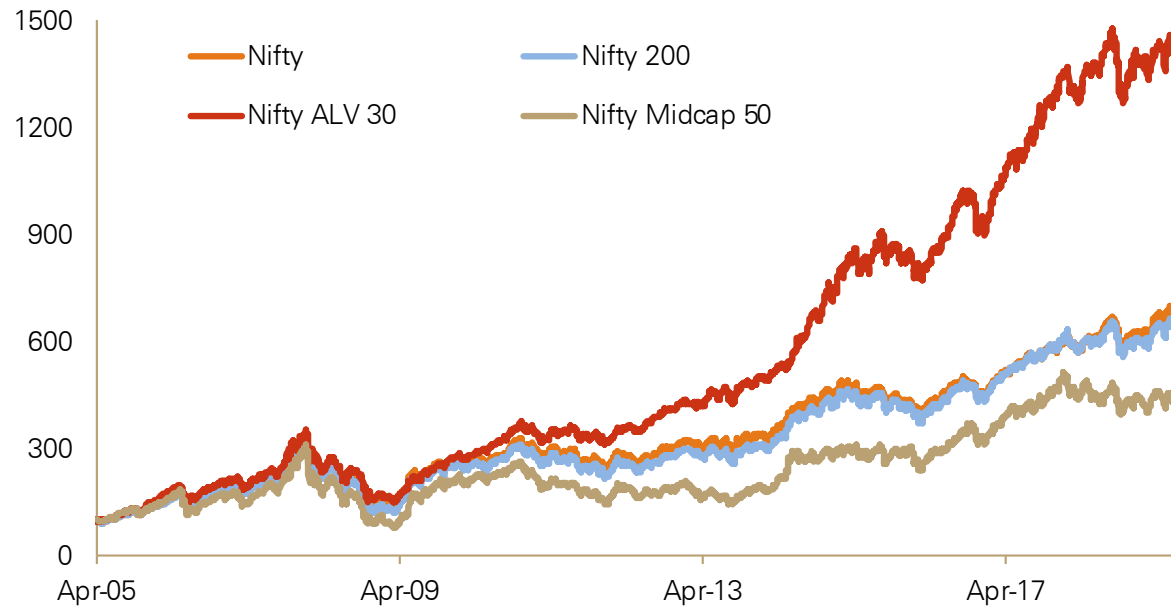
Investment Orientation

Large			
Medium			
Small			
	Value	Balanced	Growth



Portfolio Performance

Growth of Rs. 100 invested



Performance vs. Benchmark* (%)	1M	3M	6M	1Yr	Since Inception
Active Index (Model)	2.91	12.45	19.80	38.51	14.92
Active Index (Portfolio)	1.69	10.07	16.07	31.70	11.06
NIFTY 200	0.85	9.27	18.64	46.90	14.81

Note: Returns are TWRR as of 31st July 2021 net of all fees and all expense (including taxes) including cash holdings and investment in liquid funds. The performance related information provided herein is not verified by SEBI

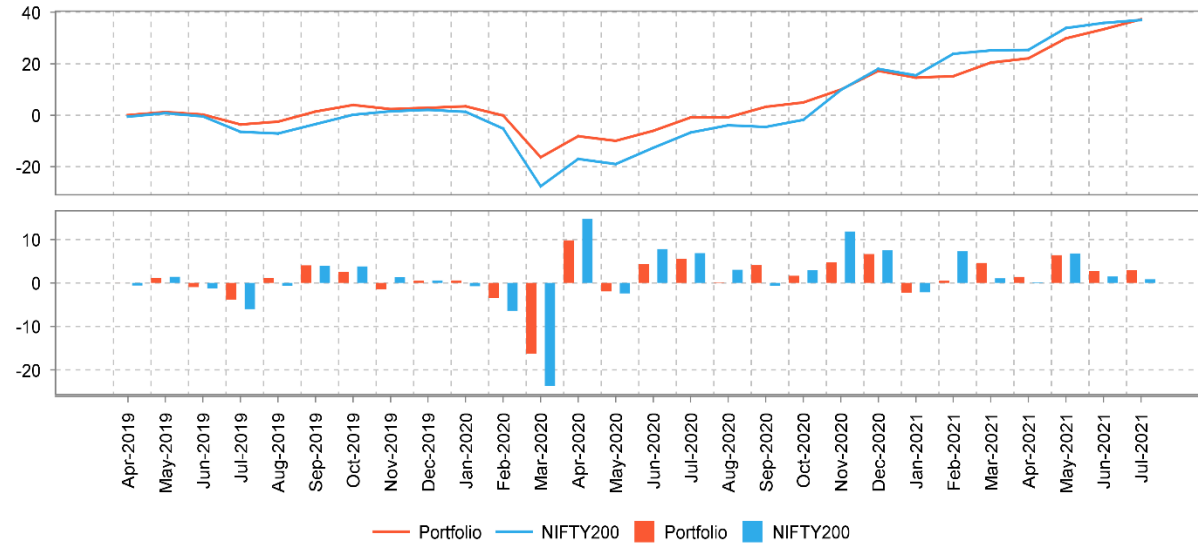
Period	NIFTY 50	NIFTY 100	NIFTY 200	NIFTY Alpha Low-Vol 30
CY21 till date	13.4	14.4	16.5	18
CY19	13.47	11.8	10.03	5.25
CY18	4.63	2.56	0.31	4.0
CY17	29.09	31.82	34.25	44.16
CY16	4.39	5.01	5.08	9.11
CY15	-2.82	-0.98	-0.47	14.59
CY14	32.97	34.92	37.37	48.78
CY13	7.2	7.02	5.05	16.16
CY12	30.09	33.37	34.57	35.79
CY11	-23.4	-24.46	-25.56	-11.48
CY10	19.22	19.28	15.62	30.57
CY09	77.59	84.88	88.81	62.35
CY08	-50.38	-52.41	-55.4	-50.16

