Market Highlights

- ✓ The US government in Sept 2025 hiked H-1B visa filing fees to $100,000 and tightened eligibility norms, significantly increasing costs and limiting flexibility for Indian IT firms in deploying employees onsite. For industry leaders like TCS, Infosys, Wipro, and HCL, this move will elevate operating expenses and constrain staffing options for U.S. client projects, pressuring margins in the near term.
- ✓ President Trump's 100% tariff on imported branded and patented pharmaceuticals, effective October 1, 2025, spares only companies building U.S. plants. This poses a major risk to Indian pharma's $10 billion U.S. export market, though generics are largely unaffected for now. The move injects uncertainty into India's pharma sector and its future U.S. access.
- ✓ RBI kept repo rate unchanged at 5.50%, raised FY26 GDP outlook to ~6.8% and cut inflation forecast, signaling steady policy support and growth momentum in the economy.
- ✓ GST rate cuts on ACs, TVs and small cars effective Sept 22 will lower prices and improve affordability this has boosted demand and accelerate penetration in consumer durables and autos.

Market Performance (%): Negative to Flat

INDEX	1M	3M	1Y	FY26
NIFTY 50	0.8%	-3.6%	**-4.6%**	4.6%
SENSEX 30	0.6%	-4.0%	**-4.8%**	3.7%
NIFTYMIDCAP150	1.4%	-4.3%	**-5.7%**	10.0%
NIFTYSMALLCAP250	1.1%	-6.2%	**-9.3%**	10.5%

Source: NSE *as of 30th Sept 2025*

FII/DII Activity

Domestic Institutional Investors (DIIs) maintained their strong buying momentum in September 2025, recording ₹65,344 crore in net inflows, while Foreign Institutional Investors (FIIs) continued to sell, withdrawing ₹35,301 crore during the month. The sustained DII support highlights resilient domestic sentiment, even as global risk aversion and U.S. policy uncertainty kept FIIs cautious

