



PGIM

**India Portfolio
Management Services**

Small today.
Large tomorrow.

PGIM INDIA
PHOENIX PORTFOLIO





Himanshu Upadhyay,
Portfolio Manager

New engines of growth

Dear Investor,

The Phoenix portfolio delivered 11.81% vs the 14.51% and 10.45% delivered by Nifty Midcap 100 and Nifty Smallcap 100 Index respectively in the month of November. The top three performing stocks were DCB up by 40%, Cummins and Kirloskar Brothers each up by 35%. The bottom three performers were MOIL which was down by 4%, Oracle Financial down 3% and JB Chemicals down by 1%.

In the last few weeks several changes were made to the portfolio as cash had increased because of delisting of Hexaware, profit booking in Dhanuka Agritech and JB Chemicals and exit from Kirloskar Oil Engines Ltd. We have decided to play the engines business through Cummins which is 5% of position in the portfolio.

We have added four new stocks in the portfolio in the last few weeks which are Good Year, KPR Mills, Care Ratings and SH Kelkar. Care Rating and SH Kelkar were up by 37% and 32% during the month respectively.

Good Year is the market leader in tyres for tractors and in retail sales of passenger vehicle tires.

KPR Mills is an integrated textile player. It makes yarns, yarns to fabric and fabric to garments. We believe the company has a good business model as it is debt free and was profit-making in the period of April to June quarter when many textile companies were making losses. The company has announced capex for expansion in garments of Rs 250 cr. approx.

Care Ratings is the second largest credit rating company in the country. Over the last few years, the company has faced several headwinds; With a new MD and board of directors at the helm of affairs we expect significant improvements to the processes in the organization. Focus of the organization remains on improving its brand perception and new revenue streams. We were tracking it for many quarters and wanted to invest in it once we felt more confident and had clarity on the measures the organization was taking.

S H Kelkar is in the space of flavors and fragrances. The space is dominated by few large players globally and even in India. A big moat business, the company has strong longstanding relationships with its customers. We expect the consumer to do well as the economy improves. It is a play on Indian consumption in the FMCG space.

With the addition of these 4 new positions in last few months, the cash position in the portfolio has reduced to 5%. We currently feel comfortable at this cash level in the portfolio as the stocks in our portfolio are cheap and we expect that as the economy improves most of the companies will do well in the near future. We will be tendering shares in NTPC and Mayur Uniquoters buyback.

Yours Sincerely.



Top 15 Holdings of PGIM India Phoenix Portfolio as on November 27th, 2020

Date of Purchase	Equity	Sector	%
Aug-2016	Great Eastern Shipping Co Ltd	Shipping	5.88%
Aug-2016	JB Chemicals & Pharmaceuticals Ltd	Pharmaceuticals	5.68%
Sep-2016	Oracle Financial Services Software Ltd	IT Services / Products	5.22%
Mar-2018	Cummins India Ltd	Engineering	5.03%
May-2019	Dhanuka Agritech Ltd	Pesticides And Agrochemicals	4.67%
Jul-2017	Mayur Uniquoters Ltd	Textiles	4.41%
Apr-2018	Mahanagar Gas Ltd	LPG/CNG/PNG/LNG SUPPLIER	4.20%
Aug-2016	Federal Bank Ltd	Banks	4.13%
Oct-2016	CCL Products India Ltd	Tea & Coffee	4.05%
Oct-2016	DCB Bank Ltd	Banks	3.71%
Oct-2019	Ashiana Housing Ltd	Residential/Commercial/Sez Project	3.59%
Aug-2018	Carborundum Universal Ltd	Abrasives	3.55%
Aug-2016	Sobha Ltd	Residential/Commercial/Sez Project	3.49%
Sep-2016	Apar Industries Ltd	Power Equipment	3.31%
Aug-2016	Oberoi Realty Ltd	Residential/Commercial/Sez Project	3.29%
	Total		64.21%

