

Aurinko Alpha Advantage Fund

Monthly Update

September 2026

PORTFOLIO HIGHLIGHTS

TOP 10 HOLDINGS (Updated as on September 30, 2026)

Sector	Weightage
Manappuram Finance Ltd	**5.35%**
Ambuja Cement	**4.45%**
PFC	**3.85%**
Brandman Retail	**3.45%**
Indian Hotels	**3.07%**
Sansera Engineering	**2.98%**
IIFL Finance	**2.93%**
Genus Power	**2.71%**
Canara Bank	**2.58%**
Bharti Airtel	**2.52%**

TOP 10 ALLOCATIONS (Updated as on September 30, 2026)

Sector	Weightage
NBFC	**13.23%**
Infrastructure	**8.88%**
Cash	**7.17%**
Banking	**7.13%**
Metals & mining	**7.00%**
Healthcare	**6.18%**
Chemicals & fertilizers	**5.23%**
Toursim & hospitality	**4.69%**
Cement	**4.45%**
Telecommunication Services	**4.20%**
Financial Services	**3.69%**

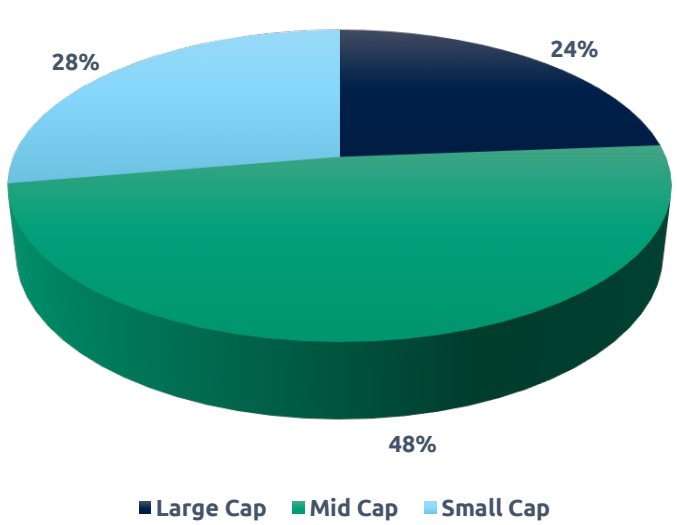
STRICTLY CONFIDENTIAL. FOR PRIVATE CIRCULATION ONLY, NOT FOR PUBLIC DISTRIBUTION

