June 2026


Arthaya SIF

BY UNION MUTUAL FUND

# ARTHAYA EQUITY LONG SHORT FUND

**(An open-ended equity investment strategy investing in listed equity and equity related instruments including limited short exposure in equity through derivative instruments).**

| This product is suitable for investors who are seeking#: | Risk-band* | Benchmark Risk-band (as applicable) |
|---|---|---|
| • To generate long-term capital appreciation by investing in a diversified portfolio of equity and equity-related instruments while employing limited short exposure through derivatives to enhance returns and manage risk efficiently. | RISK BAND<br>LOWER RISK 1 2 3 4 5 HIGHER RISK<br>Risk band Level 5 | RISK BAND<br>LOWER RISK 1 2 3 4 5 HIGHER RISK<br>Risk band Level 3<br>NIFTY 200 Total Return Index (TRI)@@@ |

*The Risk Band has been as specified by AMFI.

#Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

*The current investment strategy risk band are based on the evaluation of the portfolio data as on June 30, 2026. Benchmark risk band is based evaluation of the portfolio data as on June 30, 2026.

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**Union Mutual Fund - Registration No. MF/066/11/01**

**Investments in Specialized Investment Fund involves relatively higher risk including potential loss of capital, liquidity risk and market volatility. Please read all investment strategy related documents carefully before making the investment decision.**

# Market Review:

Month of June 2026 marked several important events that eased the risks in the investment environment. Firstly, US and Iran agreed on a Memorandum of Understanding for ceasefire. This resulted in sharp decline in crude price, which ended the month down by 23%. This cleared one of the major overhangs on domestic macroeconomy. Apart from this, the RBI in its monetary policy in early June announced measures intended to support the Balance of Payments by incentivising the foreign inflows via Foreign Currency Non-Resident (Bank) Deposits (FCNR (B)) deposits and External Commercial Borrowings (ECBs). It also streamlined some taxation aspects to enhance attractiveness of Indian government bonds for Foreign Portfolio Investors (FPIs).

In US, in his maiden meeting as the Fed Chair, Kevin Warsh announced setting up of 5 task forces to initiate structural reforms at the Fed. These were relating to - communications, Fed's Balance Sheet, Data Sources methodologies, Productivity and jobs (and impact of AI) and Central Bank's inflation approach. The task forces are expected to submit the report by end of CY2026. The Fed maintained its target rate. Among the other notable events, the world witnessed successful launch of the largest IPO, SpaceX, during the month.

The month delivered divergent performance across indices, with Nifty at 1.4%, Nifty Equal Weight Index at -0.1%, NSE Midcap 100 index at 0.1% while NSE Smallcap index at 4%.

| Index | 1m Chg |
|---|---|
| Nifty 50 | 1.4% |
| Nifty 50 Equal Weight | -0.1% |
| NIFTY Midcap 100 | 0.1% |
| NIFTY Smallcap 100 | 4.0% |
| NSE 100 | 1.2% |
| NSE 200 | 1.0% |
| NSE 500 | 1.5% |

| Index | 1m Chg |
|---|---|
| Nifty Auto | 0.5% |
| Nifty Bank | 6.1% |
| Nifty PSU Bank | 4.1% |
| Nifty Financial Services | 4.7% |
| Nifty IT | -9.6% |
| Nifty FMCG | -1.2% |
| BSE OIL | -2.7% |
| Nifty Pharma | 4.0% |
| Nifty Energy | -2.8% |
| Nifty Infrastructure | 0.4% |
| Nifty Metal | -6.9% |

*Source: Bloomberg. Data as on June 30, 2026.*

**Outlook:**

With significant reduction in oil prices as well as other key commodity prices, one of the major overhangs on the market is alleviated. Although the ceasefire process may not be a smooth one, the end of conflict appears to be in sight. As the oil and gold price has already corrected sharply, the forex reserves collected via Foreign Currency Non-Resident Bank (FCNR(B)) and other routes could serve as war-chest for future use. Domestically, the monsoon has been delayed with June rainfall deficit at 40%. However, in the past we have seen similar June deficits which were made up in the later months, with overall rainfalls closing in at much better numbers. *(Source: Nomura research)*

The market earnings trajectory may take an expected dip in June 2026 quarter due to higher commodity costs, however, it may set the stage for growth thereafter, if the current macro-economic scenario persists. Market valuations are at attractive levels. The key risks remain re-emergence of any geo-political tensions or worse than currently expected monsoon.

