Investor's Brief – June 2026

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I. Monthly Wrap

1. **Nifty50 closed higher by +1.66%** in June 2026. MidCap150 index closed +0.9% up, while SmallCap250 index performed the best to close higher by +4.26%.

2. Positive momentum in Small Cap index was also reflected in **many High Growth stocks which did well** in June 2026. Though it is premature to say whether the trend will last, this is a good indicator of a resilient Indian economy for the near term.

3. **Brent Crude Oil declined sharply from recent highs**. After crossing $107/barrel following the Middle East tensions recently, it cooled to $74/barrel at the end of June. This is a positive for India and it reflected in USD-INR gaining a bit ($1= ₹94.65).

4. **RBI MPC** – In its June 2026 Monetary Policy Committee meeting, RBI unanimously decided to keep the **policy repo rate unchanged at 5.25%** and retained the 'neutral' policy stance. So, no lower EMIs ☹

5. **Monsoon Watch** – June rainfall was significantly below normal, making it one of the driest Junes in over a century. A weak monsoon could affect agriculture, rural demand and food inflation. RBI in its MPC meeting also observed about the uptick in food inflation though headline inflation remained muted.

6. **Inflation & Growth outlook** – Taking (a) higher energy costs, (b) increased input prices, (c) food inflation and (d) lower-than-normal monsoon into consideration, RBI revised CPI inflation for FY27 up to 5.1% (from 4.6% earlier). Core inflation (excluding food and fuel) for FY27 was also revised up to 4.7% (from 4.4% earlier).

Equity Market performance | ***Nifty 50 Index - 23865.75***

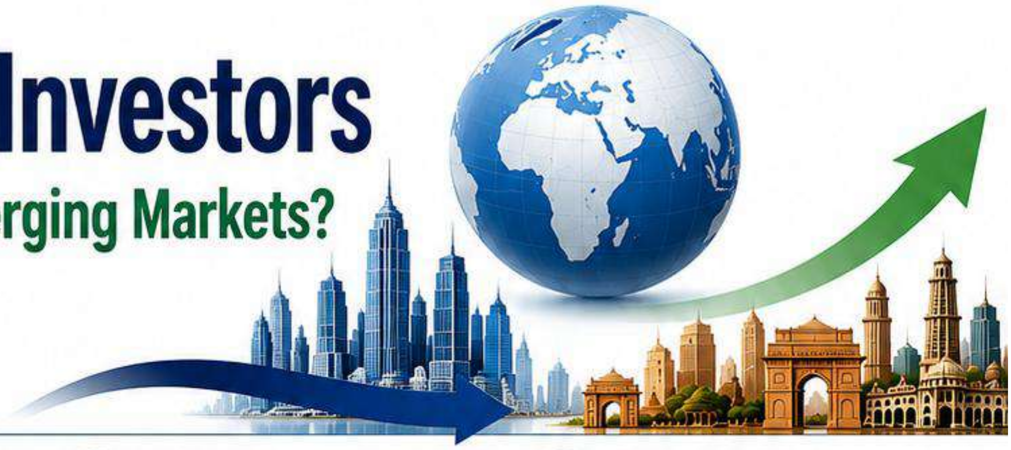
>1 year returns are Annualised (XIRR) | *(as of 30th Jun 2026)*

*Nifty 50**	*1M*	*3M*	*6M*	*1Y*	*3Y*	*5Y*	*7Y*	*10Y*
Returns (%)	*1.66%*	*7.40%*	*-8.11%*	*-5.44%*	*8.76%*	*9.93%*	*11.81%*	*12.38%*

** Nifty 50 is a widely accepted benchmark index for Indian Equity market. Individual Mutual Fund performances may vary.*

II. Investor’s Q&A

Are Global Investors
Turning Back to Emerging Markets?



1 THE US MARKET’S EXCEPTIONAL DECADE

- US equities, especially technology leaders, delivered exceptional returns over the past decade.
- Strong earnings growth, innovation and a resilient economy attracted massive global capital.
- This outperformance pushed valuations to multi-year highs.

2 WHAT IS CHANGING?

- Valuations in many US stocks, particularly in technology, are rich compared to their historical averages.
- Earnings growth expectations are moderating from the extraordinary levels of the past few years.
- Inflation is easing globally, raising the possibility of lower interest rates, which encourages investors to diversify beyond developed markets.

3 WHY INDIA IS IN FOCUS

- Strong domestic demand driven by favourable demographics and rising incomes.
- Sustained infrastructure investment, manufacturing push (“China+1” strategy) and government reforms are creating new opportunities.
- Improving corporate earnings, stable macroeconomic environment and deepening capital markets strengthen India’s appeal.

GLOBAL MARKET LEADERSHIP – A TIMELINE

Pre-2000
Multiple Regions
Leadership was diverse with no clear winner.

→

2000 – 2015
US Takes the Lead
Strong growth, tech innovation and QE drove US outperformance.

→

2016 – 2024
US Exceptional Decade
Tech boom, AI, strong earnings and easy money attracted global capital.

→

2025 and Beyond?
Potential Rotation to Emerging Markets
Diversification, lower rates, and growth opportunities drive a new phase.

Capital flows are cyclical. Rather than chasing them, investors should use them as one input in a disciplined investment strategy focused on quality and long-term wealth creation.

III. General Insight