



Market Highlights

- ✓ Indian equity markets staged a **partial recovery** in April 2026 amid a historic energy shock and **persistent FII outflows**. Nifty posted a **mid-month gain**, supported by domestic institutional buying and SIP inflows, even as **foreign investors remained net sellers**. Near-term sentiment stays cautious as the **rupee hovers near record lows** and **crude prices remain elevated**, with longer-term fundamentals intact as domestic consumption and earnings visibility improve into FY27.
- ✓ The RBI MPC unanimously held the **repo rate at 5.25%** on April 8 with a **neutral stance**, viewing the crude-driven inflation as a supply shock unsuited to rate hikes.
- ✓ India's composite PMI **increased to 58.3** in April from 57.0 in March, indicating stronger growth in manufacturing and services, with hiring hitting a ten-month high at the start of FY27.
- ✓ The Iran war's near-total closure of the Strait of Hormuz — through which ~20% of global crude transits — drove **Brent crude up ~55%** to a peak of **~\$120/bbl**. With India sourcing ~50% of its crude from the Middle East, this creates acute supply and inflation risk, even as a partial ceasefire on April 17 offered brief price relief.

Market Performance (%): Negative to positive

INDEX	1M	3M	1Y	FY26
NIFTY 50	7.5%	-5.2%	-1.4%	-5.1%
SENSEX 30	6.9%	-6.5%	-4.1%	-7.1%
NIFTYMIDCAP150	13.2%	2.4%	10.7%	1.6%
NIFTYSMALLCAP250	17.1%	6.1%	8.9%	-5.4%

Source: NSE

as of 30th April 2026

FII/DII Activity

In April 2026, DIIs posted net inflows of ₹51064 crores, providing steady market support. FII net outflows dropped significantly to ₹70135 crores, amid elevated valuation, profit booking, rupee weakness, and geopolitical turmoil

