



Aikyam India Discovery Fund (AIDF)

October 2025 - Fund Factsheet





1. What happened in October 2025?

- GST 2.0 rollout during the festive season drove strong demand in consumer durables and autos, with momentum expected to extend into other discretionary categories.
- Q2 FY26 earnings were broadly positive, led by O&G, Metals, and Cement, while IT outperformed expectations. Large and Mid Caps delivered resilient results, whereas Small Caps lagged.
- Corporate commentary highlighted improving festive sales and an expectation of stronger H2 FY26 consumption demand, consistent with seasonal trends.
- The US Fed cut rates by 25 bps as expected but guided that further cuts will be data-dependent, triggering a brief risk-off tone globally.
- High-frequency indicators were mixed — credit growth at 11.5%, Passenger Vehicle sales +6% YoY, 2 Wheeler sales +7% YoY, and GST collections +9% YoY, though industrial momentum remained soft.

2. How did the markets move? How did we perform?

- **Markets:** In October 2025, equities broke out of their 1,000-point consolidation range, with Nifty 500 TRI rising ~4.35%, marking the first meaningful uptrend in several months.
- **Currency:** The USDINR appreciated marginally (~0.08%), taking Nifty 500 (\$) returns to 4.45%.
- **Valuations (TTM P/E):** Nifty 50 at 22.8× (10-year average: 23.1×), Nifty Midcap 150 at 34.8×, and Nifty Small Cap 250 at 31× — broader market valuations remain moderately elevated.
- **Flows:** FIIs remained net sellers (~US\$265 million), while DIIs were strong buyers (~US\$6 billion), providing market support.
- **Fund performance:** AIDF returned 3.18%, trailing the NSE 500 (\$) return of 4.45%, an underperformance of ~1.27%. The shortfall primarily stemmed from underlying fund positioning, where relatively higher cash balances and a narrow market breadth limited alpha generation during the breakout. As underlying portfolios get fully deployed and realign to the new trend, we expect relative performance to normalise over the next few months.



3. How are we positioned?

- We continue to maintain a large-cap bias across the portfolio, reflecting a measured stance amid uncertainty.
- In October, we increased exposure to consumption themes and added a financial services-focused fund. With the government and RBI prioritising demand revival, lending institutions are well placed to benefit from an eventual economic upturn. In addition to this, a multitude of banking reforms are being announced and further consolidation is expected in the Public Sector Banks.
- Given that the government has front-loaded capex while revenues remain behind target, some moderation in spending may occur later in the year to maintain fiscal discipline. With private capex still subdued, policy efforts are likely to focus further on stimulating consumption, which should benefit our consumption and financial services exposures in the next phase of growth.
- Portfolio allocation: At the FoF level, ~60% in large caps, ~32% in SMIDs, and ~10% in thematic funds.
- At an underlying stock level, large caps comprise ~60%, SMIDs ~33%, and cash holdings ~7%.

4. What are we watching?

- Completion of Q2 earnings and commentary
- Progress on the India-US trade deal, a potential near-term market catalyst
- Geopolitical developments across the borders
- Key macroeconomic data on exports, fiscal position, and overall activity
- Bihar Elections

AIDF - What we hold



Inception Date : 27th June 2025
NAV : 96.5275
AUM : \$ 1.58 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 31st October 2025) :

| S. No | Fund Name | Category | Allocation | LC | MC | SC | Cash |
|-------------------|-----------------------------|-----------|-------------|------------|------------|------------|-----------|
| 1 | Nippon India Large Cap Fund | Large Cap | 17.2% | 85% | 9% | 4% | 2% |
| 2 | DSP Large Cap Fund | Large Cap | 16.4% | 81% | 3% | 6% | 10% |
| 3 | ICICI Large Cap Fund | Large Cap | 15.9% | 82% | 8% | 0% | 10% |
| 4 | Nippon Nifty Bees ETF | Large Cap | 9.8% | 100% | 0% | 0% | 0% |
| 5 | HDFC Mid Cap Fund | Mid Cap | 6.0% | 7% | 67% | 19% | 7% |
| 6 | Nippon India Mid Cap Fund | Mid Cap | 5.8% | 21% | 67% | 9% | 3% |
| 7 | Motilal Oswal Midcap Fund | Mid Cap | 5.7% | 16% | 71% | 0% | 13% |
| 8 | Mirae Mid Cap ETF | Mid Cap | 3.1% | 4% | 93% | 3% | 0% |
| 9 | Bandhan Small Cap Fund | Small Cap | 5.9% | 10% | 10% | 69% | 12% |
| 10 | HDFC Small Cap Fund | Small Cap | 4.7% | 5% | 8% | 76% | 11% |
| 11 | DSP Bank & Finserv Fund | Thematic | 4.8% | 61% | 14% | 13% | 12% |
| 12 | Kotak Consumption Fund | Thematic | 2.5% | 43% | 22% | 29% | 7% |
| 13 | ICICI Consumption Fund | Thematic | 2.2% | 67% | 8% | 19% | 6% |
| 14 | Cash & Cash Equivalents | Cash | 0.1% | 0% | 0% | 0% | 7% |
| AIDF Total | | | 100% | 60% | 20% | 13% | 7% |

