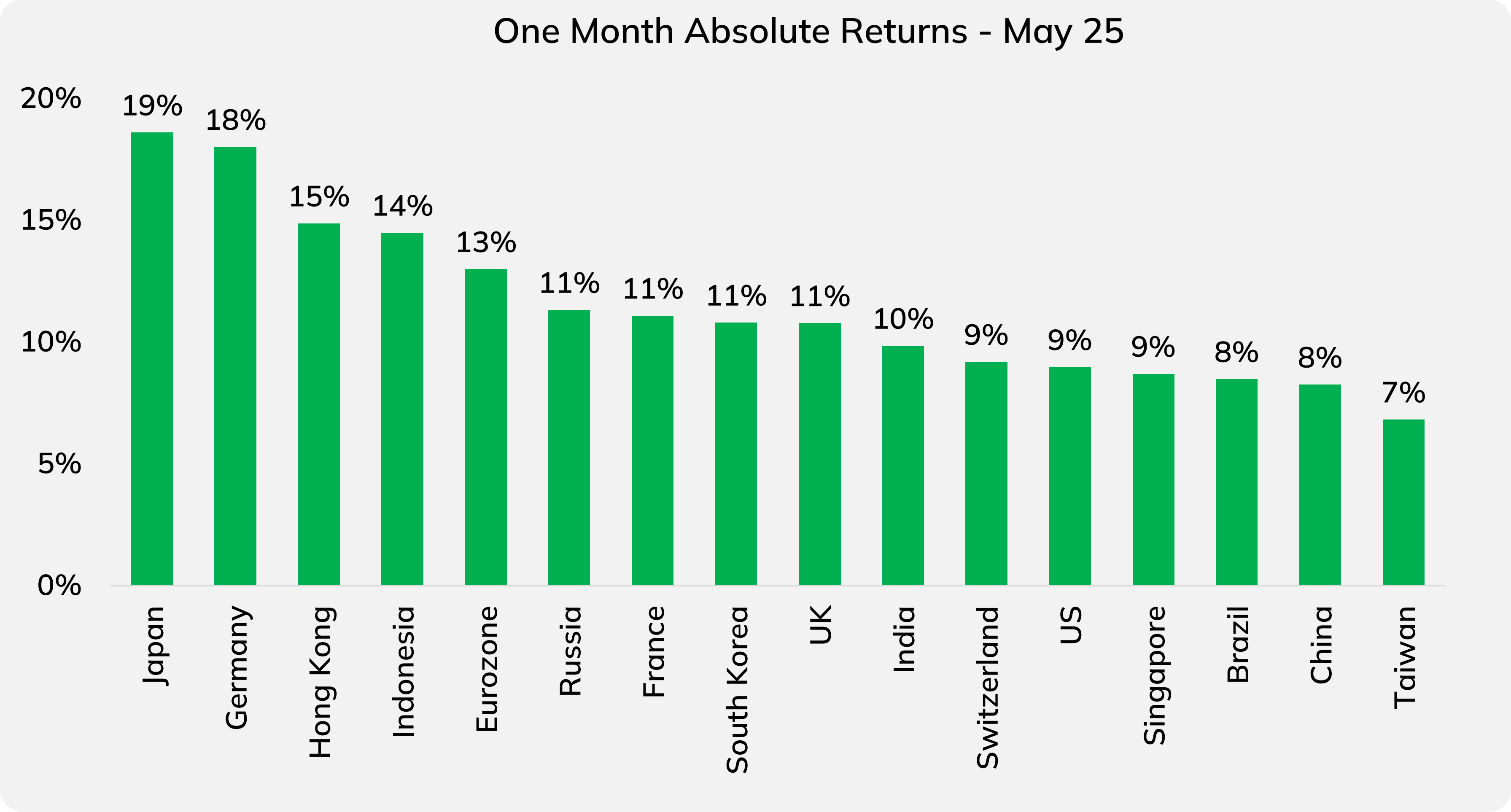
MONTHLY MARKET OUTLOOK

MAY 2025

ICICI PRUDENTIAL MUTUAL FUND

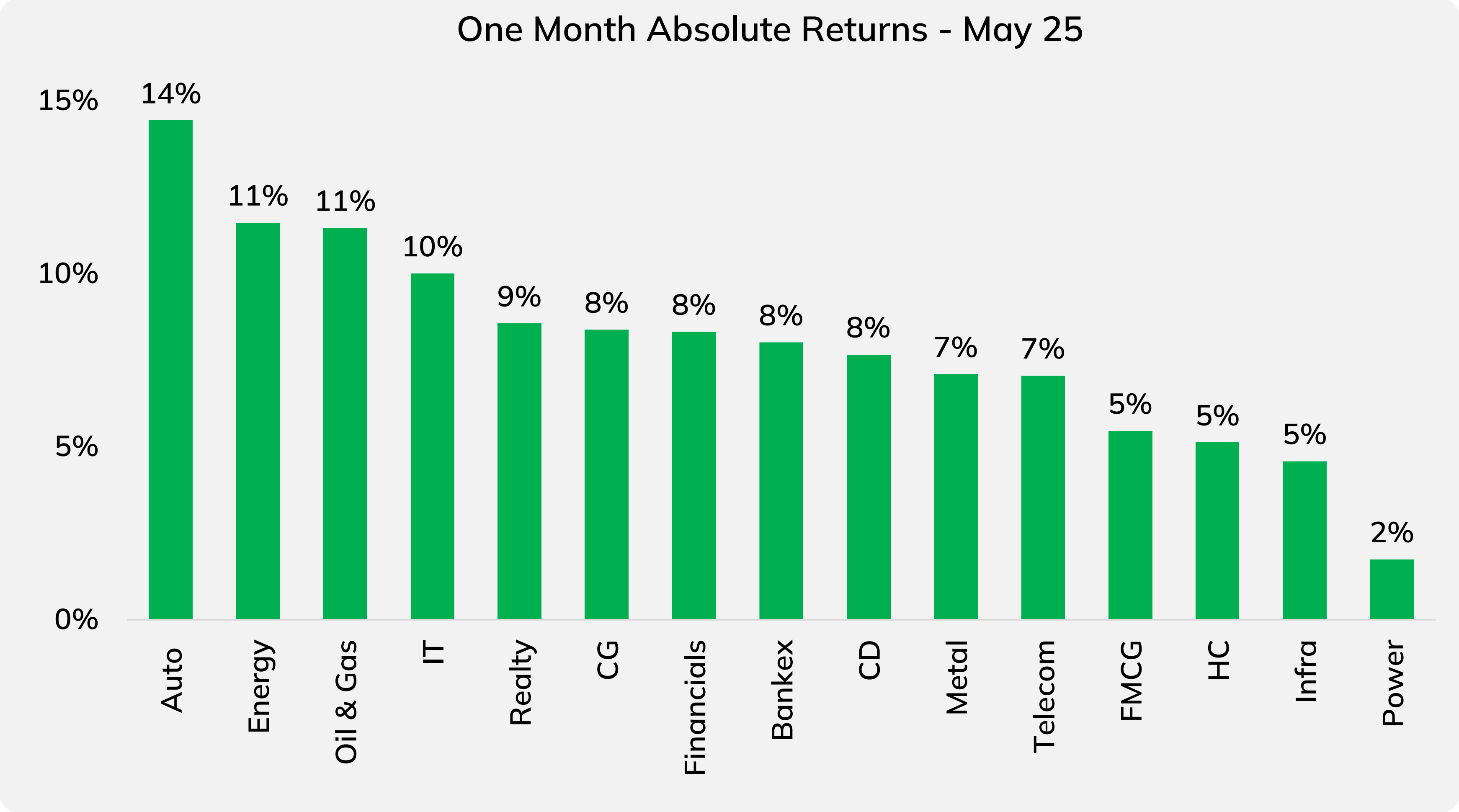
Global Equity Markets: Cheers of easing trade tensions



