

# Sundaram Business Cycle Fund

An open ended equity scheme following business cycles based investing theme



SUNDARAM MUTUAL  
— Sundaram Finance Group —

Fund Insights - June 2026

	Month End AUM .....	₹ 1,594Cr.
	Total Stocks # .....	36
	Top 10 Stocks as % Total Portfolio .....	38.5%
	Benchmark (Tier I) .....	Nifty 500 TRI

## FUND FACTS & FEATURES

	<b>Fund Managers</b> Mr. Madanagopal Ramu (Equity) Mr. Dwijendra Srivastava & Mr. Sandeep Agarwal (Fixed Income)
	<b>Launch</b> June 2024
	<b>Minimum Investment</b> Rs.100/- per application and multiples of Rs.1/- thereafter
	<b>SIP</b> Weekly: Rs. 1000, Monthly: Rs. 100, Quarterly: Rs. 750
	<b>Exit Load</b> Within 365 days from the date of allotment: 1%. >365 days: Nil

## FUND MANAGER UPDATE

**Stock Picks:** Maintain a bottom-up, conviction-led approach within a thematic framework. The recent correction has been used to rebuild the portfolio around segments where the next cyclical leg is most visible, and step back from segments where growth has matured.

**Active Bets:** Sized additions in Lending Financials, Electrical Equipment, Mid-cap IT Services, Capital Markets and Transport Services — the cleanest expressions of the Fund's four anchoring themes.

## CONVICTION SECTORAL POSITIONING

### Overweight (O/W)

**Manufacturing — Overweight Electrical Equipment:** The cleanest pure-play on the capex up-cycle, with order books visible across power, defence and renewables, and under-levered balance sheets ready to spend. Position built from zero to a meaningful weight.

**Urbanisation, Formalisation & Premiumisation — Overweight Lending Financials, Capital Markets, Transport Services and Selective Discretionary:** The largest thematic cluster. Lending Financials capture formalisation of credit; Capital Markets the deepening of household savings; Transport Services the formalisation of supply chains and domestic travel; premium spirits, entertainment and selectively scaled e-commerce capture premiumisation among Gen Z and millennials.

**Technology — Overweight Mid-cap IT / AI-adopters:** An AI-adoption story, not AI-manufacturing. Mid-sized players in logistic-led, or platform IT are attractive on valuation after the AI correction. Large-cap IT, where the growth path is less clear, is avoided.

**Underweight defensives and matured cycles:** Telecom, an oversized large private bank, parts of Auto Components and Consumer Durables have been pulled back. Generic IT services, paints and select industrials where the GARP thesis broke have been exited cleanly.

## FUND MANAGER OUTLOOK

Conditions for the next cyclical leg are largely in place. Market-cap to GDP has moved from 141% in December 2025 to 119% in March 2026, corporate leverage is at multi-year lows, and system liquidity is supportive. The Iran-US conflict is the most material near-term variable: a short, supply-disruption-led episode would leave the earnings cycle intact; a protracted one would push the recovery further out. The engine is stable; the repositioning is about where the next mile of road runs.

## MACRO FACTORS CREATE LONG TERM CYCLES / THEMES



**FORMALISATION OF INDUSTRIES & URBANISATION CONSUMPTION**



**RENEWABLE & ELECTRIFICATION**



**DATA PENETRATION & AI ADOPTION**



**CORPORATE TURNAROUNDS**

- It is a dynamic thematic fund investing in long term emerging mega trends
- Mega trends (like EV, renewable energy etc) create business cycles which can outperform over a longer tenure
- Lower correlation with sectoral cycles
- Unique concentrated exposure
- Themes cut across sectors – so more diversified portfolio

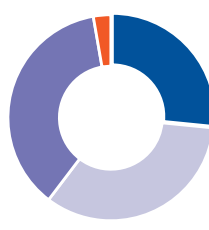
**MACRO FACTORS DRIVE LONG TERM BUSINESS CYCLE**

## PORTFOLIO – THEME CLASSIFICATION



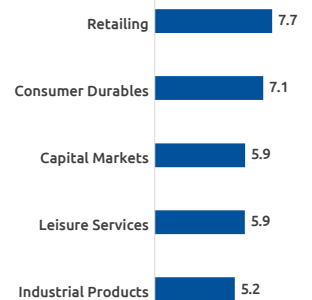
	Make in / For India – Manufacturing	29.3%
	Urbanisation /Premiumization & Formalization	28.5%
	Strategic Shift	7.1%
	Technology Transition & Digitalization	35.1%

## MARKET CAP PROFILE



	Large Cap	26.6%
	Mid Cap	33.8%
	Small Cap	36.9%
	Cash & Others	2.7%

## TOP 5 SECTORS



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## IN YOUR PORTFOLIO

Security Name	% on NAV	Theme	
MTAR Technologies Ltd	4.3	M	
National Aluminium Company Ltd	4.0		
Polycab India Ltd	3.6		
Ultra Tech Cement Ltd	2.9		
Coforge Ltd	2.8		
Kirloskar Pneumatic Company Ltd	2.6		
TD Power Systems Ltd	2.3		
S.J.S Enterprises Ltd	2.3		
Craftsman Automation Ltd	1.4		
Bharat Electronics Ltd	1.4		
Amber Enterprises India Ltd	1.0		
Radico Khaitan Ltd	4.5		U
Shriram Finance Ltd	3.6		
Interglobe Aviation Ltd	3.4		
Five-Star Business Finance Ltd	3.2		
Nippon Life India Asset Management	3.0		
Aavas Financiers Ltd	2.7		
Ujjivan Small Finance Bank Ltd	2.6		
Hindustan Petroleum Corpn Ltd	2.0		
Mahindra & Mahindra Ltd	1.8		

Security Name	% on NAV	Theme
State Bank Of India Ltd	3.0	S
Bank of Baroda	2.8	
IndusInd Bank Ltd	1.1	
Oracle Financial Service Software Ltd	4.2	
Eternal Ltd	4.0	T
DELHIVERY Ltd	3.6	
PB Fintech Ltd	3.4	
FSN E-Commerce Ventures Ltd	3.0	
Tips Music Ltd	2.9	
Rategain Travel Technologies Ltd	2.7	
Affle (India) Ltd	2.7	
Indegene Limited	2.6	
Angel One Ltd	2.5	
360 ONE WAM Ltd	2.5	

RISKOMETER	Sundaram Business Cycle Fund	Benchmark: Nifty 500 TRI
<p><b>This product is suitable for investors who are seeking*</b></p> <ul style="list-style-type: none"> <li>Capital appreciation over long term</li> <li>An equity scheme investing in equity &amp; equity related securities with focus on riding business cycle through dynamic allocation between various sectors and stocks at different stages of business cycle in the economy.</li> </ul> <p><i>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</i></p>	<p><b>RISKOMETER</b> The risk of the scheme is Very High</p>	<p><b>RISKOMETER</b> The risk of the benchmark is Very High</p>

SEBI Registered Name: Sundaram Mutual Fund & Registration Number: MF/034/97/2

For more details, consult your Mutual Fund Distributor. You can also call us on 1860 425 7237 or visit [www.sundarammutual.com](http://www.sundarammutual.com).

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.