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AIM higher. AIM better.

Analytics. Insights. Markets.

Our Monthly Lens on the World of Investing

July 2026

Signatory of:

PRI PRINCIPLES FOR RESPONSIBLE INVESTMENT

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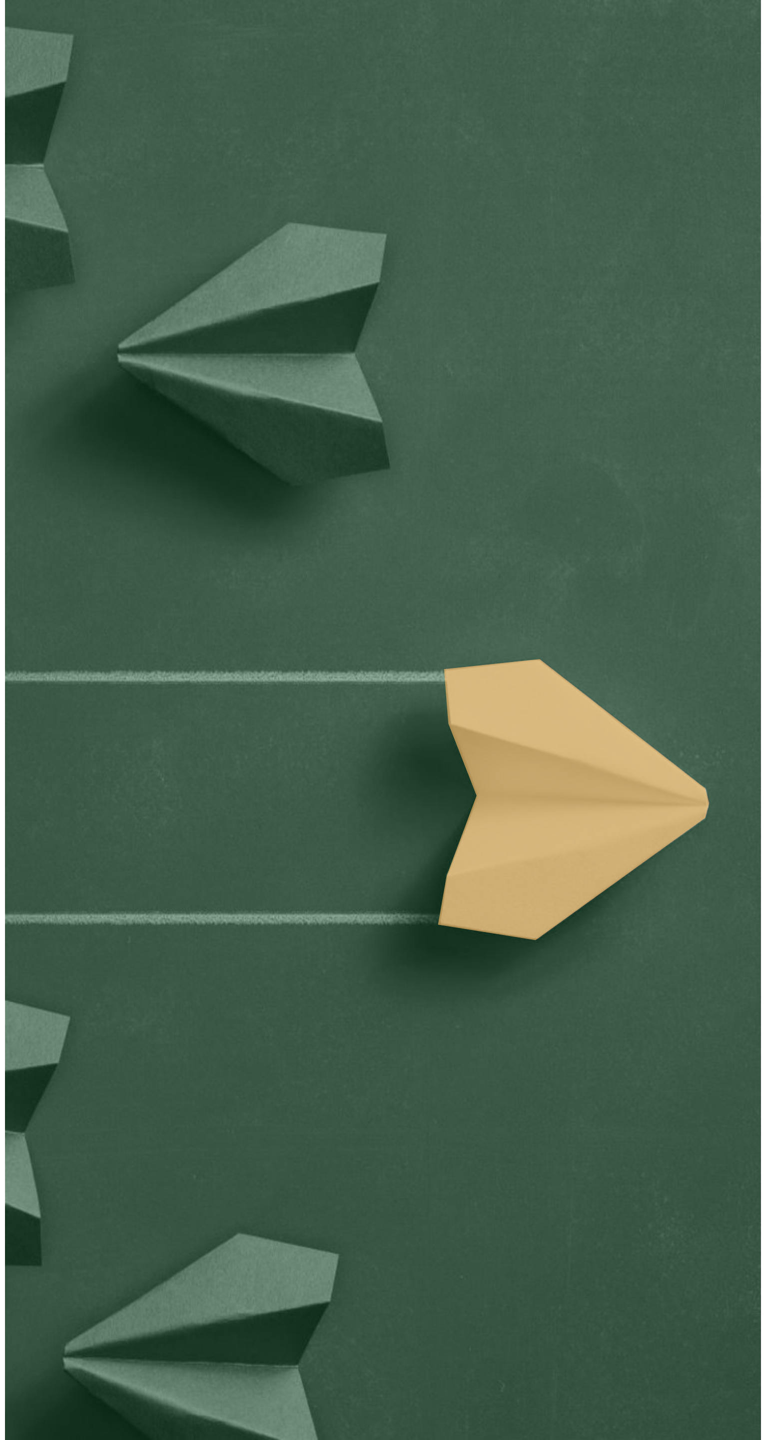

MARKET REVIEW

June 2026

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MARKET PULSE – June 2026

OUTPERFORMERS			UNDERPERFORMERS	
Property	+2.0%	ASSET CLASSES	Bitcoin	-20.0%
Eurozone	+2.9%	EQUITY REGIONS	China	-6.8%
Industrials	+7.3%	EQUITY SECTORS	Communications	-7.2%
Momentum	+8.7%	EQUITY FACTORS	Growth	-2.8%
MCB Group	+6.0%	MAURITIAN STOCKS	ER Group	-6.7%

