Monthly Market Outlook

July 2026

ICICI Prudential Mutual Fund Registration No.: MF/003/93/6

EQUITY OUTLOOK

July 2026

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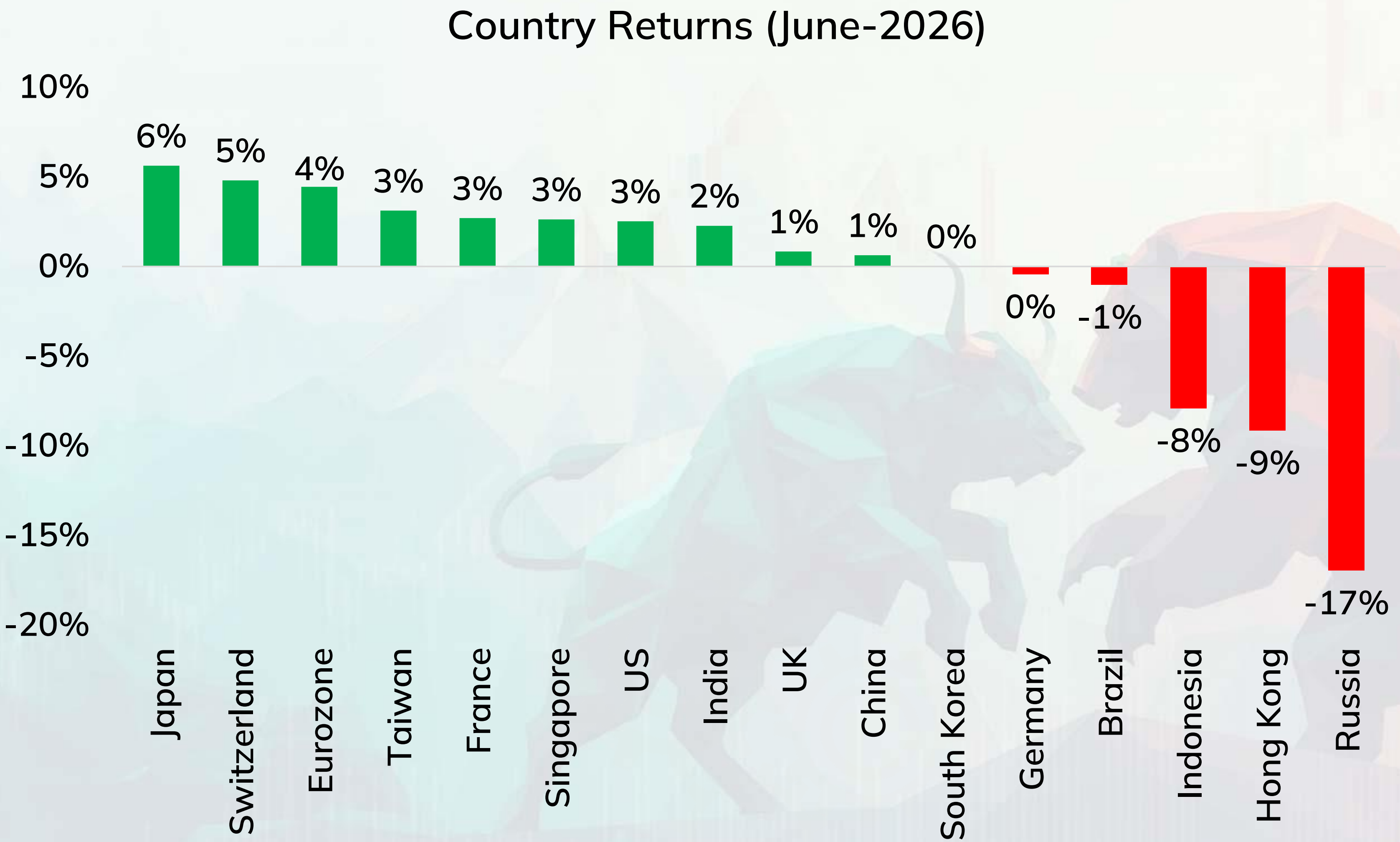
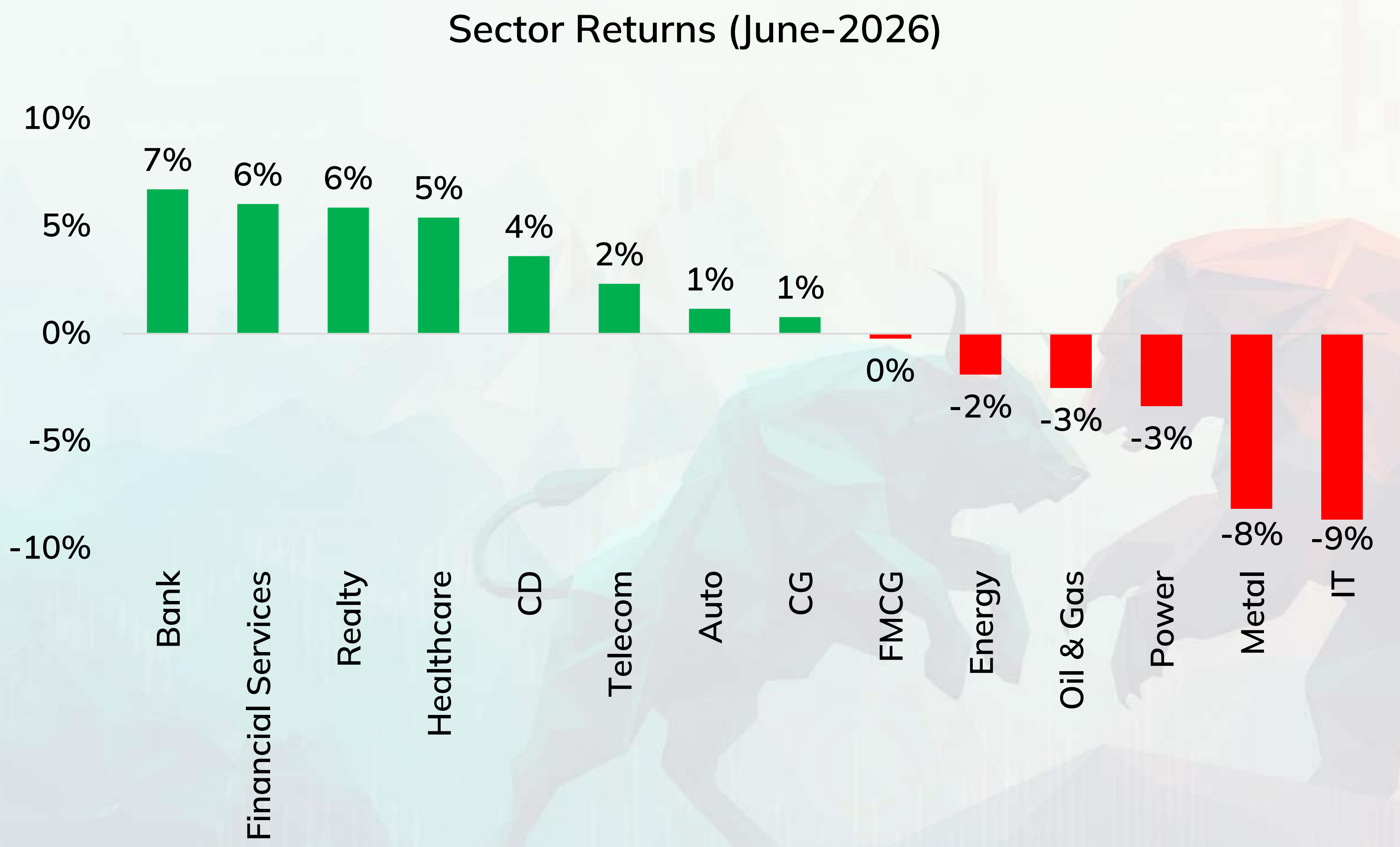
Global Equity Markets – Leaders & Laggards



- Corporate Governance reforms & shareholder-friendly actions supported Japanese equities
- Indian equity markets underperformed in absence of significant FII flows
- Rate hikes, lower oil prices and continued sanctions weighed on Russian equities

Data Source – ACE MF. Returns data is from May 31, 2026 to June 30, 2026. Past performance may or may not sustain in the future. Returns are absolute returns. AI – Artificial Intelligence. Past performance may or may not sustain in future. Indices considered – India: BSE Sensex, France: – CAC 40, Germany: DAX, Eurozone: Euronext 100, UK: FTSE, Brazil: Ibovespa, Indonesia: Jakarta Composite Index, South Korea: Kospi, Japan: Nikkei, Russia: RTS, China: SSE Composite, Singapore: Strait Times, Switzerland: Swiss Market Index, Taiwan: TWSE Capitalization Weighted Stock Index, US: Dow Jones Industrial Average

Sectoral Indices – Banks lead the way



- Valuation comfort in banking and financial services space coupled with strong asset quality and robust credit growth outlook led to outperformance
- Global client spending cuts and structural threats from Artificial Intelligence kept IT sector on edge

Data Source: MFIE Research. MFI Explorer is a tool provided by ICRA Analytics Ltd. For their standard disclaimer please visit https://icraanalytics.com/home/Disclaimer. Returns data is from May 31, 2026 to June 30, 2026 (in absolute terms). Indices used: Power Sector – BSE Power TRI, Bankex Sector – BSE Bankex TRI, FMCG Sector – BSE FMCG TRI, Energy Sector – BSE Energy TRI, For Capital Goods Sector – BSE CG TRI, Auto Sector – BSE AUTO TRI , Oil & Gas Sector – BSE Oil & Gas TRI, Finance Sector – BSE Financial Services TRI, Metal Sector – BSE METAL TRI, Telecom Sector – BSE Telecom TRI , HC Sector – BSE HC TRI, Realty Sector – BSE Realty TRI, Consumer Durables Sector – BSE CD TRI, IT Sector – BSE IT TRI is considered. CG: Capital Goods, CD: Consumer Durables, IT: Information Technology, FMCG: Fast moving Consumer Goods. Past performance may or may not sustain in future. The sector(s)/stock(s) mentioned in this document do not constitute any recommendation of the same and ICICI Prudential Mutual Fund may or may not have any future positions in the sector(s)/stock(s).

Global & Domestic Economy – When the winds rise, roots hold

As Nassim Taleb's philosophy suggests, it is not the absence of wind that defines resilience, but the strength of the roots. Today, global markets are navigating powerful crosswinds—from elevated AI-driven valuations to persistent geopolitical uncertainty. India, too, faces these winds. Yet, supported by deep structural roots—robust domestic demand, ongoing reforms, healthy corporate balance sheets and sustained capital expenditure – the economy has continued to demonstrate resilience.

Strong roots don't prevent turbulence; they provide the stability to withstand it.

Global Picture – Geo-politics meets Markets

- Geo-political instability has clearly seen a rise in the last decade
- A volatile mix of surging tensions, rapid and unpredictable technological changes like AI and intensifying economic strains like high inflation and record debt are adding Global Risks

Source: UNCTAD (UN Trade & Development). Data as of June 30, 2026. Geo-political risk index is a measure of adverse geopolitical events and associated risks

Global Picture –
Geo-politics meets Markets

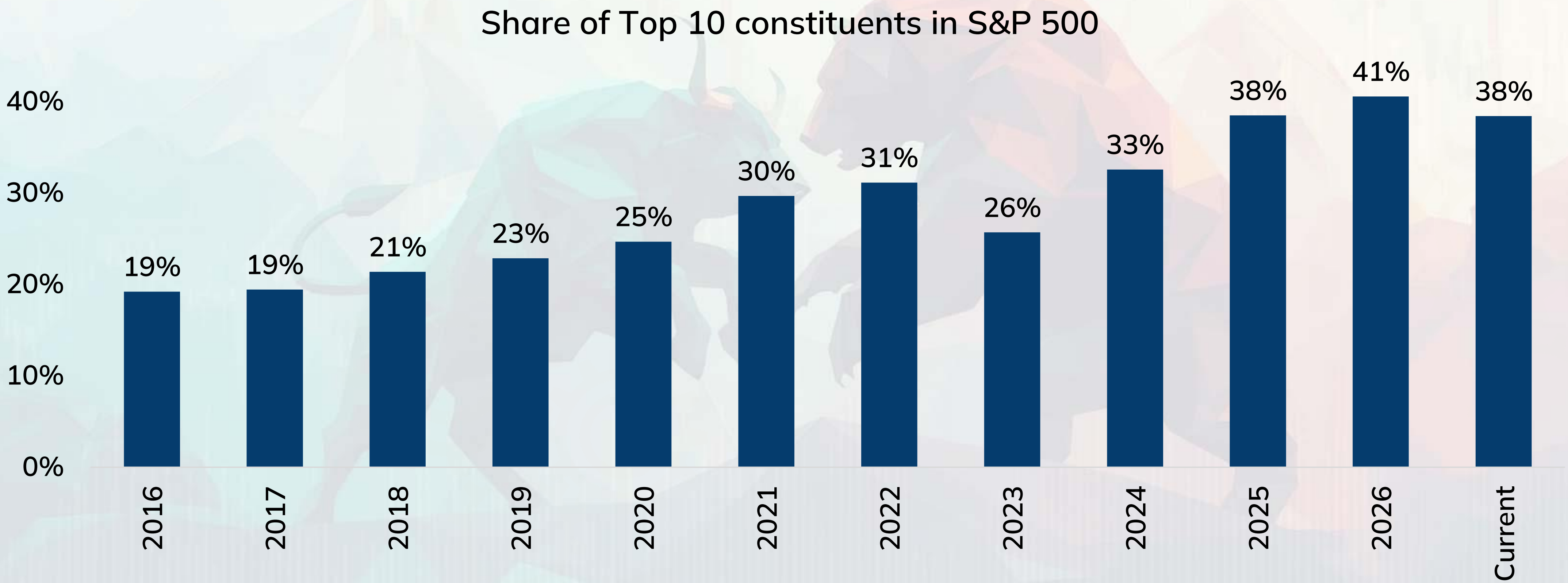
As per an IMF report, the divide in trade, technology and capital flows across the global economies is increasing given persistent geo-political tensions. This is impacting global macros

Metrics	Historical Baseline	Current Status / 2026 Outlook
Annual New Trade Restrictions	~1,000 policy actions/year	~3,000 policy actions/year
Global FDI Share of GDP	Historical peak > 3.0%	Retrenched to 1.3% - 1.5%
Global Growth Forecast (2026)	Historical average ~3.8%	Softened to 3.1%
Capital Flow Alignment	Multilateral / Globalized	Geopolitically aligned ('Friend-shoring')

Source – IMF Staff Compliance Estimates, World Economic Outlook (WEO) Update, April 2026.

