volvin

winning through volatility

THIS IS FOR PRIVATE CIRCULATION ONLY

Compounding is the eighth wonder of the world

-Albert Einstein

#1

India's 1st Fund (AIF) focused on covered call strategy, page 07

Regd. Office

Volvin Limited

2nd Floor, C-33, Phase 2, Focal Point, Ludhiana 141010, India.

Ph: 0161 4040945, 5022234

M: 99150 76999, 99150 87999

Volvin Limited

www.volvin.com

winning through volatility

From the Desk of CIO

28th September, 2022

Dear Friends,

As a child I loved bedtime stories. One of the stories we all would remember is the one of **Rabbit & Tortoise**. These very characters are the protagonists of our funds.

We at Volvin Limited are proud to announce the launch of our flagship product **Volvin Growth Fund - Active Rabbit**, **India's First AIF** focused on **Covered Call Strategy**. **Volvin Strategy** is unique in bringing you the best of Both Worlds - Equity and Derivatives.

We plan to launch two more funds, **Consistent Tortoise** and **Momentum Leopard** at a later date.

I request you to go through the pages ahead for details on our Active Rabbit Fund and why india is now at the cusp of transforming into **The Rising Tiger!**

Most Fund Managers choose between or strive to delicately balance between the Bottom Up & Top Down approaches to create a portfolio that delivers more than 10-15% annualised returns. We strongly believe that in this world of disruption & volatility, **change is the only constant**. As a case in point, the 190+ stocks in the F&O segment of NSE seem to echo this very belief by showing an average movement of 52% in the year long period from Jul-21 to Jun-22. This movement of 52% (due to volatility), is much higher than what most fund managers would dream to deliver through their comprehensive research and by active or passive management.

The term **"Volvin"** is derived from our core philosophy of ***winning through volatility***. The active management of the fund is enabled by closely monitoring volatility of well-researched companies. Both winning and volatility are equally significant to our philosophy as detailed on Page 8 & 9.

Our fund's uniqueness stems from my belief that fundamental investing & technical charting are both equally important in picking the right stock at the right time & valuation.

I end by saying that,

In the immutable debate of fundamental vs technical, we have to understand these as two sides of the same coin, heads marked with value and tails the price.

Happy Investing! Happy Compounding!

Vineet Jainn
Chief Investment Officer, Volvin Limited
cio@volvin.com

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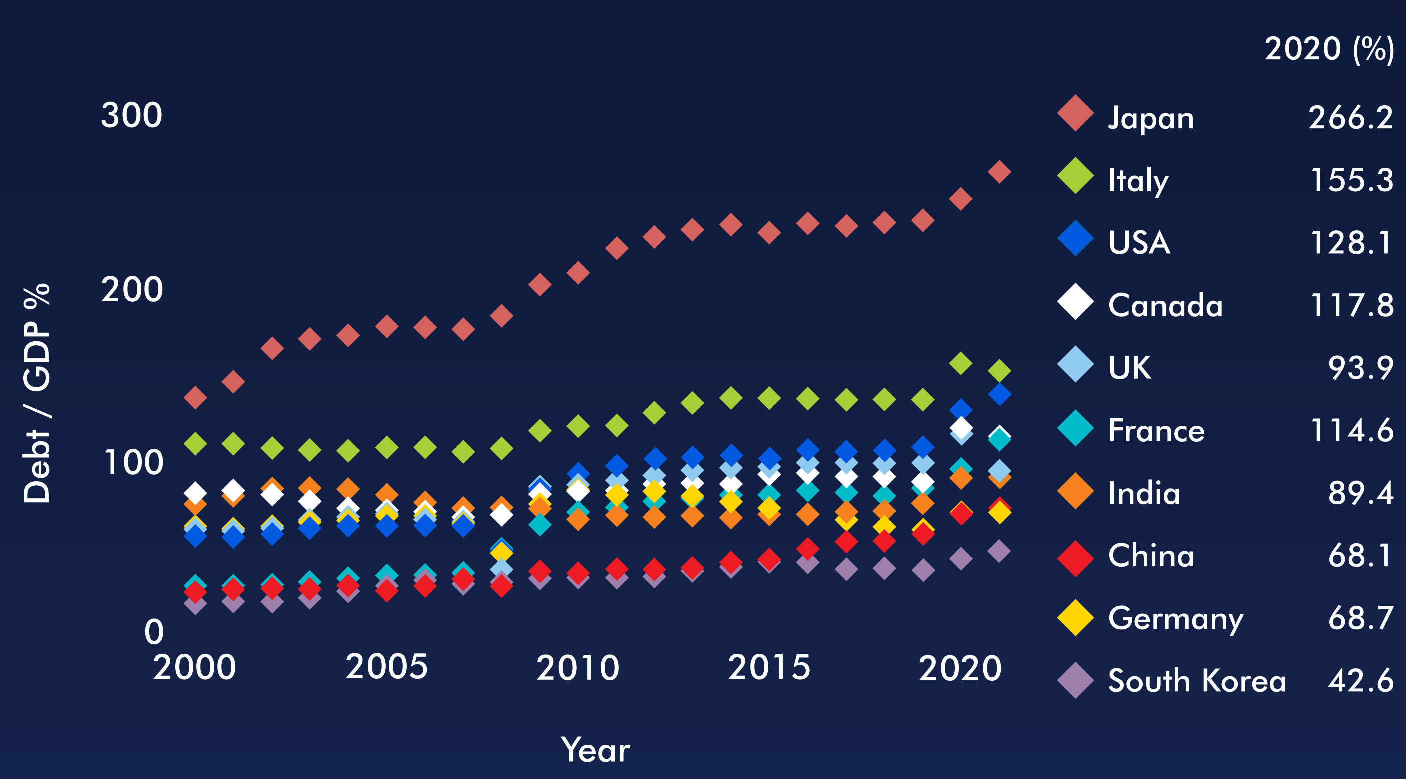
Outstanding Govt. Debt / GDP levels for major economics over 2000 to 2020



Source: https://tradingeconomics.com

Global Top 10 Rankings

Global GDP figures and GDP Growth rates 2000 & 2020

	GDP IN US$ Trillion			% Annualised Growth	
Country	**2000**	**2010**	**2020**	**2000-2010**	**2010-2020**
China	**1.21**	**5.82**	**14.72**	**17.01**	**9.72**
India	**0.40**	**1.72**	**2.62**	**15.70**	**4.30**
Canada	**0.74**	**1.62**	**1.64**	**8.15**	**80.12**
South Korea	**0.57**	**1.14**	**1.63**	**7.18**	**3.64**
France	**1.32**	**2.56**	**2.60**	**6.85**	**0.16**
Italy	**1.14**	**2.05**	**1.88**	**6.04**	**-0.86**
Germany	**1.95**	**3.30**	**3.80**	**5.40**	**1.42**
UK	**1.44**	**2.24**	**2.70**	**4.52**	**1.89**
USA	**10.28**	**14.96**	**20.94**	**3.82**	**3.42**
JAPAN	**4.88**	**5.79**	**5.06**	**1.72**	**-1.34**

Source www.un.org

The chart above showcases the GDP figures of the top 10 countries and their respective growth rates for the past two decades 2000-2010 and 2010-2020. The top 3 countries by growth which deserve a mention are China, India & South Korea respectively. Looking carefully at the 2000-2010 GDP numbers, **China's GDP of US$ 5.82 trillion in 2010 rose to an astronomical US$ 14.72 trillion by 2020** (increase of US$ 8.90 trillion at 15.7% annualised) which clearly holds the undisputed numero uno title.