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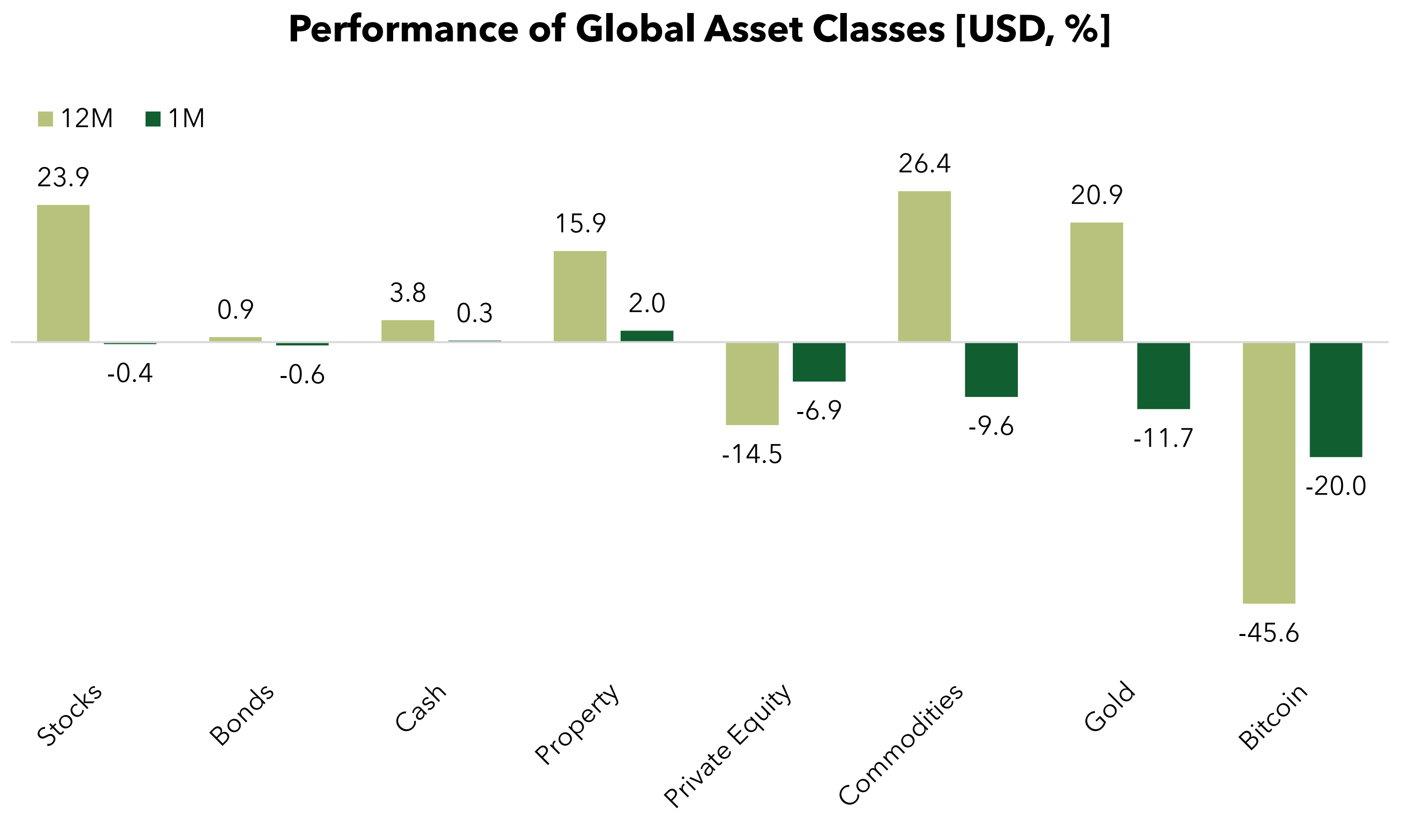
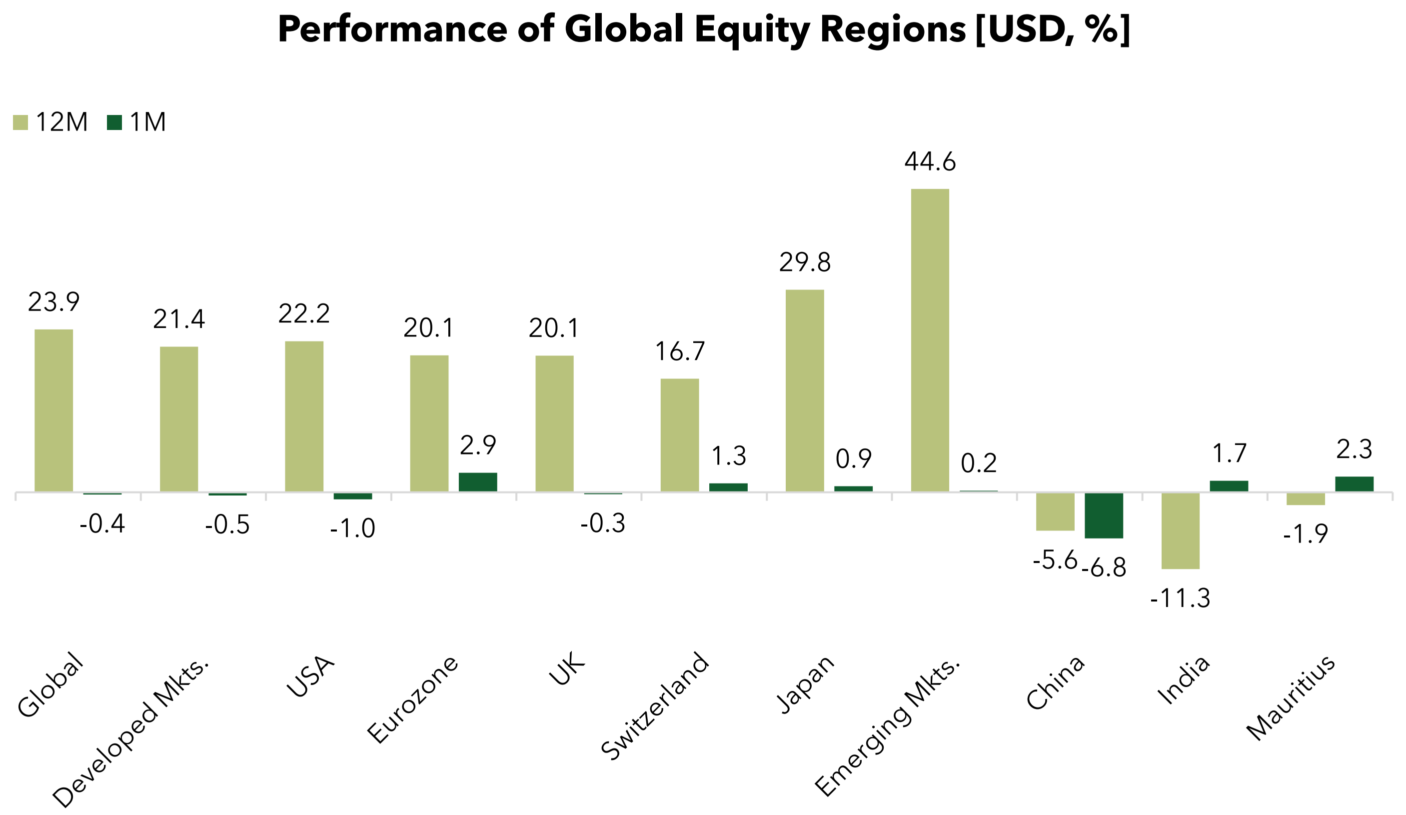
PERFORMANCE – Asset Classes



Bitcoin was the worst performing asset class over the month

- **Equities** declined modestly (-0.4%) over the month, as geopolitical tensions and uncertainty surrounding the interest rate outlook dampened investor sentiment. Despite the monthly weakness, 12-month returns remained strong at +24%.
- Both **Commodities** and **Gold** slid -9.6% and -12% respectively over the month due to higher real bond yields and lower energy prices.
- **Bitcoin** fell sharply by -20% (1M) and -46% (12M) as a result of persistent outflows from spot Bitcoin ETFs and heavy liquidations of leveraged positions.

