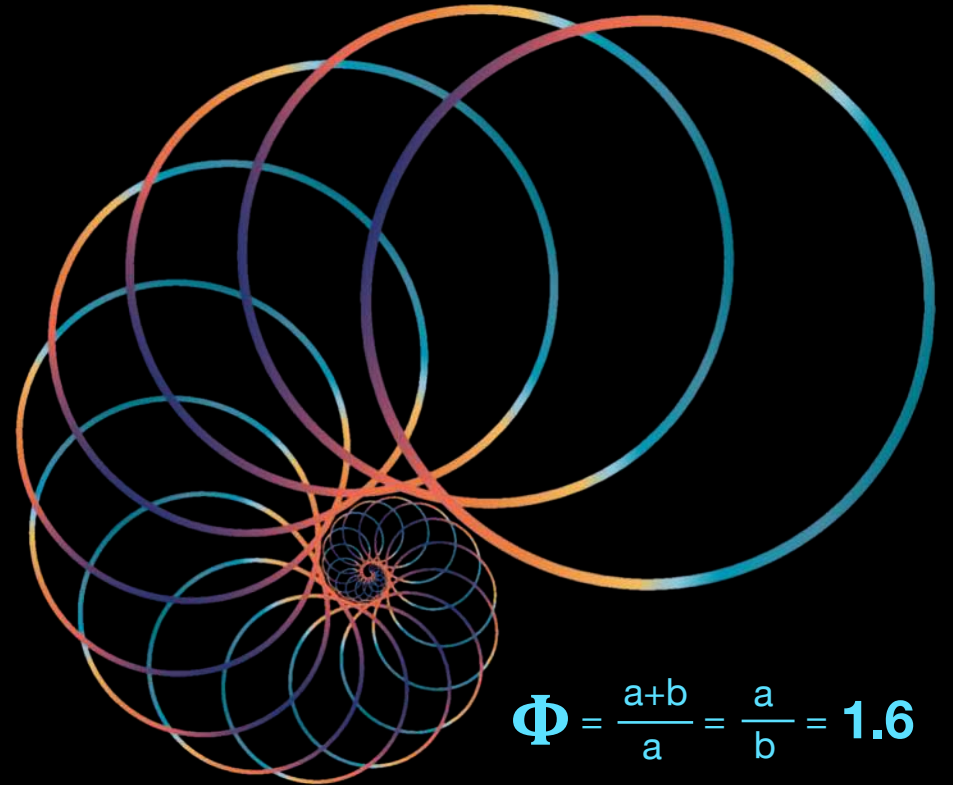# Φ | 1POINT6

INVESTMENTS

Quant Algo & AI based Investments
& Portfolio Management

Performance • **Trust** • **Relationship**

$$\Phi = \frac{a+b}{a} = \frac{a}{b} = 1.6$$

ABOUT Φ

What is 1POINT6 (Φ)?

We craft consistent financial growth through quantitative investments.

1POINT6 (Φ) is a quant based premier automated investment and portfolio management platform, dedicated to empowering investors with reliable, data-driven insights and strategies using mathematical and statistical based models by making investments and risk management decisions that foster long-term financial growth and success. We prioritise building trustful relationships and delivering consistent performance & maximising returns under expert guidance.

Unique Value Proposition

1POINT6 is a highly automated quant investment & portfolio management platform designed to eliminate human biases & increase long-term wealth creation for investors.

" Revolutionizing investment with visionary strategies and unparalleled integrity to achieve extraordinary growth and redefine success. "

+ AI & machine learning based investment

1POINT6 (Φ) focuses on delivering tailored investment strategies through a diversified, multi-strategy approach catering to each investor preferences

+ Quantitative research and insights

Algo & systematic approach delivering unbiased, data-driven market research.

+ Generating high Alpha & returns

High-Performance Strategies for Aggressive Investors targeting high returns with strategies that leverage momentum and rotation.

Salient features

- o Quant Algo based investments
- o Dynamic capital allocation
- o Real time Portfolio monitoring
- o Strict Risk Management

INVESTMENT STRATEGIES

Invest across diverse asset classes, focused on long-term growth, prioritize high RRR (risk reward ratio), regularly rebalance portfolio, and maintain a disciplined approach to strict risk management and market fluctuations to avoid emotional decision-making and ensure sustainable returns.

