

### Commentary on Equity Markets

The MSCI India Index started the month at 18.13 and closed at 17.77, decreasing by 2% over the month. As per latest data, FIIs were net sellers in Equity with outflow of USD 0.07 Bn and in Fixed Income with outflow of USD 0.37 Bn. Domestic Institutions were net buyers in equities with net buying of USD 0.92 Bn in the month.

### Commodities and Inflation

NYMEX Crude Oil prices rose by ~18.5% from the previous month levels, ending at 53.79 per barrel; the prices were lower by ~16.9% yoy. LMEZ closed at 2948.0 higher by 5.2% over the month (lower by ~14.1% yoy). Gold prices closed at USD 1322.54/oz higher by ~3.1% over the previous month (lower by ~1.53% yoy). The USD Index fell by ~0.62% vs. other currencies over the month; over the year the USD Index was higher by ~7.2%. December CPI at 2.19% (2.33% in November) came in at an 18 month low. Muted December print is on the back of further fall in food index (boosted by seasonal decline) and noteworthy fall in retail fuel prices. December drew comfort from lower global commodity prices (oil and food) and a stable INR. The cost push inflation remains contained given the moderation of supply pressures. Core inflation remained flattish at 5.73% (5.72% in November) despite a huge fall in retail fuel prices (petrol down -7.8% and diesel -8.9% MoM) which form a part of 'Transport & Communication'. The fall in fuel prices got negated by a very steep rise in two specific services, viz 'Health' and 'Education'. Inflation in these services accelerated in rural areas probably indicative of targeted Government policies. Apr-Dec FY19 core inflation and headline CPI have averaged 6% and 3.8% resp. While headline is likely to remain sub 4% in the near term, core inflation is likely to remain above 5%.

### Markets & Real Economy

November IIP at 0.5% came in sharply lower than 8.4% in October mean reverting post festive demand (stocking ahead of Diwali) and an adverse base effect. YTD FY19 IIP stands at 5% v/s 3.2% seen in Apr-NovFY18. Mining, Manufacturing & Electricity grew 2.7%, -0.4% and 5.1% respectively. Primary goods gained 3.2%YoY while Capital goods contracted 3.4%. Intermediate goods (-4.5%) marked the first contraction in 15 months while Infrastructure goods gained 5%. Consumer durables (-0.9%) and non-durables (-0.6%) contracted tracking an adverse base.

As per the latest RBI data, Forex reserves position improved to USD 398.18 Bn over the month. The Rupee depreciated over the month closing at 71.169 Rs/USD vs. 69.818 Rs/USD last month

### Sector-wise Performance

Key outperforming sector during the month was Information Technology. The sector outperformed as most IT companies declared healthy results reporting steady revenue growth. Indian IT companies have witnessed improved order bookings that provide some revenue visibility for CY19/FY20 (better revenue exit momentum in CY18 entering into CY19 than for the preceding year). Also, as digital gathers scale (with 25-30% of revenues classified as digital growing 30%+ p.a. for the industry), there is a beneficial impact on margins. Digital, executed well at scale, logically fetches higher gross margins than the traditional business. We believe there are multiple growth drivers in place for Indian IT companies and continue to remain positive on the sector.

Key underperforming sector during the month was Automobiles. Companies across segments, i.e. passenger vehicles, two-wheelers and commercial vehicles, witnessed a slowdown in sales volumes, post the weak festive season. A convergence of factors (higher fuel prices/interest rates, insurance cost increase, liquidity crisis, etc) impacted sentiment and volumes in the sector. Dealers saw some inventory correction owing to muted sales during the festival season. While the volume growth for the sector has been muted over the last couple of months, we believe that the overall low penetration levels in India compared to global standards shall act as a long term driver for growth. In the near to medium term, consumption boosting measures in the Interim budget shall also provide some respite. We continue to remain positive on the sector as a long term play on India's economic growth and rising income levels.

### Key Stock Movements

**Info Edge (India) Ltd** – Info Edge stock has performed strongly during the month after the company declared a strong set of results for Q3FY19. The company delivered strong revenue growth on the back of continued pick-up in IT hiring and pricing improvement in the flagship business – naukri.com. Revenues of the real estate vertical – 99acres.com – also grew sharply with the management indicating that the real estate market has stabilized and transactions have picked up across geographies as unsold inventory gets cleared, even though new launches remain slow. We remain positive on the stock given sharp growth pick-up in recruitment and real estate segments and long term potential for other investments like zomato and jeevansathi.com. The company is a strong play on the pick-up in growth in the Indian economy.

