



1-Market Highlights:

After a sluggish start for the year 2023 most of the global markets ended the year with double digit returns. This rally was led by reduced global inflation, declining prices of crude oil and expectation of rate cuts in the year 2024.

Indian markets were in good shape after strong participation from Retail, DII and FII. Indian markets are expecting rate cuts in the year 2024 in line with US Federal Reserve.

The Indian economy, ranked fifth in terms of size, remained resilient as the fifth most valuable market, boasting a capitalization of \$4.16 trillion. This represents a remarkable surge of 24.8% compared to the previous year, marking the sharpest increase since 2021. India is well poised for the growth with a GDP forecast of 7% in FY24 in MPC meet by RBI with additional support from government to make "Atmanirbhar Bharat".

Market performance (%)

INDEX	1M	3M	6M	1Y
NIFTY 50	7.9%	10.6%	13.2%	20%
SENSEX 30	7.8%	9.7%	11.6%	18.7%
NIFTY MIDCAP 150	6.9%	12.7%	27.4%	43.6%
NIFTY SMALLCAP 250	5.9%	14.8%	33.1%	48.1%

Source: NSE as of 29th Dec 2023

• FII/DII Activity

FII's bought ₹31,960 crore worth of shares during the month of December. We believe that this buying trend by FII would continue to be led by Political Stability in the country & high growth prospects of the country.

INR cr.*	1M	3M	6M	1Y
FII	31,960	9,936	-23,455	-13,194
DII	12,942	38,274	82,420	1,68,988

Source: NSE *FII Cash as of 29th Dec 2023

• Global Market

In the past month, there has been a notable rebound in global markets, primarily driven by the anticipation of interest rate reductions in 2024. Throughout 2023, the NASDAQ technology index surpassed all other major global indices, delivering impressive returns of 43.42% for the entire year. However, in 2022, the tech giant index experienced the most significant setback, with negative returns of -33.1%.

INDEX	1M	3M	6M	1Y
DOW JONES	4.84%	12.48%	9.54%	13.7%
FTSE	3.75%	1.65%	2.68%	3.78%
HANG SENG	0.03%	-4.28%	-9.88%	-13.82%
DAX	3.31%	8.87%	3.74%	20.31%
NASDAQ	5.52%	13.56%	8.87%	43.42%

Source: Investing.com as of 29th Dec 2023

• Sectoral Performance

On the sectoral front, all the sectoral indices (BSE) witnessed a positive momentum in the month of Dec-23 led by positive global macros. Power sector has been the best performer with huge ambitions in energy transition and plans to have 500 GW of non-fossil based electricity installed capacity by 2030. With the general elections on the verge in 2024 Infra sector has given significant return of 15.67% in the month of Dec'23 and infra seems to be one of the most promising sector in the industry with a long term horizon. The table shows the top 3 and bottom 3 sector performances in Dec 2023:

TOP 3 (%)	1M	3M	6M	1Y
S&P BSE Power	18.45%	24.87%	45.4%	32.2%
S&P BSE Infra	15.67%	22.53%	49.91%	57.43%
S&P BSE Oil & Gas	13.27%	21%	27.3%	12.94%

BOTTOM 3 (%)	1M	3M	6M	1Y
S&P BSE Healthcare	5.59%	10.71%	23.07%	36.47%
S&P BSE Auto	5.95%	15.29%	23.13%	45.74%
S&P BSE Cons. Disc.	6.72%	14.15%	23.28%	39.33%