Fund exposure (+ to -)

Strategy	Type	Description
Sectoral	**Quant**	Quant-based sectoral analysis utilizes data-driven models to assess sector performance, identifying trends and correlations.
Global Macro	**Thematic**	Making investments by analysing macro economics and geopolitical trends and applying both top down & bottoms up approach.
Emerging	**Equity**	Identify growth opportunities by evaluating market trends, volatility and valuation metrics through objective insights and statistical rigor.
Equity Hedge	**Long Bias**	Focused on cash equity and equity derivatives. Predominantly long portfolio with minority in short to generate profit or hedge against downside risk.
Event Driven	**Distress**	Opportunistically target investing in companies poised for reversal experiencing financial distress or adverse news temporarily plummeting stock.
Fixed Income	**Debt**	Assessing credit risk, yield curves, and interest rate movements using data and portfolio management through objective, statistical insights.

- Safety of Principal
- Disposable income utilization
- Growth of capital
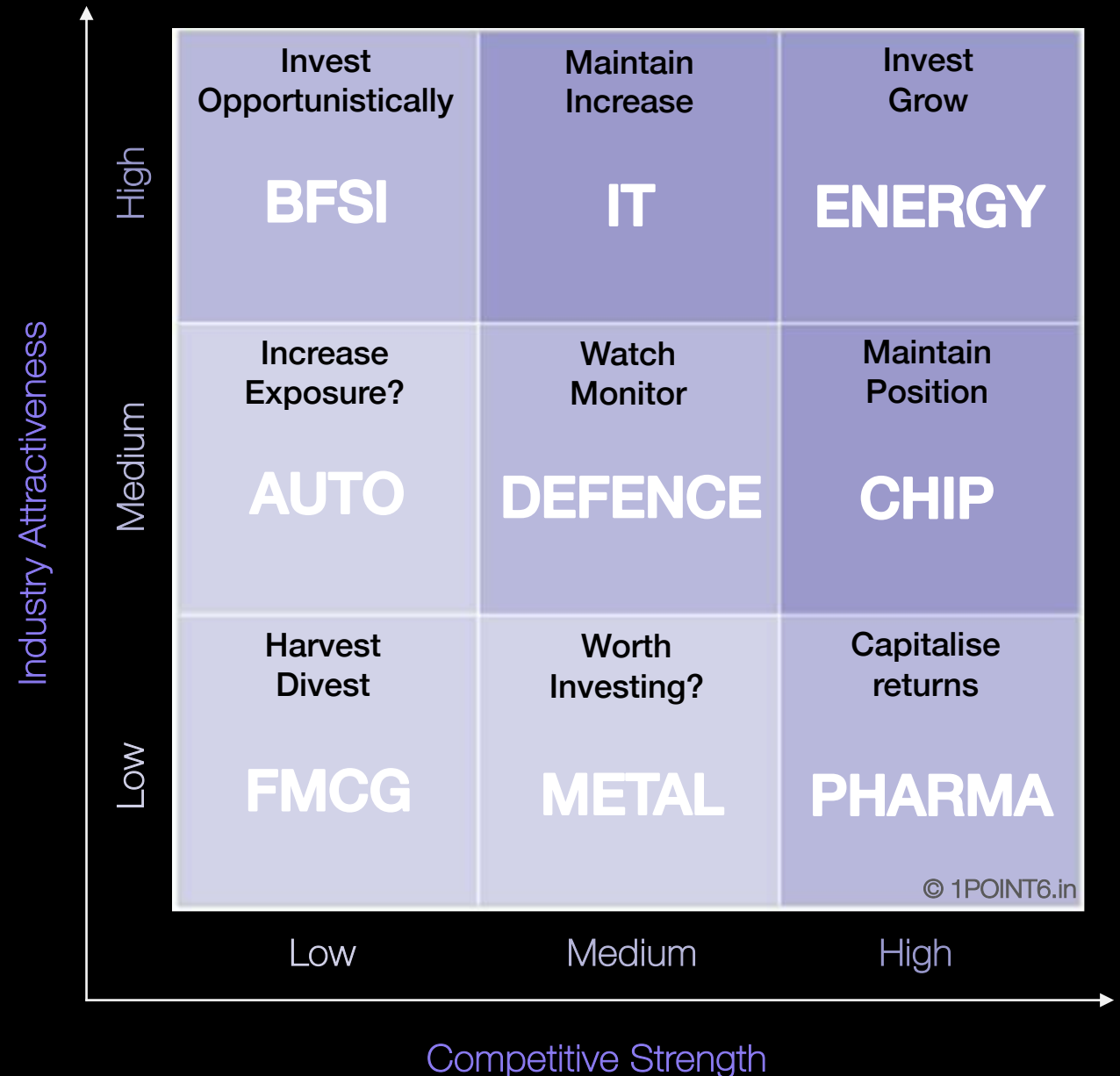- Marketability of portfolio
- Liquidity availability
- Well diversified portfolio
- Minimal tax burden

