INVESTMENT OBJECTIVE

The investment strategy of the Fund shall be guided by a focus on businesses demonstrating the potential to scale.

The Fund shall prioritize those investments which have a proven track record of generating consistent cash flows, valuing stability over sporadic gains.

The strategy lies in the systematic investment plan model, which reflects a deliberate and measured approach. The model embodies the ethos of "slow and steady wins the race," drawing parallels to the methodical pace of a tortoise. This will help ensure that there is a resilient and sustained growth trajectory, aligning with the Fund's commitment to both financial prudence and long-term wealth creation.

FUND CHARACTERISTICS

Manager: Taksh Asset Management Private Limited

Legal Structure: Category III Open-ended AIF

First Close Date: 6th August 2024

Benchmark: Nifty 500 TRI

Management Fees: Up to 2.50%

Exit Load at the time of Redemption: 1.5% up to 12 months; 1.0% between 12-24 months; NIL thereafter

ADMINISTRATIVE INFORMATION

Custodian: Kotak Mahindra Bank

Fund Accountant: Kotak Mahindra Bank

RTA: Computer Age Management Services Limited (CAMS)

Auditor: S R Batliboi

CONTACT

Ankur Joshi, Co-Founder & COO
ankur.joshi@takshasset.com

REFLECTIONS ON THE MARKET

The equity market, much like life, tests conviction in periods of volatility. **Enduring success** does not come from predicting every turn but from staying rooted in patience, discipline, and perspective.

India's recent **GST refinements embody structural change**—deepening formalisation, boosting efficiency, and strengthening the foundations of growth. This is more than a policy tweak; it is a quiet shift that reshapes the economic fabric for decades to come.

Globally, headlines oscillate between tariffs and war of words, unsettling sentiment. Yet beneath this noise, **money remains the moat of markets**—capital flows provide stability and direction. Here too, India continues to command attention, as liquidity aligns with reform momentum and long-term opportunity.

This is a time to be constructive, not cautious. Volatility offers entry points, reforms provide resilience, and discipline turns uncertainty into advantage. Just as wisdom steadies the individual, it steadies the investor.

The markets, in the end, reward not just analysis but perspective—the ability to see beyond turbulence and trust the enduring arc of progress.

REFLECTIONS ON INVESTING: LESSONS FROM K.N. SIVASUBRAMANIAN

We recently marked Taksh's first anniversary with a webinar featuring **K.N. Sivasubramanian**, one of India's most respected CIOs and fund managers. The discussion blended timeless lessons from his two decades of investing with perspectives on today's evolving economic and market landscape.

Mr. Sivasubramanian reflected on how investing has changed over the last 25 years—from an era of attractive valuations and limited research to today's highly competitive and information-rich environment. He emphasized the importance of **disciplined research, maintaining liquidity, and using volatility as an opportunity rather than a distraction**. Drawing from experience, he cautioned against overconfidence, recalling how proximity to Eicher Motor led him to misjudge its potential—highlighting why investors must remain humble and open to external perspectives.

He also advised investors to **tune out media** noise during downturns and focus on fundamentals. While business quality drives returns, he stressed that management integrity and capability are equally critical in shaping long-term outcomes.

Turning to the economy, he noted that short-term disruptions—whether from tariffs, geopolitics, or GST transitions—are inevitable, but India's **long-term growth trajectory remains intact**, albeit at a steadier, more sustainable pace as the base grows.

On technology, he flagged the impact of **AI and machine learning** on Indian IT jobs, with routine coding roles likely to be displaced. He suggested that widespread reskilling will be essential, as industries adapt to new realities.

At the global level, he highlighted the **shift in innovation** from the U.S. to China, especially in EVs, AI, and biotech. While China's demographic challenges may cap its long-term momentum, U.S. innovation could also slow due to immigration barriers and funding cuts.

On India's domestic challenges, he underscored the need for dynamic state **leadership and simpler compliance processes** to drive entrepreneurship and job creation.

He also cautioned that India's demographic dividend may not automatically translate into economic strength unless education and labor market realities evolve in tandem.

Finally, on markets, he addressed the challenge of investing amid high valuations and relentless SIP flows. While larger funds may increasingly mirror market returns, he believes **smaller, focused managers have the opportunity to differentiate through research, conviction, and agility.**

Click here to watch the full webinar.

PORTFOLIO STRATEGY: GROWTH WITH RESILIENCE

At **Taksh** as we have consistently highlighted, our portfolio remains aligned with **India's domestic consumption-driven growth** story. Post the Union Budget, we increased our **allocation to the B2C (Business-to-Consumer) segment, which now accounts for ~60% of the portfolio**. The recent GST reforms further reinforce the policy momentum toward consumption, building on earlier measures such as income tax reductions and lower interest rates.

- **Near-term:** Lower taxes on essentials and small-ticket discretionary items can support demand resilience.
- **Medium-term:** Formalisation, simplification, and affordability are likely to drive sustainable consumption growth.
- **Portfolio impact:** Our B2C exposure in retail, discretionary, NBFCs (as a proxy to discretionary), and healthcare stands to benefit, aligning well with the structural direction of GST 2.0.

Overall, we see strong tailwinds in the revival of domestic consumption and remain focused on participating in this structural opportunity.

Our portfolio is positioned for long-term capital appreciation, underpinned by strong earnings growth, sectoral diversification, and attractive valuations. **By FY27, we are targeting a 23% RoE and an earnings CAGR of 26% over FY25–27E** - reflecting confidence in the durability of India's consumption-led growth story.

