

We value and strive to maximise the benefits of long-term capital appreciation, but we cannot guarantee it

Not a bank deposit

Investing with us is not akin to a deposit in a bank and is not insured by an insurance corporation or any other Government Agency. There is a chance of losing money by investing in Bellwether Capital.

Equity investments

We invest in equity shares listed on a recognised stock exchange in India, representing ownership interest in a listed company. This includes the risk of equity share prices going up or down, depending on the company's business success or other economic or market forces. This potential for fluctuation is called market risk and can affect the value of a client's equity shares. The value of the equity shares may be worth more or less than was paid for them.

Value style

Investing in value stocks includes the risk that stocks may never reach what we believe are their full market values, either because the market fails to recognise what we consider to be the companies' true business value or because we misjudged this value. Further, value stocks may fall out of favour with investors and underperform growth stocks during given periods.

Short-term Investments

In seeking to achieve our investment objective, we typically invest on a long-term basis, but we may also invest on a short-term basis, where short-term perceptions have created a significant gap between price and value. Occasionally, stocks purchased on a long-term basis may be sold within 12 months, in view of a change in circumstances of a particular company or industry or in view of the general market or economic conditions or if a stock achieves its price target in an unexpected shorter period.

Cash Reserves

Under normal conditions, your funds are fully invested. At times, however, to meet liquidity needs or for temporary defensive purposes, you may hold cash, which may be invested in money market securities. During these periods, the assets may not be invested in accordance with our regular strategy and we may not achieve our investment objective.

Market Risks

Equity investments are subject to market risk. Stock prices may fluctuate widely over short or extended periods in response to company, market or economic news. Stock markets also tend to move in cycles, with periods of rising stock prices and periods of falling stock prices. We typically limit holding to approximately 8-12 stocks in its portfolio. The appreciation or depreciation of any one stock held will have a greater impact on the Net Asset Value (NAV) than it would if we were invested in a larger number of stocks. Although our strategy has the potential to generate attractive returns over time, it also increases our volatility.

Small and Mid-Cap Stocks

During some periods, the shares of small and mid-cap companies, as a class, have performed better than the shares of large-caps, and in some periods they have performed worse. Stocks of small and mid-cap companies tend to be more volatile and less liquid than stocks of large companies. Small and mid-cap companies, as compared to large companies, may have a shorter history of operations, may not have as great an ability to raise additional capital, may have a less diversified product line making them susceptible to market pressure, and may have a smaller public market for their shares.