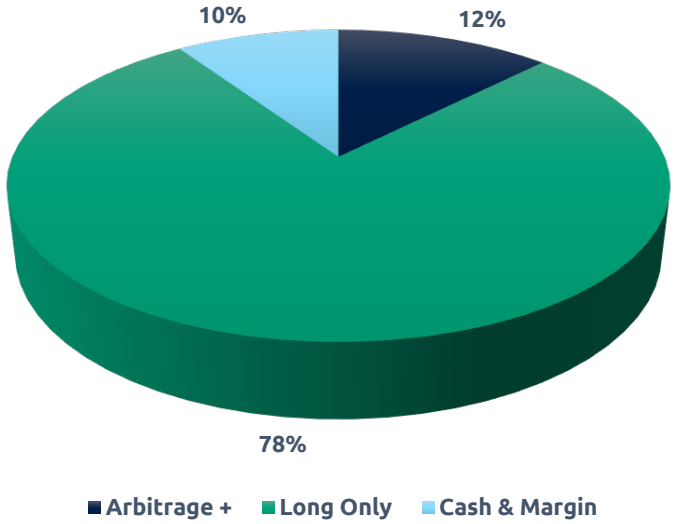
Number of stocks	42

Correlation with NSE 200	76%

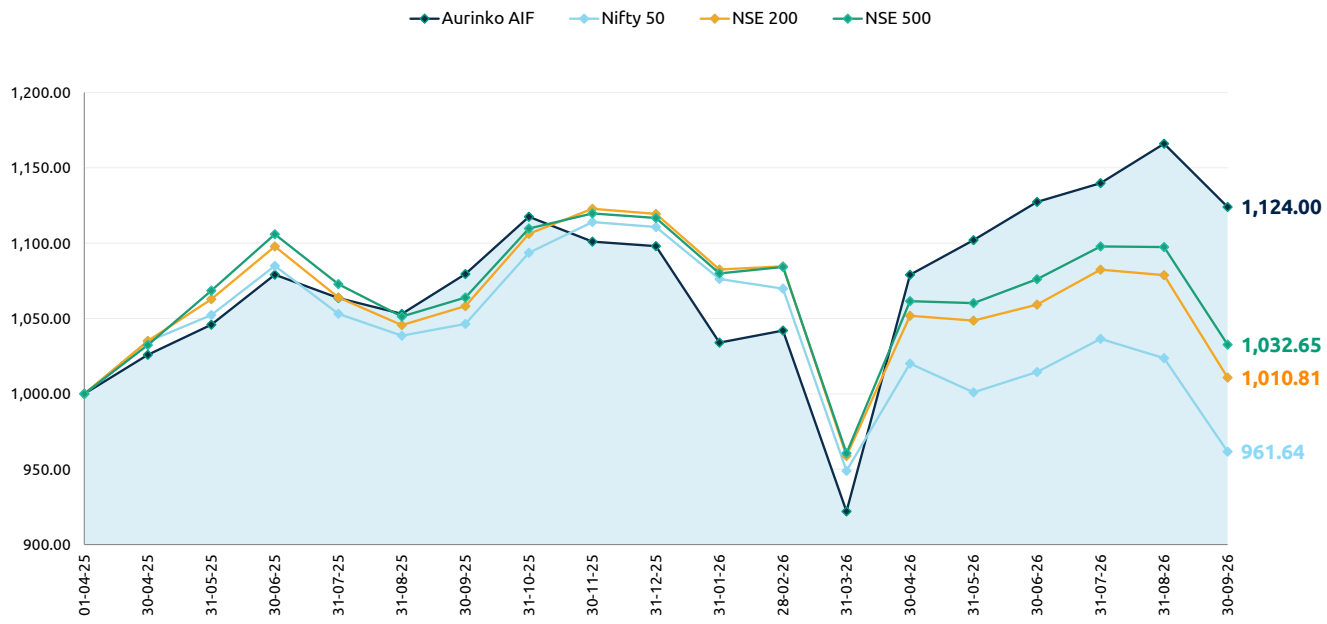
Market Cap Breakup	
Large	**24%**
Mid	**48%**
Small	**28%**

Strategy wise allocation	
Arbitrage +	**12%**
Long Only	**78%**
Cash & Margin	**10%**





FUND PERFORMANCE V/S INDICES* (Updated as on September 30, 2026)



*Fund returns are "post expense, pre tax".

Dear Investors,

We take this opportunity to thank you for your continued support & investment in Aurinko Alpha Advantage Fund. It is a privilege to manage your capital & be part of your financial growth journey.

September was an extremely poor month for overall markets with Nifty falling by 6.06% while midcaps falling even more by 7.6%. Small caps outperformed relatively falling by 3.5%. Our portfolio relatively outperformed and fell by around 3.3% as we turned cautious in the middle of the month. Precious metals were quite weak in September on the back of the US 10-year yield reaching 5.3%, a level last reached in 2006. Global markets were mostly rangebound thanks to the resilient AI theme. Crude was very volatile, rallying again to $110 levels before paring gains to end around $100. As a result, the INR was quite weak despite the strong FCNR(B) inflows.

Geopolitics

The U.S.-Iran conflict remained on the forefront of geopolitics in September. The U.S. administration's naval blockade has helped recover some of the crude oil flows through the Strait of Hormuz. But, with the Houthis attacking Saudi facilities including the pipeline & refineries – the physical market remains extremely tight due to higher insurance & tanker costs. Diesel especially is in short supply due to further escalation of the war between Russia & Ukraine, and consistent Ukrainian attacks on Russian refineries & energy complex. **The Fed raised interest rates by 25 bps on the back of elevated inflation & continued economic growth.** However, markets are mostly expecting a shallow rate hike cycle as a slowing economic with potential fallout from AI related capex being key risks. The US yields continued their one-way journey up to multi-decadal highs despite continued jawboning by the US treasury & Secy Bessent. The US-China summit & BRICS summit were mostly non-events that further confirmed the paradigm shift to a multi polar world. All eyes turn towards the US midterms in early November and the developments that take place in the buildup and aftermath of the results.