# Arthaya Equity Long Short Fund

**(An open-ended equity investment strategy investing in listed equity and equity related instruments including limited short exposure in equity through derivative instruments)**

**Data as on June 30, 2026**

| This product is suitable for investors who are seeking#: | Risk-band* | Benchmark Risk-band (as applicable) |
|---|---|---|
| • To generate long-term capital appreciation by investing in a diversified portfolio of equity and equity-related instruments while employing limited short exposure through derivatives to enhance returns and manage risk efficiently. | RISK BAND<br>LOWER RISK HIGHER RISK<br><br>Risk band Level 5 | RISK BAND<br>LOWER RISK HIGHER RISK<br><br>Risk band Level 3<br>NIFTY 200 Total Return Index (TRI)[@@@] |

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## Investment Strategy Details

**Investment Objective**

The investment objective of the Investment Strategy is to generate longterm capital appreciation over the investment cycle by deploying capital in equity and equity related instruments including limited short exposure through derivatives across the market capitalisation. There is no assurance that the investment objective of the Investment Strategy will be achieved.

**Co-Fund Managers**

Mr. Rajesh Aynor (Since Inception)

Mr. Hiten Bhadra (For Arbitrage Portion) (Since Inception)

**Indicative Investment Horizon**

Long Term

**Date of allotment**

25 May 2026

**Minimum Application Amount**

Minimum Application Amount: ₹ 10 lakhs

Minimum amount for Accredited Investor: ₹ 1 lakh

**Systematic Investment Plan***

₹ 10,000/- and in multiples of ₹ 1 thereafter [Minimum 6 instalments]

*SIP will be available, subject to the first cheque being ₹ 10 lakhs or above or the SIP application of minimum SIP amount is supported by a lumpsum of ₹ 10 lakhs.

**Plans and Options**

Regular and Direct Plan (Growth and IDCW Options)

**Assets Under Management**

As on 30th June 2026 : ₹ 126.40 crore

Average for June 2026 : ₹ 123.45 crore

**NAV as on 30th June 2026**

Direct - 10.0851 Regular - 10.0704

**Benchmark Index[@@@]**

NIFTY 200 Total Return Index (TRI)

[@@@]**Nifty Benchmark Disclaimer:** The "Product" offered by "the issuer" is not sponsored, endorsed, sold or promoted by NSE Indices Limited (formerly known as India Index Services & Products Limited). NSE Indices Limited does not make any representation or warranty, express or implied (including warranties of merchantability or fitness for particular purpose or use) and disclaims all liability to the owners of "the Product" or any member of the public regarding the advisability of investing in securities generally or in the "the Product" linked to NIFTY 200 Index or particularly in the ability of the NIFTY 200 Index, to track general stock market performance in India.

**Base Expense Ratio as on June 30, 2026**

Direct Plan : 0.88%

Regular Plan : 2.10%

The AMC reserves the right to change the expense ratio within the limits prescribed in the ISID.

**Load Structure**

Entry Load: NA

Exit Load:

- 1% if redeemed or switched out on or before completion of 1 year from the date of allotment of units.
- Nil if redeemed or switched out after completion of 1 year from the date of allotment of units.

***Note:** The current investment strategy risk band are based on the evaluation of the portfolio data as on June 30, 2026. Benchmark risk band is based evaluation of the portfolio data as on June 30, 2026.