INR cr*	1M	3M	6M	1Y
FII	(35,301)	(129,871)	(107,874)	(429,625)
DII	65,344	221,111	389,656	764,620

*Source: NSE*FII Cash* *as of 30th Sept 2025*

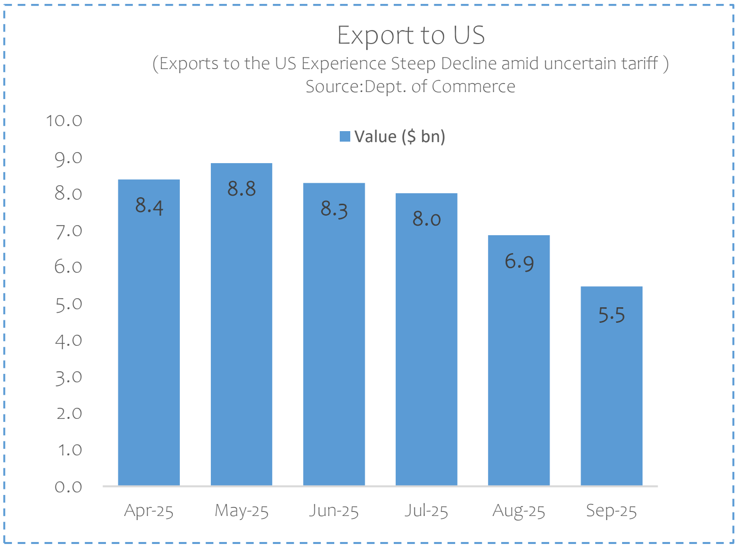
Global Market

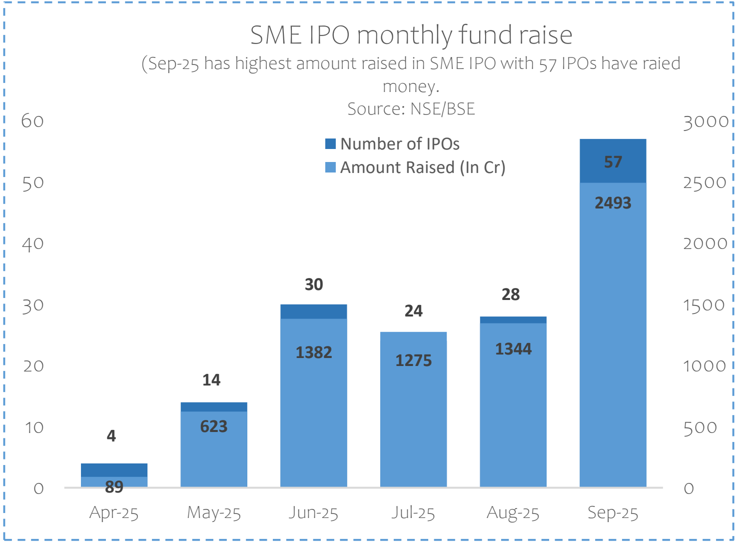
U.S. markets gained, led by the NASDAQ (+5.6%) on tech strength, while the Dow (+1.9%) reflected soft-landing optimism. Europe stayed muted with the DAX (-0.1%) and FTSE (+1.8%), signaling growth caution. Asia outperformed, driven by the Hang Seng (+7.1%) on China stimulus hopes, while the Nifty 50 (+0.8%) lagged amid domestic consolidation.

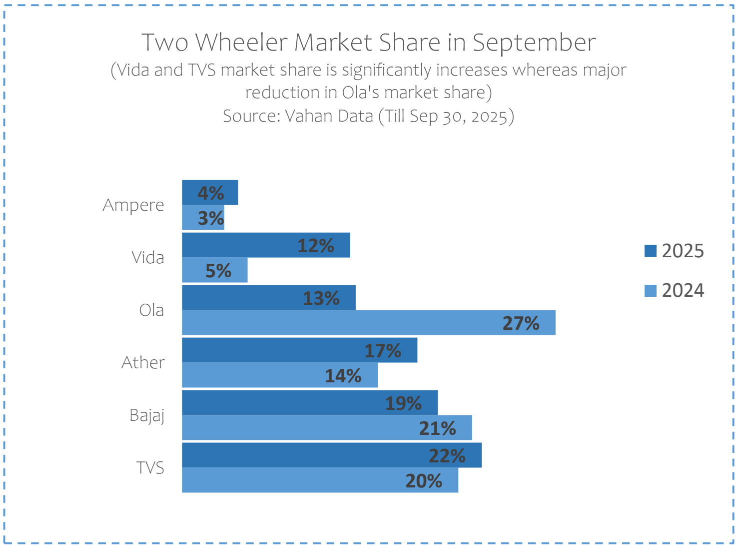
INDEX	1M	3M	6M	1Y
DOW JONES	1.9%	5.2%	10.5%	9.6%
FTSE	1.8%	6.7%	8.9%	13.5%
HANG SENG	7.1%	11.6%	16.2%	27.1%
DAX	-0.1%	-0.1%	7.7%	23.6%
NASDAQ	5.6%	11.2%	31.0%	24.6%
NIFTY 50	0.8%	-3.6%	-4.6%	-4.6%

Source: Investing.com *as of 30th Sept 2025*

Interesting Data Points - 1







Sectorial Performance

In September 2025, Metal (+9.4%), Auto (+5.9%), and Oil & Gas (+5.4%) led the market with strong gains driven by positive demand trends. Consumer Durables (-4.9%), IT (-3.6%), and FMCG (-2.4%) lagged due to weak demand and profit booking, with IT posting the steepest annual drop (-22.5%). Overall, cyclical and commodities outperformed while defensive and discretionary sectors faced headwinds.

S&P BSE TOP 3 (%)	1M	3M	6M	1Y
Metal	9.4%	4.9%	7.9%	-4.0%
Auto	5.9%	10.8%	24.2%	-3.2%
Oil & Gas	5.4%	-3.4%	7.1%	-14.5%

S&P BSE BOTTOM 3 (%)	1M	3M	6M	1Y
Consumer Durables	-4.9%	-3.5%	6.1%	-15.1%
IT	-3.6%	-13.0%	-8.1%	-22.5%
FMCG	-2.4%	-0.7%	3.4%	-15.3%

Source: BSE *as of 30th Sept 2025*

Important Events

- ✓ In September 2025, the Indian Services PMI fell to 60.9, down from a 15-year high of 62.9 in August, indicating strong but moderating growth in the services sector. This slowdown was attributed to increased competition and cost-cutting efforts.
- ✓ U.S. President Donald Trump announced an additional 100% tariff on Chinese goods, on top of the existing 30%, effective November 1 or earlier. The U.S. will also restrict exports of critical American software, these actions are in retaliation to China's curbs on rare earth exports.