- Easing trade tensions between China & US led to a sharp bounce back in global markets
- Japanese markets rose taking dovish signals from bank of Japan and Fed's decision to hold interest rates steady
- German stocks gained on combined effects of easing trade war, relatively better valuations and reformation of German Debt brake. This reformation is likely to spur fiscal spending in infra & defense space

Data from April 07,2025 to May 08,2025 is considered. Indices used: Germany - DAX Index; China - SSE Composite Index; Japan - Nikkei; Eurozone - Euronext 100; Hong Kong - HangSeng; US - Dow Jones; U.K. - FTSE; Brazil - Ibovespa Sao Paulo Index; Taiwan – Taiwan Stock Exchange Corporation; India –BSE Sensex; 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 are absolute returns for the index. Past performance may or may not sustain in the future. The returns are mentioned in respective domestic currencies.

Indian Markets : Rally on global cues



- The rally in Indian markets continued on back of pause in tariff, RBI cutting down interest rates and growing optimism about Indian markets amongst global investors
- While markets experienced some volatility due to geo-political tensions with neighbor country
- Auto stocks gained over optimism of India- UK Free Trade Agreement

Data as on April 07,2025. Data Source: BSE. Returns have been calculated on absolute basis. CY: Calendar Year. For Power Sector- BSE Power TRI , Bankex Sector- BSE Bankex TRI , FMCG Sector- BSE FMCG TRI , Energy Sector- BSE Energy TRI , For CG Sector - BSE CG Index , Auto Sector- BSE AUTO Index , Oil & Gas Sector- BSE Oil & Gas TRI Index , Finance Sector- BSE Financial Services TRI , Metal Sector BSE METAL TRI , Infra Sector - BSE India Infrastructure Index , Telecom Sector- BSE Telecom TRI , HC Sector- BSE HC TRI , Realty Sector- BSE Realty TRI , CD 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. Absolute returns are mentioned in INR Terms, FII: Foreign Institutional Investors.

India weathering the storm

Globally things are getting more and more challenging with rising geo-political tensions, trade tariffs, mounting debt and slowing economies. Traditional safe havens are being questioned. With changing supply chain dynamics, the global economies appear disoriented

While the storm rages on, India continues to weather it with its remarkable resilience. Whether it is growing appeal as a manufacturing hub, strong domestic demand or geo-political balance, India continues to hold its footing with confidence. Macro stability, sound balance sheets, prompt policy reforms etc. is helping the nation develop its structural strength

Being interconnected with global economies, the Indian economy is not completely immune from global headwinds. But time and again it has shown that it does not drift easily. Reinforced by resilience and grounded in reform, Indian economy continues to rise steadily

Global economies appear disoriented

Uncertainties are here to stay

ICICI PRUDENTIAL MUTUAL FUND

Prolonged geopolitical disruptions are fueling economic uncertainty

GLOBAL TARIFF

Reciprocal tariffs by major economies are expected to lower growth, disrupt free trades and stoke inflation

INTEREST BURDEN

It is becoming challenging to service the elevated debt and high interest burden

REGIONALIZATION

Geo-political escalations, global supply chain disruptions, emerging new world order etc. outline a shift towards regionalization

SLOWDOWN

Supply chain disruptions, weak demand, rising inflation etc. is putting downward pressure on growth

Emerging New World Order

Economies across the globe may weaken with growing trends of escalation, regionalization, inflation etc

De-escalation	Escalation of geo-political tensions
Globalization	Regionalization
Free Trade	High Tariff on trades
Low Inflation	High Inflation
Monetization	Tightening
Low Volatility	High Volatility

India rising steadily & strategically

Strengthening Economic Ties

ICICI PRUDENTIAL MUTUAL FUND

India recently entered into a FTA with UK which is likely to open up new opportunities for business, targeting an increase in bilateral trade to 100 Bn by 2030 (currently 60 Bn)

01 Indian Imports

Indian Tariff on UK products will be slashed, locking in reductions on 90% of tariff lines

02 Indian Exports

With respect to Indian exports, the deal removes 99% of tariffs , covering nearly entire trade value with UK

03 Benefitial for India

The deal is positive for India's labor intensive sectors like textile, footwear, marine products, service sectors (like IT, Financial, Professionals etc.) as it opens export market of EU

04 Benefitial for UK

Reduced Tariffs:

Tariffs on select alcoholic beverages will be halved to 75% from 150%

Automotive tariffs will go from 100% to 10% under a quota

Source: Mirae Asset Research. UK: United Kingdom, Bn: Billion, FTA: Free Trade Agreement, EU: Euro area.

Emerging Manufacturing Hub

With growing geopolitical tensions, companies worldwide are seeking to diversify their supply chain – a shift that positions India as a potential key beneficiary

Group Name	Industry	Remarks
Apple / Foxcon	Electronics	Considering shifting of all assembly units to India & stepping up production to 60Mn phones by 2025
Alphabet Inc	Electronics	In talks with Indian companies to reduce reliance on Vietnam as its major hub for phone assembly & considering to invest in India
Samsung	Electronics	Planning to to shift some of its manufacturing from Vietnam to India
Lenovo	Electronics	Aims to manufacture all its PC models in India over next 3 years
Tesla	Automotive	In talks with semiconductor facilities in India to explore supply alternatives
Textiles		Reports suggest that 10-15% of US orders have already shifted to India from China Ina survey, top 30 US apparel brands suggest a shift in preference towards India from Bangladesh
Walmart	Toys	The company is planning to increase exports from India to $10 Bn, of which toys is a major component
BYD	Automotive	Chinese EV company is set to establish its first manufacturing plant in India
VinFast	Automotive	The company has plans to open a car assembly plant in India by end of June
Siemens	Power	Looking to increase its factory generation capacity in India for power generation, transmission, distribution and rail transportation

Source: Nuvama Research. Bn: Billion, US: United States, PC: Personal Computer, Mn: Million. The stock(s)/sector(s) mentioned in this slide do not constitute any recommendation and ICICI Prudential Mutual Fund may or may not have any future position in these stock(s)/sector(s).

