

Introducing

Samco Large & Midcap Fund

(An open-ended equity scheme predominantly investing in large cap and mid cap stocks)

Powered by C.A.R.E. Momentum Strategy

NFO Period

05 June 2025 - 19 June 2025

STABILITY



LARGE CAPS

with

MOMENTUM

AGGRESSION



MID CAPS

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Why Large & Midcaps Funds?

Lower Drawdowns in Large & Midcaps & Small Caps



Source: Nifty indices, Internal Research, Data as on 31st December 2024. Disclaimer: Past performance may or may not be sustained in future. The above graph is used for representative and for illustration purposes only. Large Cap are represented by Nifty 100 TRI, Mid Cap by Nifty Midcap 150 TRI, Small Cap by Nifty Smallcap 250 TRI.

Resilience of Large & Midcap during periods of Economic Challenges

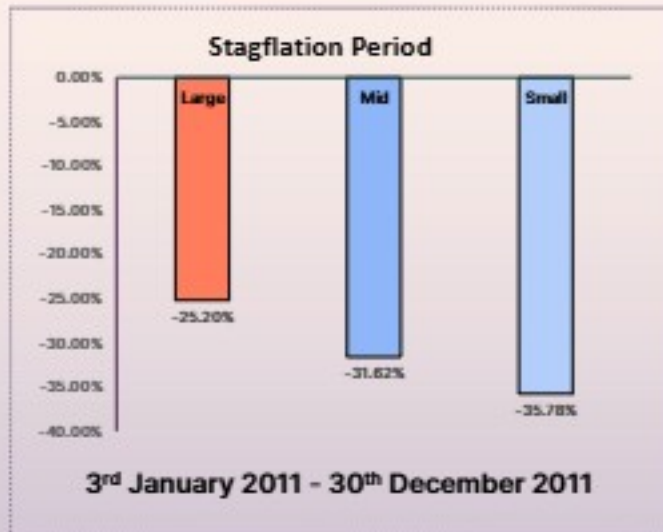
Global Financial Crisis



Source: Nifty indices, Internal Research, Data as on 31st December 2008

Disclaimer: Past performance may or may not be sustained in future. The above graph is used for representative and for illustrative purposes only. Large Cap are represented by Nifty 100 TR, Mid Cap by Nifty Midcap 150 TR, Small Cap by Nifty Smallcap 250 index TR.

Resilience of Large & Midcaps During Periods of Economic Challenges



Source: Nifty Indices, Internal Research, Data as on 31st December 2021

Disclaimer: Past performance may or may not be sustained in future. The above graph is used for representative and for illustrative purposes only. Large Cap are represented by Nifty 100 TR, Mid Cap by Nifty Midcap 150 TR, Small Cap by Nifty Smallcap 250 Index TR

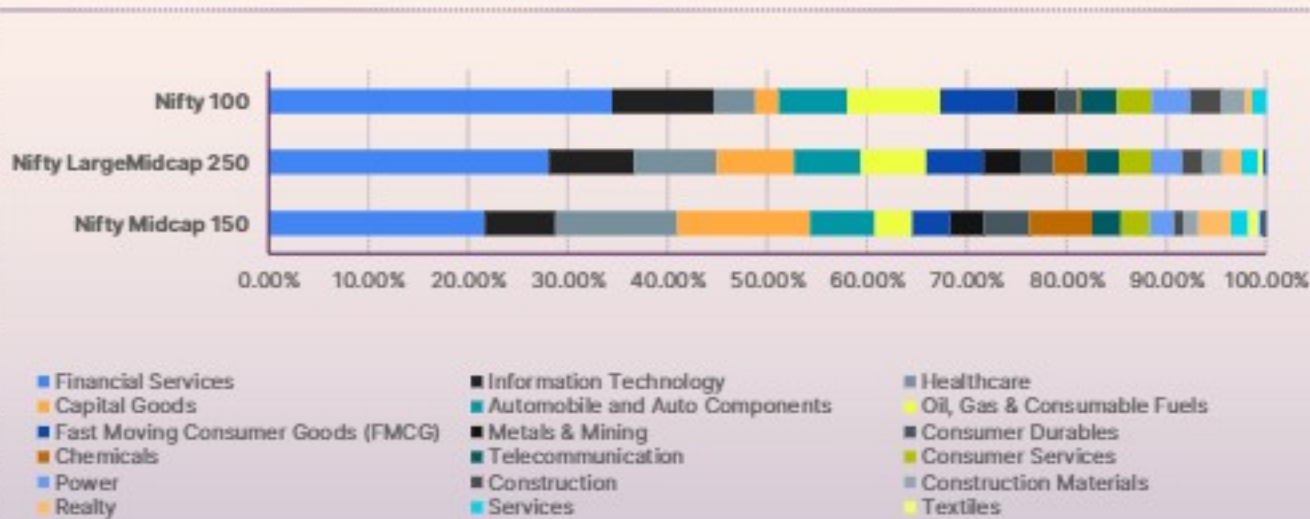
Nifty LargeMidcap 250 TRI has been able to generate additionally Alpha with relatively lesser volatility

The Nifty LargeMidcap 250 TRI has consistently outperformed the Nifty 100 TRI despite lower volatility providing a combination of stability and sustained returns.



