



**ALFACCURATE ADVISORS**  
Protect Capital, Create Wealth

# AAA Budding Beasts PMS Strategy

---

**March 2026**

Strictly Private & Confidential

# Why AAA?



## Founders are Fund Managers

Rajesh Kothari, Founder of the firm is the Chief Investment Officer of AAA PMS.



## Longevity

16 Years of existence as a boutique investment management firm, a rarity in the industry



## No Conflict of Interest

Pure play investment management and advisory. No broking, no wealth management business, no conflicts.



## Competence

38+ Years of fund management experience, backed by a 110+ years' experience of investment team.



## Cycle Tested Performance

Tested across bull, bear, and sideways markets, including periods of sharp volatility.



## High Standards of Governance

Clear governance framework for investment decisions, risk oversight, and compliance.



**AAA IOP PMS won the Best 10-Year Performance Award four times (2020–2024) for risk adjusted returns, as recognised by PMSAIF World based on analysis by IIM Ahmedabad**

# The AAA Team



**Rajesh Kothari**

Founder & Managing Director

29  
years



**Govind Agrawal**

Director

31  
years



**Sandeep Biyani**

Head of Sales & Business  
Development

19  
years



**Bhushan Koli**

Head of Operations

29  
years

# The AAA Team



**Rajesh Kothari**  
Founder & Managing  
Director  
CWA, MBA

## About Our Founder

He brings over 29 years of experience in the Indian capital markets, with expertise across both Long Only and Long–Short investment strategies. He was formerly a Director at Voyager Investment Advisors, a US based, India dedicated fund managing US\$500 million, where the fund significantly outperformed benchmark indices during his tenure. Earlier, he served as a Fund Manager at DSP Merrill Lynch for over four years, delivering annualised returns of 55% in the Equity Fund and 62% in the Top 100 Fund, outperforming benchmarks by over 20% and 10% respectively, while consistently maintaining first quartile rankings.

**Rated as “Platinum Fund Manager” by Economic Times for DSP ML Equity Fund on a risk adjusted return basis (Jul 2006)**

**Received CNBC TV18 – CRISIL Mutual Fund of the Year Award 2006 for DSPML Equity Fund and Lipper India Fund Awards 2006 for best equity fund group for 3 years**

**Invited at Maharashtra Economic Summit to present views on Indian Infrastructure**

**Invited by Institute of Directors to present views on Governance Deficit**

**Received CMA Young Achiever Award 2014**

**Actively involved with Arham Yuva Group (A philanthropic initiative)**

# The AAA Team



**Govind Agrawal**  
Director

CA, LLB

## About Our Director

He brings 31 years of experience in the Indian capital markets. He was formerly a Fund Manager at Reliance Capital Asset Management (US\$20bn) for over four years, where the Reliance Emergent India Fund, a US\$100m offshore fund, outperformed benchmark indices by 35% since inception, and he played an instrumental role in setting up the macroeconomic research desk. Earlier, he served as Executive Director at UBS Securities India for 4 years as India Account Manager for large FIIs, advising PMs on country, sector, and stock allocation. He also spent a decade as Senior Vice President of Equity Sales at Motilal Oswal Securities, where he was a key contributor to building the institutional equity broking business, systems, and processes.

**Represented Reliance AMC on international platforms and panel discussion on Emerging Markets and Indian Equity Market**

**Addressed investors' meet and the private banking teams of large banks in Middle East, Asia, London, Europe and in India**

**At UBS, was voted as the "Best Equity Sales Person-Mega Funds category, Asia Money 2006"**

**Won several awards at Motilal Oswal for consistently contributing to Institutional Equity Sales**

# AAA Investment Philosophy



The philosophy is designed to endure across market cycles, with decisions guided by long term conviction rather than near term market signals

# Investment Universe



# Internal Checks: Forensics & Longevity Assessment

## Management Practices

To assess corporate governance risk

## Quality of Cashflow

Ability to convert the revenue to cash and reinvest into the business

## Accounting Policies

Assess the consistency and fairness of the accounting policies

## Taxation Mischiefs

to identify the potential fraud

## Longevity of business growth

Sustenance of revenue and earnings growth & assessing competitive advantage

## Longevity of return ratios

Gauging business profitability and efficiency

## Longevity of reinvestment


Intensity to generate self sustaining growth

## Longevity of cashflow

Identify financial strength

 **13 Such Forensics Parameters**

 **8 Such Longevity Parameters**

 **It's not about chasing fast growth; it's about owning high quality businesses that compound sustainably across cycles.**

# Agility Guides Our Exit Strategy

## We Exit When

- 1 There is a need to rebalance weights for risk management purposes
- 2 A company no longer meets our buy/hold criteria
- 3 A company no longer meets our valuation criteria
- 4 There is no longer a durable double digit return expectation for a company's stock
- 5 There is a more compelling investment opportunity to fund

# 18 years

**The average life span of company listed in the S&P 500**

The only constant is change. The average lifespan of a company listed on the S&P 500 has fallen from 90 years in 1935 to just 18 years today, highlighting how quickly leadership erodes without sustained competitiveness.

**We stay agile and active, continuously reassessing fundamentals, risks, and relevance, never letting our guard down.**

# Volatility In Business Cycles Across Sectors

Earnings Performance	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24
<b>Automobile</b>	-2%	16%	-8%	65%	5%	17%	11%	-28%	9%	27%	36%	45%
<b>Consumer</b>	15%	8%	13%	9%	12%	5%	31%	10%	-3%	22%	10%	18%
<b>Capital goods</b>	-4%	-21%	-9%	0%	18%	18%	19%	-8%	-11%	68%	7%	21%
<b>Pharma</b>	23%	43%	-6%	17%	7%	-11%	6%	8%	39%	-1%	3%	20%
<b>Software</b>	21%	33%	10%	12%	11%	4%	14%	4%	10%	23%	2%	7%

Index Performance	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24
<b>Automobile</b>	-10%	33%	45%	-26%	26%	13%	0%	-12%	95%	30%	25%	77%
<b>Consumer</b>	11%	12%	44%	-13%	39%	11%	28%	-19%	76%	9%	10%	16%
<b>Capital goods</b>	13%	28%	30%	-1%	-7%	17%	26%	-18%	114%	37%	-22%	25%
<b>Pharma</b>	32%	18%	12%	-2%	22%	11%	14%	-17%	31%	4%	25%	17%
<b>Software</b>	21%	26%	70%	-12%	2%	-14%	10%	-18%	81%	16%	-11%	60%

■ Great Performance (>20%)
 ■ Average Performance (0-20%)
■ Poor Performance (<0%)

---

# **AlfAccurate Advisors**

## **Budding Beasts**

# Why AAABB PMS?



## Access to Market Leaders

Aims for mid & small cap exposure to ~50 market leaders across sectors.



## Growth Potential

Aims to capture long term growth with strong balance sheet and high ROCE.



## Grounded In Research

Combines top down and bottom up research with strong due diligence.



## Disciplined Portfolio Construction & Risk Management

Balanced portfolio with clear entry, sizing, and exit discipline.



## Cycle Aware Allocation

Positioning adjusts to business cycles while remaining grounded in long term fundamentals.



## Award Winning Track Record

We have a proven track record of investment in companies yielding multibagger returns.













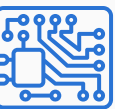


# AAA Universe: Low Market Cap, High Profit Size



Source: AAA Research, Ace Equity. Market cap as on 31 Mar 2026. Net profit as on FY25.

# Market Leadership Extends Beyond Large Caps

Category leadership is not confined to large caps, mid and small caps dominate numerous **high growth niches** across diverse sectors.

 <b>Bearings</b>	 <b>Transformers</b>	 <b>Specialty Chemicals</b>	 <b>Diagnostics Chain</b>	 <b>Shopping Malls</b>
 <b>Lifestyle</b>	 <b>Coworking Spaces</b>	 <b>Consumer Durables</b>	 <b>Luggage</b>	 <b>HVDC</b>
 <b>Pipes</b>	 <b>Electricals</b>	 <b>EMS</b>	 <b>CDMO</b>	 <b>Hospitals</b>

**These companies represent category leaders in mechanical components, specialized building materials, niche chemicals, and healthcare infrastructure.**

# AAABB PMS Features & Sectoral Allocation

AAA Budding Beasts PMS plan intends to build portfolio of 30-60 companies which are market leaders with strong corporate governance and high growth potential with investment horizon of 3-5 years.