## Portfolio

| | Industry/Company/ Issuer | Sum of % to net assets: Equity Shares | Stock Futures | Grand Total |
|---|---|---|---|---|
| | **BANKS** | **12.56%** | **0.00%** | **12.56%** |
| ✓ | HDFC Bank Ltd. | 4.03% | 0.00% | 4.03% |
| ✓ | ICICI Bank Ltd. | 3.35% | 0.00% | 3.35% |
| | Axis Bank Ltd. | 2.40% | 0.00% | 2.40% |
| | State Bank of India | 1.40% | 0.00% | 1.40% |
| | Bank of Baroda | 1.39% | 0.00% | 1.39% |
| | **RETAILING** | **8.81%** | **-7.87%** | **0.94%** |
| ✓ | Avenue Supermarts Ltd. | 4.00% | -4.01% | -0.01% |
| ✓ | FSN E-Commerce Ventures Ltd. | 3.84% | -3.86% | -0.02% |
| | Eternal Ltd. | 0.96% | 0.00% | 0.96% |
| | **HEALTHCARE SERVICES** | **8.07%** | **-4.58%** | **3.49%** |
| ✓ | Max Healthcare Institute Ltd. | 4.55% | -4.58% | -0.03% |
| ✓ | Apollo Hospitals Enterprise Ltd. | 3.52% | 0.00% | 3.52% |
| | **POWER** | **4.67%** | **-1.80%** | **2.87%** |
| ✓ | NTPC Ltd. | 3.68% | -0.81% | 2.87% |
| | JSW Energy Ltd. | 0.99% | -1.00% | 0.00% |
| | **AUTOMOBILES** | **4.19%** | **0.00%** | **4.19%** |
| ✓ | Maruti Suzuki India Ltd. | 4.19% | 0.00% | 4.19% |
| | **ELECTRICAL EQUIPMENT** | **3.84%** | **0.00%** | **3.84%** |
| | Hitachi Energy India Ltd. | 1.38% | 0.00% | 1.38% |
| | ABB India Ltd. | 0.97% | 0.00% | 0.97% |
| | Bharat Heavy Electricals Ltd. | 0.77% | 0.00% | 0.77% |
| | Suzlon Energy Ltd. | 0.71% | 0.00% | 0.71% |
| | **FINANCE** | **3.48%** | **0.00%** | **3.48%** |
| | Shriram Finance Ltd. | 2.52% | 0.00% | 2.52% |
| | PNB Housing Finance Ltd. | 0.96% | 0.00% | 0.96% |
| | **INDUSTRIAL PRODUCTS** | **3.34%** | **0.00%** | **3.34%** |
| | Cummins India Ltd. | 1.92% | 0.00% | 1.92% |
| | KEI Industries Ltd. | 1.42% | 0.00% | 1.42% |
| | **PETROLEUM PRODUCTS** | **3.33%** | **-3.34%** | **-0.02%** |
| ✓ | Reliance Industries Ltd. | 3.33% | -3.34% | -0.02% |
| | **INSURANCE** | **3.19%** | **-0.71%** | **2.49%** |
| | Max Financial Services Ltd. | 1.86% | -0.71% | 1.15% |
| | HDFC Life Insurance Company Ltd. | 1.34% | 0.00% | 1.34% |