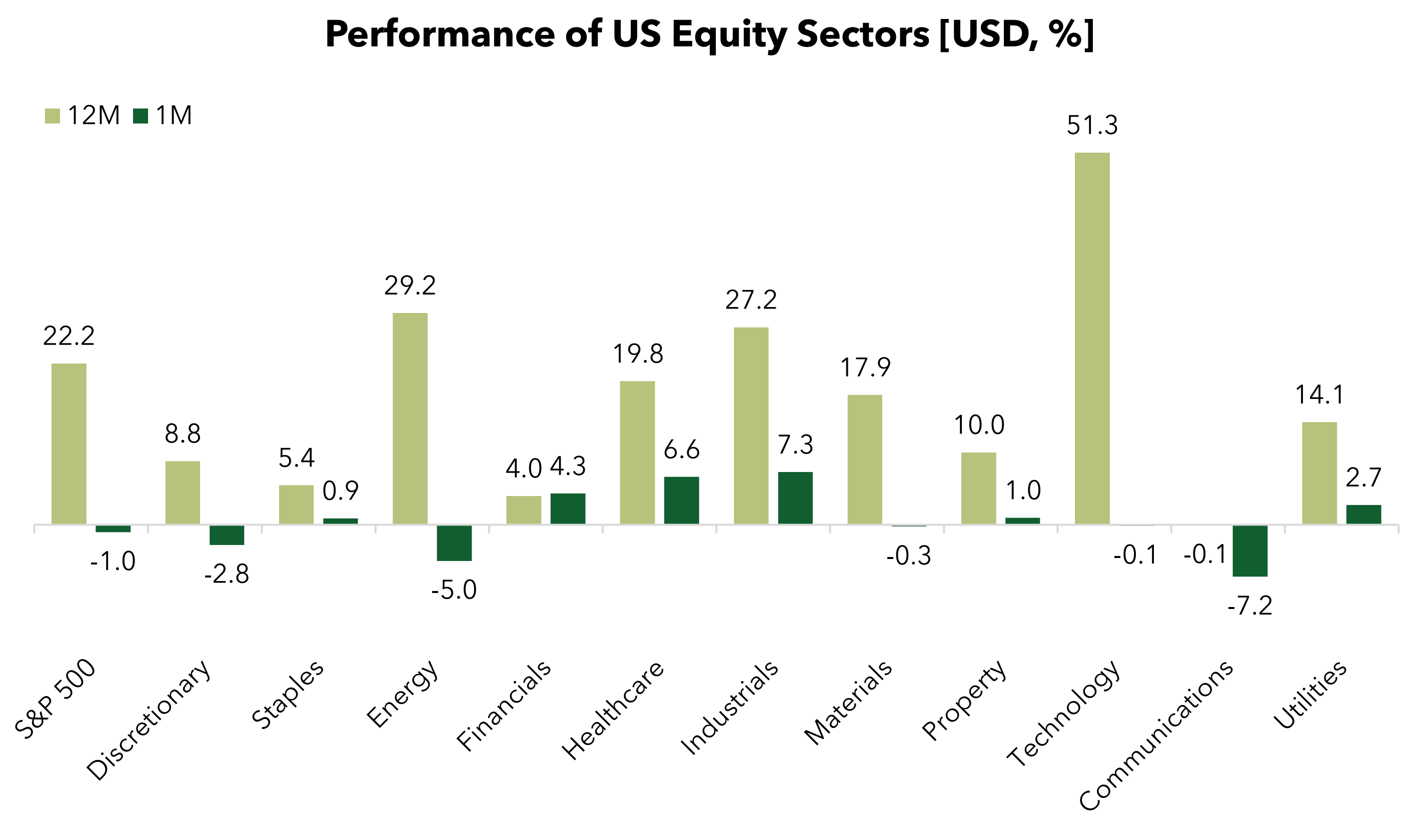
PERFORMANCE – Equity Regions



Markets remained range-bound over the month

- **US** markets fell over the month as investors took profits in technology and semiconductor stocks amid concerns over stretched valuations and AI-driven earnings expectations.
- **European** equities gained over the month (+2.9%) as lower oil prices eased stagflation concerns and expectations of future interest rate hikes. **Swiss** markets rose +1.3% (1M) as defensive sectors (healthcare and consumer staples) performed strongly.
- **Chinese** equities slipped (-6.8% 1M) on weak domestic demand while **Indian** equities rose (+1.7% 1M) on resilient growth and renewed investor confidence.

PERFORMANCE – Equity Sectors



Industrials lead the month

- **Technology** (-0.1% 1M) and **Communications** struggled (-7.2% 1M) during the month as investors pulled money out of major tech and media companies due to lofty valuations and rotated into more defensive shares.
- **Industrials** (+7.3% 1M) benefitted from falling oil prices and strong demand for AI data Centre infrastructure.
- **Financials** (+4.3% 1M, +4.0% 12M) and **Healthcare** (+6.6% 1M, +20% 12M) advanced on robust Q1 earnings and a sector rotation out of technology.
- **Energy** (-5.0% 1M) was under pressure as oil prices retreated from earlier highs but is still up 29% over 12 months.