Φ 1POINT6 INVESTMENT DECISION MATRIX

BFSI
Drivers: Digital banking, government reforms, and rising credit demand.
Outlook: Moderate competition, high growth; opportunistic investments.

IT
Drivers: Cloud, AI, automation, and digital transformation.
Outlook: Profitability & expansion opportunities; maintain/increase exposure.

ENERGY
Drivers: Renewable energy, government support, and increasing demand.
Outlook: High growth potential; invest for long-term gains.

AUTO
Drivers: EV adoption, consumer demand, and policy incentives.
Outlook: Recovering; watch for potential growth but increase cautiously.

DEFENCE
Drivers: Domestic defence production, government push for self reliance, increase in budget, geopolitical tensions.
Outlook: Steady growth, needs close monitoring.

CHIP
Drivers: Growing AI & tech demand, government incentives for manufacturing.
Outlook: High competitive strength, good for long-term holding.

PHARMA
Drivers: Generic drug demand, healthcare expansion, and R&D investments.
Outlook: Profitable but growth is slowing; capitalize on existing returns.

METAL
Drivers: Infrastructure demand, global commodity cycles.
Outlook: Questionable investment value; re-evaluate positioning.

FMCG
Drivers: Consumer staples, urbanization.
Outlook: Facing margin pressures; consider reducing exposure..

Industry Attractiveness

	Low	Medium	High
High	Invest Opportunistically **BFSI**	Maintain Increase **IT**	Invest Grow **ENERGY**
Medium	Increase Exposure? **AUTO**	Watch Monitor **DEFENCE**	Maintain Position **CHIP**
Low	Harvest Divest **FMCG**	Worth Investing? **METAL**	Capitalise returns **PHARMA**

Competitive Strength

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Φ RESEARCH CASE STUDY

REFEX INDUSTRIES LIMITED

475.00 +55.25 (+13.16%)
At close: September 23 03:30PM IST

Previous Close	419.75	Market Cap	57.338B
Open	430.00	Beta (5Y Monthly)	2.30
Bid	0.00 x 0	PE Ratio (TTM)	53.13
Ask	0.00 x 0	EPS (TTM)	8.94
Day's Range	430.00 - 481.80	Earnings Date	Oct 18, 2024 - Oct 22, 2024
52 Week Range	102.42 - 505.00	Forward Dividend & Yield	0.50 (0.12%)
Volume	3,029,944	Ex-Dividend Date	Feb 20, 2024
Avg. Volume	1,830,360	1y Target Est	N/A

REFEX INDUSTRIES LTD, 1D, NSE O430.00 H481.80 L430.00 C475.00 +55.25 (+13.16%) Vol3.031M

Metric	Value	%
Past Returns	7,856.55	8%
Open P&L	227,306.5	227%
Total Returns	235,163.05	235%

