



**Aikyam Investment Managers (IFSC)**

# **Aikyam India Discovery Fund (AIDF)**

**August 2025: Fund Factsheet**



## Dear Investors,

Thank you for investing in the fund. Since this is our first factsheet update, we want to share the context in which we started, our allocation philosophy, and what we are monitoring. Going forward, this section will focus on monthly market developments and our outlook; while highlighting why we are positioned the way we are.

## 1. What has happened over the last 12 Months – Quick Update

- FY24 saw consumption fatigue as post-COVID demand normalized, wage growth slowed, and tighter monetary policy reduced disposable income
- Private capex remains subdued; government spending on infrastructure and defense continues to drive investment activity.
- Global trade was disrupted as the US imposed broad tariffs, including a **25% duty on Indian exports** and an additional levy on oil-linked trade — effectively acting like a trade embargo.
- In response, India announced major reforms:
  - **Income tax nil up to ₹12 lakh**, boosting disposable income.
  - **GST 2.0 rationalization**, simplifying rates and compliance
  - Fast-tracking FTAs with EU and other partners
  - RBI policy rate cuts and higher system liquidity to support credit
- These structural reforms aim to stimulate consumption first, kickstarting the virtuous cycle and eventually trigger a private capex cycle.

## 2. How did the Markets Move?

- Over the past year, Nifty corrected by ~17% (Sep '24 – Apr '25) and since May'25 consolidated in a 1000-point range (24,500–25,500).
- During the period of dollar weakness (Jan–May), the rupee remained stable as the RBI bought dollars and then depreciated 3% post the US tariff announcement on concerns over CAD
- Valuations remain elevated especially in SMID: Nifty trades at ~21.5 vs. 10Y average of 23.4, midcaps at ~32.1 vs. 7Y average of 28.5 and small caps at ~31.5 vs. 7Y average of 30.0.
- Flows perspective FPI have been net sellers to the tune of INR 2.17 tn, DII have been net buyers of INR 5.13 tn.



## 3. How are we positioned?

- India's macro remains healthy — inflation is moderating, crude prices are lower, fiscal deficit under control, CAD <1% for two years, FX reserves at US\$690 bn.
- On Micro front, consumption recovery is not broad based - rural demand is improving, but urban consumption and private capex remains muted.
- Valuations risks persist if earnings do not deliver, implying possible **time correction** rather than deep price cuts
- At launch, we chose a **large-cap bias** (64% allocation to large cap funds as of Aug-end) to balance risk-reward
- Combined cash at FoF + underlying funds stands at **~12%**, giving us and the underlying funds flexibility to deploy tactically.

## 4. What are we watching?

- Early signs of recovery in consumption post income-tax cuts and GST 2.0
- US Fed policy – Magnitude of rate cuts and guidance
- Progress on FTAs with the US and EU, which could offset trade headwinds.
- Impact of 25% tariffs on exports (effective Sept)

**In Summary:** India's long-term fundamentals remain intact, with reforms laying the foundation for growth. Near-term risks around earnings delivery and global trade remain, but our large-cap positioning and cash buffer give us resilience while keeping us ready to capture opportunities.

# AIDF - What we hold



**Inception Date** : 27<sup>th</sup> June 2025  
**NAV** : 93.8310  
**AUM** : \$ 1.1 Mn  
**Benchmark** : \$ NSE 500 TRI , \$ Nifty 50 TRI  
**Fund Manager** : Mr. Vishal Goraddia

**Investment Objective :**  
 The fund seeks long-term absolute returns by investing in a diversified mix of mutual funds and ETFs across market caps, themes, and sectors, with dynamic allocation, rigorous fund selection, and active monitoring to outperform its benchmark.

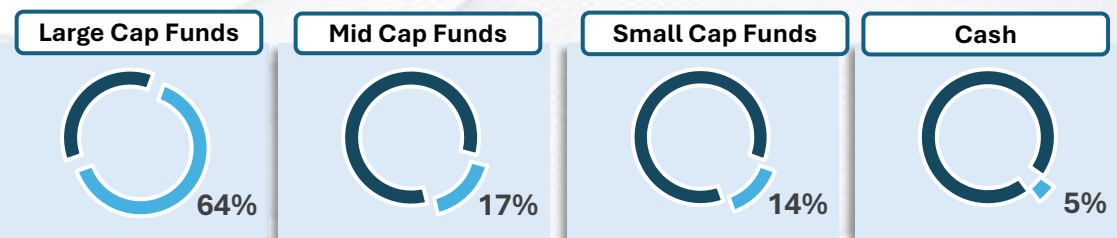
## AIDF Portfolio Holdings (As of 31<sup>th</sup> August 2025) :