**Eicher Motors Ltd** – The stock has fallen post a drop in volumes reported in December. The company has seen a moderation in volume growth over the last few months primarily because of increase in cost of ownership due to increase in insurance cost. Also, the launch of Jawa bikes in the same segment has given rise to competition concerns. We believe that the opportunity size for Eicher is large given very low penetration of luxury bikes in India. The company is a market leader in the segment by far and shall be able to face competitive pressures and deliver healthy long term growth. Also, new product launches shall drive volume growth. We continue to remain positive on the company.

### Market Outlook

In the Interim Budget, the government's focus was on providing support to growth while maintaining fiscal deficit within comfortable limits. The budget focused on (i) significant measures to support/provide relief to farmers, the middle class and vulnerable sections, (ii) correcting some anomalies and fine tuning provisions to provide relief to the real estate sector, and (iii) providing a vision which might form the basis for policy-making if returned to power. While the Budget continued to focus on long-term structural reforms such as doubling farmers' income by 2022, housing for all, energy sufficiency, fiscal consolidation; the stimulus will boost consumption in FY20. From the equity market perspective, the budget is clearly positive for Consumption and Real Estate. The government is trying to re-inflate the economy with a thrust on consumption. Also, as capacity utilization in India has been inching up gradually, any recovery in consumption growth will drive the private investment cycle. Earnings growth is expected to pick-up going ahead on a muted base created over the last few years. We continue to remain positive on India's long term growth potential.

	USD Institutional	USD RDR	USD Retail
ISIN	IE00BYPC7R45	IE00BYPC7S51	IE00BYPC7Q38
	Euro Institutional	Euro Retail	GBP RDR
ISIN	IE00BYPC7T68	IE00BDH6RQ67	IE00BDH6RR74

## Important Legal Information

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### Austria

Erste Bank der oesterreichischen Sparkassen AG (the "Paying Agent") having its registered office at OE 01980869, AM Belvedere 1, A-1100 Wien, Austria has been appointed as the paying agent and information agent in Austria in accordance with sec. 141 para 1 of the IFA 2011. Investors may seek further information as to the subscription and redemption procedure applicable to the Fund from the Paying Agent.

### Finland

The Funds are established under the laws of the Ireland and are marketed in Finland in accordance with Chapter XI of Directive 2009/65/EC as transposed into national legislation, including Section 128 of the Finnish Act on Mutual Funds (48/1999, as amended) unless otherwise stated herein.

### France

The Fund has been authorised for sale in France by the Autorité des Marchés Financiers. The centralising correspondent in France is CACEIS Bank, located at 1-3, place Valhubert, 75013 Paris. The Fund's Prospectus, key investor information document (KIID), most recent annual reports, half-yearly reports and Articles of Incorporation may be obtained from CACEIS Bank.

Germany

### Germany

The Bundesanstalt für Finanzdienstleistungsaufsicht (Federal Agency for Financial Services Supervision) has been notified pursuant to Sec. 132 Investmentgesetz (Investment Act) of the intention to publicly distribute Shares of the Fund in the Federal Republic of Germany. The legal documents can be obtained in German, free of charge, from the information agent. The Information Agent in Germany is GerFIS - German Fund Information Service UG (haftungsbeschränkt), Zum Eichhagen 4, 21382 Brietlingen, Germany.

### Guernsey

UTI International Ltd, Guernsey (UTI IL) is a regulated entity in Guernsey, governed by Guernsey law, and is under the Protection of Investors (Bailiwick of Guernsey) Law 1987.

### Hong Kong

The distribution of this document/ the prospectus / KIID or any marketing material ("this material") of the Fund ("the Fund"), may only be made in Hong Kong in circumstances that do not constitute an issue, invitation or offer to the public under the Hong Kong Securities and Futures Ordinance ("Securities and Futures Ordinance"). This material is confidential to you. The contents of this material have not been reviewed by any regulatory authority in Hong Kong. You are advised to exercise caution in relation to the offering of the shares described in this material. If you are in any doubt about any of the contents of this material, you should

obtain independent professional advice. The Fund has not been authorized by the Securities and Futures Commission in Hong Kong pursuant to Section 104 of the Securities and Futures Ordinance nor has the offering memorandum been registered by the Registrar of Companies in Hong Kong pursuant to the Hong Kong Companies Ordinance ("Companies Ordinance"). Accordingly, unless permitted by the Securities and Futures Ordinance no person may issue or have in its possession for issue in Hong Kong this material or any other invitation, advertisement or document relating to the Participating Shares interests in the Fund to anyone other than (1) to professional investors within the meaning of the Securities and Futures Ordinance and any rules made there under, (2) to persons and in circumstances which do not constitute an invitation or offer to the public within the meaning of the Securities and Futures Ordinance or the Companies Ordinance, or (3) otherwise pursuant to, and in accordance with the conditions of, any other applicable provisions of the Securities and Futures Ordinance and the Companies Ordinance.