Market Outlook

- ✓ Markets remained volatile in September 2025 amid FII outflows and renewed U.S.–China trade tensions, while easing inflation at 1.7% and RBI's dovish stance supported sentiment. The GST cuts effective Sept 22 and festive demand lifted consumption prospects, though IT and pharma faced pressure from U.S. policy headwinds. Overall, consumption, renewables, and financials remained key outperformers on strong domestic macros.

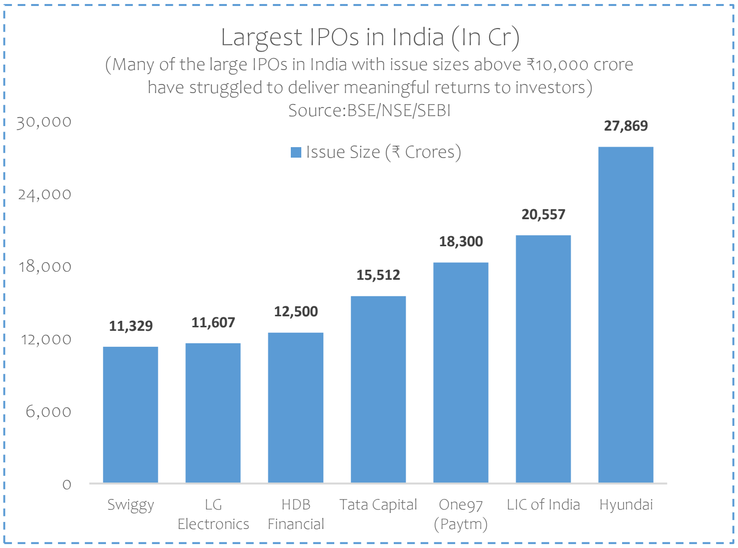
Nifty 50	Q1/26	Q4/25	Q3/25	Q2/25
Sales Growth (YoY)	5.9%	7.2%	7.3%	6.4%
PAT Growth (YoY)	6.9%	10.0%	12.7%	8.9%

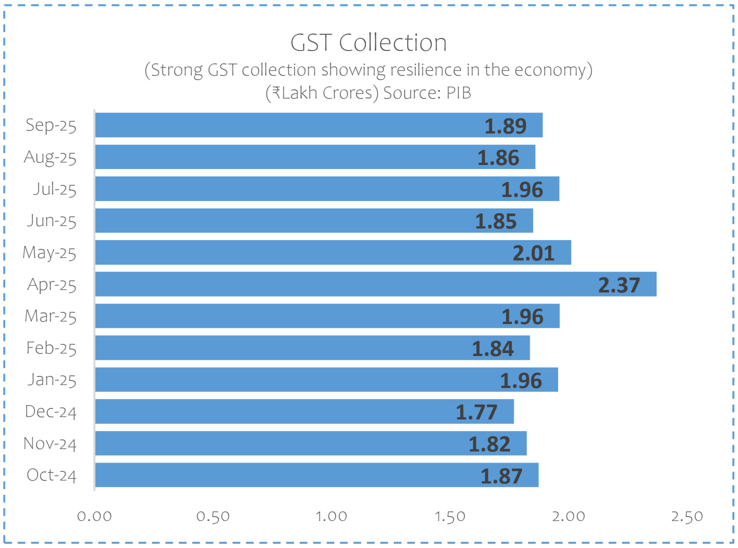
Nifty Midcap 150	Q1/26	Q4/25	Q3/25	Q2/25
Sales Growth (YoY)	7.2%	8.7%	10.0%	10.6%
PAT Growth (YoY)	17.2%	25.6%	39.8%	13.9%