INR cr*	1M	3M	6M	1Y
FII	(70,135)	(1,99,317)	(2,92,602)	(405557.4)
DII	51,064	2,32,447	4,58,371	872593

Source: NSE *FII Cash

as of 30th April 2026

Global Market

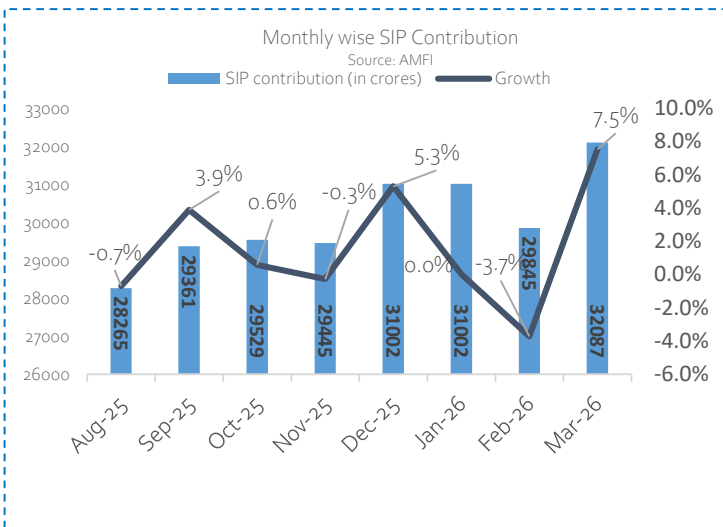
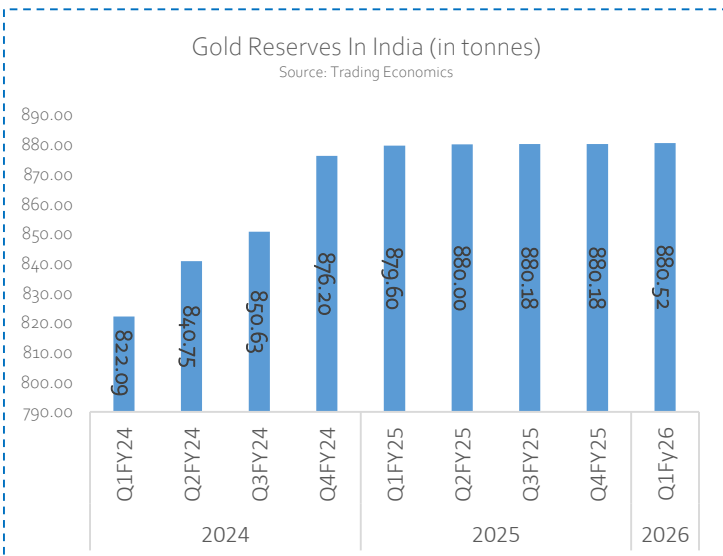
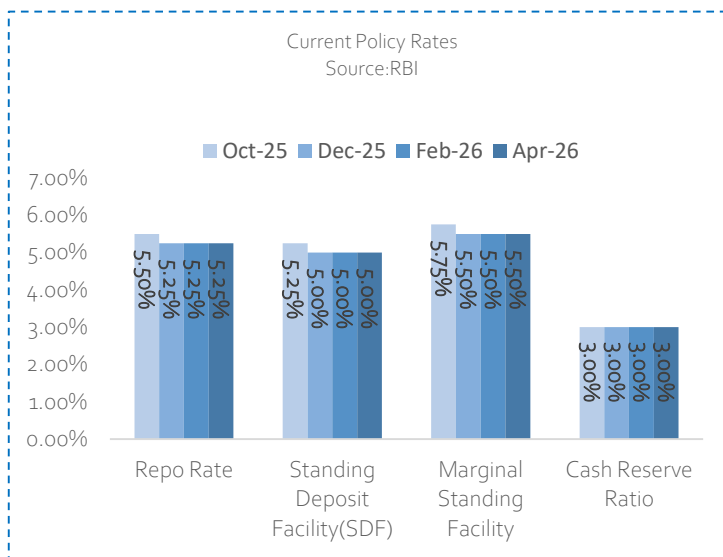
Global markets rebounded in April 2026 after March declines, driven by easing geopolitical tensions and improved investor sentiment. U.S. equities led gains — the **NASDAQ (+15.3%)** and the **Dow Jones (+7.1%)** advanced on strong earnings and tech optimism. In Europe, the **DAX (+7.1%)** outperformed and the **FTSE (+2.0%)** edged higher. Asian markets followed — the **Hang Seng (+4.0%)** recovered while the **Nifty 50 (+7.5%)** rose, reflecting broad emerging market recovery.

INDEX	1M	3M	6M	1Y
NASDAQ	15.3%	6.1%	4.9%	42.7%
NIFTY 50	7.5%	-5.2%	-6.7%	-1.4%
Dow Jones	7.1%	1.6%	4.4%	22.1%
DAX	7.1%	-1.0%	1.4%	8.0%
Hang Seng	4.0%	-5.9%	-0.5%	16.5%
FTSE	2.0%	1.5%	6.8%	22.2%

Source: Investing.com

as of 30th April 2026

Interesting Data Points - 1





Sectorial Performance

In April 2026, **BSE Power (+22.5%)**, **Realty (+21.43%)**, and **Capital Goods (+20.18%)** led gains, driven by a sharp post-ceasefire valuation rebound in rate-sensitive and capex-linked sectors, improving confidence in India's infrastructure cycle, and strong DII buying offsetting FII outflows. BSE IT (+1.72%) recovered but lagged due to AI concerns, weak global tech demand, and FII selling, while BSE Healthcare (+8.1%) and BSE Bankex (+8.6%) rebounded but remained relative underperformers.

S&P BSE TOP 3 (%)	1M	3M	6M	1Y
BSE Power	22.5%	27.59%	17.77%	22.70
BSE Realty	21.43%	0.41%	-16.74%	-10.74%
BSE Capital Goods	20.18%	15.82%	9.67%	22.98%

S&P BSE BOTTOM 3 (%)	1M	3M	6M	1Y
BSE IT	1.72%	-22.42%	-18.87%	-18.95%
BSE Healthcare	6.79%	7.90%	0.19%	5.69%
BSE Bankex	8.28%	0.79%	-0.46%	5.70%