China is now the world's largest economy on a Purchasing Power Parity (PPP) basis, still 30% behind the US in nominal GDP. It is also the largest contributor to global growth. **India** has recently overtaken its erstwhile colonial power, UK, in nominal GDP to take the **fifth spot** but **is still only a quarter of China's size** despite their similar populations.

The aftermath of pandemic has been another global crisis of inflation, geopolitical unrest coupled with nervousness and uncertainty. The war in Ukraine has hit an erstwhile stable continent resulting in the biggest energy crisis recently which has led to a slowdown of growth globally and has exacerbated the inflationary pressures worldwide. It would be adding an insult to the injury by even mentioning about the endless problems in the developing nations.

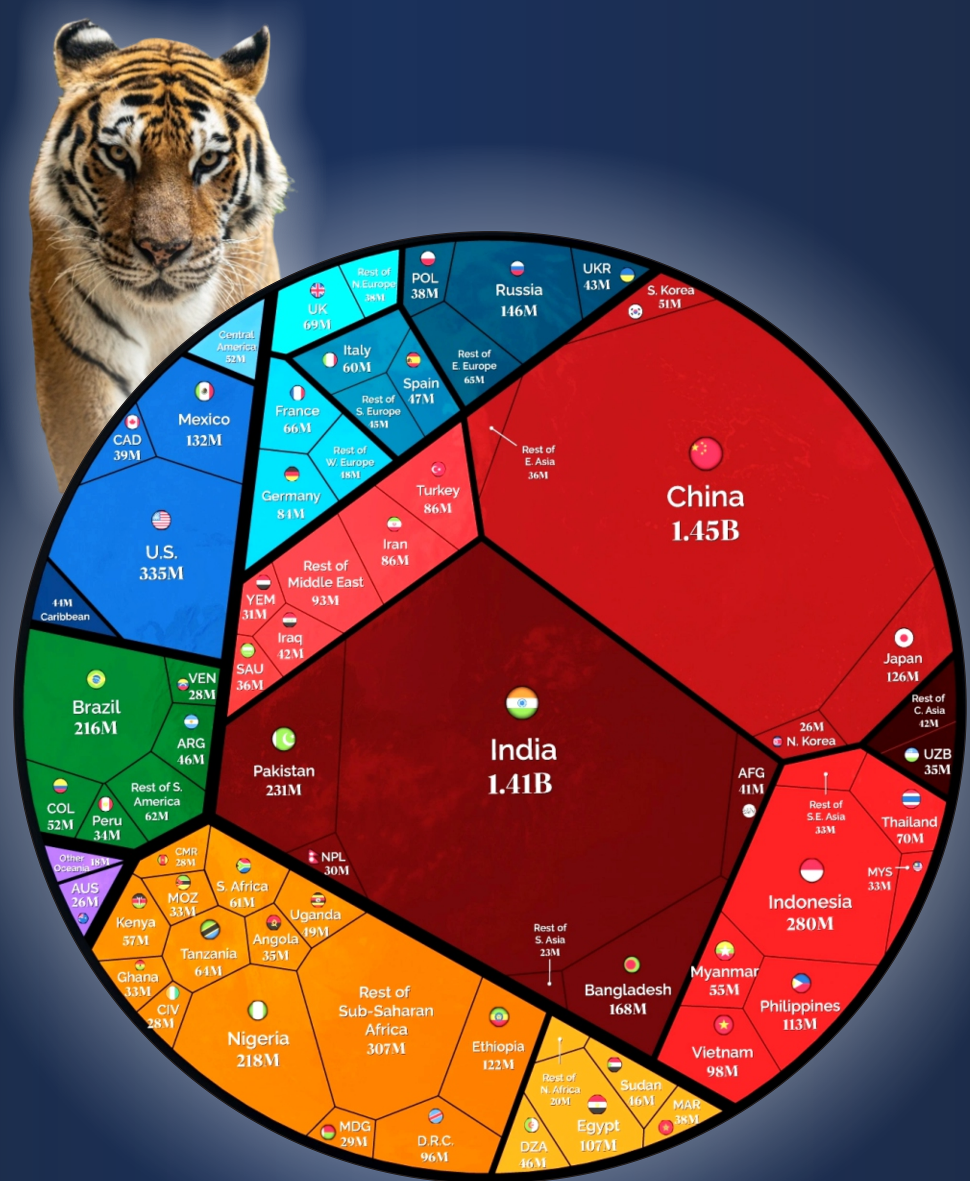
According to a recent poll of economists by Reuters for the key 47 economies of the world, the acceleration in the input costs, higher interest rates, supply shortages and wage pressures together are building towards stronger inflation, weakening growth prospects and unmanageable debts for the respective governments.

The **GDP growth rate for China for 2000-2010 and 2010-2020 has been a staggering 17.01% and 9.72% respectively. India for the same period** has been **15.70% for 2000-2010** where as for **2010-2020 has been a dismal 4.30%. India,** with all its efforts over the past 8 years, **is at the cusp of regaining its lost glory of 1700s.** The changing world order is paving the way for India to achieve double digit growth in the coming years. **A double digit GDP Growth rate for India for the next decade** should easily see Indian economy touching the **US 10 trillion dollars** mark.

Amidst all the uncertainty, a metamorphosis is happening...

An Underdog is transforming into a Tiger.

The World Population - 8 Billion People



Source: https://www.visualcapitalist.com/visualized-the-worlds-population-at-8-billion/

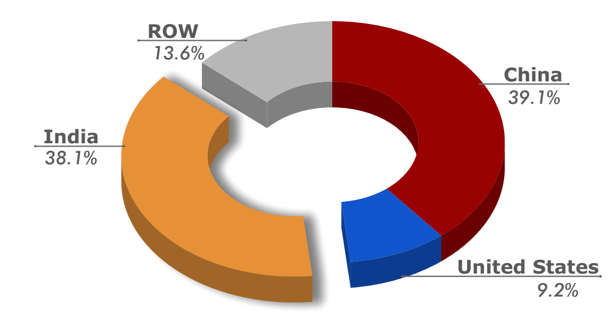
Change in Fertility ratio of the top 10 major economies in last 20 years 2000 to 2020

2000	3.35	1.88	2.05	1.64	1.38	1.49	1.37	1.63	1.25	1.42
2020	2.05	1.79	1.64	1.56	1.52	1.46	1.29	1.28	1.26	0.89
Change	-39%	-5%	-20%	-5%	10%	-2%	-6%	-22%	1%	-37%

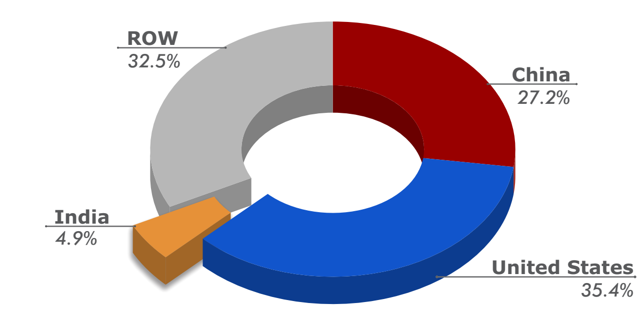
Source: https://www.worldbank.org/en/home

India, the Rising Tiger

Global Population 2021



Global Nominal GDP 2022



Source www.un.org

At 75, India is redefined by her independent mind, strong economic fundamentals and self-reliance. The Tiger is just awakening to bask in the glory of Freedom. She has a vast diverse population that is geared to propel India to a US$ 10+ Trillion economy much sooner than we can imagine. And this is just the beginning.