Global Picture – When AI lifts the markets

Artificial Intelligence (AI) is driving global valuations higher, particularly in the US. The share of top 10 constituents in S&P 500 has surged significantly in last decade thanks to the rise of 'Mag-7' stocks that form the structural engine of AI revolution

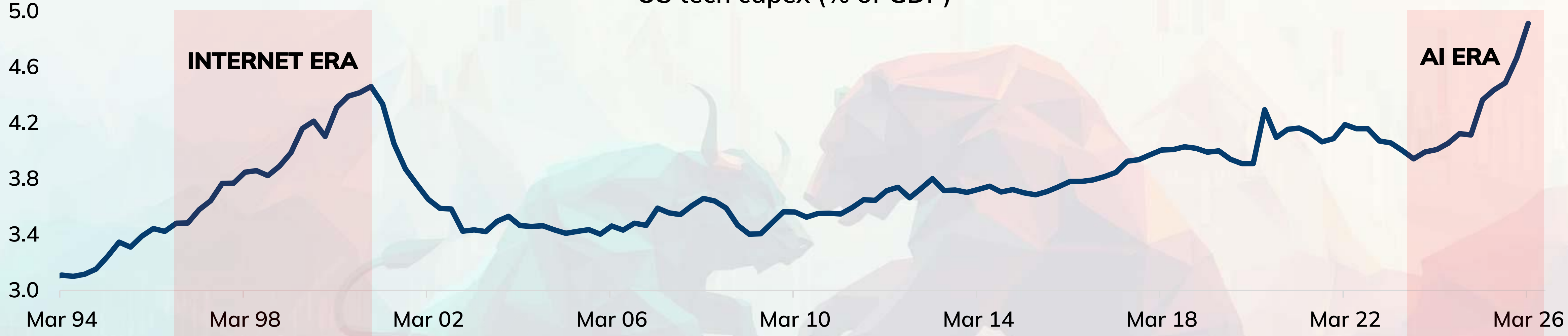


Source – Nuvama Institutional Equities. Data as of June 30, 2026. Mag-7 stocks i.e. 'Maginficent-7 Stocks' include Apple, Microsoft, Nvidia, Amazon, Alphabet, Meta and Tesla. Past performance may or may not sustain in future.

Global Picture –
Déjà Vu? The AI Capex Cycle

The current AI cycle has similarities to the internet boom of 1990s wherein technology capex showed signs of excess

US tech capex (% of GDP)



INTERNET

1995-97: Basic utility; low disruption

1998-99: Rapid adoption; high capex;

Early 2000: Melt up in hardware stocks

Mid 2000-2002: Supply glut in capex; Stock bust

AI

2023-24: High compute cost -basic utility

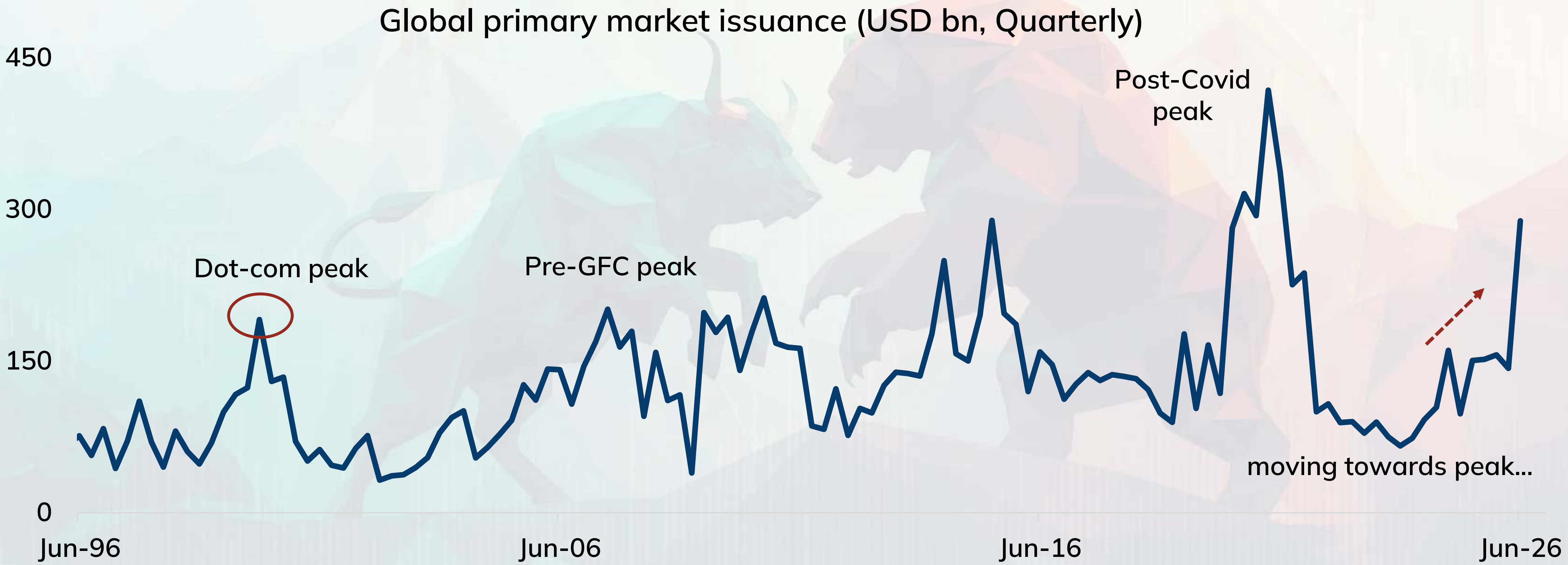
2025-26: Rapid adoption and increased use case

Current: Melt up in hardware stocks

Source: Nuvama Institutional Equities. Capex – Capital Expenditure, GDP – Gross Domestic Product. Past performance may or may not sustain in future

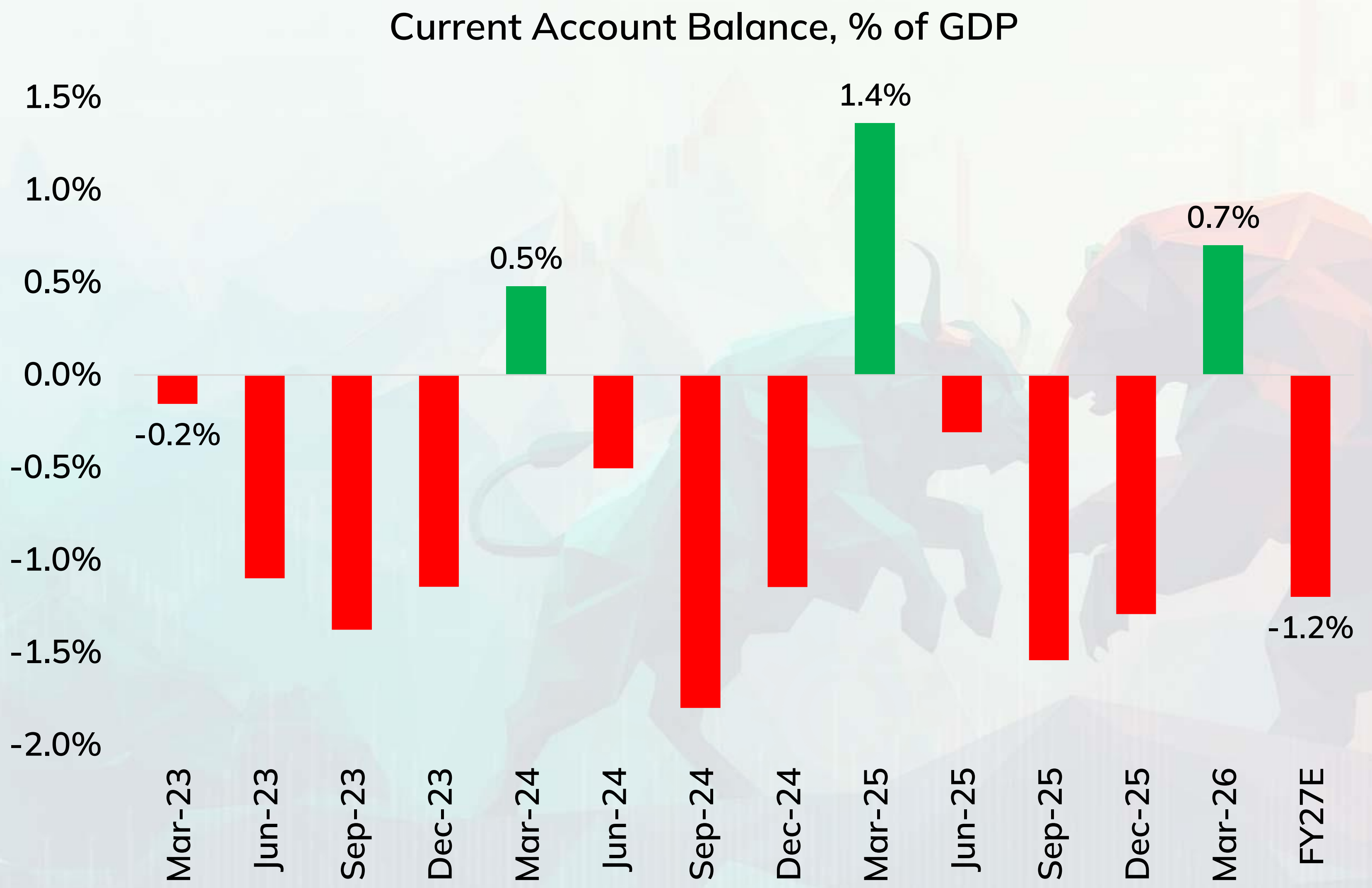
Global Picture –
IPO Boom – Liquidity finds a new home

Today, from a global IPO supply perspective, levels are moving towards peak given a large pipeline of IPOs lined up. This can drain liquidity from global markets



Source: Nuvama Research. Data as of Jun 30, 2026. IPO – Initial Public Offering. GFC – Global Financial Crisis, USD – US Dollar, bn - Billion. Primary market issuances include Initial Public Offering and Primary Market Offering

Indian Economy – Rooted in Resilience



- Strong services exports and remittance inflows helped India post a current account surplus in Q4FY26
- This was despite the crude prices soaring due to West-Asia war

Source: Morgan Stanley Research, RBI, Nirmal Bang Institutional Equities. Data as on March 31, 2026. GDP – Gross Domestic Product. E - Estimate

Indian Economy – Rooted in Resilience

The pressure on India's trade balance during the West-Asia war was cushioned by healthy Forex Reserves & growing Services surplus

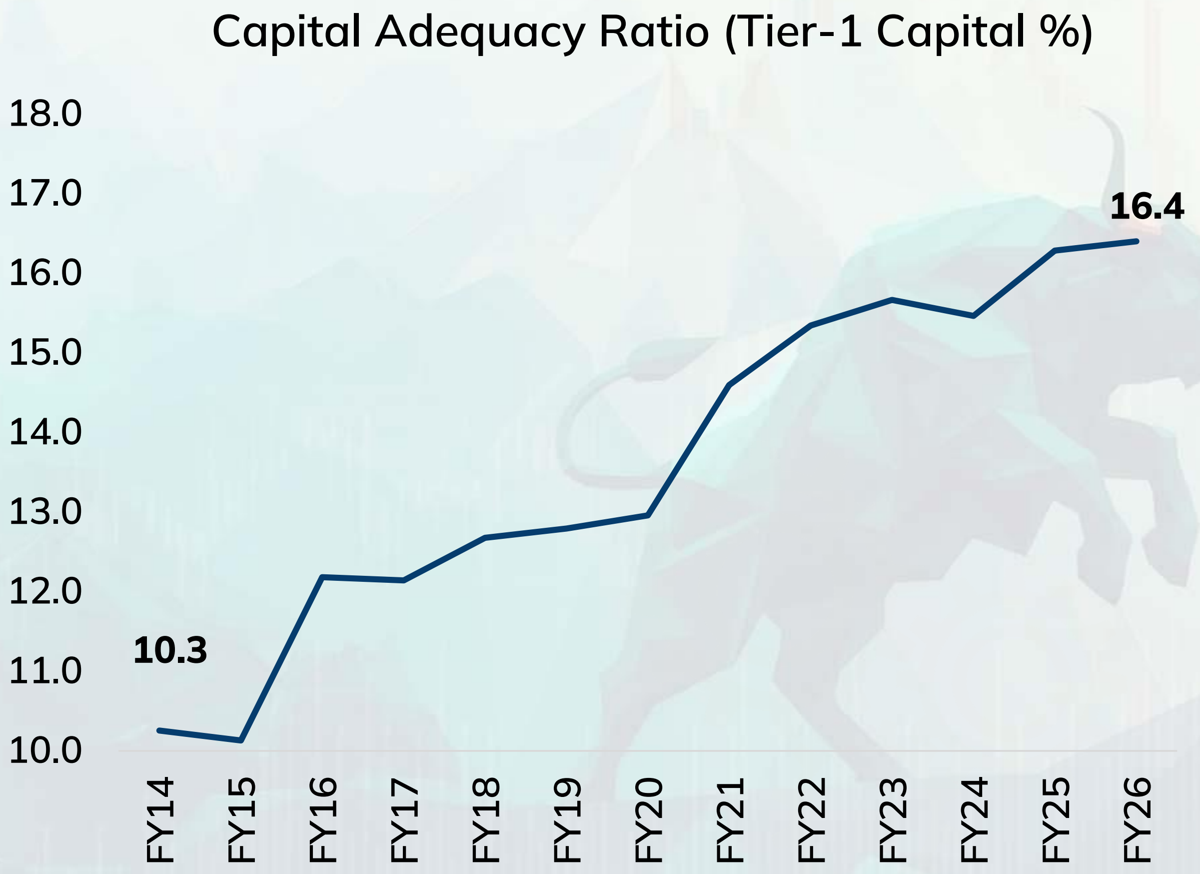
Forex Reserves (USD bn)

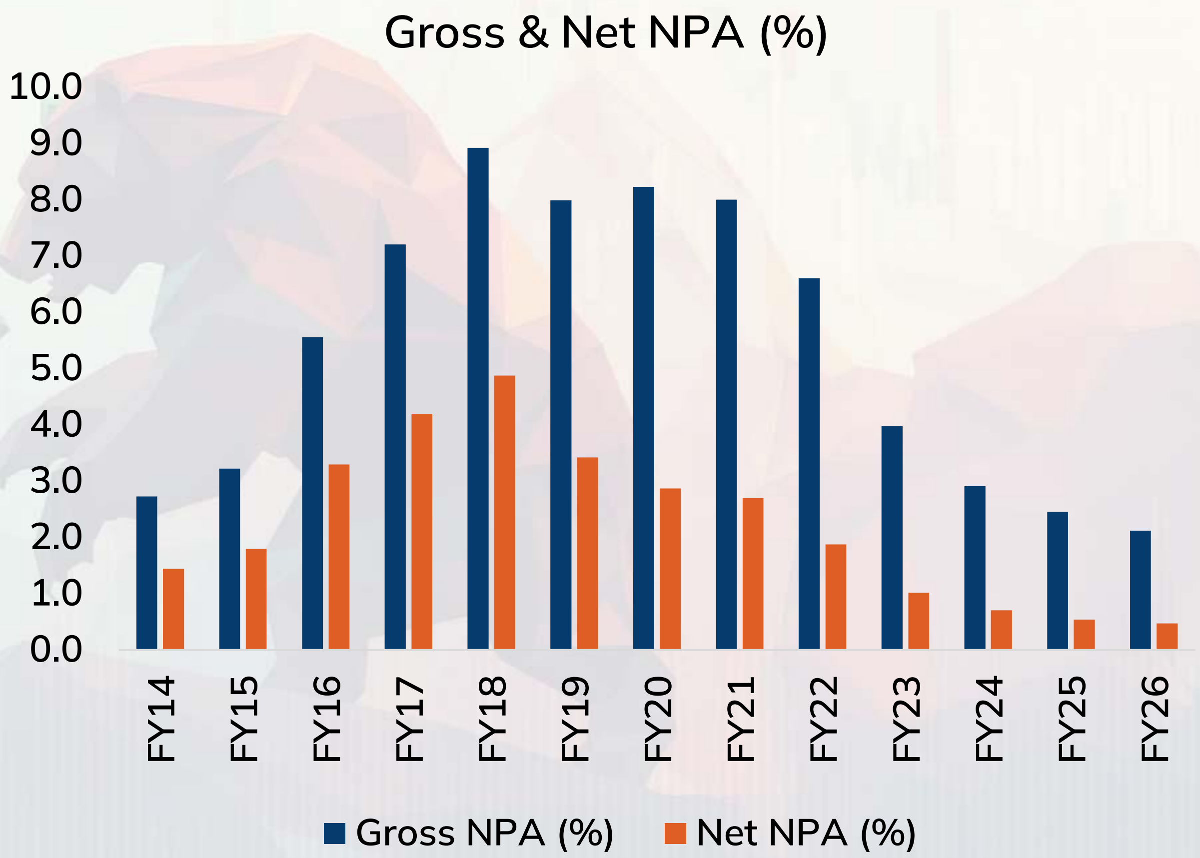
Services Trade Balance, % of GDP

Data Source: RBI, Morgan Stanley Research. USD Bn – USD Billion, GDP – Gross Domestic Product

