



CARNELIAN ASSET MANAGEMENT & ADVISORS

JANUARY 2026

Firm Overview



- Founded in 2019 as a boutique investment management firm by three passionate capital market professionals with a strong track record of building leadership businesses in the capital market domain and enduring research platform
- Purpose is to build a world class asset management platform known for its values, expertise and best practices
- Currently managing ~USD 1.7 bn in Indian equities for the country's leading HNI's, family offices, institutions & partners' own capital
- Offerings include PMS - domestic; AIF - domestic/offshore through GIFT IFSC
- 100% founder owned
- Supported by a team of 91 professionals across 10 locations and growing
- Technology, risk, compliance and process driven DNA
- Known for our unique, differentiated and proprietary investment & risk (including forensic) framework
- Won several accolades for best theme identification and absolute returns in 2021 and 2023

Founder's Profiles



VIKAS KHEMANI
(CA, CFA, CS)



MANOJ BAHETY
(CA, CFA)



SWATI KHEMANI
(CA)

- Vikas Khemani, with 28 years of extensive experience in capital markets, is the founder of Carnelian Asset Management & Advisors. Established in 2019, this boutique investment management and advisory firm, based in India, manages USD 1.7 bn across various portfolios.
- Prior to founding Carnelian, Mr. Khemani served as the CEO of Edelweiss Securities Ltd. for 17 years. During his tenure, he successfully incubated and developed several businesses into market leaders, including institutional equities, investment banking, and equity research.
- Mr. Khemani is recognized for his strong business acumen and profound understanding of capital markets, earning him a distinguished reputation within Corporate India.
- In 2014, he was honored with the Young Professional Achievers Award for the service sector by the Institute of Chartered Accountants of India.
- With ~28 years of financial services experience, Manoj Bahety currently serves as the fund manager of Carnelian Asset Management & Advisors. He is a distinguished financial professional known for his innovative approach to forensic research and portfolio management.
- Before co-founding Carnelian along with Vikas in 2019, Manoj held key roles at Edelweiss Securities, including Deputy Head of Institutional Equity Research, Head of Forensic Research, and Head of Thematic & Mid Cap Research. He is renowned for his non-consensus research approach and pioneering differentiated forensic research, famously known as "Analysis Beyond Consensus" (ABC Research).
- ABC Research has been instrumental in aiding global investors to make informed investment decisions based on accurate data rather than reported figures, thereby helping them "avoid pitfalls"—a core virtue of Carnelian
- In addition to his professional accomplishments, Manoj has actively contributed to the CFA Institute, serving on several committees, including as Chairperson of the India Advocacy Committee and as a member of the Global Capital Markets Policy Council (CDPC) based in the USA.
- With 24 years of financial experience, Swati exemplifies the important role of the Indian modern professional and empowered woman. Her professional journey has taken her to leading roles in equity research, institutional sales, investment banking, client relationships and human capital management, all this, while raising a family and being an entrepreneur.
- Along with Vikas Khemani and Manoj Bahety, she founded Carnelian Asset Management where she currently holds the key position of managing the overall business and capital management. Her mentoring skills have been instrumental to lay the foundation of a strong, cohesive and winning investment management team. She enjoys a good relationship with the investor & corporate community

Carnelian Competitive Advantage



Unique Approach, Unique Insights

Independent, entrepreneurial boutique with a reputed board of advisors

Long-term approach with high active share (differentiated portfolio)

Concentrated **QGARP** portfolio - **Quality Growth companies (Business & Management) at a Reasonable Price**

Offers a unique blend of companies with accelerated and stable growth

Proprietary forensic analysis

Known for identifying larger themes, trends /stocks early



PEOPLE

- Founders are Industry veterans with strong complementary skill sets
- Deep understanding of Capital markets & businesses
- Strong relations with corporate India/industry
- Team of 91 passionate/driven professionals
- 100% founder owned - skin in the game



PROCESS

- Unique forensic framework - **"CLEAR"**
- Focus on quality
- Screen for red flags
- Disciplined investment process
- Differentiated approach to risk management
- Processes driven by core values...