8 Billion Population across the world, but miles to go before I sleep. The **fertility ratios** for most of **developed world have reduced drastically** over the last 20 years. The **population is lopsided**, with developed countries facing huge decline, **whereas the underdeveloped world still facing problems** due to increase in the same. The pressure on the economies of the developed countries to have working hands is suddenly so evident that even a country like China with world's highest population, suddenly finds itself withdrawing from servicing the world in the domain of low per capita income services. The market which it had created for itself over the two decades is now waiting to be captured, only by those developing countries which possess the requisite basic resources, finances and population. **Population, the biggest liability, India** had before the outbreak of the pandemic **is poised to be looked at more positively in the coming years.**

Government policies & initiatives The conscious initiatives commenced in 2014 by the Modi government have not been without hiccups, with demonetisation and banking reforms initially taking a toll on the primary intentions of the government. The government's resolution to clean up the NPAs in the banking was a painful journey, the fruits for which are being realized now. The various initiatives in the **digital space**, policies for Science, Technology & Innovation, the **Startup India initiative** aimed at building a strong eco-system for **nurturing innovation & startups** have resulted in India witnessing more than 100 startups entering the Unicorn club, collectively are valued at more than $300 billion. The **digital transformation** of India is expected to accelerate the growth of e-commerce, beside reducing transaction costs and time. The **logistics policy** aims to reduce the 14+ percent costs to less than 10 percent incurred during transportation of goods. There has been an unprecedented thrust on the infrastructure for **planes, trains & automobiles** network throughout the country. Multiple **policies in Agriculture** relating to **Farm Water Management**, Credit, Soil, **Seeds**, Drought Management, Foodgrain, Milk, Egg, Fish, Crop Production, Food & Nutrition assistance have also been framed.

Inflation & Interest Rates Inflation is a poor man's nightmare. It's a silent tax that eats into the earnings of a population with limited means. The monthly expenditure or liquid cash as a proportion of the total assets is negligible for the rich, but for the poor it forms more than 90% of their income. **Lower inflation** especially lower food inflation **coupled with higher real wage increase in the last few years** has resulted in **higher disposable income** for the middle and lower classes; resulting in a resilient economy which mitigated the headwinds of poor business sentiment over the last few years. Rural purchasing power & consumption over the past few years have been stronger than ever before. The biggest differentiating factor between the developed & developing nations are the Interest rates. These are the COGS in the wheel of economy that define how smoothly it runs. The lower inflation & interest rates in the last decade has resulted in more spending power for huge middle and lower class. Lower interest rates have directly benefited the corporates not just by lowering the cost of capital, but by **increasing the purchasing power hence consumption of more than 100 billion people**. This category is the biggest consumer of their respective products and services.

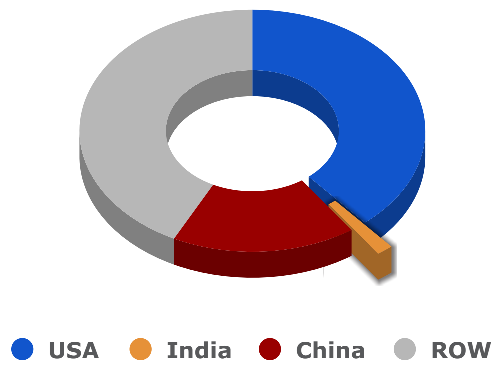
China Plus One originated due to the growing geo-political distrust. As a global supply chain theme, it has gained steam over the years and is beginning to **benefit the Indian core manufacturing, engineering & chemical sectors** with better growth and economies of scale, hence resulting in a scaled up top line & bottom line. This will not only benefit the core of the Tiger (India), but also diminish the strength of the Dragon (China).

Aatma Nirbhar Bharat The **Make in India** campaign aims to **stimulate the manufacturing** activity, agriculture sector and farming. To make India self reliant for all its needs by focussing on new processes, new infrastructures, new sectors, new mindset. The synergies of feeding the domestic as well as overseas markets will bring in a **quantum jump and not just an incremental change.**

Indian population has found flavour for Equity only recently. AIFs are relatively new and the potential is yet to be realised.

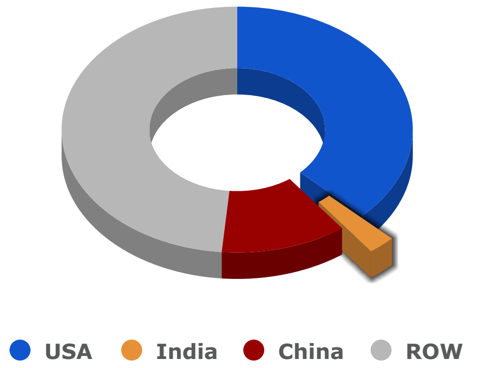
India, the untapped potential

Global Bond Market Outstanding 2021 - $ 126.9 Trillion



Source : https://www.bis.org/

Global Equity Market Capitalization 2021 - $ 124.4 Trillion

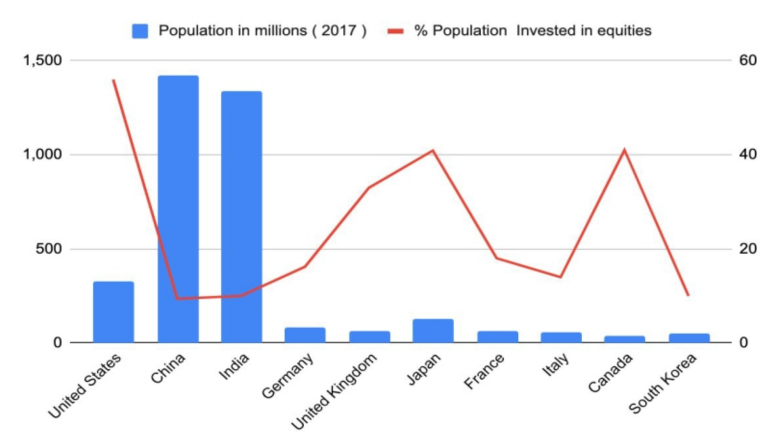


Source : https://www.world-exchanges.org/

India is a meagre 2.5% and 1.6% of the Global Equity and Debt Markets respectively. It is pertinent to note here that the similar figures for China are 11.6% & 17.2%.

India has 17.8% share of world population and 3.3% of the world GDP. This figure rises marginally to 4.9 % of the world GDP when adjusted for Purchasing power parity so there is still a lot of room for growth for the coming future.

India's market capitalisation is around US$ 3.4 trillion which is 2.5 % of the global market capitalisation. India's total bond market is valued at US$ 2.02 trillion which makes for 1.6 % share of the global bond market. Both the markets have a significant growth potential moving forward as the common Indian has started investing in these asset classes besides the traditional bank Fixed Deposits.