Indian Economy – Rooted in Resilience

Banks are well-capitalized and asset quality is improving contributing to the resilience of overall financial system

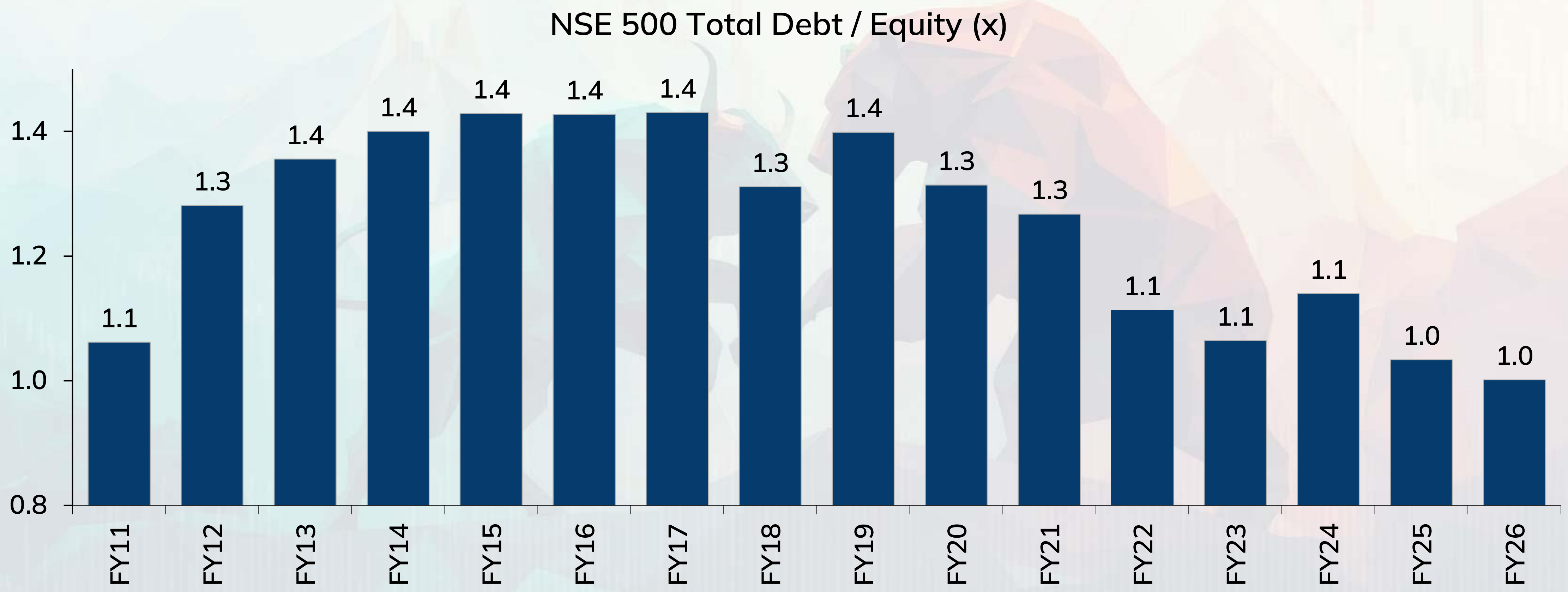




Data as on Mar 31, 2026. Source: DAM Capital. NPA – Non Performing Asset, FY – Financial Year. Past performance may or may not sustain in future. Capital Adequacy Ratio measures a bank's capacity to absorb losses, protecting depositors and ensuring stability

Indian Economy – Rooted in Resilience

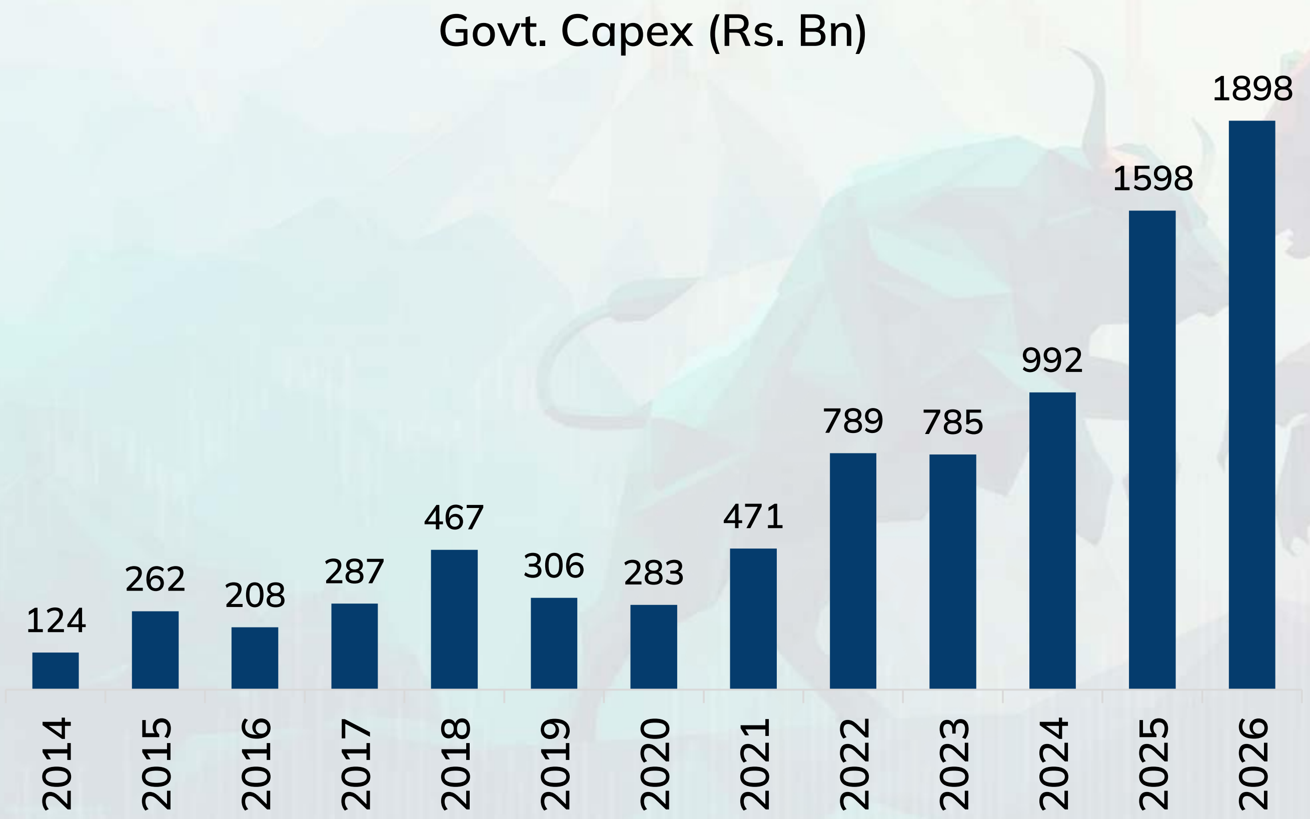
Corporates are de-leveraging Vs their past cycles indicating good financial health & decreasing their vulnerability to any financial system shock



Source: DAM Capital. Data as of March 31, 2026. Past performance may or may not sustain in future. The ratio total debt/equity ratio is calculated as total liabilities / total shareholder's equity. For all NSE 500 companies, the average of total debt to equity ratio is considered

Indian Economy – Rooted in Resilience

Sharp pickup in Govt. capex reflects continued fiscal support for the economy, aiding investment, consumption and earnings growth, which may help domestic equities



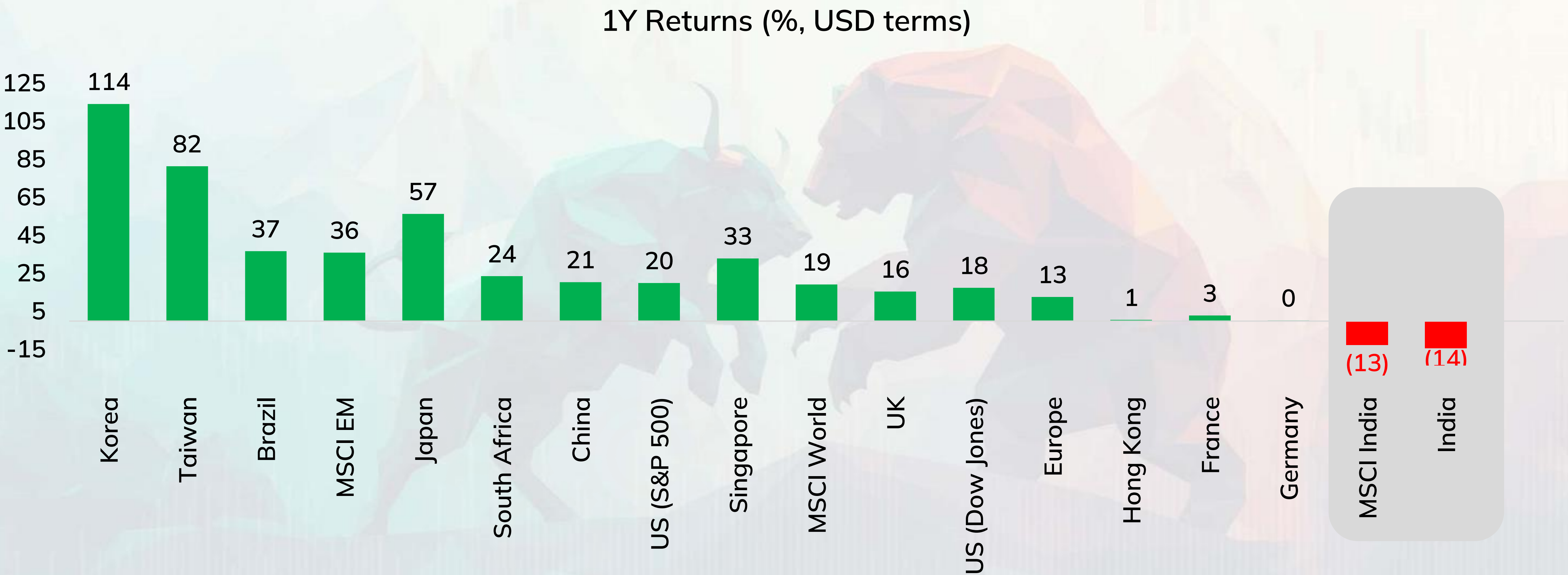
Ministry	Growth (% YoY)
Coal	218.0%
MSME	38.5%
New and Renewable Energy	25.7%
Defence	15.0%
Power	8.7%
Rural Development	3.0%
Road	2.1%

Source: Avendus Spark. Data as of June 04, 2026. bn: billion. MSME: Micro, Small and Medium Enterprises, Capex: capital expenditure. Returns are in absolute terms. Past performance may or may not sustain in future.

INDIAN EQUITIES – CURRENT STATE

'V'aluations Re-set

Indian equities were commanding rich valuations until last year. They have moderated post recent corrections



Source: DAM Capital. Data as of July 10, 2026. Returns are in absolute terms. Past performance may or may not sustain in future. Indices considered: Kospi for Korea, Taiwan – TWSE Capitalization Weighted Index, Brazil – Ibovespa Sao Paulo Index, MSCI EM – MSCI Emerging Markets Index, Japan – Nikkei 225, South Africa – JSE Top 40 Index, China – Shanghai Composite Index, Singapore – Strait Times, UK – FTSE 100, Europe – Euro Stoxx 50, Hong Kong – Hang Seng Index, France – CAC 40, Germany – DAX, India Nifty 50

'V'aluations Re-set

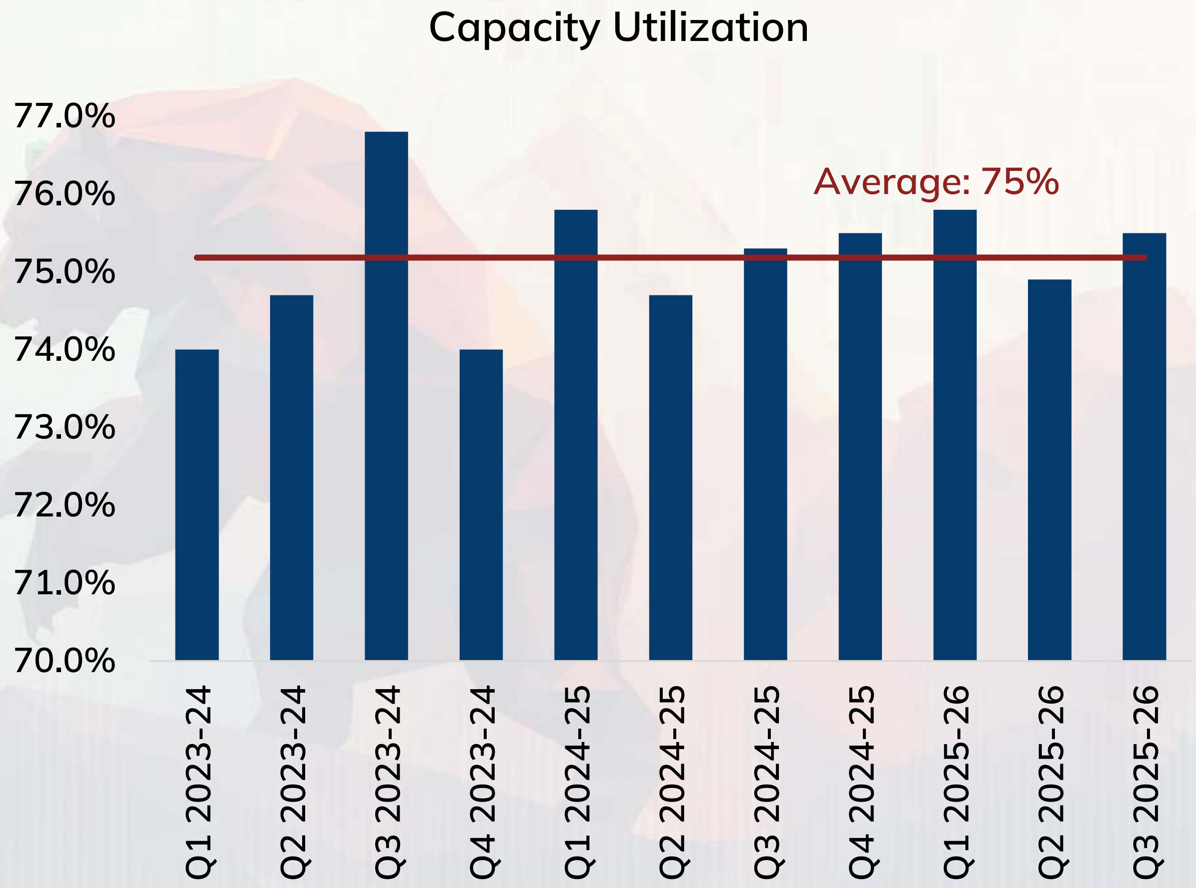
The valuations froth seen in last 2 years, has come off

Period	As a % of Total Market Cap			
	Top 50 Stocks	Next 50 Stocks	Midcap-150 Stocks	Smallcap - Above 250 Stocks
2015	59.8	14	15.2	11
2016	58.8	14.1	15.3	11.8
2017	53.4	14.7	17.3	14.6
2018	58.3	13.7	16.3	11.7
2019	61.8	13.1	15.6	9.5
2020	60.9	13.3	15.5	10.2
2021	55.6	13.1	16.8	14.4
2022	56.7	12.5	16.1	14.7
2023	51.4	13.1	17.6	17.8
2024	46.1	13.8	19.3	20.8
2025	46.7	13.9	20	19.4
Jun-26	43.7	14.6	20.6	21.2

Source: NSE. Data as on June 30, 2026. Data is on calendar year basis. Past performance may or may not sustain in future. Red indicates high valuations, Amber indicates neutral valuations and Green indicates attractive valuations.