Close entry(s) order Long

Long

Refex Industries Limited operates in diversified sectors such as fly ash handling, solar power generation, and coal management. With a strong **35.74% revenue CAGR over 3 years** and a high **47.49% ROE**, the company has shown robust financial performance. Its growth is driven by demand in **renewable energy**, construction materials, and industrial services. However, challenges include negative free cash flow and moderate debt levels. Refex is well-positioned for expansion, benefiting from government support for clean energy and infrastructure development.
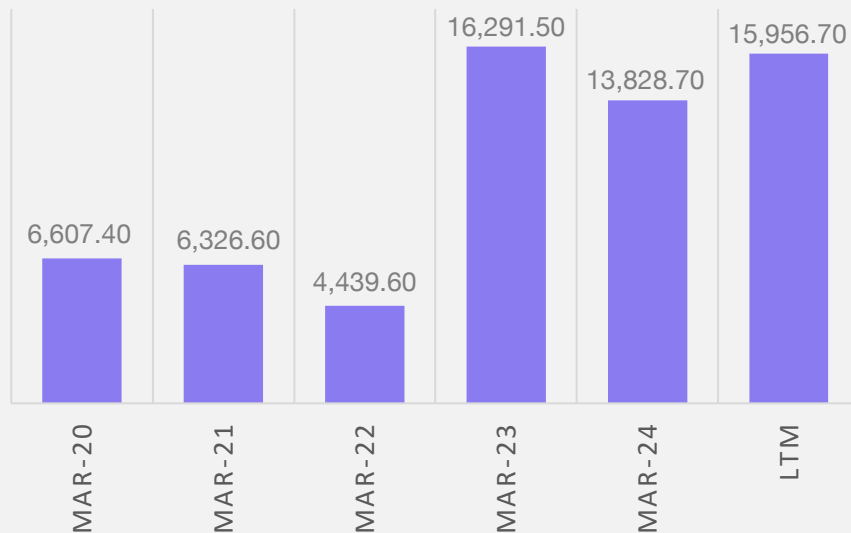
KEY DRIVERS
- Growing Renewable Energy sector & Govt. support
- Infrastructure development demand & Urbanization
- Increasing industrial growth
- Technological innovation

CHALLENGES
- Negative cashflow
- Moderate Debt level
- Regulatory risks
- Market competition & pricing pressure

235%
1POINT6 Algo performance Apr-Sep 24

Revenue (INR Mn)

