

Benchmark Report

September 30, 2024

This Benchmark Report has been provided for the sole purpose of comparing the fund/scheme's performance with Crisil AIF Benchmarks for the launch of new fund and reporting to the existing investors.

Benchmark Report¹

Category-III

DSP High Conviction Fund Series 2

Trailing returns

Index	1-year (%)	2-year (%)
Scheme (INR)	34.86	23.75
Crisil AIF Index – Cat III (INR)	31.56	23.28
Scheme (USD)	33.69	22.09
Crisil AIF Index – Cat III (USD)	30.41	21.63

Values as on September 30, 2024

Schemes that have completed at least one year since their first close as on September 30, 2024, have been considered for the benchmark. In all, 326 schemes have been considered for the above analysis

Returns refer to post-expense, pre-carry, pre-tax values. Returns for more than one year are annualised

Category III includes funds under sub-categories Long-only Equity, Long-short Equity, Hybrid Funds and any other strategies registered under Category III of SEBI (AIF) Regulations, 2012

Calendar Year returns

Index	CYTD [^]	CY23
Scheme (INR)	24.05	26.11
Crisil AIF Index – Cat III (INR)	21.76	23.01
Scheme (USD)	23.06	25.61
Crisil AIF Index – Cat III (USD)	20.79	22.53

[^]till September 2024. Returns for more than one year are annualised

Quartile analysis (INR)

Period	No. of schemes	Scheme returns (%)	Scheme quartile	Trailing returns (%)		
				1st Quartile (Threshold for top 25%)	Median	3rd Quartile (Threshold for top 75%)
1-year (%)	208	34.86	Third Quartile	49.15	36.07	24.18
2-year (%)	147	23.75	Third Quartile	35.53	28.64	15.76

¹DSP Investment Managers Private Limited manages two more Category III funds, for which two separate reports have been provided.

Quartile analysis (USD)

Period	No. of schemes	Scheme returns (%)	Scheme quartile	Trailing returns (%)		
				1st Quartile (Threshold for top 25%)	Median	3rd Quartile (Threshold for top 75%)
1-year (%)	208	33.69	Third Quartile	47.85	34.88	23.09
2-year (%)	147	22.09	Third Quartile	33.71	26.91	14.21

First and third quartiles are the return thresholds for the top 25% and 75% schemes, respectively based on the individual scheme's trailing returns for the respective time-frames. Please refer to the annexure for details

For quartile analysis, only those time-frames have been considered that have at least 8 schemes available

Returns above one year are annualised

Sub-category:

1. Long-only Equity Funds

Trailing returns

Index	1-year (%)	2-year (%)
Scheme (INR)	34.86	23.75
Crisil AIF Index - Long Only Equity Funds (INR)	34.98	25.82
Scheme (USD)	33.69	22.09
Crisil AIF Index - Long-only Equity Funds (USD)	33.81	24.13

Values as on September 30, 2024

Schemes that have completed at least one year since their first close as on September 30, 2024, have been considered for the benchmark. In all, 236 schemes have been considered for the above analysis

Returns refer to post-expense, pre-carry, pre-tax values. Returns for more than one year are annualised

