

**ALCHEMY**  
**LEADERS**  
—OF TOMORROW—  
CLOSED ENDED FUND, SERIES 2\*

## THE WAY AHEAD FOR THE LEADERS OF TOMORROW



DISRUPTION



ADAPTABILITY



RESILIENCE

### Investment Objective & Strategy:

The investment strategy for Alchemy Leaders of Tomorrow- Closed Ended Fund- Series 2 ("The Fund")\*\* seeks to generate long term capital appreciation by investing in (i) Listed Indian equities, (ii) IPO opportunities or any other instruments allowed under Applicable Laws. The Fund endeavour will be to focus on companies showing best traits of adaptability to the new economic normal, driven by innovation & ingenuity.

## DIFFERENTIATING FACTORS OF A LEADER

### Vision & Early Mover

Spot opportunities early and be the first in under-served markets

### Digitally Savvy, Tech Adaptability

Ability to understand and adopt to new technologies

### Accountability & Dependability

Adopt best in class management practices with transparency and consistency

### Strategic & Critical Thinking

Identify trends early, invest and position ahead of the curve

### Build Defensible MOATS

Focus on R&D and innovation

### Influential

Set the business, social, environmental and governance agenda

## TIME RIPE FOR DISRUPTION<sup>#</sup>



### Digital Infrastructure

- Infrastructure foundation in place to aid economic growth
- Aadhaar for eKYC verification
- UPI for Payments; paperless and cashless framework
- GST - The simplification of tax regime



### Technology Adoption

- Covid accelerated the adoption of technology
- Smartphone mobile penetration at 54% in 2020
- One of the lowest internet tariffs in the world



### Evolving Startup Ecosystem

- \$100bn in funding raised since 2014
- Over 55k startups launched since 2014
- 100 Unicorns have created over \$240bn in valuation<sup>##</sup>
- IPO listing have underlined the importance of profitability

\*Alchemy Leaders of Tomorrow - Closed Ended Fund, Series 2 is a scheme of Alchemy Alternative Investment Trust, registered with SEBI as a Category III - Alternative Investment Fund vide registration number IN/ AIF3/17- 18/038. Alchemy Capital Management Pvt. Ltd. acts as the Investment Manager of this scheme.

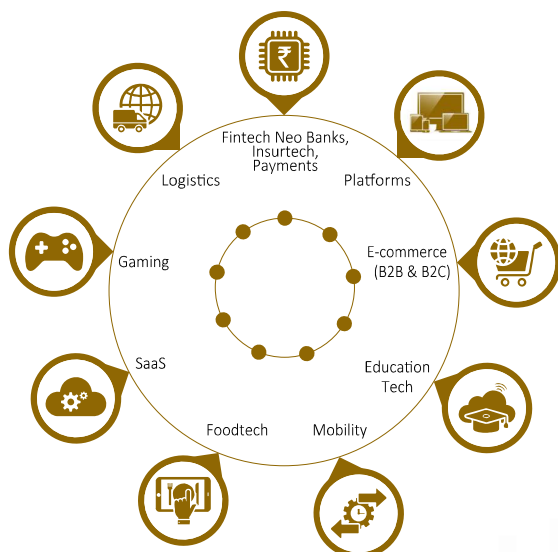
\*\* The Fund strategy is merely a target and there are no assurances that it would be achieved. This is not complete information on the Fund strategy.

Please refer the Private Placement Memorandum for complete details

# Source: Statista | India: Smartphone penetration rate 2040 | Inc42 Plus

## Data as on March 2021

## SPAWNING ECO-SYSTEMS



## IPO INVESTING: CHOOSING A NEEDLE FROM HAYSTACK

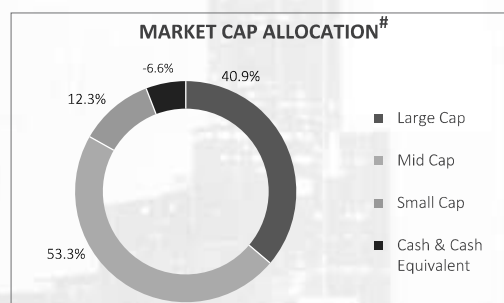


- IPO Investments have many moving parts
- Each part essential in making the company successful
- Evaluation of various aspects beyond traditional framework crucial to make a successful bet

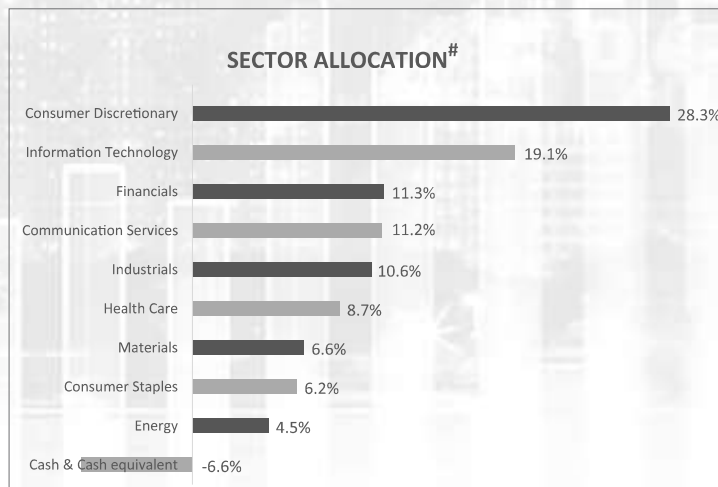
## PORTFOLIO PERFORMANCE\* AND COMPOSITION#