### Ireland

The Fund is an open-ended investment company with variable capital incorporated with limited liability in Ireland under the Companies Acts, 1963 to 2012 with registration number 516063 and established as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011). The Fund is both authorised and supervised by the Central Bank. Authorisation of the Fund by the Central Bank shall not constitute a warranty as to the performance of the Fund and the Central Bank shall not be liable for the performance or default of the Fund. The authorisation of the Fund is not an endorsement or guarantee of the Fund by the Central Bank and the Central Bank is not responsible for the contents of the Prospectus of the Fund.

### Luxembourg

The Fund is established under the laws of Ireland and is marketed in Luxembourg in accordance with Chapter XI of Directive 2009/65/EC as transposed into national legislation, including Chapter 7 of the Luxembourg Law dated 17 December 2010 relating to undertakings for collective investment (as amended) unless otherwise stated herein.

CACEIS BANK, LUXEMBOURG BRANCH having its registered office at 5, allée Scheffer, L-2520 Luxembourg, Grand-Duchy of Luxembourg, acting as a branch of CACEIS BANK, a public limited liability company (société anonyme) incorporated under the laws of France, has been appointed as paying agent and representative agent in Luxembourg for the Fund. Shareholders resident in Luxembourg may request the subscription and redemption of Shares and the payment of distributions in accordance with the provisions of the Prospectus directly from the Fund or via the Paying Agent.

Luxembourg relevant taxation aspects as well as other additional information for Investors in Luxembourg can be found in the Luxembourg Country Supplement, which forms part of, and should be read in conjunction with the Fund Prospectus.

### Netherlands

UTI Goldfinch Funds Plc is a UCITS umbrella fund passported to offer participations in the UTI India Dynamic Equity Fund (the "Sub-Fund") in the Netherlands. The Company and the Sub-Fund are registered with the Dutch Authority for Financial Markets (Autoriteit Financiële Markten). The register can be consulted through [www.afm.nl/registers](http://www.afm.nl/registers). The Company's prospectus, key investor information document (KIID), most recent annual reports, half-yearly reports and Articles of Incorporation are available at [www.utifunds.com.sg](http://www.utifunds.com.sg)

### Singapore

The Fund is a recognised scheme under the Securities and Futures Act, Chapter 289 of Singapore ("SFA"). A copy of the Singapore Prospectus has been lodged with and registered by the Monetary Authority of Singapore ("MAS"). Investors from Singapore must read the Singapore prospectus and the product highlights sheet before making any investment decision. The MAS assumes no responsibility for the contents of the Singapore Prospectus. Registration of the Singapore Prospectus by the MAS does not imply that the SFA or any other legal or regulatory requirements have been complied with. The MAS has not, in any way, considered the investment merits of the Company. The distribution of this Singapore Prospectus and the offering or sale of the Shares in the Company in some jurisdictions may be restricted or prohibited. Persons who have possession of the Singapore Prospectus of the Fund must inform themselves about and observe such restrictions or prohibitions.

### Switzerland

The Company is authorized for public distribution in and from Switzerland by the Swiss Financial Market Supervisory Authority ("FINMA"). Investors from Switzerland should read the Consolidated Prospectus for use solely in Switzerland. The representative and paying agent in Switzerland is RBC Investor Services Bank S.A., Esch-sur-Alzette, Zurich Branch, Bleicherweg 7, CH-8027 Zurich, Switzerland (the "Representative"). In Switzerland, the funds prospectus, Key Investor Information Document (KIID), the articles of association, the annual and semi-annual reports may be obtained free of charge from the Representative. In respect of the units distributed in and from Switzerland, the places of performance and jurisdiction is the registered office of the Representative.

### Sweden

The Funds are registered in Sweden pursuant to Chapter 1, Section 7 of the Swedish Investment Funds Act ((Sw. lag (2004:46) om värdepappersfonder) and the Funds may be marketed and distributed in Sweden. Prospectuses, key investor information document (KIID), most recent annual reports and, where applicable, half-yearly reports published thereafter, are provided or sent free of charge to any investor intending to invest in the Funds. Prospectuses and KIID of the Funds may also be obtained from the Fund's Paying Agent in Sweden at MFEX Mutual Funds Exchange AB, Grev Turegatan 19, Box 5378, SE-114 38 Stockholm, Sweden. Tel: +46 (0)8 559 03 600 / Fax: +46 (0)8 545 186 29.