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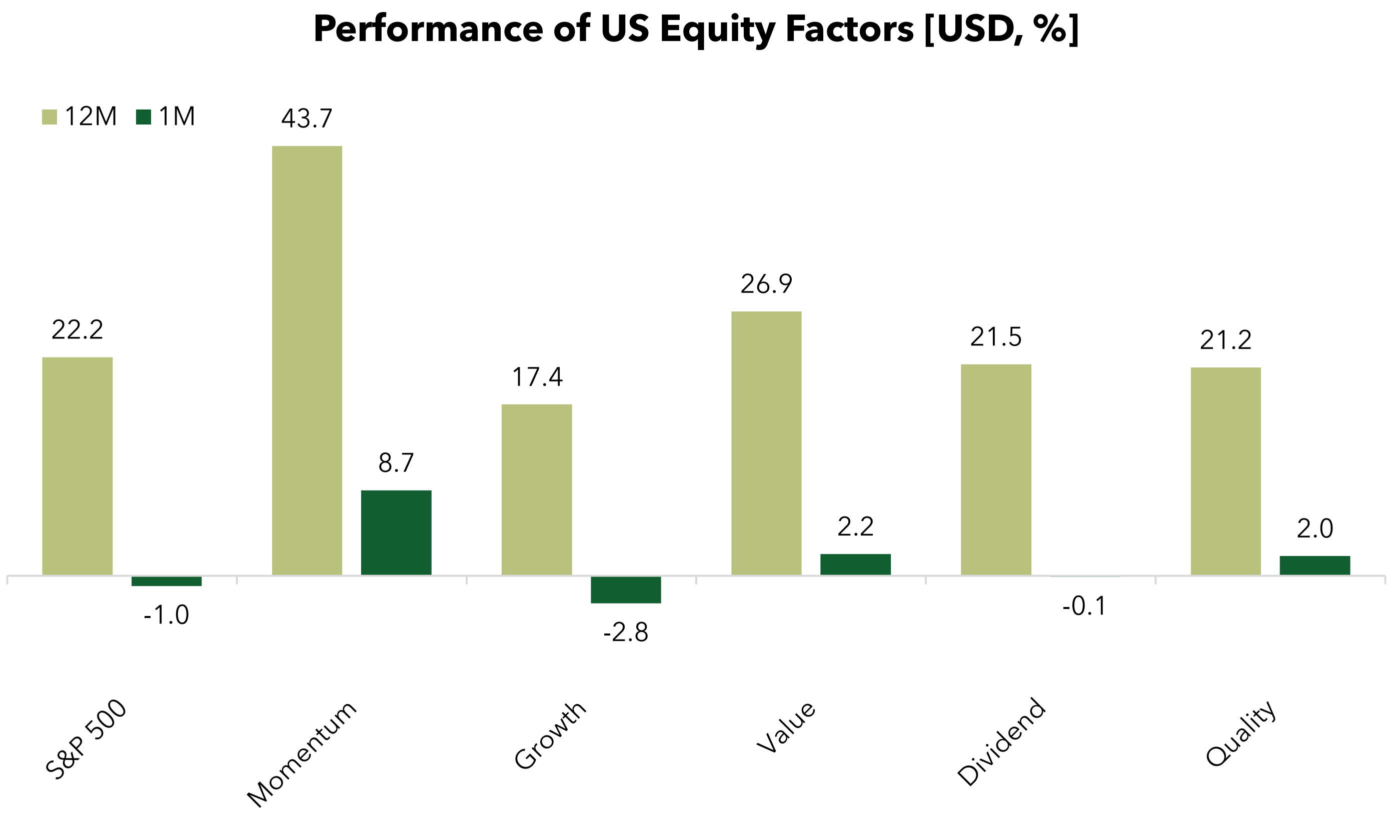
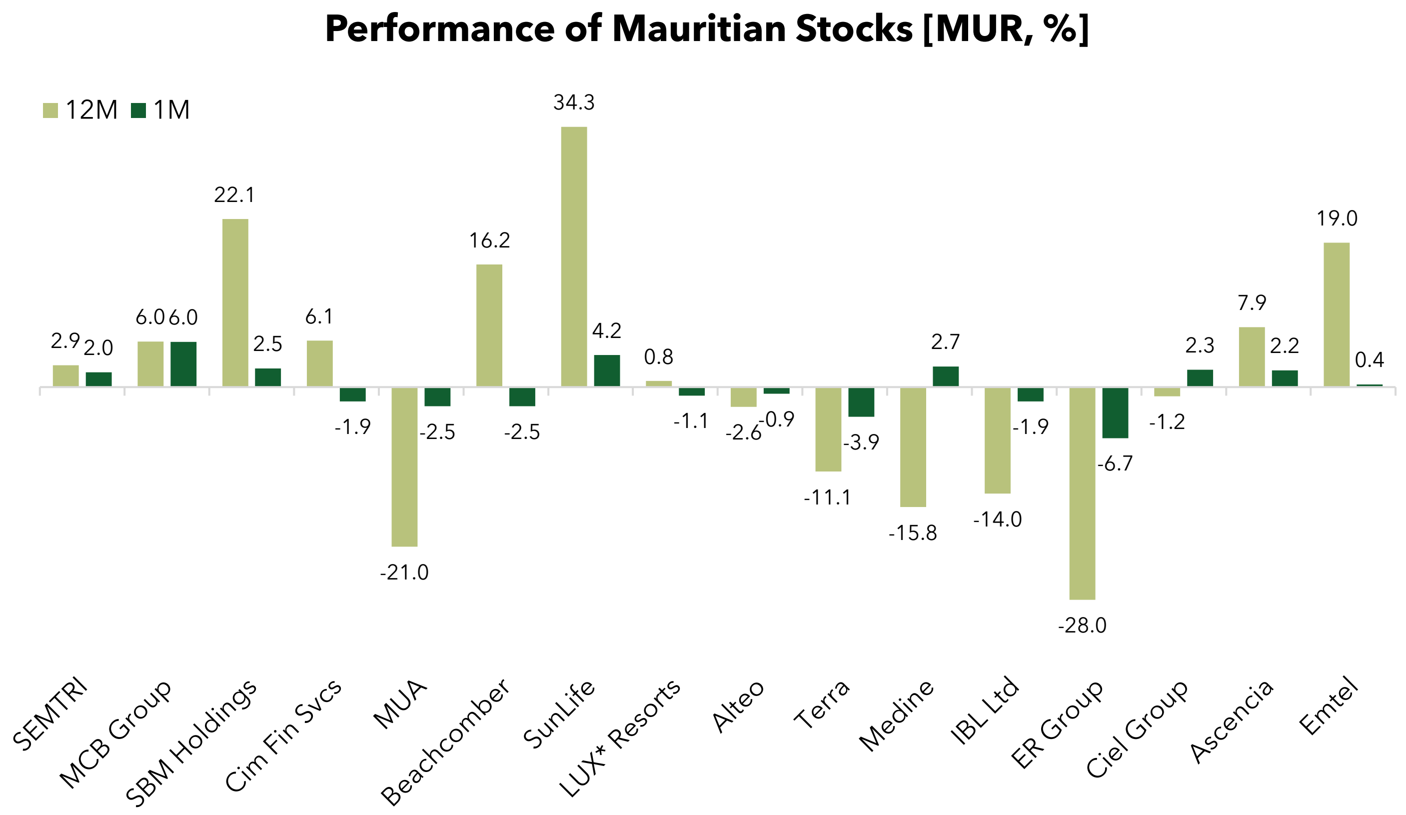
PERFORMANCE – Equity Factors



Momentum leaps forward

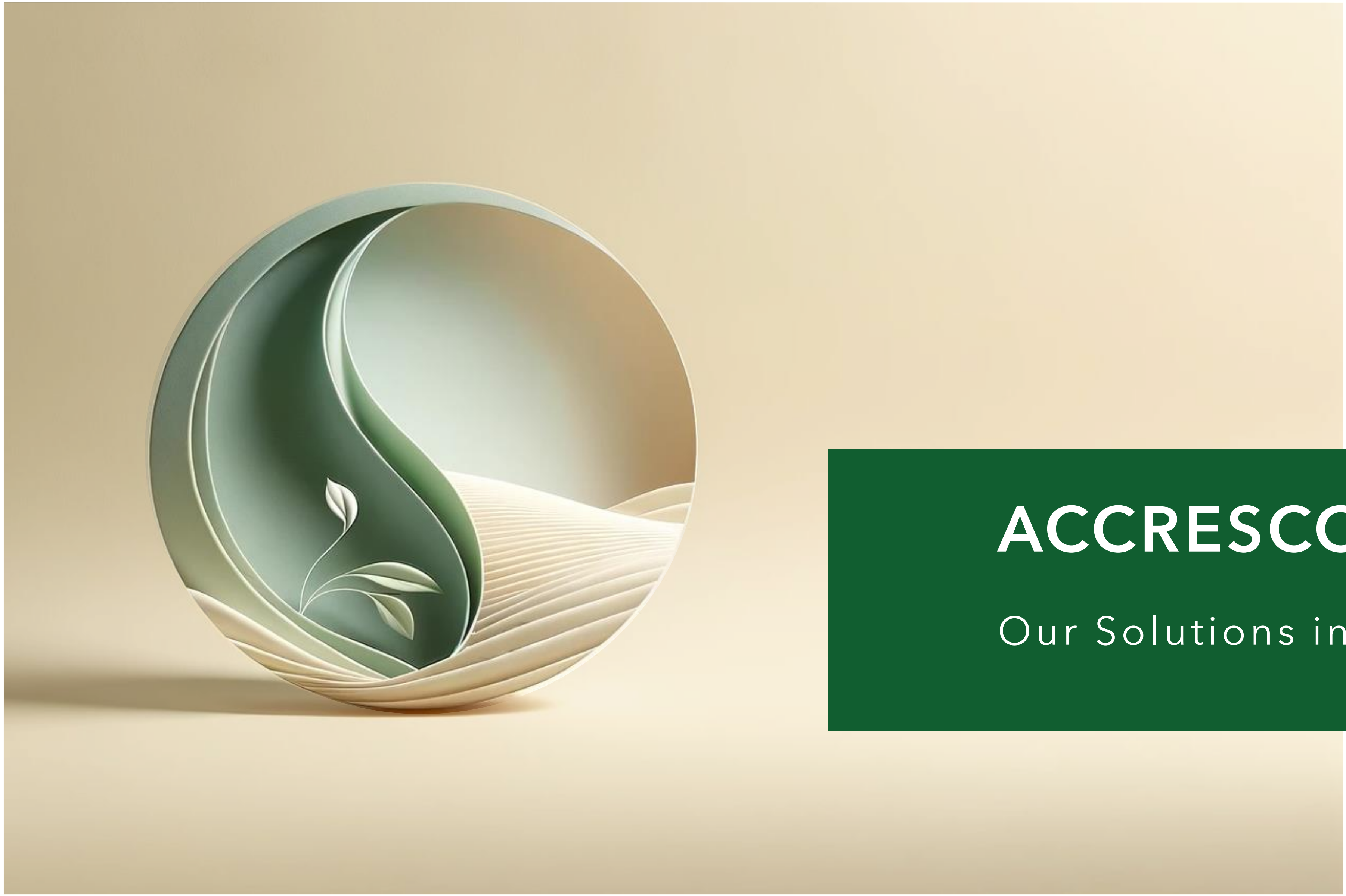
- **Momentum** (+8.7% 1M) continued to lead, driven by AI-linked mega-cap exposure.
- **Value** (+2.2% 1M) caught up during the month as Financials and Industrials strengthened.
- **Quality** (+2.0% 1M) performed well as investors favoured financially resilient companies .
- **Growth** (-2.8% 1M) lagged due to the technology sector rout while **Dividend** stocks (-0.1% 1M) acted as a strong defensive hedge during the market sell-off as investors moved away from volatile growth sectors.