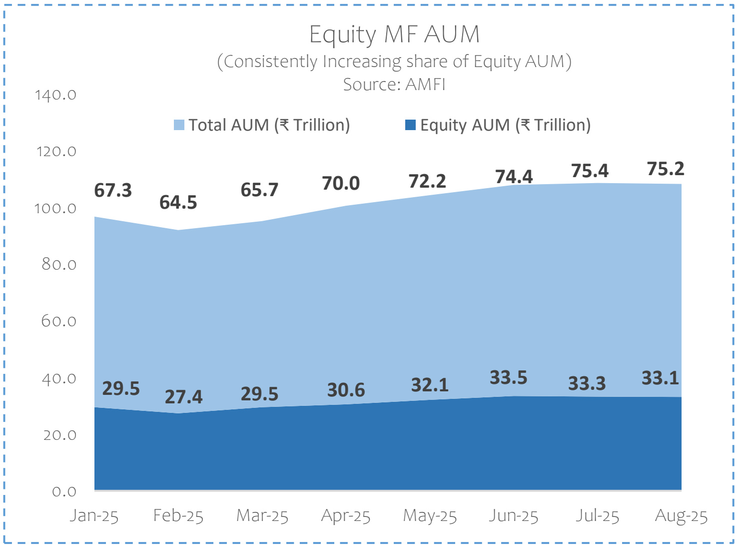
Nifty Smallcap 250	Q1/26	Q4/25	Q3/25	Q2/25
Sales Growth (YoY)	6.9%	8.4%	8.0%	7.9%
PAT Growth (YoY)	-12.1%	13.6%	12.6%	-9.3%

Source: Ace Equity

Interesting Data Points - 2







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.

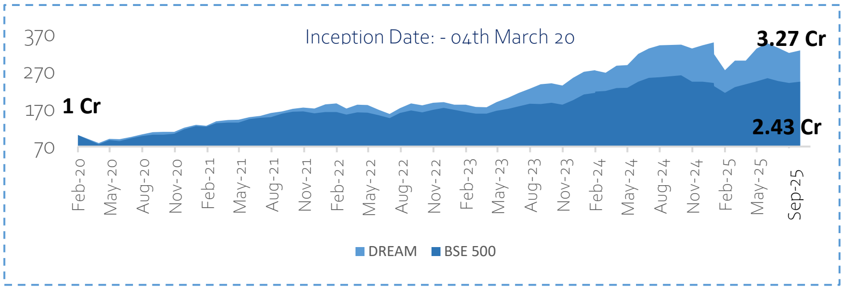
Fund Details

Fund Manager: Mohit Nigam | Inception Date: 04th March 2020 | Structure: Discretionary PM | Benchmark: S&P BSE 500

Performance

Period	Dream	S&P BSE 500
3 Year (CAGR)	22.1%	14.7%
5 Year (CAGR)	24.7%	19.2%

DREAM Monthly Performance with Benchmark

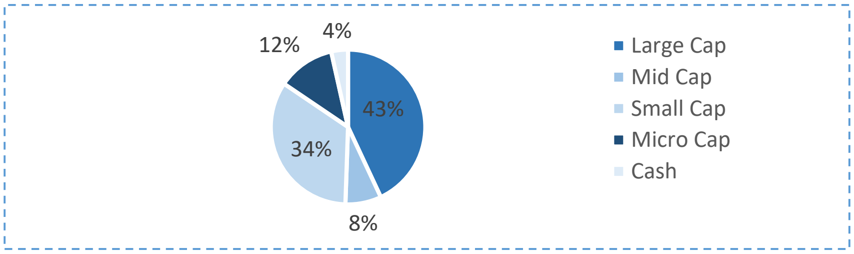


Dream Portfolio

Stats	Dream	S&P BSE 500
Annualized SD*	20.21	18.78
Sharpe Ratio*	1.16	0.95
Beta*	0.97	1.0
Portfolio Turnover (1 Year)	0.48	

