

KSEMA WEALTH PVT LTD

MORE THAN 6 YEARS PARTNERING IN WEALTH MANAGEMENT

SEBI LICENSED PORTFOLIO MANAGER CONSISTENT OUTPERFORMER WITH CAGR OF MORE THAN 19%

MARKET REVIEW & OUTLOOK - SEPTEMBER 2025

Global

September was shaped by heightened geopolitical and economic uncertainty, driving elevated volatility and selective sector rotation. Key themes include the ongoing U.S. government shutdown, evolving trade policies, central bank monetary guidance, and the impact of geopolitical tensions. The month also saw China's government ramp up targeted pro-growth policies, including the PBoC injecting around CNY 600 billion in liquidity. This kept annual GDP growth on track for 5%, supporting market sentiment, and reflected Beijing's focus on sustaining consumption and strategic manufacturing even as domestic demand and private investment remained fragile.

The U.S. government shutdown, which began on October 1, 2025, has furloughed about 750,000 federal workers and disrupted many government services. Each week of the shutdown is estimated to reduce annualised GDP growth by roughly 0.1% to 0.2%, with risks of a more severe impact if the shutdown is prolonged and leads to layoffs beyond furloughs. Key economic data releases have been delayed, adding uncertainty to policy decisions.

In October 2025, new U.S. tariffs effective from October 1 on pharmaceuticals, heavy trucks, and furniture raise concerns for global supply chains and inflation, adding uncertainty to market and economic outlooks. However, the generic manufacturers, predominantly Indian players are not likely to be impacted. The impending peace deal in Gaza would keep the Oil prices low auguring well for emerging economies including India. The impending peace deal in Gaza would keep the Oil prices low auguring well for emerging economies including India.

India

India's rollout of GST 2.0 on September 22, 2025, represents a landmark reform simplifying the indirect tax structure into two main slabs: 5% for essentials and FMCG, and 18% for sectors like electronics and automobiles, with a higher 40% "sin/luxury" rate for premium goods. This rationalization reduces compliance burdens and is expected to ease inflation by ~1% point, potentially boosting consumer demand ahead of the critical festive season.

A few indicators showed moderation, such as the Manufacturing PMI eased to 57.7 and the Services PMI declined to 60.9, reflecting slightly slower demand. Electricity generation grew 3.2%, lower than August, due to reduced industrial activity and monsoon impacts.

On the fiscal side, GST collections rose 9.1% to ₹1.89 lakh crore, showing steady domestic consumption. Consumer Price Index inflation inched up to 2.07%, staying within the RBI's 2–6% target range. Overall, September's data points to sustained growth amid moderate sectoral slowdowns.

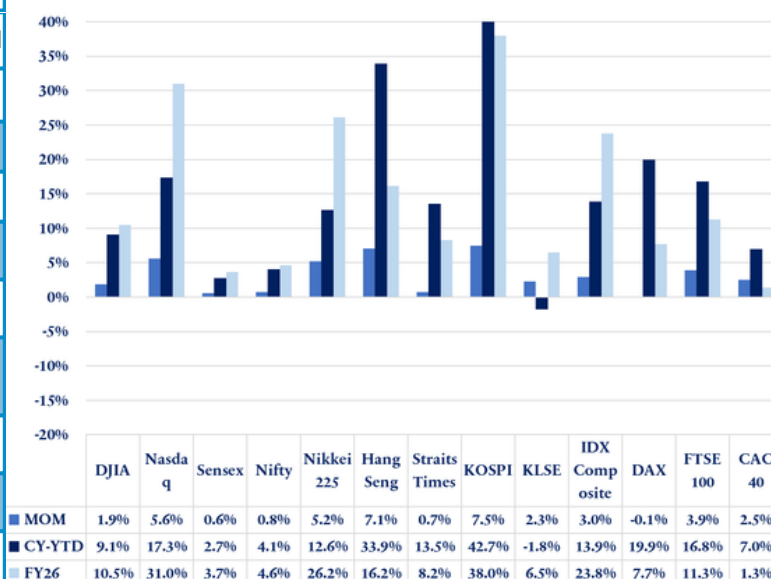
Outlook: H2 FY26 remains positive, supported by several tailwinds. The recent GST cuts are expected to boost consumption, which is visible from the first few days of Navaratri sales and auto sales numbers for September. A good monsoon is likely to strengthen rural demand and agricultural output. Additionally, any relaxation or moderation in U.S. tariffs could ease pressures on export-oriented sectors. Together, these factors are likely to support corporate earnings, sustain domestic growth momentum, and reinforce resilience against external uncertainties.