Data prior to April 2019 is backtested. Source: NSE



Portfolio Performance

Active Index performance Vs. Benchmark (Nifty 200)



Active Index Portfolio snapshot

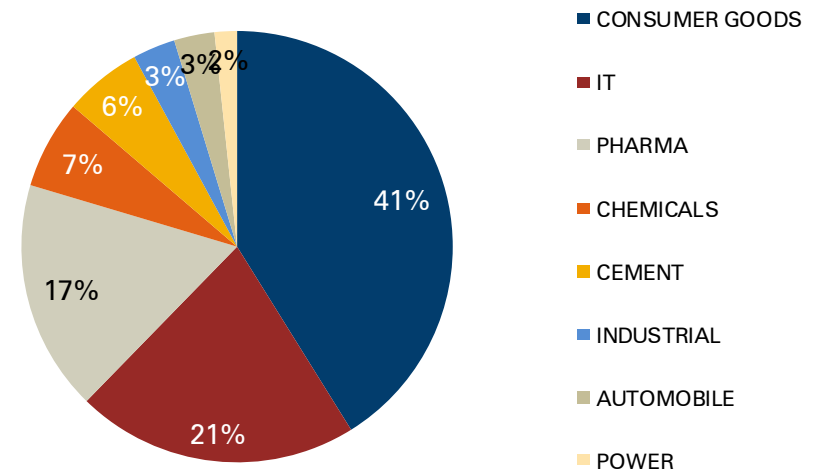
Portfolio Characteristics

Methodology	Factor Weighted
No. of Constituents	30

Top constituents by weightage

Top 10 Stocks	Weight(%)
DABUR	4.58
COLGATE	4.51
HUL	4.29
BRITANNIA	4.08
MARICO	4.06
INFOSYS	3.90
PIDILITE	3.80
TCS	3.74
MINDTREE	3.67
GRASIM	3.66

Sectoral Split



Key investment rationale for Active Index

- No human intervention and rule based approach for disciplined investing
- Quant based stock selection of top quality stocks
- Low volatility and higher alpha is the key trigger for stock selection
- Tool to buy the broader market as it is more aligned with NSE 200 and tends to outperform it
- Benchmark based strategy mitigating most unsystematic risk
- Diversified across sectors with stock weight capped at 5% with 6M rebalancing



About ICICI Securities

A Financial Powerhouse

Fund management team

Piyush Garg- Chief Investment Officer

- Over 23 years of experience in Indian financial markets - Fixed income, Equities and Currencies & US bonds.
- Invited as spokesperson in various seminars in India and abroad on Global and domestic macro economics.
- Awarded 'Master Exemplar' by ICICI Group for 3 consecutive years 2016, 2017 & 2018 for outstanding contribution
- Have been successfully managing funds in various asset classes for the last couple of decades with strong macro-economic approach.
- Regularly gives his opinion on fund flows, macros, various indices on prime channels like CNBC, ET Now, etc
- MBA from IIM Kolkata

Amit Gupta- Fund Manager

- Have 18 years of experience in Financial markets with Research expertise in Equity, Currency and Commodities.
- Won the India's Best Analyst Award in the year 2012 and 2014 from the erstwhile President of India
- Was on the advisory panel of NSE for the launch of new Derivatives products
- Have attended seminars as spokesperson across India and abroad for the comprehensive coverage on Equity markets.
- Gives his opinion on Equity and Derivatives markets on prime channels like CNBC, ET Now, etc
- A Mechanical Engineer and MBA (Finance) from IBS Hyderabad

Vasant Joshi- Sr. Analyst

- Have rich experience of 14 years in Financial markets with Advisory expertise in Direct Equity.
- Managing entire GPC clients of ICICI Bank.
- MBA Finance from IMED PUNE.



In-house research ecosystem

People

- 25 Member Fundamental Analyst team
- Won 25+ awards for best research house/analyst

Coverage

- 300+ Companies under coverage
- Coverage spread evenly between large cap (30%), mid cap (38%) & small cap (32%)

Differentiated products

- Running equity advised baskets since Sep 2016
- Golden stock basket from large and mid cap space



ICICI Securities – A Financial Powerhouse



Pioneers of online broking in India – Started in 2000

Leading equity broker in India¹ powered by ICICI Direct



Second largest non - bank mutual fund distributor²

One of India's largest private wealth management outfits with AUA of over INR1 tn



Active research coverage of around 300 companies across 16 sectors

Leading investment bank in equity capital market³



1. By brokerage revenue: Sources: Investor presentations, Annual reports & Estimates

2. Source: AMFI (in terms of revenue), period: FY18

3. Source: Prime database; for Equity Capital Market (ECM): IPO/FPO/InvIT, QIP/IPP, Rights issue, Offer for sale

Risk Factors & Disclaimers

Disclaimer:

Risk Factors & Disclaimers

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The investments strategy is based on the Alpha low Volatility 30 index methodology by NSE and hence concentration and selection of a sector or stock is dependent on the methodology adopted by the index.

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Thank You