Model Portfolio Details

Portfolio Details as on November 27th, 2020	
Weighted average RoE	11.70%
Portfolio PE (1-year forward) (Based on FY 21)	14.01
Portfolio dividend yield	2.47%

Portfolio Composition as on November 27th, 2020	
Large Cap	3.00%
Mid Cap	21.25%
Small Cap	69.75%
Cash	6.00%

Large Cap: Market cap of the 100th company in the Nifty 500 (sorted by market cap in descending order) as on November 27th, 2020

Midcap: Market cap below 100th company to the market cap of the 250th company in the Nifty 500 (sorted by market cap in descending order) as on November 27th, 2020

Small Cap: Market cap lower than the 250th company in the Nifty 500 (sorted by market cap in descending order) as on November 27th, 2020

PGIM India Phoenix Portfolio Performance as on November 27th, 2020

Period	Portfolio	Nifty Midcap 100	Nifty Smallcap 100
1 Month	11.81%	14.51%	10.45%
3 Months	4.03%	14.16%	11.83%
6 Months	39.42%	52.70%	68.30%
1 Year	6.66%	15.68%	14.86%
2 Year	-0.89%	6.23%	2.77%
3 Year	-4.63%	-0.62%	-8.91%
Since Inception Date 01/08/2016	3.91%	6.90%	1.80%
Portfolio Turnover Ratio*	26.50%		

*Portfolio Turnover ratio for the period December 1st, 2019 to November 27th, 2020

The above holding represents top 15 holdings of PGIM India Phoenix Portfolio based on all the client portfolios under PGIM India Phoenix Portfolio existing as on the date stated above, excluding any temporary cash investments. The above holdings do not represent the model portfolio being offered to the clients (including prospective clients) and hence it is possible that these stocks may not be part of the portfolios constructed for new clients. The above holdings are for illustration purpose only and it should not be considered as investment recommendation or analysis or advice or opinion from the Portfolio Manager on the above mentioned stocks. The above portfolio holdings are provided on an "as is" basis, and the Portfolio Manager makes no express or implied warranties or representations with respect to the accuracy, completeness, reliability, or fitness of the above portfolio holdings or any financial results you may achieve from their use. In no event shall the Portfolio Manager, its directors or employees or its affiliates have any liability relating to the use of the portfolio holdings.



PGIM India Phoenix Portfolio - Annualised Performance as on November 27th, 2020

	Current Year April 1, 2020 to November 27, 2020	April 1, 2019 to March 31, 2020	April 1, 2018 to March 31, 2019	April 1, 2017 to March 31, 2018
PGIM India Phoenix Portfolio	51.44%	-38.7%	-3.73%	9.49%
Benchmark - NIFTY MIDCAP 100	68.45%	-35.9%	-2.66%	9.07%

Performance is calculated on Time Weighted Rate of Return (TWRR) basis

Important Disclosures regarding the consolidated portfolio performance: The performance related information provided herein is not verified by SEBI. Performance depicted as at the above stated date is based on all the client portfolios under PGIM India Phoenix Portfolio existing as on such date, using Time Weighted Rate of Return (TWRR) of each client. Past performance is no guarantee of future returns. The above portfolio performance is after charging of expenses (as depicted above). Return for period upto 1 year is absolute. Since inception date stated is considered to be the date on which the first live client investment was made under the strategy. Please note that the actual performance for a client portfolio may vary due to factors such as expenses charged, timing of additional flows and redemption, individual client mandate, specific portfolio construction characteristics or other structural parameters. These factors may have impact on client portfolio performance and hence may vary significantly from the performance data depicted above. Neither the Portfolio Manager, nor its directors or employees shall in any way be liable for any variation noticed in the returns of individual client portfolios. The Portfolio Manager does not make any representation that any investor will or is likely to achieve profits or losses similar to those depicted above.

Investment objective of PGIM India Phoenix Portfolio: The objective of the portfolio is to generate capital appreciation over the long term by investing in quality Mid and Small Cap Indian companies.

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