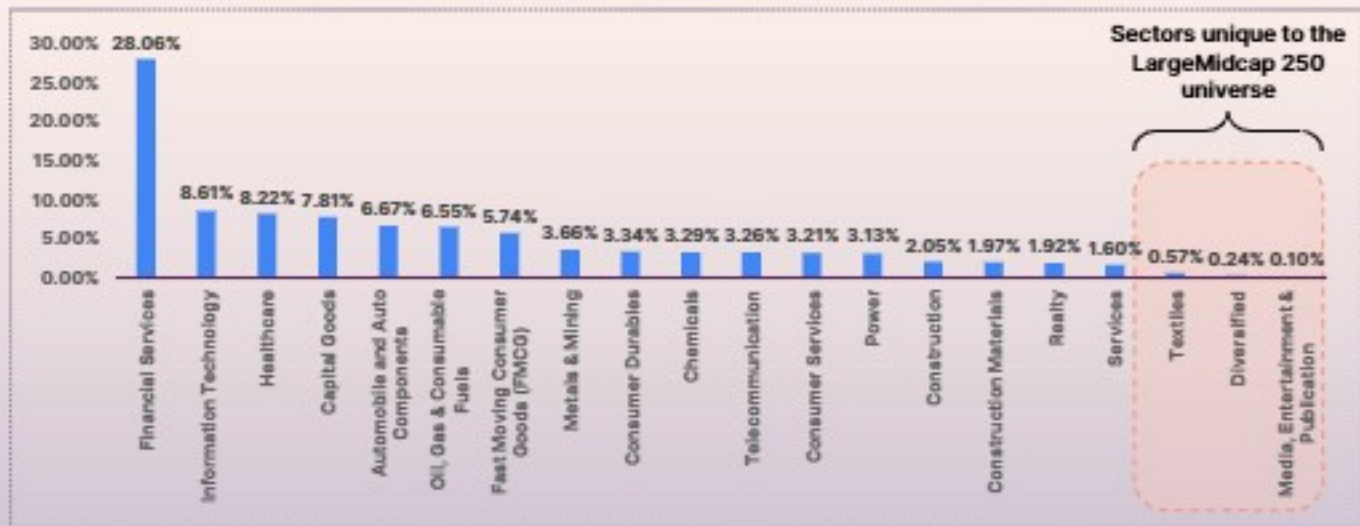
Disclaimer: Risk Indices, Historical data from 01-04-2005 to 31-03-2025. Past Performance is not a guarantee of future performance. The above graph is used for representative and for illustrative purposes only.

LargeMidcap 250 offers broader sectoral diversification than Nifty 100



LargeMidcap 250 offers diversification to those sectors absent in Nifty 100

Nifty LargeMidcap 250 index ensures a well-distributed sector allocation



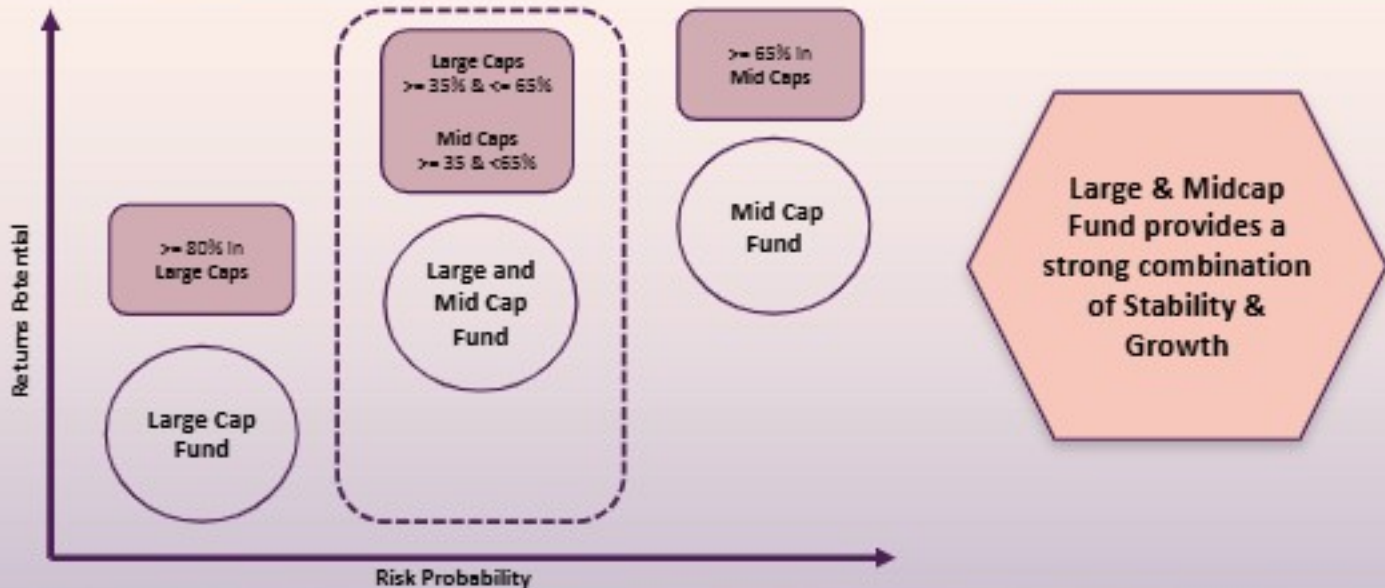
Disclaimer: NSE indices, March 2025 factsheet of respective indices. The above graph is used for representative and for illustrative purposes only.