Source :https://economictimes.indiatimes.com/defaultinterstitial.cms

Percentage of Population invested in Equities

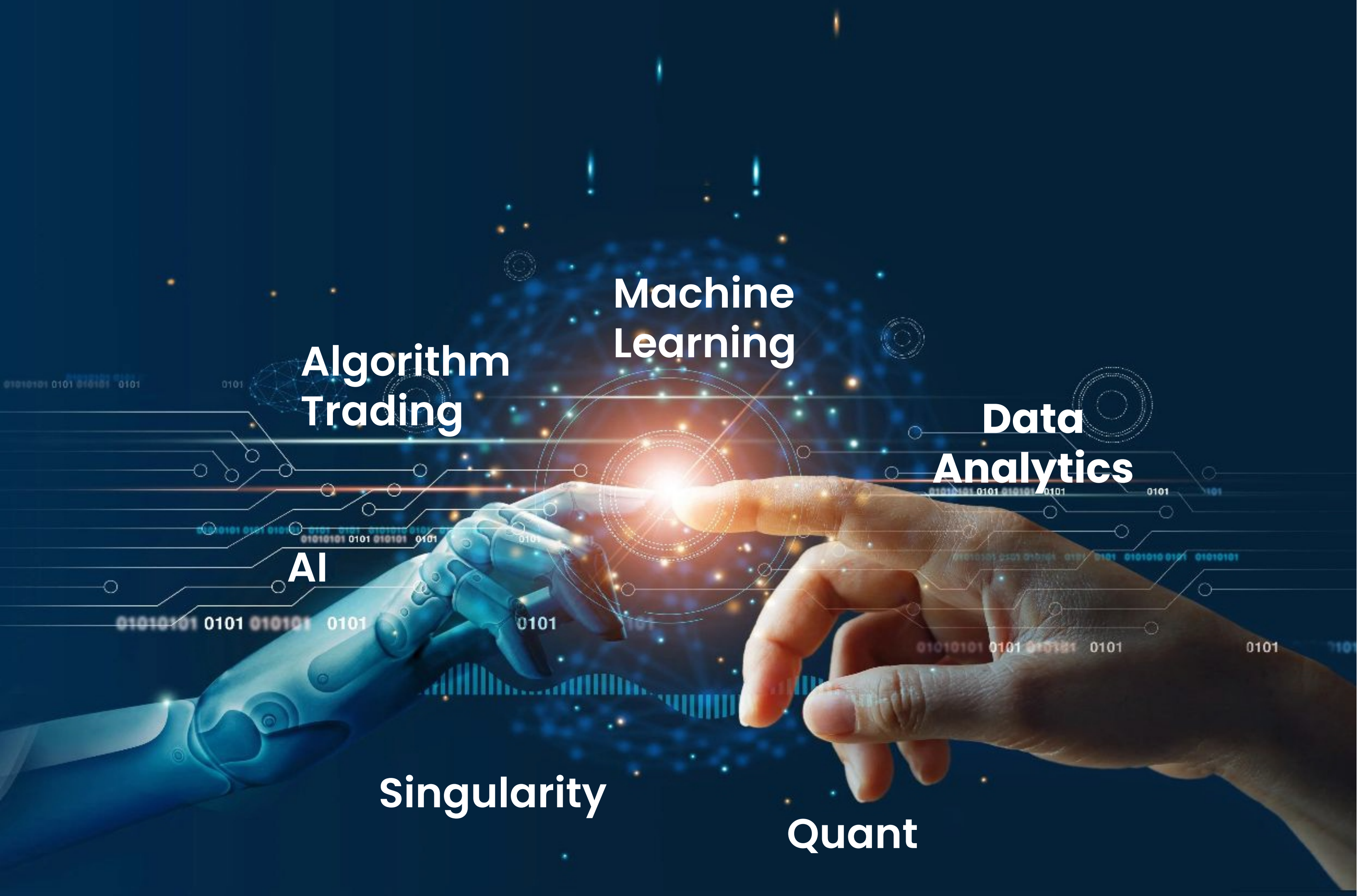
Percentage of the Indian population invested in equity seems very under penetrated. But in the last 5-6 years the pace of new folio creation in the MF industry has witnessed an unprecedented increase of nearly 400% auguring well for the Indian markets.

In March 2022, equity AUM for the industry stood at Rs 13.65 trillion higher than debt AUM of Rs 12.98 trillion.

Mutual Funds vs Hedge Funds or AIFs (CAT III) in India

The traditional investment options of Mutual Funds and Fixed Deposits are the most popular amongst Indian population and also corporates. Most of the Mutual Funds are long only funds and cannot fully hedge in the most adverse market conditions.

Hedge Funds or **"Alternative Investment Funds (AIFs) Category 3"** as known in India, are largely unknown and not as popular as the Fixed Deposits and Mutual Funds industry. **The industry size for AIFs is less than 1% the size of AUMs for the Mutual Funds & Fixed Deposit.**



Markets can stay irrational longer than you can stay solvent
- John Maynard Keynes

What are hedge funds ?

A hedge fund is a pooled investment fund that trades in relatively liquid assets and is able to make extensive use of more complex trading, portfolio-construction, and risk management techniques in an attempt to improve performance, such as short selling, leverage, and derivatives.^

^Simple explanation available on Page 11

There are not hundred but thousands of variables in our daily lives comprising of our personal preferences, business trends, financial markets, economic & demographic changes and geopolitical events. All these have a bearing on the movement of stock markets. To understand the impact of these changes on the stock markets, vast & complex quantum of structured and unstructured data & stats have to be collated and analysed.
Technologically advanced programs and hardware is required for processing of this data.

Data analytics is the science of analysing raw data for giving insights and trends. It helps in market analyses by discovering patterns in data and helps in making trading or investment decisions.

Algorithmic trading software are useful for identifying mispricing in financial market which enables them in making profitable trades in nanoseconds using colocation servers, giving far more efficient & cost effective trades. These are particularly beneficial for intraday high frequency trades.

Artificial Intelligence AI helps the machines to assess, optimise and learn based on the past experience and helps in automating the decision making and trading process.

Hedge Funds today use most advanced technology in terms of hardware & software. These funds may have co location servers for faster access to data and trades. They use data science & analytical tools to collect, collate, sort data from multiple sources, use

Human vs Technology - AI

Singularity is one extreme end of the technological advancement which believes that supercomputers will become more intelligent and powerful than the human race.

While we believe that human intelligence is backed by emotions such as fear, greed, passion, motivation and past experiences. A computer on the contrary is rational and will purely function based on the way it has been programmed.

As globally the trend and quantum of **Algo Trading** is increasing, there are many programs working on the similar patterns and analyses bordering on the verge of "**Herd Mentality**". This in fact can create greater volatility in the markets even though **Efficient Market Hypothesis** postulates that the market prices incorporate all available information at a given time and hence the market won't be mispriced for a long period.

As all programming is rational and logical, it will be interesting to observe how these very rational programs - algo trading will fare in Black Swan kind of irrational event created due to any financial or geopolitical disaster. The performance of algo trading may be limited to the environment where the set of data is not new or irrational.

In spite of many advantages of hedge funds, the efficacy of algo trading in an uncertain environment is yet to be concluded.

Types of hedge funds*	Risk Profile	Indicative Returns
Debt Funds	**Low Risk**	**8-16%**
Equity Long Bias	**High Risk** - inline with equity market's performance	**10-25%**
Hybrid / Multi Strategy	**High variation in risk**, strategies & risk. Difficult to predict the	**10-30%**

Why hedge funds* ?

Typically most investments are made in equity and debt. Equity involves investment in a particular company, sector or multiple sectors. This is mostly long only, i.e., incase of a sudden market fall, your investment also suffers the same fate making it very highly correlated with the broader market. Debt primarily involves investing in a fixed return with minimal risks. Investing in equity with long term horizon will hedge you against inflation, and will also generate greater returns than debt.

Hedge funds are much more versatile, doing all of the above and also protecting the portfolio when market conditions are uncertain. Hedge funds are much more nimble, offer great diversification and have the ability to hedge against a market fall allowing the portfolio managers more flexibility to work on their strategies.

Advantages offered by the Hedge Funds as compared to other traditional funds

- ★ Multiple asset classes combined with Investment strategies that can generate positive returns in both rising and falling equity and bond markets.
- ★ By extensive hedging, creating arbitrage positions in the portfolio, overall portfolio risk can be reduced substantially, hence may increase the risk adjusted returns.
- ★ A variety of investment styles that provide investors the ability to precisely customize an Investment Strategy.
- ★ Option writing tool may be used to generate higher monthly returns.