## Portfolio

| | Industry/Company/ Issuer | Sum of % to net assets: Equity Shares | Stock Futures | Grand Total |
|---|---|---|---|---|
| | **DIVERSIFIED FMCG** | **2.88%** | **0.00%** | **2.88%** |
| ✓ | ITC Ltd. | 2.88% | 0.00% | 2.88% |
| | **CAPITAL MARKETS** | **2.86%** | **-0.92%** | **1.94%** |
| | Nippon Life India Asset Management Ltd. | 0.97% | 0.00% | 0.97% |
| | ICICI Prudential Asset Management Company Ltd. | 0.97% | 0.00% | 0.97% |
| | BSE Ltd. | 0.92% | -0.92% | 0.00% |
| | **TRANSPORT SERVICES** | **2.46%** | **0.00%** | **2.46%** |
| | Interglobe Aviation Ltd. | 1.53% | 0.00% | 1.53% |
| | Delhivery Ltd. | 0.93% | 0.00% | 0.93% |
| | **TELECOM - SERVICES** | **2.39%** | **0.00%** | **2.39%** |
| | Bharti Airtel Ltd. | 2.39% | 0.00% | 2.39% |
| | **PHARMACEUTICALS & BIOTECHNOLOGY** | **1.93%** | **-1.93%** | **-0.01%** |
| | Divi's Laboratories Ltd. | 1.93% | -1.93% | -0.01% |
| | **CONSUMER DURABLES** | **1.85%** | **-1.86%** | **-0.01%** |
| | Amber Enterprises India Ltd. | 1.85% | -1.86% | -0.01% |
| | **AGRICULTURAL FOOD & OTHER PRODUCTS** | 1.83% | 0.00% | 1.83% |
| | Tata Consumer Products Ltd. | 1.83% | 0.00% | 1.83% |
| | **EQUITY & EQUITY RELATED** | **71.67%** | **-23.01%** | **48.66%** |
| | **INDEX FUTURES** | **21.61%** | | |
| | Nifty Index Futures | 4.82% | | |
| | Midcap Nifty Index Futures | 7.03% | | |
| | Bank Nifty Index Futures | 9.77% | | |
| | **TREASURY BILLS** | **19.61%** | | |
| | **Sovereign** | **19.61%** | | |
| | 91 DAY T-BILL | 15.69% | | |
| | 364 DAY T-BILL | 3.92% | | |
| | **Triparty Repo, Cash, Cash Equivalents & Net Current Assets** | **8.72%** | | |
| | **Grand Total** | **100.00%** | | |

✓ Indicates Top 10 Holdings

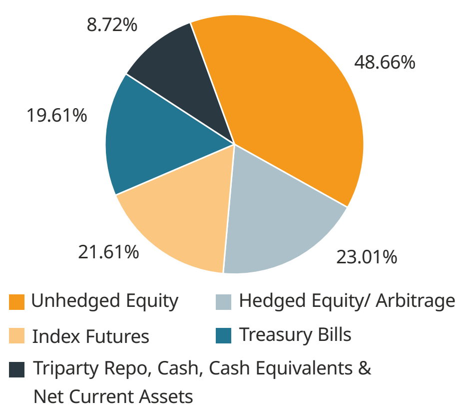
## Equity Exposure

| Particulars | Sum of % to net assets |
|---|---|
| Arbitrage (Hedged) Equity | 23.01% |
| Non-Arbitrage Equity | 48.66% |
| Nifty Index Futures | 21.61% |

## Market Cap % of net assets (Equity)

| Market Capitalization | Arthaya Equity Long Short Fund |
|---|---|
| Large Cap | 55.06% |
| Mid Cap | 12.87% |
| Small Cap | 3.74% |
| % of top 5 holdings | 20.61% |
| % of top 10 holdings | 37.37% |

## Portfolio Classification by Asset Class as a % of net assets




As the investment strategy has not completed 6 months hence performance of the investment strategy has not been provided.

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# How to read Factsheet

Arthaya SIF
BY UNION MUTUAL FUND

**Fund Manager**

An employee of the asset management company who manages investments of the Investment strategy. He is usually part of a larger team of fund managers and research analysts.

**Application Amount for Fresh Subscription**

This is the minimum investment amount for a new investor in an investment strategy.

**Minimum Additional Amount**

This is the minimum investment amount for an existing investor in an investment strategy.

**Yield to Maturity**

The Yield to Maturity or the YTM is the rate of return anticipated on a bond if held until maturity. YTM is expressed as an annual rate. The YTM factors in the bond's current market price, par value, coupon interest rate and time to maturity.

**SIP**

SIP or Systematic Investment Plan works on the principle of making periodic investments of a fixed sum. It works similar to a Recurring Bank Deposit. For instance, an investor may opt for an SIP that invests ₹ 500 every 15th of the month in an equity oriented investment strategy for a period of three years.

**NAV**

The NAV or the net asset value is the total asset value per unit of the investment strategy after deducting all related and permissible expenses. The NAV is calculated at the end of every business day. It is the value at which the investor enters or exits the mutual fund.

**Benchmark**

A group of securities, usually a market index, whose performance is used as a standard or benchmark to measure investment performance of SIF, among other investments. Some typical benchmarks include the Nifty, Sensex, BSE200, BSE500, 10-Year Gsec.