Carnelian Investment Framework

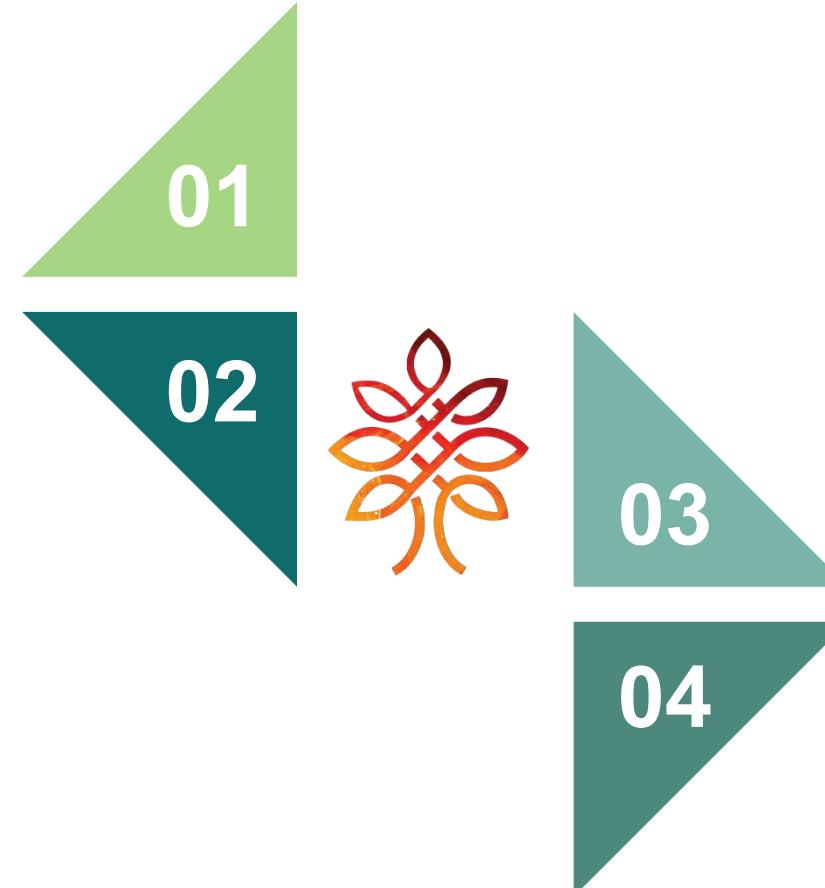
Investment Framework



Quality
Business
Management

Growth
Magic - accelerated earnings
growth & valuation re-rating

Compounder - stable
earnings growth



Forensic Analysis - CLEAR
Cash flow analysis
Liability analysis
Earnings quality analysis
Asset quality analysis
Related party & governance issues

Valuation
Reasonable valuation relative to
growth

Quality Growth at a Reasonable Price

Investment Framework - Quality



QUALITY

Margin of safety not only lies in the price, but also in the quality of business and management

Strong focus on sustainability & governance

Quality Business

- Profitable
- Free cash flow generation
- Incremental return on capital
- Opportunity & market size
- Sustainable moat
- Environment & socially conscious

Quality Management

- Integrity
- Passionate & driven
- Efficient capital allocator
- Skin in the game
- Strong risk management culture
- Strong governance

Investment Framework - Growth



GROWTH

Investing for acceleration in growth yet to be factored in by market, leads to superior returns.

Magic (Accelerated Growth)

Aims at capturing earnings growth & valuation re-rating

- Management/CEO change
- Industry structure change
- New growth catalyst
- Product innovation
- Completion of capex phase

Compounder (Stable Growth)

Aims at capturing stable earnings growth

- Large & growing opportunity size
- Sustainable moat
- Robust free cash flow generation



FORENSIC ANALYSIS - CLEAR

No matter what your investing style is, forensic analysis can help avoid some of the pitfalls inherent in human misjudgment.

