FROM THE FUND MANAGER'S DESK

Aditya Birla Sun Life Value Fund | Kunal Sangoi, Senior Fund Manager | June 2026

Dear Investor,

Markets often rewards the loudest narrative in the short term with both - attention and capital. However, sustainable success, structural growth and compounding wealth are built on discipline over long run. Over the last twelve months, the Nifty 500 TRI has essentially moved sideways (+0.28%), even as valuation dispersion between the popular/crowded and the unloved has widened sharply. In such phases, the temptation is to chase momentum, our conviction is the opposite - to lean into mispricings, stocks that market has ignored/hated/abandoned. That discipline, we believe, is what has shaped ABSL Value Fund's outperformance in this consolidation cycle.

OUR INVESTMENT STYLE & FRAMEWORK

At the heart of ABSL Value Fund lies a simple conviction put forth by legendary **Charlie Munger** -"all intelligent investing is value investing." Or, as **Warren Buffett** famously put it, "price is what you pay, value is what you get." We do not equate 'value' with statistical cheapness alone. Instead, we run a purely bottom-up, relative-value strategy designed to identify companies in transition - from good to great or bad to good - where the market price lags the intrinsic worth of the business, adjusted for its industry context, growth trajectory, and earnings potential. It is when a company transitions between these categories that both earnings and valuation re-rate - and that is where the biggest returns are made.

Our framework rests on three pillars.

- First, classification-led value investing: every stock we own sits in one of five buckets - Quality Value, Deep Value, Value Unlock/Special Situations, Turnaround, or Contra - allowing us to diversify the source of alpha, because not all value stocks move together, and this disciplined categorisation is our primary defence against value traps.
- Second, a relative-value orientation that benchmarks a company against its peers, its own history, and its capital-intensity profile rather than to any absolute multiple.
- Third, a market-cap-aware, multi-cap construct - roughly 50% large caps and 50% mid & small caps (±10%) which lets us tilt the portfolio as valuation asymmetries shift across the cap curve. My explicit goal has been to reduce the volatility in the fund, without compromising on alpha. With this framework we have seen remarkable improvement over last 6 month in upside capture and downside protection. Hoping to sustain and continuously improve on this parameter.

FUND PERFORMANCE VS. NIFTY 500 TRI (BENCHMARK)

The last twelve months have been a period of clear differentiation where Nifty 500 TRI returned (-2.37% over 6 month and -1.71% over 1 year) whereas ABSL Value Fund delivered 3.69% and 4.06% respectively, generating an alpha of 6.06% and 5.77% respectively over the benchmark. Across meaningful timeframe ABSL Value Fund outperformed its benchmark and category peers (see table below). This is a reflection of both classification discipline and stock selection, particularly in Financials, Auto Ancillary, Capital Goods and Metals.

Fund Performance	6 Month	1 Year	2 Year	3 Year	5 Year
Aditya Birla Sun Life Value Fund	3.69%	4.06%	3.68%	17.32%	14.66%
Benchmark - Nifty 500 TRI	-2.37%	-1.71%	1.91%	12.92%	12.40%
Category Average	-0.58%	0.45%	1.73%	14.86%	13.78%
Alpha over Benchmark	6.06%	5.77%	1.77%	4.40%	2.26%
Alpha over Category Average	4.27%	3.62%	1.94%	2.46%	0.88%

Source: ABSLAMC Internal assessment, Regular Plan, data as of 30 June 2026

Our CIO, Mr. Harish Krishnan, often reminds us that rolling returns matter more than point-in-time numbers - because they reflect the investor's actual experience through cycles. Longer-dated numbers reinforce that this is not a one-year phenomenon

Scheme Name (01 Oct 2022 to 30 Jun 2026)	3 Year Rolling Returns	2 Year Rolling Returns	1 Year Rolling Returns
Aditya Birla Sun Life Value Fund	21.85%	19.62%	18.51%
Benchmark - Nifty 500 TRI	18.58%	16.35%	14.66%
Category Average	20.34%	18.93%	16.87%
Alpha over Benchmark	3.27%	3.27%	3.85%
Alpha over Category Average	1.51%	0.68%	1.64%

*Greater than or Equal to 1 year Compound Annualized returns.