‘C’ycle –
Business Cycle Holds Firm

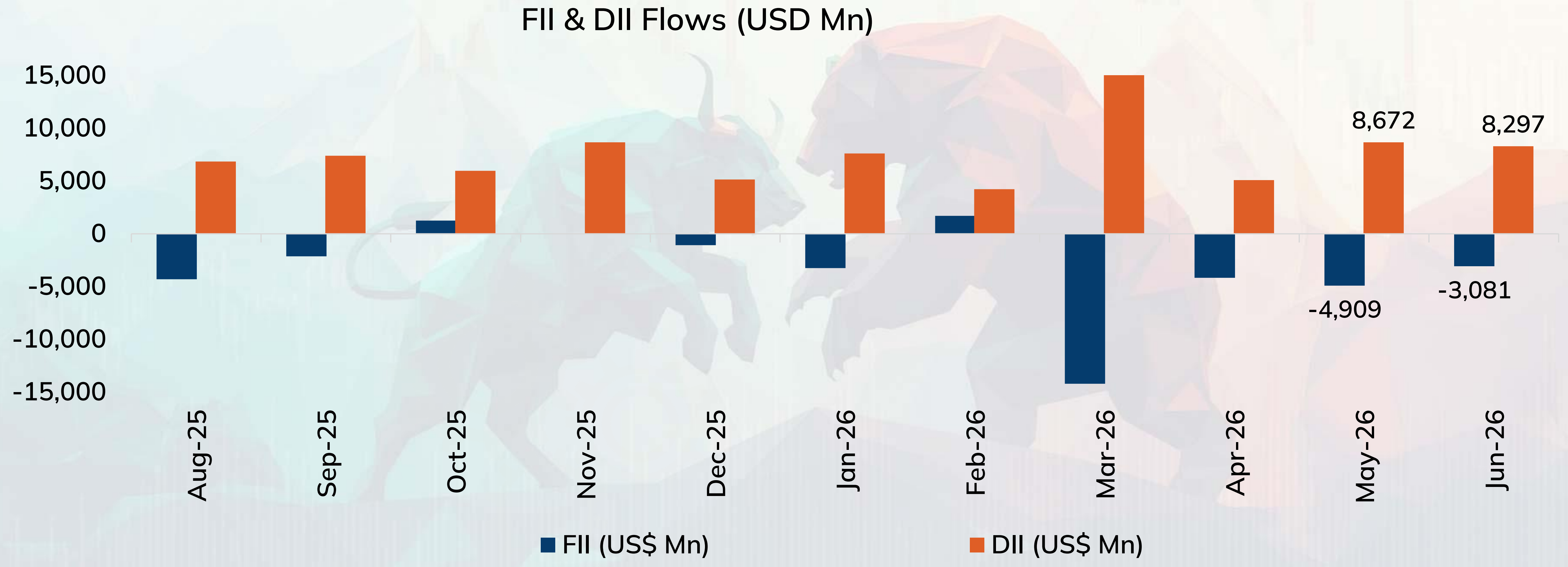
Business Cycle continues to remain strong indicating good overall economic health



Source – RBI. YoY – Year on Year, Q – Quarter. Data as of June 30, 2026 for Credit Growth & Dec 2025 for Capacity Utilization.

‘S’entiments – Neutral

Sentiments have been subdued in case of FIIs as they moved to ‘safer assets’ from riskier ones (Emerging Markets). DIIs on the other hand absorbed a significant part of outflows making Sentiments neutral



Source – Kotak Institutional Equities. Data as of June 30, 2026. Past performance may or may not sustain in future. FII – Foreign Institutional Investor, DII – Domestic Institutional Investor

Key Takeaways

- Global markets are volatile at the moment and India is not completely insulated from the near term jolts. Factors that may chart future course include – Inflation, Global Central Banks' monetary policies & Growth
- There may be a short term impact on India's trade balance, currency and other macro indicators like Growth
- However, India's core fundamentals remain intact – Healthy forex reserves, services trade surplus, strong demand, steady long term Govt. reforms
- Valuations have eased, Business Cycle remains robust, Sentiments are neutral. However, in near term, volatility is inevitable as geo-political environment is very dynamic
- Given that recent corrections have cooled-off valuations, one can consider investing in equities in a staggered manner through SIP / STP in schemes that have the flexibility to maneuver across sectors / market cap
- Since market volatility may persist, we continue to recommend investing in Hybrid / Asset Allocation schemes

SIP – Systematic Investment Plan, STP – Systematic Transfer Plan

Recommendations

Hybrid / Asset allocation schemes to manage volatility

- **IPRU Equity & Debt Fund**
- **IPRU Multi-Asset Fund**
- **IPRU Balanced Advantage Fund**
- **IPRU Dynamic Asset Allocation Active FOF** (erstwhile ICICI Prudential Asset Allocator Fund (FOF))

Schemes with flexibility to maneuver across sectors / themes

- **IPRU Business Cycle Fund**
- **IPRU Flexicap Fund**
- **IPRU Dividend Yield Equity Fund**
- **IPRU Active Momentum Fund**
- **IPRU Multicap Fund**
- **IPRU Diversified Equity All Cap Active FOF**
- **IPRU India Opportunities Fund**
- **IPRU Value Fund** (erstwhile ICICI Prudential Value Discovery Fund)

Large cap biased schemes for long term wealth creation

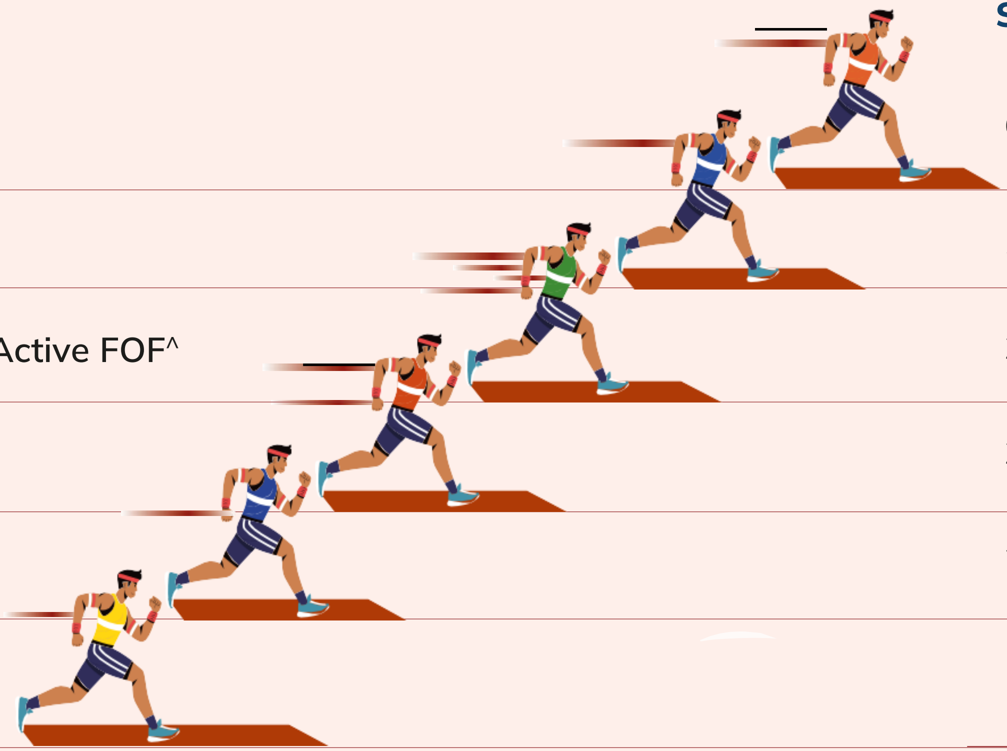
- **IPRU Large Cap Fund** (erstwhile ICICI Prudential Bluechip Fund)
- **IPRU Equity Minimum Variance Fund**

Continue SIP/STP as the long term view remains intact, strongly recommend ICICI Prudential Booster STP*

IPRU – ICICI Prudential, SIP – Systematic Investment Plan, STP – Systematic Transfer Plan, FOF – Fund of Fund. The asset allocation and investment strategies will be as per Scheme Information Document. * ICICI Prudential Booster Systematic Transfer Plan is a facility wherein unit holder(s) can opt to transfer variable amount(s) from designated open ended scheme(s) of ICICI Prudential Mutual Fund to the designated open ended scheme(s) of ICICI Prudential Mutual Fund

Walking the talk

At market peak in Sep-24, we were overall cautious on equities and hence our asset allocation schemes too had lower equity allocation. As we believe that high valuations have now cooled-off, the equity allocation across these schemes have increased



EQUITY RANGE		Sep-24	Jun-26
65-80%	ICICI Prudential Equity & Debt Fund	67.3%	73.4%
10-80%	ICICI Prudential Multi-Asset Fund	50.5%	63.7%
0 - 100%*	ICICI Prudential Dynamic Asset Allocation Active FOF^	37.4%	65.1%
30-80%	ICICI Prudential Balanced Advantage Fund	31.8%	63.1%
10-25%	ICICI Prudential Regular Savings Fund	21.7%	23.0%
15-50%	ICICI Prudential Equity Savings Fund	16.3%	18.7%

Data as on June 30, 2026. FOF: Fund of Fund. The net equity exposure is calculated net of stock futures and options (Notional Exposure of Index Put Options only) and does not include exposure in REITs. The portfolio of the scheme is subject to changes within the provisions of the Scheme Information document of the scheme. Please refer to the SID for investment pattern, strategy and risk factors. The asset allocation and investment strategy will be as per Scheme Information Document. ^Pursuant to SEBI's framework on Fund of Fund Schemes, the Scheme features has been modified with effect from November 25, 2025. Kindly refer to the AMC's website for detailed information. Erstwhile ICICI Prudential Asset Allocator Fund (FOF)Investors may please note that they will be bearing the recurring expenses of this Scheme in addition to the expenses of the underlying Schemes in which this Scheme makes investment. *Please note that total Non Debt Allocation of the scheme will be 35-100%. Compulsorily convertible debentures and foreign equity has been included in the net equity exposure.

Fixed Income Outlook

July 2026

ICICI Prudential Mutual fund Registration No.: MF/003/93/6

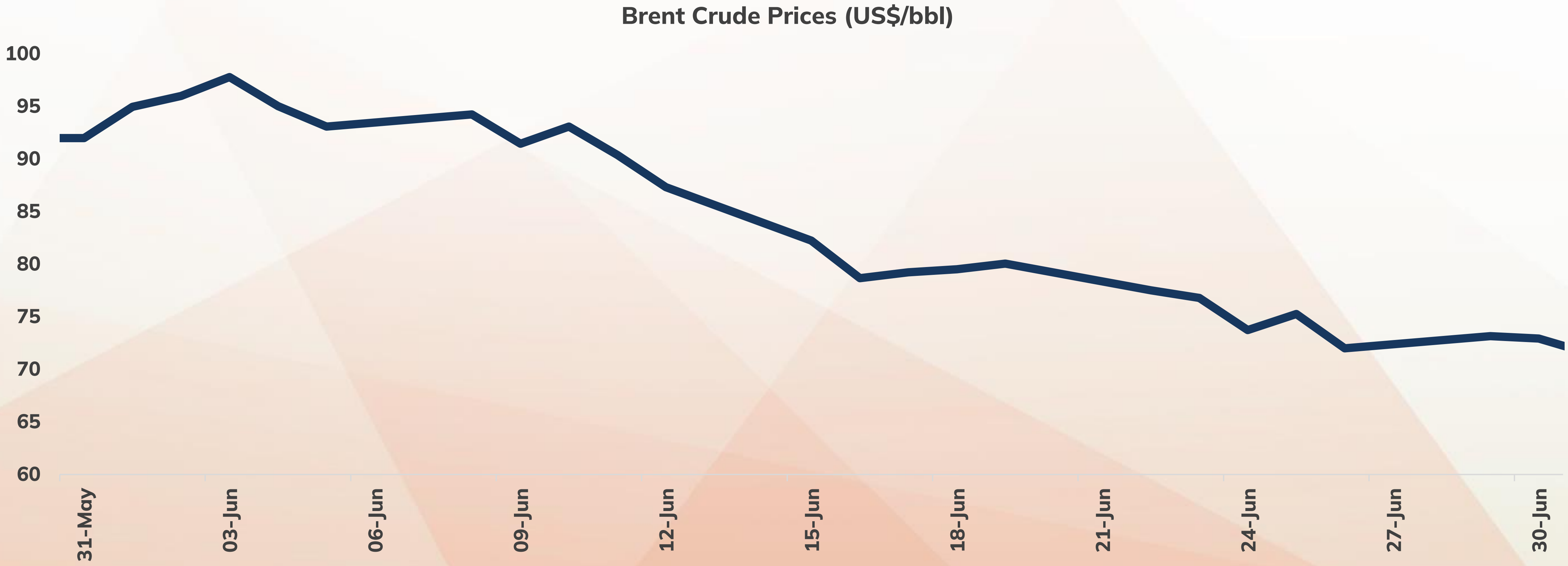
The Month Gone By
Yields Cool with Oil Price Dip

India's benchmark 10-year G-sec yield fell by 24 basis points to 6.76% on June 30, 2026, supported by a sharp decline in crude oil prices and policy measures by the RBI to attract foreign inflows.