Cash flow analysis

- Earnings conversion; reported vs stable cash flows

Liability analysis

- True debt vs reported debt, contingent liability & likely impact on future earnings; payables vs acceptances

Earnings quality analysis

- True economic profit vs reported profit, discretionary vs non-discretionary profit, expense capitalization policy

Asset quality analysis

- Core vs non-core assets; intangible creation policy

Related party & governance issues

- Related party transaction, complex structures (JVs/subs), off BS arrangement - connecting the dots



VALUATION

“Value of an asset cannot, over the long term, grow faster than its earnings”

Multi-Faceted Valuation Approach

- P/E multiple
- P/B
- EV/EBITDA
- DCF

Identify companies with reasonable valuations in relation to growth prospects

Pay a reasonable price, avoid overvalued companies



RISK

We believe knowing the source of risk is the key to risk management.

We classify risk into 3 types based on the source of risk.

Type A - Capital Loss risk

- Inferior quality of management
- Disruption prone businesses

Type B - Volatility risk

- Temporary market dislocation
- Macro factors
- Geo-political/political issues
- Liquidity

Type C - Opportunity cost risk

- Lack of knowledge
- Human biases

Red Flags we avoid



RED FLAGS

"Invert, always invert"

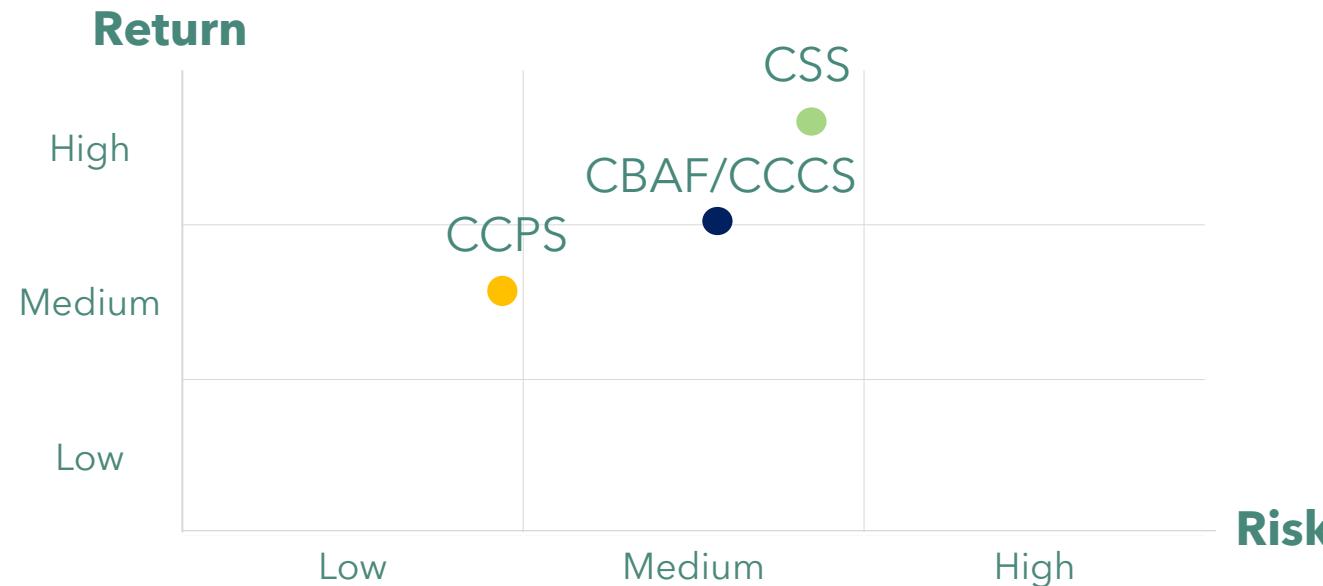
- Carl Jacobi

- Aggressive accounting practices
- High financial leverage
- Low tax incidence
- Management having
 - no skin in the game / misaligned objective
 - a poor governance track record
 - hurry to create value