Nifty LargeMidcap 250 TRI: Outperformance Across Timeframes

The Nifty LargeMidcap 250 TRI has consistently outperformed the broader market i.e., Nifty 500 TRI across all time periods despite having smallcaps indicating the inherent stable and sustainable nature of the index



Risk Reward Chart



LargeMidcap250 TRI is trading at 5-year Median valuations

The Nifty LargeMidcap 250 has relatively comfortable valuation profile versus Nifty Midcap 150

Index	PE Ratio (as on 30 th April 2025)	Median PE Ratio
Nifty 100	21.93	23.30
Nifty LargeMid 250	26.69	26.20
Nifty Midcap 150	34.01	28.00

Large and Mid Cap companies combined offer superior risk-adjusted returns

Category	Large Caps	Mid Caps	Large + Mid Cap
Growth	Stable growth	Medium to High growth	Potential for higher growth with balanced risk
Risk	Relatively Lower	Relatively Higher	Potential for extra alpha with relatively lower volatility
Market Share	Large market share	Growing market share	Exposure to both stability and growth opportunities
Performance	Consistent performance	High performance	Combined high performance with added growth potential
Volatility	Least volatile during recession	More volatile than large caps	Reduced volatility through diversification
Liquidity	Highest liquidity	High liquidity	Enhanced liquidity with broad market exposure

Need for a Large & Midcap Fund

Lower Volatility

Large and Midcap stocks typically exhibit less volatility compared to small cap stocks, as they are more established, financially stable, and less sensitive to market fluctuations.

Proven and Sustainable Business Model

Large and Midcap companies are typically market leaders with established track records of profitability and stable cash flows. This makes them more resilient, particularly during economic downturn.

Deliver potential Long Term Returns

Large and Midcap companies have a good proven track record with strong fundamentals such as revenue growth, efficient operations etc which allows them to deliver potential returns over a long period of time.

Industry Landscape

**All Funds in the Large and
 Mid Cap Category use
“Value, Growth or Quality”
 as their investment strategy
 in Scheme Information
 Document (SID)**

Fund	Growth	Quality	Value	Fund	Growth	Quality	Value
1	No	No	Yes	17	No	No	No
2	No	Yes	No	18	Yes	No	No
3	Yes	Yes	Yes	19	No	Yes	No
4	No	No	Yes	20	No	No	No
5	No	No	No	21	No	Yes	No
6	No	No	No	22	No	No	No
7	No	Yes	No	23	No	Yes	No
8	Yes	No	Yes	24	No	Yes	No
9	Yes	No	No	25	No	No	No
10	Yes	No	Yes	26	Yes	No	Yes
11	Yes	No	Yes	27	No	No	Yes
12	No	No	No	28	Yes	Yes	No
13	No	Yes	No	29	No	No	No
14	No	Yes	No	30	Yes	No	No
15	Yes	No	Yes	31	No	No	Yes
16	No	No	No				

No one in the Large and Mid Cap Category uses “Momentum” as their investment strategy in Scheme Information Document (SID)

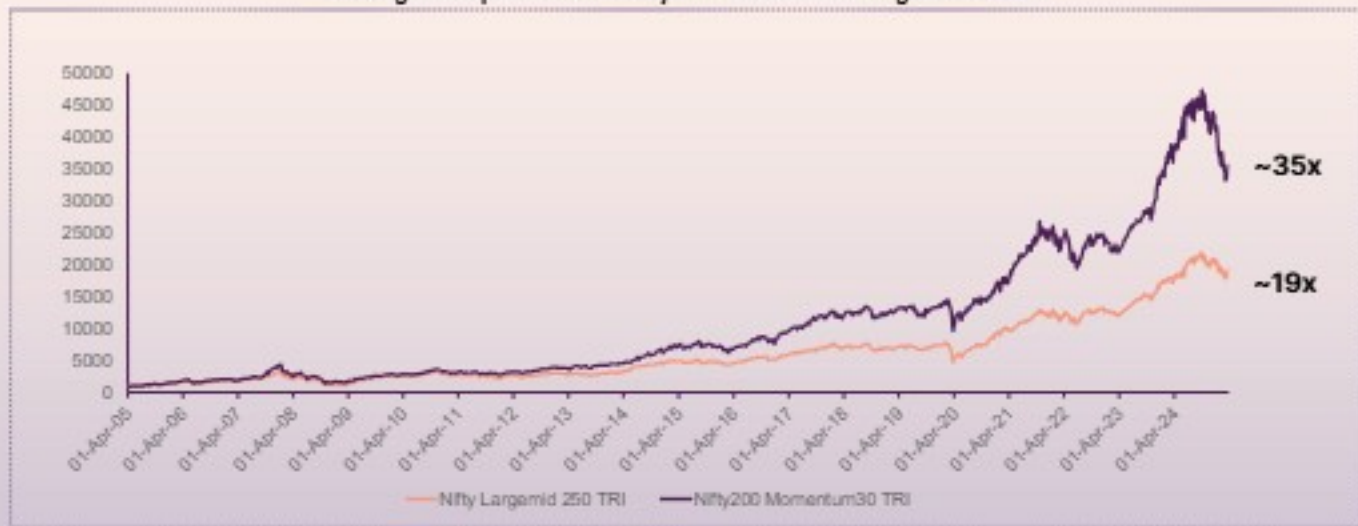
Fund	Momentum	Fund	Momentum
1	No	17	No
2	No	18	No
3	No	19	No
4	No	20	No
5	No	21	No
6	No	22	No
7	No	23	No
8	No	24	No
9	No	25	No
10	No	26	No
11	No	27	No
12	No	28	No
13	No	29	No
14	No	30	No
15	No	31	No
16	No		

Investors have only **1 choice for momentum in the**
Large and Midcap space i.e., the Nifty200
Momentum30 index

Which is passive

Momentum Index outperformance vs Nifty LargeMidcap 250 TRI

In the last 20 years, the Nifty LargeMidcap 250 TRI has only grown ~19x but during this same duration the proxy Momentum Index to the LargeMidcap universe i.e Nifty200Momentum30 has grown to ~35x.



Source: Nifty Indices, Internal Research, Data as on 31st March 2024

Disclaimer: Past performance may or may not be sustained in future. The above graph is used to explain the concept and is for illustration purposes only.