Source: Refinitiv. Data as on June 30, 2026.

The Month Gone By
Oil Returned to Pre-war Levels

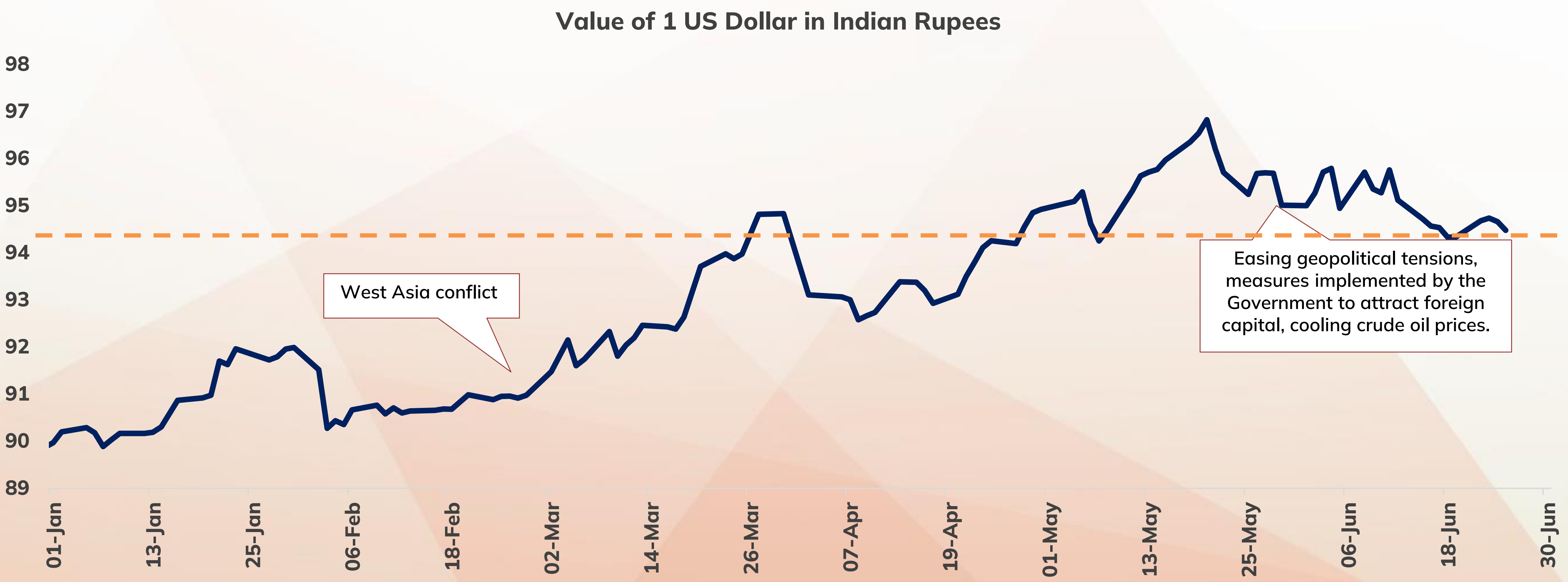
Brent crude price dropped to ~$73/bbl from above $92/bbl in the previous month closing, due to de-escalation in the US-Iran war and resumption in shipping of oil from the Strait of Hormuz.



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

The Month Gone By
Rupee Gains Strength

The Rupee's exchange rate had weakened considerably owing to large scale exit by FPIs from equity markets. However, the exchange rate gained back strength due to the Govt.'s recent policy announcements and due to end of US-Iran war.



Source: Refinitiv. Data as on June 30, 2026.

Market Response

Yields Ease Across the Curve

As a result, bond yields cooled off dramatically in the past month, reaching close to levels seen before the start of US-Iran war.

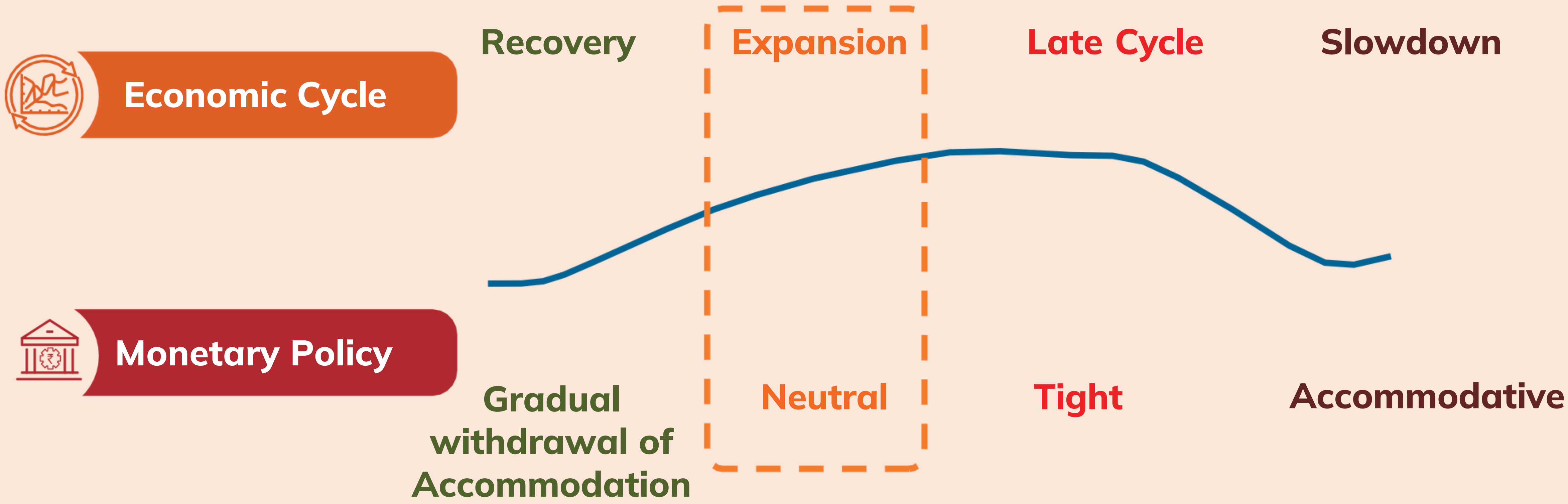
	Before War (Feb 26, 2026)	Peak Yields	Latest Yields
1Y G-sec	5.53%	6.11%	5.66%
5Y G-sec	6.39%	6.94%	6.42%
10Y G-sec	6.69%	7.13%	6.76%
1Y AAA	7.10%	7.84%	7.31%
3Y AAA	7.15%	7.89%	7.23%
5Y AAA	7.24%	7.93%	7.29%
1Y AA	7.89%	8.63%	8.11%
3Y AA	7.94%	8.68%	8.03%
5Y AA	8.13%	8.82%	8.19%

Source: CRISIL. Latest Yields as on June 30, 2026.

Focus Returns to India's Economic Cycle

Expansion Mode

We are Here

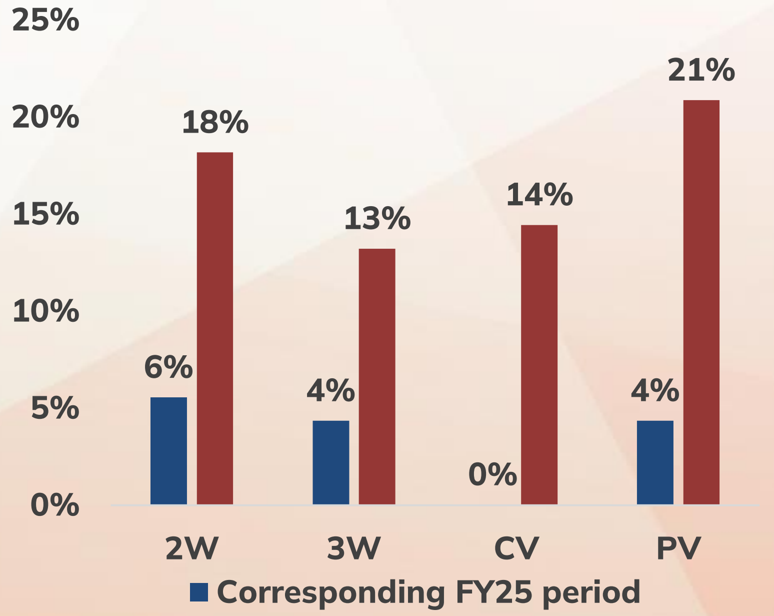


Economic Cycle

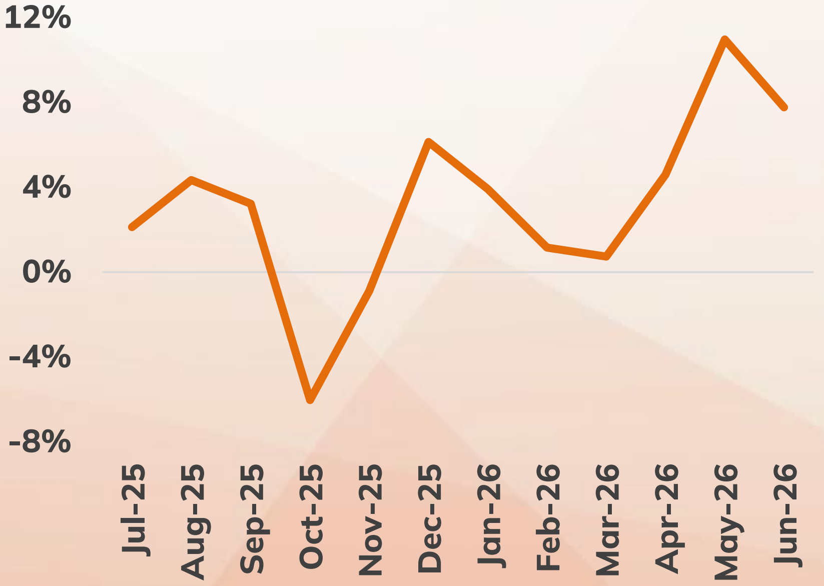
Indicators Showing Signs of Expansion

Auto sales volume have been strong since GST revision. Power demand growth has improved significantly. Credit growth pick-up has been commendable, crossing 17% YoY. Manufacturing PMI also has remained in an expansionary territory. GST Collection has been stable, too.

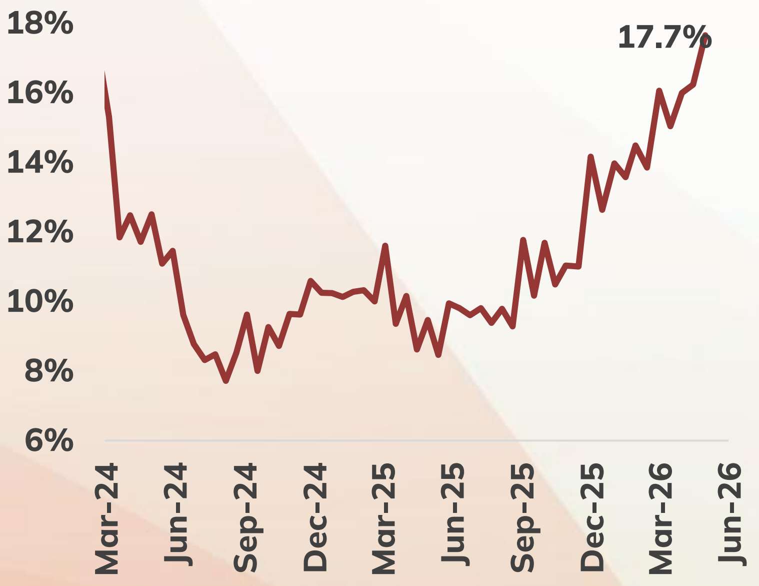
Auto Sales Volume Growth YoY



Power Demand (YoY)



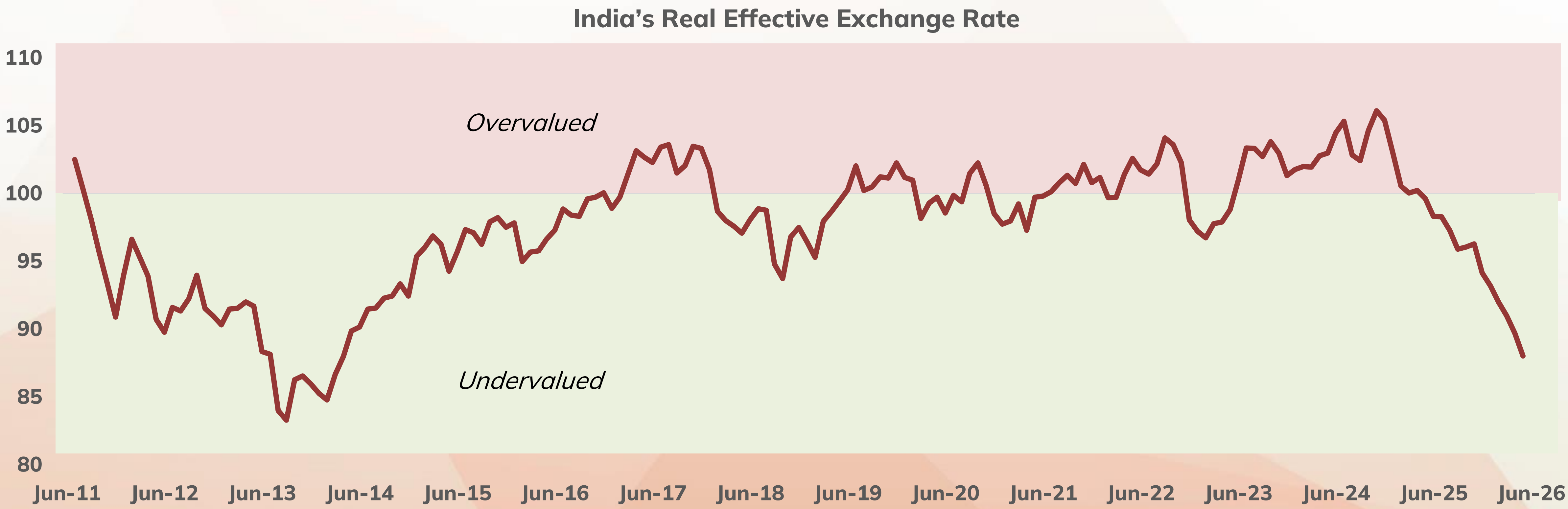
Credit Growth (YoY)



Source: FADA; NPP; RBI. Data as on June 30, 2026

Currency Valuation
Rupee is Undervalued

Due to recent depreciation in USD/INR exchange rate, the Rupee has become undervalued. The attractiveness of the Rupee coupled with policy measures aimed at attracting foreign investment hint at brighter prospects for the economy and markets.