### Spain

The UTI Goldfinch Funds Plc, SICAV is duly registered in the CNMV official registry of foreign collective investment institutions as authorised to be marketed to the public in Spain with number 1668. In Spain, any investment must be made through the authorised distributors and on the basis of the information contained in the mandatory documentation that must be received from the authorised distributor of the SICAV prior to any subscription, or that may be obtained from the CNMV registries.

### United Arab Emirates

The Fund is registered with the Securities and Commodities Authority ("SCA") of UAE as a foreign investment fund. The fund can be offered and marketed by licenced distributor who has individually obtained approval from SCA to distribute this Fund. The information on the list of licenced distributor for this fund will be available from the investment manager of the Fund.

### U.K

Any financial promotion contained herein, as defined by UK regulations, has been approved by UTI International Limited (FCA no:183361); a firm authorised and regulated by the Financial Conduct Authority ("FCA") U.K. The Fund mentioned herein has been recognised by the FCA pursuant to section 264 of the FSMA. Facilities Agent is UTI International Limited, 120 New Cavendish Street, London W1W 6XX, United Kingdom. Copies of the legal

documents can be obtained in English, free of charge, from the Facilities Agent at 120 New Cavendish Street, London W1W 6XX, United Kingdom. The promotion of the Company in the United Kingdom can be carried out by persons authorized to carry on investment business in the United Kingdom under the FSMA and is not subject to the restrictions on promotion contained in section 238 of the FSMA. The FCA has not approved and takes no responsibility for the contents of the Prospectus or the UK Country Supplement or for any document referred to in them, nor for the financial soundness of the Fund or for the correctness of any statements made or expressed in the Prospectus or the UK Country Supplement or any document referred to in them.

### United States of America

The Shares have not been nor will they be registered under the U.S. Securities Act of 1933, as amended (the "1933 Act"), or registered or qualified under the securities laws of any of the states of the United States. The Shares may not be offered, sold or delivered directly or indirectly in the United States or to or for the account or benefit of any "U.S. Person" (as defined in Regulation S under the 1933 Act) except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the 1933 Act and any applicable state securities laws. Neither the Company nor any Fund will be registered under the U.S. Investment Company Act of 1940, as amended (the "1940 Act"), pursuant to Section 3(c)(7) of the 1940 Act. Accordingly, Shares will only be sold to "U.S. Persons", as defined in Regulation S under the 1933 Act, who are "qualified purchasers", as defined in the 1940 Act or the regulations thereunder, or as otherwise consistent with Section 3(c)(7) of the 1940 Act. Each subscriber for Shares that is a U.S. Person, as defined in Regulation S under the 1933 Act will be required to certify that it is both an "accredited investor" as defined in Regulation D under the 1933 Act and a "qualified purchaser" as defined in Section 2(a)(51) of the 1940 Act or the regulations thereunder. The qualifications for an "accredited investor" and a "qualified purchaser" are set out in detail in Appendix III to this Prospectus. The Shares have not been approved or disapproved by the U.S. Securities and Exchange Commission (the "SEC") or any state securities commission, nor has any such regulatory authority passed upon or endorsed the merits of this offering or the accuracy or adequacy of this Prospectus. Any representation to the contrary is unlawful. The Directors do not intend to permit Shares of any Fund of the Company acquired by investors subject to the United States Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and by other benefit plan investors, as defined in ERISA, to equal or exceed 25% of the value of any such Class (determined in accordance with ERISA). Accordingly, each prospective applicant for Shares will be required to represent and warrant as to whether and to what extent he is a "benefit plan investor" for the purposes of ERISA. For additional information on investments by U.S. Persons, including certain U.S. securities law, U.S. federal tax, and ERISA and other benefit plan considerations, please see Appendix III to this Prospectus.

### Other jurisdictions

The distribution of this document of the Fund or Prospectus of the Fund and the offering of Shares of the Fund may be restricted in certain jurisdictions. This document or the Prospectus of the Fund does not constitute an offer or solicitation in any jurisdiction in which such offer or solicitation is not authorised or the person receiving the offer or solicitation may not lawfully do so. It is the responsibility of any person in possession of this document or the Prospectus of the Fund and of any person wishing to apply for Shares of the Fund to inform himself of and to observe all applicable laws and regulations of the countries of his nationality, residence, ordinary residence or domicile

**This advertisement has not been reviewed by the Monetary Authority of Singapore.**