Comparison of MFs, PMS, AIFs in India

Attributes	MFs	PMS^	AIF CAT3*
Flexibility in choice of sectors or stocks	Similar to the benchmark	No limits	No limits
Minimum investment in equity at all times	60%	0%	No limits
Strategy Followed	Long Only	Long Only	Long / Short
Portfolio Turnover (equity portion)	25%-60%	25-90%	Very High
Minimum investment	Rs 500	Rs 50,00,000	Rs 1,00,00,000
Max Hedging / shorting allowed	15%	100%	200%
Call Writing Allowed	15%	15%	200%

^ PMS is Portfolio Management Services

* In India, the Hedge Funds have to register with SEBI in the Category 3 of AIFs Alternative Investment Funds

Types of Hedge Funds

Equity Long Bias Primarily invests in Equity (Equity Long only, Equity Long Short)

Debt Plus uses derivatives & debt products, creates structured products to give targeted return (Equity Market Neutral, Absolute returns, Structured Products)

Hybrid/ Multi Strategy use mix of equity, indices, derivatives, commodities, currencies, debt products to hedge, leverage, and structured products to offer varied returns in varied scenarios, even giving positive returns when markets are going down (Enhanced returns, Multi Strategy, Global Macro Fund, Relative Value, Macro, Credit Long Short Fund, and Event Driven Fund)

Volvin Strategy, Volvin Growth Fund, invests in equity to create a diversified portfolio, and uses derivatives to generate alpha especially when the market is stable or not performing

Volvin Growth Fund - Active Rabbit

Salute to all you successful champions, millionaires & achievers

Introducing myself, I am the Active Rabbit.

I learnt from my past that overconfidence can catch you sleeping and make you lose the race.

I am cautious and i like to win. Though there are times when I miss, but then, I catch up soon. I tend to beat the consistent tortoise in the **very long run**.

I am hardworking, smart, diligent, active and very dynamic. I believe in fundamentals of investing on one hand, and am also smart enough to use derivatives, not just to hedge and protect my portfolio in time of uncertainty, but also to ensure that I make monthly returns on the same.

For your very long term 5-10+year goals like children's education, wedding or buying a house, long compounding can create lot of wealth for you.

I am the best of both worlds – equity as well as derivatives

Equity - Derivatives - Active Management

Monthly Returns Generation

Higher Sharpe Ratio - Higher Stability

Votality management by hedging

volvin

winning through volatility

#7 Reasons to invest in Volvin Growth Fund - Active Rabbit

Why Volvin ?

1

India's First Fund

India's **First** AIF focused on **Covered Call Strategy**

2

Best of Both Worlds

The Fund gives the best of both worlds - Stability from Equity and Returns from Derivatives

3

The House always wins

The fund writes the call options on the underlying portfolio, the premiums for which range from 2%-5% a month, which translates into annual premiums of 24-60%.

4

Stability & Higher Sharpe ratio

Investment in 40-60 stocks similar to diversified Equity Mutual fund provides stability. Lowers Risk to the extent of written call options. Creates an overall higher Sharpe Ratio.

5

Monthly Alpha

Uses complex derivatives to generate monthly alpha in a stagnant market

6

Active Management

Active Management on the derivatives segment used for profit booking & monthly returns generation

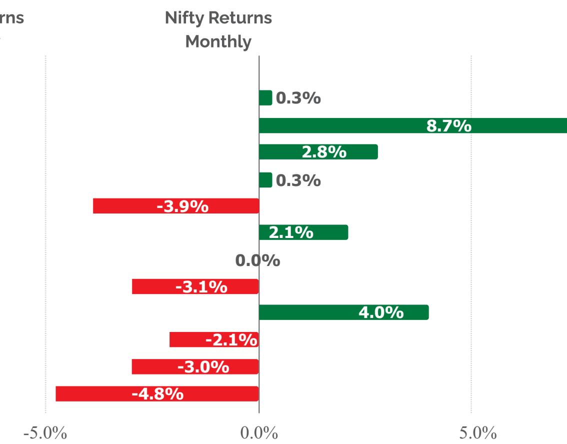
7

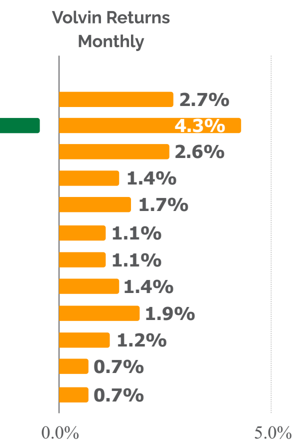
Volatility

Can use Derivatives for hedging, especially during high volatility in uncertain market

Volvin Growth Fund - Active Rabbit

Timeline	Nifty Closing Monthly	Nifty returns Monthly	Volvin Returns Monthly
30 Jun 21	15721.50		
31 Jul 21	15763.05	0.3%	2.7%
31 Aug 21	17132.20	8.7%	4.3%
30 Sep 21	17618.15	2.8%	2.6%
31 Oct 21	17671.65	0.3%	1.4%
30 Nov 21	16983.20	-3.9%	1.7%
31 Dec 21	17345.05	2.1%	1.1%
31 Jan 22	17339.85	0.0%	1.1%
28 Feb 22	16793.90	-3.1%	1.4%
31 Mar 22	17464.75	4.0%	1.9%
30 Apr 22	17102.55	-2.1%	1.2%
31 May 22	16584.55	-3.0%	0.7%
30 Jun 22	15780.25	-4.8%	0.7%
Cumulative Return		0.39%	20.7%





Nifty during the 12 month period from 1st July 2021 to 30th June 2022 was pretty volatile but ended almost flat giving a cumulative return of just 0.39%, whereas the Volvin Strategy may give positive returns as in the above illustration due to returns generated through call option writing. This is just an illustration or a possible scenario and is not the same as reality.

Volvin Growth Fund – **Active Rabbit** is similar to a diversified equity fund, which is passive, and actively uses **derivatives for hedging** or **booking profits in a volatile market** and to **generate monthly returns** using the covered call strategy.

It is **India's 1s Alternative Investment Fund** in Category 3, that uses **Volvin Philosophy** of **Covered Call writing** to give the **best of both worlds of Equity & Derivatives**

Stability – Diverse Portfolio The Fund creates a Portfolio similar to a diversified Equity Mutual Funds by investing in 40-60 stocks available on the NSE F&O. The screening is done various parameters of valuation, growth, dividend yield parameters. The fund is not comfortable investing in high PE technology or high PE FMCG stocks already discounting them for future performance.

Monthly winnings through Covered Call Strategy The fund uses complex derivative primarily as option seller/writer and generates monthly returns by collecting premiums on the options sold. Most of the options sold are on the underlying portfolio helping us to generate returns in any market condition; more so, when the market is stable or not performing.

Active Management Derivatives are used actively for selling options and also for booking profits in the futures segment when we feel the underlying stock has delivered its targeted returns. Derivatives are also helpful in hedging by buying puts or shorting stock futures, shorting index futures in case of adverse or volatile market conditions

Higher Sharpe Ratio* The illustration on the top shows a scenario of a period from 1st July 2021 to 30th June, 2022. The illustration shows that the NIFTY moved 0.39% in the year, whereas the fund can generate returns even in those months where NIFTY is stagnant or stable. As the Equity segment will try to emulate the performance of the benchmark NIFTY 200 and the derivatives segment will most likely deliver monthly returns, the overall Active Rabbit Equity + Derivatives performance may be better than pure Equity Portfolio performance. This results in lower risk and better Sharpe Ratio.

Truly, the fund is Best of Both Worlds: Equity & Derivatives

*There is no guarantee of the returns and the illustration at the top is an indicative chart of the possible returns. Please consult your Financial Advisor to understand the risks before investing.