CARNELIAN FUNDS

Carnelian strategies on the risk reward spectrum



Multi-cap/flexi-cap - Carnelian Bharat Amritkaal Fund / Capital Compounder Strategy (CCCS) - Long only, sector agnostic strategy focusing on 7 mega trends emerging across 5 sectors over the Amritkaal period (**Available in AIF & PMS**)



Mid & small cap - Shift Strategy (CSS) - Long only, thematic strategy designed to capture two major structural shifts Manufacturing and Technology (**Available in PMS**)



Large cap bias - Contra Strategy (CCPS) - A curated portfolio to generate superior risk adjusted return by following a contrarian absolute return approach
(**Available in PMS**)

Carnelian performance at a glance



Fund Name	Product	Subscription	Inception	1M	3M	6M	12M	2Yr	3Yr	5Yr	Inception CAGR	Alpha CAGR
Multi-cap/flexi cap												
Capital Compounder	PMS	open	May-19	-1.0%	7.9%	8.0%	19.0%	22.1%	26.1%	21.1%	20.3%	3.5%
Mid & small												
Shift	PMS	open	Oct-20	-1.9%	1.4%	-1.6%	-3.5%	15.4%	30.1%	30.5%	34.0%	13.7%
Large cap bias												
Contra [#]	PMS	open	Jan-22	0.6%	5.5%	0.5%	0.2%	14.0%	31.9%	-	27.9%	13.9%
Benchmark												
BSE 500 TRI				-0.2%	5.0%	1.6%	7.6%	11.6%	16.4%	16.8%		

Notes:

Data as on 31st December 2025. Above returns are pre-tax and post expenses. Returns below 1 year are absolute and above 1 year is CAGR

Changed from 'Carnelian YnG Strategy' w.e.f. Feb 5, 2025 to reflect evolved investment objective to include contra plays such as businesses facing temporary headwinds, deep value plays, special situation etc.

Carnelian Bharat Amritkaal Fund



- Fund designed to leverage on **opportunities arising from 7 mega trends emerging across 5 sectors over the Amritkaal period** – will see emergence of sunrise sectors/new sub-sectors
- Long only, flexi-cap, sector agnostic strategy
 - Blend of large, mid & small cap companies with niche core competence & large opportunity size, proven track record & impeccable management capabilities
- Concentrated **QGARP** (quality growth companies at reasonable price) portfolio of ~30 stocks
- **Structure available**
 - **Open-ended AIFs with fortnight subscription & exit window**
 - CBAF – Min. 5 crores (drawdown structure – initial 30% & balance in 2 equal tranches in every 120 days)
 - CBAF-2 – Min. 1 crore (entire lumpsum)
 - CIAF – Initial USD 150,000 (available for offshore investors on gift city platform)
 - **PMS**
 - Carnelian Capital Compounder Strategy – Min. 50 lakhs

CBAF – Carnelian Bharat Amritkaal Fund

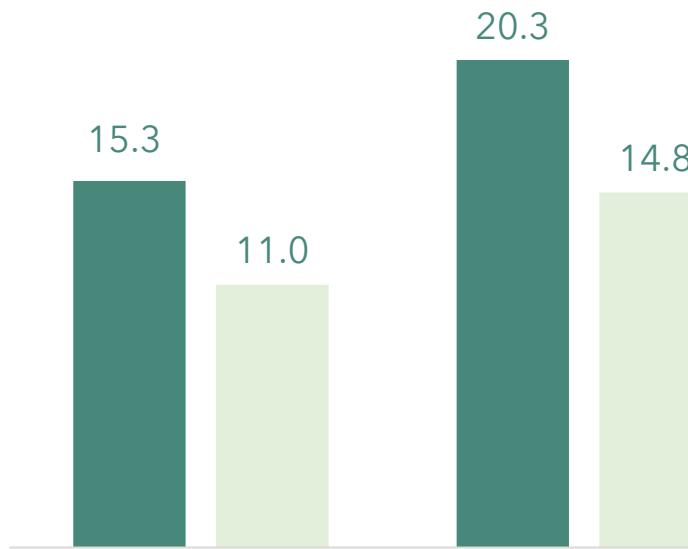
CBAF-2 – Carnelian Bharat Amritkaal Fund -2