PERFORMANCE – Mauritian Stocks



MCB Group rebounded following a period of weakness

- The **SEMTRI** rose +2.0% over the month, following the presentation of the budget which announced a series of fiscal measures and pension reforms, likely supporting inflows into the local bourse.
- Banking duo, **SBM Holdings** and **MCB Group** advanced +6.0% and +2.5% over the month: foreigners were net buyers of both banks.
- **Sun Life** outperformed its peers and posted +4.2% (1M), while **Beachcomber** and **LUX* Resorts** dropped -2.5% and -1.1% respectively over the same period.



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Our Solutions in Context

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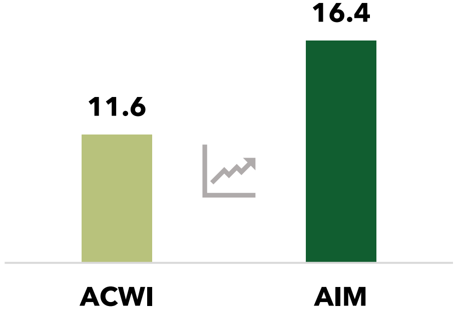
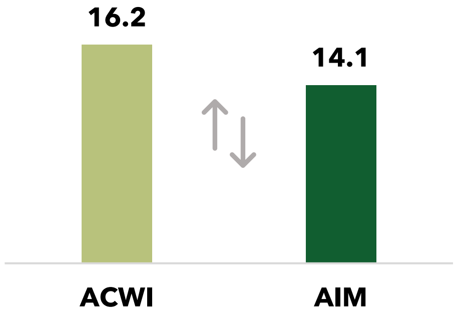
RETURN / RISK – Our Strategy vs Market

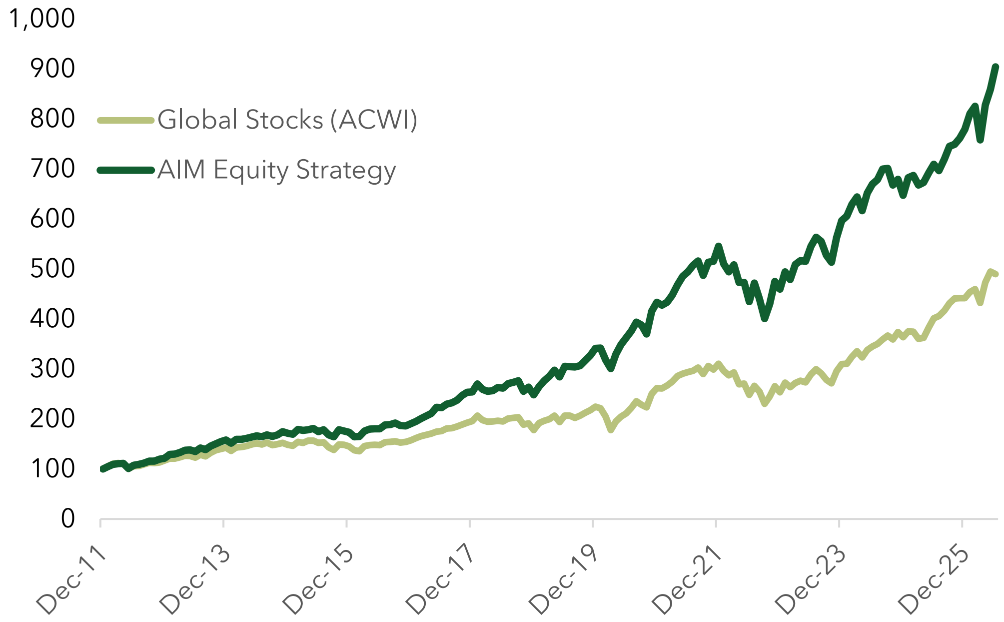
Annualized Return [%]



Annualized Risk [%]

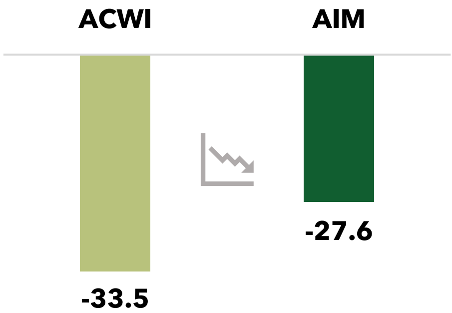


AIM Equity Strategy vs Global Stocks (ACWI)



▶ **Accresco**'s disciplined equity strategy has delivered **higher returns** with **lower volatility** than global equities over time.