**Benchmark Index**  
**BSE 500 TRI**

**Minimum No of Stocks**  
**30**

**Mid & Small Cap Exposure**  
**65% to 100%**

**Large Cap Exposure**  
**0% to 35%**

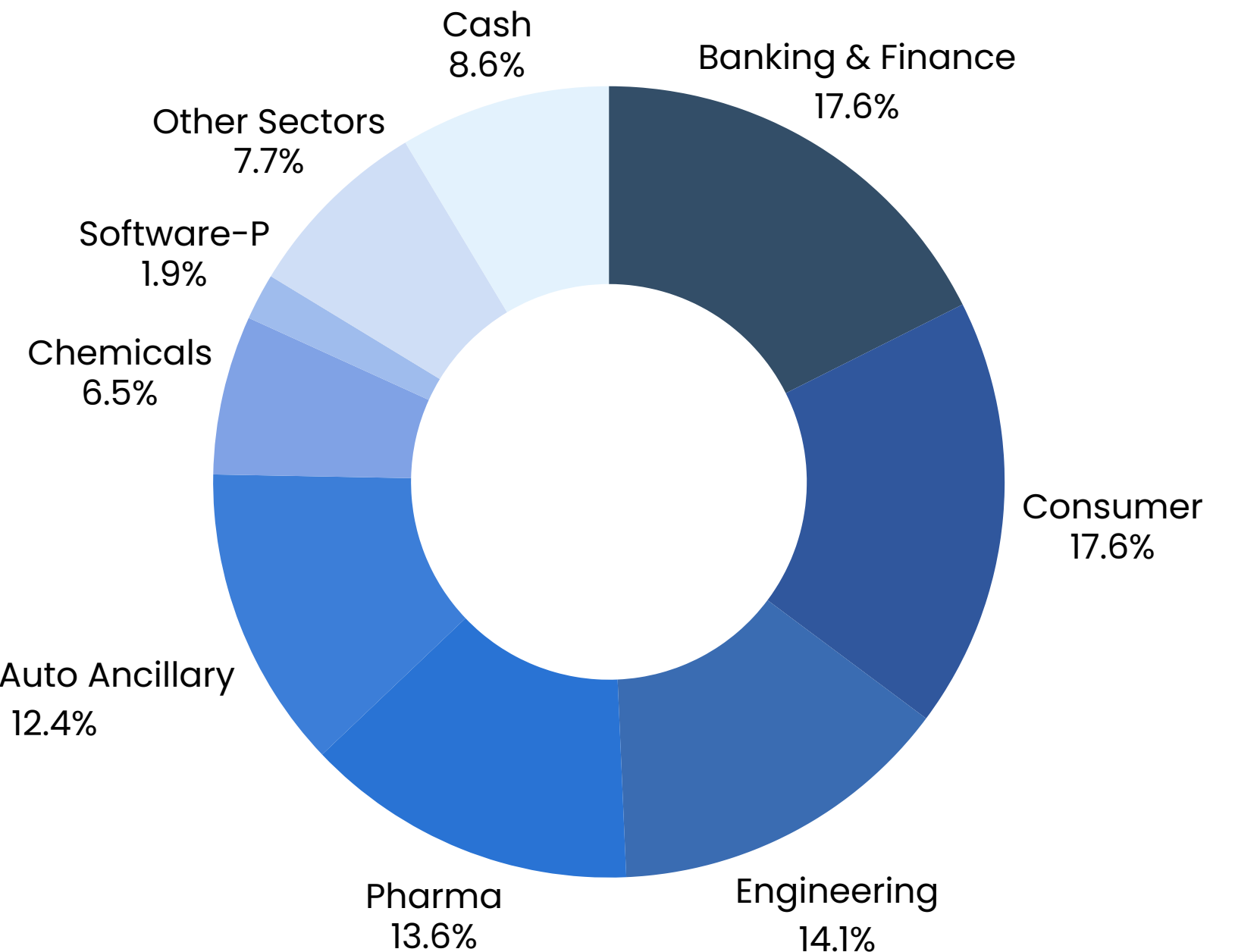
**Max Weight in 1 Stock**  
**10%**

**Max Weight in 1 Sector**  
**30%**

**Max Weight in Top 10 Stocks**  
**50%**

Auto & Auto Ancillary  
12.4%

**AAABB PMS Holdings As on 31 Mar 2026**



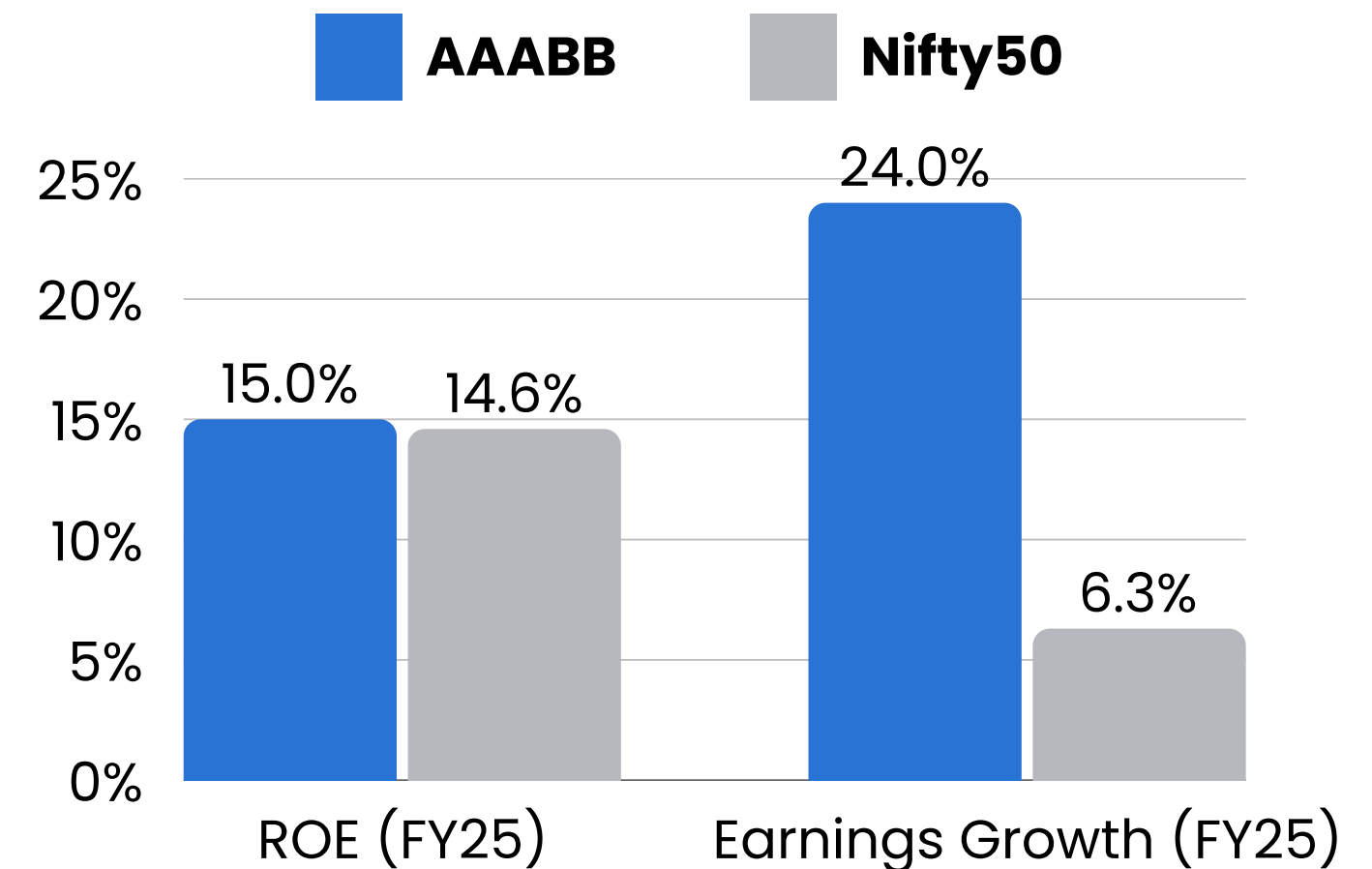
# AAABB PMS Characteristics

- 1 TRUE MID & SMALL CAP SCHEME**  
 Weighted Average Market Cap of ₹423 Bn
- 2 SECTORAL LEADERS**  
 3M Stock Selection Approach
- 3 LARGE PROFIT SIZE**  
 91.9% of portfolio cos ₹50cr+ NP | 80.9% ₹100cr+ NP
- 4 CASH RICH BALANCE SHEET**  
 45.0% of portfolio cos have 0 net D/E | 50.8% have net D/E <1x
- 5 SUPERIOR ROE**  
 15.0% AAABB PMS vs 14.6% Nifty50 (FY25)
- 6 STRONG EARNINGS GROWTH**  
 24.0% AAABB PMS vs 6.3% Nifty50 (FY25)

## AAABB PMS Holdings (31 Mar 2026)

Large Cap Weight <b>18%</b>	Mid Cap Weight <b>19%</b>
Small Cap Weight <b>55%</b>	Cash <b>8%</b>

**Weighted Average Market Cap: ₹423 Bn**



# AAABB PMS 3QFY26 Earnings Performance

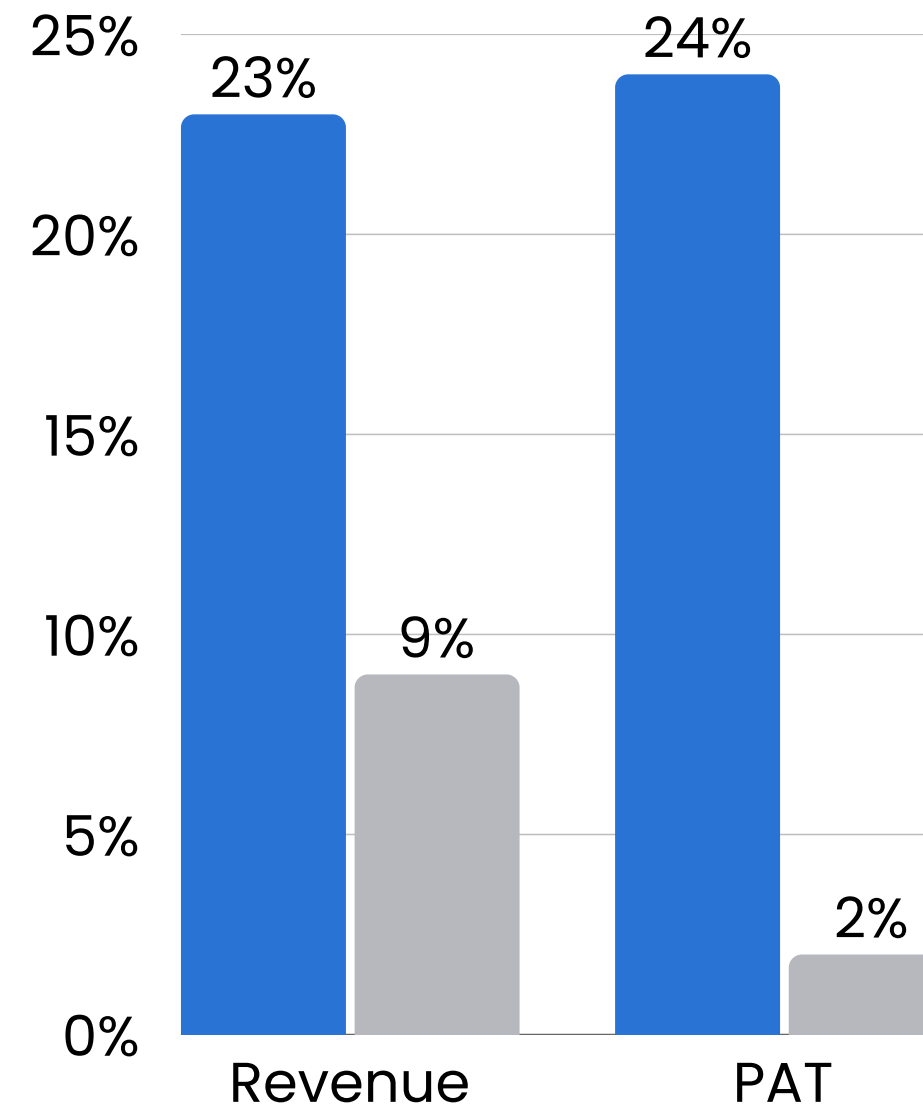
# 30%

## 3QFY26 PAT Growth (YoY) For AAABB PMS

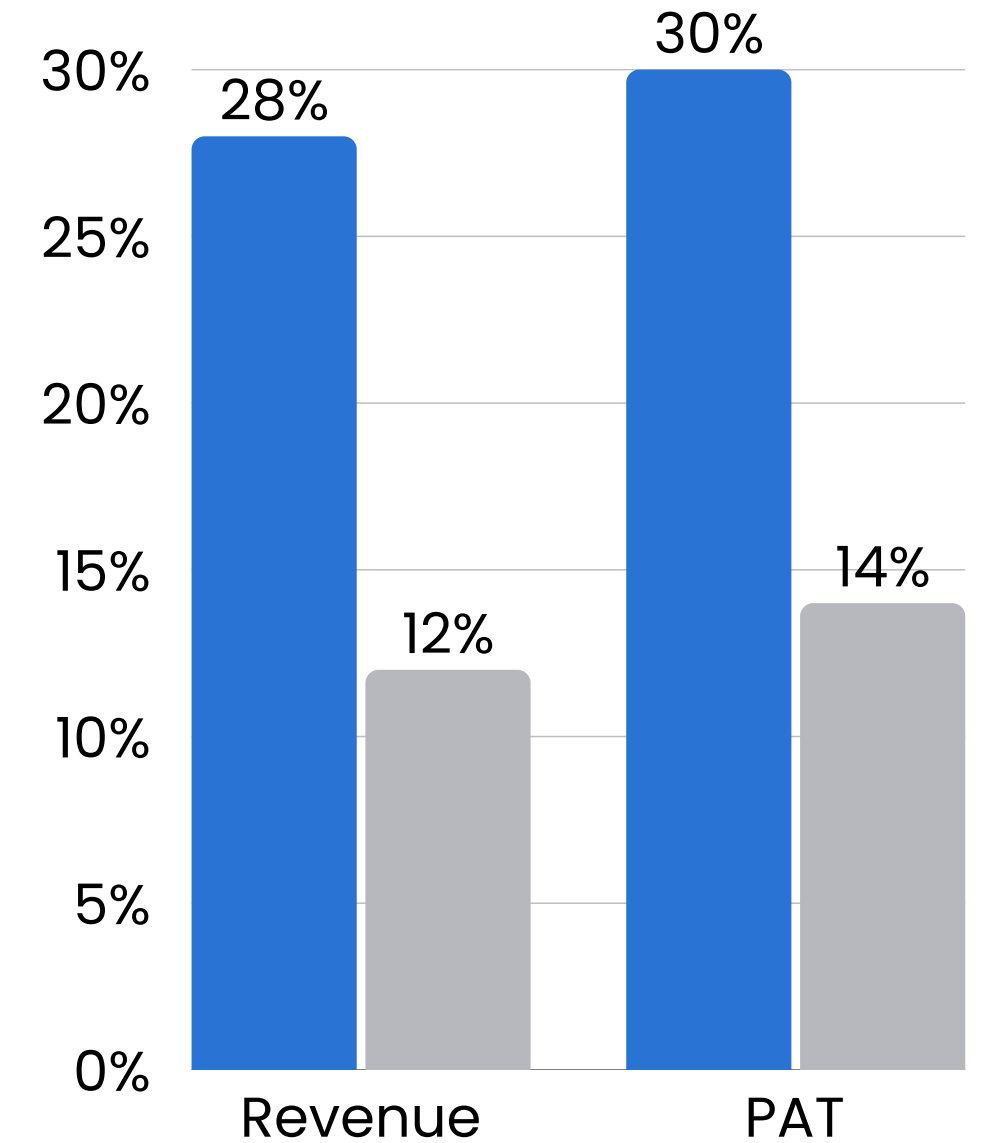
The portfolio consistently outperforms broad market earnings growth, highlighting disciplined stock selection and robust fundamental research.

**Superior growth versus the benchmark confirms the strength and quality of portfolio construction.**

**FY25 Performance YoY Growth**



**3QFY26 Performance YoY Growth**



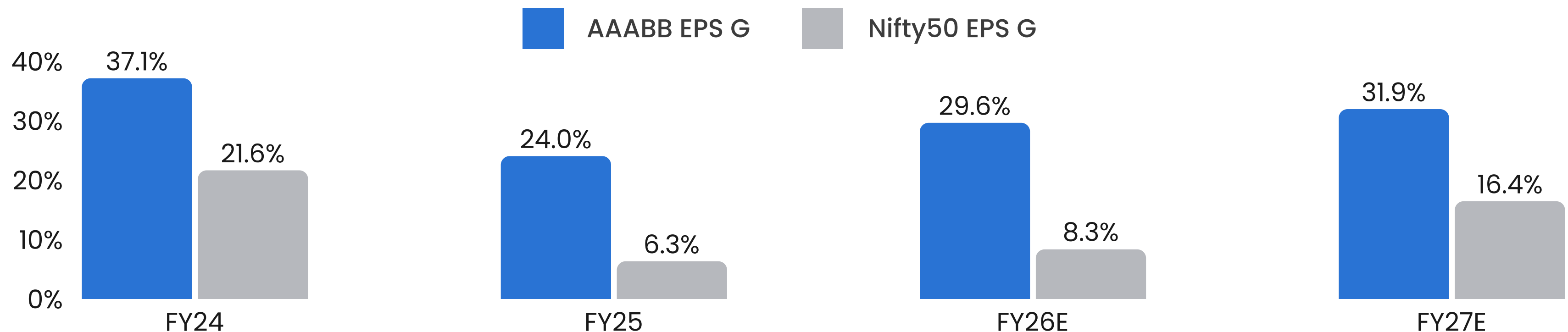
■ AAABB

■ BSE500

Source: AAA Research, Bloomberg, Moti.

# AAABB PMS: Superior Earnings Growth

Earnings Matrix	AAABB FY24	Nifty50 FY24	AAABB FY25	Nifty50 FY25	AAABB FY26E	Nifty50 FY26E	AAABB FY27E	Nifty50 FY27E
EPS G(%)	<b>37.1%</b>	21.6%	<b>24.0%</b>	6.3%	<b>29.6%</b>	8.2%	<b>31.9%</b>	17.4%
ROE(%)	<b>15.1%</b>	15.8%	<b>15.0%</b>	14.6%	<b>16.5%</b>	13.8%	<b>17.6%</b>	14.1%
P/E(x)	<b>60.6</b>	24.3	<b>59.8</b>	24.7	<b>55.9</b>	21.8	<b>34.7</b>	18.7
P/BV(x)	<b>11.2</b>	3.8	<b>9.0</b>	3.6	<b>7.2</b>	2.9	<b>5.9</b>	2.5
PEG					<b>1.9</b>	2.7	<b>1.1</b>	1.1



# AAABB: Agile & Active Investment Approach

	Mar-21*		Mar-22		Mar-23		Mar-24		Mar-25		Mar-26
<b>AAABB Auto Holdings</b>	9.0%	↑	10.2%		9.6%		9.9%	↓	9.6%	↑	12.4%
BSE Auto Index Perf	6.0%		8.1%		17.5%		74.0%		-2.9%		10.6%
<b>AAABB Chemical Holdings</b>	12.2%		11.3%	↓	4.8%		3.7%		5.5%		6.5%
Nifty Chemical Index Perf	16.1%		71.7%		-0.3%		31.7%		22.4%		-10.6%
<b>AAABB Engineering Holdings</b>	7.9%	↑	18.1%	↑	26.8%		24.4%	↓	17.0%		14.1%
BSE CapG. Index Perf	11.3%		30.4%		25.0%		77.3%		2.9%		3.9%
<b>AAABB Healthcare Holdings</b>	3.8%		4.6%	↓	4.2%	↑	9.2%		14.2%		13.6%
S&P BSE Healthcare Index Perf	-2.4%		14.0%		-10.0%		60.2%		18.2%		2.3%
<b>AAABB Software Holdings</b>	4.7%	↑	8.1%	↓	2.0%		4.3%		6.9%		0.9%
BSE IT Index Perf	8.5%		37.1%		-21.8%		25.2%		1.3%	↓	-20.9%

\*Benchmark Index Performance Is from 01 Jan 2021 to 31 Mar 2021

Source: AAA Research, Ace Equity.