Large Cap Funds



Mid Cap Funds



Small Cap Funds



Thematic Funds



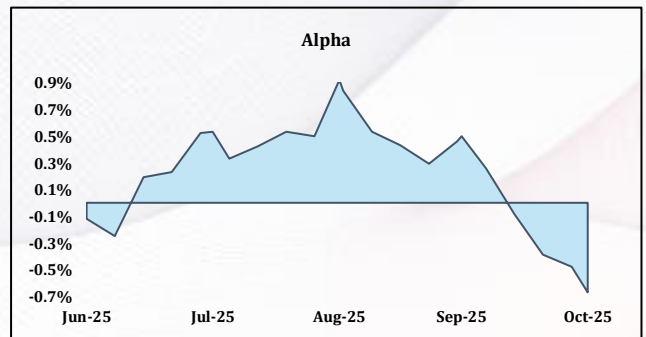
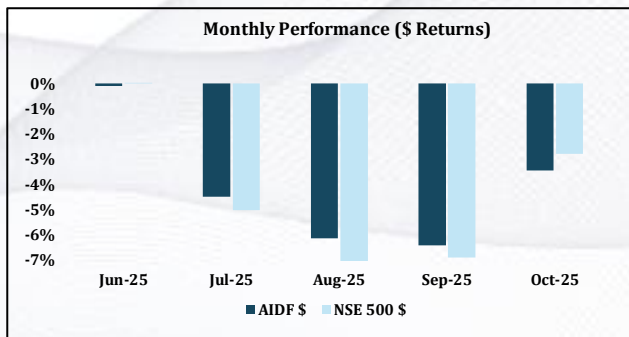
Cash



NSE 500 Benchmark **71%** **19%** **10%** **0%**

*LC= Large Cap Stocks ; MC = Mid Cap Stocks ; SC = Small Cap Stocks

AIDF Fund Performance (USD):



| Returns (\$) | ~1 Week | 1 Month | 3 Months | Inception |
|-------------------|---------|---------|----------|-----------|
| AIDF (\$) | -1.5% | 3.2% | 1.1% | -3.5% |
| NSE 500 TRI (\$) | -1.3% | 4.5% | 2.4% | -2.8% |
| NIFTY 50 TRI (\$) | -1.7% | 4.7% | 2.8% | -2.8% |

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 | 23.3% | 6.0% | 1.8% | 31.0% | 30.8% | ↑ |
| Consumer Discretionary | 8.6% | 2.8% | 2.5% | 13.9% | 11.4% | ↑ |
| Industrials | 4.1% | 2.2% | 2.1% | 8.5% | 10.2% | ↓ |
| Technology | 4.3% | 2.9% | 1.0% | 8.2% | 8.3% | ↓ |
| Health Care | 3.0% | 1.7% | 2.2% | 6.9% | 6.3% | ↑ |
| Consumer Staples | 4.3% | 1.2% | 0.5% | 5.9% | 6.3% | ↓ |
| Materials | 3.1% | 1.2% | 1.4% | 5.6% | 9.5% | ↓ |
| Utilities | 2.9% | 0.9% | 0.2% | 4.1% | 4.1% | ≡ |
| Energy | 4.0% | 0.9% | 0.1% | 5.1% | 7.7% | ↓ |
| Communications | 1.8% | 0.5% | 0.3% | 2.5% | 3.7% | ↓ |
| Real Estate | 0.2% | 0.4% | 0.8% | 1.4% | 1.3% | ↑ |
| Cash & Cash Equi | 0.0% | 0.0% | 0.0% | 6.9% | 0.0% | ↑ |
| Total | 60% | 21% | 13% | 100% | 100% | |

* UW = Underweight as compared to the Benchmark ; OW = 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 | 5.9% | Persistent Systems | 0.9% | Chalet Hotels | 0.3% |
| 2 | ICICI Bank | 4.8% | Coforge | 0.8% | Eclerx Services | 0.3% |
| 3 | Axis Bank | 3.0% | Dixon Technologies India | 0.7% | Syngene International | 0.3% |
| 4 | Reliance Industries | 3.0% | One 97 Communications | 0.6% | Firstsource Solutions | 0.2% |
| 5 | ITC | 2.5% | GE Vernova T&D India | 0.6% | Jubilant Ingrevia | 0.2% |
| 6 | Infosys | 2.4% | Fortis Healthcare | 0.6% | Sobha | 0.2% |
| 7 | Mahindra & Mahindra | 2.2% | Max Financial Services | 0.5% | Aster Dm Healthcare | 0.2% |
| 8 | Larsen & Toubro | 2.1% | Kalyan Jewellers India | 0.5% | Cohance Lifesciences | 0.2% |
| 9 | State Bank Of India | 2.1% | Vishal Mega Mart | 0.5% | Gland Pharma | 0.2% |
| 10 | NTPC | 1.8% | IPCA Laboratories | 0.4% | PNB Housing Finance | 0.2% |

Note: The information presented above has been compiled from the reported portfolios of the underlying funds as of 31st October 2025.