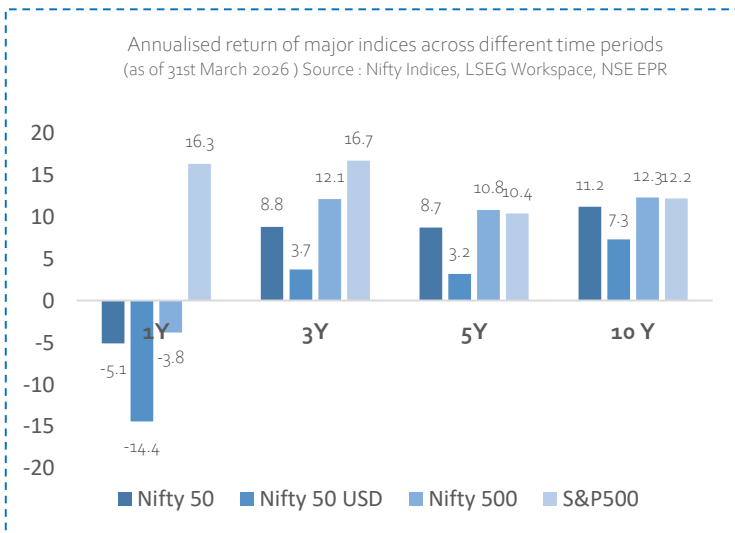
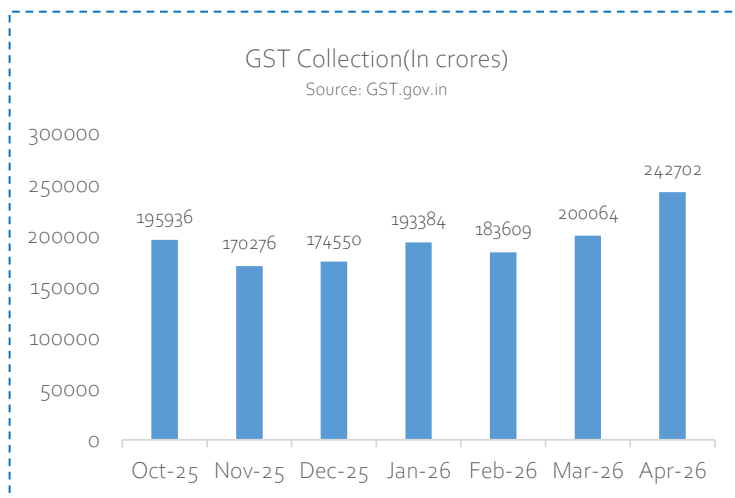
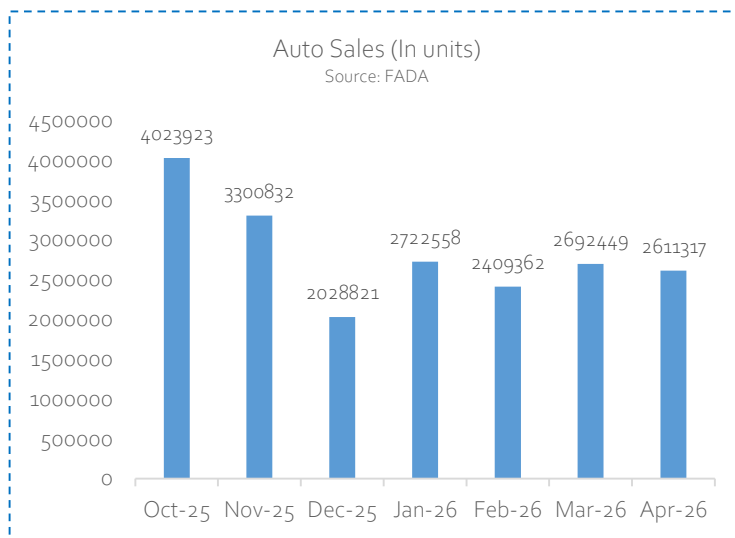
Source: BSE

