

## Investment Objective

The India Avenue Equity Fund is a registered, unlisted unit trust, which invests in listed companies trading on Indian stock exchanges or on other exchanges, with significant exposure to India's economy. The Fund aims to outperform its benchmark in AUD terms, after fees and over rolling 5-year periods.

IAEF M Class Units	1 month	3 months	1 year	3 years p.a.	5 years p.a.	Since Inception p.a.
IAEF Pre Tax Net Returns*	-9.24%	-10.16%	-10.76%	13.64%	13.45%	9.61%
MSCI India (net) in AUD#	-9.67%	-10.98%	-10.10%	10.70%	11.26%	9.59%
<b>Alpha</b>	<b>0.43%</b>	<b>0.83%</b>	<b>-0.66%</b>	<b>2.94%</b>	<b>2.19%</b>	<b>0.01%</b>
IAEF Net Returns**	-9.26%	-10.19%	-11.49%	12.13%	12.05%	8.84%
iShares MSCI India ETF in AUD##	-8.88%	-10.41%	-9.65%	8.62%	9.27%	8.04%
<b>Alpha</b>	<b>-0.38%</b>	<b>0.22%</b>	<b>-1.84%</b>	<b>3.52%</b>	<b>2.78%</b>	<b>0.80%</b>

Source: MSCI

\*Performance is calculated on a post fee, but pre-CGI and withholding taxes paid in India. Australian domiciled investors receive a partial credit for these taxes in their annual tax refund. Over the last 5 years the impact on performance from payment of Indian CGT is approximately 1.0% per annum. We estimate that 50-100% of Indian CGT paid is recoverable in Australian investor tax returns as a tax credit. However, we are not tax advisors and investors should seek their own tax advice. The MSCI India benchmark returns are calculated pre taxes paid.

# The MSCI India benchmark does not pay Indian CGT

\*\* India Avenue Equity Fund M Class returns based on NAV (exit price to exit price)

## iShares ETF is a benchmark which includes Indian CGT and transaction costs, which provide an "invested" benchmark experience

Past performance is not an indicator of future performance. Above returns are calculated based on the exit price of 31 January 2026, net of fees and assuming reinvestment of dividends. Returns of longer duration than 1 year are annualised

## Portfolio and Market Returns

The India Avenue Equity Fund (M Class Units) delivered a return of -9.24% (pre-tax) in January 2026, outperforming the MSCI India Net Return Index (AUD) by 0.43%. January 2026 marked a challenging start to the calendar year for Indian equities: it began the month at record highs but finished lower amid heavy FII selling and rising global trade tensions, with domestic flows cushioning but not fully offsetting the drawdown. AUD-denominated returns from Indian equities were further affected by the AUD's appreciation against the INR, as global commodity price dynamics and inflation differentials continued to support AUD strength.

The domestic macroeconomic backdrop remained broadly supportive. High-frequency indicators pointed to resilient domestic demand, and manufacturing PMIs stayed in expansionary territory. While global uncertainties around interest rates, geopolitics and currency volatility persisted, India's relative macro stability and policy continuity provided a degree of insulation.

The Union Budget, released in early February, maintained a strong focus on infrastructure spending, fiscal discipline and manufacturing-led growth. Continued support for capital expenditure, incentives for domestic manufacturing and targeted measures for consumption reinforced confidence in medium-term growth.

Early results from the Q3 FY26 (December 2025 quarter) earnings season have been mixed, reflecting softer demand conditions and slower top-line momentum, but still-resilient profitability. Nifty 50 revenues are tracking growth of around 4.5% year-on-year, the weakest pace in nearly four years, while profit growth remains firmer at approximately 9-10% year-on-year, supported by banks, select cyclical sectors and continued discipline on costs. Elevated market valuations have made investor reactions to earnings particularly unforgiving, with even modest disappointments or cautious guidance triggering sharp stock-specific corrections. Overall, the emerging earnings pattern points to a period of consolidation rather than a material downturn, characterised by slower nominal growth but still-durable earnings outcomes.

