A M CAPITALS NEWSLETTER
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Dear Valued Clients,

Welcome to the April edition of our monthly newsletter, where we review the month gone by. After March's bruising 11% fall in the Nifty, markets staged a powerful comeback in April, with the Nifty 50 rallying approximately 6.6% and the Sensex climbing from around 71,948 to close the month near 77,844 – a gain of roughly 8.2%. The recovery was broad-based, led by Defence, PSU Banks, FMCG, and Metals, while IT remained under pressure.

April was also a month of dramatic headlines. It opened with a sharp surge on hopes that the US would wind down its military involvement with Iran. A US-Iran ceasefire triggered a historic single-day rally on April 8. Then, barely days later, the collapse of peace talks in Islamabad sent markets reeling again. The Strait of Hormuz continues to be shut, and with the US blockading Iranian ports, crude oil prices have shot up past the $110 per barrel level.

Even if both sides lift the blockade, energy supplies will take several months to get restored to pre-War levels. The market crash has brought down valuations, and even though the market has rebounded, valuations are still below long-term historical average.

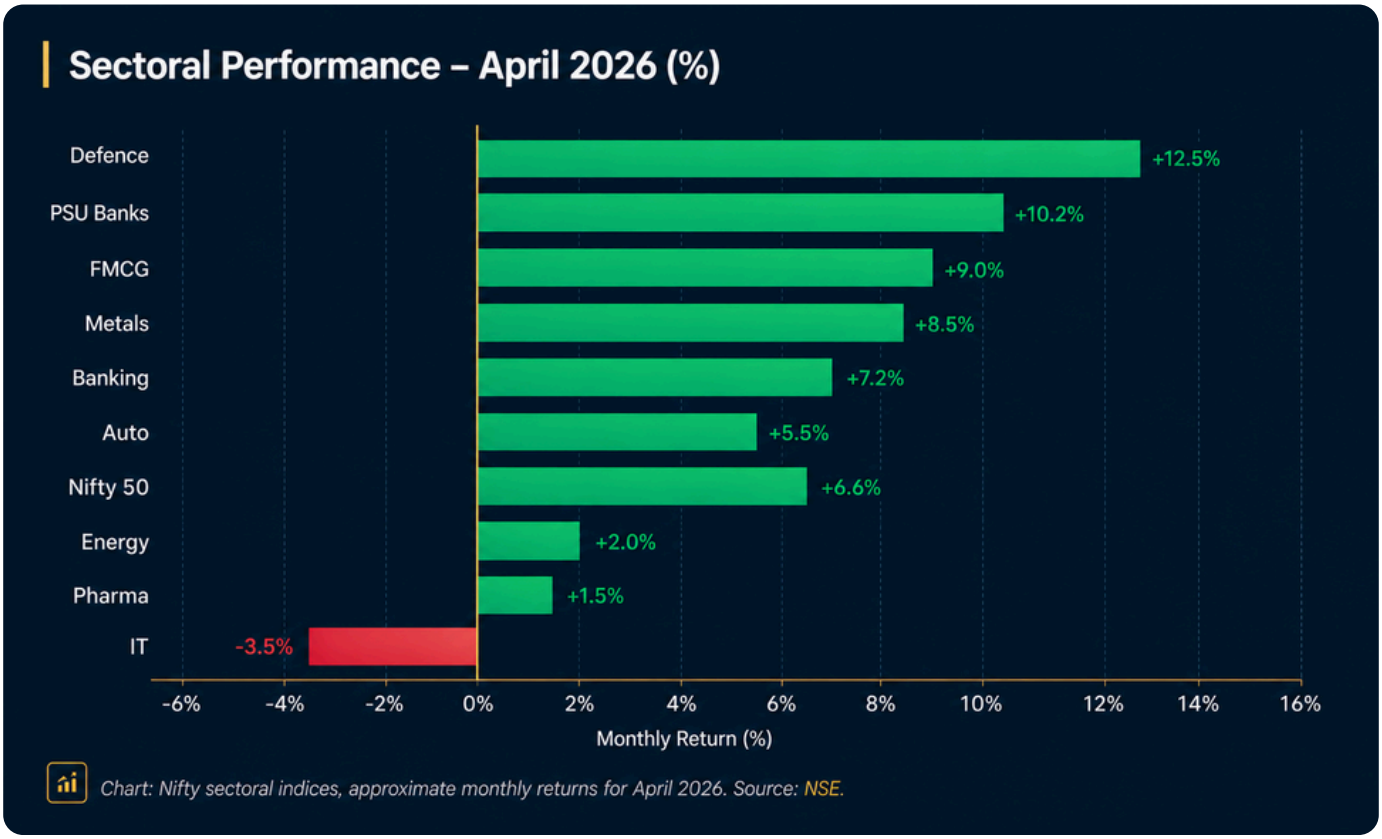
We remain committed to guiding you through every market cycle. Should you wish to review your portfolio allocation as we enter the new financial year or discuss any concerns, please reach out to us.