What is Momentum?

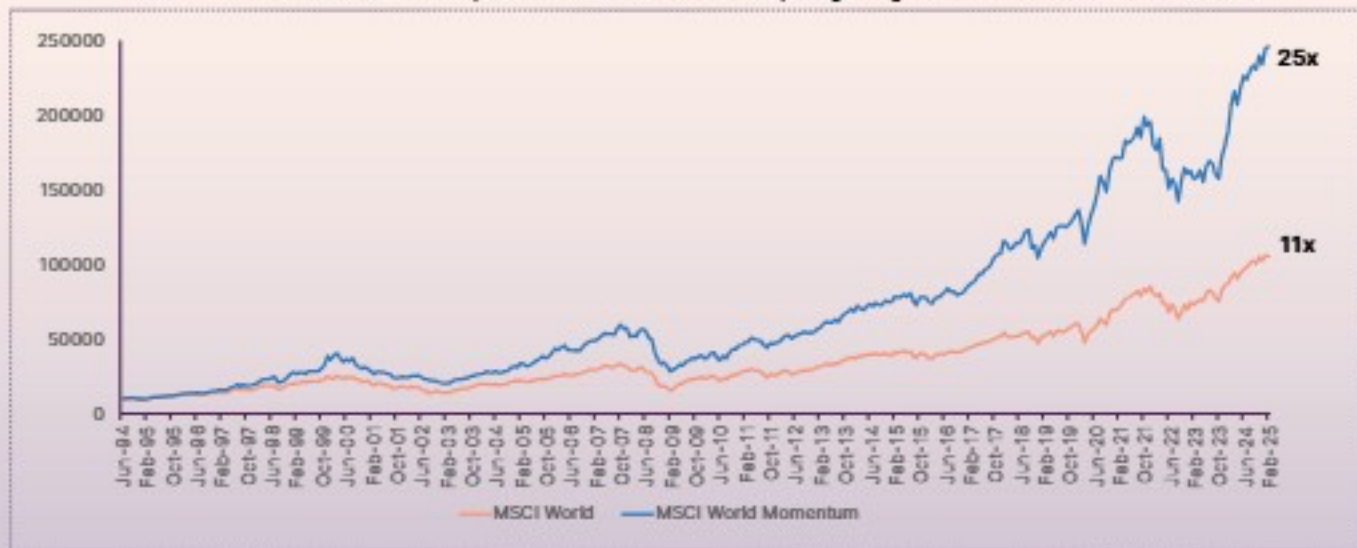


"MSCI Research shows, on a historical basis, the momentum factor has been one of the strongest generators of excess returns."

Momentum is one of the most persistent factor to generate excess returns in all assets be it equity, commodity and forex and over 215+ years of history.

Momentum Index outperformance vs Base Benchmark

MSCI World Momentum Index has outperformed the MSCI World Index by a huge margin due to the momentum selection effect

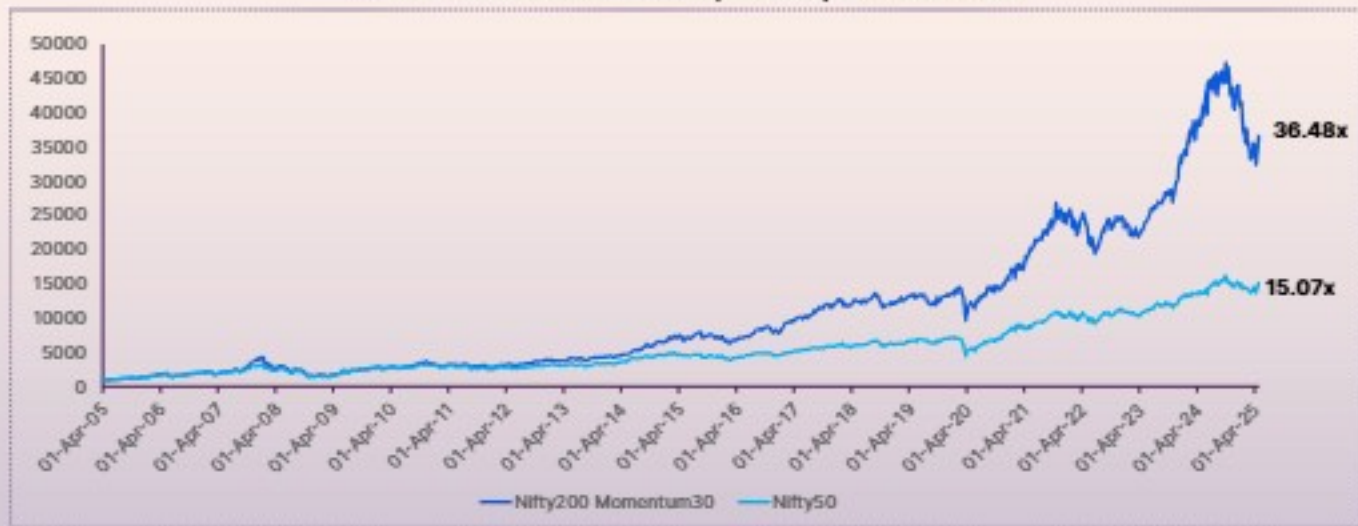


Source: MSCI, Samco Researchs. Price data for MSCI World Index and MSCI Momentum Index from June 1994 to February 2025.

Disclaimer: Past returns are no indication of future returns. The index returns do not indicate returns of the scheme and are only mentioned for illustration of momentum as a factor.