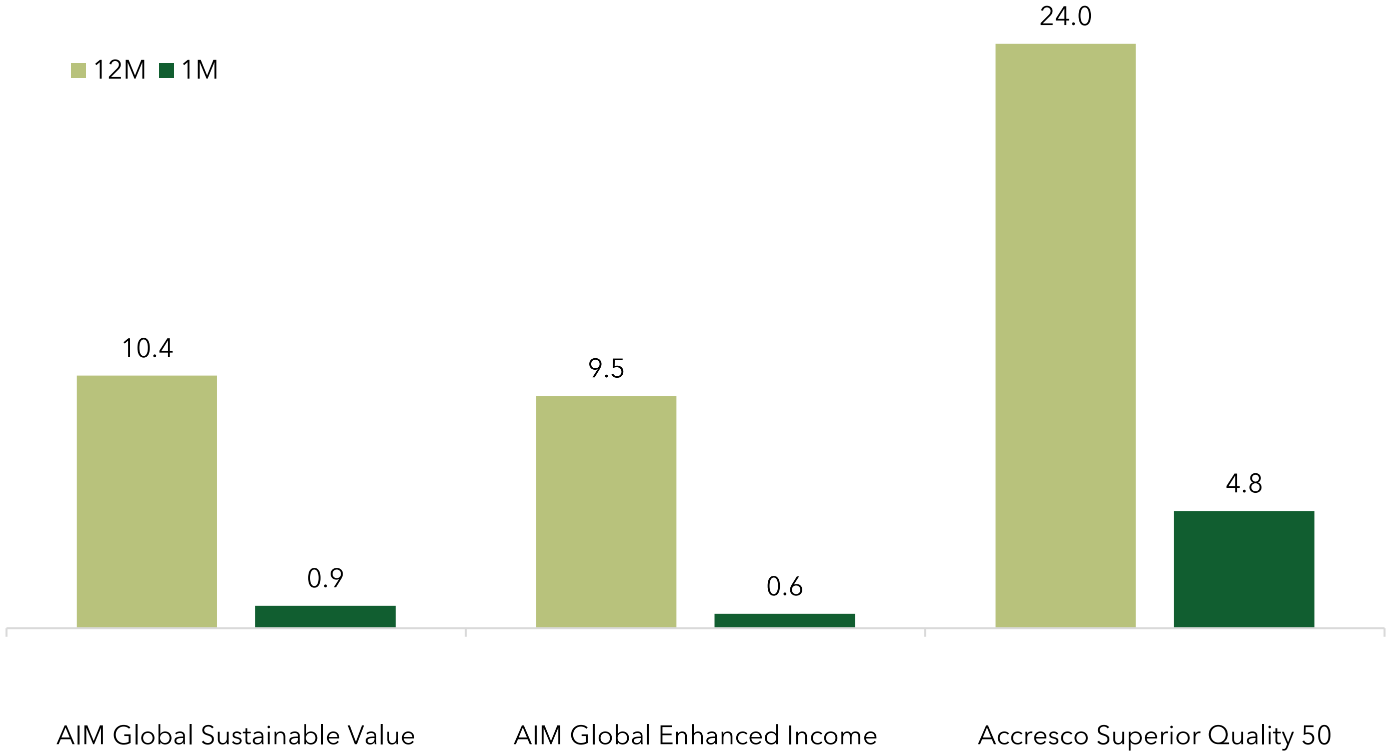
Max. Drawdown [%]



Beta [β]

PERFORMANCE – Our Solutions

Performance of our Solutions [USD, %]



All Strategies delivered positive returns

- The **AIM Global Sustainable Value** Cell, an equity fund focused on a concentrated portfolio of undervalued, high-quality, responsibly managed businesses, rose +0.9% in June and +10% over 12 months.
- The **AIM Global Enhanced Income** Cell, a balanced fund with focus on dividend strategies and investment grade bonds, rose +0.6% in the month and is up +10% for the year.
- The **Accresco Superior Quality 50** Portfolio, our core equity strategy, returned +4.8% in the month and 24% over the year.

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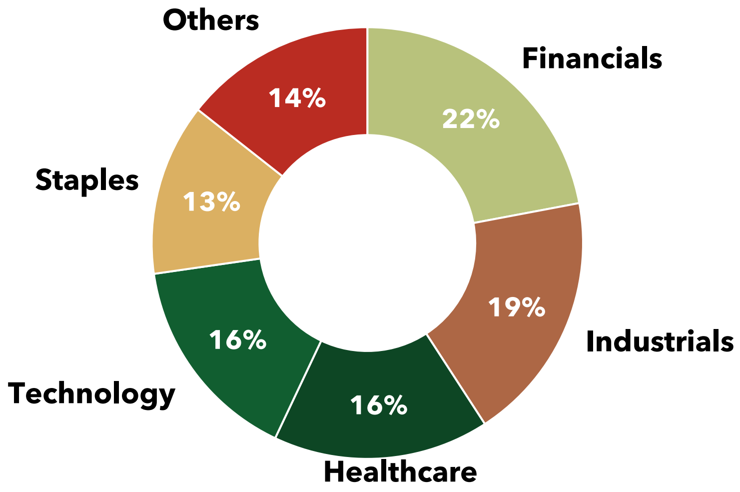
AIM Global Sustainable Value – Snapshot

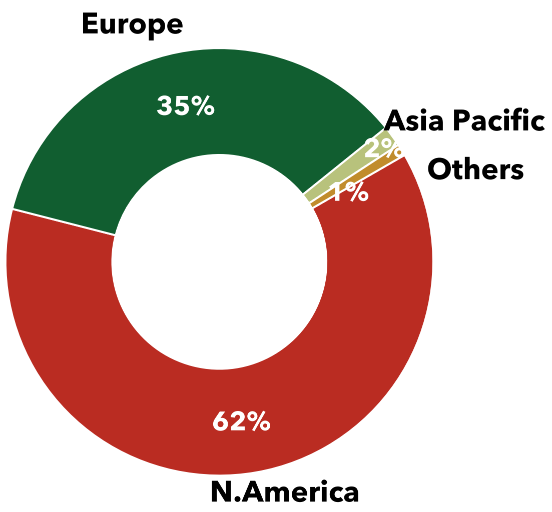
Top 5 Holdings

novo nordisk | TRANE TECHNOLOGIES | CATERPILLAR | PayPal | ASML

by Sector



by Geography



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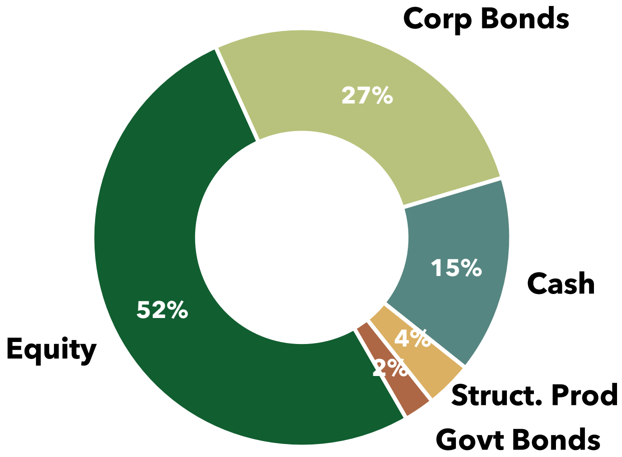
AIM Global Enhanced Income – Snapshot

