KSEMA WEALTH PVT LTD

MORE THAN 7 YEARS PARTNERING IN WEALTH MANAGEMENT

SEBI LICENSED PORTFOLIO MANAGER CONSISTENT OUTPERFORMER WITH CAGR OF MORE THAN 17%

MARKET REVIEW & OUTLOOK - AUGUST 2026

Macro Overview: Geopolitical tensions between the U.S. and Iran remained in focus, with escalating attacks pushing Brent crude prices above **$90/bbl** during the month. Rising energy prices also drove U.S. bond yields higher, compounded by signals from the Fed Chair at the Jackson Hole Symposium pointing to a potential rate hike. Meanwhile, U.S. corporate earnings remained resilient, led by strong performance from technology companies and upbeat forward guidance.

Equity markets delivered mixed returns, with the U.S. continuing to outperform. Among emerging markets, Japan and Indonesia posted positive gains, while the KOSPI declined further despite share buyback announcements from SK Hynix and Samsung. India remained relatively muted and underperformed amid elevated crude oil prices, reflecting its sensitivity to higher energy costs and the broader macro impact of rising oil prices.

Fixed Income: The U.S. 10-year Treasury yield approached 4.8%, while the 30-year yield rose to 5.34%, its highest level since 2007. Japan's 10-year JGB yield crossed 3%, its highest since 1996. Against rising long-end yields, the U.S. Treasury doubled its long-duration bond buybacks to at least $4bn per operation, signalling increased focus on supporting bond-market liquidity. Elevated energy prices, inflation concerns and rising fiscal risks, however, continued to keep yields under pressure.

Key Drivers to Watch: Key risks ahead remain elevated crude prices, U.S.–Iran tensions and higher-for-longer interest rates, with the Fed's September meeting and U.S. inflation data being key triggers. U.S. Treasury and Japanese bond yields will remain important for global liquidity and equity valuations. AI/semiconductor earnings and hyperscale capex will test the sustainability of the AI-led rally.

Indian equities remained largely muted in August, weighed down by elevated energy prices and below-normal monsoon activity. However, strong FII buying, RBI measures to support the rupee,and better-than-expected Q1FY27 earnings provided downside support despite Middle East tensions. The newly introduced closing auction session(CAS) also added to market volatility.

Corporate Earnings: The Q1FY27 earnings season exceeded expectations, with Nifty 50 companies delivering ~ **9% YoY PAT** growth, highlighting resilient corporate profitability despite a challenging cost environment. Banks & Financials, Autos, Industrials, Capital Goods and select Consumer companies were the key performers, supported by healthy demand and strong operating leverage.

Monsoon: India's cumulative monsoon rainfall deficit widened to 14% by end-August, from 13% in July, with **Bihar, Andhra Pradesh and Punjab among the worst-affected states.** Twelve states have recorded rainfall deficits of over 20% since June, raising concerns over agricultural output and rural demand.

Macro Highlights

- Gross GST collections rose 14.8 per cent year-on-year to about Rs 2 lakh crore in August. Revenue from domestic transactions rose 9.3% to over Rs 1.37 lakh crore, while revenue from imports jumped 29% to Rs 62,604 Cr. Net GST collection during the month was Rs 1.68 lakh crore, up 8.3% YoY.
- FII flows remained supportive in August, with FIIs turning net buyers with ₹7,830 Cr of inflows, while DIIs invested ₹4,659 Cr, providing further support to domestic equities.

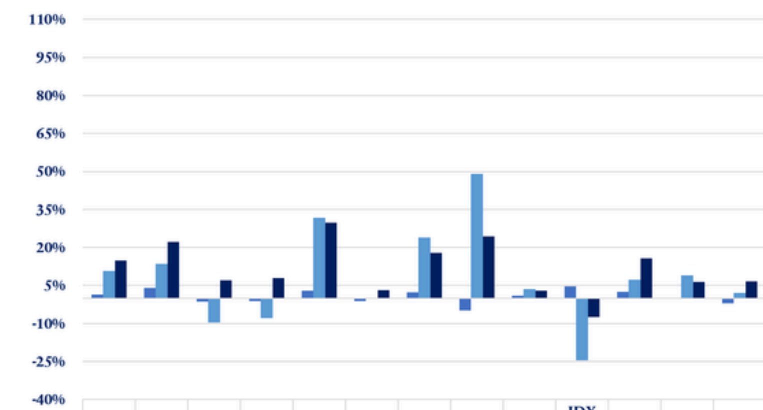
Outlook - We remain constructive on Indian equities over the medium term, supported by a stronger-than-expected Q1FY27 earnings season and resilient domestic macro fundamentals. Going ahead, market direction is likely to be shaped by monsoon progress, geopolitical developments, global trade negotiations, and crude oil prices.We believe improving export demand and strong domestic demand are likely to support corporate earnings and create attractive long-term investment opportunities.