Momentum Index outperformance vs Base Benchmark

A corpus of one lakh invested twenty years ago in Nifty 200 Momentum 30 would have turned to ~ INR 36.48 Lakh versus the end corpus of Nifty 50 of ~ 15.07 Lakh



Source: NSE Indices, April 2005 to April 2025.

Disclaimer: Past returns are no indication of future returns. The index returns do not indicate returns of the scheme and are only mentioned for illustration of momentum as a factor.

How is Momentum defined & identified?

Stocks In Momentum could be selected through **Time Series Momentum** or **Relative Strength Momentum** which are two distinct measures used to evaluate the performance of stocks

Time Series Momentum

"Time-series momentum, also known as absolute momentum, assesses a stock's past performance by considering its own returns independently from the returns of other stocks."

As per sports analogy think of a standalone outstanding innings by a batsman or 5 Wicket hauls by bowlers standing out as great individual performances

Relative Strength Momentum

"Cross-sectional momentum, measures a stock's performance in comparison to other stocks in the entire stock universe, thus focusing on the relative strength of the stock versus the market."

As per sports analogy, think about top scorers, top wicket takers, man of series, etc in a multi team series which identifies top players amongst hundreds of players.

Why does Momentum Work?

The answer to the question can be explained through the Information Diffusion Analogy

Price of a stock is impacted depending upon the dissemination of information in different market participants in the following order

- Promoters:** Understanding of business cycles and business development leads to capturing of early inflection points.
- Smart Individual Investors:** Due to active engagement the immediate stakeholders get access to information.
- Institutional Investors:** Due to better access to managements and deep research capabilities institutions capture market trends.
- Retail Investors:** As the business cycles reaches maturity the retail investors start realizing the change and jump in the bandwagon at the end.





*Cutting-edge Systems
For Wealth Creation*

Introducing

Samco Large & Mid Cap Fund

(An open-ended equity scheme predominantly investing in large cap and mid cap stocks)

Powered by C.A.R.E. Momentum Strategy



**Scan to watch
TVC Commercial
In Hindi**



**Scan to watch
TVC Commercial
In English**

Samco C.A.R.E Momentum Strategy

Samco C.A.R.E Momentum Strategy

The **SAMCO Large & Mid Cap Fund** uses a cutting-edge momentum-based strategy with **SAMCO's proprietary C.A.R.E. Momentum strategy** to deliver superior risk-adjusted returns. It identifies large-cap stocks with strong momentum in **Cross Sectional, Absolute, Revenue, and Earnings Momentum**. By focusing on the top 250 companies by market capitalization, the fund optimizes the portfolio and mitigates risks using derivatives and hedging during market volatility.



Cross Sectional Momentum: A Guide for Stock Selection

Cross-sectional momentum is the core criterion for stock selection which identifies and invests in top-performing large and midcap stocks with consistent price strength, outperforming their sector and indices. This approach capitalizes on leading stocks with strong upward trends, focusing on market leaders and aligning with momentum investing principles to ensure efficient capital deployment and alpha generation.

This can be explained by evaluation of a Public Sector Bank's momentum by comparing it to various pools of stocks it constitutes a part of, such as market segment (Nifty 100/ Nifty Midcap 150), broad sector (Nifty Bank), sub-sector (Nifty PSU Bank), industry (Nifty Financial Services), and market theme (Nifty PSE Index).

Absolute Momentum: Enhancing Portfolio Resilience

Absolute momentum assesses the directional trend of stocks or the market, regardless of relative performance. If the trend turns negative, the fund employs tactical measures, including derivatives and hedging, to reduce net equity exposure and protect against drawdowns. This defensive stance ensures resilience during adverse conditions while allowing participation in favorable market environments. This dynamic approach ensures a smoother experience across market cycles.

This can be explained by evaluation of the momentum of a stock/sector/asset class based on the absolute price performance exhibited by it during a stipulated period in the recent past.

Revenue Momentum: Identifying Growth Drivers

Revenue momentum focuses on companies with strong top-line growth, highlighting those with consistent sales increases that precede earnings growth. The fund analyzes historical and projected revenue trends to identify stocks poised for momentum, prioritizing companies with high product demand, market share expansion, or successful new launches. This approach ensures the portfolio includes growth stocks that can sustain market leadership and capture long-term value creation.

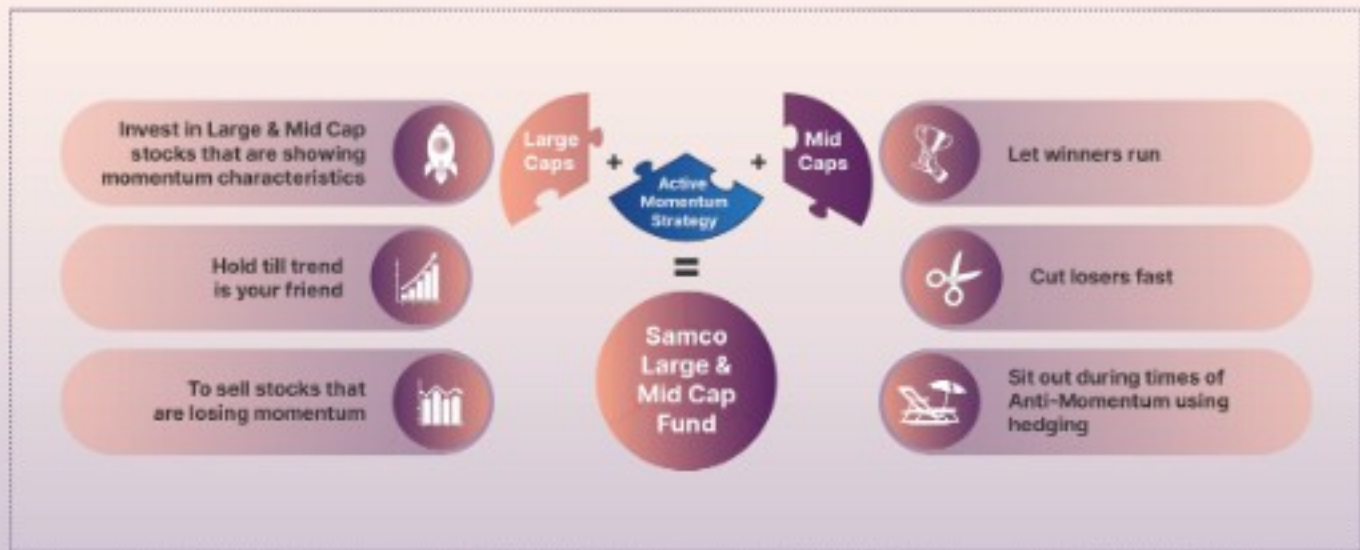
This can be explained by evaluation of the growth in revenue for a company or a sector by assessing historical trends and expected forward rate of change in the topline of the business.