KEY PICKS REFLECTING THIS STYLE

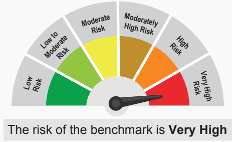
A few high-conviction positions illustrate how the framework plays out in practice.

- In Contra, Welspun Corp (3.67%) captures the transition from a single-line pipe manufacturer into a multi-product infrastructure platform with a record ₹23,500 Cr+ order book, net-cash balance sheet and ~11–13x P/E at entry.
- Similarly, Shriram Finance (3.54%) offers a diversified post-merger franchise delivering 3.3%+ Return on Assets and 16–17% Return on Equity, with MUFG Bank's capital infusion set to lower cost of funds.
- On the Quality Value side, MCX (2.57%) is a 98%-market-share monopoly with surging options premia (+100% Average Daily Trading Volume) and a rapidly expanding product suite.
- Complementing these is Minda Corporation (Quality Value - rising content-per-vehicle, EV-agnostic play),
- BHEL (Turnaround - 7x book-to-bill on thermal super-cycle), and
- Vedanta (Deep Value - commodity upcycle, demerger unlock, >5% dividend yield).

Together, these exemplify our conviction that value is not a single trade - it is a disciplined portfolio of mispricing across the business cycle. We remain committed to being disciplined divers on your behalf. Hoping to sustain and continuously improve here on. Onwards and Upwards!

Thank you for the trust you have placed in us and hoping to see more share allocations from you.

Warm regards,
Kunal Sangoi
Senior Fund Manager

This product is suitable for investors who are seeking*:	Risk-o-meter	Benchmark Risk-o-meter Nifty 500 TRI
• Long term capital growth • Investments in equity and equity related securities by following value investing strategy.		
*Investors should consult their financial advisors if in doubt whether the product is suitable for them.		

Date as on June 30, 2026

The sector(s)/stock(s)/issuer(s) mentioned in this presentation do not constitute any research report/recommendation of the same and the Fund may or may not have any future position in these sector(s)/stock(s)/issuer(s).

FUND PERFORMANCE

Inception - March 27, 2008	Since Inception	10 Years	5 Years	3 Years	1 Years
Aditya Birla Sun Life Value Fund - Growth	15.21%	12.43%	14.66%	17.32%	4.06%
Value of Std Investment of ₹ 10,000	1,32,844	32,291	19,827	16,155	10,406
Benchmark - Nifty 500 TRI	11.50%	13.89%	12.40%	12.92%	-1.71%
Value of Std Investment of ₹ 10,000	73,126	36,738	17,945	14,403	9,829
Additional Benchmark - Nifty 50 TRI	10.45%	12.50%	9.98%	8.80%	-5.42%
Value of Std Investment of ₹ 10,000	61,479	32,501	16.097	12,882	9,458

Date as on June 30, 2026

Past performance may or may not be sustained in future. The above performance is of Regular Plan - Growth Option. Kindly note that different plans have different expense structure. Load and Taxes are not considered for computation of returns. When scheme/ additional benchmark returns are not available, they have not been shown. Total Schemes Managed by Fund Manager is 4. Kindly refer to to page 4 to know more on performance of schemes managed by Fund Manager. Note:The exit load (if any) rate levied at the time of redemption/switch-out of units will be the rate prevailing at the time of allotment of the corresponding units. Customers may request for a separate Exit Load Applicability Report by calling our toll free numbers 1800-270-7000 or from any of our Investor Service Centers.