- MAR-20: 6,607.40
- MAR-21: 6,326.60
- MAR-22: 4,439.60
- MAR-23: 16,291.50
- MAR-24: 13,828.70
- LTM: 15,956.70

₹13.8 Bn Revenue FY24

₹0.94 Bn Profit

174% Revenue QoQ

9.0 EPS

₹3.2 Bn Retained Earning

₹3.3 Bn Total liability

- ₹57.33B
- 35.74%
- 47.49%
- 6.4%

PAT Margin
ROE
CAGR
Market Cap

SECTORAL INVESTMENT CALENDAR

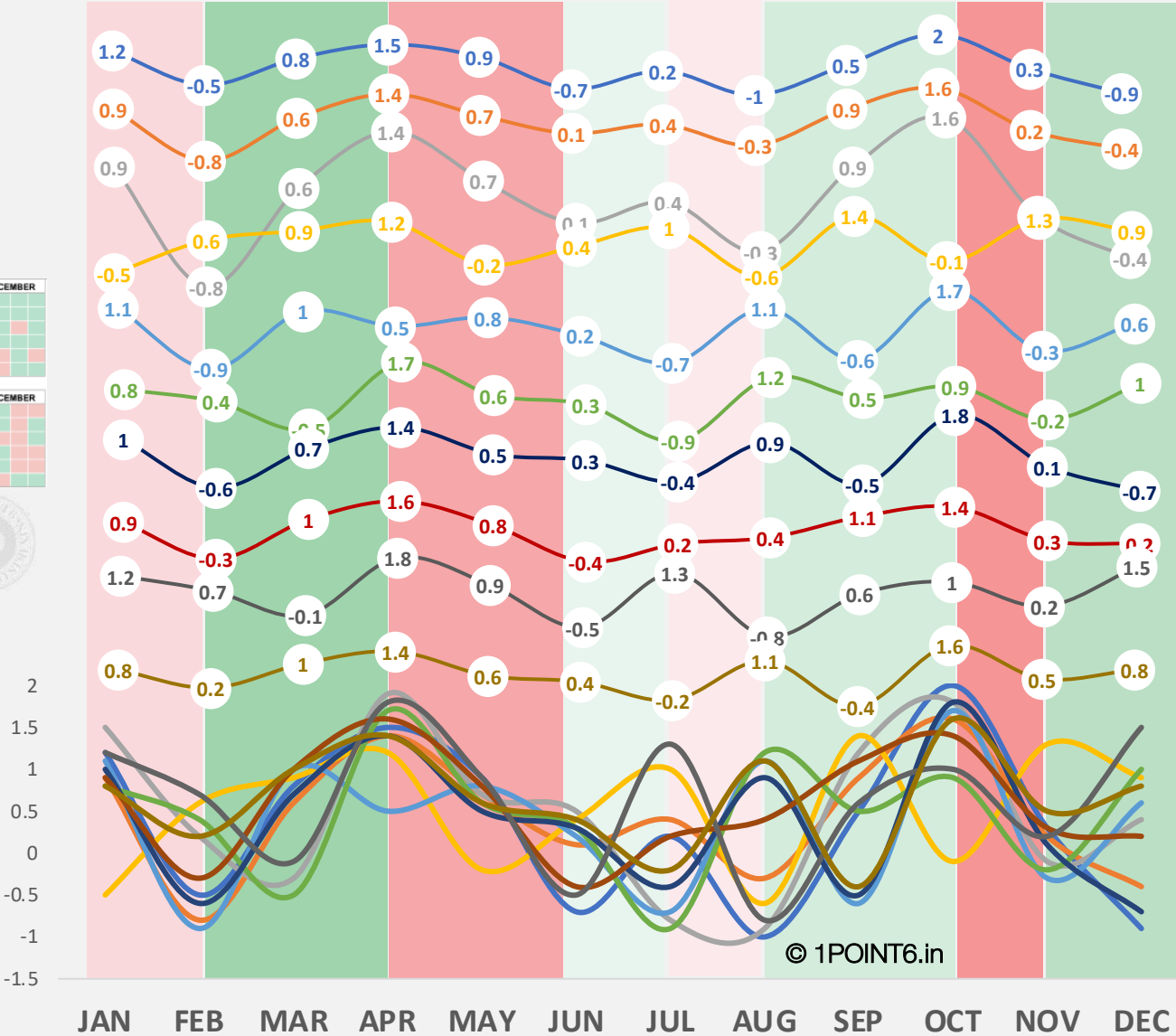| JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
SELL	BUY	HOLD	SELL	HOLD	HOLD	BUY	HOLD	HOLD	BUY	HOLD	HOLD

COMPARATIVE W-O-W ANALYSIS

2023	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
BANKING												
IT												
OIL & GAS												
ENERGY												
AUTO												
PHARMA												

2024	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
BANKING												
IT												
OIL & GAS												
ENERGY												
AUTO												
PHARMA												
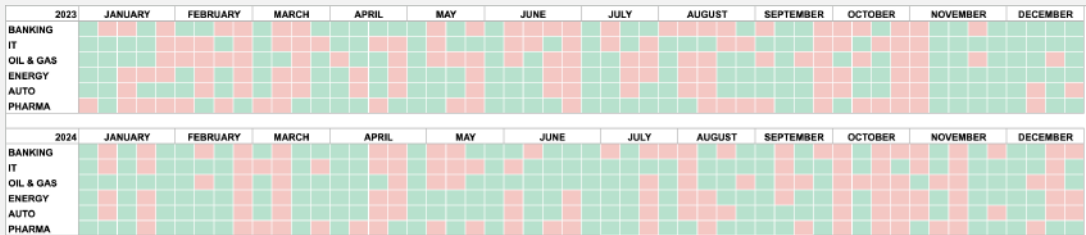
MONTHLY HEATMAP

