



**PMS AIF WORLD**  
High Performance Investing

**JULY, 2023 NEWSLETTER**

---

# **CAT 3 ALTERNATIVE INVESTMENT FUNDS**

**MONTH**

**JULY, 2023**

**DATA AS OF**

**30<sup>TH</sup> JUNE, 2023**

**PREPARED BY**

**PMS AIF WORLD**

---

**MONTHLY PERFORMANCE REPORT**

# Beginning of a Significant Bullish Phase in Indian Equity Markets

Dear Investors,



**Kamal Manocha**  
Founder & CEO,

We are witnessing the beginning of a significant bullish phase in the Indian equity markets, signalling a promising decade ahead. After a 20-month wait, the Nifty soared past 18,000 [touched on 11th October 2021] and reached a new all-time high of 19,011.25 on 28th June 2023, and closed June 2023 at 19,189.05. The Sensex also experienced a notable surge.

This rally is attributed to positive global cues, improvements in India's current account deficit, progress in the southwest monsoon, and strong foreign fund inflows. With continued upside momentum, the Nifty has the potential to reach even greater heights.

- **Positive global cues:** The global economy is showing signs of recovery, which is positive for Indian equities as India is a major exporter. The US economy, in particular, is expected to grow at a healthy pace in 2023, which will boost demand for Indian goods and services.
- **Narrowing of India's current account deficit:** India's current account deficit (CAD) narrowed in the fourth quarter of 2022, which is a positive sign for the economy. According to data released by the Reserve Bank of India (RBI), India's current account deficit (CAD) contracted to \$1.3 billion (0.2% of GDP) in the fourth quarter of fiscal 2022-23.



PMS AIF WORLD

# Beginning of a Significant Bullish Phase in Indian Equity Markets

This marks a significant improvement compared to the previous quarter's CAD of \$16.8 billion (2% of GDP) and the CAD of \$13.4 billion (1.6% of GDP) recorded a year ago. The narrowing of the current account deficit is a positive development for the Indian economy, indicating improved economic stability and a better balance between exports and imports.

A narrowing CAD means that India is importing less than it is exporting, which helps to boost the value of the rupee. A stronger rupee makes Indian goods and services more competitive in international markets, which can lead to higher exports and economic growth.

- **Advance of the southwest monsoon:** The southwest monsoon, which is India's main source of rainfall, has been advancing well this year. This is good news for farmers, as it will help to boost agricultural production. A good monsoon also helps to improve rural incomes, which can lead to increased consumer spending.

Of course, tremors from El Nino will be observed, but unlikely to be magnified to a scale expected earlier.

- **Robust foreign fund inflows:** Foreign investors have been net buyers of Indian equities in recent months. This is a positive sign, as it shows that foreign investors are confident in the Indian economy. Foreign fund inflows can help to boost stock prices and support a bull market

- In Q4 FY23, FIIs had a Net Outflow of Rs 50,557 Cr from the Indian Markets, and as of Q1 FY24, FIIs had a Net Inflow of Rs 54,421 Cr, implying a net increase of over 200% over a quarter.
- Comparing with the same quarter last year, in Q1 FY23, FIIs were net sellers totalling to an outflow of Rs 1,53,057 Cr and with a net buy of Rs 54,421 Cr for Q1 FY24, the change has been tremendous!



# Beginning of a Significant Bullish Phase in Indian Equity Markets

Even on the global front, with respect to the US, following a series of 10 consecutive interest rate hikes, the Federal Reserve decided to maintain the federal funds target rate at a range of 5.0% to 5.25% during the June meeting. This pause in interest rate increases is the first since the Fed began tightening its monetary policy in March 2022. The central committee, Federal Open Markets Committee (FOMC), has been striving to curb inflation while avoiding a recession in the U.S. economy. The FOMC, likely to meet next in the last week of July 2023, also updated its long-term economic projections, indicating a median fed funds rate of 5.6% in 2023, suggesting the possibility of two more interest rate hikes by the end of the year.