as of 30th April 2026

Important Events

- ✓ **India–New Zealand Free Trade Agreement**, signed on April 27, 2026, grants **100% duty-free access** for Indian exports, covering sectors such as pharmaceuticals, textiles, engineering goods, agri-products, and IT services. **New Zealand committed USD 20 bn in investment** over 15 years, expected to support manufacturing, renewable energy, and logistics, strengthening India's export base and FDI inflows over the medium term.
- ✓ The **Federal Reserve** kept rates at **3.5%–3.75%** for a third meeting on April 29, with an **8–4 split**, the widest dissent since 1992. It flagged sticky inflation due to higher energy prices and Middle East risks. Markets expect **no cuts till 2027**, as **Kevin Warsh takes charge May 15**.
- ✓ According to **IMF 2026** estimate, **India** has slipped from **fourth to sixth largest economy** now behind Japan and UK. This change is largely attributed to rupee depreciation against the US dollar and revisions in GDP base year calculations, rather than any deterioration in underlying economic fundamentals. India remains among the **fastest-growing major economies** globally
- ✓ SEBI amended **AIF regulations** on April 18, reducing the **minimum investment threshold in social impact funds from ₹2 lakh to ₹1,000**. The move aims to increase retail participation on the social stock exchange
- ✓ From April 1, 2026 to March 31, 2027, the Indian government has introduced a **one-time temporary relief** measure allowing SEZ manufacturing units to sell goods in the domestic market at **lower customs duty rates of 5%–12.5%**. The move is intended to support nearly 1,200 units by improving utilization of idle capacity, reducing costs, and helping them cope with weak global demand, while still retaining their export-oriented focus.

Interesting Data Points - 2





✓ Indian equity markets staged their **strongest monthly recovery** in April 2026, supported by the hope of **US-Iran ceasefire**, and reopening of Hormuz, post-March valuation rebound, and a **steady Q4FY26 earnings season**. The RBI holding rates at **5.25%** with FY27 GDP at **6.9%** reinforced **macro stability**. While elevated crude, a weakening rupee, and FII outflows remain overhangs, the **medium-term outlook is stabilizing**, though risks around monsoon, crude trajectory, and global liquidity warrant caution.

✓ Key Positives

• **Record GST Collections:**

India's GST collections surged to a record **₹2.43 lakh crore** in April 2026, up **8.7% YoY**, reflecting sustained consumption recovery and a widening tax base after the September 2025 GST 2.0 rate rationalization, which streamlined slabs and reduced the effective burden on households and MSMEs.

• **Forex Reserves Resilience Amid Global Shock:**

Forex reserves remained resilient **at \$697–703 billion**, offering 11 months of import cover, despite moderating from February's peak of \$728.5 billion due to RBI intervention to support the rupee. The RBI's April Bulletin noted that external vulnerability indicators remained contained, with **reserves acting as a key buffer** against energy-driven BoP pressures and continued FII outflows.

✓ Key Negatives

• **Crude Oil & Rupee Pressure — Inflation Overhang Persists**

Despite the mid-April ceasefire, Brent crude hovered near **USD 115/barrel** late in the month, sustaining imported inflation pressures. The rupee, **down 10.6%** in FY26, stayed near **₹93–94**, widening the current account deficit and raising input costs across energy-linked sectors, with FY27 CPI now at 4.6%.

• **FII Outflows — Selling Remains Structural:**

FIIs pulled out **₹70136** crores in April, taking 2026 outflows to over a bit of **2 lakh crores**, exceeding all of 2025. Despite DII absorption, Nifty's **P/E near 21x** and rupee weakness made valuations appear stretched to global allocators, leaving flows vulnerable to renewed crude spike or US yield hardening.

✓ Quarterly Earnings Snapshot Across Market Caps (numbers reflect only the result which has been declared as on 11th May 2026)

Nifty 50	Q4/26	Q3/26	Q2/26	Q1/26
Sales Growth (YoY)	12.4%	7.8%	6.1%	7.5%
PAT Growth (YoY)	5.1%	3.1%	7.1%	12.7%

Nifty Midcap 150	Q4/26	Q3/26	Q2/26	Q1/26
Sales Growth (YoY)	17.5%	10.3%	8.5%	9.1%
PAT Growth (YoY)	37.3%	25.4%	19.0%	18.6%

Nifty Smallcap 250	Q4/26	Q3/26	Q2/26	Q1/26
Sales Growth (YoY)	10.9%	10.6%	6.9%	8.4%
PAT Growth (YoY)	27.9%	21.4%	-12.1%	13.6%

✓ Large, Mid, Small Cap CAGR (Till April-26)

Index	1Y	3Y	5Y
Nifty 100	0.2%	11.6%	11.0%
Nifty Midcap 150	10.7%	22.6%	19.2%
Nifty Small Cap 250	8.9%	21.2%	18.1%