# AAABB: Higher Upside, Lower Drawdowns

Scheme Name	SMID Sharp fall (Russia-Ukraine War) (17th Jan 2022 to 20th Jun 2022)	SMID Rally (20th Jun 2022 to 24th Sept 2024)	SMID Correction (24th Sept 2024 to 31st Mar 2026)
<b>AAA Budding Beast PMS</b>	<b>-18.8%</b>	<b>50.7%</b>	<b>-14.5%</b>
Nifty MidSmallcap 400 TRI	-22.7%	46.7%	-16.3%
Nifty Smallcap 250 TRI	-26.9%	48.0%	-22.7%
BSE 500 TRI	-17.7%	31.7%	-15.1%

Source: AAA Research, Ace Equity.

Note: Performance figures are net of all expenses and fees till last quarter. Index performance is calculated as per Total Return Indices in accordance with the SEBI Guidelines. Returns of individual clients may differ depending on time of entry in the Strategy. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance related information provided herein is not verified by SEBI. For Performance relative to other Portfolio Managers within the selected Strategy, please visit: [bit.ly/APMI\\_PMS](https://bit.ly/APMI_PMS).

**Higher upside capture, lower downside impact, consistent alpha across cycles.**

# AAABB PMS Performance

Investing ₹1 cr with AAABB PMS compounded to

2 Years  
**₹1.20 crs**

3 Years  
**₹1.74 crs**

5+ Years  
**₹2.77 crs**

TWRR	1M	3M	6M	1 Year	2 Years	3 Years	5 Years	*SI 5+ years
AAABB	-9.8%	-11.2%	-8.9%	3.3%	9.6%	20.3%	20.8%	21.4%
BSE 500 TRI	-11.4%	-13.9%	-9.6%	-3.1%	1.3%	12.9%	11.8%	12.7%
<b>Alpha</b>	<b>1.5%</b>	<b>2.8%</b>	<b>0.8%</b>	<b>6.4%</b>	<b>8.3%</b>	<b>7.4%</b>	<b>9.1%</b>	<b>8.7%</b>

**AAABB Sharpe \***  
**0.92**

**BSE500 TRI Sharpe\***  
**0.39**

**AAABB Std. Dev\***  
**15.62**

**BSE500 TRI Std. Dev\***  
**14.55**

**AAABB Beta\***  
**0.89**

**BSE500 TRI Beta\***  
**1.00**

\*Since Inception performance from 01 January 2021 to 31 March 2026.

Note: Performance figures are net of all expenses and fees till last quarter. Index performance is calculated as per Total Return Indices in accordance with the SEBI Guidelines. Returns of individual clients may differ depending on time of entry in the Strategy. Index performance is calculated as per Total Return Indices in accordance with SEBI guidelines. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance related information provided herein is not verified by SEBI. For Performance relative to other Portfolio Managers within the selected Strategy, please visit: [bit.ly/APMI\\_PMS](https://bit.ly/APMI_PMS).

We follow a staggered investment approach - hence cash levels were higher during the initial period from Jan' 21 to Mar' 21.

# AAABB PMS Performance

Performance (%)	FY26	FY25	FY24	FY23	FY22	FY21	*SI 5+ years
AAA Budding Beasts	3.3	16.4	44.8	8.1	37.1	7.4	176.9
BSE 500 TRI	-3.1	6.0	40.2	-0.9	22.3	7.4	87.2
<b>Alpha</b>	<b>6.4</b>	<b>9.4</b>	<b>4.6</b>	<b>9.0</b>	<b>14.8</b>	<b>0.03</b>	<b>89.7</b>

\*Since Inception performance from 01 January 2021 to 31 March 2026.

Note:

Performance figures are net of all expenses and fees till last quarter. Index performance is calculated as per Total Return Indices in accordance with the SEBI Guidelines. Returns of individual clients may differ depending on time of entry in the Strategy. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance related information provided herein is not verified by SEBI. For Performance relative to other Portfolio Managers within the selected Strategy, please visit: [bit.ly/APMI\\_PMS](http://bit.ly/APMI_PMS).

We follow a staggered investment approach - hence cash levels were higher during the initial period from Jan' 21 to Mar' 21.

# AAABB PMS: Rolling Returns Analysis

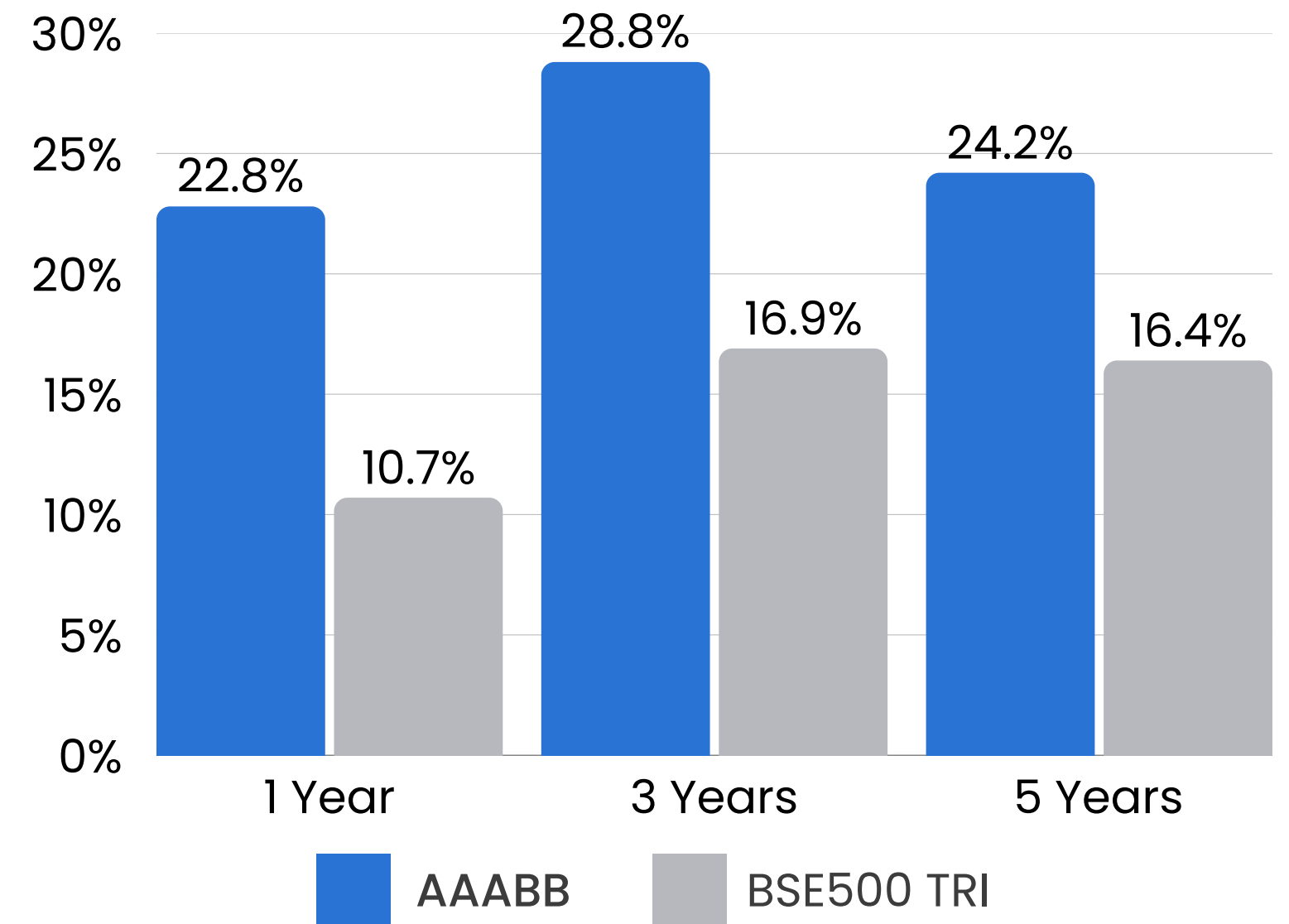
# 24%

## AAABB 5 Years Median Rolling Returns

Consistent rolling returns over various time periods illustrate the durability of our investment process, highlighting disciplined portfolio construction and repeatable long term performance across market cycles.

**Superior rolling returns across horizons demonstrate the effectiveness of a disciplined, long term approach.**

**Rolling Return Analysis: Median Returns**



**Note:** Returns of individual clients may differ depending on time of entry in the Strategy. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance related information provided herein is not verified by SEBI.

---

# Market Outlook

## Zoom In On India

# Macro Indicators During Volatile Times

Macro Indicators	Pre-Covid (FY20)	Russia-Ukraine War (FY22)	Iran-USA War (FY26)
Nominal GDP (% yoy)	9.10%	18.90%	<b>8.60%</b> ▲
Nominal HH consumption (% yoy)	6.40%	18.60%	<b>8.90%</b> ▲
M3 (% yoy)	8.90%	8.80%	<b>12.60%</b> ▲
Overall credit disbursement growth (% yoy)	6%	9%	<b>13.80%</b> ▲
Total liquidity in system (₹ tn)	2	8.7	<b>6.1</b> ▲
Inflation (% yoy)	4.80%	5.50%	<b>3.20%</b> ▲
Metal (% yoy)	-19.30%	50.90%	<b>10.80%</b>

**India enters the current environment with macro indicators materially stronger than in prior crises.**

# Macro Indicators During Volatile Times

External Sectors	Pre-Covid (FY20)	Russia-Ukraine War (FY22)	Iran-USA War (FY26)
CAD as % of GDP	-0.90%	-1.20%	<b>-1.10%</b> ▼
Exports as % of GDP	11%	13%	<b>12%</b> ▲
Imports Cover (No of Months)	11	10	<b>11</b>
Services Exports (\$ bn)	84	254.5	<b>240</b> ▲
Net FDI	43	38.6	<b>10</b> ▼

**India enters the current environment with macro indicators materially stronger than in prior crises.**

Source: Avendus Spark Research, AAA Research, Bloomberg. Symbols are compared to FY20

# Macro Indicators During Volatile Times

## ₹19.6 trillion

### Public CAPEX In FY26

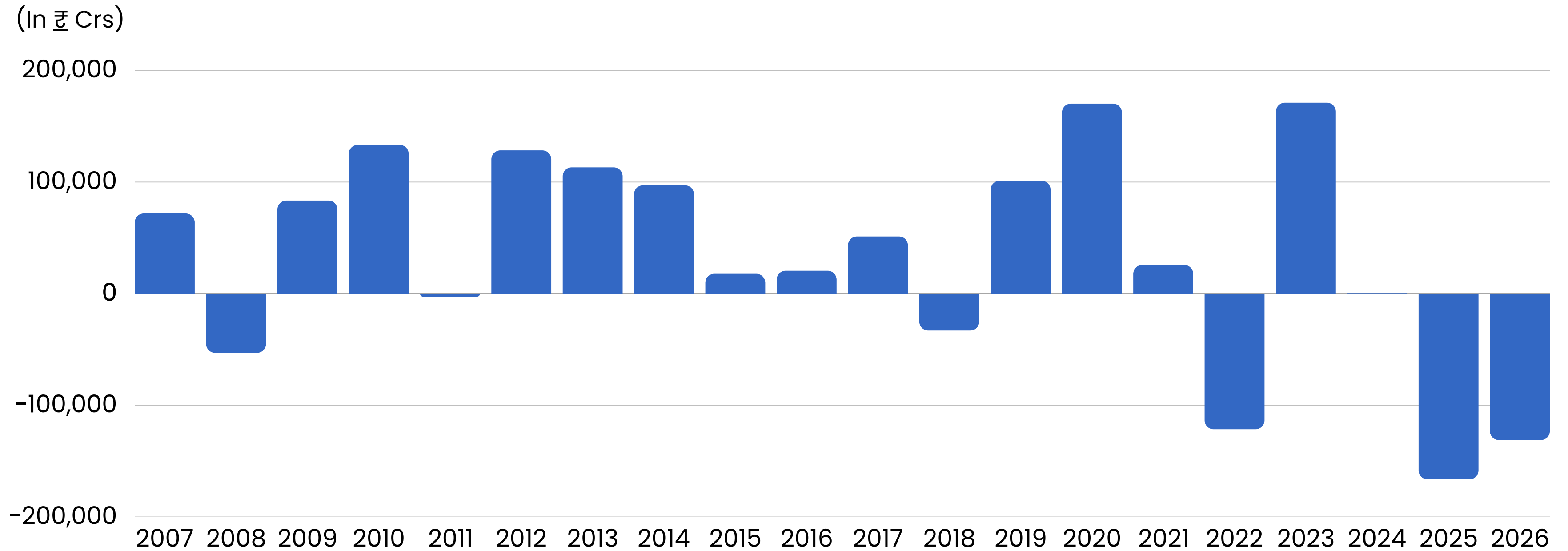
The government is significantly better positioned to navigate the Iran war than in past crises, supported by higher capex as a percentage of GDP, and a lower central government fiscal deficit.