We thank you for your trust and look forward to navigating the road ahead **with conviction, prudence, and purpose.**

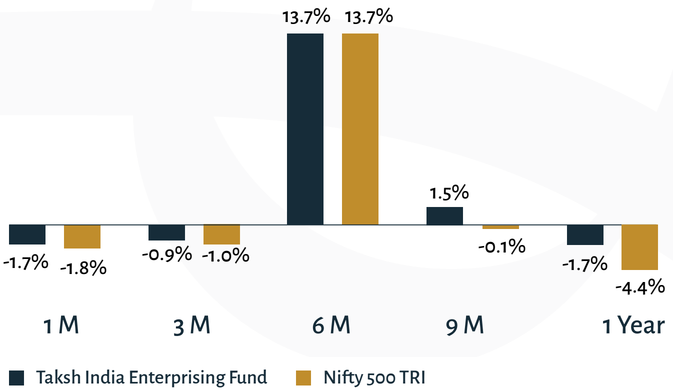
FUND DYNAMICS

SECTOR / ALLOCATION %

SECTOR	ALLOCATION %
Consumer Services	18.6
Capital Goods	14.6
Finance	13.2
Automobile and Auto Components	11.3
Chemicals	7.7
Healthcare	6.2
Consumer Durables	5.5
Telecommunication	5.0
Banks	4.5
Power	4.5
Services	2.6
Fast Moving Consumer Goods	2.0
Cash & Cash Equivalents	4.4

As per AMFI Classification; Data as on August 31, 2025

FUND PERFORMANCE



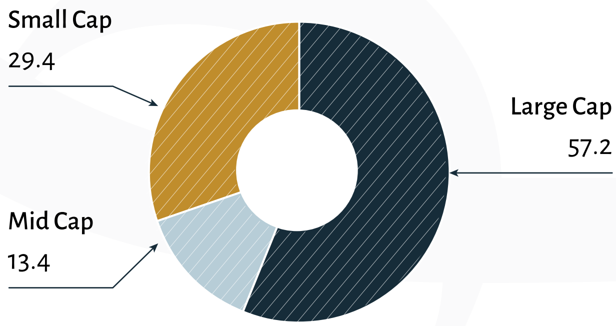
^Data as on 31st August,2025
First Close date - 6th August,2024.
*Note - As the fund was in the capital deployment phase during its first month (August 2024) with an average cash holding of approximately 69%, the returns are presented from the end of August 2024 which is the 12-month returns as of the end of August 2025.
Disclaimer: Returns are calculated on a post-expenses, pre-carry, and pre-tax basis. Above mentioned returns are Strategy level returns and might deviate for different share classes. Past performance may or may not be sustained in future. Returns for greater than one year are annualised returns.

TOP 10 HOLDINGS

Company	Sector	Weight %
Avenue Supermarts Limited	Consumer Services	5.9
Bajaj Finance Limited	Finance	5.5
Eternal Limited	Consumer Services	5.3
Bharti Airtel Limited	Telecommunication	5.0
ICICI Bank Limited	Banks	4.5
Torrent Power Ltd	Power	4.5
Steelcast Limited	Capital Goods	4.4
Cholamandalam Investment and Finance Company Limited	Finance	4.4
ITC Hotels Limited	Consumer Services	3.9
Clean Science and Technology Ltd	Chemicals	3.6

Data as on August 31, 2025

MARKET CAPITALIZATION*



As per AMFI Classification; Data as on August 31, 2025
*Cash excluded

PORTFOLIO QUANTS

Portfolio Quants	TIEF	Nifty 500 TRI
RoE FY27e (%)^	23	15
EPS CAGR: FY25-27e (%)	26	16
PEG Ratio*	1.8	1.5

Source: Bloomberg; Internal Research. Data as on August 31, 2025
*PEG Ratio is Price/Earnings to Growth calculated as FY25 PE divided by the expected EPS growth for FY25-27e
^adjusted for one-time and non-recurring items

DISCLAIMERS

The Scheme is yet to complete one year as on 31st March 2025 and hence benchmark report is not available as of now. Further, the Scheme notes to publish the same as when it is available. The NIFTY 500 TRI returns are disclosed from reference perspective to show performance of the scheme and the said benchmark to the readers and the same shall not be construed as the Scheme has been benchmarked with NIFTY 500 TRI. The Investment objective/ strategy of the Fund is not structured in a way which is identical/ similar to the compared benchmark.

This document is purely for information purposes and should not be considered as an investment advice/recommendation or an offer or solicitation of an offer to buy/sell any securities. There is no guarantee that the aimed returns may be met and there can be no assurance that the same will be achieved in the products managed by Taksh Asset Management Private Limited (Taksh).Certain data and numbers mentioned in this document are on the basis of internal research data of Taksh and data available in the public forum and shall not be considered as investment recommendation or opinion of Taksh. Taksh is the investment manager and sponsor of the Taksh Alternative Investment Trust (Taksh AIF), a Category III SEBI registered AIF. Taksh India Enterprising Fund is the first scheme of the Taksh AIF. Taksh and its employees/directors shall not be liable for any loss, damage, or liability whatsoever for any direct or indirect loss arising from the use of this information. All investors must read the fund documents of Taksh AIF and shall consult their financial, legal, tax advisors, before making any investment decision/contribution with Taksh. Performance: Past performance may or may not be sustained in future. Returns are dependent on prevalent market factors, liquidity and credit conditions. Instrument returns depicted are in the current context and may be significantly different in the future. There is no guarantee that the aimed returns may be met. Contributors should bear in mind that past performance is not necessarily indicative of future results, and there can be no assurance that the Fund will achieve comparable results.