(Alchemy Leaders of Tomorrow - Closed Ended Fund, Series 2 is a newly launched scheme and has no operating history. The below fund specific details are mentioned for Alchemy Leaders of Tomorrow - Closed Ended Fund, Series 1 which has already matured on 29 Nov 2021)

PERIOD	PORTFOLIO RETURNS*	S&P BSE 500
6 Months	19.7 %	11.5 %
1 Year	49.0 %	37.0 %
2 Years	36.3 %	22.3 %
Since Inception	22.1 %	17.4 %



TOP 10 STOCKS BY WEIGHT#	WEIGHT (%)
TATA ELXSI LTD	19.1%
SYNGENE INTERNATIONAL LTD	8.7%
DIXON TECHNOLOGIES INDIA LTD	8.7%
TITAN CO LTD	8.3%
INFO EDGE INDIA LTD	8.2%
BAJAJ FINANCE LTD	7.0%
PIDILITE INDUSTRIES LTD	6.6%
TRENT LTD	6.4%
UNITED SPIRITS LTD	6.2%
RELIANCE INDUSTRIES LTD	4.5%



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\* Performance figures are as of 29 Nov 2021

Inception Date – 29th Nov 2018 | Returns are shown as net of all fees and expenses. Returns up to 1yr: Absolute, greater than 1yr: Compounded Annualized | Past Performance is not indicative of future performance.

# Data as of 30 Sep 2021 (The time when the portfolio was fully invested) | Cash & Cash Equivalent is negative due to tax provision, actual cash is 0.5% of the portfolio value

Source of Market Cap Allocation - AMFI | Source (Sector Allocation) - Bloomberg

## THE TERMS OF THE FUND

Scheme Name:	Alchemy Leaders of Tomorrow - Closed Ended Fund (Series 2)
Investment Manager :	Alchemy Capital Management Pvt Ltd.
Investment Tenure:	3 yrs (Extendable by 1 year with the requisite consent of the Contributors)
Underlying Asset Class:	Listed equities, QIP's, Debt instruments & up to 50% of AUM in IPO
Initial Contribution:	Minimum Rs 1 Cr
Redemption Windows :	Closed Ended Fund, the funds would be locked up for the entire tenure of the fund
Risk Appetite :	High Risk
Subscription Period:	First Subscription Period getting closed on 14 February 2022 followed by fortnightly opening till June 2022.
Initial Subscription Fee:	Upto 2.25% of the contribution amount
Eligible Investors:	Resident Indians, NRI, HNI, Hindu undivided Family (HUF), Banks, Body Corporates, Partnership Firms and Trusts, Association of Persons.
Investment Options:	<b>Lump Sum</b> 100% at the time of investment <b>Tranches</b> 1. For investments made on First Closing (14 February 2022) , 40% upfront on or before the date of First Closing followed by 30% on before the end of 30 April 2022 and Remaining 30% on or before the date of Final Closing i.e. June 30, 2022 2. For investments made between 14 February 2022 to 31 March 2022, 50% upfront followed by Remaining 50% on or before the date of Final Closing i.e. June 30, 2022 3. For investments made between 15 April 2022 to 15 June 2022, 70% upfront and Remaining 30% on or before the date of Final Closing i.e. June 30, 2022

### Fee Plan Option I Management Fee Plan: Management Fees:

Investment Amount: 1 Cr to Less than 3 Cr- 2.5% per annum on Net Assets Value.

Investment Amount: 3 Cr to Less than 5 Cr- 2.25% per annum on Net Assets Value.

Investment Amount: More than 5 Cr- 2.0% per annum on Net Assets Value.

**Performance Fees:** Nil

### Fee Plan Option II Performance Fee Plan : Management Fees:

Investment Amount: 1 Cr to Less than 3 Cr- 1.5% per annum on Net Assets Value before performance fee.

Investment Amount: 3 Cr to Less than 5 Cr- 1.25% per annum on Net Assets Value before performance fee.

Investment Amount: More than 5 Cr- 1.0% per annum on Net Assets Value before performance fee.

**Performance Fees:** 15% of returns charged at the end of tenure with the hurdle rate of 10%, compounded annually.

Note: These are not the complete terms of the Fund. Please refer the Private Placement Memorandum for complete details.

## INVESTMENT MANAGER



Mr. Hiren Ved is the Co-founder, CEO and CIO at Alchemy Capital Management. He started his equity market career in 1991 and worked on both sell side and buy side research roles for the first nine years of his career, before joining Alchemy to spearhead the firm's Asset management business in the year 2000. Hiren has deep knowledge across sectors and is known for his bottom up research and stock picking skills. He has built a long-term track record of generating significant alpha over the last 19+ years. Managing / advising funds over USD 1 billion (as on 31st Dec 2021) across domestic PMS and offshore institutional mandates for Alchemy.

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- All products / investment approach attract various kinds of risks. Please read the relevant Disclosure Document/ Client Agreement/ Offer Documents (includes Private Placement Memorandum and Contribution Agreement) carefully before investing.

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