S. No	Fund Name	Category	Allocation	LC	MC	SC	Cash
1	DSP Large Cap Fund	Large Cap	22.8%	81%	3%	6%	10%
2	Nippon India Large Cap Fund	Large Cap	21.5%	84%	10%	4%	2%
3	ICICI Large Cap Fund	Large Cap	17.0%	81%	9%	0%	10%
4	Bandhan Nifty 50 Index Fund	Large Cap	2.5%	100%	0%	0%	0%
5	HDFC Mid Cap Fund	Mid Cap	8.2%	7%	65%	20%	7%
6	Motilal Oswal Midcap Fund	Mid Cap	4.6%	21%	76%	0%	3%
7	Nippon India Mid Cap Fund	Mid Cap	4.0%	21%	66%	10%	2%
8	Bandhan Small Cap Fund	Small Cap	8.0%	9%	10%	68%	13%
9	HDFC Small Cap Fund	Small Cap	6.6%	4%	7%	79%	10%
10	Cash & Cash Equivalents	Cash	4.8%	0%	0%	0%	5%
<b>AIDF Total</b>			<b>100%</b>	<b>56%</b>	<b>17%</b>	<b>15%</b>	<b>12%</b>

<b>NSE 500</b>	<b>Benchmark</b>	<b>71%</b>	<b>19%</b>	<b>10%</b>	<b>0%</b>
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\*LC= Large Cap Stocks ; MC = Mid Cap Stocks : SC = Small Cap Stocks

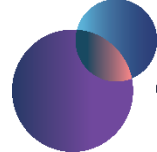
## AIDF Portfolio Allocation :



## AIDF Fund Performance (USD):

Returns (\$)	~1 Week	1 Month	2 Month	Since Inception
AIDF (\$)	-2.6%	-1.7%	-6.1%	-6.2%
NSE 500 TRI (\$)	-3.0%	-2.1%	-7.1%	-7.1%
NIFTY 50 TRI (\$)	-2.6%	-1.5%	-6.5%	-6.9%

# What our Invested Funds Hold



## Underlying Fund Portfolios': Consolidated Sectoral & Market Cap Allocation

Sector	Large Cap	Mid Cap	Small Cap	AIDF Total	NSE 500	UW / OW*
Financials	21.9%	4.9%	1.5%	28.3%	30.6%	↓
Consumer Discretionary	8.1%	2.3%	2.8%	13.2%	11.7%	↑
Industrials	3.8%	1.7%	2.7%	8.2%	10.0%	↓
Technology	4.2%	2.5%	1.3%	8.0%	8.7%	↓
Health Care	3.3%	1.7%	2.6%	7.5%	6.6%	↑
Materials	2.9%	0.9%	1.7%	5.6%	9.6%	↓
Consumer Staples	3.5%	0.8%	0.6%	4.9%	6.6%	↓
Utilities	3.5%	0.9%	0.3%	4.7%	3.9%	↑
Energy	3.8%	0.7%	0.1%	4.6%	7.4%	↓
Communications	1.1%	0.4%	0.2%	1.8%	3.6%	↓
Real Estate	0.2%	0.2%	1.1%	1.5%	1.3%	↑
Cash & Cash Equi	0.0%	0.0%	0.0%	11.7%	0.0%	↑
<b>Total</b>	<b>56.4%</b>	<b>17.0%</b>	<b>14.9%</b>	<b>100%</b>	<b>100%</b>	

\* UW = Underweight as compared to the Benchmark ; O/W = Overweight as compared to the Benchmark

## Underlying Fund Portfolios': Consolidated Top 10 Stock holdings across Mcap

S. No	Large Cap		Mid Cap		Small Cap	
1	HDFC Bank	5.8%	Coforge	0.7%	Chalet Hotels	0.4%
2	ICICI Bank	4.5%	GE Vernova T&D India	0.7%	Eclerx Services	0.4%
3	Axis Bank	2.8%	Max Financial Services	0.7%	Firstsource Solutions	0.3%
4	Reliance Industries	2.7%	Persistent Systems	0.6%	Jubilant Ingrevia	0.3%
5	Infosys	2.4%	Dixon Technologies India	0.6%	Cohance Lifesciences	0.3%
6	Mahindra & Mahindra	2.2%	One 97 Communications	0.6%	Aster Dm Healthcare	0.3%
7	ITC	2.2%	Vishal Mega Mart	0.6%	Sobha	0.3%
8	NTPC	2.1%	Fortis Healthcare	0.5%	Cyient	0.3%
9	Larsen & Toubro	1.9%	IPCA Laboratories	0.5%	Syngene International	0.2%
10	State Bank Of India	1.8%	Indian Bank	0.4%	Eris Lifesciences	0.2%

Note: The information presented above has been compiled from the reported portfolios of the underlying funds as of 31<sup>st</sup> August 2025.