* Data is from Inception

Risk Ratio



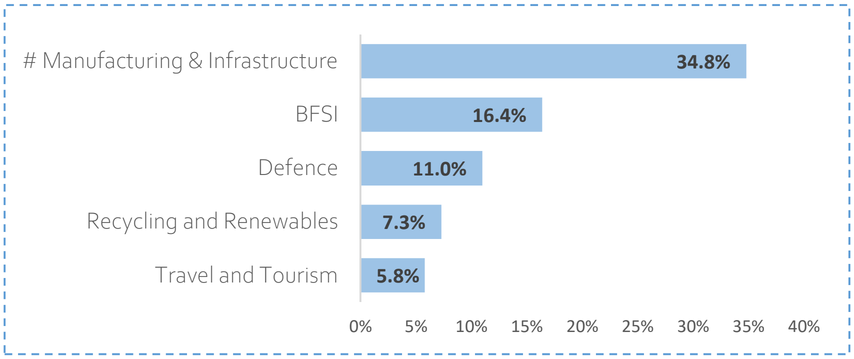
Return Table

Performance	FY20	FY21	FY22	FY23	FY24	FY25	FY26 (Till Sep)	CAGR (Since Inception)
DREAM	-20.8%	76.8%	29.4%	-3.6%	52.6%	12.1%	9.0%	23.6%
Benchmark	-24.9%	76.7%	20.9%	-2.3%	38.4%	4.8%	6.4%	17.1%

Top 10 Portfolio Holding - 32%

Period	% of AUM
Bharat Electronics Limited	4.5%
Hindustan Aeronautics Limited	4.0%
ICICI Bank Limited	3.4%
InterGlobe Aviation Limited	3.2%
Anant Raj Limited	3.1%
Mahindra & Mahindra Limited	3.0%
KEI Industries Limited	2.9%
Larsen & Toubro Limited	2.8%
Kalpataru Projects International Limited	2.6%
GRSE Limited	2.5%

Sector Allocation



Manufacturing & Infrastructure Includes Railways, Construction, Logistics and EMS
All Returns and data mentioned are as of 30th September 2025 & 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

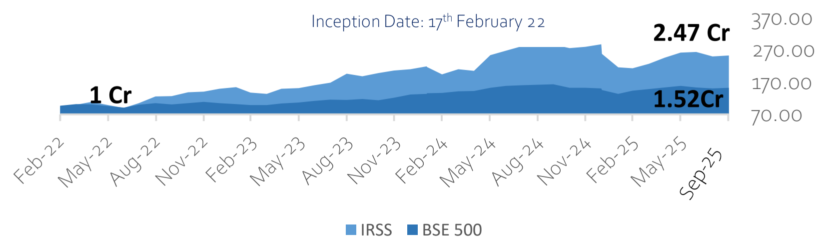
Fund Details

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

Performance

Period	IRSS	S&P BSE 500
3 Year (CAGR)	25.1%	14.7%

IRSS Monthly Performance with Benchmarks

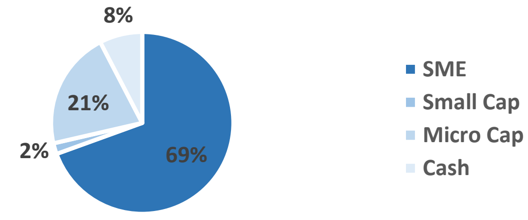


Risk Ratio

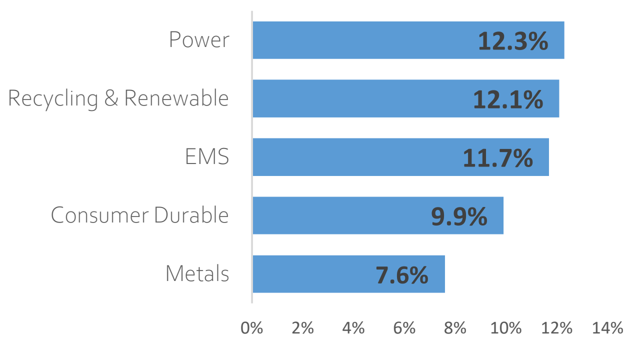
Stats	IRSS	S&P BSE 500
Annualized SD*	28.52	12.24
Sharpe Ratio*	1.02	0.89
Beta*	1.24	1
Portfolio Turnover	0.03	