Source NSE



✓ **Market Drawdown Snapshot (From 52 Week Highs):**

Index	0-15%	15-30%	>30%
Nifty 100	57%	31%	12%
Nifty Midcap 150	46%	39%	15%
Nifty Smallcap 250	38%	37%	25%

Source: Screener (Till 6th May 2026)

✓ **Valuation Check: Large, Mid & Small Caps**

Index	Current PE	3Y Median PE	Peak Monthly Avg PE (Last 3 years)	Peak Avg PE Month (Last 3 years)
Nifty 100	20.7	22.4	25.4	Sep-24
Nifty Midcap 150	33.6	33.6	45.7	Sep-24
Nifty Small Cap 250	30.1	28.8	35.6	Dec-24

Source Screener (Till 6th May 2026)

✓ **Overall Opinion:**

- ✓ India's structural narrative remains intact despite near-term turbulence. **FY26 GDP growth** held firm as the **fastest-growing major economy**, the current account deficit stayed well contained, and formal job creation improved. The **India-New Zealand FTA** was signed in April, adding to a growing list of trade pacts, while **MoUs with South Korea** and the **new simplified Income Tax Act** reinforce India's long-term reform momentum — positives that near-term market volatility tends to obscure.
- ✓ **SIP inflows** in March 2026 stood at **₹32,087 crores**, reflecting strong and recurring domestic demand even through the sharpest FII selling in recent memory — underscoring that Indian household savings have now become a structural and self-reinforcing force in listed equities, materially reducing the risk of disorderly market breaks
- ✓ **FPI outflows** in 2026 have eclipsed the full-year 2025 total — the US-Iran conflict, triple-digit crude, and a depreciating rupee hardening tactical selling into structural de-risking. DII buying cushions the blow but cannot offset such scale; FII flows will **remain a drag on near-term sentiment** until crude and geopolitical visibility improve
- ✓ **Q4FY26 earnings season** shapes up broadly constructive — private sector banks, capital goods, and defence are expected to lead delivery. However, markets will weigh FY27 management guidance at least as heavily as reported numbers in determining near-term price direction.
- ✓ With the market recovery well underway, outperformance is increasingly being driven by **stock-specific fundamentals rather than broad-based moves**. Companies with strong balance sheets, sustainable business models, reasonable valuations, and clear growth visibility are leading the charge — reinforcing the case for active stock selection and continuous portfolio monitoring to capture the best of what this recovery has to offer

The **near-term noise is fading**, and select opportunities are emerging in quality businesses that have corrected meaningfully — aided by **easing crude, softening geopolitical tensions, and a recovering earnings cycle**. For patient, long-term investors, a staggered deployment approach, valuation discipline, and continuous portfolio monitoring remain essential. The direction is gradually getting clearer, and this is increasingly an environment that rewards those who stay the course.



Understanding BSE SME IPO Index Dynamics: Valuations and Constituents

The BSE SME IPO Index is designed to measure the performance of the small and medium enterprises (SME) listed on the BSE SME platform after the completion of their initial public offering (IPO). It was launched on 14th December 2012

✓ Tracking Valuations: Where BSE SME IPO Index Stands Today

Index Returns (%)	1 Year	3 Years	5 Years	10 Years
Total Return	1.2%	53.7%	110.1%	60.8%

P/E	P/B	Dividend Yield
12.43	11.89	-

The **BSE SME IPO Index** has shown muted near-term momentum, with returns of **+1.2% over one year**, reflecting selective risk appetite and cautious buying interest in the SME and micro-cap space following headwinds from West Asia tensions, elevated crude oil prices, and episodic market de-risking. Over the medium term, however, the index has delivered a robust **53.7% over 3 years** and **110.1% over 5 years**, reflecting the inherent compounding potential of the SME segment

The long-term trend remains constructive, with a **60.8% return over ten years**, underscoring the ability of quality SME companies to create value over a full market cycle. Current valuations have expanded from prior levels — **P/E at 12.43x** and **P/B at 11.89x**, suggesting investors are pricing in improved earnings visibility, though selectivity remains key for those with a high risk appetite and a long-term horizon..