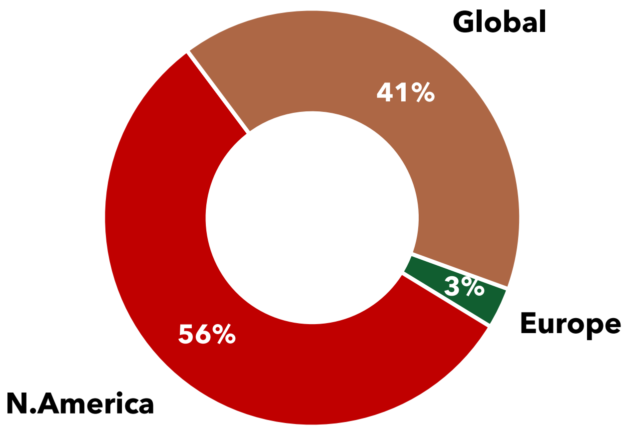
Top 5 Holdings

MERCK	NOVARTIS	THE HOME DEPOT	P&G	Apple

by Sector



by Geography

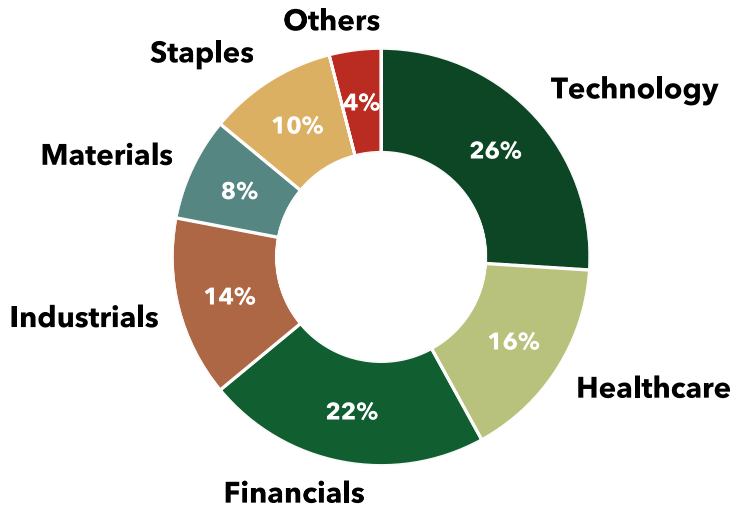


Accresco Superior Quality 50 – Snapshot

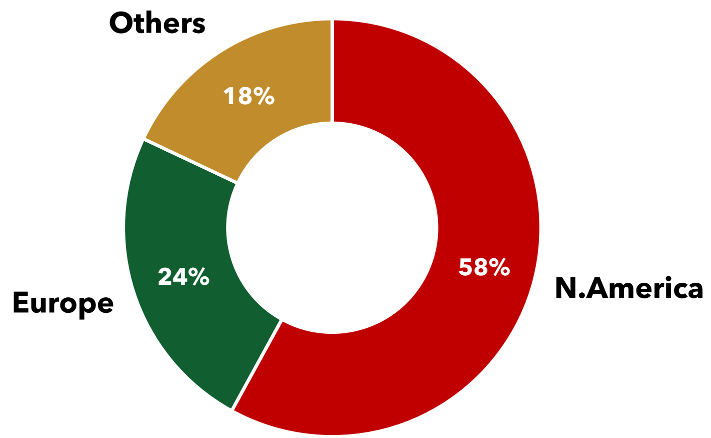
Top 5 Holdings

NVIDIA | Microsoft | Lilly | VISA | ASML

by Sector



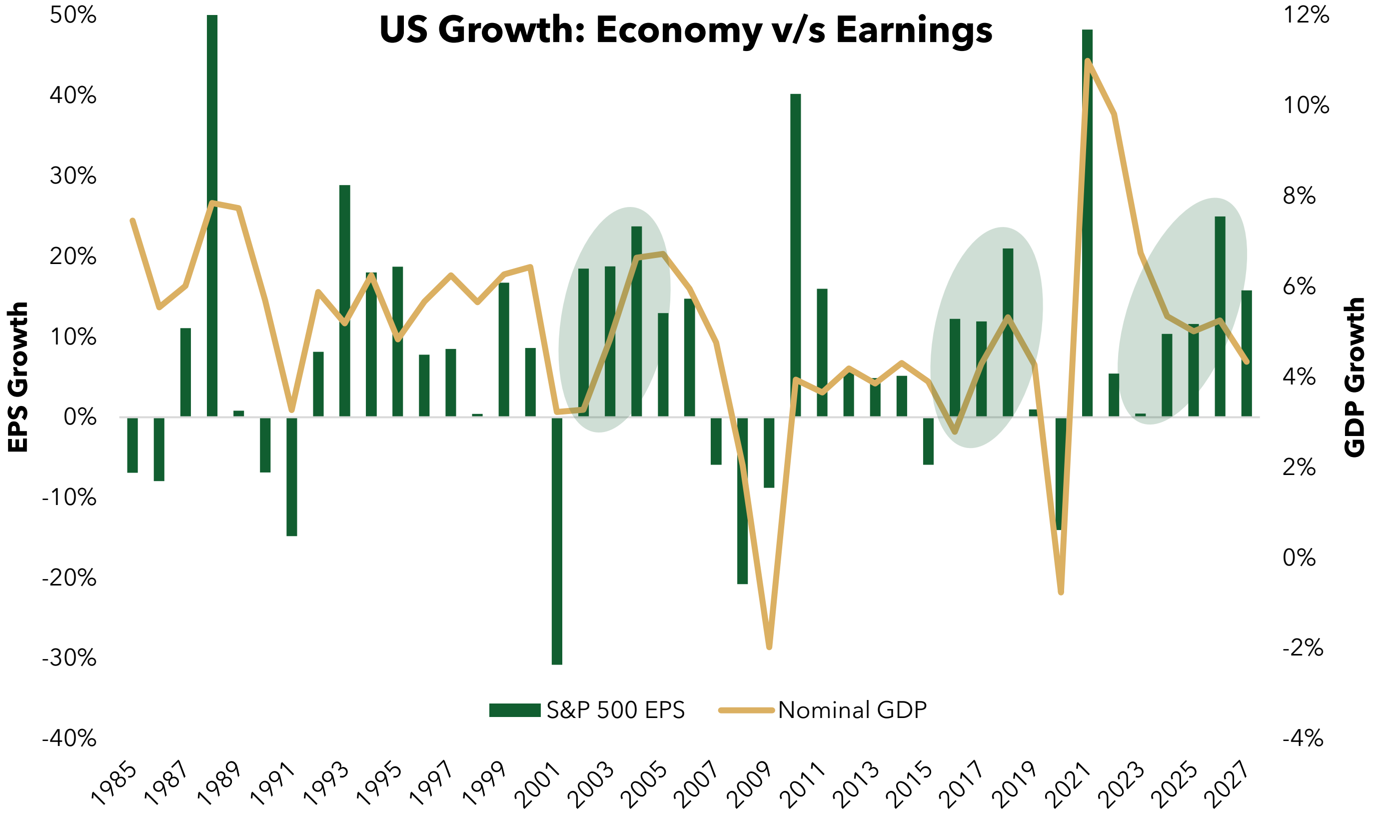
by Geography



FEATURE INSIGHT

Earnings – Are EPS Estimates Justified?