Earnings Momentum: Capitalizing on Profit Acceleration

Earnings momentum identifies companies with rapid growth in profitability at the PBT (Profit Before Tax) and PAT (Profit After Tax) levels, reflecting their ability to translate operational efficiency and revenue growth into shareholder value. The fund evaluates metrics like earnings growth, profit margins, and earnings revisions. Companies with consistent or accelerating earnings growth form the portfolio's core, ensuring higher profitability and returns for investors.

This can be explained by evaluation of the growth in earnings of the stock based on past earnings growth trajectory and forward expected rate of change in the earnings. Moreover, the Earnings Momentum Factor aides in selecting the companies whose topline growth might not show significant uptick, but the earnings might show better picture of the company's growth potential due to multiple scenarios such as margin expansion, extraordinary gains, write-offs, lowering of interest cost etc.

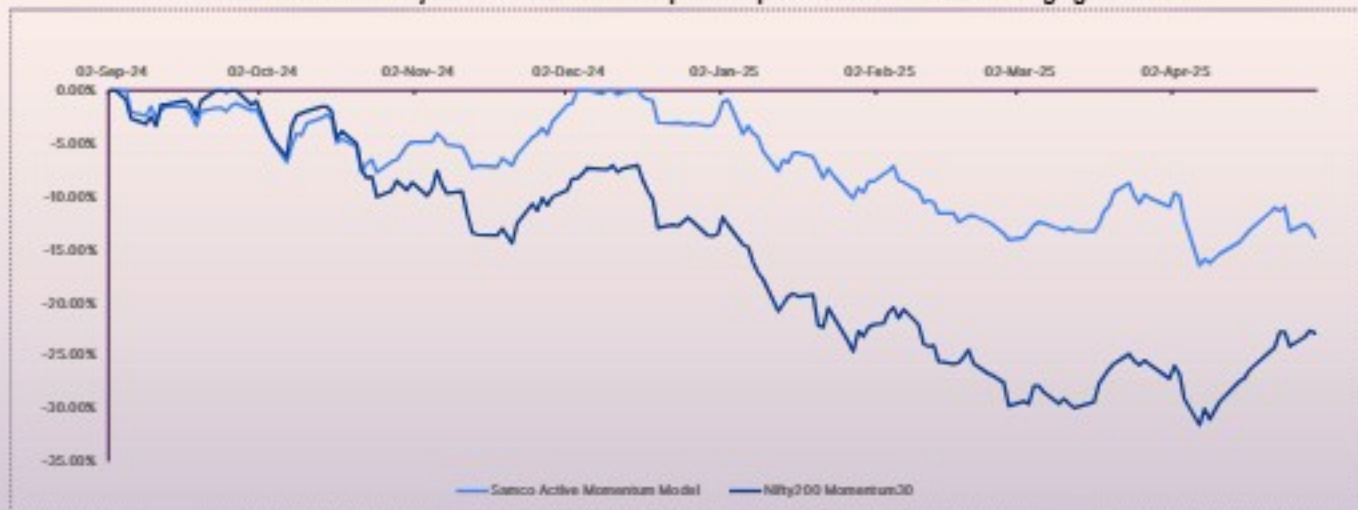
The Pillars of the SAMCO Large & Mid Cap Strategy



Why Active over Passive?

Momentum Needs Downside Protection

The Samco Active Momentum Model has fallen 9.43% while the benchmark has corrected by 20.26% from the highs of September'24 which indicates the ability of an active fund to outperform passive index due to the hedging mechanism



Disclaimer: Nifty indices. Historical data from 01-09-2024 to 30-04-2025. Note: The above illustration is for understanding the working of Samco Mutual Fund's proprietary Active Momentum Model. The performance of the internal model does not represent the performance of the scheme. Actual allocation and investing experience may vary. Portfolio will be managed as per the stated investment objective, investment strategy, asset allocation in the scheme information document (SID) and is subject to the changes within the provisions of the SID of the scheme. Past performance may or may not sustain in future.

Only four Funds in the Industry use Hedging

An active hedging mechanism in place is important in the dynamically changing world to ensure effective downside protection of the portfolio.