Who can invest

Dynamic Achievers (HNIs)

I am 42 and a 2nd generation entrepreneur. We have an established business and substantial annual savings in our personal accounts. We save our money in insurance, debt funds, Equity mutual funds and AIF. We love to travel across the world and meet new people

Life Goals

We have two children 9 & 12. They are diligent and smart and dream of pursuing studies abroad in top universities. We want to provide them with the best education and also want to save money for their future. We want to buy a new family residence in few years. I also dream of owning a yacht some day.

Challenges

Need bespoke financial advise to deploy our savings in the right products with minimal risk while ensuring the achievement of the financial goals

Established Industry Leader (Ultra HNIs)

I am 54 years old, chairman of our company. Our company is profitable and into manufacturing. We already have investments exceeding 25 crores across various instruments. Our business valuation is substantially higher. Every year our business generates surplus most of which we reinvest into the business. Our family has 4 children who are 14, 17, 24, and 26. They wish to pursue their interests in economics, sports, art & business management.

Life Goals

In the long run want to diversify into a new unrelated business domain to safeguard against disruption. We want our company to be run by professionals. Incase we wish to exit our business, we would want fair valuation and liquidity.

Challenges

Majority of our net worth is derived from our robust business. Technology is causing disruption in many businesses. We need to invest for long term, where returns are good, portfolio is diversified, and liquidity is good. At times I doubt if the next generation will join our business and whether our business stand the test of time & disruption.

Wealth Advisor

Financial advisory firm

We offer the best advise and the right products after understanding the risk profile of our investors. We have offered them Debt instruments, Mutual Funds, AIF and insurance products too.

Goals

To offer our clients with new products with higher risk adjusted returns. To give the right instruments capable of accomplishing their long term life goals. To create trust and confidence in our customers.

Challenge

We need to verify and offer new suitable products to our investors. We need to offer enhanced range of products that have good liquidity, good returns with lower risk. Unique products that meets all above criteria will help us win a greater share of business from each client. Also our company would secure a bigger market share.

Fund Information

Fund Info	Name of Fund	Volvin Growth fund-Active Rabbit
	SEBI Registration No	IN/AIF3/22-23/1129
	Investment Universe	195 (Nifty FO Stocks)
	No. of Stocks	40-60
	Bench Mark	NIFTY 200 Total Returns Index
	Nature of the Fund	Open-ended SEBI Registered CAT III AIF
	Structure	Trust
	Target AUM	500 Crores + 500 Crores
	Fund Lunch Date	28-Sep-22
	Chief Investment Officer	Mr. Vineet Jain
	CIO Qualification	Bachelors of Engineering, MBA - Finance & Marketing from MDI, Gurgaon
	CIO Experience	25 years full time in Manufacturing & Capital Markets
Liquidity Profile	Subscription Frequency	Monthly (Application to be received by 20th of the month)
	Redemption Frequency	Monthly (Redemption to be received by 20th of the month)
	Lock-in	Nil
	Exit Load	2% if redeemption <2 months, 1% if redemption < 6 months
Fee Structure	Management Fee	2.25% p.a. upto INR 5 Crores; 2.00% p.a. INR 5-10 Crores; 1.75% p.a. above INR 10 Crores
	Performance Fee Hurdle Rate	12% above 12%, 24% above 24%, subject to high water mark, and applicable GST rate
	Hurdle Rate	12% above return of 12%; 24% above 24%
Key Partners	Custodian	HDFC Bank
	Fund Accountant	HDFC Bank
	RTA	KFin Technologies
	Trustee	Vistra ITCL (India) Limited
	Tax Consultant	BD Bansal & Co
Others	Who Can Invest	Individuals, Companies, LLP's, HUF, Partnership, Trusts, NRI
	Taxation Type	Equity - Business Income or LTCG, Derivatives at MMR of 42.74%
	Taxation Incidence	Will be paid at Fund Level
	Contact Info	Info@volvin.com
	Customer Complaints	100@volvin.com
	Minimum Ticket Size	1 Crore Rupees

Illustration of Return

Assurned Gross Returns	-12.00%	0.00%	12.00%	18.00%	24.00%	30.00%
Management Fees ind. GST	2.66%	2.66%	2.66%	2.66%	2.66%	2.66%
Net of Mgmt Fees	-14.66%	-2.66%	9.35%	15.35%	21.35%	27.36%
Perf fees incl. GST				0.47%	1.32%	1.71%
Net of Part Fees	-14.66%	-2.66%	9.35%	14.87%	20.02%	

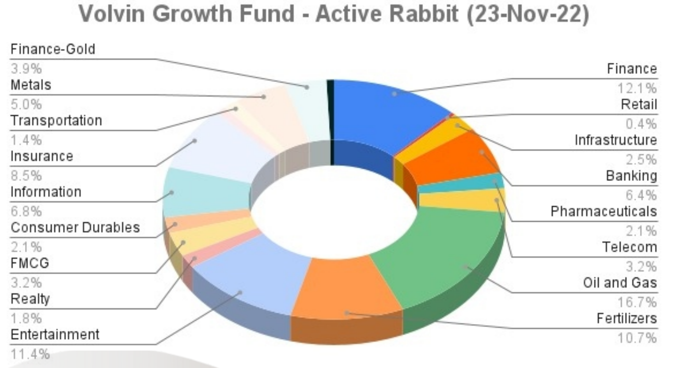
Hurdle Rate

Performance Fees (GST applicable) 12% fees over the hurdle of return above 12% upto 24%
24% fees over the hurdle of return above 24%

Operating Expenses will be charged at 0.50% p.a. (depending on actuals)

Management Fees is charged at 2.25% p.a. plus applicable GST

Portfolio Allocation



Volvin Philosophy - "Winning"

Like a surfer who is adept at riding the waves and uses them to propel him forward, the volvin philosophy can be described as "winning through volatility".

Winning through volatility beautifully sums up the entire Volvin Philosophy.
Clearly both **"Winning" and "Volatility"** are equally important & integral to the whole philosophy.

The philosophy has both active and passive sides to it. As the philosophy requires use of both the Equity and Derivatives segment, the funds acts **both as passive as well as active** in their respective segments.
Volvin Philosophy is derived from the basic human nature of **greed and fear**. This is especially relevant to the domain we are working in – financial and capital markets.
At Volvin we believe that **fundamental investing** is the paramount factor for stock selection. The stocks are carefully picked keeping in mind the valuation, growth prospects & dividend yield. We are not comfortable in adding high PE stocks either from FMCG or the new age, ecommerce and fintech sectors. Most of the stocks in the FMCG sectors at 60-80 PE already seem to price for at least next 3-5 years future growth. Similarly the IoT sector seems to be pricing near zero failure rates for all the competing companies.

Human Psychology

Humans are known to seek thrill, sometimes bordering very close to fear. These **thrill seekers will pay for the thrill or the fun they seek**. We have these high adrenaline loving **people in the amusement parks** as **roller coaster riders**, in the **casino** as **gamblers** and in the **stock market** as **speculators**. These people help generate income by paying for the tickets, placing bets in the casino or buying options^ in the stock markets. Without them, the phrase, **"The House Always Wins"**, would not have originated as these thrill seekers are sine qua-non to the existence of the amusement park, casino or the stock markets.

The speculators or option buyers may have to pay a premium of approximately 2.5-5.0% per month for each stock they anticipate the upside or downside on. Volvin Strategy involves selling these options and collecting the premium or money for the same. The **fund endeavours to create a monthly profit** or **"winning"** by the premiums collected on the options sold on the underlying portfolio.