MARKET PULSE:

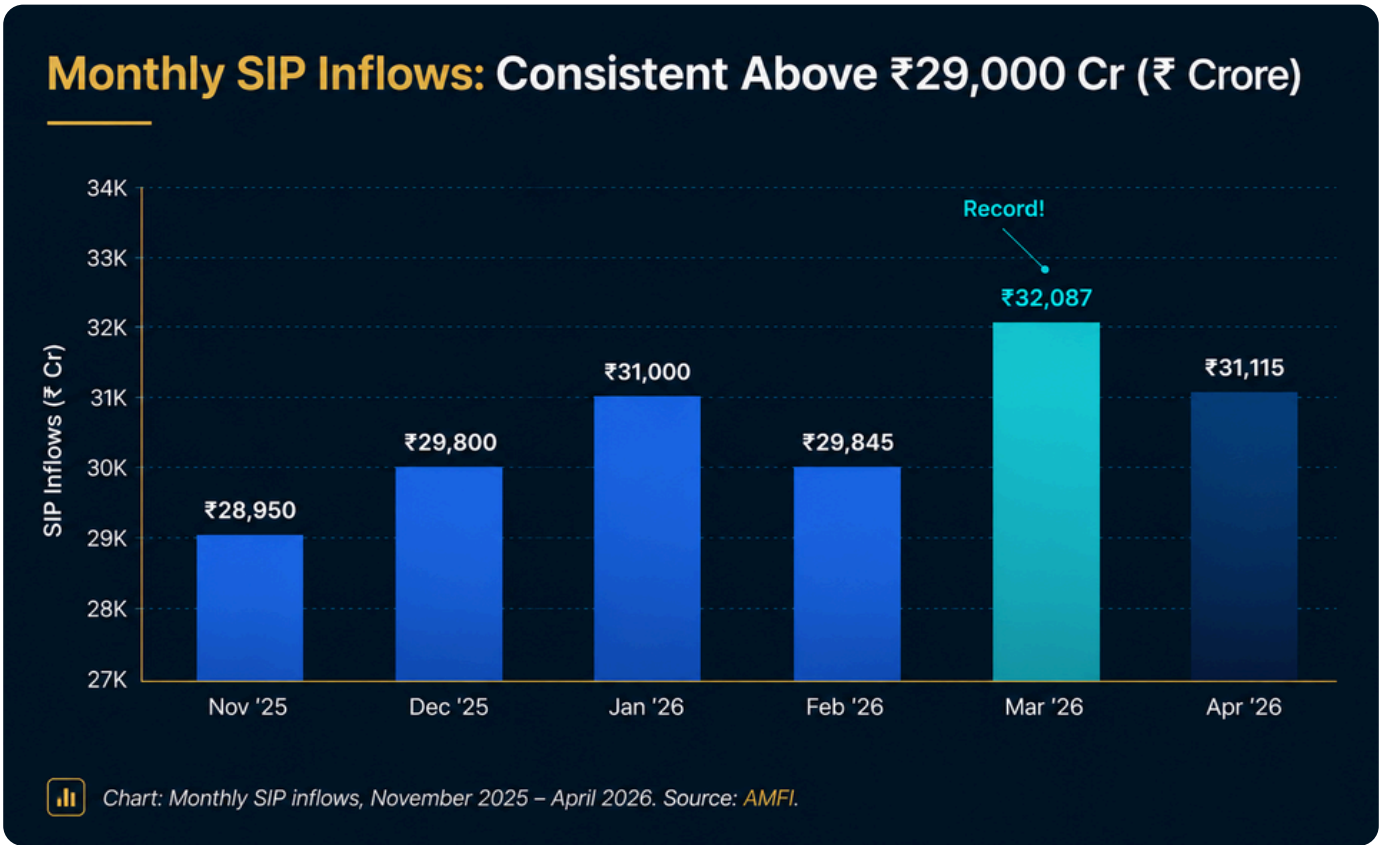
Market news:

Nifty 50 (March)	Mid Cap	Small cap
+6.6%	+10.7%	+13.4%

Defence stocks surged over 12%, driven by geopolitical tensions and increased government spending. PSU Banks continued their multi-month rally, gaining over 10%. FMCG and Metals posted strong gains of 8–9%, benefiting from value buying and firm commodity prices. Banking stocks rallied broadly, supported by healthy credit growth and expectations of rate stability. On the flip side, IT remained the weakest sector, declining roughly 3.5% on concerns about global demand and weaker Q4 earnings guidance from some majors.

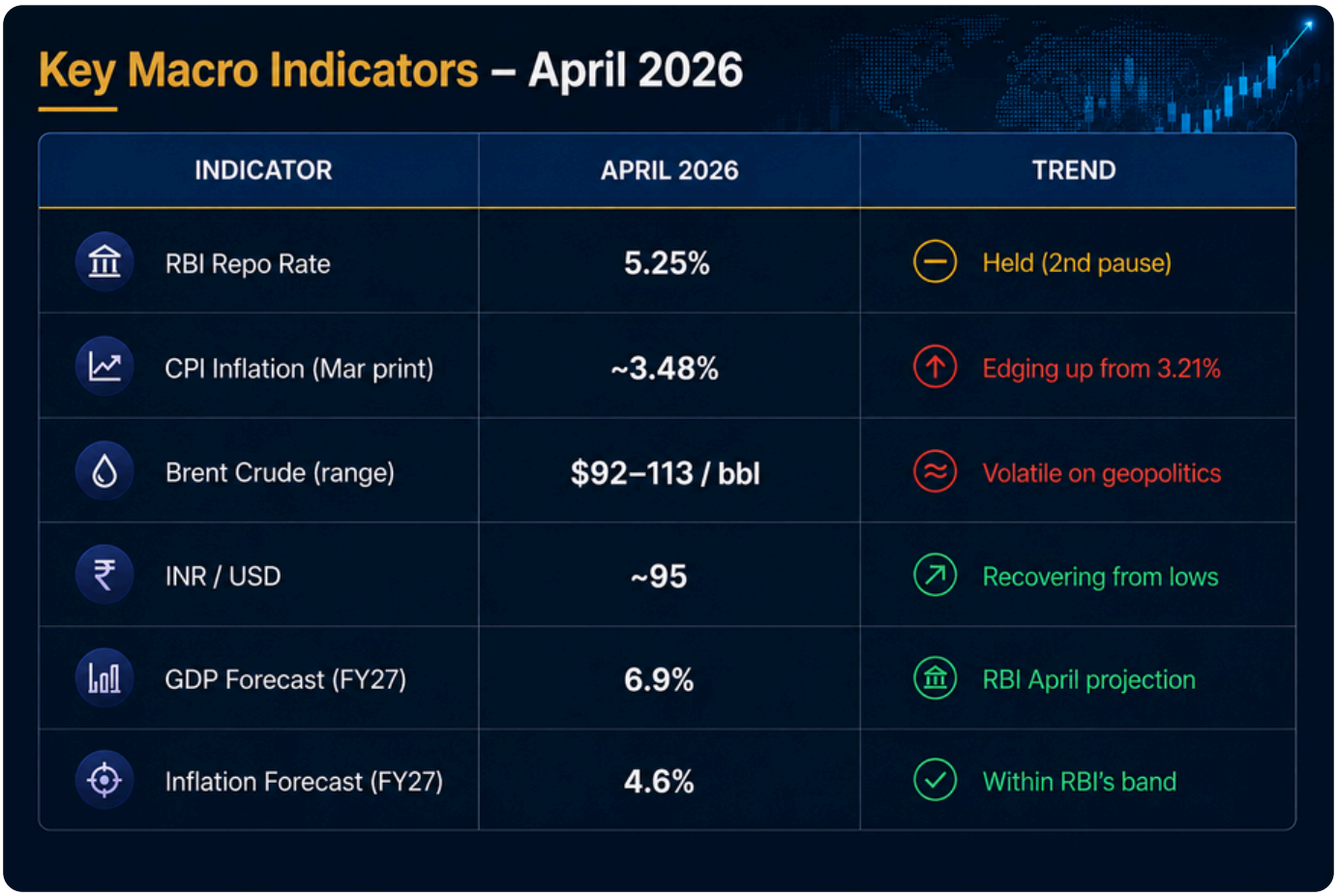


After March's record-breaking ₹32,087 crore, SIP inflows dipped modestly to ₹31,115 crore in April – but this number is extraordinary in context. Markets had just experienced their worst monthly fall in six years, and retail investors responded by increasing their SIP commitments in March and barely trimming them in April.



RBI Holds the Line

The Reserve Bank of India's Monetary Policy Committee met from April 6–8 and unanimously decided to hold the repo rate at 5.25%, maintaining its neutral stance. This marked the second consecutive pause after the aggressive 125-basis-point rate cuts delivered through 2025. Governor Sanjay Malhotra noted that India was at a "good starting point" to navigate external headwinds, but acknowledged that elevated energy prices and supply disruptions posed upside risks to inflation. The RBI projected GDP growth at 6.9% for FY27 and inflation at 4.6%.



Gold gained 2.5%, while silver gained 4.8% in April.

Global markets rose in April. The US market was strong, with the S&P 500 rising 10%. NASDAQ was a strong outperformer, gaining 15%. Among developed markets, the Nikkei (Japan), the DAX (Germany), and the CAC (France) were in the green. FTESE remained flattish in April. The Shanghai Composite (China) gained 5.65%. Emerging markets outperformed, with the MSCI Emerging Markets gaining nearly 15% in April. Even though the Indian market was strong in April, it continued to underperform versus the emerging market pack.