2. Long-only Equity Funds (Closed-ended)

Trailing returns

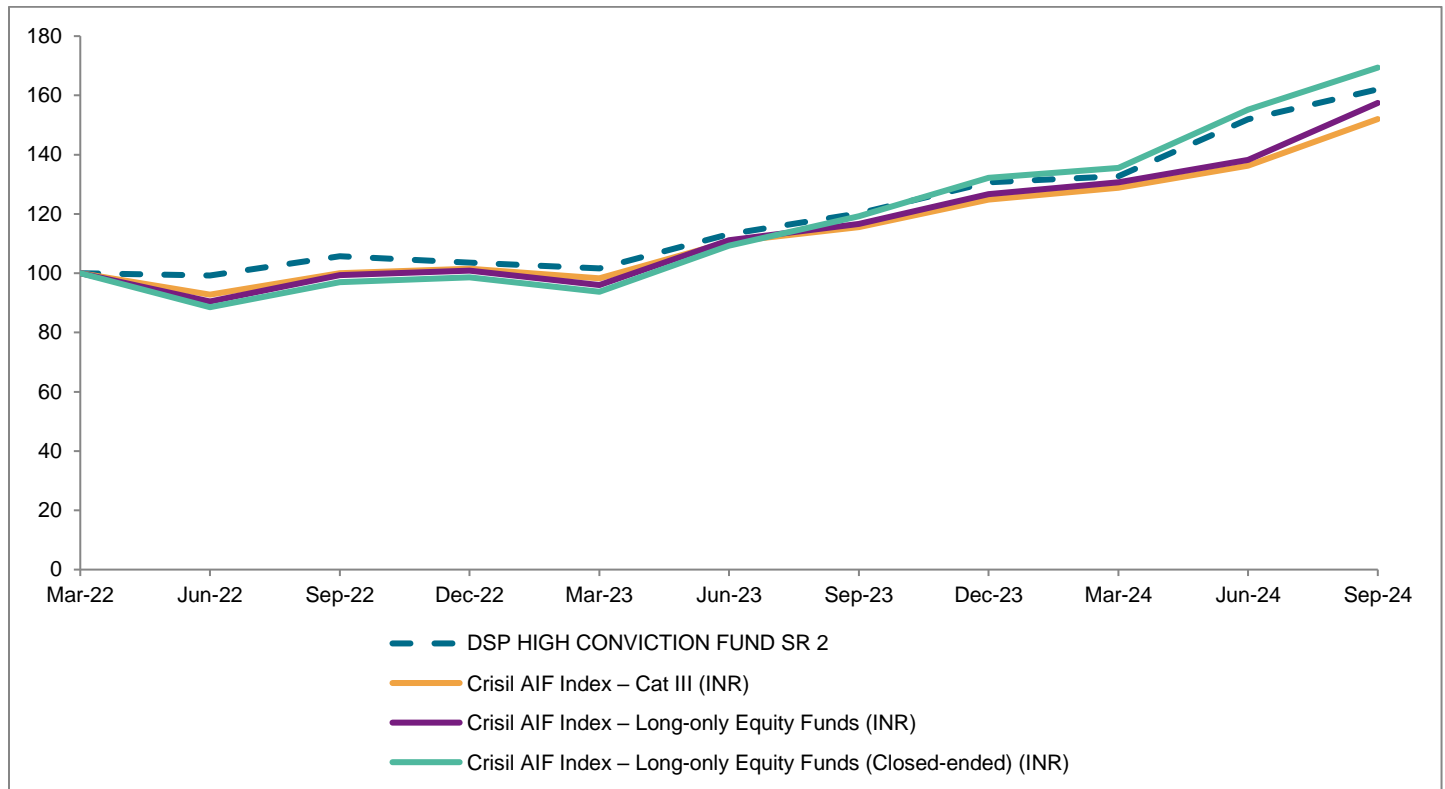
Index	1-year (%)	2-year (%)
Scheme (INR)	34.86	23.75
Crisil AIF Index - Long Only Equity Funds (close-ended) (INR)	42.12	32.10
Scheme (USD)	33.69	22.09
Crisil AIF Index - Long-only Equity Funds (close-ended) (USD)	40.88	30.33

Values as on September 30, 2024

Schemes that have completed at least one year since their first close as on September 30, 2024, have been considered for the benchmark. In all, 163 schemes have been considered for the above analysis.

Returns refer to post-expense, pre-carry, pre-tax values. Returns for more than one year are annualised

Growth of 100



Annexure

Methodology, definitions, and eligibility criteria

Vintage year

Benchmarks for Category I and II are calculated based on their vintage years. Vintage year is defined as the financial year in which the scheme had its first close, i.e., the vintage year of a fund will be FY14 if it had its first close between April 1, 2013, and March 31, 2014.

Only those vintage years are considered that have at least three schemes available; those with less than three schemes have been excluded.

Calculation metrics

The benchmarks for Category I and II are based on the following metrics:

Pooled internal rate of return (IRR)

Pooled IRR denotes the IRR calculated at an aggregate level by pooling all the cash flows that have occurred within all the schemes belonging to the category and the vintage year. Here the cash flows are considered according to the date on which they have occurred and the valuation as on the last day is considered as the terminal value for the calculation.

Investment multiples and ratios

Three types of ratios are considered for calculation of benchmarks – distributions to paid-in capital (DPI), residual value to paid-in capital (RVPI) and total value to paid-in capital (TVPI). All the three are calculated for each applicable vintage year.

DPI: It is the ratio of the total distributions made to the paid-in capital. DPI is also called 'realisation multiple'.

RVPI: It is the ratio of the residual value of all investments remaining in the fund after distributions to paid-in capital. The residual value refers to the valuation of the scheme as on the date for which the benchmarks have been calculated.

TVPI: It is the ratio of the sum of total distributions and residual value, to the total paid-in capital. It is also called 'investment multiple'.

Quartile analysis

For understanding the distribution of IRR across the peer set, the returns for all the individual funds are calculated. First quartile, median and third quartile thresholds are reported. First and third quartiles are the return thresholds for the top 25% and 75% schemes, respectively, based on the individual scheme IRRs and TVPIs in each vintage year. Thus, any fund with an IRR value above first quartile threshold belongs to the top quartile, similarly a fund with IRR value between first quartile and median belongs to the second quartile, and so on. Funds with returns below the third quartile belongs to the bottom quartile.