Source: Internal Research, Data as on 29th February 2025

Disclaimer: Past performance may or may not be sustained in future. The above graph is used for representative and for illustrative purposes only

Protecting downside risk

The Core Momentum strategy aims to protect the downside risk of the portfolio by incorporating effective hedging measure and allocating the capital towards measures like arbitrage/debt instruments

During Steady Market Conditions



A strong portfolio across Large and Midcap with stock exhibiting both absolute and relative strength

During periods of downtrend



A portfolio with effective hedging strategies, arbitrage/ debt exposure

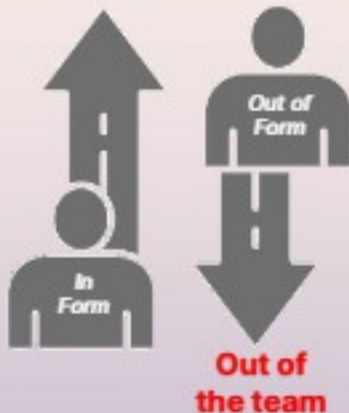
Active Rebalancing

Active rebalancing is an active investment process that involves regularly adjusting holdings based on performance assessments. It aims to optimize the portfolio by **removing underperforming stocks** and **reallocating capital to stronger opportunities**. This process considers both quantitative factors and qualitative factors. The goal is to enhance risk-adjusted returns and align the portfolio with evolving market conditions and investment objectives.

The Care Momentum strategy focuses on agile portfolio positioning based on changing market dynamics and availability of better opportunities.

Simply put, Active rebalancing means maintaining a team of players by picking players that are in form and dropping those that go out of form.

In the Team



Active Share

What is Active Share?

Active Share measures the fraction of a portfolio (based on position weights) that differs from the benchmark index. The Active Share measure was developed by Martijn Cremers and Antti Petajisto, both the Yale professors.

In simple terms, Active Share measures how different the portfolio is relative to the benchmark in terms of security selection and position sizing

A highly active strategy with
no index hugging + **distinct portfolio vs benchmark** +
optimal churn as per evolving market dynamics



All our schemes have a very high active ratio



**Samco Active
Momentum Fund**



**Samco Dynamic Asset
Allocation Fund**



**Samco Flexicap
Fund**



Samco Multi Cap Fund



**Samco Multi Asset
Allocation Fund**



**Samco Large Cap
Fund**

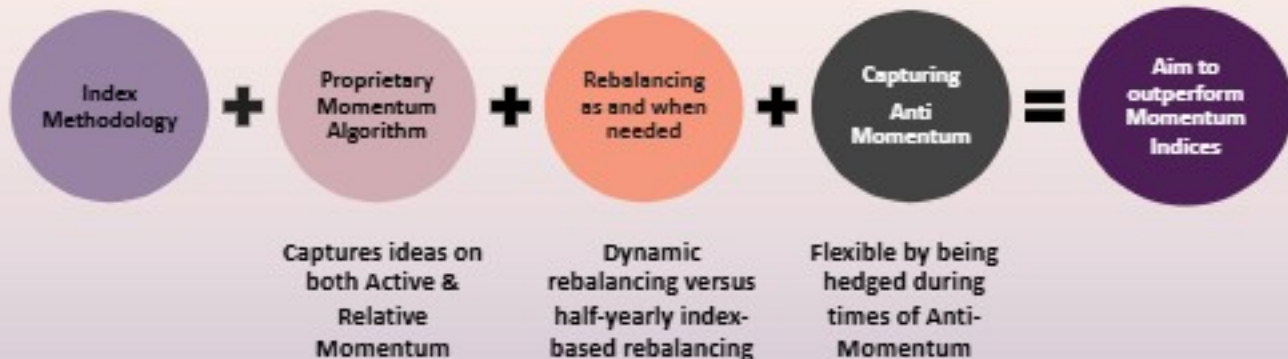


**Samco Special
Opportunities Fund**



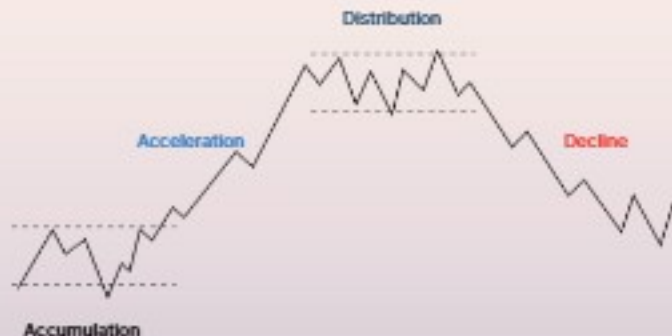
**Samco ELSS Tax
Saver Fund**

Active Strategy aims to outperform passive



Why Momentum works?

Four Phases of a Stock



"The success of no trend, theme, sector and stock lasts forever"

In the equity market, every stock undergoes multiple phases of advances, declines and consolidation. As an investor it is important to stay in a particular stock or theme only during times of strong upward trend to reap the maximum benefit out of the underlying move. Moreover, the adventure of continuing to hold losers during times of anti-momentum could prove costly.

Case Study 1: HDFC BANK

The Banking Giant HDFC Bank went in period of sideways consolidation for ~4 years after strong rally in the past.

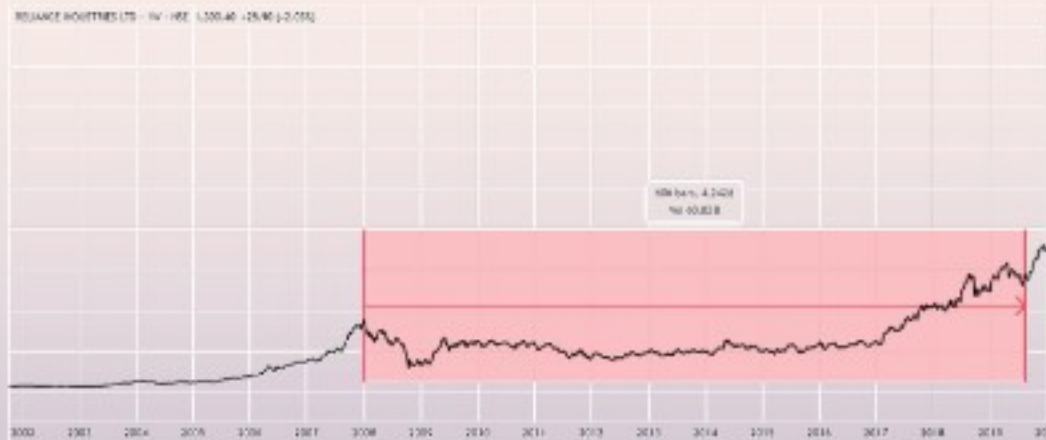


TradingView

Source: TradingView. Disclaimer: Past returns are no indication of future returns. The above chart is used only for illustrative purposes and is not an investment recommendation.