**Government enters this crisis with materially stronger fiscal flexibility and strength.**

Govt Finances	Pre-Covid (FY20)	Russia-Ukraine War (FY22)	Iran-USA War (FY26)	
Centre Capex (₹ tn)	3.4	5.9	11	▲
As % of GDP	1.70%	2.50%	3.10%	▲
Center Fiscal Deficit as % of GDP	4.70%	6.70%	4.40%	▲
State Capex (₹ tn)	4.2	5.3	8.6	▲
State Capex as % of GDP	2.10%	2.30%	2.40%	▲
State Fiscal Deficit as % of GDP	2.60%	2.80%	3.30%	▼
RBI profit transfer to Govt. (₹ tn)	571	303	3002	▲

Source: Avendus Spark Research, AAA Research, Bloomberg. Symbols are compared to FY20

# FII Net Inflows



**FII outflows likely to reverse?**

Source: AAA Research, Bloomberg. Data is from 31 Dec 2013 to 8 Apr 2026.

# Ratio of MSCI India PE vs MSCI Emerging Market PE



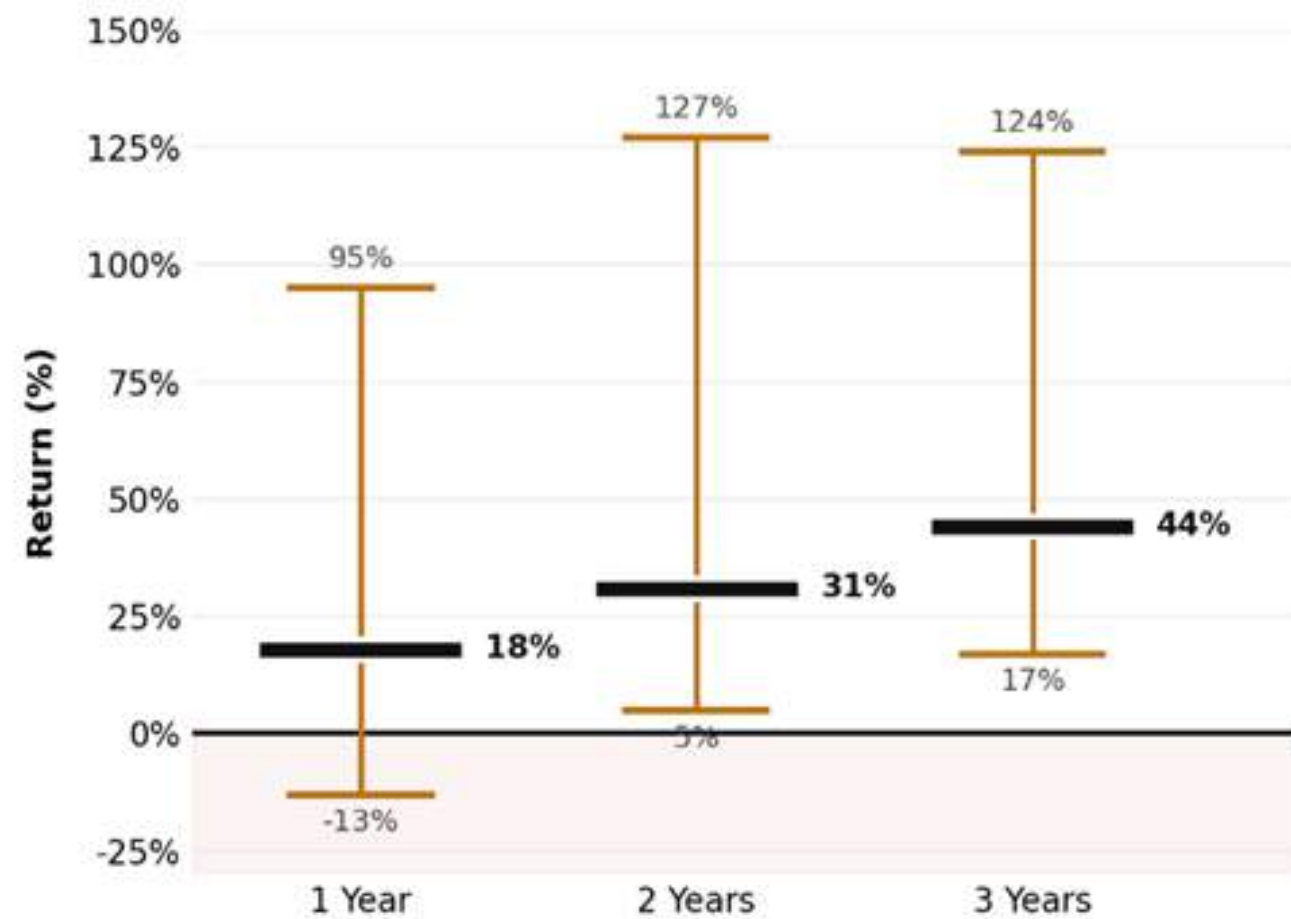
**India's valuation premium to EM is attractive, below historical averages and near key support zone.**

# Nifty 50 Historical Return Distribution At Current Valuation

## Trailing PE ≤ 21.01

485 days traded at or below this level

— Median return



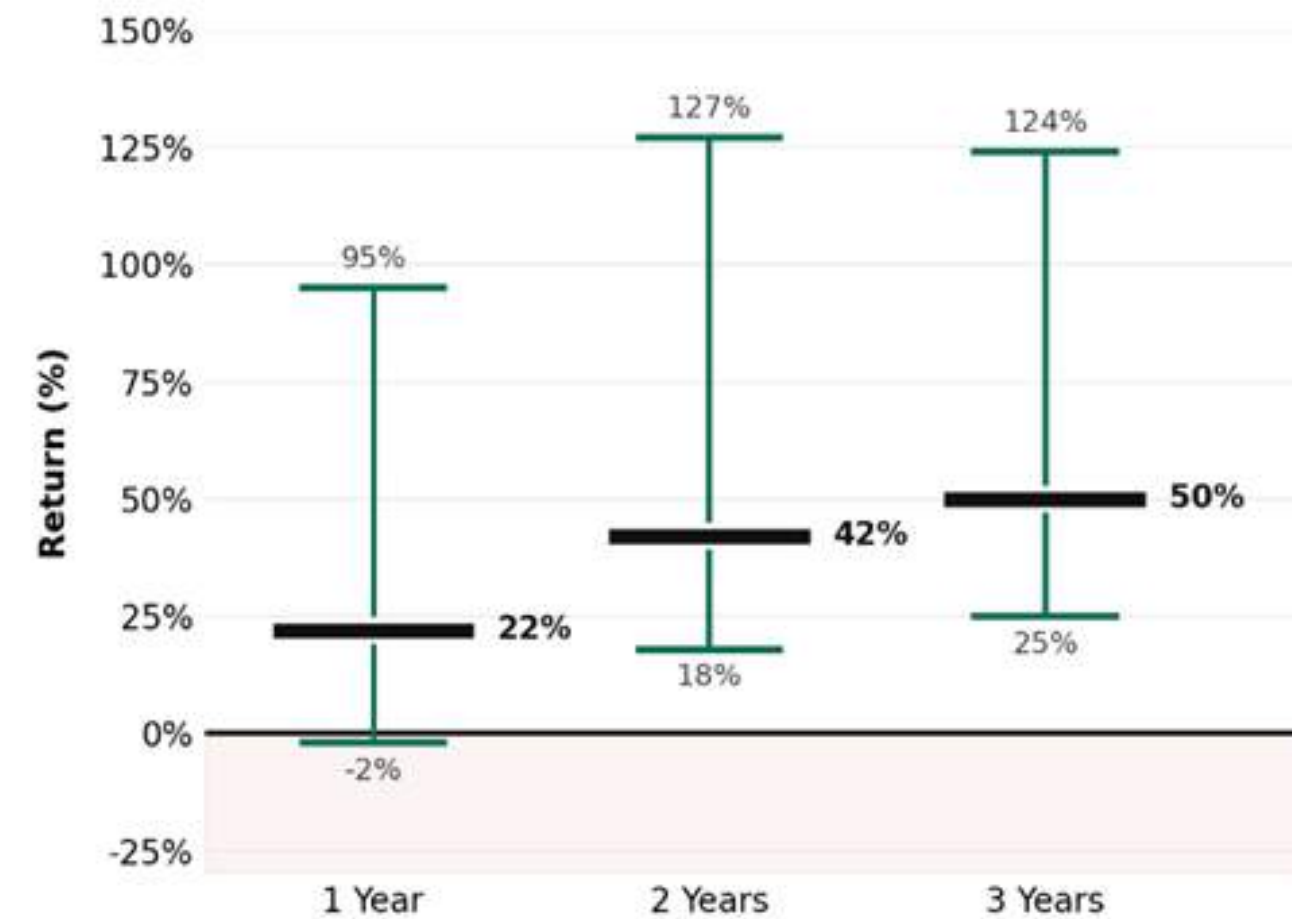
**Trailing PE ≤ 21.01**      **1 Year**   **2 Year**   **3 Years**

Probability of >0% Returns    90%    100%    100%

## 1 Year Forward PE ≤ 17.92

793 days traded at or below this level

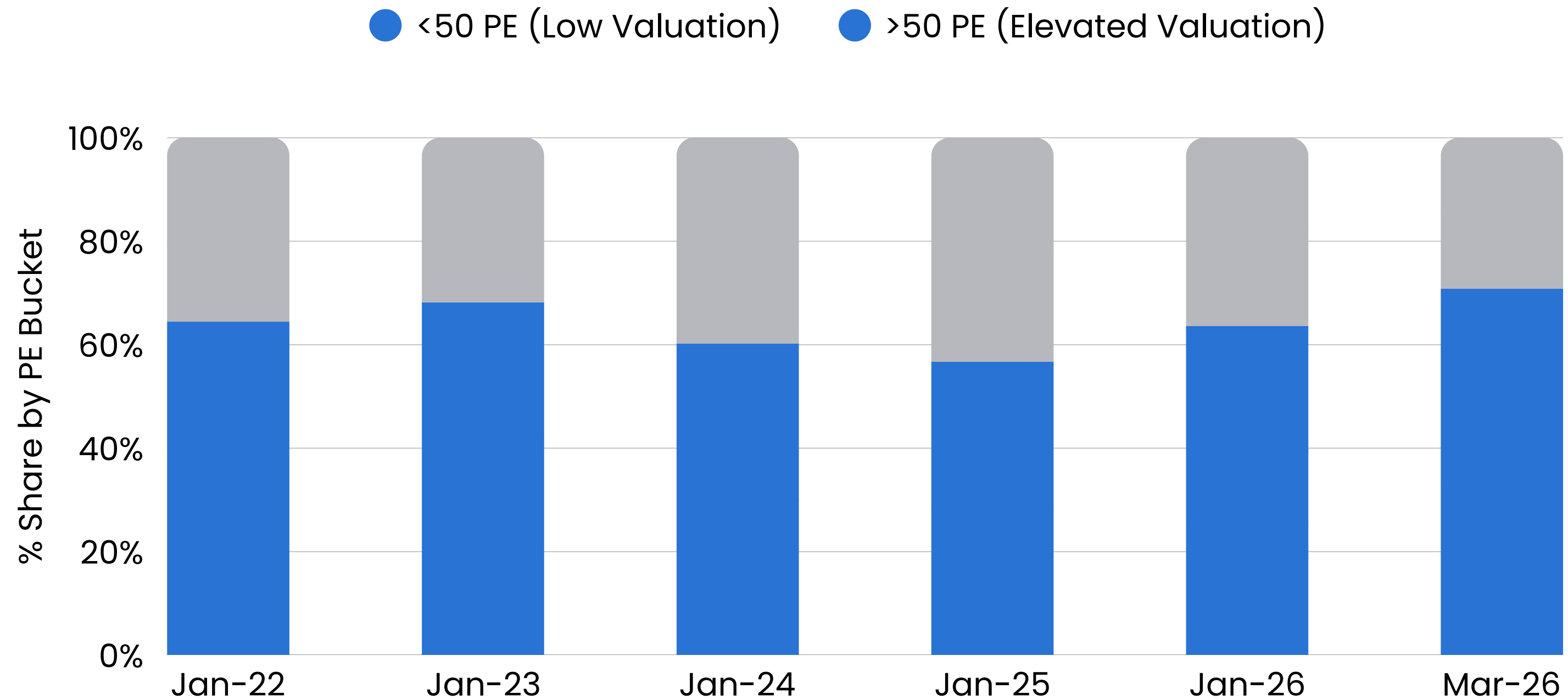
— Median return



**Forward PE ≤ 17.92**      **1 Year**   **2 Year**   **3 Years**

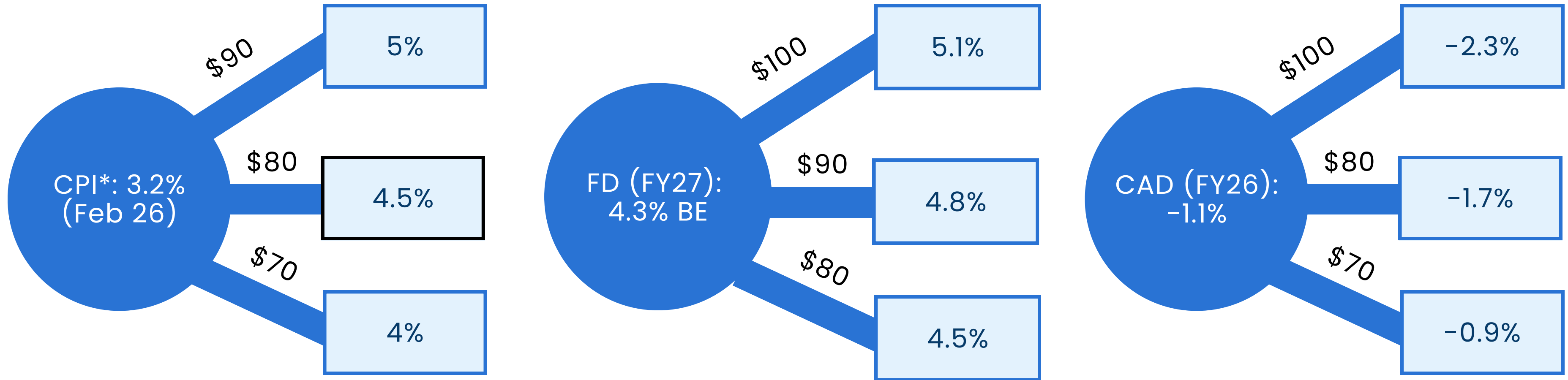
Probability of >0% Returns    99%    100%    100%