SECTORS	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
Banking	1.2	-0.5	0.8	1.5	0.9	-0.7	0.2	-1	0.5	2.0	0.3	-0.9
Auto	0.9	-0.8	0.6	1.4	0.7	0.1	0.4	-0.3	0.9	1.6	0.2	-0.4
IT	1.5	0.2	-0.3	1.9	0.7	0.5	-0.8	-0.9	1.2	1.8	-0.1	0.4
Pharma	-0.5	0.6	0.9	1.2	-0.2	0.4	1	-0.6	1.4	-0.1	1.3	0.9
Oil & Gas	1.1	-0.9	1	0.5	0.8	0.2	-0.7	1.1	-0.6	1.7	-0.3	0.6
Energy	0.8	0.4	-0.5	1.7	0.6	0.3	-0.9	1.2	0.5	0.9	-0.2	1
Manufacturing	1	-0.6	0.7	1.4	0.5	0.3	-0.4	0.9	-0.5	1.8	0.1	-0.7
FMCG	0.9	-0.3	1	1.6	0.8	-0.4	0.2	0.4	1.1	1.4	0.3	0.2
Semiconductors	1.2	0.7	-0.1	1.8	0.9	-0.5	1.3	-0.8	0.6	1	0.2	1.5
Defence	0.8	0.2	1	1.4	0.6	0.4	-0.2	1.1	-0.4	1.6	0.5	0.8