CIAF – Carnelian India Amritkaal Fund

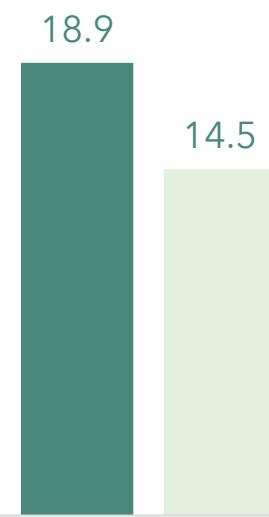
Faster, Stronger, Cheaper



Faster revenue & earnings growth vs BSE 500



Stronger return on equity



Minimal Leverage

0.0

D/E Ratio

Margin of safety in valuation

0.6

PEG Ratio (FY27E)

1.2

1.5

Outperformance with less volatility

0.9

1.0

Portfolio Beta

Revenue Growth CAGR (FY25-27E)

Earnings Growth CAGR (FY25-27E)

ROE (FY27E)

D/E Ratio

PEG Ratio (FY27E)

Portfolio Beta

■ Bharat Amritkaal Fund (AIF)

■ BSE 500

Benchmark excludes OMC numbers

Source - Bloomberg consensus

Shift Strategy (PMS)



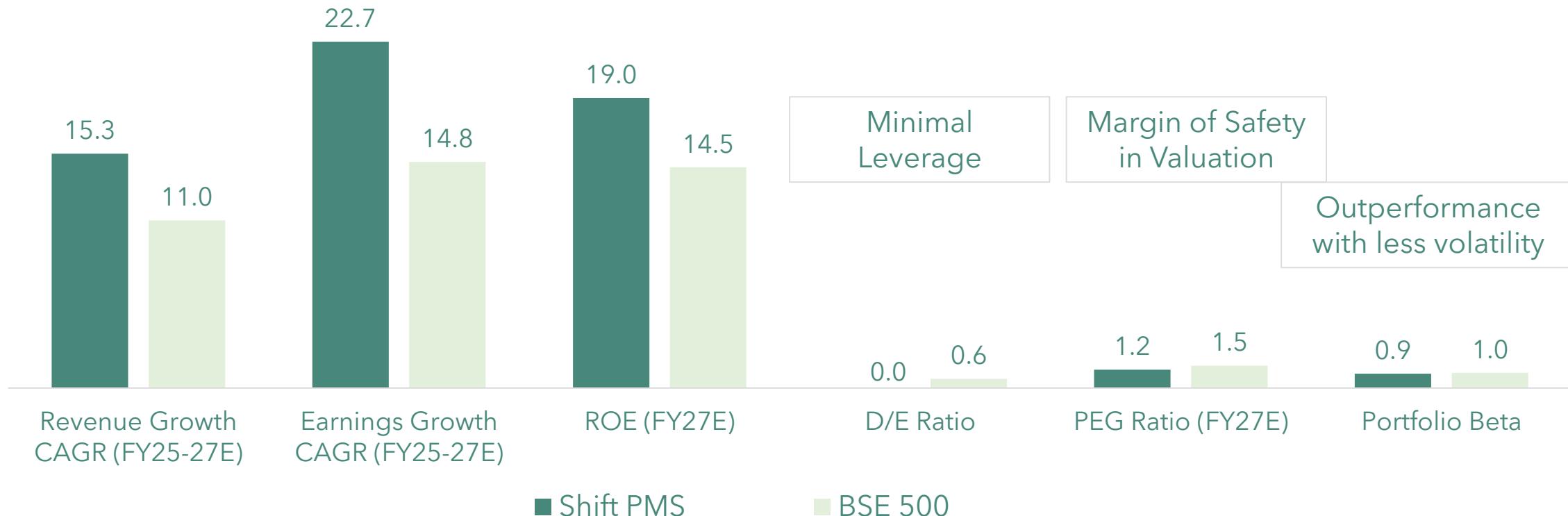
- Strategy designed to capture structural decadal shifts presenting large opportunity in
 - **Manufacturing** led by conducive regulatory and global environment
 - **Tech evolution** empowered by digitalization globally
- Concentrated **QGARP** (quality growth companies at a reasonable price) portfolio
 - Blend of mid & small cap listed companies with niche core competence & large opportunity size, proven track record & impeccable management capabilities
- Portfolio of ~25 stocks ; benchmarked against BSE 500 TRI
- Available in PMS ; Min. 50 lakhs