✓ Top 5 Sectorial Weights and Top Constituents of Nifty SME Emerge:

Top 5 Constituents	Weight (%)
Shree Refrigerations Limited	4.1%
Zelio E Mobility Limited	3.5%
Unified Data Tech Solution Limited	3.0%
Airfloa Rail Technology Limited	2.7%
Monika Alcobev Limited	2.4%

Top 5 Sector	Weight (%)
Industrials	37.9%
Consumer Discretionary	19.2%
FMCG	11.7%
Information Technology	10.4%
Commodities	8.5%

Market Outlook on Broader Markets:

- Market sentiment in April 2026 **remained sharply cautious**, weighed down by the US-Iran conflict, Brent crude at a four-year high of \$126/barrel, and FPI outflows of ₹70,135 crores. Despite this hostile macro backdrop, SME equities staged a surprisingly **resilient performance** alongside the broader market recovery. The rebound, however, came against the backdrop of crude oil sustaining elevated levels near \$100/barrel — a level that, if entrenched, risks compressing margins for SMEs given their relatively limited ability to pass through input cost pressures compared to larger, better-capitalized peers
- Despite a near-term rebound, the **SME outlook stays cautiously positive**, shaped by April 2026 macro trends. Global risks from Middle East tensions kept crude prices high and inflation sticky, while the US Fed held rates steady, signaling caution. In India, volatility, FII outflows, and currency pressure persisted. However, policy support like the ₹10,000 crore MSME Growth Fund remains a key anchor. As stability returns, investors will likely **favour SMEs with strong balance sheets, low debt, steady cash flows, and domestic demand exposure.**



1. Factsheet DREAM (Multi-Cap)

Investment Rationale:

Strategy 1 :- DYNAMIC RESEARCH & EMERGING ASSET MANAGEMENT

With a robust and extensive stock selection process, DREAM offers a dynamic Multi-cap strategy that balances the resilience and stability of large caps with the faster growth and new opportunities of small & mid-caps.

- ✓ Investments in equities cash segment with a mix of stable and growth-oriented companies having strong fundamentals.
- ✓ Our Multi-cap strategy rests on two pillars- Steady picks for large cap for resilience, stability, and long-term wealth and Growth for Small & Mid-caps for capturing new opportunities & potential multi-baggers.
- ✓ We make dedicated efforts to find attractively valued firms with sustainable business models to capture new and dynamic opportunities.
- ✓ In order to minimize concentration risks, we ensure optimal sector diversification.

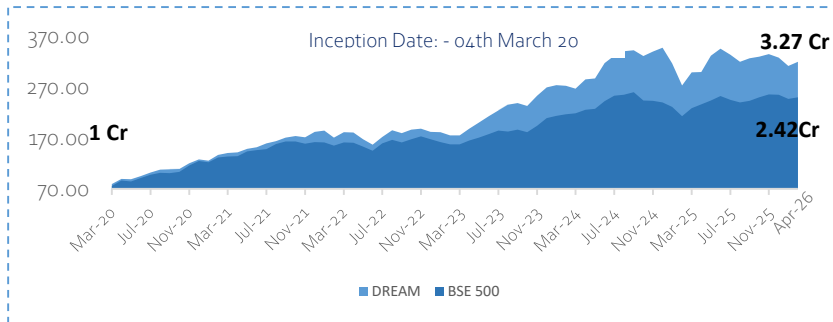
Fund Details

Inception Date: 04th March 2020 | **Structure:** Discretionary PM | **Benchmark:** S&P BSE 500

Performance

Period	Dream	S&P BSE 500
3 Year (CAGR)	20.1%	13.6%
5 Year (CAGR)	18.2%	12.5%
1 Year	8.9%	2.5%
1 Month	18.7%	10.4%

DREAM Monthly Performance with Benchmark

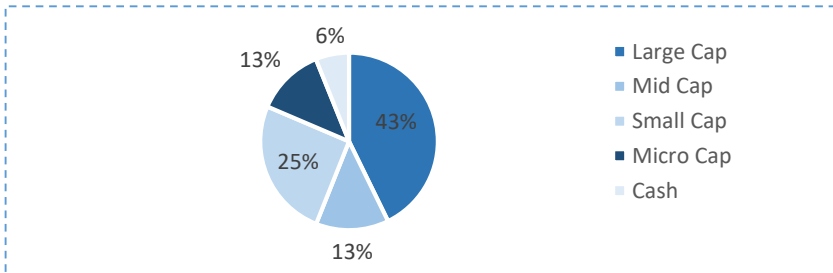


Risk Ratio

Stats	Dream	S&P BSE 500
Annualized SD*	21.53	19.09
Sharpe Ratio*	1.01	0.85
Beta*	1.02	1
Portfolio Turnover (1 Year)	0.57	

