

# KSEMA WEALTH PVT LIMITED

## MORE THAN 6 YEARS PARTNERING IN WEALTH MANAGEMENT

### MARKET REVIEW & OUTLOOK - MARCH 2025

#### Global

Trump's tariff continued to create havoc across the market since the beginning of April'25. While most of the countries were in the negotiation mode, China stood firm and retaliated with 34% retaliatory tariffs on US goods, leading to uncertainty in markets on fears of a trade war between major countries.

Announced tariffs are higher than expected, causing panic reactions that are leading to markets selling off. Considering the anticipated US recession and higher tariffs for export markets such as China, Vietnam, and Thailand, these developments are likely to have an impact. Lower tariffs for India in comparison to these countries will give the upper hand for sectors such as Textiles, Electronics, and pharma.

As per estimates, the probability of the US is entering recession stands at 45%, and the US economy is expected to slow down as consumer spending is likely to take a hit on account of higher inflation.

Trump's 25% car tariff will hit both cars & auto ancillaries imported into the US. The US is the second-largest export market for the EU car industry. In 2024, the EU exported €38.9 billion worth of cars to the US and €20.2 billion worth of car parts. Trouble brewing in the export markets of EU, however, the EU nations have initiated an expansionary budget, leading to confidence building in the corporate world in the region. However, the markets in the USA as well as the other developed markets closed in red owing to the uncertainty created owing to Tariffs issue.

#### India

In the month of March while most of the international markets closed with a loss, India managed to recover sharply to report more than 5% gain.

The sharp recover was due to the marked correction that the market was facing in the past 5 months. The Government initiative of speeding up its capex and also its calculative approach towards the Tariffs issue is panning out well in the new global order. The aggressive stand taken by China is working in India's favour as the large trading blocks like EU, UK and even US have initiated talks for either a bilateral agreement or a FTA. This augurs well for the Indian companies who are in the verge of increasing the capacities incentivised by the Government's PLI scheme.

**GST Collections:** The gross GST revenue collected from April 2024 to March 2025 was Rs. 22,08,861 Cr, which is an increase of 9.4 % yoy giving comfort for the expectation of GDP growth of about 7% for Q4 FY 25.

**Fund Flows:** FII turned net buyers in the month of March and bought ~Rs.2,014 Cr worth of Indian stocks after six months of continuous selling since October. On the other hand, DIIs continued to purchase close to ~Rs. 37,853 Cr of Indian stocks.

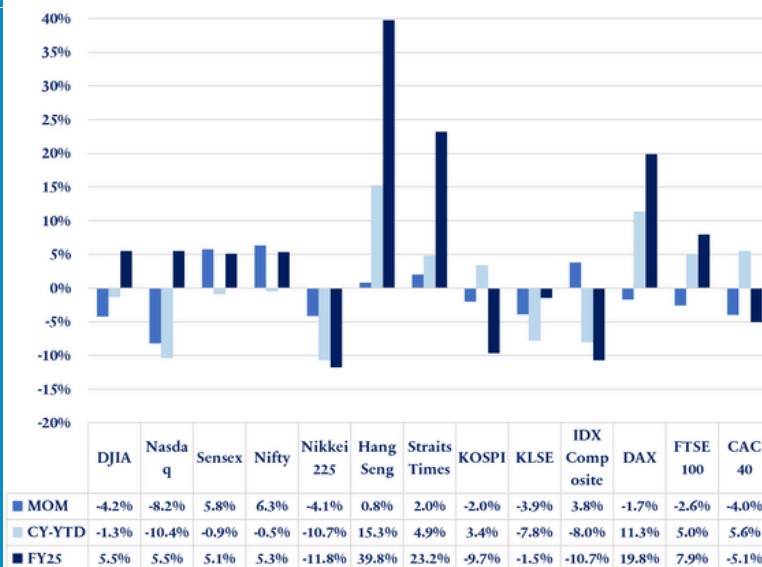
**Outlook:** Q4FY25 earnings will be in focus as most of the companies expect growth to be better than Q3FY25. We are entering into a high-growth phase for domestic-focused sectors, driven by recent tenders will see ground and lift private consumption. The RBI's interest rate cut and income tax exemptions are expected to revive consumption demand. The rural economy is showing signs of recovery, which is positive, and good monsoons followed by Rabi output should aid the recovery. Recent correction in markets also provides an opportunity to pick selective stocks based on strong earnings growth.