Portfolio Characteristics	IAEF	MSCI India
Return on Invested Capital	13.8%	13.4%
Gross Profit Margin	42.8%	37.2%
Asset Growth 3 years	14.9%	14.3%
Forecast LT Sales Growth	12.7%	13.0%
Forecast LT Earnings Growth	17.1%	16.6%
Return on Assets	9.5%	9.1%
Price-to-Book	3.6	3.9
P/E Forward (Mar-26)	20.6	22.8
Free Cash Flow Yield	4.5%	3.3%
Beta	0.9	0.9
Market Capitalisation	\$55bn	\$85bn
Dividend Yield	1.2%	1.1%

Source: Foresight Analytics

Risk Characteristics	IAEF	MSCI India
Volatility	18.0%	18.2%
Tracking Error	4.9%	
Information Ratio	0.23	
Sharpe Ratio	0.48	0.41

Source: MSCI

1) Volatility: Standard deviation annualised since inception

2) Standard deviation of active return (before fees)

3) Sharpe ratio: Excess return (before fees) over the Ausbond Bank Bill Index, divided by standard deviation

4) Information ratio: Active return (before fees) divided by tracking error

# India Avenue Equity Fund

31 January 2026

Performance by Unit Class <sup>^</sup>	1 month	3 months	1 year	3 years p.a.	5 years p.a.	7 years p.a.
M Class	-9.26%	-10.19%	-11.49%	12.13%	12.05%	10.45%
H Class	-9.30%	-10.30%	-11.91%	11.49%	11.45%	9.89%
L Class	-9.25%	-10.15%	-11.40%	12.08%	-	-
MSCI India	-9.67%	-10.98%	-10.10%	10.70%	11.26%	10.28%

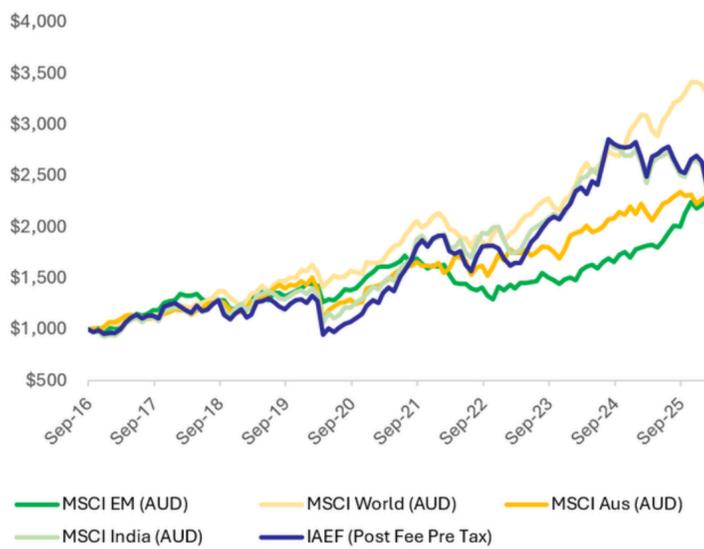
Source: MSCI

<sup>^</sup>Performance in the table above is calculated on exit price NAVs after fees and includes all Indian CGT taxes

Past performance is not an indicator of future performance. Above returns are calculated based on the exit price of 31 January 2026, net of fees and assuming reinvestment of dividends. Returns of longer duration than 1 year are annualised. The only difference between the M, H and L class is the management and performance fees charged. The underlying investments of each class are identical.

## Comparative Returns

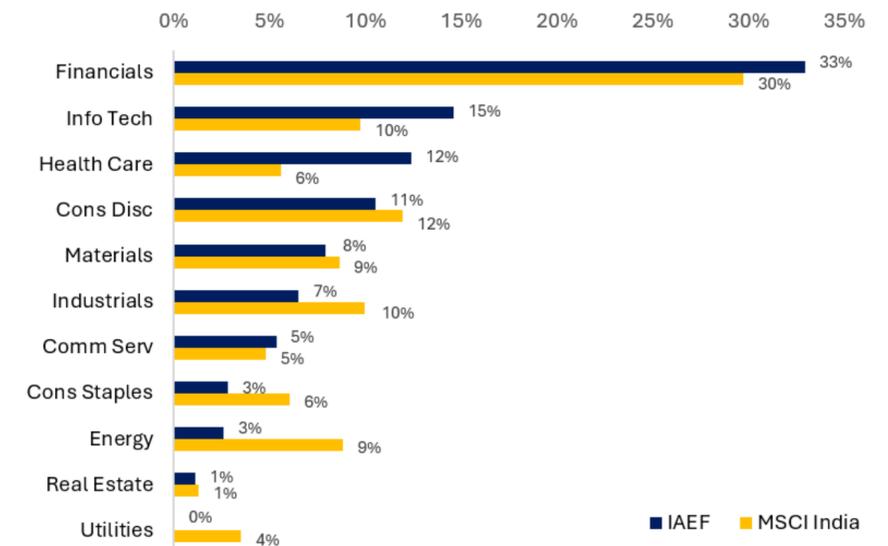
IAEF vs India, EM, World, Aus (Rebased to \$1,000)