Data as on June 30, 2026. Source: FRED

Recent Policy Measures
Targeted at Attracting Foreign Inflows

After witnessing a flight of capital by FPIs from domestic equity and debt markets due to the West Asia crisis and AI-theme investment, the Govt. and the RBI announced major reforms on June 5, 2026 to attract foreign inflows in the economy. The major policy announcements were -

- **Exemption of tax on interest and capital gains on G-sec for FPIs.**
- **Concessional Forex Swap Facility for PSU ECBs.**
- **The RBI will absorb the currency hedging costs for banks mobilizing fresh 3 to 5 year FCNR(B) deposits.**

Source: PIB; RBI

Impact of Policy Measures

Large Capital Inflows, Fall in Risk Premium

1

- Higher Effective Returns for FPIs on G-secs, Higher Demand for G-secs

2

- Banking Liquidity Improves and Risk Premium Compresses

3

- Positive impact on BoP to stabilise Rupee; scope for strengthening against the US dollar

The measures could possibly attract US$ 60 billion to US$ 80 billion into India in the current fiscal year

Looking Ahead
Base Case Scenario

Economic growth momentum continues

Oil prices return to normal level

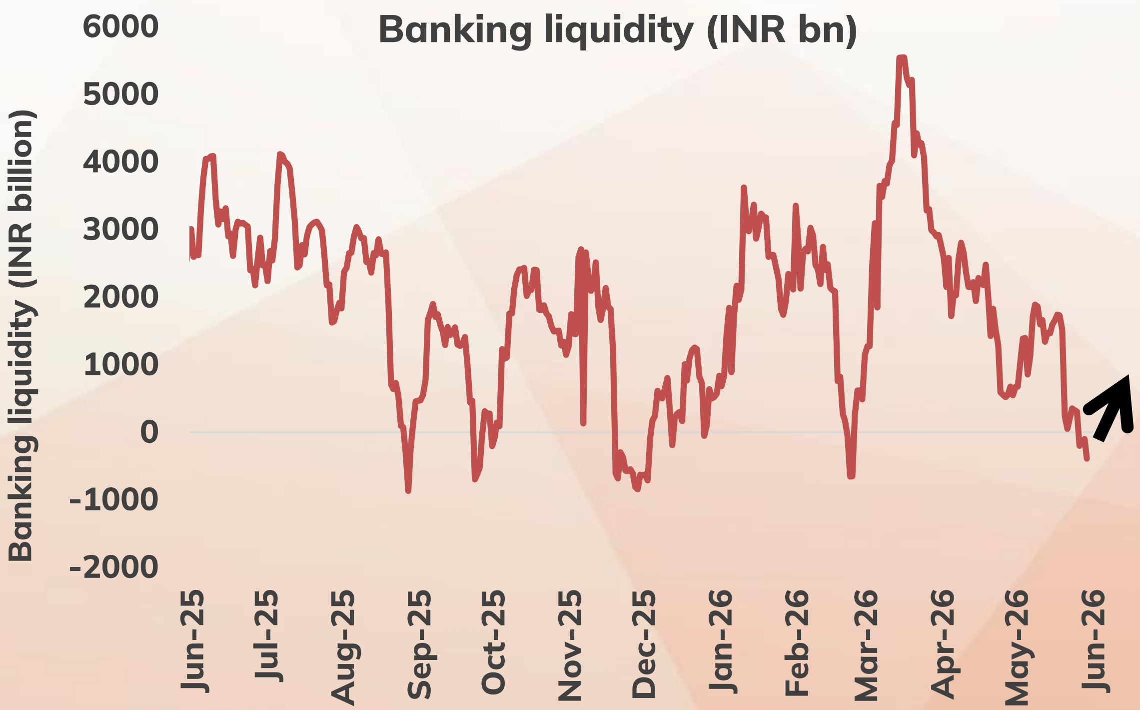
Inflation ticks higher slowly as growth picks

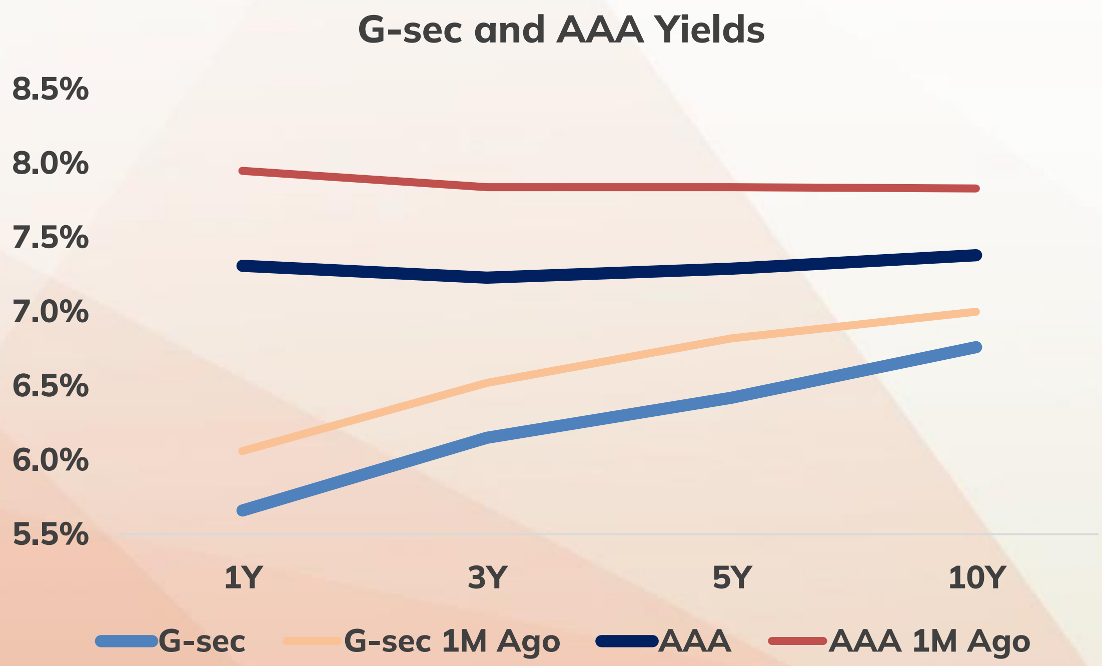
No risk of war or other external shock

RBI lifts policy rate to neutral level by late FY27 or early FY28

Impact on Yields
Near-term Positive; Caution Later

- Expect yields downtrend to continue owing to liquidity abundance, FPI inflows and higher G-sec demand.
- Yield downtrend may continue till Sep 2026.
- Require caution on duration once yields bottom-out.





Data as on June 30, 2026. Source: RBI; CCIL

Risks Ahead
Near Term – Strong El Nino; Weak Monsoons

The IMD officially warned that El Niño conditions may result in below-normal national rainfall at 92% of the Long Period Average (LPA). Intensive El Niño conditions are known to significantly weaken the southwest monsoon, frequently resulting in deficient rainfall, prolonged droughts, and elevated heatwaves.

Potential Impact from Hotter Weather

- Higher Power Demand
- Increased Coal Demand
- Strain on Power grids

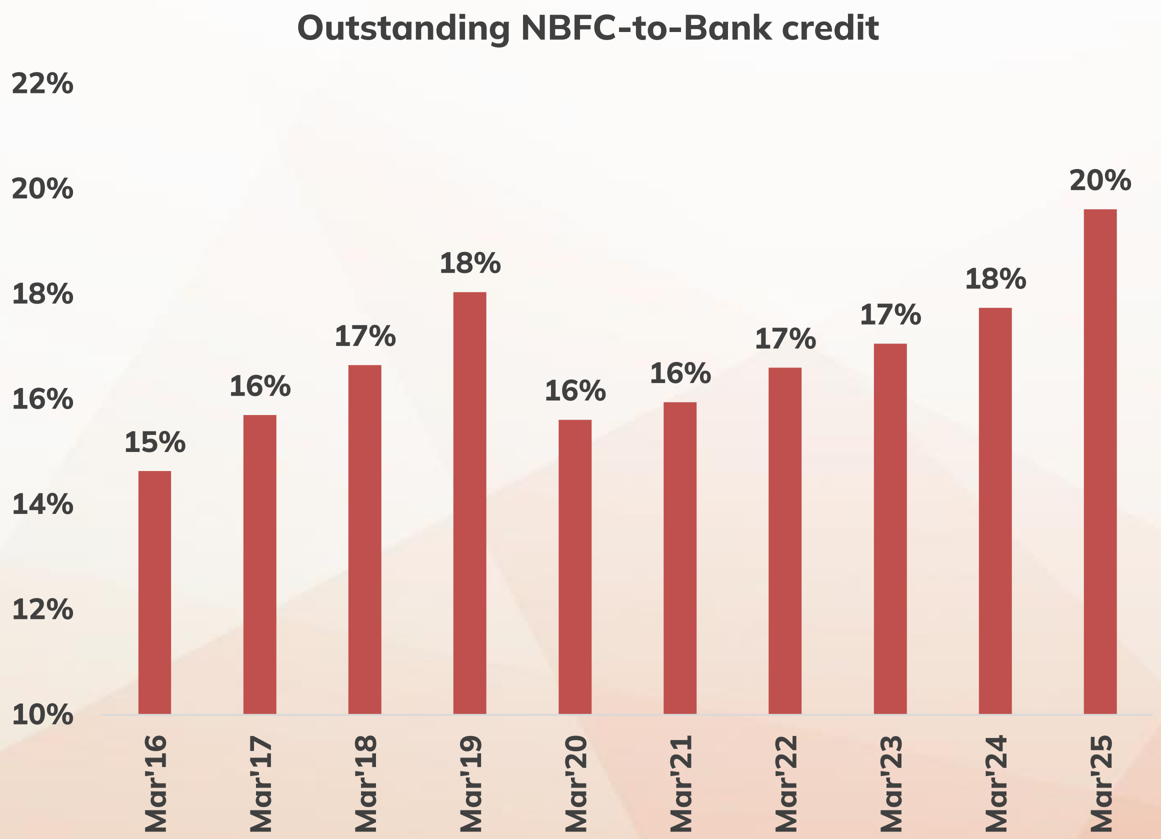
Potential Impact from Monsoon Deficit

- Delay in kharif sowing, lower crop production.
- Impacted farmers income and agri-growth
- High global food prices
- Pressure on drinking water sources and water availability
- Impacted hydropower generation

Source: IMD.

Risks Ahead

Medium Term Risk – NBFCs; Household Leverage



- **Household leverage has increased; estimated at ~43% of GDP.**
- **The challenges in micro-finance and consumer loan credit have lowered, but the households have not deleveraged.**
- **Gold loan has increased sharply in the last one year. Most of it due to higher gold prices.**
- **The number of NBFCs and HFCs above ₹20,000 crore AUM has increased by 41% since 2022.**
- **A lot of NBFCs are lined up for IPOs / QIP. If the cycle slows, getting equity can become challenging.**

Note: Graph data on NBFC credit excludes REC/PFC and HFCs, Have removed INR 5.3trn from banks for FY24, FY25 due to HDFC merger.
NBFC – Non Banking Finance Company. IPO – Initial Public Offering. QIP – Qualified Institutional Placements. HFC – Housing Finance Company, GDP – Gross Domestic Product.

Risks Ahead
Global Central Bank Pivot

Recent monetary policy communications from major central banks highlight rising hawkishness as policymakers confront sticky inflation, geopolitical energy shocks and uncertainty.

Federal Open Market Committee (USA): Following their latest meetings, the US Federal Reserve maintained a firm posture against premature rate cuts. Chair Jerome Powell noted during his press conference that *"the oil-driven inflation shock hasn't peaked yet and that the Fed wants to see behind the 'back side' of the energy shock before considering the idea of returning to rate cuts."*

The European Central Bank: The ECB minutes demonstrated a distinct hawkish bias driven by rising short-term inflation expectations and a weak euro. The council stated: *"The Governing Council stands ready to adjust all of its instruments within its mandate to ensure that inflation stabilises at its 2% target in the medium term…"*

The Bank of Japan: The BoJ signaled an aggressive tilt toward policy normalization, with an increasing number of board members pushing for rate hikes. Their statement indicated that *"if the outlook for economic activity and prices… will be realized, the Bank, in accordance with improvement in economic activity and prices, will continue to raise the policy interest rate and adjust the degree of monetary accommodation."*

Source: central bank websites

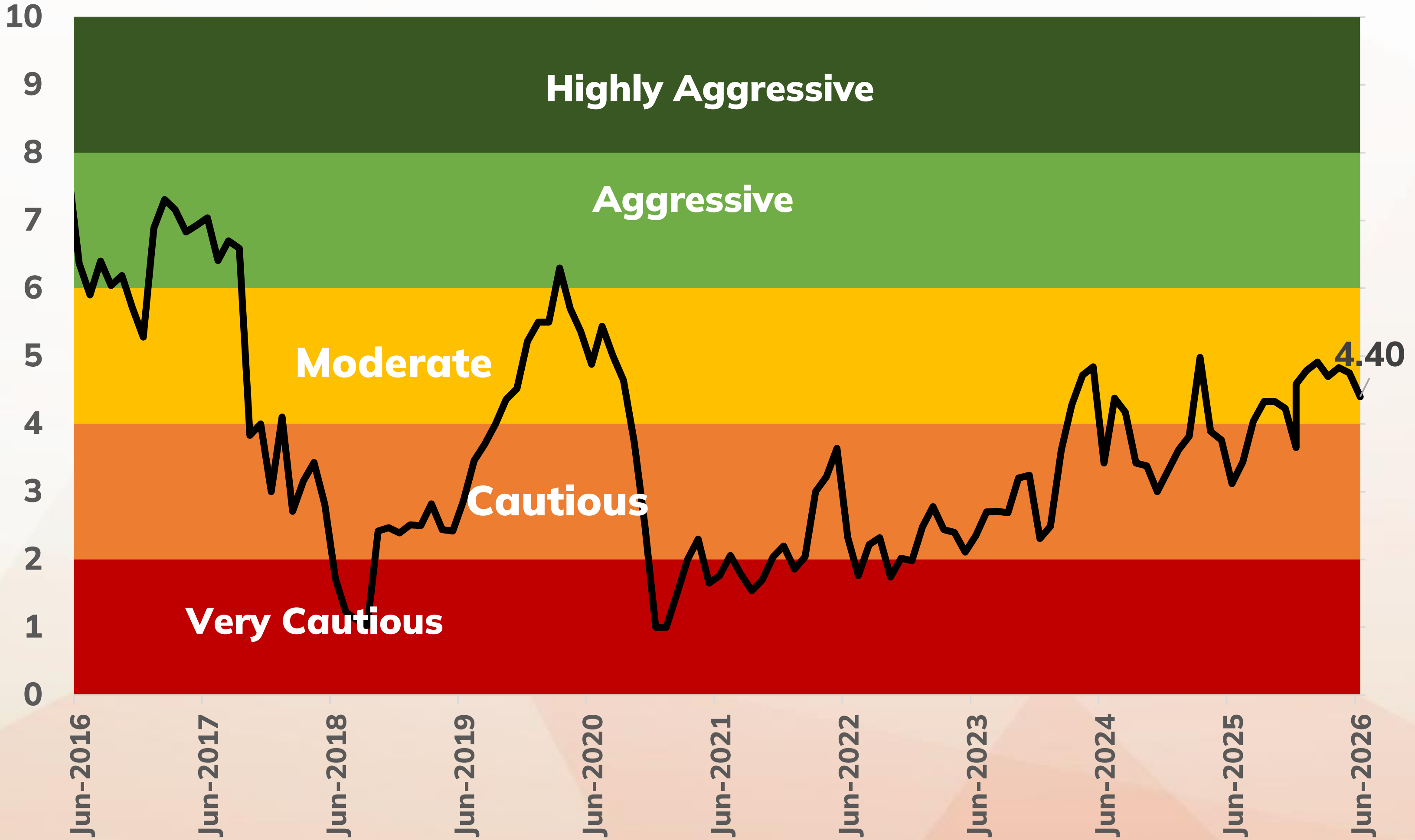
Our View on Fixed Income

- We believe that fiscal and monetary policy has appropriately addressed the prevailing challenges through targeted measures. Also, the truce between US-Iran and normalizing oil supply conditions are positive developments for markets.
- We expect the combination of policy measures and easing geo-political tensions to bring in large foreign inflows, ease yields and support growth.
- However, the recent sharp fall in yields suggest that a major part of the fall is probably over. Going forward, the easing in yields will be limited, due to shift in inflation-growth dynamics.
- Hence, we suggest investing majorly in the short-end of the corporate bond curve. Investors must avoid any aggressive calls on duration strategies.
- We recommend products in the short term, corporate bond, floating interest and banking & PSU debt category in the current scenario.