India in the spot light

India has repeatedly held as a bright spot in the global economy and is set to become third largest by 2028

Ranking based on IMF Estimates of GDP ($, Bn)				
2024	2025 E	2026E	2027E	2028 E
United States	United States	United States	United States	United States
China	China	China	China	China
Germany	Germany	Germany	Germany	India
Japan	India	India	India	Germany
India	Japan	Japan	Japan	Japan
United Kingdom	United Kingdom	United Kingdom	United Kingdom	United Kingdom
France	France	France	France	France
Italy	Italy	Italy	Italy	Italy
Canada	Canada	Canada	Canada	Canada
Brazil	Brazil	Brazil	Brazil	Brazil

Source: IMF (International Monetary Fund), E: Estimates, GDP: Gross Domestic Product, Bn: Billion.

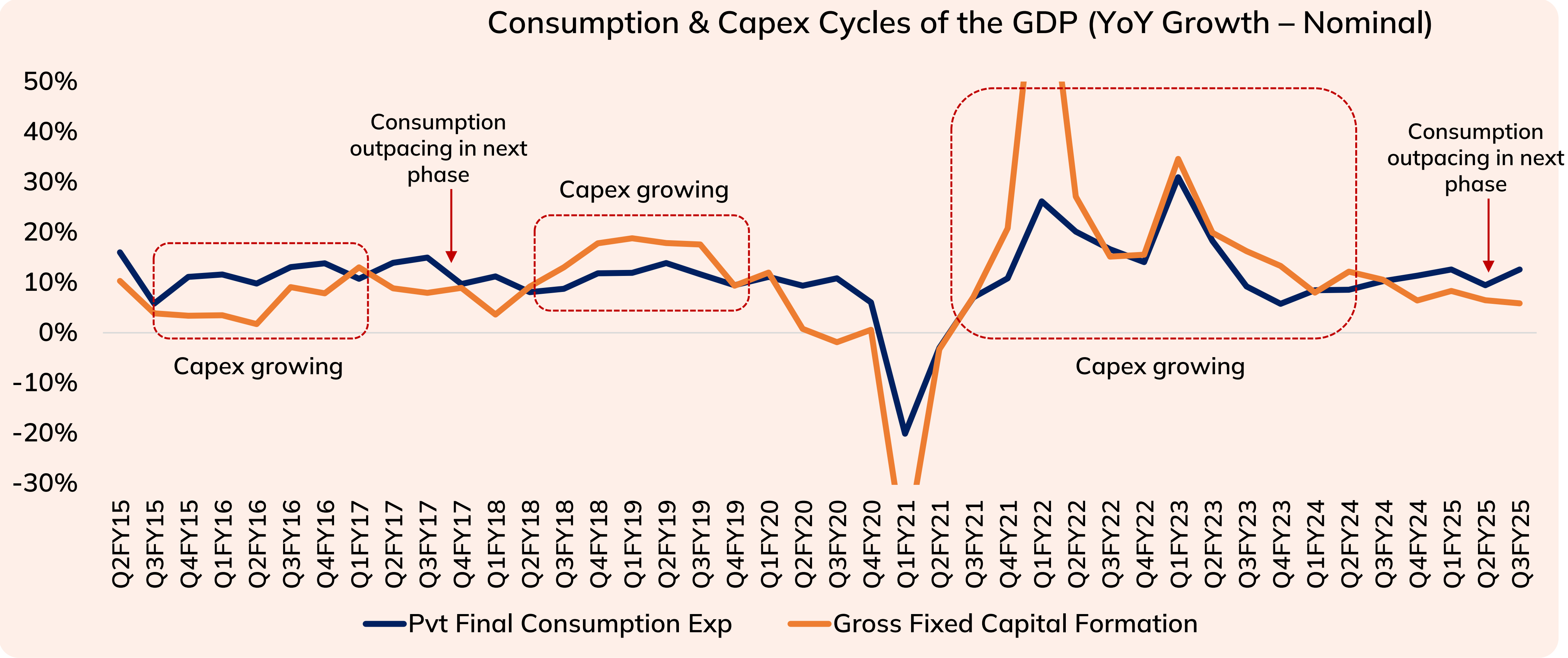
India's Structural Strength

However, India's long term structural story remains intact despite hiccups due to strong macro stability

Catalysts at play	Factors
Capex & Consumption Cycle	▪ Capex cycle is often preceded by high consumption growth
Sound Balance Sheets	▪ Twin balance sheet advantage to result in sustainable economic growth
Prompt Policy Reforms	▪ PLI, Make in India, IBC, GST etc. to improve ease of doing business & confidence
Dominating Demand	▪ Structural rise in discretionary consumption to aid the growth