Source: MSCI

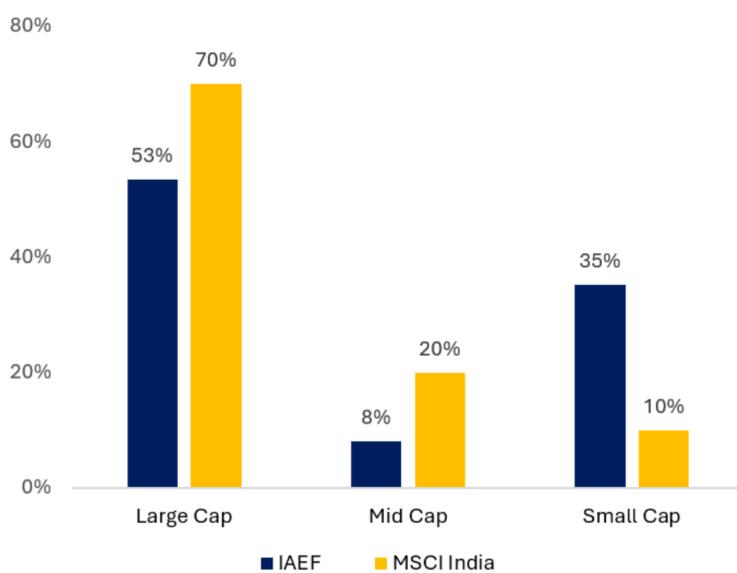
Past Performance is not a reliable indicator of future performance

## Sector Positioning - IAEF vs MSCI India



Source: Foresight Analytics

## Size Distribution



\*Large Cap (above A\$20bn), Mid Cap (between A\$5-20bn) and Small Cap (below A\$5bn)

## Top 10 Stocks

Holdings	Weight
Shriram Finance	6.4%
Bharti Airtel	5.2%
Infosys	3.9%
Axis Bank	3.8%
ICICI Bank	3.8%
HDFC Bank	3.7%
Aurobindo Pharmaceutical	2.8%
Bajaj Finance	2.8%
State Bank of India	2.3%
Redington India	2.3%
<b>Top 10 Weight</b>	<b>37.1%</b>

## Fund Overview - 31.01.2026

	M Class	H Class	L Class
NAV	1.5249	1.5129	1.2360
Inception Date	6/09/2016	9/04/2017	21/04/2021
APIR Code	ETL0482AU	ETL0478AU	ETL2814AU
ARSN	611374586	611374586	611374586
ISIN	AU60ETL04826	AU60ETL04784	AU60ETL28148
Morningstar Code	ETL0482AU	ETL0478AU	ETL2814AU
Management Fee	1.10%	1.50%	0.95%
Performance Fee	10%	10%	15%
Min. Investment Amount	A\$50,000	A\$10,000	A\$50,000
FY25 Distribution	0.1693	0.1488	0.1398
Distribution Frequency	Annually as of 30 June		
Assets under Management	\$131m		
Benchmark	MSCI India (net) AUD		
Investment Universe	Predominantly securities listed on Indian stock exchanges		
Investment Style	Multi-manager, Neutral		

## Platform Availability

Hub24  
Netwealth  
Mason Stevens  
Praemium  
DASH  
Acclaim Wealth

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## Rating



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India Avenue Equity Fund's Target Market Determination is available on our website: [www.indiaavenue.com.au](http://www.indiaavenue.com.au)

A Target Market Determination is a document which is required to be made available from 5 October 2021. It describes who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed.