

## Siddhartha Investment Growth Scheme 3 (Close-ended Mutual Fund)

### Investment Objective

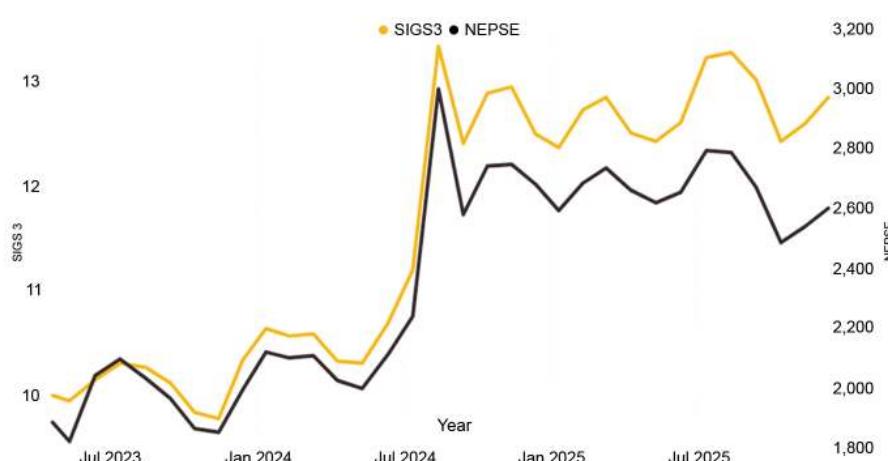
The objective of the fund is to focus on sustainable growth with consistent dividend through disciplined risk management and balanced investment strategy.

### Investment Philosophy

The fund is guided by a disciplined philosophy of investing in a diversified portfolio of equities across multiple sectors, supported by comprehensive micro- and macroeconomic research. By combining bottom-up stock selection with top-down analysis of economic and sectoral trends, the fund actively manages its portfolio to capitalize on opportunities across market cycles.

Investment & Research Team	Joined Firm	Years in Industry
Nirajan Karki, Chief Investment Officer	2015	10 years
Sabin Poudel, Scheme Manager	2023	6 years
Sagan Rajopadhyaya, Senior Research Analyst	2018	7 years

\*Team composition is subject to change at any time without prior notice.



The chart illustrates the unadjusted NAV trend over a 36-month period.

Fund Performance V/S Benchmark	SIGS3	Benchmark
One year	2.97%	-3.01%
Two years	24.27%	30.43%
Since inception	28.50%	37.97%

The performance and benchmark have been calculated from the allotment date of SIGS3 to the present, assuming an initial investment of NPR 10,000 during the New Fund Offer (NFO). Fund performance over one- and two-year periods reflects the NAV performance over the respective trailing periods. Where applicable, the performance figures incorporate dividends distributed by the fund.

### Fund Details

Existing Fund Size	NPR 805.8 Million
Existing Units	80,580,000
Par Value	10

### Fund Facts

Allotment Date	30th April 2023
Index on 30/04/2023	1,870.65
Benchmark*	NEPSE Index
Total AUM	NPR 840.84 Million
NAV per Unit	10.45

### Charges %

Fund Management Fee	1.50%
Depository Fee	0.20%

### Statistical Data

Fund Beta	1.02
Equity Beta	0.86
Equity Position	83.99%
Herfindahl-Hirschman Index	0.040
Monthly Turnover Ratio	1.18%

### Quantitative Data

Standard Deviation	
SIGS3	15.14%
Benchmark	26.99%
Risk-free-rate	2.98%
Sharpe Ratio (SIGS3)	0.04
Sharpe Ratio (NEPSE)	-0.42
Maximum Draw-down	-6.76%

### Investor Profile Suitability

This product is designed for investors with a mid to long-term investment horizon seeking wealth appreciation through a equity portfolio of investments.

## Top 20 Exposure

Company	%	Sector	Company	%	Sector
EBL	8.54%	Commercial Banks	CHDC	2.87%	Investment
API	5.47%	Hydro Power	SIKLES	2.75%	Hydro Power
MEN	4.64%	Hydro Power	FOWAD	2.57%	Microfinance
SALICO	4.00%	Non-Life Insurance	UNL	2.57%	Manufacturing And Processing
KMCDB	3.49%	Microfinance	SAHAS	2.56%	Hydro Power
GVL	3.46%	Hydro Power	SHINE	2.55%	Development Banks
GBBL	3.45%	Development Banks	USHEC	2.20%	Hydro Power
SANIMA	3.23%	Commercial Banks	SARBTM	2.10%	Manufacturing And Processing
NMB	3.19%	Commercial Banks	SHIVM	1.77%	Manufacturing And Processing
SPIL	3.07%	Non-Life Insurance	CLI	1.72%	Life Insurance

The equity weightage reported above is the weight of a particular script as a percentage of the total NAV.

- Commercial Banks
- Development Banks
- Finance
- Hotels And Tourism
- Hydro Power
- Investment
- Life Insurance
- Manufacturing And Processing
- Microfinance
- Mutual Fund
- Non-Life Insurance
- Others



Sector	SIGS3	Market
Commercial Banks	21.59%	24.07%
Development Banks	8.54%	4.52%
Finance	0.00%	1.70%
Microfinance	8.62%	8.51%
Non-Life Insurance	9.10%	4.75%
Life Insurance	4.91%	9.12%
Hotels And Tourism	3.27%	2.92%
Hydro Power	25.99%	15.40%
Others	1.15%	15.59%
Manufacturing And Processing	9.60%	5.88%
Investment	3.41%	7.53%
Mutual Fund	3.82%	0.00%

The sectoral weightage reported above is the weightage of a particular sector as a percentage of total equity.

## Risk and Reward Profile

SIGS3 is a pure equity fund designed for investors seeking long-term capital growth and consistent dividend income, with a moderate risk profile. The fund's performance is influenced by broader market trends and sector-specific developments. While past performance is not indicative of future results, SIGS3 is strategically managed to balance growth potential with effective risk management.

## IMPORTANT INFORMATION

This material is provided for informational purposes only and does not constitute an offer, solicitation, or recommendation to buy or sell any specific security or to adopt any particular investment strategy. Investors should note that diversification does not guarantee protection against losses.

Performance of the scheme is calculated incorporating cash dividend.

## INDEX INFORMATION

The NEPSE Index measures the overall performance of the Nepali stock market. Although it is commonly used as a benchmark for investment products, it does not account for any expenses, fees, or sales charges. The index remains fully invested at all times and reflects both positive and adverse movements across its constituent sub-indices. While the NEPSE Index is reported as a benchmark for the fund, it is used solely as a relative reference point. The fund does not aim to outperform the index in either the short term or the long term.

## DEFINITIONS

**Fund size** refers to the total issued units multiplied by the par value. **Assets Under Management (AUM)** represent the total value of assets managed by the fund, including equity investments, cash, marketable securities, and receivables, net of liabilities. **Allotment date** is the date on which units of SIGS3 were allocated to unit holders. **Benchmark** is the NEPSE Index. **Fund beta** measures the sensitivity of the fund's NAV to the overall market, while **equity beta** reflects the sensitivity of the fund's equity investments to the market. **Equity position** indicates the proportion of the fund's NAV invested in equity securities at a given date. **Herfindahl-Hirschman Index (HHI)** measures portfolio concentration:  $HHI < 0.10$  indicates very low concentration (diversified fund),  $0.10-0.18$  moderate (active fund),  $>0.18$  high (focused fund), and  $>0.25$  very high (thematic or conviction fund). **Turnover ratio** indicates the frequency at which a mutual fund's portfolio holdings are bought and sold over a given period. **Standard deviation** represents the annualized volatility of monthly NAV changes since inception. **Sharpe ratio** reflects the fund's risk-adjusted excess return over the risk-free rate, reported on a one-year trailing basis. **Risk-free rate** is based on the yield of 365-day treasury bills. **Maximum drawdown** measures the largest decline in NAV from peak to trough over a one-year period.