The impact of this decision on Indian equity markets is expected to be influenced by global market trends and investor sentiment towards emerging economies.

The inflation rate in India in May 2023 was 4.25%. This is a significant decline from the previous month's rate of 4.7%, and the lowest inflation rate in India since April 2021. The decline in inflation was driven by a number of factors and this decline in inflation is positive news for the Indian economy. The RBI is kept interest rates unchanged at its meeting in June 2023, but it may raise rates in the coming months if inflation continues to rise.

In conclusion, the current phase of the Indian equity markets holds promising prospects for investors. The recent surge in the Nifty and Sensex, indicates a strong upward momentum. Additionally, the decision of the Federal Reserve to pause interest rate hikes in the US adds to the positive sentiment. However, it is important to monitor global market trends, inflation rates, and investor sentiment towards emerging economies, as they can impact the trajectory of Indian equity markets. Overall, the combination of these factors sets the stage for an optimistic outlook for Indian equities in the near future.



## CAT 3 Alternate Investment Fund Performance Data as of 30<sup>th</sup> June 2023

LONG ONLY AIFs										
Strategy	Inception Date	AUM	1M	3M	6M	1Y	2Y	3Y	SI	Type
Abakkus Emerging Opp. Fund	Jun-19	-	7.2%	17.6%	20.0%	38.2%	15.5%	48.2%	35.4%	Close Ended
Abakkus Growth Fund-1	Jul-18	-	5.9%	17.1%	14.0%	32.6%	9.0%	36.0%	20.1%	Close Ended
Abakkus Growth Fund-2	Nov-21	-	5.4%	14.5%	11.2%	30.4%	-	-	17.2%	Close Ended
Abakkus Alpha Diversified Fund	Dec-22	-	4.0%	8.0%	7.5%	-	-	-	7.5%	Close Ended
Accuracap AlphaGen Next ^	Dec-18	84.99	4.4%	11.9%	7.2%	15.0%	4.0%	15.3%	10.2%	Open Ended
Accuracap Vectra Fund ^	Dec-18	58.35	5.1%	14.9%	11.0%	20.5%	4.7%	19.6%	11.0%	Open Ended
Alchemy Leaders of Tomorrow	Jan-18	411	7.5%	21.0%	13.8%	18.5%	13.7%	30.5%	11.8%	Open Ended
Carnelian Compounder Fund – 1	May-19	-	4.7%	17.5%	10.3%	31.6%	10.5%	24.3%	18.0%	Close Ended
Carnelian Structural Shift Fund	Apr-22	-	6.5%	24.7%	21.1%	36.5%	-	-	27.5%	Close Ended
Dalal & Broacha India Oppo. Multicap^	Dec-19	-	5.8%	17.6%	12.1%	25.8%	7.8%	18.7%	11.6%	Open Ended
Edelweiss Catalyst Opportunities Fund	Jun-18	136.19	3.5%	8.3%	2.1%	13.5%	3.6%	21.8%	10.5%	Close Ended
First Water Capital Fund	Aug-20	-	6.1%	21.6%	14.6%	29.8%	15.8%	-	35.0%	Close Ended
Girik Multicap Growth Equity Fund II	Jan-22	136.21	7.0%	20.7%	12.5%	22.1%	-	-	2.2%	Close Ended
I-Wealth Fund-2	Oct-22	-	2.9%	12.8%	5.7%	16.1%	-	-	6.1%	Close Ended
360 ONE High Conviction Fund –Series 1^	Nov-19	623.15	4.1%	11.7%	9.6%	21.6%	5.3%	22.5%	11.9%	Close Ended
360 ONE Equity Opportunity Fund – Series 2	Dec-22	-	4.2%	6.8%	8.8%	-	-	-	7.4%	Close Ended
360 ONE Multi Strategy Fund	Sep-18	259.76	5.5%	15.0%	11.1%	28.3%	11.4%	25.7%	14.2%	Close Ended
Guardian Capital Partners Fund Opportunities Scheme	Jan-20	-	6.9%	15.3%	14.9%	36.7%	15.1%	36.4%	39.2%	Close Ended
Monarch AIF MNCL Capital Compounder Fund - I	Aug-22	299.33	3.5%	15.7%	11.3%	-	-	-	18.2%	Close Ended
Prudent Equity ACE Fund	Dec-22	-	11.2%	22.6%	18.8%	-	-	-	18.8%	Open Ended
SageOne Flagship Growth 2 Fund	Aug-21	700	5.7%	15.5%	9.6%	16.8%	-	-	2.2%	Close Ended
Sameeksha India Equity Fund	Feb-22	126.3	5.6%	15.4%	15.4%	28.3%	-	-	16.1%	Open Ended
Sundaram Alternative Opportunities Series- ACORN^	Feb-20	-	3.7%	18.4%	8.2%	16.7%	8.3%	25.9%	20.1%	Close Ended
Sundaram Alternative Opportunities Series- ATLAS^	May-22	-	1.2%	14.7%	6.0%	16.4%	-	-	12.0%	Open Ended
White Oak India Equity Fund- II	Mar-19	1260	4.8%	16.4%	7.1%	21.5%	4.3%	-	18.3%	Close Ended