EARNINGS – Are EPS Estimates Justified?



<u>Sources:</u>
- *EPS: Factset (2016-2027), Damodaran, A. (1985-2015)*
- *GDP: IMF*

Can Earnings Accelerate Without Faster Economic Growth?

- **Earnings and GDP momentum usually move together.** While EPS growth is more volatile, the chart shows that earnings typically accelerate when nominal GDP growth improves – and decelerate when GDP momentum weakens.
- **EPS is a leveraged expression of the economic cycle.** Corporate earnings rise faster than GDP in expansions and fall harder in downturns, reflecting operating leverage, margins, and cyclicality.
- **EPS acceleration without faster GDP growth requires a bridge** – margins, buybacks, or productivity gains.

THE AIM AHEAD

Outlook – Global & Mauritius

OUTLOOK – Global

–	**Equity**	Momentum and Growth stocks are stretching valuation to extremes. Value and Quality stocks positioned to deliver superior risk-adjusted returns over the medium term.
–	**Fixed Income**	Short- to medium-term yields are likely near their peak and are expected to remain range-bound as central banks balance higher inflation and slowing growth.
×	**Commodities**	Energy prices may face downward pressure as geopolitical risk gradually ease and supply conditions improve; precious metals may also come under pressure from higher real yields.
–	**USD v/s Currencies**	The USD is expected to consolidate around current levels following a partial recovery from last year's weakness, supported by elevated core inflation and resilient labour market data.

OUTLOOK - Mauritius

−	**Equity**	Investors have yet to assess the transmission and effectiveness of the budgetary measures and reforms across sectors, as well as their impact on the attractiveness of the local bourse.
+	**Fixed Income**	Yields may trend higher as the central bank prioritised inflation stability over growth support.
×	**Commodities (Agriculture)**	Sugar prices are expected to be under pressure due to a robust global production, leading to a surplus this year.
×	**Rupee**	The rupee is likely to weaken against the US dollar amid widening external imbalances in spite of punctual central bank intervention.

APPENDIX

INVESTING THROUGH ACCRESCO

Get your personalized investment proposal in **four simple steps**

- Discover how our **Sustainable Value** framework is grounded in decades of investment experience which can guard and grow your legacy over generations

1. Express interest by emailing us
2. Complete our investment questionnaire
3. Receive your tailored proposal
4. We fine-tune together with you

GLOSSARY

The glossary below highlights the ETFs/ Indices used as reference for the performance of each asset class, region, sector and factor.

Term	ETF/ Index
Stocks	iShares ACWI ETF
Bonds	iShares Global Bond ETF
Cash	SPDR 1-3 Month T-Bill ETF
Property	iShares Global REIT
Private Equity	Invesco Global Private Equity ETF
Commodities	Invesco DB Commodity ETF
Gold	SPDR Gold Trust ETF
Bitcoin	iShares Bitcoin ETF
Global	iShares ACWI ETF
Developed Mkts.	iShares MSCI World ETF
USA	SPDR S&P 500 ETF
Eurozone	iShares Eurozone ETF
UK	iShares UK ETF
Switzerland	iShares MSCI Switzerland ETF
Japan	iShares Japan ETF
Emerging Mkts.	iShares MSCI EM ETF
China	iShares MSCI China ETF
India	iShares MSCI India ETF

Term	ETF/ Index
Mauritius	SEMTRI
S&P 500	SPDR S&P 500 ETF
Discretionary	SPDR Consumer Discretionary ETF
Staples	SPDR Consumer Staples ETF
Energy	SPDR Energy ETF
Financials	SPDR Financial ETF
Health Care	SPDR Health Care ETF
Industrials	SPDR Industrial ETF
Materials	SPDR Materials ETF
Real Estate	SPDR Real Estate ETF
Technology	SPDR Tech Sector ETF
Communications	SPDR Communication Services ETF
Utilities	SPDR Utilities ETF
Momentum	iShares USA Momentum ETF
Growth	iShares Russell 1000 Growth
Value	iShares Russell 1000 Value ETF
Dividend	Vanguard High Div ETF
Quality	iShares USA Quality ETF

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IMPORTANT NOTICES

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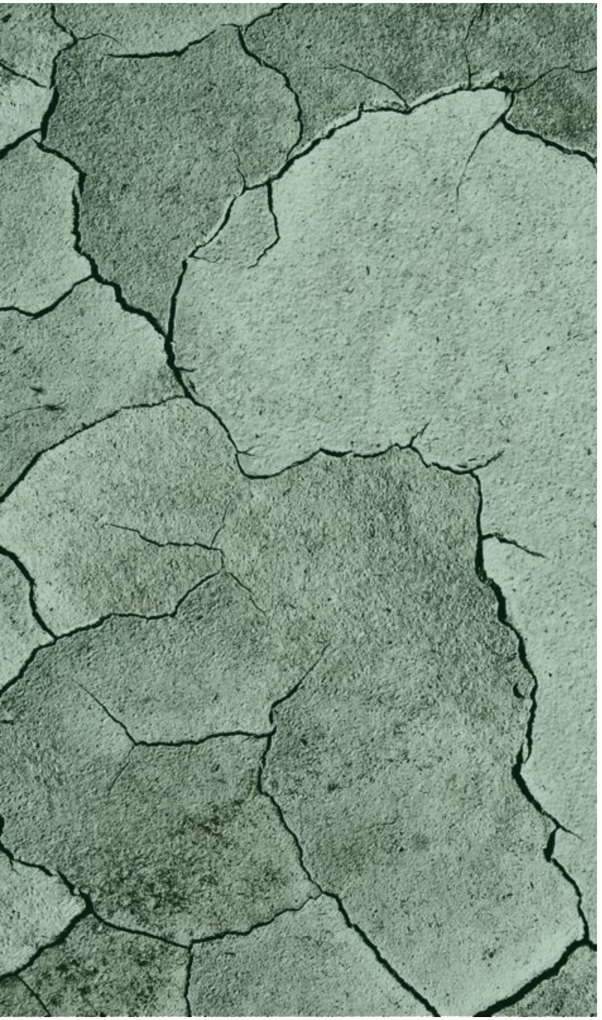

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