#### KSEMA INDIA OPPORTUNITIES FUNDS VS BENCHMARK

(For the period: Jan-2019 to Mar-2025—Post exp)

Since Jan 2019	ALPHA	MULTICAP	NIFTY50TRI
Average Monthly return	1.4%	1.7%	1.3%
Monthly maximum loss	-24.7%	-29.9%	-23.0%
Month of Maximum loss	Mar-20	Mar-20	Mar-20
Annualized Return	16.3%	18.8%	14.7%
Annualized Volatility	19.6%	21.9%	17.8%
% of winning months (against benchmark)	56.8%	58.1%	na
% of gained months	63.5%	64.9%	62.2%
YTD	2.2%	1.8%	6.6%
Sharpe (RF 6.8%)	0.49	0.55	0.45
Alpha	2.7%	6.1%	na

#### INTERNATIONAL EQUITY MARKETS - MARCH 2025



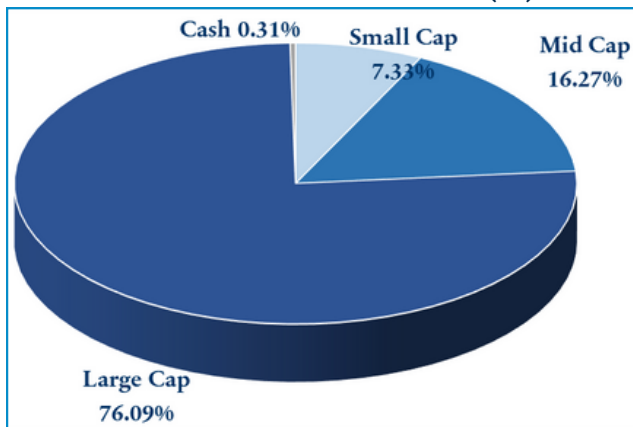
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## KSEMA WEALTH – ALPHA INDIA OPPORTUNITIES MARCH 2025

### THEME

The fund seeks long-term capital appreciation by investing substantially in the equity securities of companies that are leaders in their industries / segment of industries, and which the managers believe are suitable for a buy-and-hold strategy.

### MARKET CAP ALLOCATION (%)

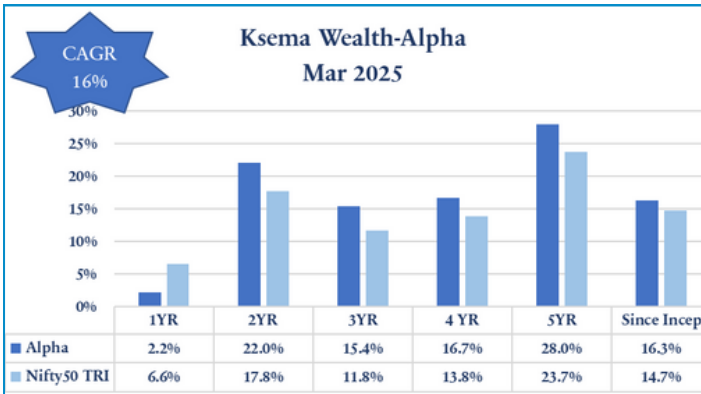
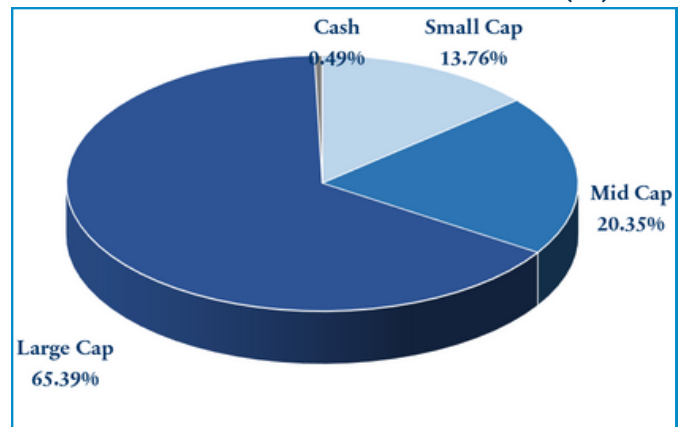