Our Key Recommendations

Our Focus Products	ICICI Prudential Short Term Fund	ICICI Prudential Corporate Bond Fund	ICICI Prudential Banking & PSU Debt Fund
Tactical Approach	ICICI Prudential All Seasons Bond Fund		
Suitable in Rising Interest Rates	ICICI Prudential Floating Interest Fund	ICICI Prudential Income plus Arbitrage Omni FOF	

Fixed-Income Approach
Debt Valuation Index

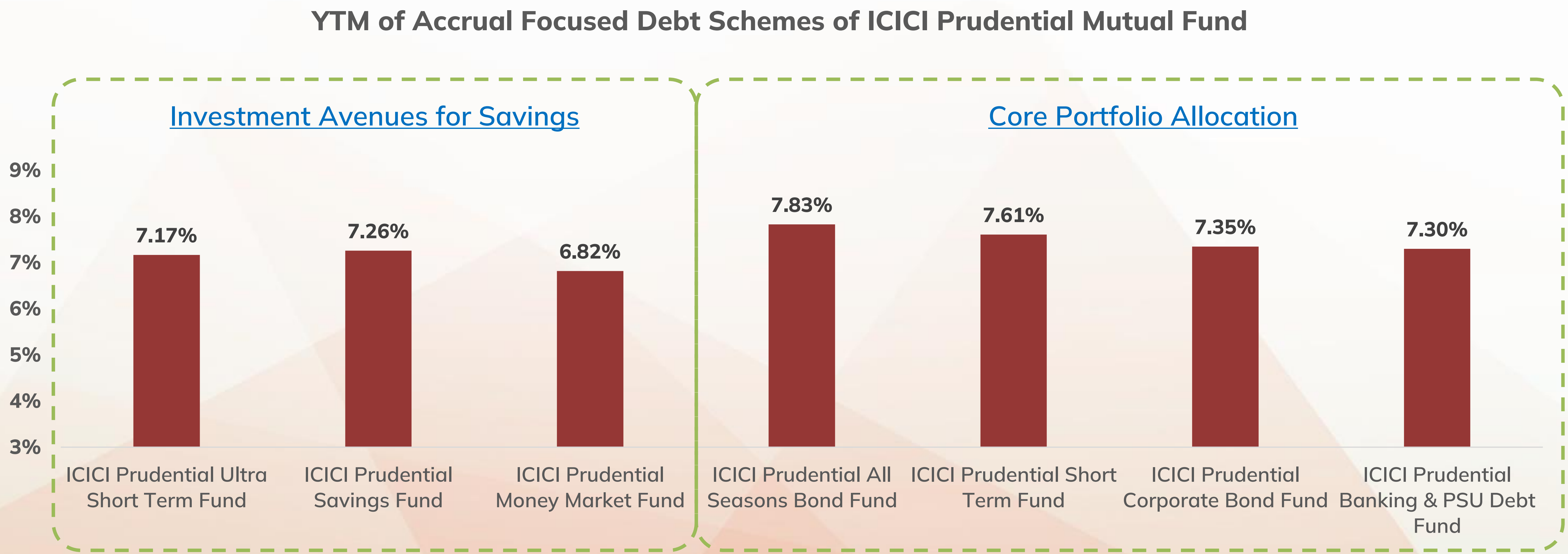


The index hints at moderate stance on duration. We would like to approach it with a combination of long duration SDLs and short-dated corporate bonds.

We recommend **Accruals + Active Duration Management** in the current scenario.

Data as on June 30, 2026. Debt Valuation Index considers WPI, CPI, Sensex returns, Gold returns and Real estate returns over G-Sec yield, Current Account Balance, Fiscal Balance, Credit Growth and Crude Oil Movement for calculation. RBI – Reserve Bank of India. Debt Valuation Index is a proprietary model of ICICI Prudential AMC Ltd. (the AMC) used for assessing overall debt valuations. The AMC may also use this model for other facilities/features offered by the AMC and any other factor which the AMC may add/delete from time to time. SDL – State Development Loans.

Our Choice for Accruals + Active Duration Management



IPRU – ICICI Prudential. The Yield to Maturity (YTM) mentioned is based on scheme portfolio dated June 30, 2026. YTM is the rate of return of a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities. Past performance may or may not be sustained in future

Current Portfolio Positioning
Active Duration

Scheme	Average Maturity (in years)	Macaulay Duration (in years)	Modified Duration (in years)
ICICI Prudential Liquid Fund	0.21	0.20	0.19
ICICI Prudential Money Market Fund	0.58	0.58	0.54
ICICI Prudential Ultra Short Term Fund	0.55	0.47	0.44
ICICI Prudential Savings Fund	1.37	1.01	0.95
ICICI Prudential Floating Interest Fund	2.97	2.03	1.93
ICICI Prudential Corporate Bond Fund	6.04	3.65	3.48
ICICI Prudential Credit Risk Fund	3.19	2.22	2.11
ICICI Prudential Banking & PSU Debt Fund	6.14	3.57	3.39
ICICI Prudential Short Term Fund	4.87	3.07	2.93
ICICI Prudential Medium Term Bond Fund	6.33	3.51	3.34
ICICI Prudential All Seasons Bond Fund	14.50	6.69	6.43

Data as on June 30, 2026. 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. Modified Duration is the price sensitivity and the percentage change in price for a unit change in yield.

Current Portfolio Positioning
Focus on Accruals

Scheme	AAA & Equivalent Exposure#	AA & Equivalent and Below Exposure	YTM
ICICI Prudential Credit Risk Fund	30.9%	69.1%	8.35%
ICICI Prudential Medium Term Bond Fund	40.0%	60.0%	8.06%
ICICI Prudential All Seasons Bond Fund	65.5%	34.5%	7.83%
ICICI Prudential Short Term Fund	80.3%	19.7%	7.61%
ICICI Prudential Corporate Bond Fund	99.5%	0.5%	7.35%
ICICI Prudential Banking & PSU Debt Fund	99.1%	0.9%	7.30%
ICICI Prudential Savings Fund	86.0%	14.0%	7.26%
ICICI Prudential Ultra Short Term Fund	82.8%	17.2%	7.17%

Data as on June 30, 2026. The Yield to Maturity (YTM) mentioned is based on scheme portfolios dated Mar 31, 2026. YTM is the rate of return anticipated on a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities. Past performance may or may not be sustained in future.

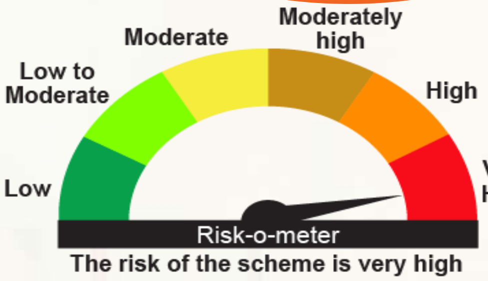
- AAA & Equivalent includes exposure to Sovereign rated securities, TREPs & Net Current Assets and A1+ securities.

Riskometers

ICICI Prudential Balanced Advantage Fund (An open ended dynamic asset allocation fund) is suitable for investors who are seeking*:

- ❑ Long term capital appreciation/income
- ❑ Investing in equity and equity related securities and debt instruments

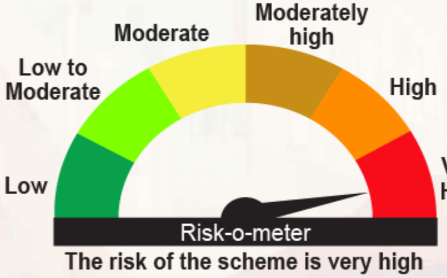
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Multi-Asset Fund (An open ended scheme investing in Equity, Debt and Exchange Traded Commodity Derivatives/ units of Gold ETFs/units of Silver ETFs/units of REITs & InvITs/ Preference shares) is suitable for investors who are seeking*:

- ❑ Long Term Wealth Creation
- ❑ An open ended scheme investing across asset classes

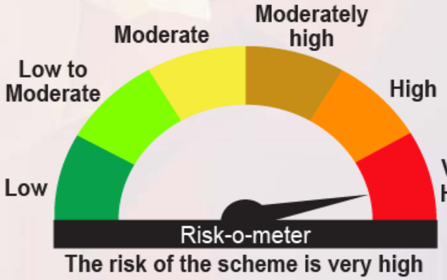
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Large Cap Fund (Erstwhile ICICI Prudential Bluechip Fund) (An open ended equity scheme predominantly investing in large cap stocks) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An open ended equity scheme predominantly investing in large cap stocks

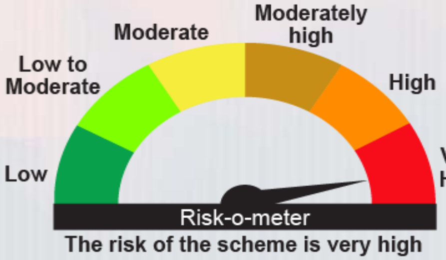
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Equity Minimum Variance Fund (An open ended equity scheme following Minimum Variance theme) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ To generate long term capital appreciation by investing in Equity & Equity related instruments through a diversified basket with an aim to minimize the portfolio volatility

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

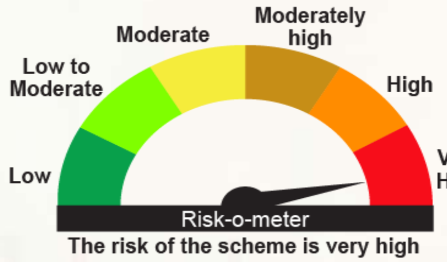


Riskometers

ICICI Prudential Equity & Debt Fund (An open ended hybrid scheme investing predominantly in equity and equity related instruments) is suitable for investors who are seeking*:

- ❑ Long term wealth creation solution
- ❑ A balanced fund aiming for long term capital appreciation and current income by investing in equity as well as fixed income securities

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

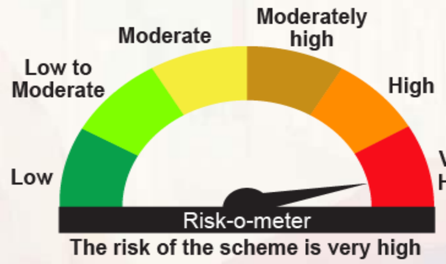


ICICI Prudential Dynamic Asset Allocation Active FOF (Erstwhile ICICI Prudential Asset Allocator Fund (FOF)) (An open ended Fund of Funds scheme investing dynamically in units of active equity and debt oriented schemes) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An Open-ended Fund of Funds scheme investing dynamically in units of active equity and debt oriented mutual fund schemes.

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

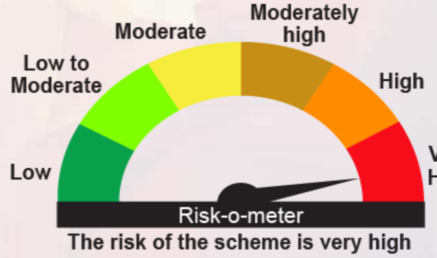
Investors may please note that they will be bearing the recurring expenses of the relevant fund of funds scheme in addition to the expenses of the underlying schemes in which the fund of funds scheme makes investment.



ICICI Prudential Flexicap Fund (An open ended dynamic equity scheme investing across large cap, mid cap & small cap stocks) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An open ended dynamic equity scheme investing across large cap, mid cap and small cap stocks

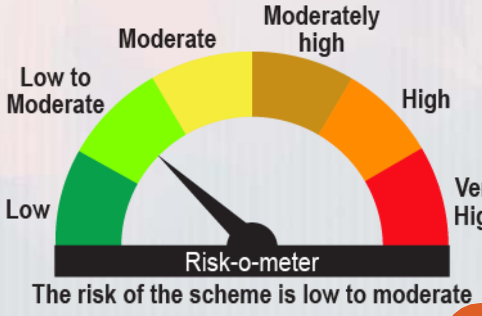
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Equity Savings Fund (An open ended scheme investing in equity, arbitrage and debt) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An open ended scheme that seeks to generate regular income through investments in fixed income securities, arbitrage and other derivative strategies and aim for long term capital appreciation by investing in equity and equity related instruments.

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

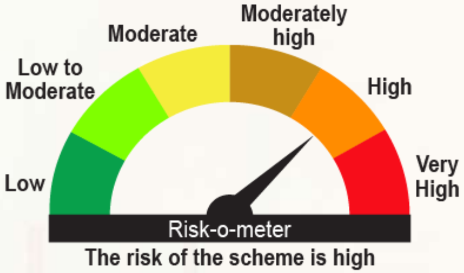


Riskometers

ICICI Prudential Regular Savings Fund (An open ended hybrid scheme investing predominantly in debt instruments) suitable for investors who are seeking*:

- ❑ Medium to long term regular income solution
- ❑ A hybrid fund that aims to generate regular income through investments primarily in debt and money market instruments and long term capital appreciation by investing a portion in equity.

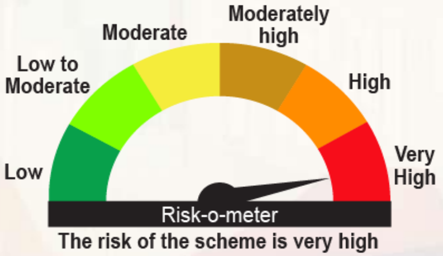
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Value Fund (Erstwhile ICICI Prudential Value Discovery Fund) (An open ended equity scheme following a value investment strategy.) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An open ended equity scheme following a value investment strategy

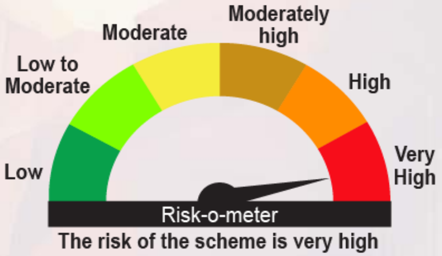
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential India Opportunities Fund (An open ended equity scheme following special situations theme) is suitable for investors who are seeking*:

- ❑ Long Term Wealth Creation
- ❑ An equity scheme that invests in stocks based on special situations theme.

