

QUANTS

		2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	CAGR
Q1	The Mohnish Pabrai Free Lunch Portfolio (FLP).	-17.0%	21.7%									0.0%
Q2	The conservative version of the FLP.	-9.7%	28.4%									7.7%
Q3	The conservative FLP, no spinoffs. Sell at +40%.	21.7%	35.2%									28.2%
Q4	The conservative FLP, only spinoffs. Sell at +40%.											
Q5	The US new year quant. Sell at -20% or +40%.	40.0%	40.0%	-20.0%								16.2%
Q6	The US new year quant. Sell at -20% or +50%	50.0%	35.6%	-20.0%								17.6%
Q7	The US new year quant. Sell at -20% or +60%.	60.0%	42.3%	-20.0%								22.1%
Q8	The US new year quant. Sell at +40%.	40.0%	40.0%									40.0%
Q9	The US new year quant. Sell at +50%.	50.0%	35.6%									42.6%
Q10	The US new year quant. Sell at +60%.	60.0%	42.3%									50.9%
Q11	The US new year quant. No conditional selling.	18.4%	27.5%									22.9%
Q12	The US midyear quant. Sell at -20% or +40%.											
Q13	The US midyear quant. Sell at -20% or +50%.											
Q14	The US midyear quant. Sell at -20% or +60%											
Q15	The US midyear quant. Sell at +40%.											
Q16	The US midyear quant. Sell at +50%.											
Q17	The US midyear quant. Sell at +60%											
Q18	The US midyear quant. No conditional selling											
Q19	The China midyear quant. Sell at -20% or +40%.											
Q20	The China midyear quant. Sell at -20% or +50%.											
Q21	The China midyear quant. Sell at -20% or +60%.											
Q22	The China midyear quant. Sell at +40%.											
Q23	The China midyear quant. Sell at +50%.											
Q24	The China midyear quant. Sell at +60%.											
Q25	The China midyear quant, No conditional selling.											
Q26	The India midyear quant. Sell at -20% Or +40%.			20.0%								20.0%
Q27	The India midyear quant. Sell at -20% or +50%.			18.6%								18.6%
Q28	The India midyear quant. Sell at -20% or +60%.			21.9%								21.9%
Q29	The India midyear quant. Sell at +40%.			21.1%								21.1%
Q30	The India midyear quant. Sell at +50%.			19.6%								19.6%
Q31	The India midyear quant. Sell at +60%.			22.9%								22.9%
Q32	The India midyear quant. No conditional selling.			9.5%								9.5%

After three years the compound annual growth rate (CAGR) of the quants Q4, Q5 and Q6 is 16.2%, 17.6% and 22.1%. And it looks as if the results of the quants Q7, Q8 and Q9 will end up even better than that by the end of the year.

These results, I believe, are remarkable. My goal is to find just one quant that consistently outperforms with a 15% CAGR. Why do I believe that the current CAGR results are sustainable?

2020 was the year of the COVID-19 crash. History shows that once every eight years a 20+% crash will occur. So statistically the upcoming five years will be "20+% crash free" and that leads me to believe that it is very doable to maintain these exceptional CAGR results.

Latest update: 24 August 2020. If you find any errors, please let me know: peter@thevaluefirm.com.

The results exclude transaction costs and dividend tax. A "red year", like 2020, is a "market crash > 20%" year.

If you want to do your own due diligence on these results, send me an email: peter@thevaluefirm.com, and I will send you the data.

Please be advised to wait for 2025 or even beyond, before drawing any meaningful conclusion from these numbers. Thank you.