

# Quality of Earnings Reviews for a US-Based Hedge Fund

**25**new ideas analyzed per  
year**30%**

time savings

**\$600k**

annualized cost savings

**2**

outsourced analysts

## CLIENT CHALLENGES

- The client, an event-driven [hedge fund](#), needed analysts to screen investment ideas. It needed a senior-level, highly skilled analyst with a strong background in financial accounting and [investment research](#).
- A typical review covers:
  - Complex modelling of operational and financial data to confirm quality of earnings
  - Review of thematic and industry research and comparison with peers
  - Writing of investment notes

## OUR APPROACH

- Extensively customized the [forensic analysis](#) model to suit the client's investment [due diligence](#) process
- Allocated a senior analyst with a strong financial and investment research background and ability to write investment notes

## IMPACT DELIVERED

- Screened 25 new investment ideas per year
- Enabled the client to replicate an internal review mechanism to either confirm or contradict its investment review process
- Helped the client save 30% of its time on performing investment research due diligence to focus on investment idea generation
- Saved c.\$0.6 annually for the client

## About Acuity Knowledge Partners

Acuity Knowledge Partners is a leading provider of high-value research, analytics and business intelligence to the financial services sector. The company supports over 350+ financial institutions and consulting companies through a team of over 3,000+ subject matter experts who work as an extension of the clients' teams based out of various global delivery centres.

We empower our clients to drive revenues higher. We innovate using our proprietary technology and automation solutions. We enable our clients to transform their operating model and cost base.

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