India's Structural Strength – Capex & Consumption Cycle

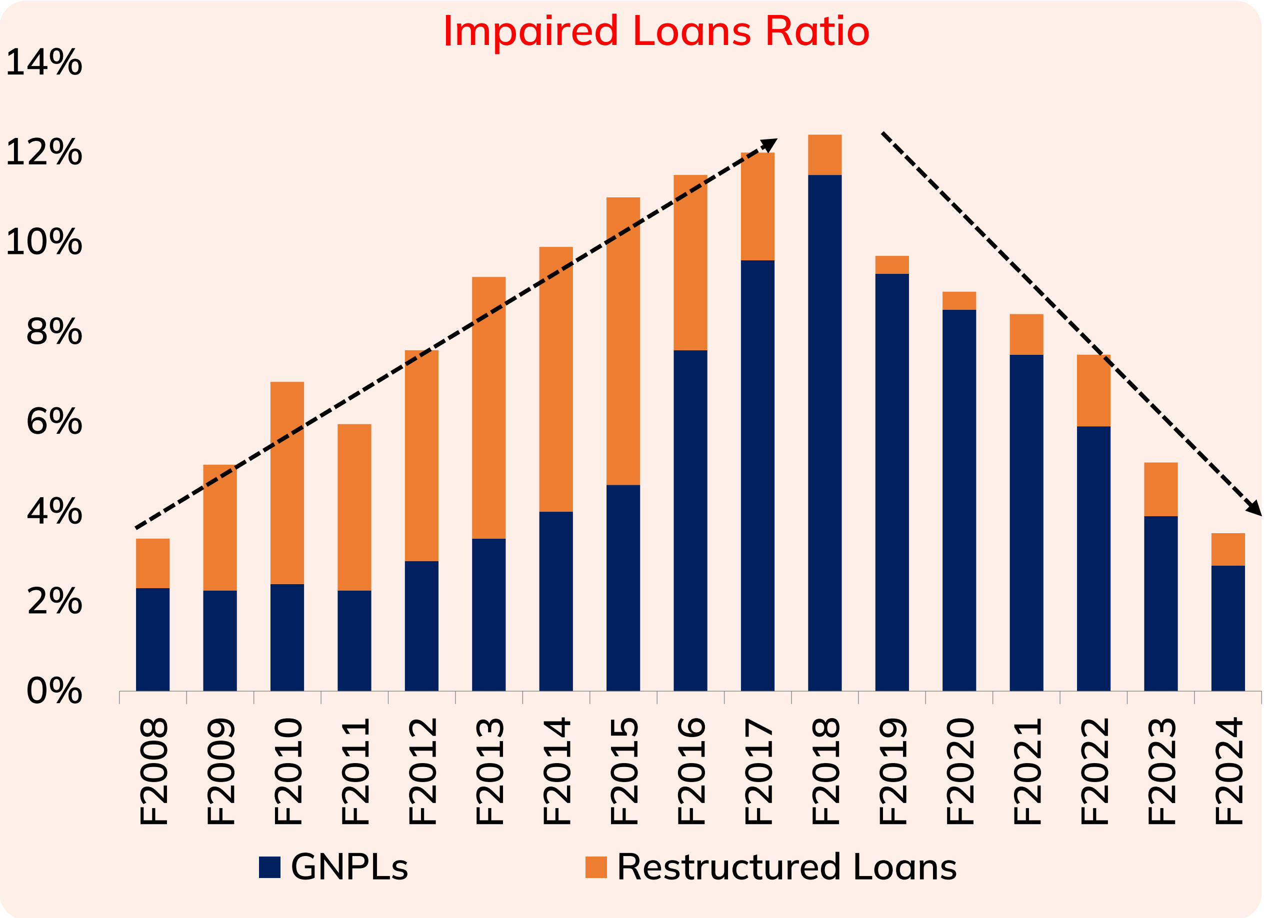
Historically, high GFCF growth has been followed by a period of outpacing consumption growth. This time there is dual advantage of (a) steam left in capex cycle (as the private capex to pick up) and (b) consumption is navigating further growth

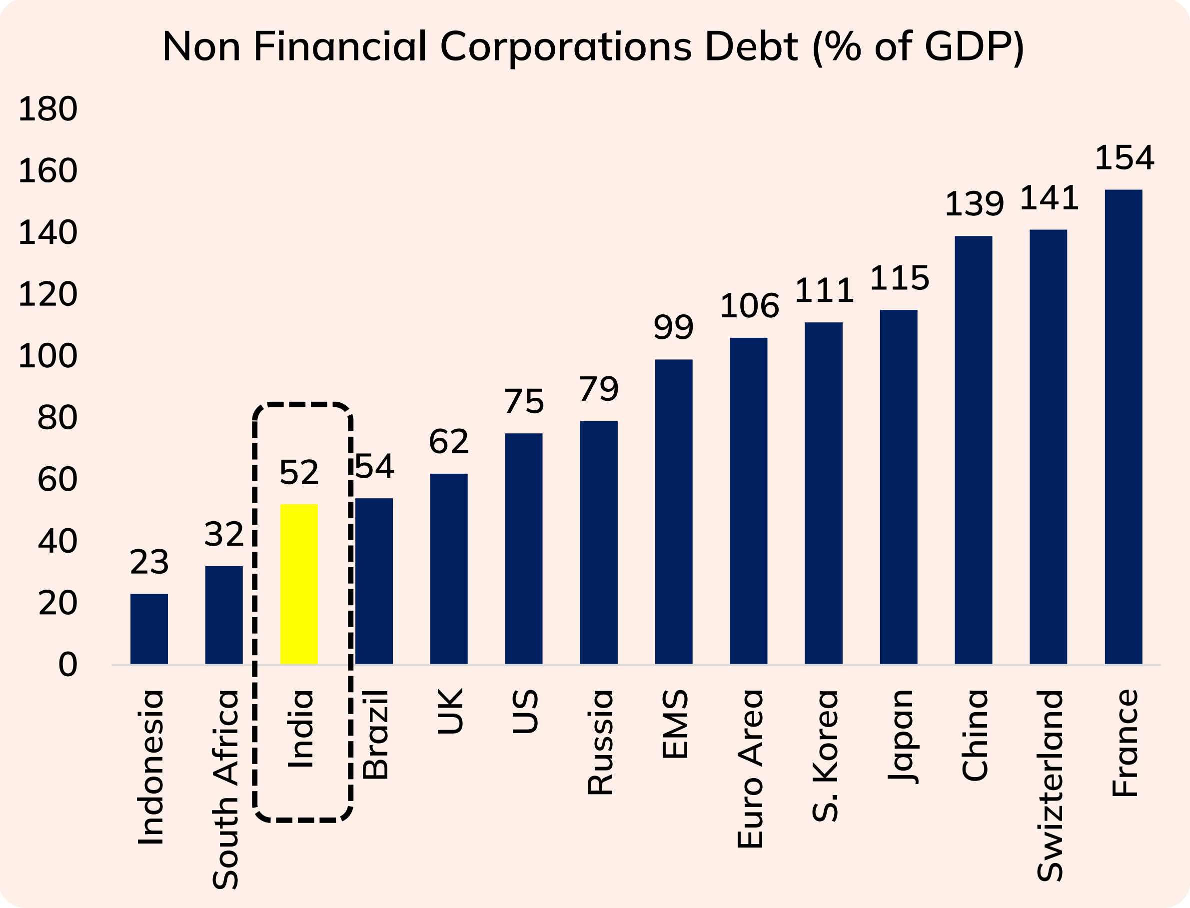


Data Source: Equirus Research. GDP: Gross Domestic Product, FY: Financial Year, Capex: Capital Expenditure, Govt.: Government, Pvt: Private, GFCF: Gross Fixed capital Formation.

India's Structural Strength – Sound Balance Sheets

Balance Sheets are the healthiest in about a decade demonstrating the progressively rising resilience of Indian economy

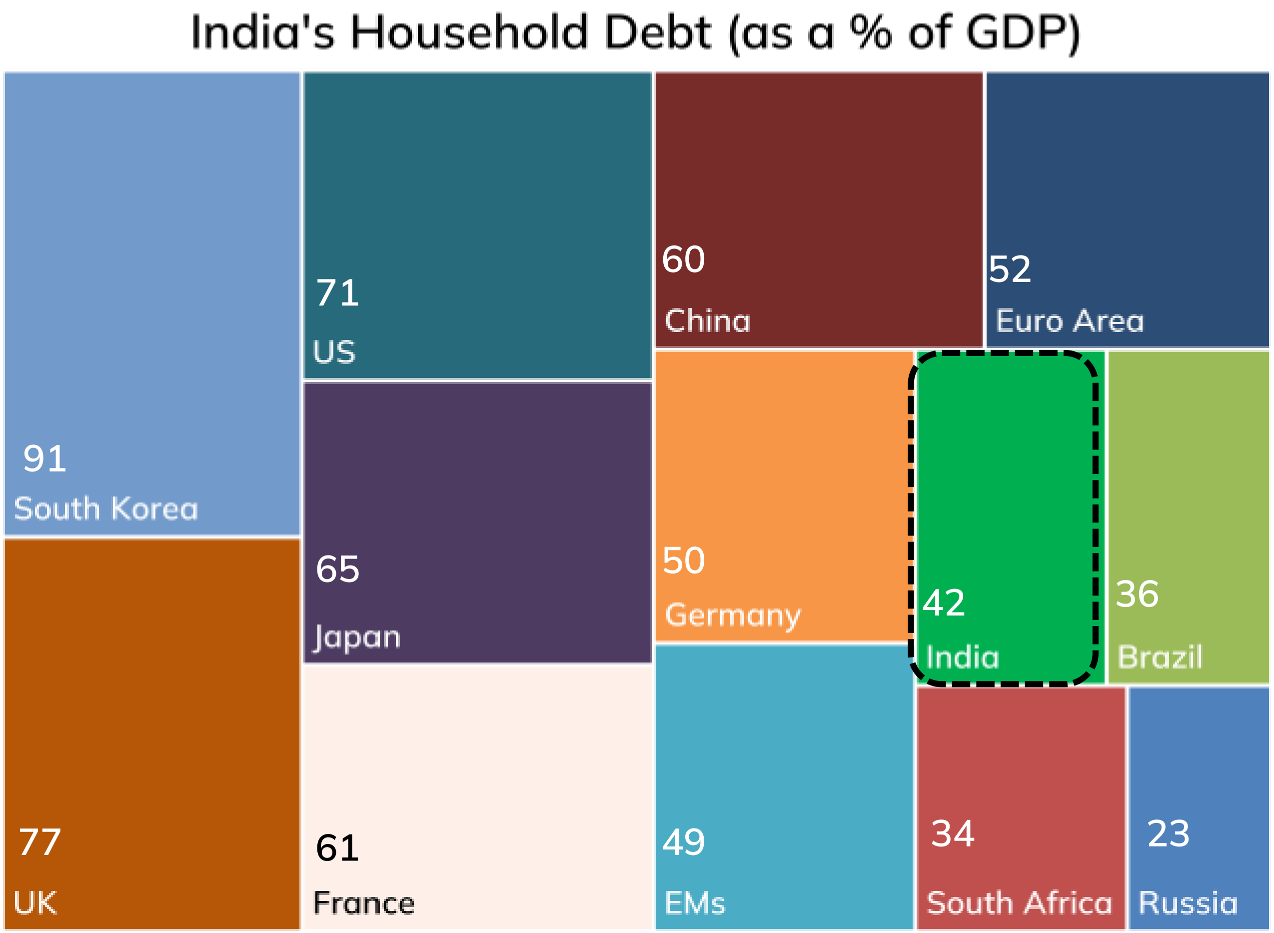


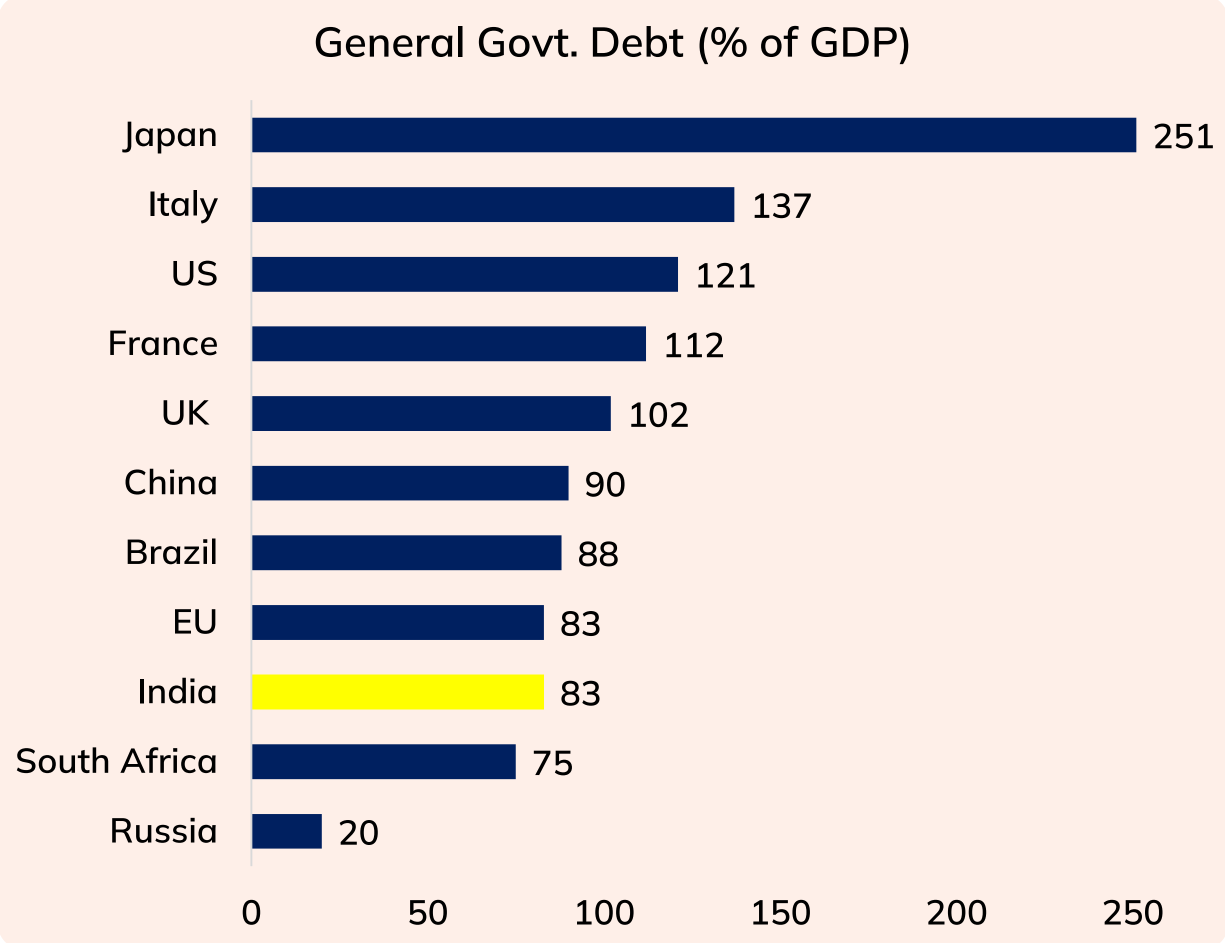


Data Source: Morgan Stanley Research. GNPLs: Gross Non Performing Loans, F; Financial Year, GDP: Gross Domestic Product, E: Estimates.

India’s Structural Strength – Sound Balance Sheets

General Govt. Debt as well as Household Debt is one of the lowest amongst other countries which is a big positive for India





Data Source: Avendus Spark Research .EM: Emerging Markets, US: United States, UK: United Kingdom, GDP: Gross Domestic Product.

India's Structural Strength – Dominating Demand

Underpenetrated market along with rapidly expanding desire for premium products can do wonders to the domestic demand dynamics

India has wider scope for penetration

Products	India	China	USA
Auto	4%	15%	81%
Outbound Trips	6%	9%	42%
Air Conditioners	8%	60%	90%
Refrigerators	18%	94%	100%
Smartphone Users	37%	54%	83%
Internet Users	58%	60%	95%

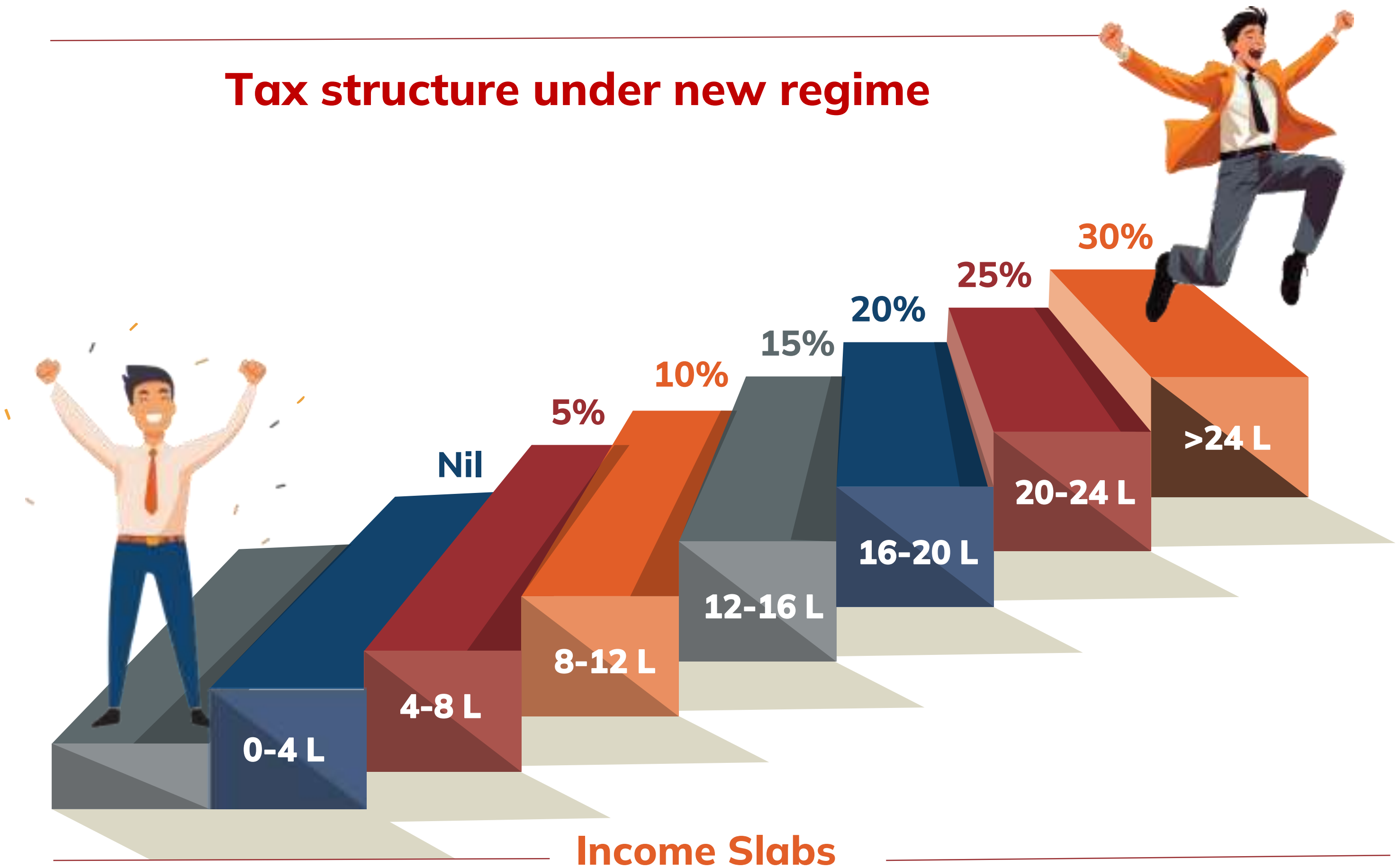
Category	Premium Products Growth		Normal Products Growth	
	Sub category	10 Yr CAGR (%)	Sub category	10 Yr CAGR (%)
Cleansing	Body Wash / Liquid Soaps	15.8	Bar Soap	8.1
Haircare	Premium Hair care	14.7	Mass Hair Care	7.1
Tea	Green Tea	26.3	Normal Tea	9.4
Deodorant	Premium Deodorant	18.9	Mass Deodorant	12
Beverages	Nutrition Drink	7.1	Non alcoholic beverages	9.2
Homecare	Air care	10.1	Dishwashing	9.9
Footwear	Sports Footwear	16.1	Normal Footwear	9.2

Data Source: Avendus Spark and CLSA Research. Data for white goods consumption is for Calendar Year 2021. Data for Premium & Normal Products is as on March 2024. Yr: Year. Past performance may or may not sustain in future.

