

INVESTMENT FRAMEWORK : GCMV

The GCMV is an internal investment framework used for determining fair valuation of stocks which further helps in estimating valuation gaps (fair valuation vis a vis market price), if any. Opportunities are identified based on the identification of Catalysts that helps in bridging the valuation gaps by re-rating of the stocks.

Growth

- Pricing power
- Cost Efficiency
- New product cycles
- ESG risks & opportunities

Management

- Management track record
- Capital Allocation
- Sustainability investments
- Governance structure

Top down & Bottom up analysis

Cash-flow generation

- Cost and margins
- Capital structure
- Ability to finance growth
- Overall financial strength

Valuation

- Value creation
- Fair value analysis
- Secular ESG trends
- What has been priced in?

**Valuation
gap**

+

Catalysts

=

Re-rating