## KSEMA WEALTH – MULTICAP INDIA OPPORTUNITIES MARCH 2025

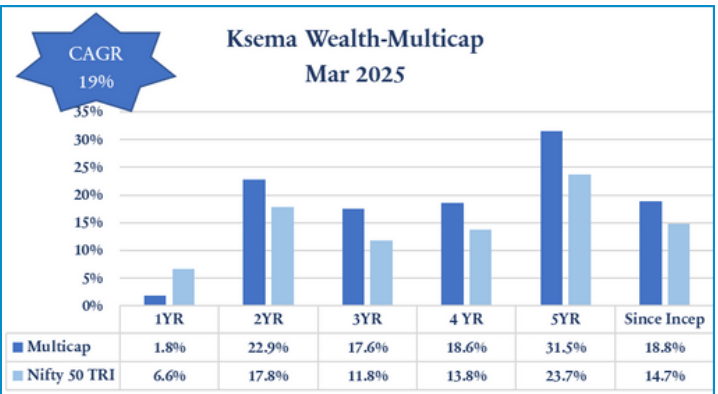
### THEME

The fund seeks the superior returns over Long-term by investing in High Growth oriented stocks that are Sector agnostic

### MARKET CAP ALLOCATION (%)

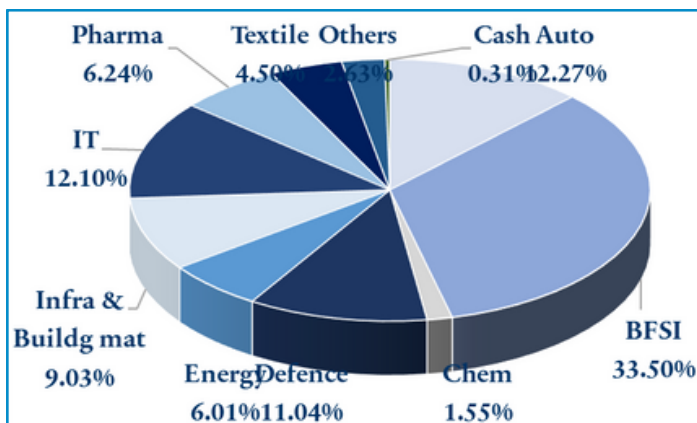


\*Post expenses

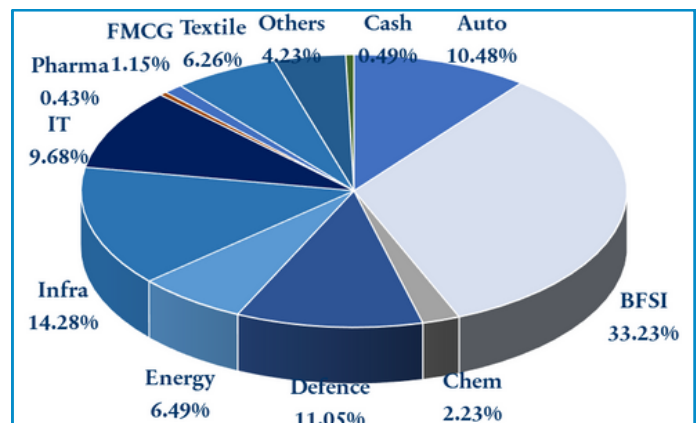


\*Post expenses

### SECTORAL ALLOCATION



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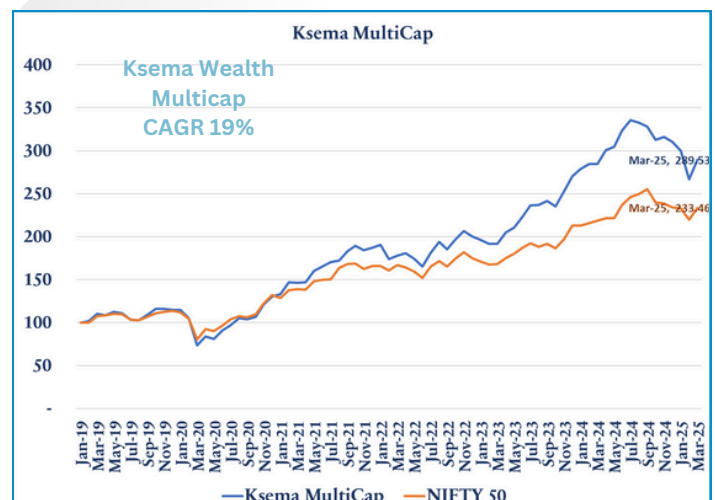
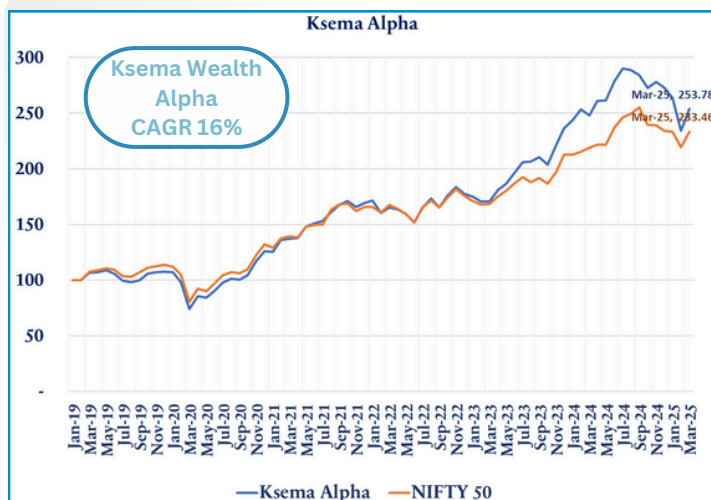
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## ALPHA TOP HOLDINGS

Company	Holdings %
ICICI Bank Ltd	8.20%
Hindustan Aeronautics Ltd	6.30%
State Bank Of India	6.25%
HDFC Bank Ltd	5.89%
Mahindra & Mahindra Ltd	5.70%
Reliance Industries Ltd	5.39%
Larsen & Toubro Ltd	5.24%
Infosys Ltd	4.47%
Axis Bank Ltd	4.17%
Tata Consultancy Services Ltd	4.01%

## MULTICAP TOP HOLDINGS

Company	Holdings %
ICICI Bank Ltd	7.98%
HDFC Bank Ltd	5.70%
Reliance Industries Ltd	5.41%
State Bank Of India	5.35%
Hindustan Aeronautics Ltd	4.65%
Larsen & Toubro Ltd	4.61%
Tata Consultancy Services Ltd	4.41%
Infosys Ltd	4.34%
Bharat Electronics Ltd	3.83%
Canara Bank	3.74%



## REVIEW & OUTLOOK

**KSEMA-ALPHA India Opportunities** outperformed the benchmark index by more than 2% on the back of interest returning in the BFSI and select defence stocks. Also, the high frequency numbers show the recovery of the rural consumption which drives auto and discretionary. The fundamentals of the economy are strengthening as we enter into the new financial year with corporate results are expected to be better than street expectations. Margins for the final quarter are expected to be sequentially better and accelerated Govt capex is likely to reflect in the topline of most cyclical cos. The return of foreigners too ensures the continuity of the trend barring the volatility thrown by tariff tantrum.

## REVIEW & OUTLOOK

**KSEMA-Multicap India Opportunities** outperformed the benchmark index by more than 2% on the back of interest returning in the select textile, defence stocks. Also, the cyclical stocks too saw good buying including the BFSI. With the Govt retuning back to its capex plan with aggression, the rural has picked up increasing the consumption from this segment. The forthcoming year is likely to be a year of stock pickers as amidst the uncertain external factors, the locally positioned companies as well as specialist players in the export market will do well. With the geography of demand widening for the Indian companies in the new global order, smart players will capture new markets and prosper when the dust settles.

## KSEMA WEALTH PVT LIMITED

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