SIP PERFORMANCE

Aditya Birla Sun Life Value Fund - Growth	Since Inception	10 Years	5 Years	3 Years	1 Years
Total Amount Invested (Rs.)	21,90,000	12,00,000	6,00,000	3,60,000	1,20,000
Total Value as on June 30, 2026 (Rs.)	1,05,57,986	24,52,685	8,59,618	4,14,207	1,27,475
Returns	15.31%	13.70%	14.38%	9.35%	11.84%
Scheme Benchmark - Nifty 500 TRI	13.40%	13.70%	10.76%	6.62%	1.52%
Additional Benchmark - Nifty 50 TRI	12.01%	11.73%	7.57%	3.36%	-5.62%

Date as on June 30, 2026

Past Performance may or may not be sustained in future. The fund's inception date is October 24, 2005, and the initial SIP instalment is considered to have been made on that date. Subsequent instalments occur on the first day of every following month. #Scheme Benchmark, ##Additional Benchmark. For SIP calculations above, the data assumes the investment of ₹10,000/- on 1st day of every month or the subsequent working day. Load & Taxes are not considered for computation of returns. Performance for IDCW option would assume reinvestment of tax free IDCW declared at the then prevailing NAV. CAGR returns are computed after accounting for the cash flow by using XIRR method (investment internal rate of return).Where Benchmark returns are not available, they have not been shown. Past performance may or may not be sustained in future. Returns greater than 1 year period are compounded annualized. IDCW are assumed to be reinvested and bonus is adjusted. Load is not taken into consideration.

OTHER SCHEMES MANAGED BY THE FUND MANAGER

Period	1 Years	3 Years	5 Years	Since Inception
Aditya Birla Sun Life Value Fund Regular Plan - Growth	4.06%	17.32%	14.66%	15.21%
Nifty 500 TRI (Benchmark)	-1.71%	12.92%	12.40%	11.50%
Nifty 50 TRI (Additional Benchmark)	-5.42%	8.80%	9.98%	10.45%
Aditya Birla Sun Life Value Fund Direct Plan - Growth	4.94%	18.32%	15.67%	16.84%
Nifty 500 TRI (Benchmark)	-1.71%	12.92%	12.40%	13.57%
Nifty 50 TRI (Additional Benchmark)	-5.42%	8.80%	9.98%	12.19%
Aditya Birla Sun Life Focused Fund Regular Plan - Growth	-1.02%	13.30%	11.65%	13.73%
Nifty 500 TRI (Benchmark)	-1.71%	12.92%	12.40%	13.58%
BSE Sensex TRI (Additional Benchmark)	-7.55%	6.97%	9.12%	13.06%
Aditya Birla Sun Life Focused Fund Direct Plan - Growth	-0.09%	14.37%	12.71%	14.48%
Nifty 500 TRI (Benchmark)	-1.71%	12.92%	12.40%	13.57%
BSE Sensex TRI (Additional Benchmark)	-7.55%	6.97%	9.12%	12.06%
Aditya Birla Sun Life Digital India Fund Regular Plan - Growth	-21.51%	2.65%	3.90%	10.43%
BSE Teck TRI (Benchmark)	-23.78%	3.28%	2.96%	NA
Nifty 50 TRI (Additional Benchmark)	-5.42%	8.80%	9.98%	12.19%
Aditya Birla Sun Life Digital India Fund Direct Plan - Growth	-20.68%	3.76%	5.09%	17.33%
BSE Teck TRI (Benchmark)	-23.78%	3.28%	2.96%	12.93%
Nifty 50 TRI (Additional Benchmark)	-5.42%	8.80%	9.98%	12.19%
Aditya Birla Sun Life Conglomerate Fund Regular Plan - Growth	-1.01%	NA	NA	5.18%
BSE Select Business Groups Index (Benchmark)	0.53%	NA	NA	4.82%
Nifty 200 TRI (Additional Benchmark)	-2.19%	NA	NA	2.77%
Aditya Birla Sun Life Conglomerate Fund Direct Plan - Growth	0.36%	NA	NA	6.72%
BSE Select Business Groups Index (Benchmark)	0.53%	NA	NA	4.82%
Nifty 200 TRI (Additional Benchmark)	-2.19%	NA	NA	2.77%

Note:

a. The concerned fund manager manages 4 number of schemes of the concerned Mutual Fund.
b. In case the number of schemes managed by a fund manager is more than six, performance data of other schemes (top 3 and bottom 3 schemes managed by the fund manager) has been provided herein.
c. Period for which scheme's performance has been provided is computed based on last day of the month-end preceding the date of advertisement.
d. Different plans shall have a different expense structure. The performance details provided herein are of regular/direct plan.

Source : ABSLAMC Research