KSEMA INDIA OPPORTUNITIES FUNDS VS BENCHMARK

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

Since Jan 2019	ALPHA	MULTICAP	NIFTY50TRI
Average Monthly return	1.4%	1.6%	1.3%
Monthly maximum loss	-24.7%	-29.9%	-23.0%
Month of Maximum loss	Mar-20	Mar-20	Mar-20
Annualized Return	16.4%	18.8%	14.5%
Annualized Volatility	19.2%	21.4%	17.2%
% of winning months (against benchmark)	56.3%	57.5%	na
% of gained months	63.8%	65.0%	63.3%
YTD	8.5%	8.8%	5.5%
Sharpe (RF 6.5%)	0.52	0.57	0.46
Alpha	3.2%	6.5%	na

INTERNATIONAL EQUITY MARKETS - Sep 2025



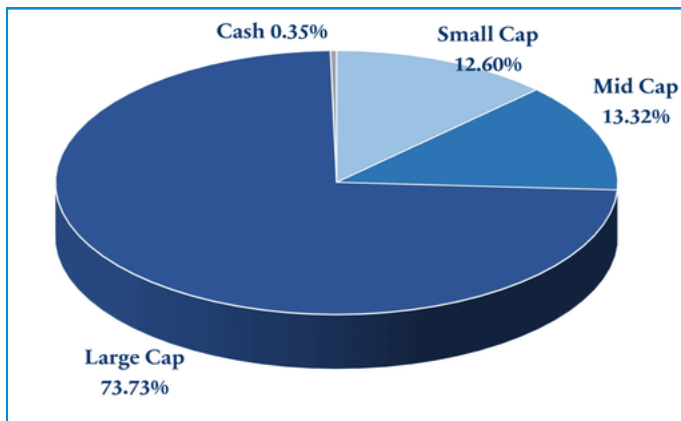
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KSEMA WEALTH – ALPHA INDIA OPPORTUNITIES SEPTEMBER 2025

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 (%)

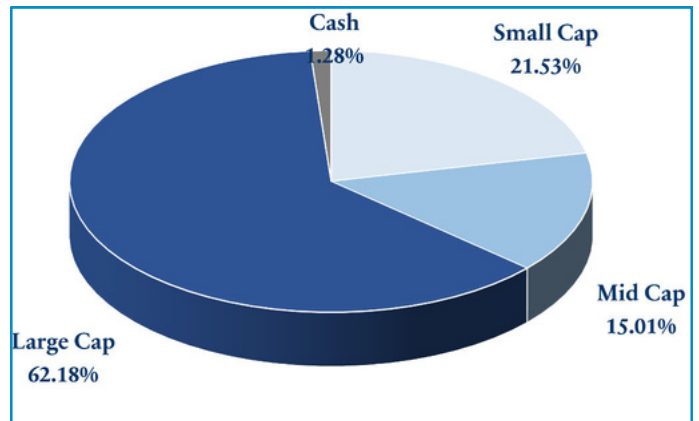


KSEMA WEALTH – MULTICAP INDIA OPPORTUNITIES SEPTEMBER 2025

THEME

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

MARKET CAP ALLOCATION (%)