Case Study 2: RELIANCE INDUSTRIES LTD

The Index Heavyweight Reliance Industries witnessed a deep correction during 2008 market crash followed by ~9 years of sideways period before reclaiming previous highs



TradingView

Source: Trading View, Disclaimer: Past returns are no indication of future returns. The above chart is used only for illustration purposes and is not an investment recommendation.

Case Study 3: ITC LTD

The Tobacco & FMCG Major ITC experienced significant drawdown and sideways period of ~5 years form 2017-2022 before registering its previous highs.



Source: TradingView

Source: TradingView, Disclaimer: Past returns are no indication of future returns. The above chart is used only for illustration purposes and is not an investment recommendation.

Case Study 4: BOSCH LTD

The Mobility and Consumer Goods Major Bosch Limited underwent a severe drawdown of ~70% and a deep consolidation period of 8+ years since 2015



TV 7/1/2023

Source: Trading View, Disclaimer: Past returns are no indication of future returns. The above chart is used only for illustrative purposes and is not an investment recommendation.

Case Study 5: INDIAN HOTELS CO LTD

Indian Hotels Limited, the market leader in the Indian Hotel Industry faced severe drawdown and a long period of zero returns since 2008-2016 due to weakness in the overall hospitality sector.



TV TradingView

Source: Trading View, Disclaimer: Past returns are no indication of future returns. The above chart is used only for illustrative purposes and is not an investment recommendation.

Why Samco Large & Midcap Fund now?

Momentum index has fallen more than the broader index

The Nifty200 Momentum30 a proxy to the NiftyLargeMidcap250 Momentum index has seen relatively higher drawdown providing a better entry opportunity.



TradingView

Source: Trading View, Data as on 30th April 2018

Disclaimer: Past performance may or may not be sustained in future. The above graph is used to explain the concept and is for illustration purposes only.

The Ratio of Nifty200 Momentum30 to Nifty50 suggests this is an opportunity to enter momentum

The Ratio Chart of Momentum Index in Headline index terms is indicating a support at the longer term trendline providing an opportunity to accumulate.



Scheme Features



Benchmark

Nifty Large Midcap 250 Total
Returns Index



Minimum Application Amount

Rs. 5,000 and in multiples of
₹1/- thereafter



Minimum SIP Amount

Rs. 500 and in multiples of
₹1/- thereafter



Plans

Regular Plan - Growth &
Direct Plan - Growth



Exit Load

10% of units can be redeemed at any time without an exit load. Any redemption in excess of 10% of units will incur 1% exit load in the first 12 months. No exit load, if redeemed after 12 months from the date of allotment of unit.

Fund Management Team

Executive Director, CIO & Fund Manager

Umeshkumar Mehta

Qualification: B.Com, CA, PGDBA

Brief Experience: Mr. Umeshkumar Mehta has over 25 years of experience in Indian Capital Markets. His role involves overseeing investment strategies and managing assets across diverse portfolios. He has profound knowledge of financial markets, believes in data driven approach to investments and draws lessons from financial markets histories. He used to lead the Samco group's Research team. He has been associated with the group for the last fifteen years. He is an CA and MBA by qualification.





Fund Manager

Nirali Bhansali

Qualification: B.E., MBA (Finance)

Brief Experience: Mrs. Nirali Bhansali started out as a senior analyst at Samco Securities Ltd. and has been the Head of Equity Research. She has over 9 years of work experience with more than 7 years spanning capital markets and investment research. She has been instrumental in developing Samco's flagship research and investment products like HexaShield Framework, Stock Rating, StockBasket etc. by deep-diving into the business models and number crunching nitty-gritties of varied Indian companies. Her deep understanding of fundamental analysis has enabled her to provide cutting edge insights on various stocks. She is a regular panelist on media & business news channels such as Bloomberg Quint, Money9 Live, CNBC TV18 etc.



Fund Manager

Dhawal G. Dhanani

Qualification: B.Com, CA

Brief Experience: Mr. Dhawal Ghanshyam Dhanani started out as an equity research analyst at Samco Securities Ltd. He has around 8 years of work experience with more than 2 years spanning capital markets and investment research and has been known for in-depth examination into the business models and computational crux of varied Indian companies. His multidisciplinary approach and working knowledge of fundamentals have aided the prime objective of guiding investors through insightful ideas for the long term.

Scheme Risk-o-meter

Samco Large & Mid Cap Fund

(An open-ended equity scheme predominantly investing in large cap and mid cap stocks)

This product is suitable for investors who are seeking* :

- To generate long-term capital growth
- A fund that invests predominantly in equity and equity related securities of large cap and mid cap companies

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

(The product labelling assigned during the New Fund Offer is based on internal assessment of the scheme characteristics or model portfolio and the same may vary post NFO when actual investments are made)

Risk-o-meter



The risk of the scheme
is Very High

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

Thank You