Faster, Stronger, Cheaper



Faster revenue & earnings growth vs BSE 500

Stronger return on equity



Benchmark excludes OMC numbers.

Source - Bloomberg consensus

Contra Strategy (PMS)



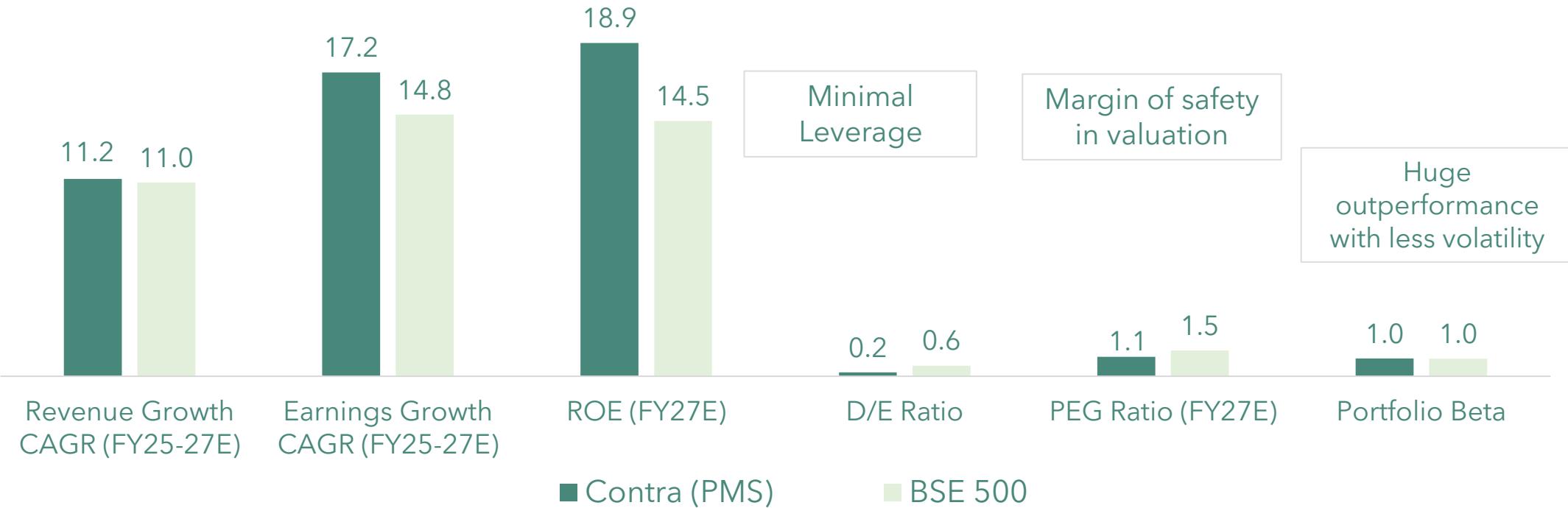
- A curated portfolio to generate superior risk adjusted return by following a **contrarian absolute return approach**
- Long only, multi-cap with 60% large cap bias, sector agnostic portfolio designed to capture
 - Structural growth story with temporary dislocation
 - Businesses facing unfavorable cycle
 - Deep value stocks with good dividends
 - Special situations like demerger, open offer, acquisitions etc.
- Portfolio of ~25 stocks ; benchmarked against BSE 500 TRI
- Available in PMS ; Min. 50 lakhs