# Improving Valuation Comfort in NSE500



**Share of attractively valued stocks has increased indicating a more reasonably valued NSE500.**

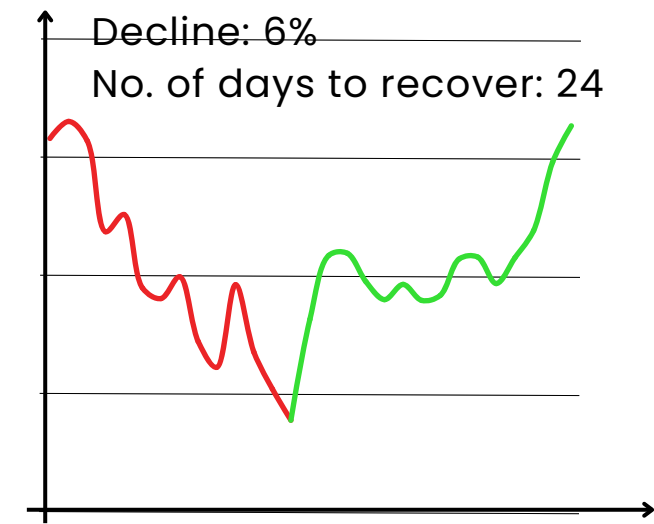
# What if Oil at USD 70/100



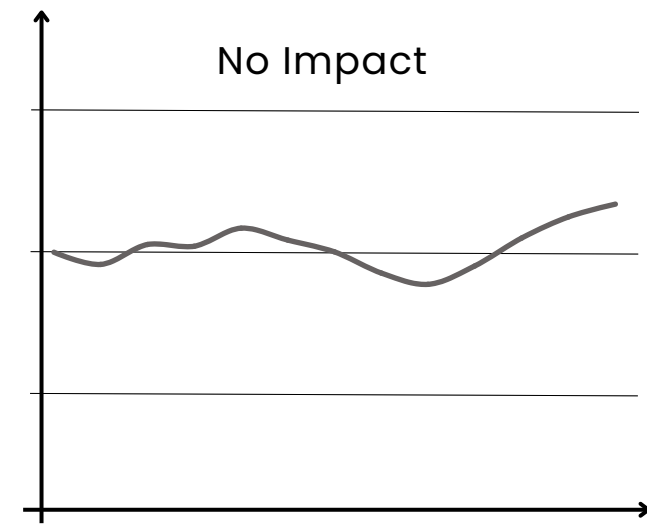
**Manageable FD and CAD when compared to past episodes where external imbalances triggered macro instability.**

Source: Avendus Spark, AAA Research. FD : Fiscal deficit, CAD: Current account deficit as % of GDP

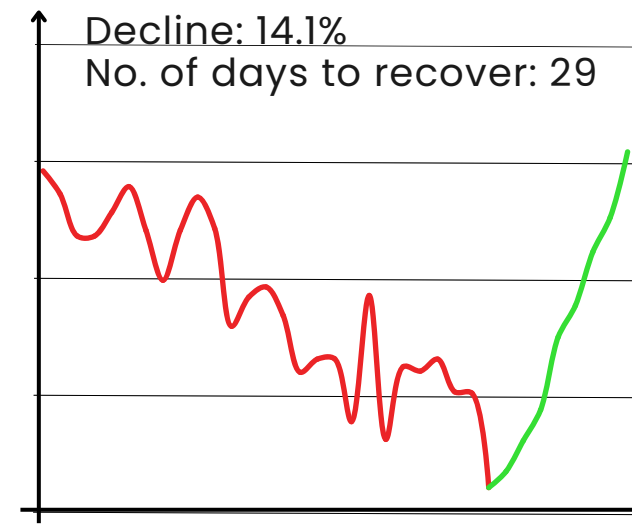
# War And It's Impact On Market



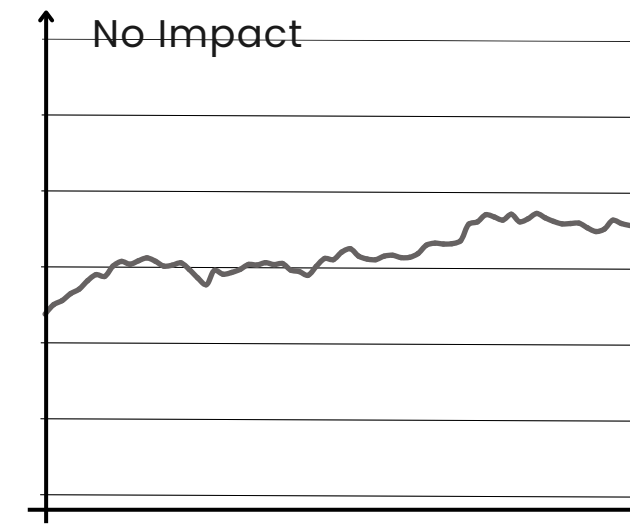
**APR 1986 LIBYA BOMBING**



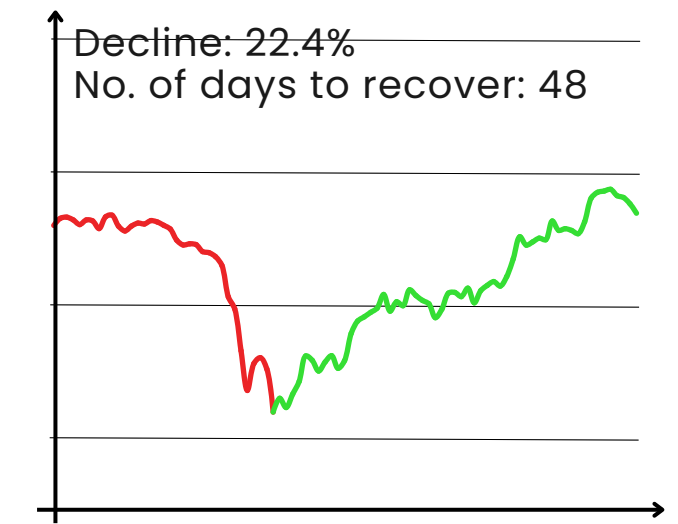
**JAN 1991 FIRST GULF WAR**



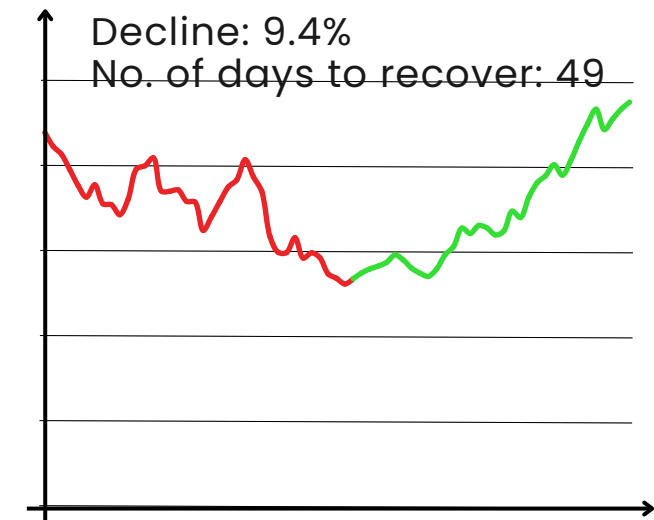
**MAR 1999 KOSOVO BOMBING**



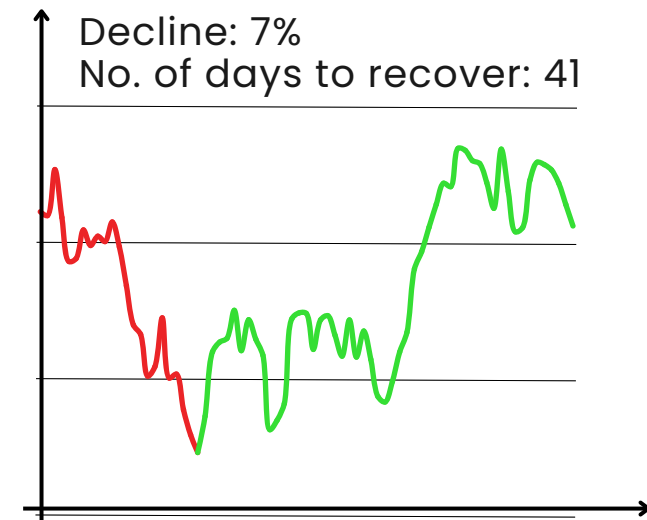
**MAY 1999 KARGIL WAR**



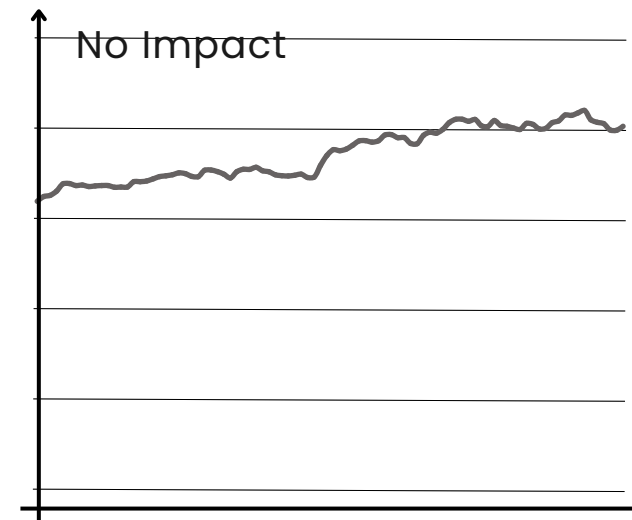
**SEPT 2001 9/11 ATTACK**



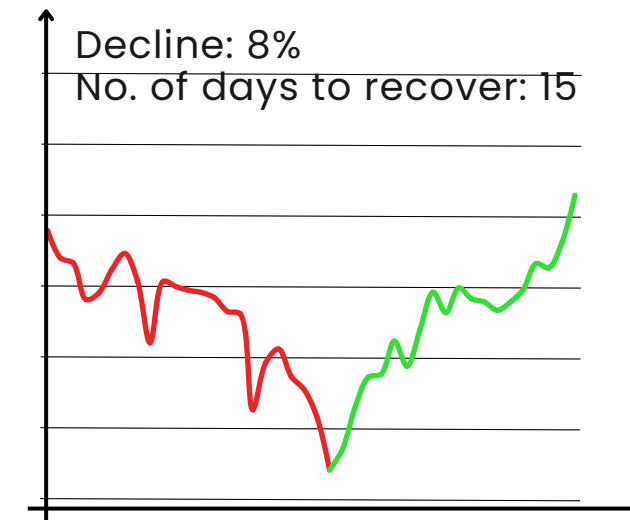
**MAR 2003 IRAQ WAR**



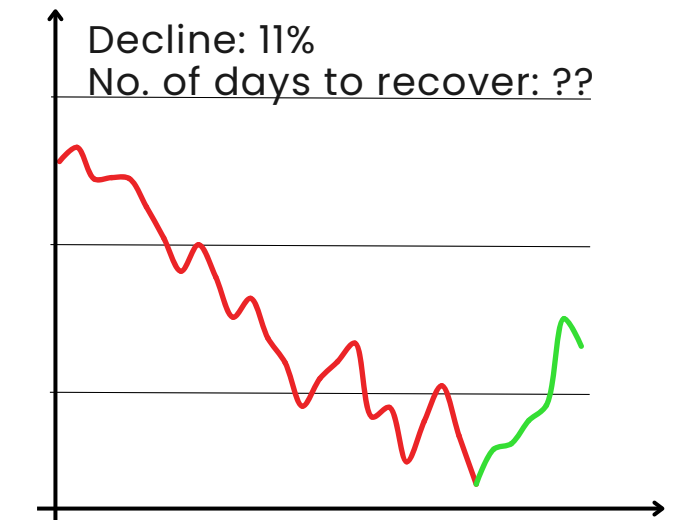
**JAN 2011 ARAB SPRING**



**MAR 2014 SYRIA CONFLICT**



**FEB 2022 RUSSIA UKRAINE WAR**



**FEB 2026 IRAN USA WAR**

**The average drawdown during a war is 10% (22.4% max), and it took 38 days (49 days max) on average to recover.**

Source: AAA Research, Ace Equity. Data is for Sensex 30.

# Navigating this crisis

---

## **The Oil Shock: What It Means For India**

- A temporary oil shock is fundamentally different from a structural one. Unlike earlier stress episodes, India is entering this phase with significantly stronger macro shock absorbers.
- Public capex has scaled up meaningfully at both the Centre and state levels, reinforcing domestic growth momentum.
- India has a far greater ability to absorb short term commodity volatility without allowing it to evolve into a broader macro disruption something that differentiates the current phase from past crises.

## **What if the oil prices remains high for a longer period**

- In a stress scenario where oil sustains at USD 100/bbl through FY27, CAD could expand to ~2.3% of GDP which would still be within a manageable CAD range.

## **Will FII selling continue**

- P/E multiples is now approaching multi year support zones, levels that have historically marked important inflection points for India's relative outperformance.