For Category III funds, quartile analysis is based on the individual fund's trailing returns for various timeframes. Those funds have been considered that have been in existence as of September 30, 2024, and present for the whole time period.

For quartile analysis, only those vintage years have been considered where at least eight schemes are available.

Public market equivalent

Public market equivalent (PME+) as a metric helps in comparing the performance of an AIF against any public index. The PME+ method tries to replicate the cash flows of the AIF to a public index. The cash flows, depending on whether it is an inflow or outflow, are invested and distributed to and from the public index on the same dates as that of the AIF. The

distributions are adjusted using a scaling factor to avoid a situation where the public index is oversold and results in the negative terminal value.

Outlier adjustment

Outlier adjustment has been carried out for sub-category benchmarks under category I and II whereby, those schemes that have IRR beyond a defined threshold on the higher side have been excluded from the respective benchmarks. In all 7 schemes were excluded from all sub-category benchmarks because of this outlier adjustment.

The benchmark for Category III is based on the following metric:

Asset-weighted index

For Category III schemes, an asset-weighted index at the category level is created based on the quarterly returns of each scheme and the respective assets under management for those schemes.

The index is created from the quarter in which at least three schemes were available, i.e. June 2013.

Eligibility criteria

- All AIFs registered with SEBI under the SEBI (Alternative Investment Funds) Regulations, 2012, are considered for the calculation of benchmarks provided they fulfil the following criteria:
 - The scheme has completed one year from its first close as on the date for which the benchmarks are calculated. For example, AIF benchmark calculated for the period ending September 30, 2024, will have funds that had their first close on or before September 30, 2023
 - Data is provided by the AIF in the required format within the specified deadline
- The following are excluded from calculation of benchmarks:
 - Angel funds registered under sub-category VCF under Category I-AIF
 - Fund of funds
 - Any scheme that has not had any transactions or investments anytime in the past
 - Any scheme that has not completed one year since its first close as on the date for which the benchmarks are calculated, i.e., September 30, 2024
 - Any scheme that has not provided complete data or that has not provided data in the required format
- Schemes are divided based on their vintage years as described in the previous section. Only those vintage years are considered that have at least three funds available. Thus, schemes that belong to vintage years in which less than three schemes were available are excluded
- For quartile analysis, only those vintage years have been considered where at least eight schemes are available

About Crisil

Crisil is a global, insights-driven analytics company. Our extraordinary domain expertise and analytical rigour help clients make mission-critical decisions with confidence.

Large and highly respected firms partner with us for the most reliable opinions on risk in India, and for uncovering powerful insights and turning risks into opportunities globally. We are integral to multiplying their opportunities and success.

Headquartered in India, Crisil is majority owned by S&P Global.

Founded in 1987 as India's first credit rating agency, our expertise today extends across businesses: Crisil Ratings, Crisil Intelligence, Crisil Coalition Greenwich and Crisil Integral IQ.

Our globally diverse workforce operates in the Americas, Asia-Pacific, Europe, Australia and the Middle East, setting the standards by which industries are measured.

For more information, visit www.Crisil.com

Connect with us: [LinkedIn](#) | [Twitter](#)

About Regulated Research provided by Crisil Limited

Crisil Limited is registered as a Research Analyst with SEBI (Registration No INH000007854), herein referred to as "Crisil Intelligence". We provide insights, opinion, analysis, and data on the Indian economy, industry, capital markets, and companies.

We are the largest valuation agency for fixed income securities, and a prominent debt and hybrid index provider in India. We publish rankings for mutual fund schemes, and provide granular portfolio analysis services for asset managers, financial intermediaries, retirement funds and institutional investors. Our data and analytics platforms - Alphatrax and Quantix - enable our clients to assess Industry and Company level risks based on Crisil's proprietary models.

Our Company reports (that combine select financial and non-financial data, analytics from our proprietary risk models, and commentary on company's financial performance) are used by commercial banks, financial institutions, and non-banking finance companies as part of their credit/ risk management process.

Our SME Gradings, used by lenders, assess creditworthiness of SME enterprises relative to the peers leveraging our proprietary grading model. The framework includes assessment of entity-level financial and operating performance, as well as industry-level drivers.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

Investment in securities market are subject to market risks. Read all the related documents carefully before investing

For additional disclosures please click on this [link](#)

Crisil Privacy Statement

Crisil respects your privacy. We may use your contact information, such as your name, address, and email id to fulfil your request and service your account and to provide you with additional information from Crisil. For further information on Crisil's privacy policy please visit

<https://www.crisil.com/content/crisilcom/en/home/crisil-privacy-notice.html>

Analyst Disclosure

Notwithstanding any member(s) of the team, Crisil are involved in the preparation of this Report and/or Crisil names are published as part of this Report and their relatives, having financial interest or actual/ beneficial ownership in the form of securities holding (of less than 1%), at an individual level, if any, with any of the members having served as officers, directors, or employees of the companies in the last 6 months or having engaged in market making activities, in the subject companies, there exists no material conflict of interest which can affect the neutrality or bias the output of the Report, given the deployed procedural safeguards including but not limited to objective methodology followed in the process of execution with no influence at an analyst level and the outputs being executed at a portfolio level, with no separate analysis for an individual company.