Faster, Stronger, Cheaper



Faster revenue & earnings growth

Stronger return on equity



Benchmark excludes OMC numbers.
Source - Bloomberg consensus

Multi-cap/flexi cap portfolios in a nutshell



Particulars	Carnelian Capital Compounder Strategy (CCCS)	Carnelian Bharat Amritkaal Fund (CBAF)	Carnelian Bharat Amritkaal Fund -2 (CBAF-2)	Carnelian India Amritkaal Fund (CIAF)
Structure	PMS	CAT-III AIF (open-ended)	CAT-III AIF (open-ended)	CAT-III AIF (open-ended) - (An offshore fund)
Strategy	Designed to leverage on opportunities arising from 7 mega trends emerging across 5 sectors over the Amritkaal period (2025-2047) - will see emergence of sunrise sectors/new sub-sectors			
Category	Multi-cap	Flexi-cap	Flexi-cap	Flexi-cap
Weighted avg. market cap	INR 1,41,660 Cr	INR 1,64,919 Cr	INR 1,61,581 Cr	INR 1,48,472 Cr
Sector	Agnostic	Agnostic	Agnostic	Agnostic
No. of stocks	~25 stocks	~30 stocks	~30 stocks	~30 stocks
Inception CAGR (Alpha)	20.3% (3.5% alpha)	12.0% (3.9% alpha)	24.5% (3.4% alpha)	2.8% (4.0% alpha)
Inception Date (Tenure)	May-2019 (6+ years)	April-2024 (1.5+ year)	15-04-2025 (0.5 year)	08-08-2024 (1+ year)
Min. investment amount	Residents / NRIs: INR 50 Lakhs	Residents / NRIs: INR 5 Crores	Residents / NRIs: INR 1 Crore	Offshore investors - Initial USD 150,000
Subscription	Open	Fortnightly allotment (1st & 15th of the month)	Fortnightly allotment (1st & 15th of the month)	Fortnightly allotment (1st & 15th of the month)
STP Availability / Drawdown	Yes (monthly & max. 4 months)	Initial Investment- 30% Drawdown 1- 35% in 120 days Drawdown 2- 35% in 240 days	Lumpsum	Initial - USD 150,000
Risk profile	Medium	Medium	Medium	Medium

Thematic & Contra strategy in a nutshell



Particulars	Carnelian Shift Strategy (CSS)	Carnelian Contra Portfolio Strategy (CCPS)
Structure	PMS	PMS
Strategy	Designed to capture structural shifts in Manufacturing & Technology	Designed to capture deep value with business uptick - following a contrarian absolute return approach
Category	Multi-cap with small & mid cap focus	Multi-cap with 60% large cap bias
Weighted avg. market cap	INR 62,592 Cr	INR 4,57,952 Cr
Sector	Manufacturing (75-80%) Technology (15-20%)	Agnostic
No. of stocks	~25 stocks	~25 stocks
Inception CAGR (Alpha)	34.0% (13.7% alpha)	27.9% (13.9% alpha)
Inception Date (Tenure)	Oct-2020 (5+ years)	Jan-2022 (4+ years)
Min. investment amount	Residents / NRIs: INR 50 Lakhs	Residents / NRIs: INR 50 Lakhs
Subscription	Open	Open
STP availability / drawdown	Yes (monthly & max. 4 months)	Yes (monthly & max. 4 months)
Risk profile	Medium to high	Low to medium



Awards & Testimonials

Awards and recognition



What our investors say..