*Data is from Inception

IRSS Portfolio



TOP 5 Sector Allocation



Return Table

Performance	FY22	FY23	FY24	FY25	FY26 (Till Aug)	CAGR (Since Inception)
IRSS	-0.7%	34.3%	45.4%	10.0%	16.3%	28.5%
Benchmark	0.8%	-2.3%	38.4%	4.8%	6.4%	12.2%

All Returns and data mentioned are as of 30th Sept 2025 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

RISK

An Easy Understanding of recent Developments

Building Trust: SME Boards with Investor Safety in Focus

From stricter profitability norms to promoter lock-ins and transparent fund usage, SEBI and exchanges have designed SME listing rules that safeguard investors while supporting India's fastest-growing entrepreneurial companies.

- SME IPOs now require a **minimum operating profit of ₹1 crore** in at **least 2 of the last 3 years**.
- **Offer for Sale (OFS)** capped **at 20% of issue size**, and promoters can sell a maximum **of 50% of their holding**.
- Promoter **lock-in relaxation** allows excess shareholding (beyond minimum) to be **released in two tranches — 1 year and 2 years**.
- Non-**Institutional Investor (NII)** allocation process now mirrors mainboard IPOs for better consistency and fairness.
- General **Corporate Purpose (GCP)** fund usage capped **at 15% of issue size or ₹10 crore**.
- Companies are **barred from using IPO funds** to repay loans taken from promoters or related parties, improving governance transparency.
- Draft Red Herring Prospectus (DRHP) must remain **open for 21 days for public feedback**, with a QR code for easy newspaper access.
- SMEs can **raise further capital without mainboard migration** if they comply with mainboard LODR norms, enabling growth continuity.
- Related **Party Transaction (RPT)** norms aligned with mainboard; **transactions above 10% of turnover or ₹50 crore** are now deemed material.

Source: - https://www.sebi.gov.in/media-and-notifications/press-releases/dec-2024/sebi-board-meeting_90042.html
Document PR No.36/2024
https://nsearchives.nseindia.com/content/circulars/CML67671.pdf
https://www.nseindia.com/companies-listing/raising-capital-public-issues-emerge-eligibility-criteria

Market Outlook on Broader Markets:

Investor sentiment remained cautious in **September 2025** amid persistent **FII outflows**, global trade tensions, and **U.S. tariff escalations**, which triggered volatility across equity markets. While large-caps held steady, **SME and micro-cap segments** witnessed sharper corrections.

However, the underlying outlook stays constructive, supported by **GST rate cuts**, easing inflation, and expectations of a **dovish RBI stance**. Sectors linked to domestic consumption, manufacturing, renewables, strong growth potential and reasonable valuations continue to attract steady interest. In the SME & Micro space, investors are favoring companies with **sustainable margins, strong governance, and visible cash flows**

Return Table:-

DREAM

Performance	CY20	CY21	CY22	CY23	CY24
DREAM	27.1%	42.7%	0.1%	48.1%	29.1%
Benchmark	23.8%	30.1%	3.3%	24.8%	14.6%

IRSS

Performance	CY22	CY23	CY24
IRSS	49.7%	40.6%	36.6%
Benchmark	3.3%	24.9%	14.6%

Disclaimer:

#Capital Goods Includes Railways, Constructions, Logistics and EMS

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

Portfolio Management Services | Regn No. PMS INP 000006794

Disclosure document link: - https://pms.hemsecurities.com/doc/Disclosure%20Document%20-%20HSL%20PMS.pdf

Website PMS link: - https://www.hemsecurities.com/Services/pmsnew

For Direct On-Boarding, Clients can directly approach us by sending an email on PMS@hemsecurities.com or call us on +91 8306660746 / 8306006269 / 8976706680.

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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.

Special Consideration: Investment in securities is subject to market and other risks, and there is no assurance or guarantee that the objectives of any of the strategies of the Portfolio Management Services will be achieved. Please read the disclosure document carefully before investing. Disclosure Document Link

Our PMS services are available in direct mode. To know more, write to us at pms@hemsecurities.com

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