



Portfolio of 20-50 Indian Companies built through a distinctive high growth, high conviction, and benchmark independent investment approach.



Targets companies which offer attractive risk/reward profiles, utilising 'bottom up' analysis, along with a 'top down' analysis of macroeconomic conditions and structural themes.



Aims to outperform the Benchmark with a focus on capital growth and downside protection.

Strategy Performance Summary

Period	1 Month	3 Months	1 Year	3 Years (p.a.)	5 Years (p.a.)	Since Inception ^{^^} (p.a.)
Gross Return Before Tax+	0.1%	-6.6%	-29.9%	1.6%	4.1%	6.7%
Benchmark**	-0.7%	-8.6%	-20.7%	3.1%	6.2%	7.6%
Strategy Relative Performance	0.8%	2.0%	-9.2%	-1.5%	-2.1%	-0.9%

+ Strategy performance before taking into account fees, costs and applicable capital gains taxes. Past performance is not a reliable indication of future performance.

** Benchmark is MSCI India Net Return Index (AUD) and does not take into account capital gains taxes.

^{^^} Inception date is 4 May 2017.

Investor Performance Summary

Period	1 Month	3 Months	1 Year	3 Years (p.a.)	5 Years (p.a.)	Since Inception ^{^^} (p.a.)
Net Return After Tax [^]	0.0%	-3.5%	-28.1%	-0.8%	2.2%	4.7%
Benchmark**	-0.7%	-8.6%	-20.7%	3.1%	6.2%	7.6%
Investor Relative Performance	0.7%	5.1%	-7.4%	-3.9%	-4.0%	-2.9%

[^] Fund return is calculated after taking into account management fees and expenses as well as capital gains taxes on unrealised gains/losses. This return is based on the NAV calculation and reflects the return received by investors in the Fund. Past performance is not a reliable indication of future performance.

** Benchmark is MSCI India Net Return Index (AUD) and does not take into account capital gains taxes.

^{^^} Inception date is 4 May 2017.

Key Information

Investment Objective	To outperform the Benchmark on a net of fees and tax basis, with a focus on capital growth and downside protection.
Benchmark	MSCI India Net Return Index (AUD)
Liquidity	Daily
Target Number of Holdings	20-50
Minimum Investment	Initial investment - \$10,000 Additional investment - \$5,000
Distribution Frequency	Half-Yearly (where available)
Management Fee	1.10% p.a.
Performance Fee¹	15.00%
Buy/Sell Spread	0.25% / 0.25%
Unit Prices	Application - \$0.7353 Net Asset Value - \$0.7335 Redemption - \$0.7317

¹Of the investment return above the benchmark, after recovering any underperformance in past periods.

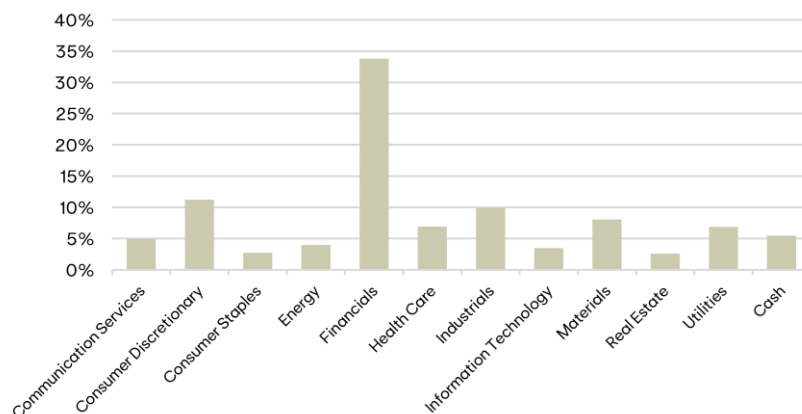
Top Holdings*

Company	Sector
Axis Bank Limited	Financials
Bharti Airtel Limited	Communication Services
HDFC Bank Limited Sponsored ADR	Financials
ICICI Bank Limited Sponsored ADR	Financials
Reliance Industries Limited	Energy

*In alphabetical order.