India's Structural Strength – Dominating Demand

Tax benefit in the recent budget is likely to spare more disposable income translating into consumption boost of around 30 bps of the GDP

Tax structure under new regime

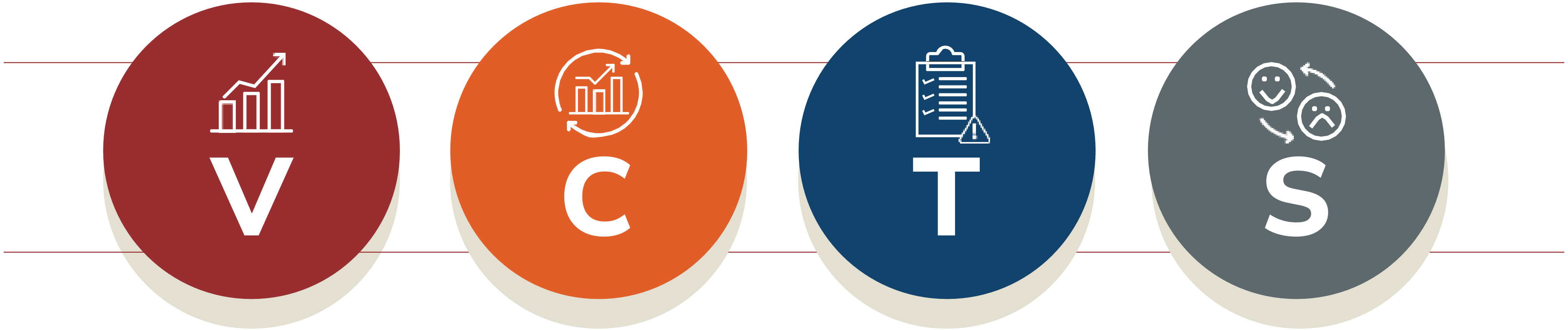


Union Budget of 2025-26 outlined following tax relief measures which is likely to boost consumption

1. Effectively zero tax payable by individuals^ having income* upto Rs 12 lakhs *(rebate of Rs 60,000 can be claimed under 87A$)*
2. Tax payers allowed to claim annual value of two self occupied properties without any conditions (as compared to previously one)

Data Source: Union Budget 2024-25. (https://www.indiabudget.gov.in/). *Income other than capital gains. ^Individuals paying income tax under new tax regime. TDS: Tax deducted at source, TCS: Tax collected at source. L: Lakhs. Please consult your tax advisors for more details. $: Section 87A of the Income Tax Act,1961.

From macro lens, India is in a sweet spot. Let us further delve into Indian equities through our ‘VCTS’ framework



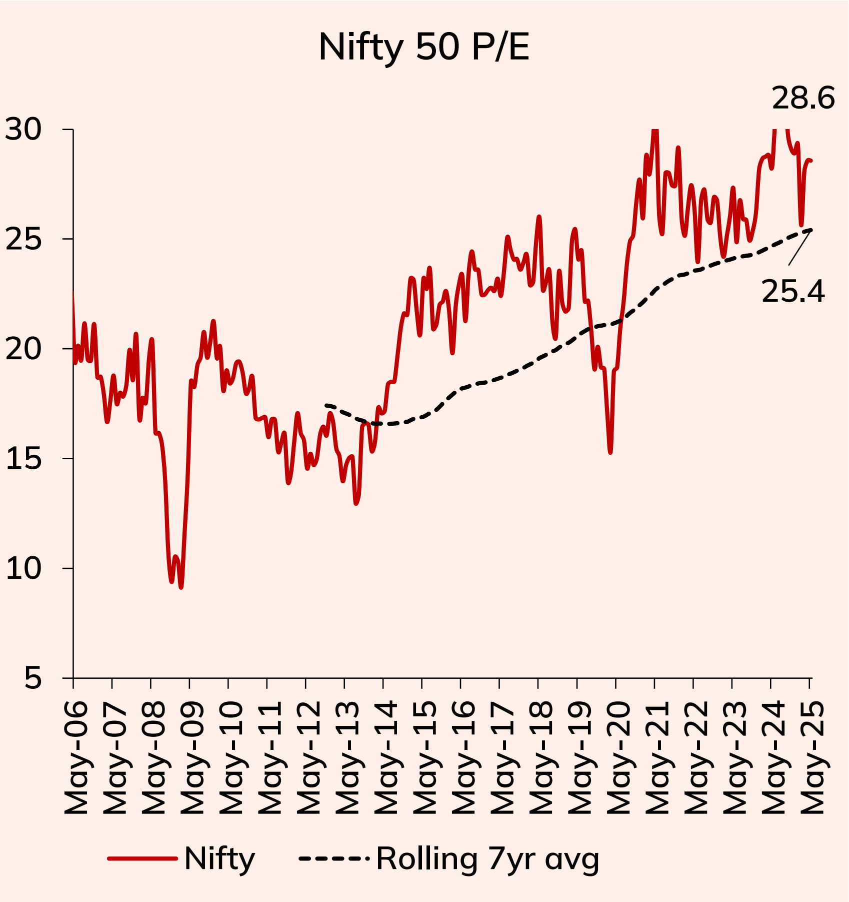
Valuations | **Cycle** | **Triggers** | **Sentiments**

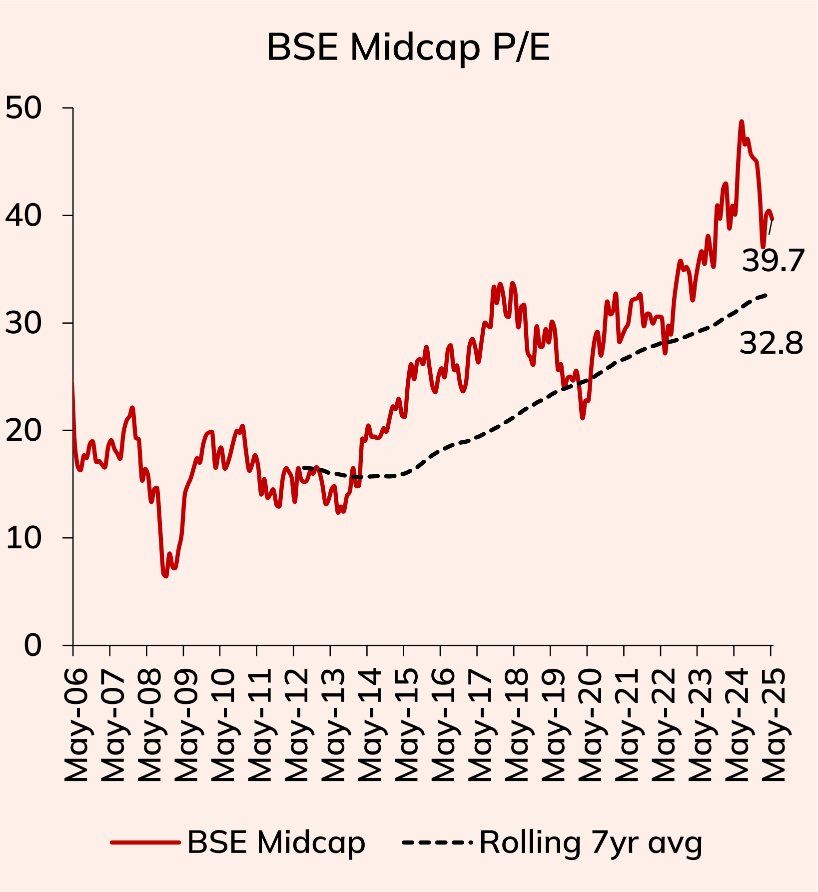
The Acronym “VCTS” denotes only the indicative factors to analyze the market performance. The above factors are not exhaustive.