Farah Malik Bhanji, MD - Metro Brands

Vikas, Swati and the Carnelian team have done an excellent job managing our money. They have been one of the top performing funds in our portfolio for the year. Having been invested with them since inception, we have seen their strategy play out through the Covid period with great success. Carnelian's clarity and fidelity to their thesis and process inspires a lot of confidence and the results speak for themselves. I wish them all the best for their future endeavours and look forward to being a part of their journey.



Gopal Srinivasan, Chairman & Managing Director - TVS Capital Funds

Find a great manager like Vikas. I have invested in his funds and I think give people like him money because this requires a very strong navigation, break, clutch, acceleration and steering system to manage so that would be my advise to most people that there is alpha in the market and alpha can be best sought out in the hands of professionals like Vikas.



Abhishek Dalmia, Chairman - Renaissance Group

In investing, big money is made by being a contrarian. Humans derive comfort from being part of a crowd (group think). It is rare to find someone who has the conviction to stand apart from the crowd and is willing to bet money on his conviction. Vikas is that sort of guy. He bet on revival of Indian manufacturing at the peak of the first covid lockdown when he launched the Shift Strategy. The performance of the fund demonstrates that he got it right.



Chaitanya Desai, MD - Apar Industries

Carnelian tries to achieve an absolute long term consistent return with substantial alpha keeping in mind the risk reward ratio. They are pretty much modern in their investments but also traditional when it comes to capital protection utilising their expertise in Forensic Accounts.

Their culture is such that fiduciary duty to the clients is at the heart of all their actions and processes. We are definitely IMPRESS'ed by their approach to their investments.



Vikas Poddar, Founder Ashirwad Pipes

As a family office, we were looking for a new age fund manager who is in sync with India's growth story. And this is how we discovered that Carnelian, led by Mr. Vikas Khemani, will be a great choice. We have had several interactions with him and his team, which has given us immense comfort and reiterated our confidence in the Indian economy. Their performance has been a stellar.



What our investors say..



Apurva Parekh, Executive Director - Pidilite Industries

I am impressed by the fund's vision, investment philosophy, diligence process and long-term approach. I have known Vikas Khemani for many years. He has deep domain knowledge and sound understanding of Indian businesses and economy. This has allowed Vikas to consistently identify superior businesses and trends ahead of the market.



Russell Mehta, MD - Rosy Blue India

Have known Vikas for many years now and I love/admire his enthusiasm, passion and aggression to invest which is very well and equally balanced with deep and meaningful research, level headedness and receptiveness. He has canny ability to foresee trends!



Yogesh Agrawal, MD - Ajanta Pharma

I was confident of Vikas' s ground up experience in investing which earned him sharp acumen in spotting the businesses that have potential to provide above index returns. Today, I can confidently say that Carnelian has lived up to the promise and delivered me sound and much above index returns so far. I am fully assured about the long-term performance of Carnelian fund and would strongly recommend them to others. I wish team Carnelian all the best and healthy growth in future.



Pankaj Keshwani, Founder - Alufit (India)

Ever since we got introduced, I have this feeling that here's a guy I can trust. He's like a first-generation entrepreneur. So, he knows the value of money and what it takes to build it, to create it, and save it. And if someone might say, he is who under-promises and over delivers.



Yogesh Mahansaria, MD - Mahansaria Tyres India

Vikas and his team have a great passion for investing, clarity of thinking, and deep research capabilities - all of this gave us lot of confidence to be an early investor in Carnelian Funds. Their performance over time has validated our confidence, leading us to enhance our investments with them over time; one of the best performing funds in our portfolio.



Sohil Chand, Senior Advisor, NVP India

I have known Vikas for a while & been an investor since early days. It has been the best performing PMS in my portfolio over 20 PMSes!

Contact Us



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