AMC VIEW ON MARKETS:

April's recovery confirms that the March correction was driven by sentiment and geopolitics, not by a breakdown in India's economic fundamentals. With GDP growth estimated at ~7% for FY26, corporate earnings expanding, and the domestic investor base growing deeper by the month, the structural bull case for Indian equities remains intact. However, risks remain – crude oil above $90, the West Asia situation, and the upcoming Q4 earnings season will all shape the near-term direction. We advise maintaining allocation discipline and using any fresh correction as an opportunity.

Avoid any lump sums in Foreign Markets at this point of time. We will contact you if we see any opportunity related to international investing.

AMC KI PAATHSHALA:



What exactly is SIF?

SEBI (the regulator of India's stock market) introduced Specialised Investment Funds in April 2025 to fill a gap that had existed in the Indian investment landscape for years. Until now, investors had two choices:

•**Mutual Funds** – easy to start (even ₹500/month), well-regulated, but limited to "long-only" strategies (meaning the fund manager can only buy stocks and hope they go up).

•**PMS / AIF** – more sophisticated strategies, but minimum investment of ₹50 lakh to ₹1 crore, less liquid, and complex tax treatment.

SIF bridges this gap. It gives you mutual fund-like convenience and regulation, but with more advanced investment strategies – at a minimum investment of just ₹10 lakh.

SIF vs Mutual Fund vs PMS – At a Glance

FEATURE	MUTUAL FUND	SIF	PMS
Min. Investment	₹500	₹10 Lakh	₹50 Lakh
Can bet on falling markets?	No	Yes (up to 25%)	Yes
SEBI regulated?	Yes	Yes	Yes
SIP available?	Yes	Yes*	No
Tax treatment	MF rules	MF rules	Per transaction
Liquidity	Daily	Twice/week	Varies
No. of products	1,500+	~20 (growing)	400+
Strategies	Long-only	Long-Short, Hybrid, Sector Rotation	Flexible

*SIP available after initial ₹10 lakh threshold is met. Instalments can be as low as ₹5,000.

