

Dear Investors,

What a remarkable year it has been! It's as if we've stepped right out of a classic finance textbook, witnessing firsthand the art of capital appreciation. Our PMS has been distinguished as the premier performing PMS in the nation, an accolade conferred upon us by esteemed aggregators such as PMS Bazaar and PMS AIF World. This is a moment of collective pride and a testament to our shared vision and efforts. As of January 31, 2024, we held the distinction of being the top-performing multi-cap PMS across various timeframes, including one month, three months, six months, one year, two years, and three years.

Let us take a moment to reflect on the foundational principles we discussed at the onset of our journey. The delicate balance between risk and return, and the strategic approach embedded in our risk-reward matrix, have always been at the forefront of our philosophy. As we've always advocated, our aim has been to outstrip our benchmarks by a factor of 1.5 to 2X, while keeping potential downturns within a 20% margin over a 3 to 4-year investment horizon. With the benchmark recording a 21.89% CAGR increase over the last three years, our targets were ambitiously set between 33% to 44% CAGR. Yet, here we stand, having achieved a commendable rate just over 50% CAGR. This achievement is a source of immense pride and a milestone I am personally committed to reaching consistently over the coming two decades.

The essence of our strategy transcends mere capital appreciation; it emphasizes capital preservation, a principle I've found to be profoundly more challenging yet crucial in the long-term wealth generation process. The journey thus far has taught me that making tough decisions, like parting with high-performing assets when markets peak and shifting towards quality or safety when exuberance reigns, is paramount. Although easier said than done, rest assured that Invasset PMS will adhere to this disciplined approach diligently.

Our goal is to secure a sustainable annual growth rate of 18% to 28% over the next 20 years. This ambitious target is not just about outperforming the markets but about creating unprecedented wealth. I envision a future where each of our clients enjoys a stock market income that rivals or surpasses their business income. It's a vision that's already turning into reality for our earliest supporters, bringing immense joy and pride to us all.

In the current market scenario, we've shifted our focus towards quality investments. While mid and small caps may offer tempting prospects, especially after recent corrections which we chose not to participate in, I firmly believe that the prudent approach lies with large caps at this juncture. The risk-reward ratio currently favors large caps, with a potential upside of 8 to 10% and a similar downside risk, whereas small caps present a riskier proposition. Given the inflated market valuations, I am not inclined to gamble with your hard-earned capital.

As market cycles turn and fear eventually sets in, leading to a market downturn, we will be poised to implement phase 1 of our AAID system, seizing opportunities to buy into value and kickstart the alpha generation process once more in a more favorable market environment. Our focus remains steadfast on capital preservation as much as on alpha generation.

As we navigate these challenging and exciting times, I encourage you to reach out with any feedback on our services, whether it be about client onboarding, communication, or the WhatsApp groups we've established. Your insights are invaluable as we strive to enhance our customer service.

Furthermore, I request you to share your experiences with Invasset PMS through testimonials, aiding in the growth of our community and assisting prospective investors in their journey.

Thank you for your trust in Invasset and for being an integral part of our growth story. Remember, my door (or rather, my inbox, whatsapp ) is always open to you. Should you wish to discuss any concerns or arrange a call, please don't hesitate to reach out via our group or directly to me.

Together, let's look forward to the continued success and the exciting journey that lies ahead.

Warm regards,

Anirudh Garg Fund Manager, Invasset PMS