* Data is from Inception

DREAM Portfolio

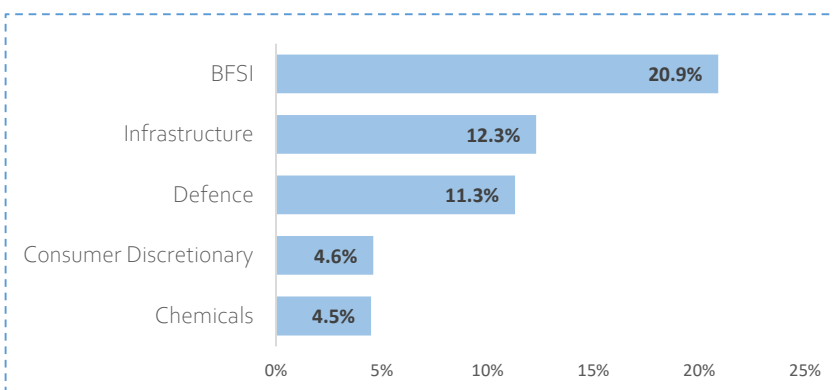


Top 10 Portfolio Holding

- 34.22%

Period	% of AUM
Bharat Electronics Limited	4.70%
Mahindra & Mahindra Limited	3.95%
KEI Industries Limited	3.77%
Hindustan Aeronautics Limited	3.68%
ICICI Bank Limited	3.14%
Larsen & Toubro Limited	3.08%
Adani Ports and Special Economic Zone	3.06%
Azad Engineering Limited	3.00%
Reliance Industries Limited	2.92%
Garden Reach Shipbuilders & Engineers	2.92%

Sector Allocation



All Returns and data mentioned are as of 30th April 2026 & not verified by SEBI.





Factsheet IRSS (SMALL & MICRO CAP - SME)

Investment Rationale:

Strategy 2 :- INDIA RISING SME STARS

Benefitting investor through fast growing Micro-Cap & SME markets of India We focus our investment strategy on high growth companies that have distinct selling points and a strong niche.

- ✓ Niche SME & Small Cap based PMS launched in February 2022.
- ✓ Exclusive selection of high conviction bets from SME & microcap space.
- ✓ It is a high risk & high return strategy and therefore suitable for investors having high risk appetite

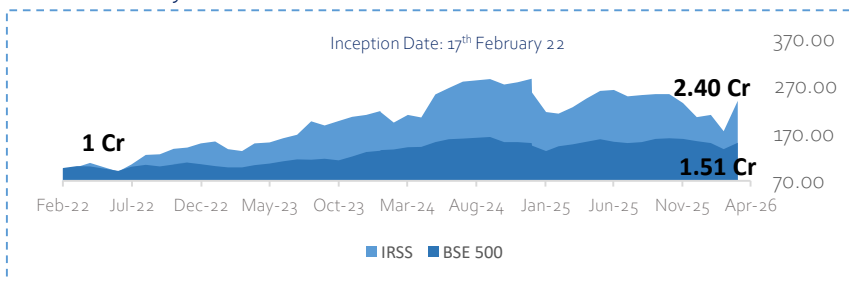
Fund Details

Inception Date: 17th February 2022 | **Structure:** Discretionary PM | **Benchmark:** S&P BSE 500

Performance

Period	IRSS	S&P BSE 500
1 Month	36.8%	10.4%
1 Year	5.9%	2.5%
3 Year (CAGR)	17.1%	13.6%