## **Valuation Linked Return Framework – What History Tells Us**

- The message from history is clear: current valuations offer a favourable entry point.

# Navigating this crisis

---

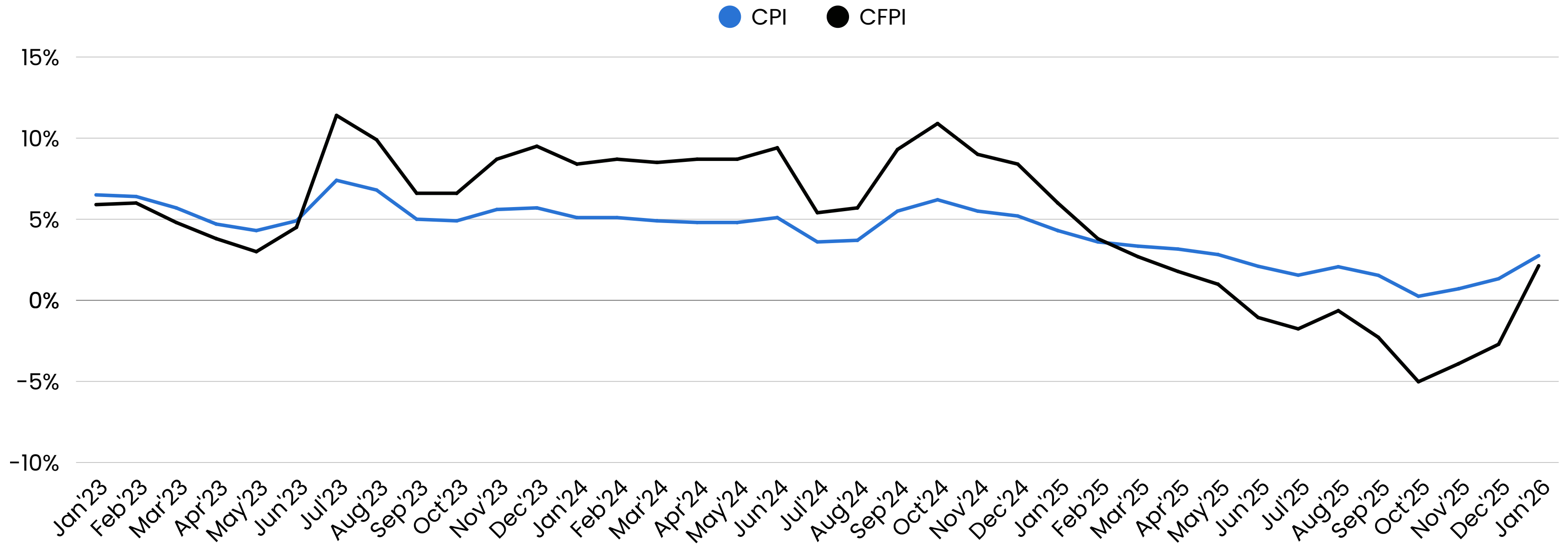
## How We Are Navigating This Phase

- Emphasis on resilience based on our 3M (Market Size, Market Share, Margin of Safety) approach.
- Focus on businesses which enjoys market leadership, strong balance sheet and robust cash flows which are better positioned to navigate external shocks.
- Our approach remains anchored in what we describe as QuAgile investing: combining quality with agility.

## Sectoral Preferences

- **Zero exposure to Oil marketing companies (OMCs) and aviation are among the most impacted sectors in a rising crude price scenario.**
- Positive on Automobiles and auto ancillaries, Consumption oriented businesses, Banking and financials, Capital goods and Select Hospitals.

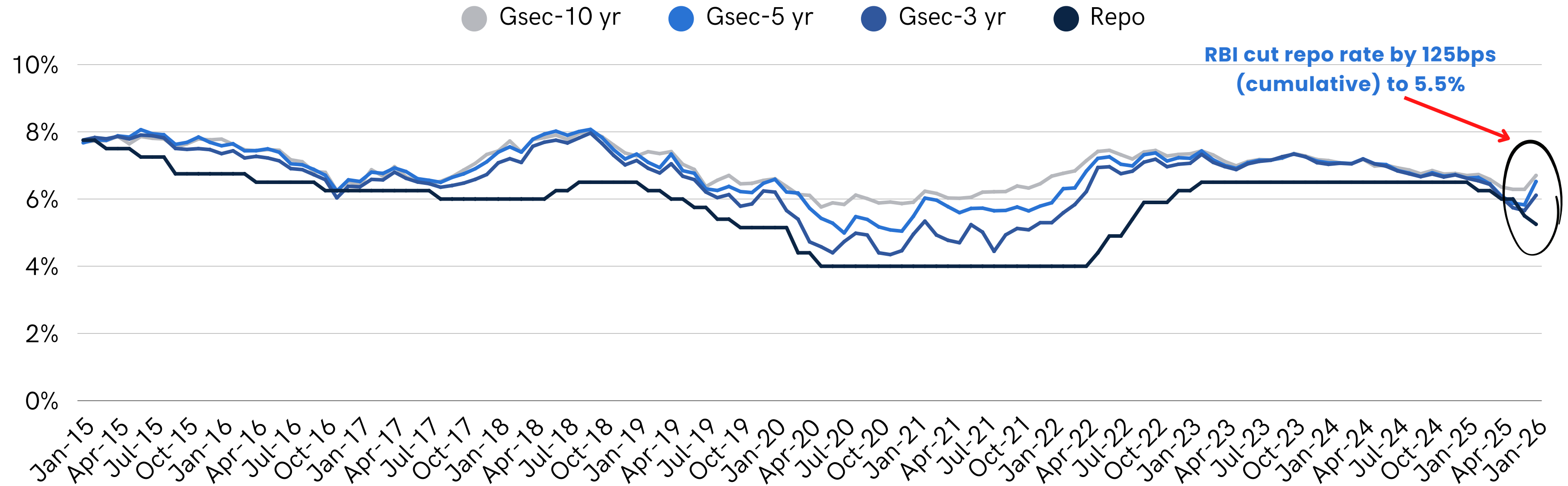
# India's Inflation Is Cooling Down



**India's moderating inflation points to easing cost pressures, signaling a more balanced economy and favorable conditions for growth.**

Source: AAA Research, Systematix, Anand Rathi, MOSPI.

# RBI's 10 Year Interest Rate



**The reduction in RBI repo rate and declining long term yields reflect a more accommodative monetary environment, providing tailwinds for credit and consumption.**

Source: AAA Research, RBI.

# The Impact of Tax Rationalization

# 0.9%

## Total benefit for households (% of GDP)

Tax rationalization in India has provided households with benefits equivalent to 0.9% of GDP, increasing disposable income and supporting consumption. This easing directly strengthens domestic demand and contributes to broader economic growth.

**Reduced tax burden enhances consumption and contributes to a healthier economy.**

Particulars	(Rs. in Bn)
Net fiscal benefit from GST rate changes	480
Compensation cess elimination	1414
<b>Total benefit from GST rationalization</b>	<b>1894</b>
<b>Total benefit from Income Tax rate rationalization</b>	<b>971</b>
<b>Total benefit for households</b>	<b>2865</b>
<b>Total benefit for households (% of GDP)</b>	<b>0.9</b>

Source: AAA Research, Kotak.

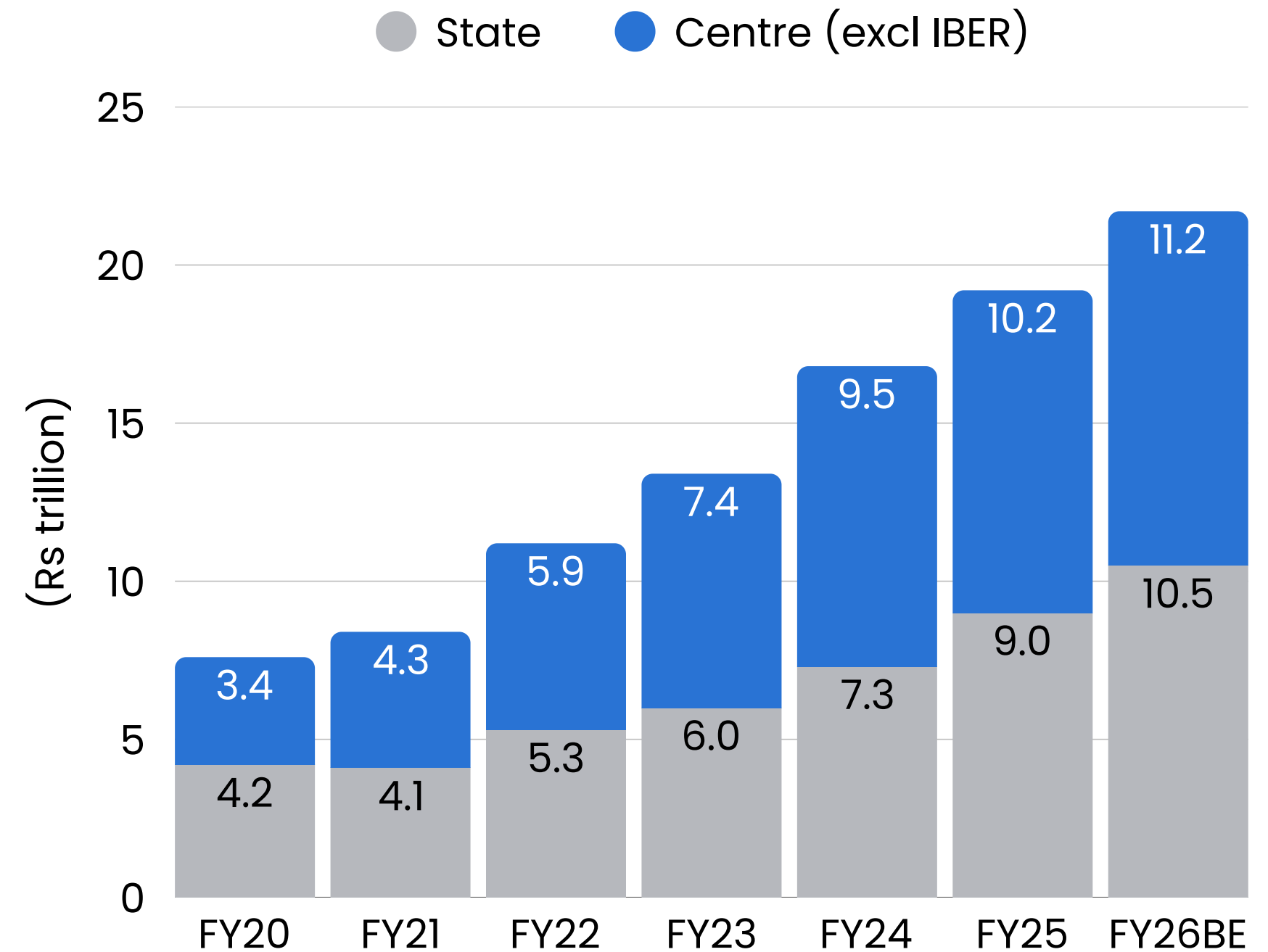
# Increasing Central Government CAPEX

# ₹21.7 tn

## State + Centre CAPEX in FY26E

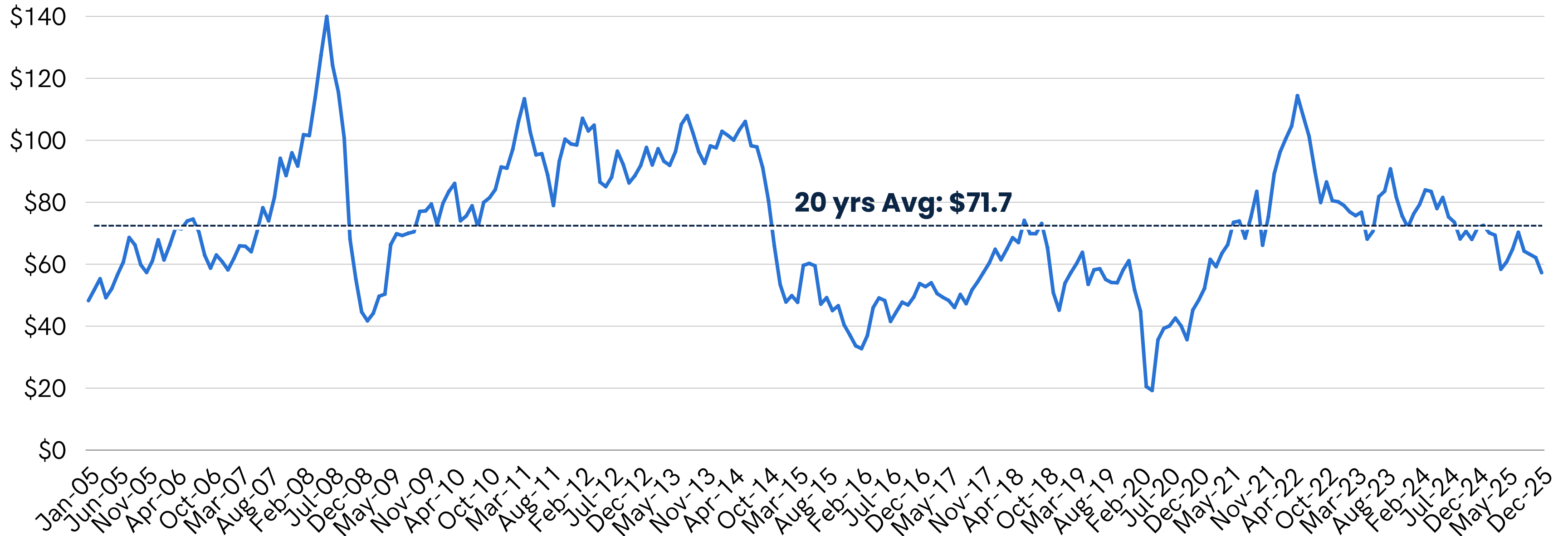
Over the last five years, government spending on capital projects has accelerated, supporting strategic infrastructure and public investment initiatives. This sustained capex underpins growth by enhancing capacity, connectivity, and economic efficiency.