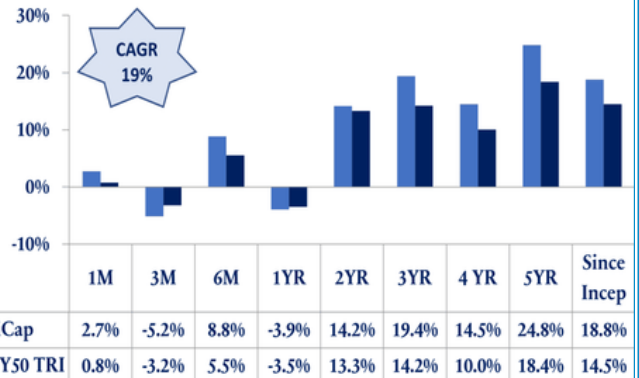


Ksema Wealth-Alpha



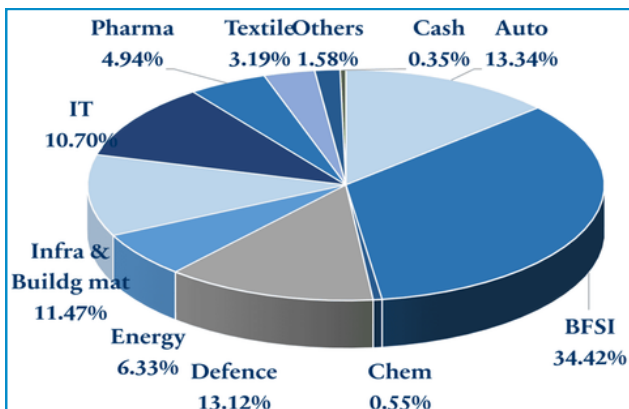
* Post expenses

Ksema Wealth-Multicap

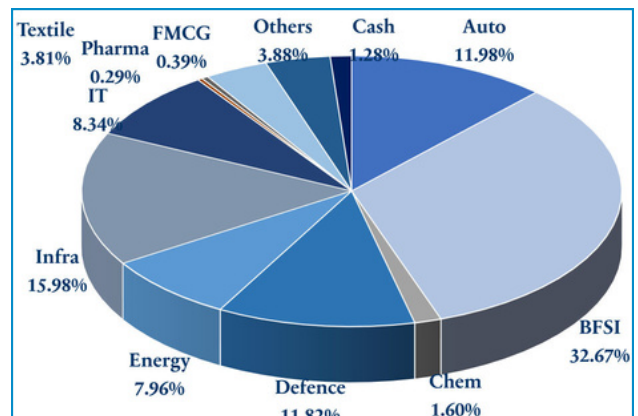


* Post expenses

SECTORAL ALLOCATION



SECTORAL ALLOCATION



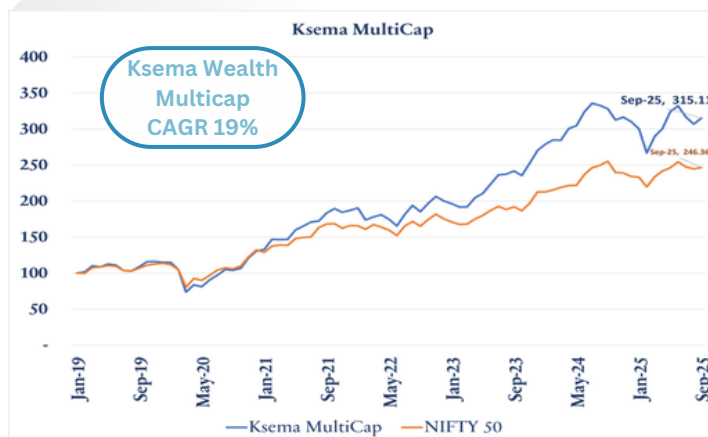
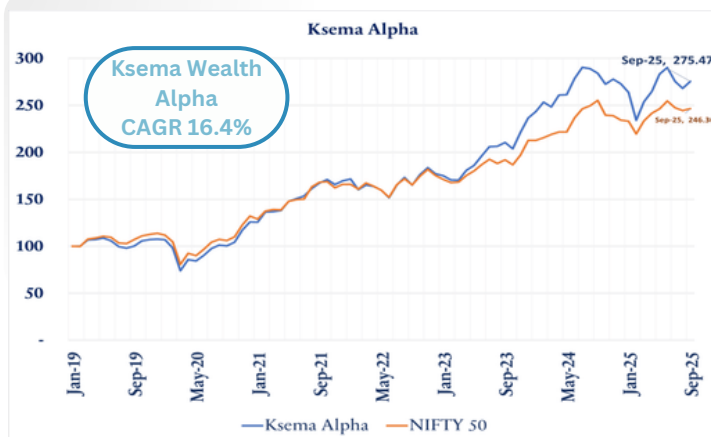
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ALPHA TOP HOLDINGS

Company	Holdings %
ICICI Bank Ltd	7.35%
Hindustan Aeronautics Ltd	6.50%
Mahindra AND Mahindra Ltd	6.23%
State Bank Of India	6.22%
HDFC Bank Ltd	5.38%
Reliance Industries Ltd	5.30%
Larsen and Toubro Ltd	5.02%
Canara Bank	4.97%
Bharat Electronics Ltd	3.99%
Axis Bank Ltd	3.77%

MULTICAP TOP HOLDINGS

Company	Holdings %
ICICI Bank Ltd	7.18%
HDFC Bank Ltd	5.49%
State Bank Of India	5.30%
Reliance Industries Ltd	5.23%
Canara Bank	4.38%
Bharat Electronics Ltd	4.35%
Hindustan Aeronautics Ltd	4.34%
Larsen and Toubro Ltd	4.14%
Infosys Ltd	3.51%
Axis Bank Ltd	3.32%



REVIEW & OUTLOOK

KSEMA-ALPHA India Opportunities In September, the fund outperformed, driven by strategic sector positioning. Strong contributions from BFSI and Defence sectors were key alpha generators. Our continued holdings in defence delivered positive returns, while an underweight stance in FMCG added to relative gains. Selective exposure within financial services also enhanced performance. Overall, our disciplined and focused investment approach enabled us to capitalize on opportunities while effectively managing volatility. The RBI's proposed revisions to capital charges for credit risk are likely to boost credit growth by releasing additional capital for lending.

Looking ahead, we expect H2 FY26 to gain from a cyclical recovery, supported by company outlooks and sectoral tailwinds. We remain actively positioned and opportunity-focused, rebalancing the portfolio to navigate global uncertainties while capturing emerging opportunities across sectors with strong fundamentals and growth potential.

REVIEW & OUTLOOK

KSEMA-Multicap India Opportunities Fund performance in the month was driven by gains in the BFSI and defence sectors. Our sector positioning allowed us to capture these opportunities while managing volatility effectively.

Revenue growth is showing early signs of acceleration amid supportive macro conditions. With inflation moderating, the RBI may have room for further rate cuts, which could strengthen rural demand and provide an added tailwind for consumption-oriented sectors.

Looking ahead, we anticipate corporate earnings momentum to strengthen from H2 onwards. We continue to follow a bottom-up, opportunity-focused stock selection approach, guided by agnostic thinking and active positioning, enabling us to capture emerging opportunities while remaining mindful of potential cyclical headwinds from evolving global geopolitical risks.

KSEMA WEALTH PVT LIMITED

The Hive-VR Chennai, 3rd Floor Jawaharlal Nehru Road, Thirumangalam, Anna Nagar, Chennai—600 040, Tamil Nadu, India

Phone: +91 -95007 04686 | 95000 69609 | 95000 40401

pavithra@ksemawealth.com | www.ksemawealth.com

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