Source: BSE as of 29th Dec 2023

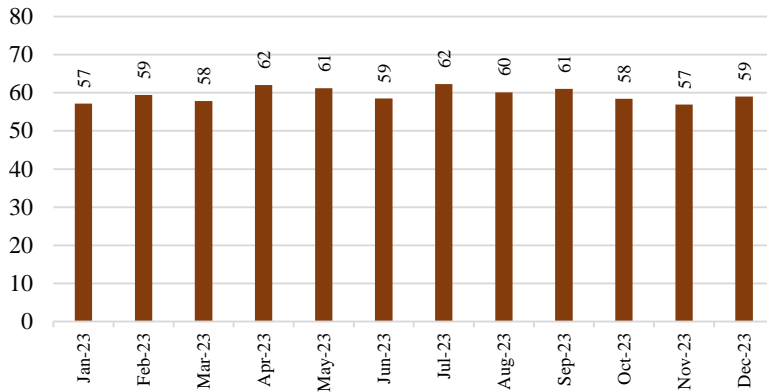
• Important Events

- 1- With effect from December 1, capital markets regulator SEBI reduced the listing timeline for all IPOs to T+3 days, making the process among the fastest in the world.
- 2- Indian market capitalization crossed \$4 trillion for the first time in December 2023. India stands to be now the fifth-largest market in the world. Currently US, China, Japan, and Hong Kong markets are currently ahead of India.
- 3- Benchmark index Nifty-50 scaled an all-time high level at 21,834.3 led by three back-to-back events that changed in favor of the equity market. These were the results of the State elections in three big Hindi heartland states that raised the expectations of policy continuity in 2024, thereby boosting the market faith, the status quo maintained by the RBI along with a positive revision in FY24 GDP from 6.5% to 7%, and dovish narrative by the US Fed in the FOMC meeting.
- 4- In December 2023, the RBI raised India's GDP growth rate estimate to 7 per cent for 2023-24 from its earlier projection of 6.5 per cent with contribution from rural economy being an important factor. At the same time in Dec'23 the MPC has left the inflation projections for financial year 2024 unchanged at 5.4%.



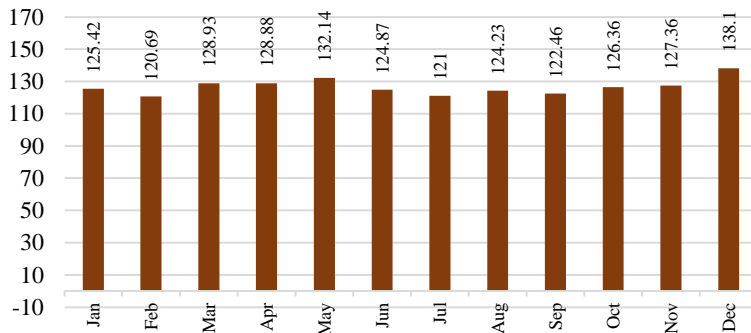
2- Economic Developments:

PMI Services Data



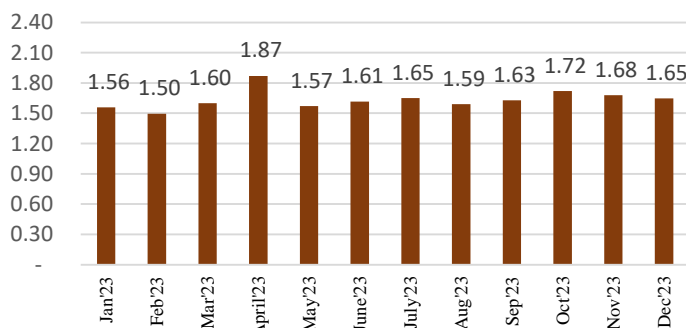
Source: pib.gov.in

Air Passenger Traffic (In Lakh)



Source: dgca.gov.in

GST Collection Data (In Lakh Crores)



Source: pib.gov.in

- The gauge of services sector activity stood at 59.0 at three month high, indicating an increase from November's one-year low of 56.9. Moreover, it remained above the crucial threshold of 50, which signifies expansion in activity, for the 29th consecutive month.
- India saw its highest ever domestic traffic in a single month this December with the month closing with 13.8 million passengers, a new high! This surpassed the previous high recorded in May this year when 13.21 million domestic passengers took to the air. Traditionally, the year-end holidays of December have led to higher traffic than the longer summer holidays.
- Central and state governments collected ₹1,64,882 crore (₹1.65 trillion) in goods and services tax (GST) revenue in December, a 10.3% jump from a year ago. Accordingly, this month's collections record the fifth highest for the fiscal year.