**Sustained capex accelerates investment, job creation, and long term economic capacity.**



Source: AAA Research, I-Sec.

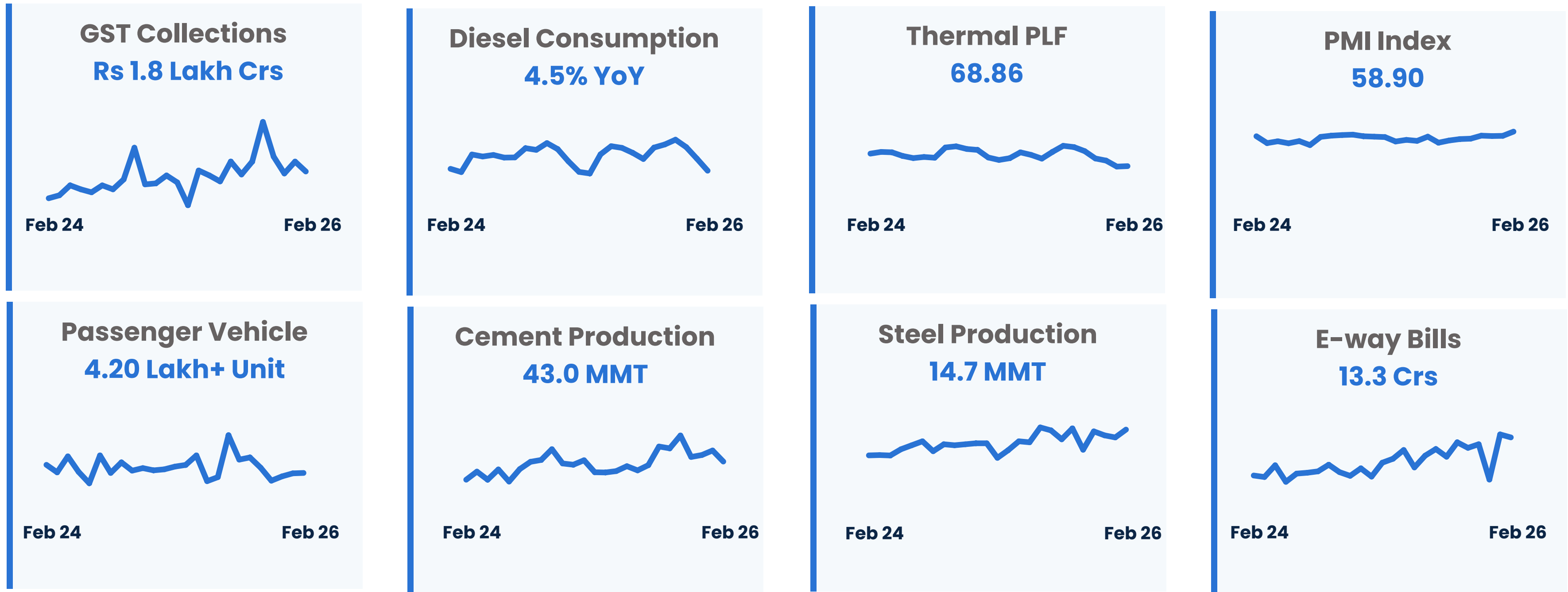
# Crude Oil Price Movement From 2005 To 2025



**With crude trading under its two decade average, energy costs are subdued, benefiting consumers, industry, and the overall investment environment.**

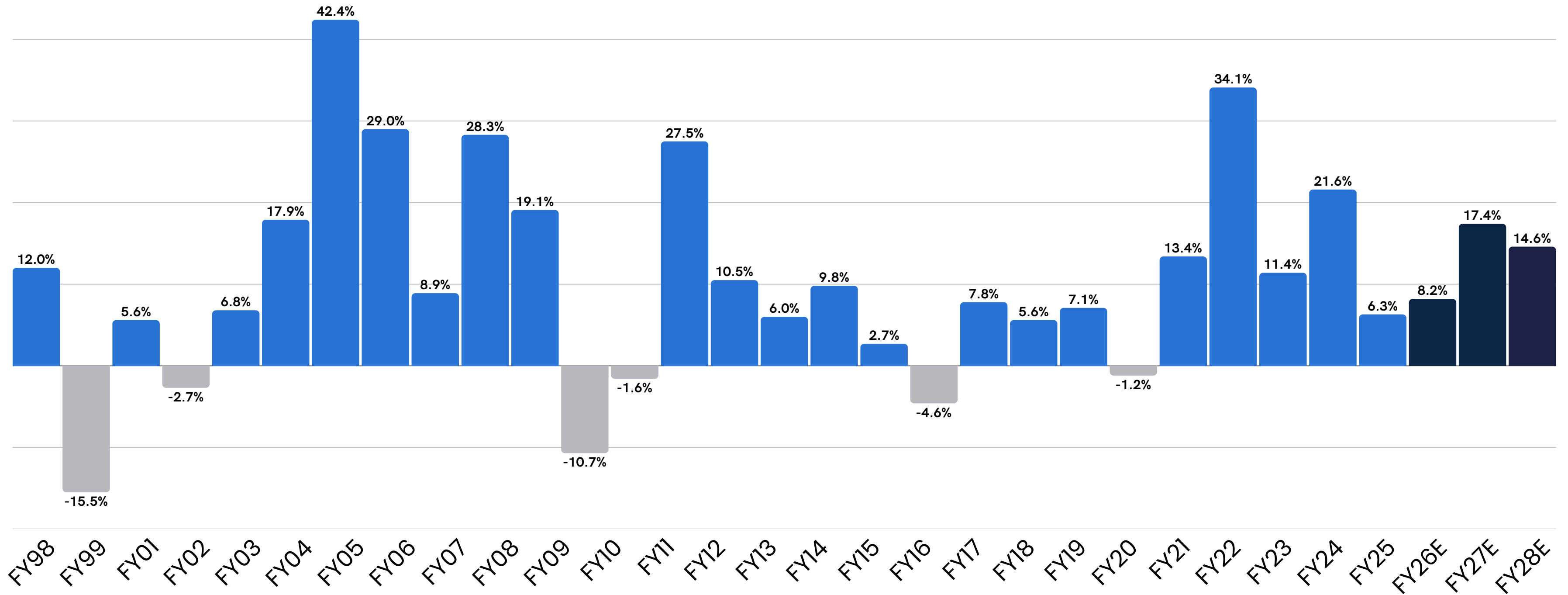
Source: AAA Research, Macrotrends.

# Fast Frequency Data Indicators



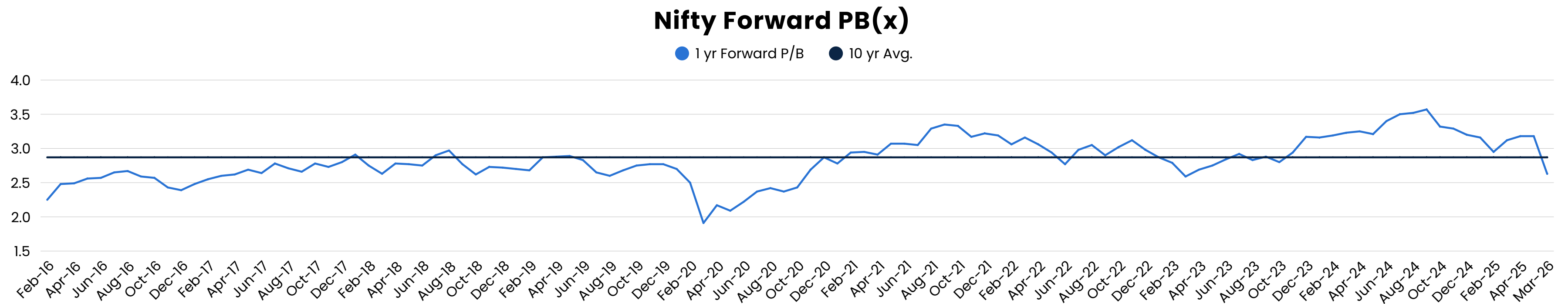
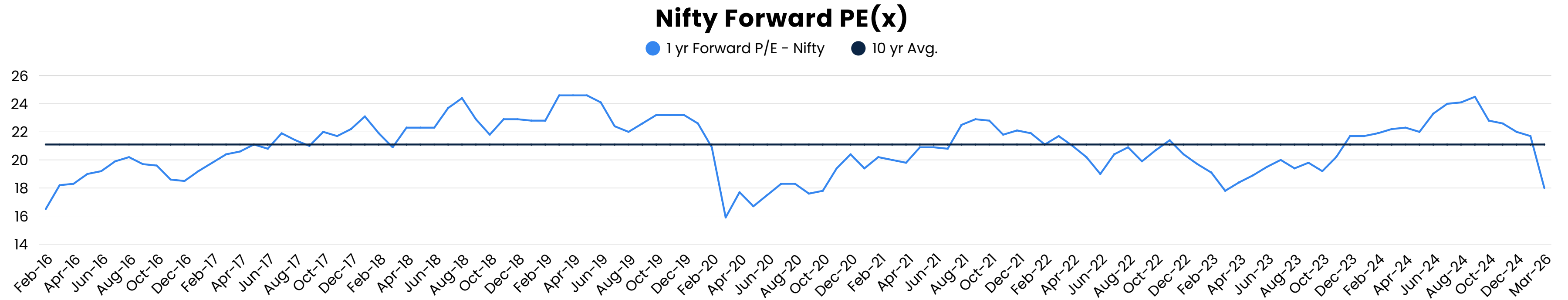
**Real-time data signals an improving economy, reflecting resilient consumption, production, and overall activity.**

# Nifty50 Earnings Growth



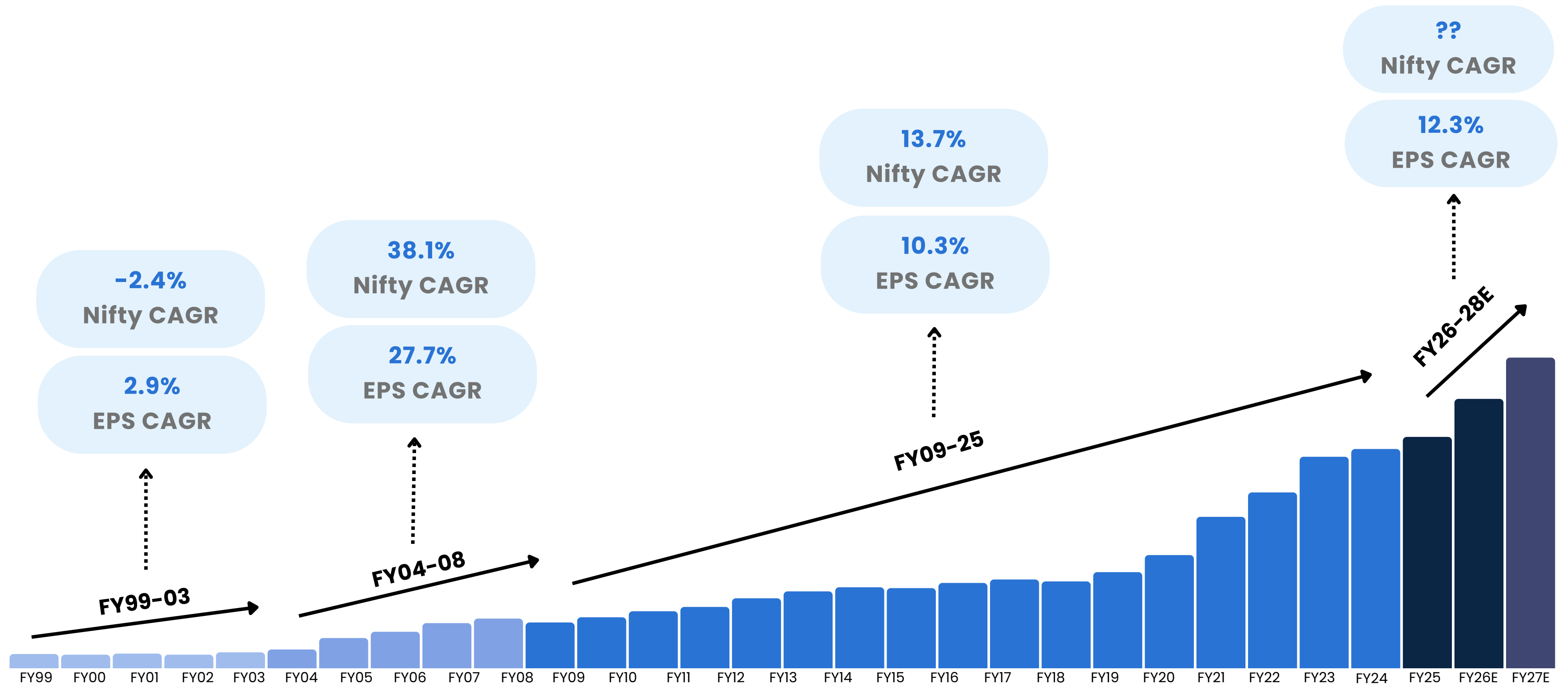
Source: AAA Research, Kotak.