KSEMA INDIA OPPORTUNITIES FUNDS VS BENCHMARK

(For the period: Jan 2019 to Aug 2026_Post exp)

Since Jan 2019	ALPHA	MULTICAP	NIFTY50TRI
Average Monthly return	1.36%	1.55%	1.11%
Monthly maximum loss	-24.7%	-29.9%	-23.0%
Month of Maximum loss	Mar-20	Mar-20	Mar-20
Annualized Return	15.4%	17.5%	12.5%
Annualized Volatility	19.2%	21.1%	17.1%
% of winning months (against benchmark)	57.1%	58.9%	na
% of gained months	64.4%	66.7%	61.1%
YTD	16.7%	16.5%	8.7%
Sharpe (RF-7%)	0.44	0.50	0.32
Alpha	3.8%	6.5%	na

INTERNATIONAL EQUITY MARKETS - AUGUST 2026



	DJIA	Nasdaq	Sensex	Nifty	Nikkei 225	Hang Seng	Straits Times	KOSPI	KLSE	IDX Composite	DAX	FTSE 100	CAC 40
MOM	1.3%	3.9%	-1.5%	-1.2%	3.0%	-1.2%	2.2%	-4.8%	0.9%	4.6%	2.5%	-0.4%	-2.1%
CY-YTD	10.7%	13.5%	-9.7%	-7.8%	31.7%	-0.2%	23.9%	49.0%	3.6%	-24.5%	7.2%	9.0%	2.0%
FY27	14.8%	22.1%	7.0%	7.8%	29.9%	3.1%	17.8%	24.3%	3.0%	-7.4%	15.8%	6.4%	6.6%

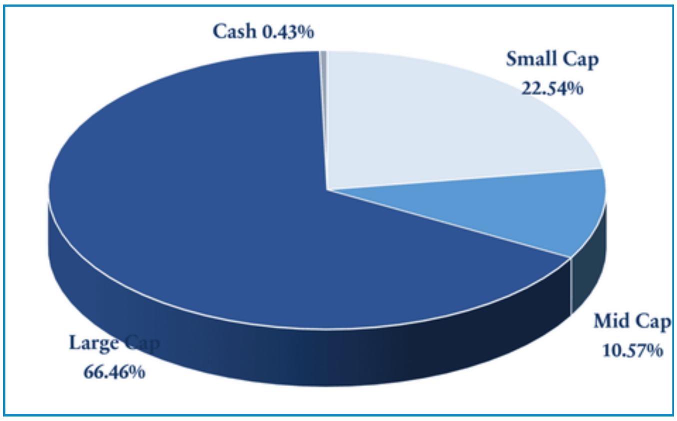
KSEMA WEALTH PVT LIMITED

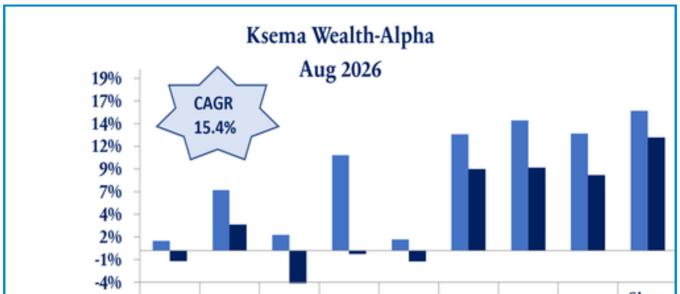
KSEMA WEALTH – ALPHA INDIA OPPORTUNITIES AUGUST 2026

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 (%)