^Simple explanation available on Page II

Situation›	Roller Coasters	Casino	Stock Markets
Thrill Seekers	Riders	Gamblers	Speculators
Payment Made	Buys a ticket	Places Bets	Buys Call & Put Options
Profit Generation	Amusement Park	The House-Casino	Volvin Growth Fund - Active Rabbit

Winning through Monthly returns generation

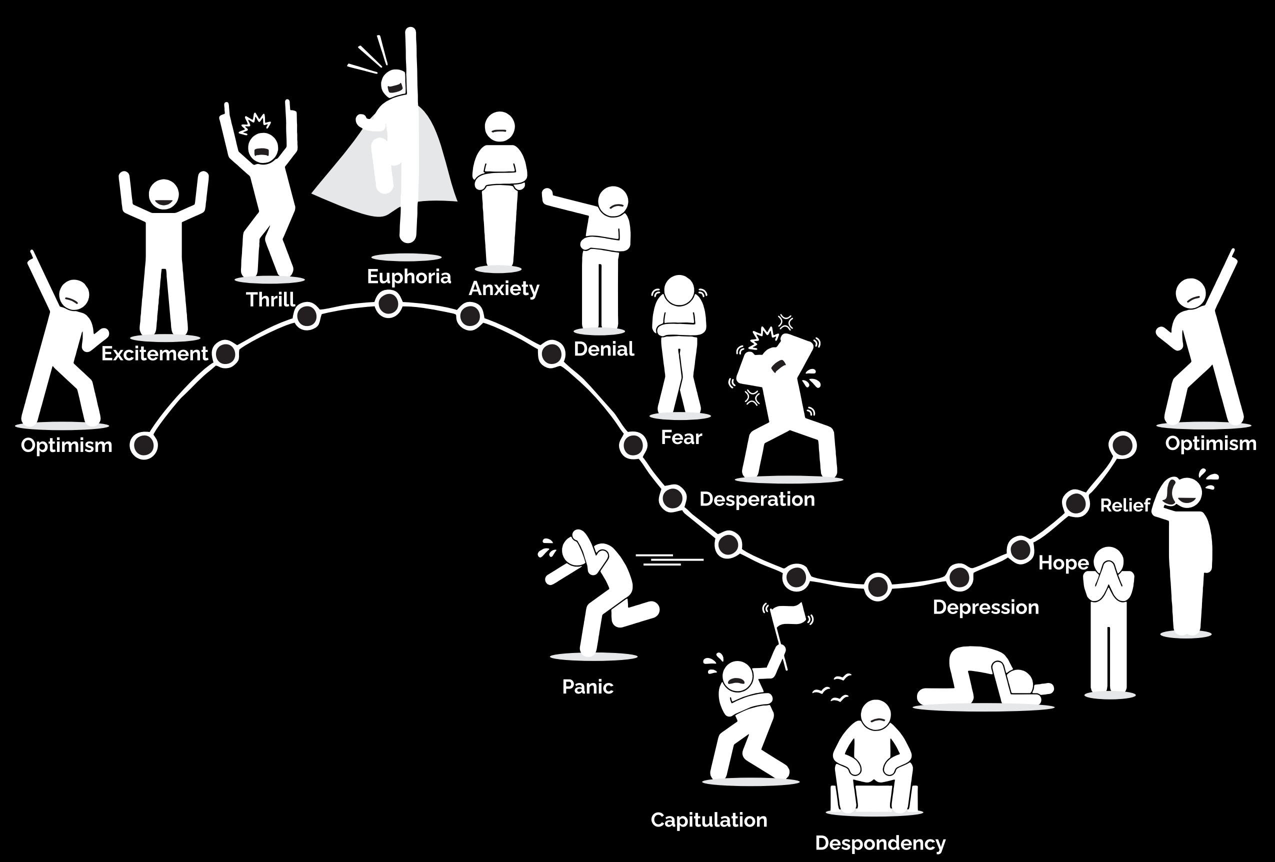
(through aggressive call option writing)

Step 1 In the Equity segment, the Fund invests similar to a diversified mutual fund in stocks of 40-60 listed entities featuring in the 190+ list available in the NSE Futures & Options Segment.

Step 2 To generate returns on a Monthly basis, the fund focuses on covered option writing as a strategy. Monthly options on the stocks in underlying portfolio are sold/ written to generate monthly returns in the derivatives segment. These options are primarily sold on the underlying portfolio in the Equity segment.

More money can be made if we understand our emotions better than we understand the market
-Victor Wayne

Cycle of market emotions



Volvin Philosophy - "Volatility"

In the immutable debate of fundamental vs technical, we have to understand these are two sides of a coin, heads marked with value and tails the price - Victor Wayne

Volatility is here to stay There has been a lot of uncertainty about the future primarily due to the shift of the growth from traditional brick & mortar businesses to IoT & new age businesses. Clearly more than 80% growth in the world is due to these new age tech companies and the market capitalisations of these companies have ballooned to huge proportions. Ironically, it is these startups which also carry the highest risk of failure. All these coupled with the aftermath of Covid, reckless money printing by all economies rich or poor, astronomical global debt to GDP ratios, rising geopolitical tensions; it is pretty obvious that ***Volatility*** is here to stay for longer than we would want it to.

Active Management

Around 12-15% annualised return is a great return from Equity markets over a long term in Indian perspective. From a universe of around 5000 stocks listed at NSE-BSE, there are around 190+ stocks that also trade in NSE Future & Options Segment.

During the period of one year from 01-Jul-21 to 30-Jun-22, these 195 stocks had an average 52% price variation in their highs and lows, the highest variation being 189% and the lowest being 21%. This movement is much higher than the 12-15% annualised return expected from Indian bourses in the long run using passive investment style.

Technical Analysis

Volvin philosophy tries to benefit from the high volatility in these stocks by using technical analysis to enter the chosen stock closer to the bottom and exiting closer to the top.

Due to high volatility, derivatives are an integral part of the philosophy, helping the strategy by **active management on the derivatives** side. Derivatives are used for **hedging, profit booking, and selling calls options** for the underlying portfolio.