**Entry Load**

A SIF may have a sales charge or load at the time of entry and/or exit to compensate the distributor/agent. Entry load is charged at the time an investor purchases the units of a investment strategy. The entry load is added to the prevailing NAV at the time of investment.

For instance, if the NAV is ₹ 100 and the entry load is 1%, the investor will enter the fund at ₹ 101.

**Exit Load**

Exit load is charged at the time an investor redeems the units of a investment strategy. The exit load is reduced from the prevailing NAV at the time of redemption. The investor will receive redemption proceeds at net value of NAV less Exit Load.

For instance, if the NAV is ₹ 100 and the exit load is 1%, the investor will receive ₹ 99.

**Modified Duration**

Modified duration is the price sensitivity and the percentage change in price for a unit change in yield.

**Macaulay Duration**

The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

**Standard Deviation**

Standard deviation is a statistical measure of the range of an investment's performance. When a investment strategy has a high standard deviation, its means its range of performance is wide, implying greater volatility.

**Sharpe Ratio**

The Sharpe Ratio, named after its founder, the Nobel Laureate William Sharpe, is a measure of risk-adjusted returns. It is calculated using standard deviation and excess return to determine reward per unit of risk.

**Beta**

Beta is a measure of an investment's volatility vis-à-vis the market. Beta of less than 1 means that the security will be less volatile than the market. A beta of greater than 1 implies that the security's price will be more volatile than the market.

**Tracking Error**

Tracking Error is the standard deviation of daily return differences, between the underlying index or goods and the NAV of the ETF/ Index Fund.

**Tracking Difference**

Tracking Difference is the annualized difference of daily returns between the index or goods and the NAV of the ETF/ Index Fund between the portfolio and the benchmark.

**AUM**

AUM or Assets Under Management refers to the recent / updated cumulative market value of investments managed by SIF or any investment firm.

**Holdings**

The holdings or the portfolio is a investment strategies latest or updated reported statement of investments/securities. These are usually displayed in terms of percentage to net assets or the rupee value or both. The objective is to give investors an idea of where their money is being invested by the fund manager.

**Nature of Investment Strategy**

The investment objective and underlying investments determine the nature of the an investment strategy. For instance, a SIF that aims at generating capital appreciation by investing in stock markets is an equity fund or growth fund. Likewise, SIF that aims at capital preservation by investing in debt markets is a debt fund or income fund. Each of these categories may have sub-categories.

**Rating Profile**

Mutual funds invest in securities after evaluating their creditworthiness as disclosed by the ratings. A depiction of the mutual fund in various investments based on their ratings becomes the rating profile of the fund. Typically, this is a feature of debt funds.

**Base Expense Ratio (BER)**

Base Expense Ratio (BER) [sub-regulation 7 of Regulation 66 of SEBI (Mutual Funds) Regulation, 2026] - The BER shall be charged to the investment strategies within the base expense ratio limits specified under the Mutual Funds Regulations, 2026.

**Total Expense Ratio**

Total Expense Ratio means the ratio of total of all expenses charged to the investors of the investment strategy to the total asset under management of the investment strategy, as may be specified by the Board. Total Expense Ratio is disclosed on the website at: https://www.unionmf.com/arthayasif/about-us/downloads

**Statutory Details: Constitution:** Union Mutual Fund has been set up as a Trust under the Indian Trusts Act, 1882; **Sponsors:** Union Bank of India and Daiichi Life Group, Inc.; **Trustee:** Union Trustee Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198198], a company incorporated under the Companies Act, 1956 with a limited liability; **Investment Manager:** Union Asset Management Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198201], a company incorporated under the Companies Act, 1956 with a limited liability. Registered Office: Unit 503, 5th Floor, Leela Business Park, Andheri Kurla Road, Andheri (East), Mumbai - 400059. **Toll Free No.** 1800 2002 268/1800 5722 268 • **Non Toll Free.** 022-67483333 • **Website:** www.unionmf.com/arthyasif • **Email:** arthaya.care@unionmf.com