Source: Ellerston Capital.

Sector Allocation



Source: Ellerston Capital

MARKET COMMENTARY

Ellerston India Fund (EIF) was up 0.01% (net) in May versus the MSCI India Index (MXIN) which was down -0.68%. While MXIN was down -0.52% in INR terms for the month. May saw consolidation after the sharp relief rally in April. Large caps were particularly weak; however, mid and small caps fared well with overall market breadth showing strength. Participants stayed worried about the war in West Asia, higher crude oil, INR weakness, limited AI exposure and Foreign Institutional Investors (FIIs) selling. At the other end, resilient domestic buying and decent Q4 earnings helped partly offset external pressures. The government doubled import duties on gold and silver to curb non-essential imports and protect forex reserves/INR. Domestic Institutional Investors (DIIs) continued their monthly buying to the tune USD5bn driven by strong retail inflows helping counter the persistent Foreign Institutional Investors (FIIs) selling to the tune of USD5.6bn.

KEY MONTHLY CONTRIBUTOR

Tata Communications was the key contributor. It is a Telecom services provider focussed on Core connectivity and Digital Portfolio. The Core connectivity provides traditional point-to-point connectivity solutions for enterprises, and the digital business is the new-gen, hi-tech digital portfolio built around its connectivity solutions. The company saw re-rating as a play on AI connectivity /digital infrastructure given its offering of digital enterprise infrastructure, NextGen connectivity platforms, multi-cloud connectivity and network transformation services. In May, TCOM appointed Ganapathi S. Lakshminarayanan as the new MD & CEO for a five-year term. It also reported good underlying results

with EBITDA up 14.4% y/y and EBITDA margin improving to 19.6% from 18.7% a year earlier. The quarter saw digital portfolio grow 19.2% y/y with overall digital revenues crossing 50% of the data portfolio. The company operates the largest wholly owned subsea fibre network in the world, and its network carries around 30% of the world's internet routes.

KEY MONTHLY DETRACTOR

Mrs. Bector's Food Specialities was the key detractor. It is a FMCG company focussed on packaged foods primarily across biscuits and bakery categories. Bector's reported broadly in line Q4FY26 results with revenue and EBITDA up 8.9%/11.5% y/y. However, its domestic business was impacted by GST transition and competition while exports saw volatility driven by US tariff and West Asia conflict. The company remains focused on driving distribution expansion and taking market share across India and export markets. It is one of the fastest growing FMCG companies backed by strong brands and extensive manufacturing capabilities.

OUTLOOK

The West Asia war driven external shock is hitting India's biggest macro vulnerabilities of Oil and Gas Imports. De-escalation of the West Asia war remains the most important near-term variable. India has dearth of AI-linked opportunities with no semiconductor/AI hardware exposure and could remain sideways till market continues to chase AI-linked prospects globally. At the other end, after nearly two years of course correction, India's market valuation and corporate earnings have re-based, and earnings can now compound faster for longer as the external economic shocks settle down.

Regulatory Guide (RG240) Fund Disclosure Benchmark – Periodic Reporting (monthly)

- **Net Asset Value of the Fund and Redemption Price of Units**

Please refer to details on page one.

- **Any changes to key service providers including any change in related party status**

There have been no changes to key service providers, including any change in related party status.

- **Net returns after fees, costs and relevant taxes**

Please refer to details on page one.

- **Any material changes to the Fund's risk profile and strategy**

There have been no changes to the Fund's risk profile and strategy.

- **Any material changes related to the primary investment personnel responsible for managing the Fund**

There have been no changes to the primary investment personnel responsible for managing the Fund.

Find out more:

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Should investors have any questions or queries regarding the Fund, please contact our Investor Relations team on 02 9021 7701 or info@ellerstoncapital.com or visit us at ellerstoncapital.com.

All holding enquiries should be directed to our registry, Automic Group on 1300 101 595 or ellerstonfunds@automicgroup.com.au.

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