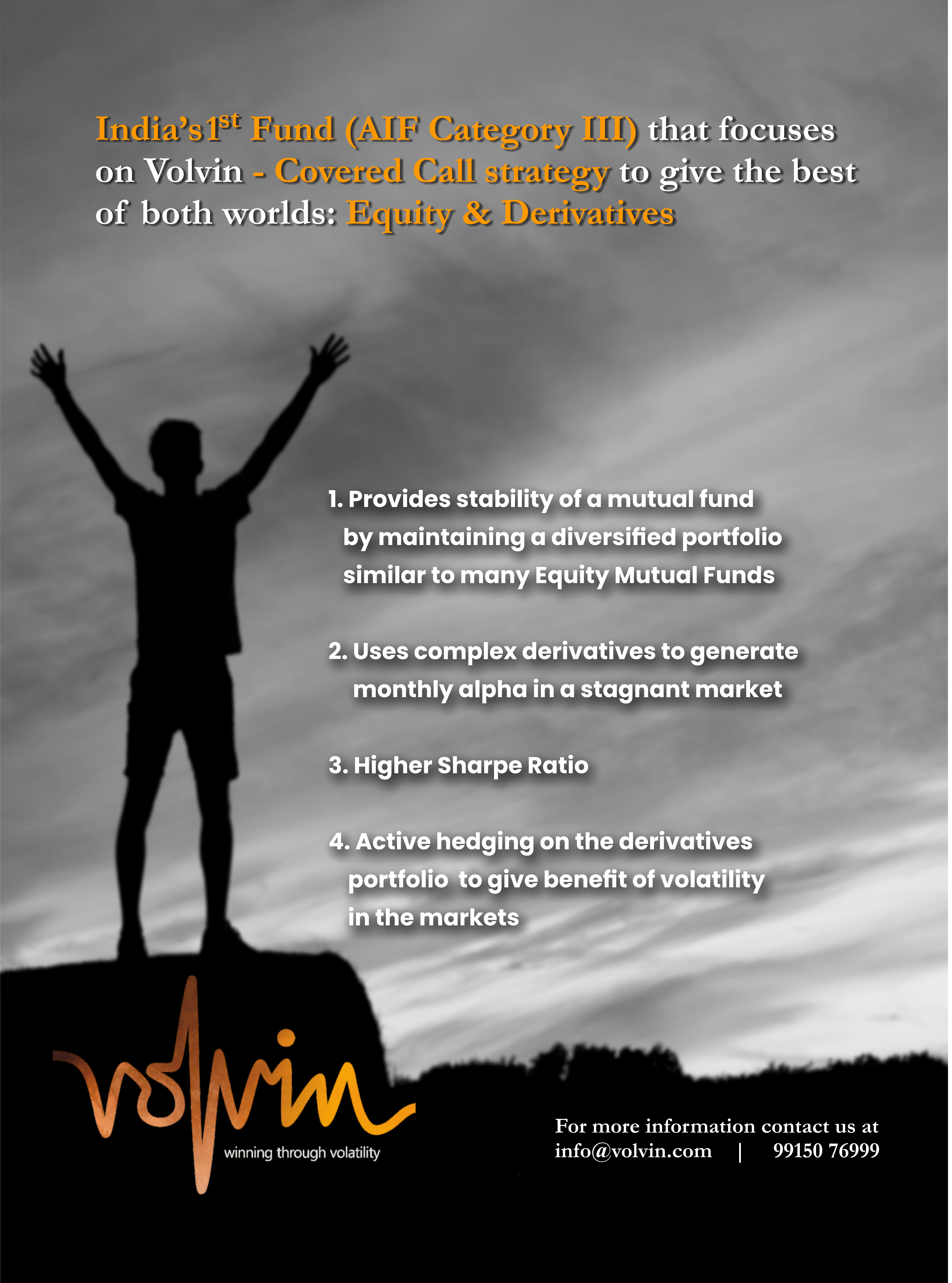
Monthly Market Scenarios

Market Trending Upwards – sharp rise
Market Trending Upwards – gradual
Market Stable
Market Trending Downwards – gradual
Market Trending Downwards – sharp fall

Fund Performance (indicative)

Lower than the market
Similar to the market
Fund will perform - best scenario
Better than market
Better than market – may fall lower than market

Market Scenarios	Mutual Funds	Portfolio Management Services	Volvin Fund
Extremely Bullish	↑↑↑	↑↑↑	↑↑
Bullish	↑↑	↑↑	↑↑
Stable	↔	↔	↑ or ↑↑
Bear Market	↓↓	↓↓	↓ or ↔
Extremely Bear	↓↓↓	↓↓↓	↓↓



Disclaimer and Risk Factors

Disclaimer

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Cautionary Note - Forward Looking Statement

This presentation may contain statements which reflect the management's current views and estimates and could be construed as forward looking statements. The future involves certain risks and uncertainties that could cause actual results to differ materially from the current views being expressed.

Risk Factors

The Fund makes investment in listed securities or/and may invest in fixed income instruments. The fluctuation in the market price of listed securities of the portfolio companies is likely to have a direct bearing on the value of the Fund's investment. There is no guarantee of returns. This is not a principal protection fund. There can be a loss of principal amount.

Fund invests in derivatives for the purpose of hedging, portfolio rebalancing and/or opportunistic directional calls on stocks and indices. Risks are associated with investments.

Fund may at certain times hold relatively few investments or have a significant exposure to a single issuer, counterparty or asset. Fund could be subject to significant losses if it holds a large position in a particular investment that declines in value or is otherwise adversely affected, including default of the issuer or counterparty.

The liquidity of investments made by the Fund may be restricted by trading volumes, settlement periods and transfer procedures.

The value and marketability of the Strategy's investments may be affected by changes or developments in the legal and regulatory climate in India. SEBI / RBI / the Government of India may make changes to regulations which may affect the ability of the Strategy to make, or exit, investments.

Fund performance over a particular period may not necessarily be indicative of the results that may be expected in future periods. Similarly, the past performance of the Investment Manager and its affiliates may not necessarily be indicative of the results the Investment Manager may be able to achieve with a Fund's investments.

*Above list includes abridged version of investment strategy specific risk factors. Kindly refer fund documents (Private Placement Memorandum) for exhaustive list of risk factors.

Conflicts of interest

Volvin Ltd. ("Volvin") is the investment manager to Volvin Growth Fund -Active Rabbit ("Fund"). The directors of Volvin Limited are directors in other companies also and their time given to Volvin Limited is as per best interests of their various companies. Please refer to the PPM for total risks.

Hedge Funds - AIFs

Alternative Investment Funds or AIFs in Category 3 in India are the closest to how the hedge funds operate across the world. The rules, regulations in India may be a lot different than those in different countries. The terms Hedge Funds and AIFs have been used interchangeably in the brochure and must be read as AIF - Alternative Investment Fund - Category 3. These have been used to give an idea of the similarity of both and how they may have many similar advantages which may be used by funds as per their strategies. There is no guarantee of the performance of AIFs or their superiority of returns over Mutual Funds or Fixed Deposits.

Simple Explanations

^ A Hedge Fund is a fund that invests and trades in stocks & derivatives, is more actively managed by the use of high technology hardware & software, and can use hedging techniques to reduce potential losses on the portfolio in case of adverse market conditions.

^ Options are of 2 kinds: calls options and put options. Buying Call options may result in supernormal profits if the stock prices move up sharply within that month. Buying Put options may result in profits if the stock price goes down in the same month. The validity of these monthly options is only till the end of the month or expiry period. By buying these call and put options, the buyer gets the advantage of making huge gains if the stock moves in the anticipated direction, but loses only the premium amount if the stock does not perform according to the expectations. As these call and put options premium / cost per month is around 2.5-5.0%, the maximum loss that an option buyer can have is also limited to 2.5% - 5.0%. Volvin Strategy for the Active Rabbit fund consists of selling, and not buying these options. By selling it gains a premium or profit of 2.5% - 5.0% per month. As these options are sold primarily for the stocks in the underlying equity portfolio, the fund has essentially covered the risk incase the stock moves up sharply. In case the stock price crashes, the fund's risk is similar to a long only mutual fund or AIF.

Future Offering

Good Morning to the smart & hard working people,

I am pretty old, wise & experienced. You might have heard my story of how I beat the rabbit in the race in spite of being much slower. I was able to do so because I am consistent and I work without a break. I really hope you take your life seriously. I don't like to risk or lose my hard-earned money. My advice to you all is - to save money regularly and invest in low-risk assets even if the return is lower. **For your important goals in life especially the ones maturing in the next 2-5 years, you must invest substantial part of your money in safe & low risk products only.** All work and no play will make you very rich in the long run. I may be slow but i am safe.

Volvin Growth Fund - Consistent Tortoise

Debt - Passive – Risk Averse

Future Offering

Roarrrr...... Greetings to the bold & beautiful.

I can sprint, I can fly, I can make you reach the sky. I am superfast, and I love to try. I am fast and furious. I love python, not the snake, but the one used for programming algorithms. In this jungle of chaos, I use cutting edge technology, statistics, data science to interpret raw data and create algorithms to make swift & intelligent trades. I can beat humans at their game and can trade in nanoseconds.

I am not artificial but intelligent. I am the future!

Volvin Growth Fund - Momentum Leopard

Data Science, AI, Machine Learning, Algo Trading