What makes SIF different? The "Long-Short" superpower

Here's the big difference. A regular mutual fund can only make money when markets go UP. If the Nifty falls 11% (like it did in March 2026), your mutual fund falls too. There's nothing the fund manager can do about it.

A SIF fund manager, however, can take "short positions" – meaning they can profit when certain stocks or sectors fall. SEBI allows SIFs to take up to 25% of their portfolio in such positions. So while regular mutual funds were losing 10-12% in March, some SIF strategies lost only 3-5%. This built-in "shock absorber" is the key value proposition

Where does SIF fit in YOUR portfolio?

Think of your investment portfolio as a cricket team. Your mutual funds are the reliable batsmen – they score runs consistently in most conditions. SIF is like adding an all-rounder to the squad – someone who can bat AND bowl, adding balance and flexibility to your team's performance.

SIF is NOT meant to replace your existing mutual fund portfolio. It is meant to complement it, especially for investors who:

•Already have a well-diversified mutual fund portfolio of ₹25 lakh+
•Want some protection during market crashes (like March 2026)
•Can invest ₹10 lakh or more in a single product
•Are comfortable with a 3–5 year investment horizon
•Want PMS-like strategies without the ₹50 lakh entry barrier

SIFs come in three SEBI-defined categories:

1. **Equity Long-Short** – Invests in stocks but can also short the market up to 25%. Highest risk, highest return potential.
2. **Hybrid Long-Short** – Mix of equity, debt, and derivatives. Better for stability seeking investors. Expect Hybrid mutual fund-type returns with lower drawdowns.
3. **Active Asset Allocator** – Dynamically moves between equity, debt, and commodities based on market signals. The "all-weather" option.

A few things to watch out for before investing:

1. New category, hence limited track record. This is the reason we have stayed away from this category till now, but now fund houses with previous AIF long short track records are launching SIF's, and this makes us confident to recommend SIFs in our clients' portfolios.
2. No guarantees of higher returns or better downside protection. Advanced strategies don't mean guaranteed returns.
3. Lower Liquidity in a few SIF- Hybrid SIF usually allow redemptions only once or twice a week.
4. High minimum Ticket size: 10 lacs. SIP amount above 10 lacs is usually 10k per month. (depends upon fund house). However, there is no lock-in period.

AMC's Recommendation:

SIF is an exciting new category, but it is NOT for everyone. If you already have a strong mutual fund portfolio of ₹25 lakh+ and are looking for downside protection without moving to PMS, consider allocating 10–15% of your total portfolio to SIF. If your total investable corpus is below ₹25 lakh, stick with your mutual fund SIPs – they remain the best wealth-building tool for most Indian investors.

WHAT'S HAPPENING AT AMC:



Your company was awarded the "CEO Business Leadership awards 2026" by MS talks in an event attended by CEO's from various big firms such as Canara Bank, OPPO, Bikanervala, Haldiram's etc.





CLIENT TESTIMONIALS



New house
Grih Pravesh Ceremony

Shakshi and Harviish Rao

I've trusted Advesh Mishra with my financial decisions for seven years, and the best way I can describe working with him is this: he gave me patience when I had none, and confidence when we needed it most.

Advesh isn't just a financial advisor. He's the calm, steady voice that steps in exactly when you need it most. I remember the moment I was convinced I was ready to buy my dream home. I had the excitement, I had the urgency - what I didn't have was the right timing. Advesh did what great advisors do: he made me pause, showed me the bigger picture, and preached patience when I was the least willing to hear it.

Years later, when the time was truly right, he helped us finance that same dream home - and it felt nothing like what the rushed version would have. It felt earned, well-planned, and financially sound.

His advice isn't flashy. It's sound, consistent, and built around your long-term wellbeing - not short-term excitement. Seven years later, I approach every financial decision with a clarity and composure I simply didn't have before.

Disclaimer: This newsletter is prepared for informational and educational purposes only and does not constitute investment advice, a recommendation, or an offer to buy or sell securities. All data points and charts are based on publicly available sources including NSE, BSE, AMFI, RBI, and are approximate figures for April 2026 unless otherwise stated. Sectoral returns are indicative estimates based on publicly reported data. Past performance is not indicative of future results. All investments are subject to market risks. Please read all scheme-related documents carefully before investing. Consult your financial advisor before making any investment decisions.