Members of the team (including their relatives) involved in the preparation of this report and whose names are published as part of this report, as may be required, hereby affirm that

1. there exists no conflict of interest (including any financial interest or actual/ beneficial ownership of 1% or more of the securities of the subject companies) that can bias the output of the Report.
2. Neither the members have served as officers, directors, or employees of the companies analyzed in the report in the last 6 months nor have they engaged in market making activities for the subject companies.
3. None of the members of the team involved in the preparation of this report have received any compensation whatsoever from the subject company or third party in the past twelve months in connection with the research report.

None of the members involved in the preparation of this report have managed or co-managed public offering of securities for the subject company in the past twelve months

Terms and Conditions

This Report is based on data publicly available or from sources considered reliable. Crisil Intelligence does not represent that the Report is accurate or complete and hence, it should not be relied upon as such. Opinions expressed herein are our current opinions as on the date of this report. Nothing in this report constitutes investment, legal, accounting or tax advice or any solicitation, whatsoever. The subscriber/ user assumes the entire risk of any use made of this data/ report. Crisil especially states that, it has no financial liability whatsoever, to the subscribers/ users of this report.

This Report is additionally subject to your contractual terms with Crisil.

The report is for use within the jurisdiction of India only. Nothing in this report is to be construed as Crisil providing, or intending to provide, any services in other jurisdictions where Crisil does not have the necessary permissions and/ or registration to carry out its business activities. The user will be solely responsible for ensuring compliance for use of the report, or part thereof, outside India.

Crisil Limited operates independently of, and does not have access to information obtained by Crisil Ratings Limited, which may, in their regular operations, obtain information of a confidential nature. The views expressed in this Report are that of Crisil Intelligence, and not of Crisil Ratings Limited.

Company Disclosure

1. Crisil Intelligence or its associates do not provide investment banking or merchant banking or brokerage or market making services.
2. Crisil Intelligence encourages independence in research report preparation and strives to minimize conflict in preparation of research reports through strong governance architecture comprising of policies, procedures, and disclosures.
3. Crisil Intelligence prohibits its analysts, persons reporting to analysts, and their relatives from having any financial interest in the securities or derivatives of companies that the analysts cover.
4. Crisil Intelligence or its associates collectively may own 1% or more of the equity securities of the Company mentioned in the report as of the last day of the month preceding the publication of the research report.
5. Crisil Intelligence or its associates may have financial interest in the form of holdings in the subject company mentioned in this report.
6. Crisil receives compensation from the company mentioned in the report or third party in connection with preparation of the research report.
7. As a provider of ratings, grading, data, research, analytics and solutions, infrastructure advisory, and benchmarking services, Crisil or its associates are likely to have commercial transactions with the company and may receive compensation for the services provided.
8. Crisil Intelligence or its associates do not have any other material conflict of interest at the time of publication of the report.
9. No material disciplinary action has been taken against Crisil Intelligence or its analysts by any Regulatory Authority impacting Research Analyst activities.

Disclaimer

Each Crisil AIF Benchmark and Crisil AIF Benchmark Report (including, for the avoidance of doubt, its values) is the sole property of Crisil. Crisil shall, at all times, exclusively own any and all intellectual property rights in the Crisil AIF Benchmarks and Report. No Crisil AIF Benchmark and/ or Crisil AIF Benchmark Report may be copied, retransmitted or redistributed in any manner except for licensed usage agreed with Crisil. While Crisil uses reasonable care in computing the Crisil AIF Benchmarks and preparing the Report and bases its calculation on data that it considers reliable, Crisil does not warrant that any Crisil AIF Benchmark and Report is error-free, complete, adequate or without faults. Crisil explicitly states that it relies on the data received from the AIFs, on an 'as is' basis to prepare the Crisil AIF Benchmarks and Report. Crisil does not conduct any independent due diligence on the authenticity or accuracy thereof and disclaims any liability in this regard. Anyone accessing and/or using any part of the Crisil AIF Benchmarks and Report does so subject to the condition that: (a) Crisil is not responsible for any errors, omissions or faults with respect to any Crisil AIF Benchmarks and Report or for the results obtained from the use of any Crisil AIF Benchmarks and Report; (b) Crisil expressly excludes all liability arising from or relating to their use of any part of Crisil AIF Benchmarks and Report.