Coming Back to India

September was overall a neutral month for the Indian economy. GST growth continued to hover around the 2-lakh mark with annual growth of 14.7%, while bank credit growth continued to remain strong at 18.8%. There is a liquidity surplus in the system after the higher-than-expected FCNR(B) inflows. CPI came higher at 4.5% driven by high food & fuel inflation. The monsoons were quite weak and erratic ending with a deficit of around 13%. This should further fuel both the food & fuel inflation, while adversely impacting rural incomes. The liquidity surplus, higher inflation & rising global yields may force the RBI to raise interest rates, with a total tightening of 50 bps expected in the rest of the financial year, likely starting with the October policy. The ongoing coal & power shortage & slowing auto sales further signify downside risks to the economy. The upcoming wedding & festival season will be very key to judge the overall strength & health of the economy. The optionality from a resolution to US-Iran war and trade agreements with the USA, EU & UK provide positivity to neutral economic growth outlook.

Stock Market Outlook

After a strong earnings recovery in June quarter results, Q2 is also expected to be strong although some further moderation in margins cannot be ruled out. This will further confirm that the cycle is beyond the lows. The continued manufacturing push along with secular themes of diversification away from China & Europe are further tailwinds for the Indian manufacturing and exports. A quick finalization and implementation of trade agreements with UK, USA & EU will further provide impetus – despite the long drag.

FII's sold heavily again in September, after a positive last couple months. There is a plethora of supply coming in from new IPO's, QIP's and blocks from PE funds and promoters. Unless this supply slows, the durability & strength of overall market looks difficult to sustain. INR stabilization and any appreciation may further attract FII's and help keep inflation in check. Without a strong, broad-based trigger for the overall market, it continues to be a stock pickers market. **Lenders, especially non-bank financials are starting to look good again on the back of healthy credit growth, while healthcare, pharma, infrastructure & engineering continue to look good, but strictly on bottom-up basis. Power theme & related sectors may also stage a consolidation phase in the last few months.** While the concerns stated below may limit any immediate market performance, **we remain optimistic of return potential of Indian stock markets over next 2-3 year horizon.**

DISCLAIMERS

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 shares, securities or any other financial instrument. The past performance of the Chief Investment Officer does not indicate or guarantee the future performance of any funds and strategies managed by him. This presentation has been prepared and issued based on internal research, information and data available in the public domain and from sources deemed to be reliable. Past performance may or may not be sustained in future. Returns are dependent on prevalent market factors, liquidity and credit conditions. 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 Aurinko Managers Private Limited ("Aurinko"), a Company incorporated under the provisions of Companies Act, 2013, having its registered office at 1201, 12th Floor, The Business Hub, A Wing, M V Road, Andheri Kurla Road, Mumbai - 400069, Maharashtra, India acts as the Investment Manager and Sponsor to Aurinko Alpha Advantage Fund ("Fund"), a scheme of Aurinko Alpha Advantage Fund which is registered with the Securities and Exchange Board of India ("SEBI") as a Category III Alternative Investment Fund under the SEBI (Alternative Investment Fund) Regulations, 2012. Aurinko has not independently verified all the information and opinions given in this presentation, while reasonable endeavors have been made to present reliable data in the presentation, however Aurinko does not guarantee the accuracy or completeness of the data in the presentation. All opinions, figures, charts, graphs, estimates and data included in this presentation are as of date and subject to change without notice Aurinko 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. Recipients of this information should exercise due care and caution and read Placement Memorandum and Contribution Agreement before taking any investment decision. All investors must read the Private Placement Memorandum and Contribution Agreement including the known and unknown risk factors/uncertainties and consult their legal, tax advisors, before making any investment decision/contribution in the funds managed by Aurinko. Investments in securities are subject to market and other risks and there is no assurance or guarantee that the objectives of any of the funds managed by Aurinko will be achieved. Clients are not being offered any guaranteed/ assured returns. Persons in whose possession this Report / Presentation may come are required to inform themselves of and to observe such restrictions. Recipients shall be solely liable for any liability incurred by them in this regard. Aurinko including its directors, partners, employees, agents, affiliates do not warrant about the completeness/accuracy of any of the information mentioned herein and shall not be responsible or liable for any loss or damage arising from the use of this information



Alpha Advantage Fund

Registered address:
1201, 12th Floor, The Business Hub, A Wing, M V Road,
Andheri Kurla Road, Andheri East, Mumbai - 400069

SEBI Registration Number: IN/AIF3/24-25/1625

www.aurinkoinvest.com | **+91-9136779964** | **compliance@aurinkoinvest.com**