The Data is indicative and as of 30<sup>th</sup> June, 2023. Data is Net of Expenses & Pre-Taxes unless indicated by marks (\* and ^) implied as mentioned below. Taxation in AIFs is different for Long only vs Long short and depends upon portfolio construct and structure.

^ Net of Expenses & Taxes

\* Gross of Expenses & Taxes

Returns upto 1 year are Absolute and above 1 Year are CAGR

## CAT 3 Alternate Investment Fund Performance Data as of 30<sup>th</sup> June 2023

LONG SHORT AIFs											
Strategy	Inception Date	AUM	1M	3M	6M	1Y	2Y	3Y	5Y	SI	Type
AlphaMine Absolute Return Fund	Apr-22	-	1.2%	3.3%	7.6%	18.0%				17.3%	Open Ended
Altacura AI Absolute Return Fund	Oct-21	654	1.6%	3.9%	9.1%	18.1%	-	-	-	28.5%	Open Ended
Aventus Absolute Return Fund *	May-23	-	1.2%	-	-	-	-	-	-	1.2%	Open Ended
Aventus Enhanced Return Fund-II	Nov-18	-	6.4%	19.3%	10.6%	33.5%	13.6%	20.6%	-	14.5%	Open Ended
Aventus Market Neutral Fund	May-21	-	2.3%	0.1%	0.2%	6.8%	-	-	-	4.3%	Open Ended
Divinion Dynamic Fund	Aug-22	-	1.4%	8.2%	4.2%	-	-	-	-	9.2%	Close Ended
Dolat Absolute Return LLP	Jan-21	-	0.2%	2.2%	3.1%	8.1%	7.2%	-	-	8.0%	Open Ended
Edelweiss Alternative Equity Scheme*	Aug-14	848.82	5.1%	8.0%	2.5%	2.7%	-3.1%	10.4%	6.9%	13.0%	Open Ended
Edelweiss Consumer Trends Fund	Apr-21	352.53	4.7%	15.7%	10.2%	23.5%	9.3%	-	-	13.1%	Close Ended
ICICI Pru Long Short Fund-Series I	Aug-18	3000	0.2%	1.8%	3.2%	8.5%	8.4%	14.9%	-	13.2%	Open Ended
ITI Long Short Equity Fund *	Apr-18	-	4.3%	8.6%	7.1%	11.9%	10.7%	14.9%	12.6%	13.2%	Open Ended
Nuvama Enhanced Dynamic Growth Equity Fund	Apr-21	-	2.5%	10.6%	7.7%	27.6%	14.9%	-	-	17.0%	Open Ended
TATA Absolute Return *	Apr-19	352	0.7%	2.5%	4.8%	7.9%	10.9%	8.2%	-	8.0%	Open Ended
TATA Equity Plus Abs Returns Fund *	Mar-20	1737	1.9%	6.4%	8.1%	14.5%	15.3%	21.7%	-	22.8%	Open Ended
True Beacon One	Aug-19	-	2.6%	6.2%	3.1%	12.4%	2.4%	15.0%	-	16.2%	Open Ended
Volvin Growth Fund-Active Rabbit	Sep-22	-	2.1%	12.1%	9.4%	-	-	-	-	18.1%	Open Ended
Pace 360 Global Multi Asset Opportunity Fund	Jul-22	-	0.0%	1.7%	5.7%	-	-	-	-	14.0%	Open Ended