Legend: Banking, Auto, IT, Pharma, Oil & Gas, Energy, Manufacturing, FMCG, Semiconductors, Defence
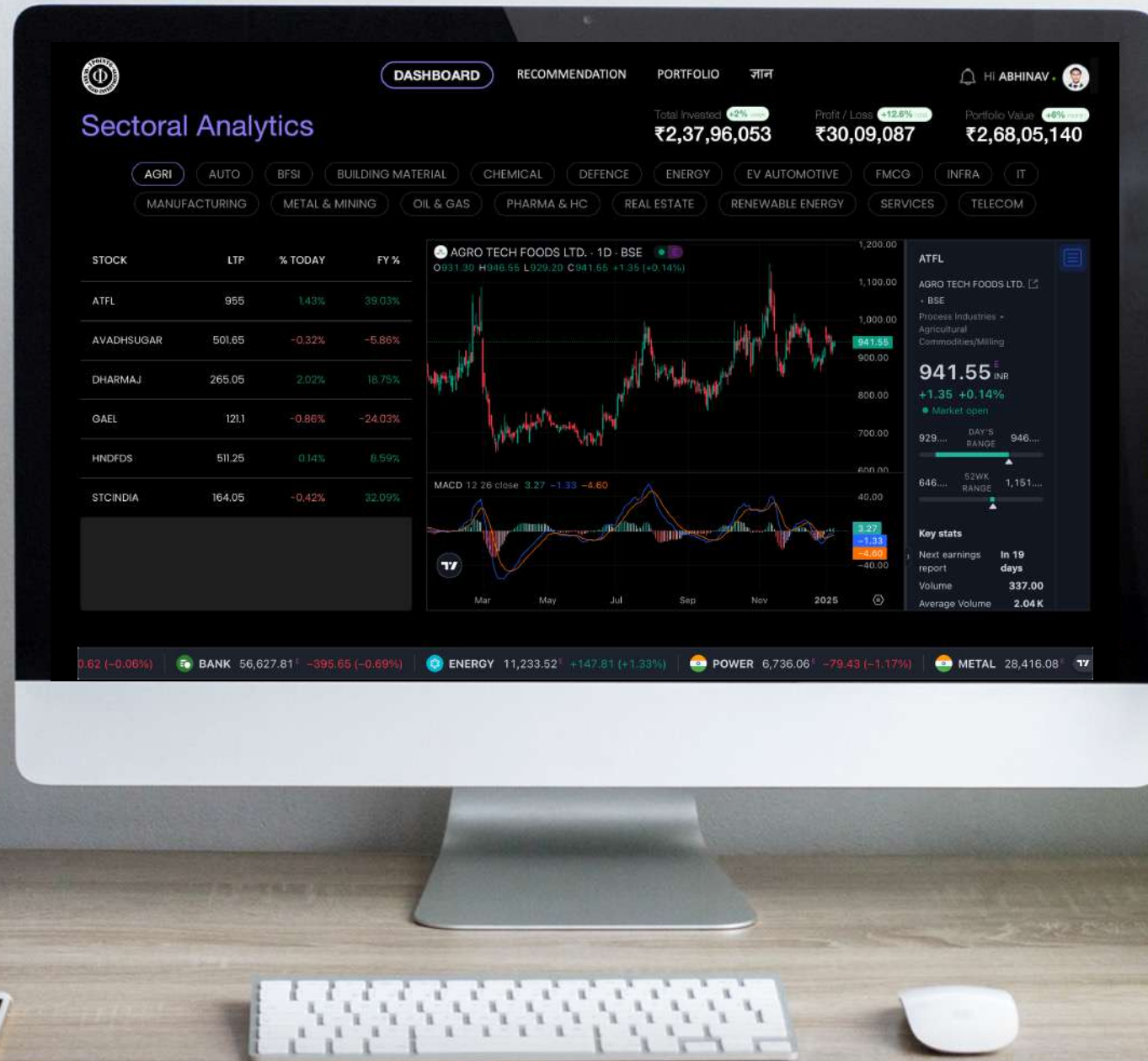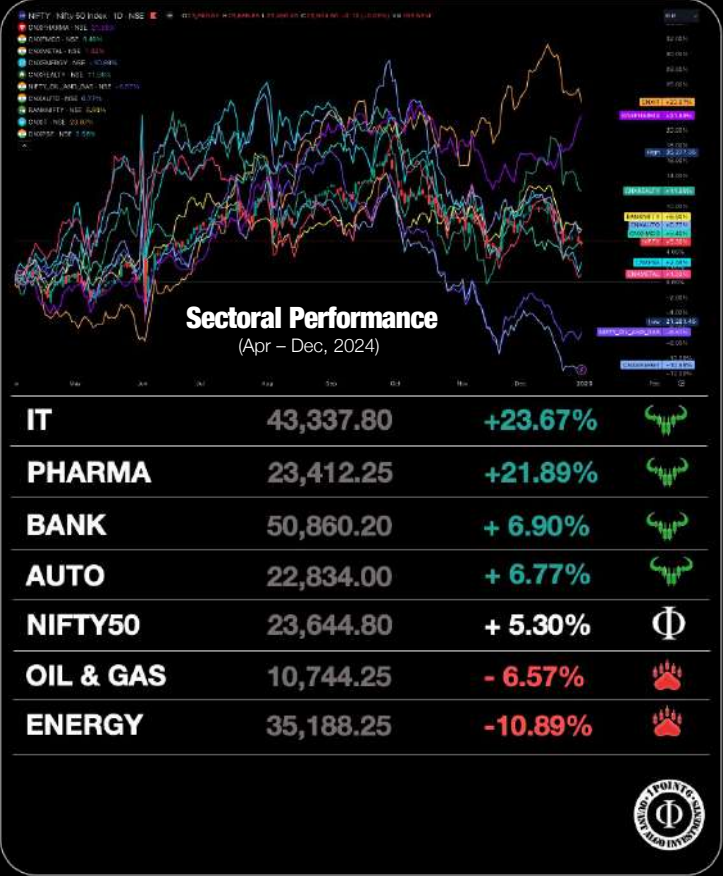
Φ RESEARCH FRAMEWORK

Quant based research & analysis using proprietary algorithms examining historical data, uncover growth patterns in real time tracking sectoral and securities performance trends and identifying key factors influencing each sector's evolution over time to efficiently invest and balance portfolio.

INDIAN ECONOMY ANALYSIS

GDP Growth:

Current vs Previous: The current GDP growth rate stands at **5.4%**, which is a **decrease** from **6.7%** in September 2024.

Analysis:

- India has experienced a deceleration in growth, primarily driven by global economic headwinds, domestic demand moderation, and slower industrial output.
- The **5.4%** GDP growth is in line with the broader global slowdown but still indicates relatively robust economic activity compared to other emerging economies.

Outlook:

- India's GDP growth is expected to stabilize between **5-6%** in the near term, supported by strong domestic consumption, infrastructure investment, and favourable demographics.
- Key sectors like IT, pharma, and auto are likely to drive growth in the medium term.

Stock Market:

Current vs Previous: The Nifty 50 index is at **23,644.80**, showing a **slight decline** from **24,131.10** in December 2024.

Analysis:

- The Indian stock market, represented by Nifty 50, has shown resilience despite global market volatility. However, the performance has been relatively muted, reflecting cautious investor sentiment and external market risks.
- The broader market has been impacted by high inflation and moderate GDP growth, affecting investor confidence.
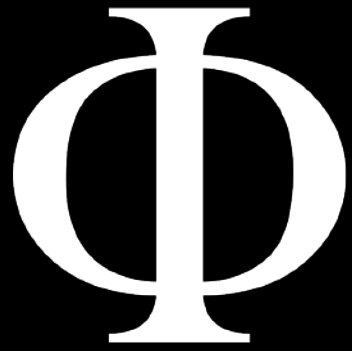
Outlook:

- The stock market is expected to remain volatile with a moderate growth outlook, driven by performance in sectors like **IT, pharma, and banking**.
- Any signs of economic recovery or government stimulus could provide an upside to the market in 2025.

INDIAN ECONOMY

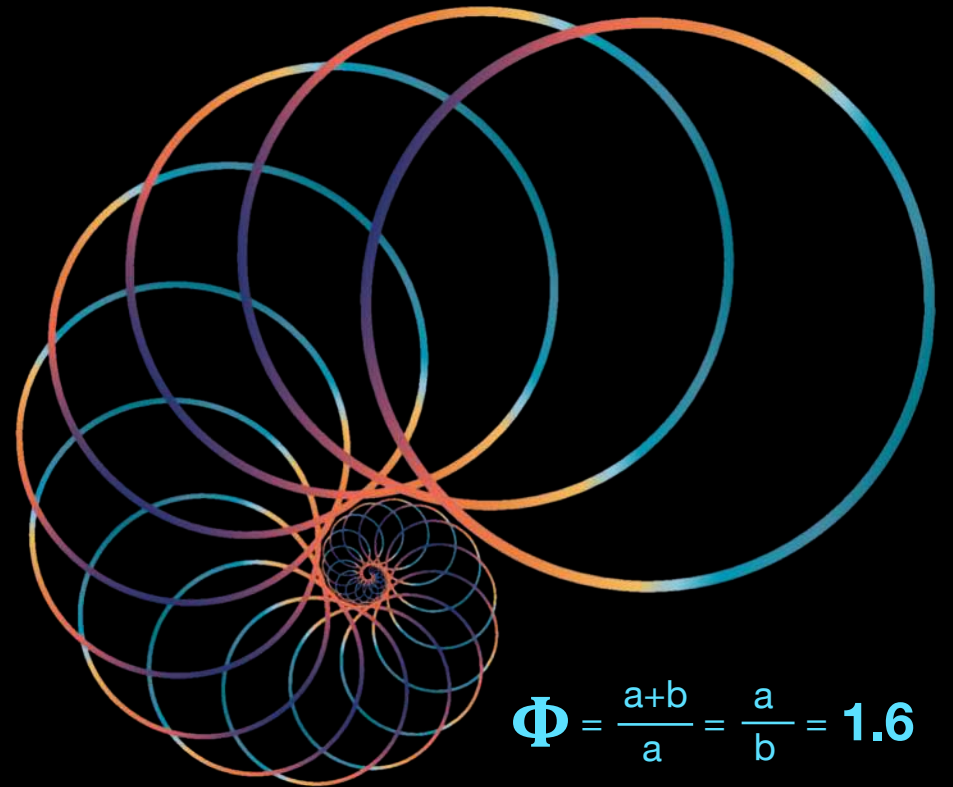| Metrics	Current	Previous	As on
GDP	5.4%	6.7%	Sep, 24
Stock Market	23,644.80	24,131.10	Dec, 24
Unemployment	8.0%	10.8%	Nov, 24
Inflation	5.48%	6.21%	Oct, 24
Current Account	-$ 9.7 Bn	$ 5.7 Bn	Jun, 24
Interest rate	6.5%	6.5%	Dec, 24

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