



Halal Street - Low-Cost Version

Fundamentally sound Sharia compliant companies with good growth prospects



Index Value

192.20

CAGR

12.55%

smallcase rationale

Sharia is the religious legal system governing members of the Islamic faith. Equity is the preferred Islamic investment instrument.

- Sharia prohibits investing in companies that deal in adult entertainment, alcohol, cinema & broadcasting, insurance, tobacco, financial services, investment services, gambling, hotels, defence, music, mortgage & lease, interest income and pork
- Sharia also requires companies to comply with specific financial parameters regarding leverage and cash balance

This smallcase has companies that comply with both the sectoral as well as financial restrictions imposed by Sharia.

While 'Halal' means permissible in Islam, any investor regardless of religious affiliation can invest in this smallcase. Ethical investors would also find an investable cause in these Sharia-compliant companies.

Created by smallcase Research SEBI Reg. Number INH200005984 Subscription Type Free

[Invest in this smallcase here](#)

Methodology



Defining the universe

All publicly traded companies on the National Stock Exchange of India, covering 90% market capitalization, are included in the universe



Research

The smallcase research team does a in-depth research, along with internal presentations and decides the criteria to be used for stock screening



Stock Screening

- Proprietary liquidity filters are applied to remove ill-liquid stocks from the universe
- A special check is applied to remove stocks, where a significant part of the promoter holdings are pledged, to define the investable universe
- All stocks in the investable universes, belonging to the selected sectors are checked individually to ensure perfect theme fit



Weighting

Top points considered while assigning weights to stocks in the smallcase

Revenue derived/expected from smallcase theme-related business activities

Market capitalization of the company

Future estimates and corporate governance record of the company



Rebalance

This smallcase has a quarterly rebalance schedule. Once every quarter, the research team reviews smallcases to ensure the current list of constituents and their weights remain true to the theme

Ratios

Ratio	smallcase	NIFTY Smallcap
PE Ratio	7.49	16.84
PB Ratio	1.48	1.42
Sharpe Ratio	1.01	1.01
Dividend Yield (%)	2.32	1.30

Important Dates

Inception Date March 3, 2014 Launch Date August 8, 2016 Benchmark NIFTY Smallcap

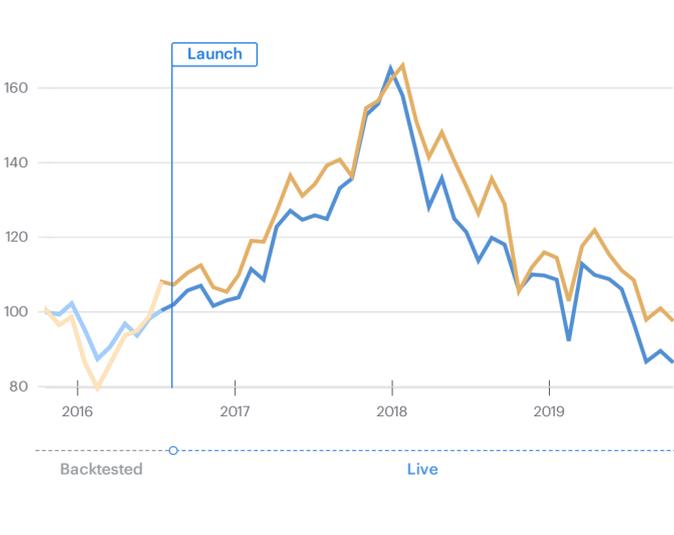
Review Frequency Quarterly Last Reviewed September 13, 2019 Next Review On December 13, 2019

Market Cap Distribution



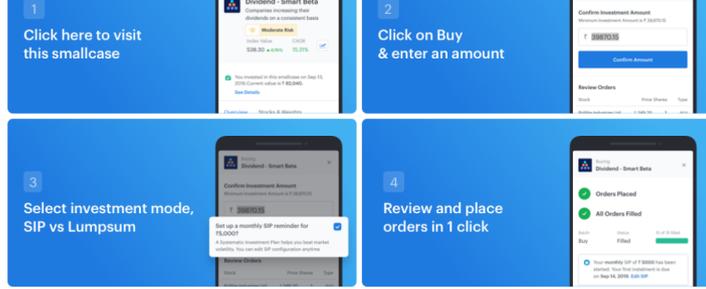
Past Performance Comparison with NIFTY Smallcap

● Halal Street - Low-Cost Version with ● NIFTY Smallcap



Returns over various periods

6M Returns	1Y Returns	3Y Returns	5Y Returns
smallcase -18.99%	smallcase -22.42%	smallcase -10.1%	smallcase 4.66%
NIFTY Sm... -17.58%	NIFTY Sm... -13.24%	NIFTY Sm... -4.58%	NIFTY Sm... 2.51%



Definitions and Disclosures

Index Value

Index value for all smallcases start from 100 since their inception date and helps investors easily calculate the returns generated since inception or between two specific dates. For example, if the current index value of the smallcase is 150, it means it has generated 50% since its inception. If the index value of a smallcase was 215 last month and the current index value if 245, it means it has generated $(245/215)-1 = 13.9\%$ return in last one month

CAGR

CAGR (compounded annual growth rate) is a useful measure of growth or performance of a portfolio. It represents the growth/return rate that gets you to the current value of the investment, starting from the initial investment value and assuming that investment has been compounding at the fixed growth/return rate for the period.

In simple words, it indicates the annual return generated by the smallcase from the date of inception

Risk Label

Change in value of your investment, due to changing prices of stocks on a daily basis is called the Risk. If the daily change in the investment value of portfolio is too drastic, it means prices of stocks in the portfolio are changing very rapidly. Such portfolios have High Risk.

Every smallcase is categorized into one of the three risk buckets - High Risk, Moderate Risk and Low Risk. This is done by comparing the volatility of the smallcases with market volatility since inception. Investing in High Risk smallcases means that change in your investment values can be very sudden and drastic.

Segment

Stocks/ETFs belonging to a smallcase are categorized under different segments. Weightage of a segment is calculated as sum of weights of all stocks belonging to that segment. Suppose 4 stocks, with each having a weight of 10%, belong to the Food Products segment. Then the weight of the Food Product segment in the smallcase will be 40% (4*10)

Review

Rebalancing is the process of periodically reviewing and updating the constituents of a smallcase. This is done to ensure that stocks & weights in the smallcase continue to reflect the underlying theme or strategy

Disclosure

smallcases are only created by SEBI registered Research Analysts, Investment Advisers and Portfolio Managers. Details like Name and SEBI registration number of the creator of this smallcase can be found on the first page of the factsheet.

Smallcases represent a collection of stocks/ETFs picked by the smallcase creator to represent a particular theme, idea or strategy and is not a recommendation or advice. Thus, smallcases should not be construed as an investment advice and investors should exercise due diligence and consult their Investment Advisor before investing. Stocks and ETF investing is subjected to market risk.

Please visit www.smallcase.com for detailed disclosures, terms and conditions.

Stock and ETF investments are subject to market risks, read all related documents carefully. Investors should consult their financial advisors if in doubt about whether the product is suitable for them.