IRSS Monthly Performance with Benchmarks

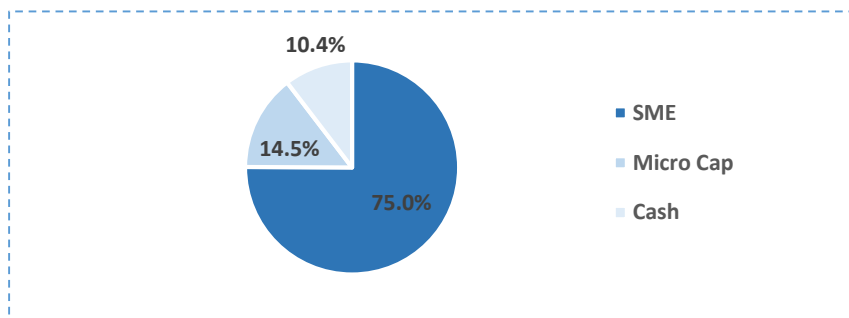


Risk Ratio

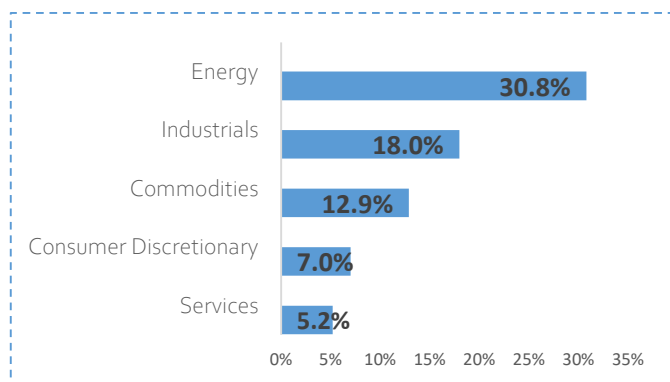
Stats	IRSS	S&P BSE 500
Annualized SD*	33.42	15.17
Sharpe Ratio*	0.78	0.72
Beta*	1.52	1
Portfolio Turnover(1 Year)	0.54	

*Data is from Inception

IRSS Portfolio



TOP 5 Sector Allocation



All Returns and data mentioned are as of 30th Apr 2026 and not verified by SEBI

Categorization: - SME- Listed on SME Exchange; Small Cap-Companies ranked between 251 to 500 as per AMFI as per market cap; Micro Cap-Companies ranked below 500 as per AMFI



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#Capital Goods Includes Railways, Constructions, Logistics and EMS

*The data presented are indicative in nature and can change without prior notice.

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Past performance of the Portfolio Manager does not indicate the future performance of the strategy or any other future strategies of the Portfolio Manager. The performance of the Portfolio may be adversely affected by changes in the market conditions, micro and macro factors, and forces affecting capital markets. Risk factors associated with the investment approach are equity risk, systematic risk, concentration risk, model portfolio risk, mismatch risk, execution risk, low liquidity, and low dividends. To know more about the risk factors, please refer to the disclosure document available at www.hemsecurities.com.

Note: Performance is calculated on the SEBI-notified time-weighted rate of return method net of all fees and expenses across the fund. An individual client's performance may differ from time to time. Past performance is not indicative of future performances. Performance results are shown since 4th March 2020, the inception date of the investment scheme. Performance-related information provided herein is not verified by SEBI. All performance is presented in percentage terms and is at the fund-level portfolio.

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Added Disclaimer for IRSS

- The fund will make investments in SMEs and small-cap stocks, which might be illiquid at the time of your exit (depending on market conditions). If we are not able to liquidate stocks at the time of your exit, then we will transfer the stocks to your demat account.
- Please refer to our account opening kit for our compliance policy on the allocation of securities in specific/exceptional circumstances.
- Since SME stocks are traded in lots, the lots purchased/sold at a specific time are proportionally allocated among all the clients. The allocation is done in a manner that ensures fair and equal treatment among all clients.
- Every reasonable effort is taken by us to execute the trade at the best available price. However, due to the higher bid-offer spread in SME stocks, there may be limitations or challenges in achieving optimal execution.
- The determination of the performance fees shall be made on the Inception Anniversary Date / Closing Date / Partial Withdrawal Date, whichever is earlier.
- Statutory charges and other operational expenses will be charged as per actuals.
- Fees are calculated on the average daily portfolio value payable on a quarterly basis at the end of each calendar quarter.
- SME and Small Cap are riskier investment instruments and are best suited for investors with a high-risk appetite.
- IRSS Inception Date: 17th February 2022