# Market Valuations



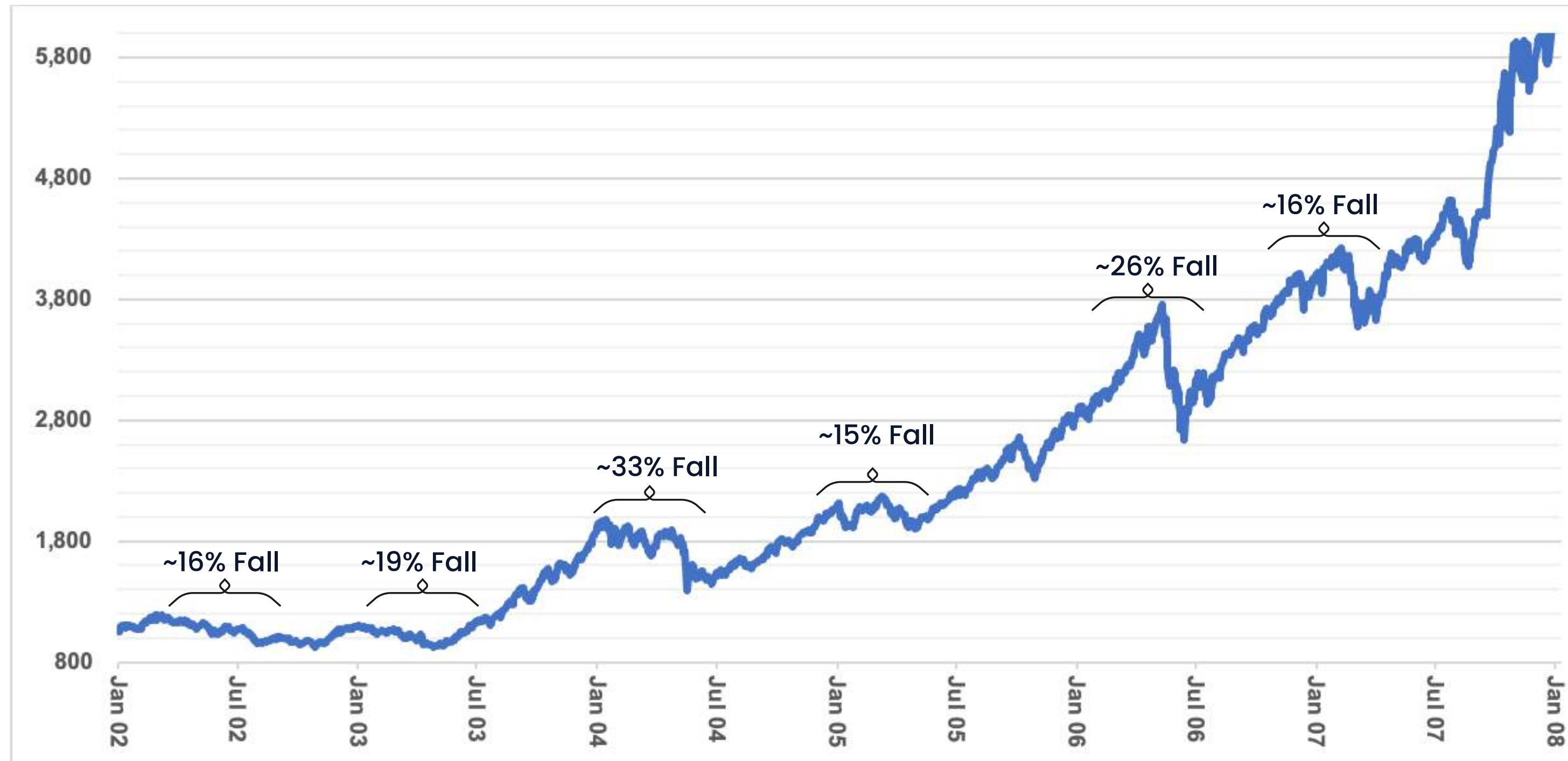
Source: AAA Research, Ace Equity, Bloomberg.

# Market Valuations



Source: AAA Research, Kotak.

# Corrections are a part of equities



**Nifty was up by 5x during this period despite six market corrections of 15%+**

# Quality: Quantified

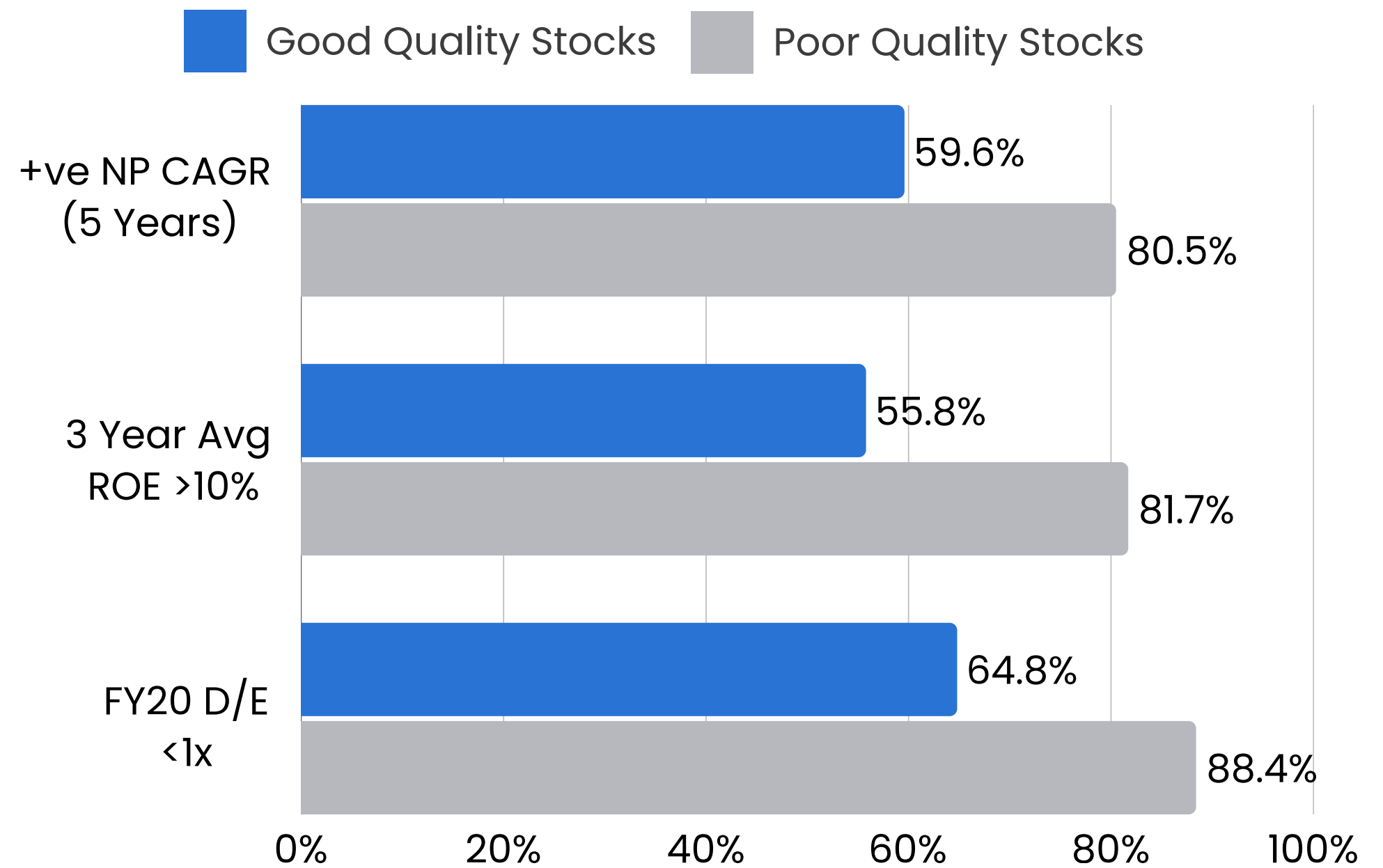
# 80%+

## Median Stock Price Performance (CY21) for Poor Quality Stocks

In CY21, markets rewarded recovery over resilience, with lower quality stocks outperforming as the Covid rebound drove risk taking. CY22 marked a gradual return to normalcy, as fundamentals reasserted themselves and quality began to matter again.

**CY21 rewarded rebound driven excess, while CY22 marked a return to fundamentals and quality.**

### Median Stock Price Performance (CY21)



# Strategic Partnerships

---

## Depository Participants

---



## Custodian & Fund Accountant

---



# Awards & Recognition



# Get in Touch: Start Your Investment Journey

## AlfAccurate Advisors

**Protect Capital, Create Wealth**

AlfAccurate Advisors is a leading investment firm dedicated to identifying high quality mid and small cap companies with exceptional growth potential. Our disciplined investment approach has consistently delivered risk-adjusted returns to our investors.

We invite you to explore the AAA GEMS fund and discover how our investment expertise can help you achieve your financial goals.

### Website

**[www.alfaccurate.com](http://www.alfaccurate.com)**

Explore our funds and resources

### Phone

**+91 22 4236 0300**

Monday to Friday, 9:00 AM - 6:00 PM IST

### Email

**[sales@alfaccurate.com](mailto:sales@alfaccurate.com)**

We respond within 24 hours

### Sandeep Biyani

T : +91 22 4236 0319

[sandeepbiyani@alfaccurate.com](mailto:sandeepbiyani@alfaccurate.com)

### Office

**Mumbai | Delhi | Bangalore**

Multiple locations for your convenience



<https://x.com/alfaccurate>



<https://www.linkedin.com/company/alfaccurate-advisors/>



<https://www.youtube.com/@alfaccurateadvisors3364>

### Ready to Invest?

Schedule a consultation with our investment advisors to learn more about AlfAccurate Advisors and how our offerings can fit into your investment portfolio.

[Schedule a Call](#)

# Disclaimer: Important Information for Investors

**AlfAccurate Advisors Private Limited is registered with SEBI as a Portfolio Manager having SEBI registration number – INP000003419 and as an Investment Advisor having SEBI registration number – INA000015701. AAA India Equity Fund – Scheme 1 and AAA GEMS Fund are open-ended schemes of AAA India Equity Fund, a Category III Alternative Investment Fund having SEBI registration number – IN/AIF3/22-23/1226 managed by AlfAccurate Advisors LLP.**

This document is intended only for the personal use of the prospective investors to whom it is addressed or delivered and must not be reproduced or redistributed in any form to any other person without prior written consent of AlfAccurate Advisors Pvt. Ltd. This document does not purport to be all-inclusive / comprehensive, nor does it contain all the information which a prospective investor may desire for making decisions for engaging the PMS/Investment Advisor.

**Holdings and Disclosure of Interest**

AAA or its affiliates or employees/Promoters or funds advised/managed by AAA may have same or contra positions in personal or fiduciary capacity the above securities/stocks. Investors should take caution while executing the advice based on their risk/return profile and suitability.

**Other disclosure:**

The information shared by the PMS/Investment Adviser from time to time should not be construed as any form of advice, recommendation, or suggestion, to buy or sell any securities or financial instruments or avail any services to any individual or entity. PMS/Investment Adviser shall not be responsible for the loss or damage (financial or otherwise) caused due to incorrect, inaccurate, or erroneous information, details or data stated in the document(s).

AAA retains all the rights in relation to all information contained in the document(s) shared from time to time.

AAA operates from within India and is subject to Indian laws and any dispute shall be resolved in the courts of Mumbai, Maharashtra only.

AAA declare that the data and analysis provided shall be for informational purposes. The information contained in the analysis shall be obtained from various sources and reasonable care would be taken to ensure sources of data to be accurate and reliable. AAA will not be responsible for any error or omission in the data or for any losses suffered on account of information contained in the analysis. While AAA will take due care to ensure that all information provided is accurate however AAA neither guarantees/warrants the sequence, accuracy, completeness, or timeliness of the report. Neither AAA nor its affiliates or their Promoters, directors, employees, agents, or representatives, shall be responsible or liable in any manner, directly or indirectly, for views or opinions expressed in this analysis or the contents or any systemic errors or discrepancies or for any decisions or actions taken in reliance on the analysis. AAA does not take any responsibility for any clerical, computational, systemic, or other errors in comparison analysis.

The PMS/Investment Advisor warrants that the contents of this Key Information and Disclosure document are true to the best of the knowledge, belief, and information of the Promoters of AAA, however, assume no liability for the relevance, accuracy, or completeness of the contents herein. The PMS/Investment Advisors (including its affiliates) and any of its Promoters, officers, employees, and other personnel will not accept any liability, loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this document in any manner whatsoever.

This document may include certain forward-looking statements which contain words or phrases such as “believe”, “expect”, “anticipate”, “estimate”, “intend”, “plan”, “objective”, “goal”, “project”, “endeavor” and similar expressions or variations of such expressions that are forward-looking statements. Actual results may differ materially from those suggested by the forward-looking statements due to risks, uncertainties, or assumptions. AAA takes no responsibility of updating any data/information. This document cannot be copied, reproduced, in whole or in part or otherwise distributed without prior written approval of the Investment Advisor.

AAA (including its affiliates) may offer services in nature of advisory, consultancy, sponsorship of funds, investment management of funds which may be in conflict with the activities of investment advisory services.

Prospective clients are advised to review this document, Advisory Agreement, presentation(s), and other related documents carefully and in its entirety. Prospective clients should make an independent assessment, and consult their own counsel, business/investment advisor and tax advisor as to legal, business and tax related matters concerning this document, the Advisory Agreement, and the other related documents before becoming interested in the Advisory Portfolio.

The information can be no assurance that future results or events will be consistent with this information. Any decision or action taken by the recipient based on this information shall be solely and entirely at the risk of the recipient. The distribution of this information in some jurisdictions may be restricted and/or prohibited by law, and persons into whose possession this information comes should inform themselves about such restriction and/or prohibition and observe any such restrictions and/or prohibition. Unauthorized disclosure, use, dissemination or copying (either whole or partial) of this information, is prohibited. AAA will not treat recipient/user as customer by virtue of their receiving/using this report. Neither AAA nor its affiliates, directors, Promoters, employees, agents, or representatives, shall be responsible or liable in any manner, directly or indirectly, for the contents or any errors or discrepancies herein or for any decisions or actions taken in reliance on the information. The person accessing this information specifically agrees to exempt AAA or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold AAA or any of its affiliates or employees responsible for any such misuse and further agrees to hold AAA or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.

Direct Investment: For availing Portfolio Management Services you can reach us directly without any third-party intermediation by emailing us at [sales@alfaccurate.com](mailto:sales@alfaccurate.com) or by calling us on +91-22- 42360300