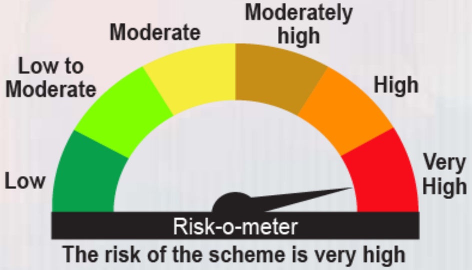
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Business Cycle Fund (An open ended equity scheme following business cycles based investing theme) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An equity scheme that invests in Indian markets with focus on riding business cycles through dynamic allocation between various sectors and stocks at different stages of business cycles

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



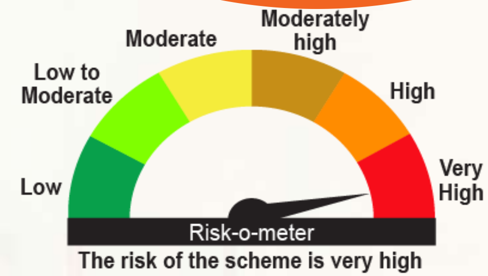
Riskometers

ICICI Prudential Diversified Equity All Cap Active FOF (An open ended Fund of Funds scheme investing predominantly in the units of diversified domestic active equity-oriented schemes based on varied market caps) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An open ended Fund of Funds scheme investing predominantly in the units of diversified domestic active equity-oriented schemes based on varied market caps

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

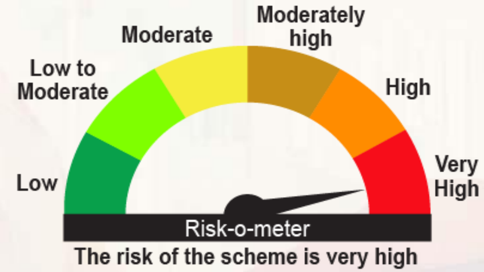
Investors may please note that they will be bearing the recurring expenses of the relevant fund of funds scheme in addition to the expenses of the underlying schemes in which the fund of funds scheme makes investment.



ICICI Prudential Multicap Fund (An open ended equity scheme investing across large cap, mid cap, small cap stocks) is suitable for investors who are seeking*:

- ❑ Long Term Wealth Creation
- ❑ An open ended equity scheme investing across large cap, mid cap and small cap stocks.

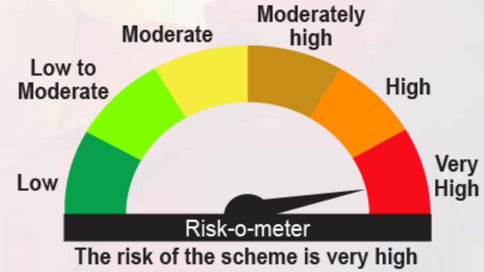
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Active Momentum Fund (An open ended equity scheme following momentum theme) is suitable for investors who are seeking*:

- ❑ Long Term Wealth Creation
- ❑ An open ended equity scheme investing in equity and equity related instruments of companies reflecting momentum factors.

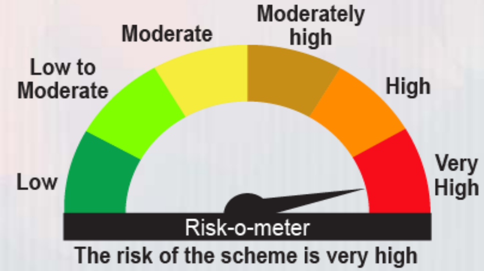
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



ICICI Prudential Dividend Yield Equity Fund (An open ended equity scheme predominantly investing in dividend yielding stocks) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ An open ended equity scheme that aims for growth by primarily investing in equity and equity related instruments of dividend yielding companies.

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



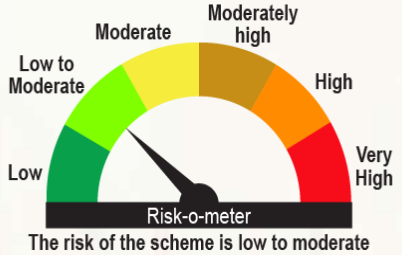
Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis as per SEBI circular on Product Labeling in Mutual Fund schemes - Risk-o-meter. The above riskometers are as on June 30, 2026. Please refer to https://www.icicipruamc.com/media-center for more details.

Risk-o-meter

ICICI Prudential Liquid Fund
(An open ended liquid scheme. A relatively low interest rate risk and moderate credit risk.)

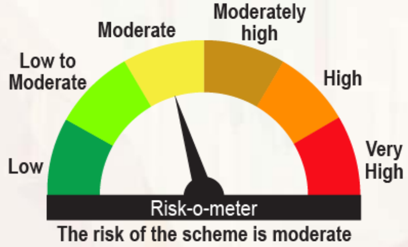
This product is suitable for investors who are seeking*:

- Short term savings solution
- A liquid fund that aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity



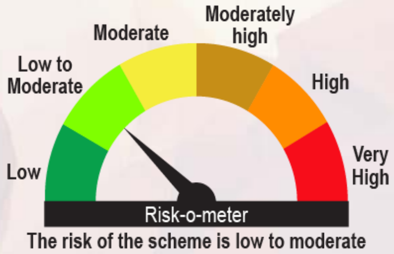
ICICI Prudential Banking & PSU Debt Fund (An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal bonds. A relatively high interest rate risk and moderate credit risk.) is suitable for investors who are seeking*:

- Short term savings
- An open ended debt scheme predominantly investing in debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds



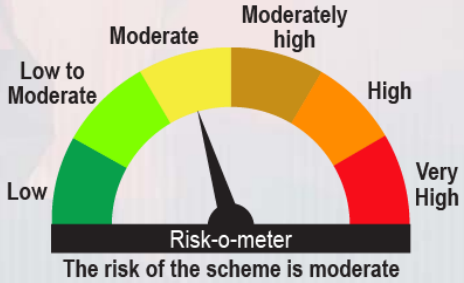
ICICI Prudential Money Market Fund (An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk.) is suitable for investors who are seeking*:

- Short term savings
- A money market scheme that seeks to provide reasonable returns, commensurate with low risk while providing a high level of liquidity



ICICI Prudential Savings Fund (An open ended low duration debt scheme investing in instruments such that the Macaulay Duration of the portfolio is between 6 months and 12 months. A relatively high interest rate risk and moderate credit risk.) is suitable for investors who are seeking*:

- Short term savings
- An open ended low duration debt scheme that aims to maximize income by investing in debt and money market instruments while maintaining optimum balance of yield, safety and liquidity.



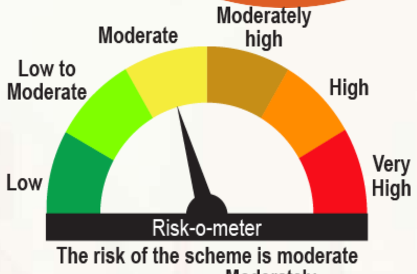
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis as per SEBI circular on Product Labeling in Mutual Fund schemes - Risk-o-meter. The above riskometers are as on June 30, 2026. Please refer to https://www.icicipruamc.com/media-center for more details.

Risk-o-meter

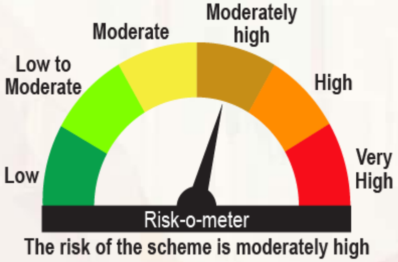
ICICI Prudential Floating Interest Fund (An open ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/derivatives). A relatively high interest rate risk and moderate credit risk.)

- Short term savings
- An open ended debt scheme predominantly investing in floating rate instruments.



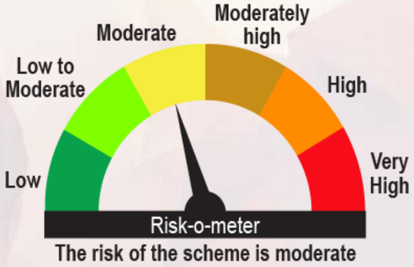
ICIICICI Prudential All Seasons Bond Fund (An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk.) is suitable for investors who are seeking*:

- All duration savings
- A debt scheme that invests in debt and money market instruments with a view to maximize income while maintaining optimum balance of yield, safety and liquidity.



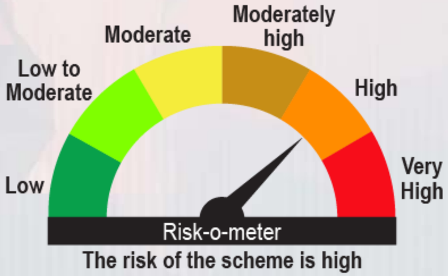
ICICI Prudential Ultra Short Term Fund (An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months. A moderate interest rate risk and moderate credit risk.) is suitable for investors who are seeking*:

- Short term regular income
- An open ended ultra-short term debt scheme investing in a range of debt and money market instruments.



ICICI Prudential Credit Risk Fund (An open ended debt scheme predominantly investing in AA and below rated corporate bonds. A relatively high interest rate risk and relatively high credit risk.) is suitable for investors who are seeking*:

- Medium term savings.
- A debt scheme that aims to generate income through investing predominantly in AA and below rated corporate bonds while maintaining the optimum balance of yield, safety and liquidity.



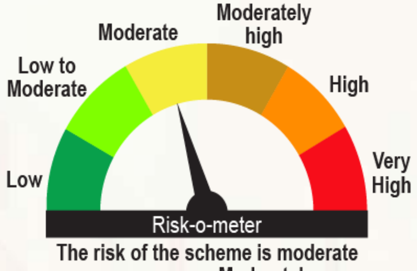
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis as per SEBI circular on Product Labeling in Mutual Fund schemes - Risk-o-meter. The above riskometers are as on June 30, 2026. Please refer to https://www.icicipruamc.com/media-center for more details.

Risk-o-meter

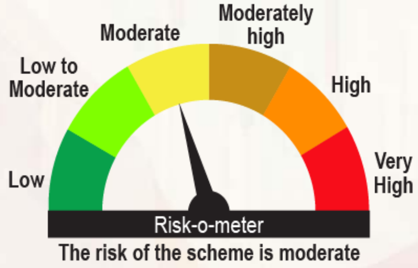
ICICI Prudential Corporate Bond Fund
(An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk.)

- ❑ Short term savings
- ❑ An open ended debt scheme predominantly investing in highest rate corporate bonds.



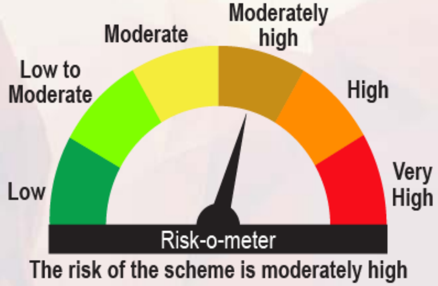
ICICI Prudential Short Term Fund (An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 Year and 3 Years. A relatively high interest rate risk and moderate credit risk.) is suitable for investors who are seeking*:

- ❑ Short term income generation and capital appreciation solution
- ❑ A debt fund that aims to generate income by investing in a range of debt and money market instruments of various maturities.



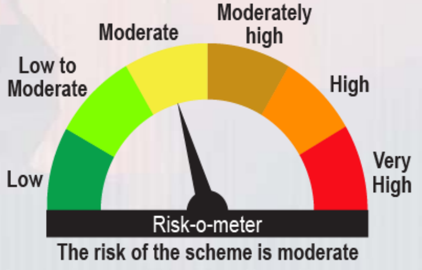
ICICI Prudential Medium Term Bond Fund (An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 Years and 4 Years. The Macaulay duration of the portfolio is 1 Year to 4 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk)is suitable for investors who are seeking*:

- ❑ Medium term savings
- ❑ A debt scheme that invests in debt and money market instruments with a view to maximize income while maintaining optimum balance of yield, safety and liquidity



ICICI Prudential Income Plus Arbitrage Omni FOF (Erstwhile ICICI Prudential Income Plus Arbitrage Active FOF)
(An open ended fund of funds scheme investing in units of domestic active and passive debt oriented and arbitrage schemes.) is suitable for investors who are seeking*:

- ❑ Medium to Short term savings
- ❑ An open ended fund of funds scheme investing in active and passive Debt oriented and arbitrage schemes.



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

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis as per SEBI circular on Product Labeling in Mutual Fund schemes - Risk-o-meter. The above riskometers are as on June 30, 2026. Please refer to https://www.icicipruamc.com/media-center for more details.

Potential Risk Class Matrix

The Potential risk class (PRC) matrix based on interest rate risk and credit risk.

ICICI Prudential Liquid Fund, ICICI Prudential Money Market Fund

Potential Risk Class			
Credit Risk→ Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)		B-I	
Moderate (Class II)			
Relatively High (Class III)			

ICICI Prudential Credit Risk Fund

Potential Risk Class			
Credit Risk→ Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)			C-III

ICICI Prudential Savings Fund, ICICI Prudential Floating Interest Fund, ICICI Prudential Medium Term Bond Fund, ICICI Prudential All Seasons Bond Fund, ICICI Prudential Corporate Bond Fund, ICICI Prudential Banking & PSU Debt Fund, ICICI Prudential Short Term Fund

Potential Risk Class			
Credit Risk→ Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		B-III	

ICICI Prudential Ultra Short Term Fund

Potential Risk Class			
Credit Risk→ Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)		B-II	
Relatively High (Class III)			

YTM Disclaimer

Scheme Name	ICICI Prudential Savings Fund	ICICI Prudential Banking & PSU Debt Fund	ICICI Prudential Corporate Bond Fund	ICICI Prudential All Seasons Bond Fund	ICICI Prudential Money Market Fund
Description	An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months and 12 months. A relatively high interest rate risk and moderate credit risk.	An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal bonds. A relatively high interest rate risk and moderate credit risk.	An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk.	An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk.	An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk.
Annualised Portfolio YTM*:	7.26%	7.30%	7.35%	7.83%	6.82%
Macaulay Duration	1.01 Years	3.57 Years	3.65 Years	6.69 Years	0.58 Years
Residual Maturity	1.37 Years	6.14 Years	6.04 Years	14.50 Years	0.58 Years

As per AMFI Best Practices Guidelines Circular No. AMFI/ 35P/ MEM-COR/ 72 / 2022-23 dated December 31, 2022 on Standard format for disclosure Portfolio YTM for Debt Schemes, Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi annual YTM, it will be annualized.

The Yield to Maturity (YTM) mentioned is based on scheme portfolio dated June 30, 2026. YTM is the rate of return of a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities.

YTM Disclaimer

Scheme Name	ICICI Prudential Short Term Fund	ICICI Prudential Credit Risk Fund	ICICI Prudential Medium Term Bond Fund	ICICI Prudential Ultra Short Term Fund
Description	An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 Year and 3 Years. A relatively high interest rate risk and moderate credit risk.	An open ended debt scheme predominantly investing in AA and below rated corporate bonds. A relatively high interes rate risk and relatively high credit risk	An Open Ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 Years and 4 Years The Macaulay duration of the portfolio is 1 Year to 4 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk.	An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months. A moderate interest rate risk and moderate credit risk
Annualised Portfolio YTM*:	7.61%	8.35%	8.06%	7.17%
Macaulay Duration	3.07 Years	2.22 Years	3.51 Years	0.47 Years
Residual Maturity	4.87 Years	3.19 Years	6.33 Years	0.55 Years

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The Yield to Maturity (YTM) mentioned is based on scheme portfolio dated June 30, 2026. YTM is the rate of return of a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities.

Disclaimer

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

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