Index	1M	3M	6M	1Y	2Y	3Y
Nifty 50 TRI	3.7%	11.1%	6.6%	22.9%	11.8%	24.5%
BSE 500 TRI	4.3%	13.2%	6.8%	24.0%	11.7%	26.4%

The Data is indicative and as of 30<sup>th</sup> June 2023. Data is Net of Expenses & Pre-Taxes unless indicated by marks (\* and ^) implied as mentioned below. Taxation in AIFs is different for Long only vs Long short and depends upon portfolio construct and structure.

Reading & understanding performance numbers appropriately is important. AIFs are governed by private placement norms. This is for general understanding. Do read the full disclaimer on the last page.

^ Net of Expenses & Taxes  
\* Gross of Expenses & Taxes

Returns upto 1 year are Absolute and above 1 Year are CAGR

WISH TO MAKE INFORMED INVESTMENTS FOR LONG TERM WEALTH CREATION

# DO NOT SIMPLY INVEST, MAKE INFORMED DECISIONS

SCAN THE QR CODE TO BOOK AN APPOINTMENT WITH OUR EXPERTS



## OUR OFFICES

### DELHI NCR

2ND FLOOR, ARC BUSINESS TOWER,  
PLOT 17-18, UDYOG VIHAR PH 4,  
GURUGRAM 122015

### MUMBAI

AK ESTATE, OFF VEER SAVARKAR FLYOVER,  
SV RD, GOREGAON WEST  
MUMBAI 400062

**RISK DISCLAIMER:** The performance data has been mainly captured from the latest factsheets procured from respective AIF companies and is as of 30<sup>th</sup> June, 2023. Performance up to 1 Year is absolute and above 1 Year is Annualized. PMS AIF WORLD has taken due care in collating the data from respective providers and has been done on best effort basis. PMS AIF WORLD should not be held responsible for any errors for the results arising from the use of this data whatsoever. Investments are subject to market related risks. The report is meant for general information purpose and not to be construed as any recommendation. Past Performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Please read the disclosure documents carefully before investing. Alternative Investment Funds are market linked and do not offer any guaranteed/assured returns.

**SPECIAL DISCLAIMER:** The Data is indicative and as of 30<sup>th</sup> June, 2023. Data is Net of Expenses & Pre Taxes unless indicated by marks (\* and ^) implied as mentioned below. Taxation in AIFs is different for Long only vs Long short, and depends upon portfolio construct and structure. Reading & understanding performance numbers appropriately is important. AIFs are governed by private placement norms. This is for general understanding and not to be construed as any Suggestion or Advice. The sheet is endeavoured towards informed investment decisions in the space of Alternative investment Funds. Data is as of 30<sup>th</sup> June, 2023.

**LEGAL DISCLAIMER:** Unless otherwise indicated, the data, site and content is PMS AIF WORLD's proprietary and all source code, database, functionality, software, website design, videos, text, charts, graphics on the site (collectively, the "Content") and our Trademarks and logos contained therein (the "Marks") are owned or controlled by us or licensed to us, and are protected by copyright and Trademark laws and various intellectual property laws of India.