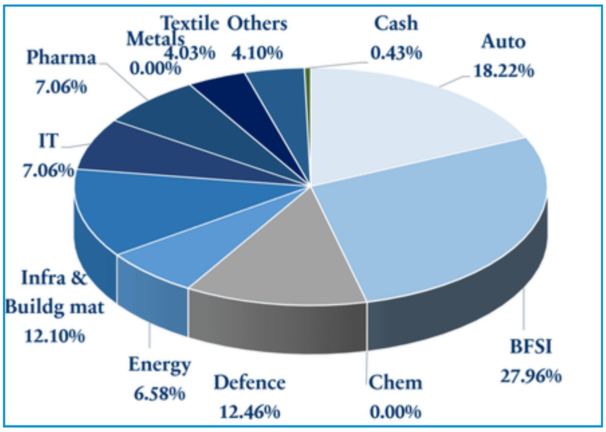




	1M	3M	6M	1YR	2YR	3YR	4 YR	5YR	Since Incep
Alpha	1.1%	6.7%	1.7%	10.5%	1.2%	12.8%	14.4%	12.91%	15.39%
Nifty 50 TRI	-1.1%	2.9%	-3.6%	-0.4%	-1.2%	9.0%	9.1%	8.32%	12.46%

* Post expenses

SECTORAL ALLOCATION

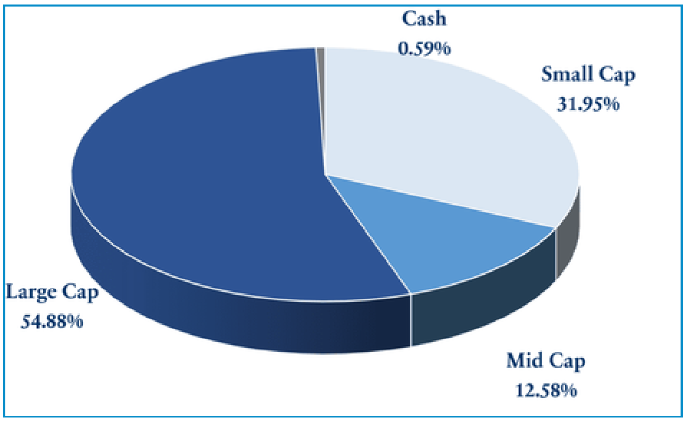


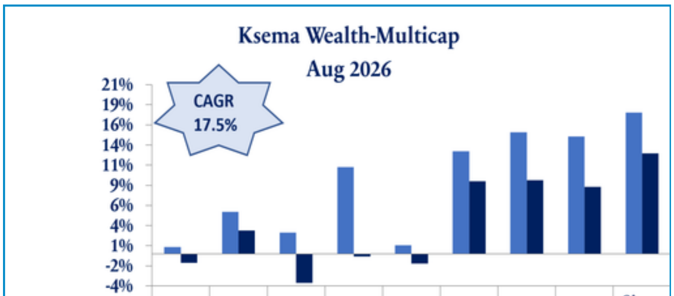
KSEMA WEALTH – MULTICAP INDIA OPPORTUNITIES AUGUST 2026

THEME

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

MARKET CAP ALLOCATION (%)

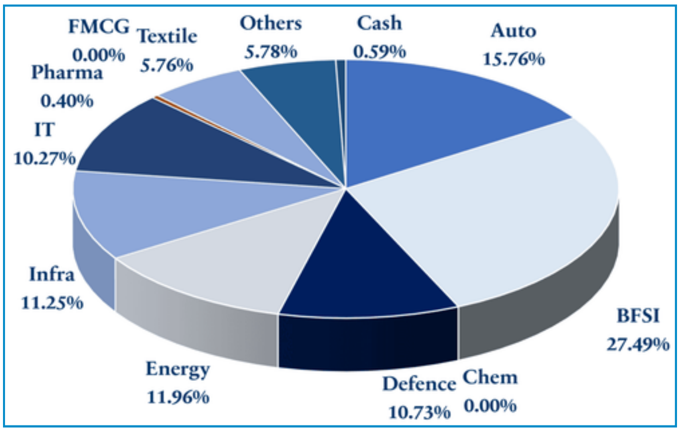




	1M	3M	6M	1YR	2YR	3YR	4 YR	5YR	Since Incep
MultiCap	0.8%	5.2%	2.6%	10.8%	1.1%	12.7%	15.1%	14.53%	17.50%
NIFTY50 TRI	-1.1%	2.9%	-3.6%	-0.4%	-1.2%	9.0%	9.1%	8.32%	12.46%

* Post expenses

SECTORAL ALLOCATION



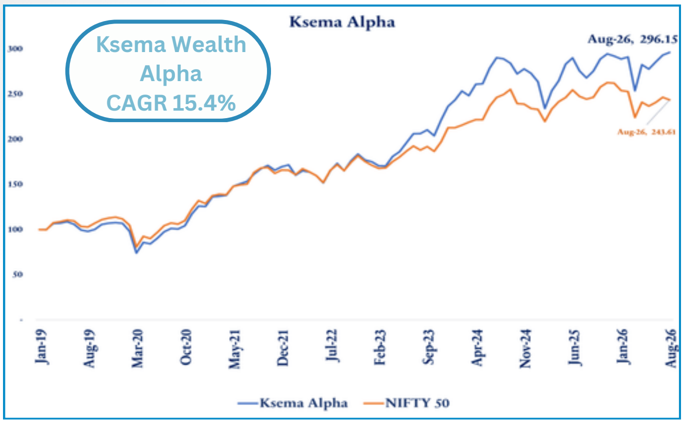
SEBI Regn No : INP000006299 | ARN: 168006

KSEMA WEALTH

KSEMA WEALTH PVT LIMITED

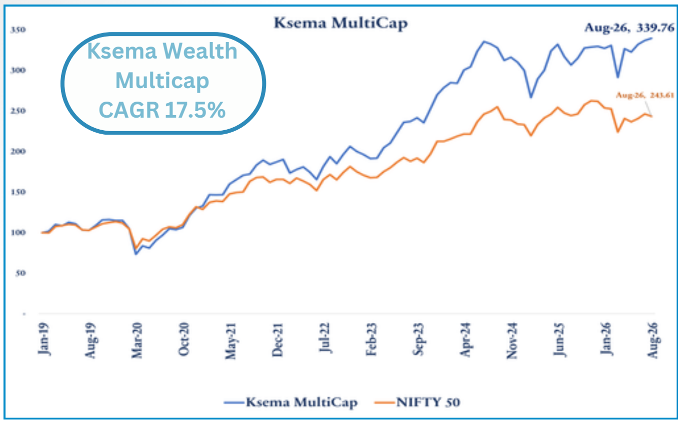
ALPHA TOP HOLDINGS

Company	Holdings %
ICICI Bank Ltd	7.44%
State Bank Of India	5.04%
Larsen and Toubro Ltd	4.90%
Reliance Industries Ltd	4.86%
Hindustan Aeronautics Ltd	4.74%
HDFC Bank Ltd	4.55%
NITIN SPINNERS LIMITED	4.03%
Mahindra AND Mahindra Ltd	3.37%
Bharat Electronics Ltd	3.34%
Sun Pharmaceutical Industries	3.13%



MULTICAP TOP HOLDINGS

Company	Holdings %
ICICI Bank Ltd	6.82%
State Bank Of India	5.18%
Reliance Industries Ltd	4.92%
HDFC Bank Ltd	4.56%
Larsen and Toubro Ltd	4.00%
NITIN SPINNERS LIMITED	3.95%
Hindustan Aeronautics Ltd	3.84%
Bharat Electronics Ltd	3.56%
Canara Bank	3.16%
Bharat Forge Ltd	2.88%



REVIEW & OUTLOOK

KSEMA-ALPHA India Opportunities The fund outperformed its benchmark in August, supported by overweight exposure to the Aerospace & Defence and Machinery & Equipment sectors. Stock selection in Textiles and Pharma also contributed positively to alpha generation, while the Banking sector was a marginal drag on performance.

Going forward, geopolitical developments and the progress of the southwest monsoon will remain key market drivers. We continue to focus on high-quality businesses, strong management teams, and robust balance sheets, while actively managing the portfolio to navigate near-term volatility and capture long-term growth opportunities.

REVIEW & OUTLOOK

KSEMA-Multicap India Opportunities The fund outperformed its benchmark in August, primarily driven by overweight exposure to the Aerospace & Defence and Textiles sectors. Stock selection in Automobiles and IT also contributed positively to returns. However, underperformance in Metals & Mining remained a key drag on overall fund performance. Looking ahead, easing geopolitical tensions, progress on global trade agreements, and the advancement of the southwest monsoon will remain key market catalysts.

Our investment approach remains bottom-up and research-driven, with a focus on scalable business models, and strong management execution. We remain agile in portfolio positioning to navigate near-term global uncertainties while capitalising on India's structural growth opportunities to deliver sustainable long-term alpha.

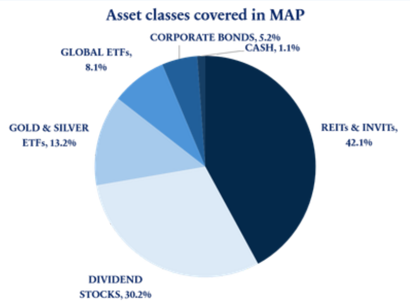
KSEMA WEALTH PVT LIMITED

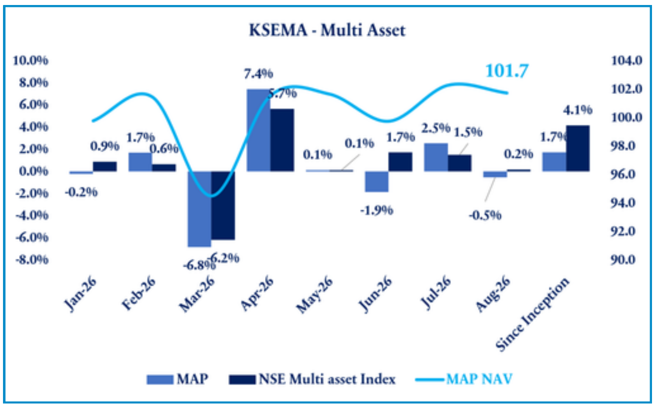
KSEMA WEALTH – MULTI ASSET PORTFOLIO

THEME

The portfolio is designed as an all-weather, income-anchored multi-asset strategy that combines stable cash flows, equity income, real asset yields, and inflation hedging.

- **High-quality corporate bonds rated A+ and above, providing stable and predictable income**
- **High-dividend equities with a dividend yield of 4% or higher, offering income with growth**
- **REITs and InvITs , delivering regular cash flows along with long-term capital appreciation**
- **Precious metals ETFs, serving as an effective hedge against inflation and macro uncertainty**
- **Global ETFs, enabling geographic diversification and participation in global growth opportunities**



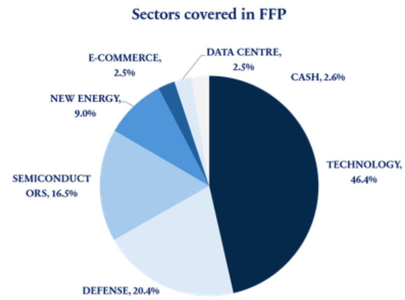


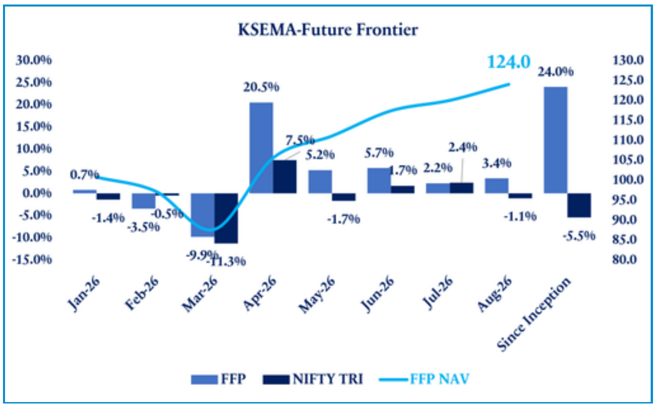
KSEMA WEALTH – FUTURE FRONTIER PORTFOLIO

THEME

Early positioning in exponentially scaling industries, where structural growth is expected to remain relevant over multiple decades.

- **Sustained revenue growth of 15%+ projected over the medium term (1.5x of Nominal GDP)**
- **RoCE expected to improve materially as scale efficiencies kick in**
- **Emerging players including innovators well-positioned to serve both global and domestic demand**





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 I 95000 69609 I 95000 40401

pavithra@ksemawealth.com I www.ksemawealth.com

SEBI Regn No : INP000006299 | ARN: 168006

KSEMA WEALTH