3-Market Outlook:

- After negative returns in year 2022 for the US market, NASDAQ and Dow Jones has given remarkable returns to the investors where DOW Jones jumped 13.7% and NASDAQ by 43.4% in the year 2023. Whereas Nifty 50 and BSE Sensex rose by 19.42 and 18.7%, but interestingly Nifty Smallcap 250 and Midcap 150 rose by 48.1% and 43.6%.
- The government's emphasis on capital expenditure has continued during the year as well, imparting an impetus to private investment which will lead to further growth in year 2025 with good fundamentals.
- The rapid growth of India's solar power capacity can be attributed to various government initiatives, including the establishment of solar parks and the exemption of interstate transmission charges for renewable projects focused on green hydrogen. Additionally, the development of the solar module manufacturing ecosystem in the country has further contributed to this expansion. Furthermore, the increasing emphasis on decarbonization by corporates, industries, and utilities has played a significant role in driving the transition towards renewable energy sources.
- In light of the aforementioned factors and the stability in political power, our outlook on the Indian Economy remains optimistic. We advise investors to maintain a well-diversified portfolio that encompasses a balanced exposure to robust growth businesses spanning various sectors and market capitalizations.

4-Our Portfolio Management Services:

Strategy 1: DREAM

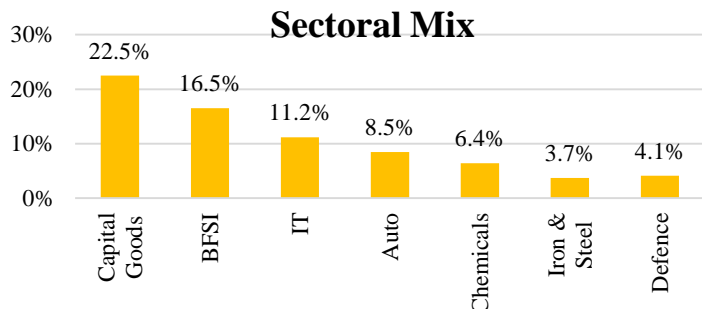
- Investments in equities cash segment with a mix of stable and growth-oriented companies having strong fundamentals.
- Our Multi-cap strategy rests on two pillars- Steady picks for large cap for resilience, stability, and long-term wealth and Growth for Small & Mid-caps for capturing new opportunities & potential multi-baggers.
- In order to minimize concentration risks, we believe in sector diversification. This has also resulted in achieving outstanding results by outperforming the markets by capturing opportunities across the board.
- We make dedicated efforts to find attractively valued firms with sustainable business models to capture new and dynamic opportunities.

Performance as on 29th Dec 2023:

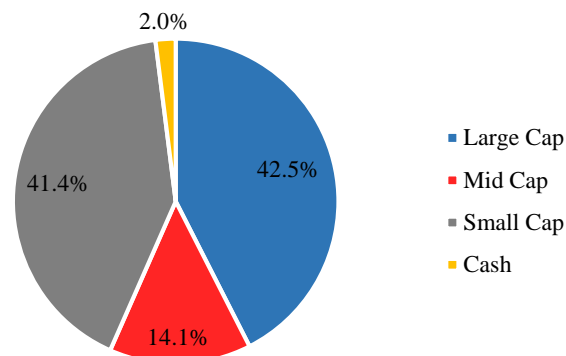
	3M	6M	1Y	3Y	Since inception (CAGR)	Since Inception (Absolute)
HEM PMS	12.89%	26.37%	48.06%	28.38%	29.49%	168.89%
BSE 500	12.09%	17.8%	24.85%	18.86%	21.06%	107.81%

Inception date: 4th March, 2020. Returns presented are not verified by SEBI

Sectoral Mix as of 29th Dec 2023



Market Capital Diversification



Our Top 10 Holdings in DREAM

Agarwal Industrial Corporation Ltd.	Tata Motors Ltd.
SBI Ltd.	Titagarh Wagons Ltd.
ICICI Bank Ltd.	HDFC Bank Limited
HAL	Carysil Ltd
Caplin Point Laboratories Ltd.	Deepak Fertilizers and Petrochemicals

Strategy 2: IRSS

- Niche SME & Small Cap based PMS launched in February.
- We came No. 1 in India according to PMS Bazaar by delivering 34% returns in FY23.
- Exclusive selection of potential multi baggers from SME & Small cap space.
- It is a high risk & high return strategy and therefore suitable for investors having high risk appetite

Performance as on 29th Dec 2023:

	3M	6M	1Y	Since inception (CAGR)
HEM IRSS	12.11%	31.17%	40.61%	48.87%
S&P BSE 500	12.09%	17.8%	24.85%	15.38%

Inception Date: 18th Feb 2022. Returns presented are not verified by SEBI. Please read Disclaimer and T&C before investing.



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