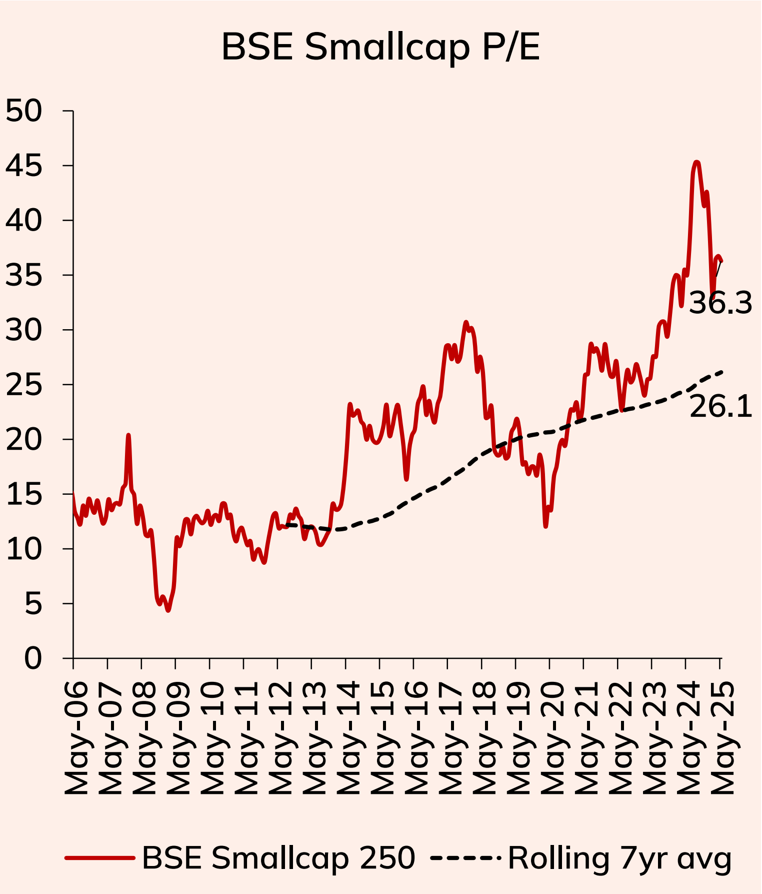
V – Valuations

Valuations – Largecaps appear reasonable

Valuations of Large caps appear reasonable in contrast to mid & smallcap







Source: Ambit Research Data as on May 06,2025. Median P/E is considered. Past performance may or may not sustain in future.

Valuations – SMIDs continue to remain high

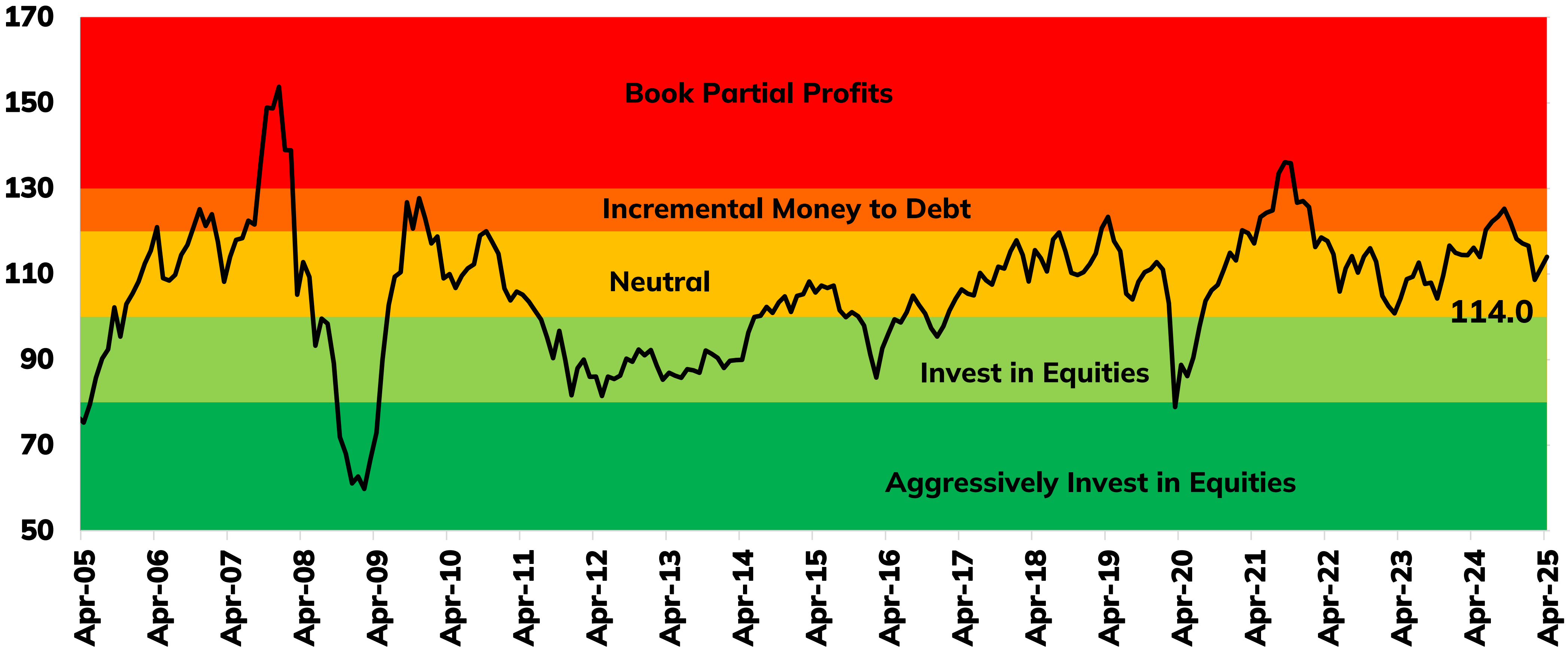
Valuations although have come off from its Sep-24 highs but continue to remain high in the mid & smallcap space

Period	As a % of Total Market Cap			
	Top 50	Next 50	Midcap 150	Smallcap 250
2014	62.5	14.3	14.1	9.1
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
Apr-25	48.7	14.1	19.1	18.1

Source: NSE. Data as on April 30,2025. 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.

Valuations – Have come off highs but not cheap

Our in-house Equity Valuations Index suggest that market valuations are not cheap and continue to remain in neutral zone

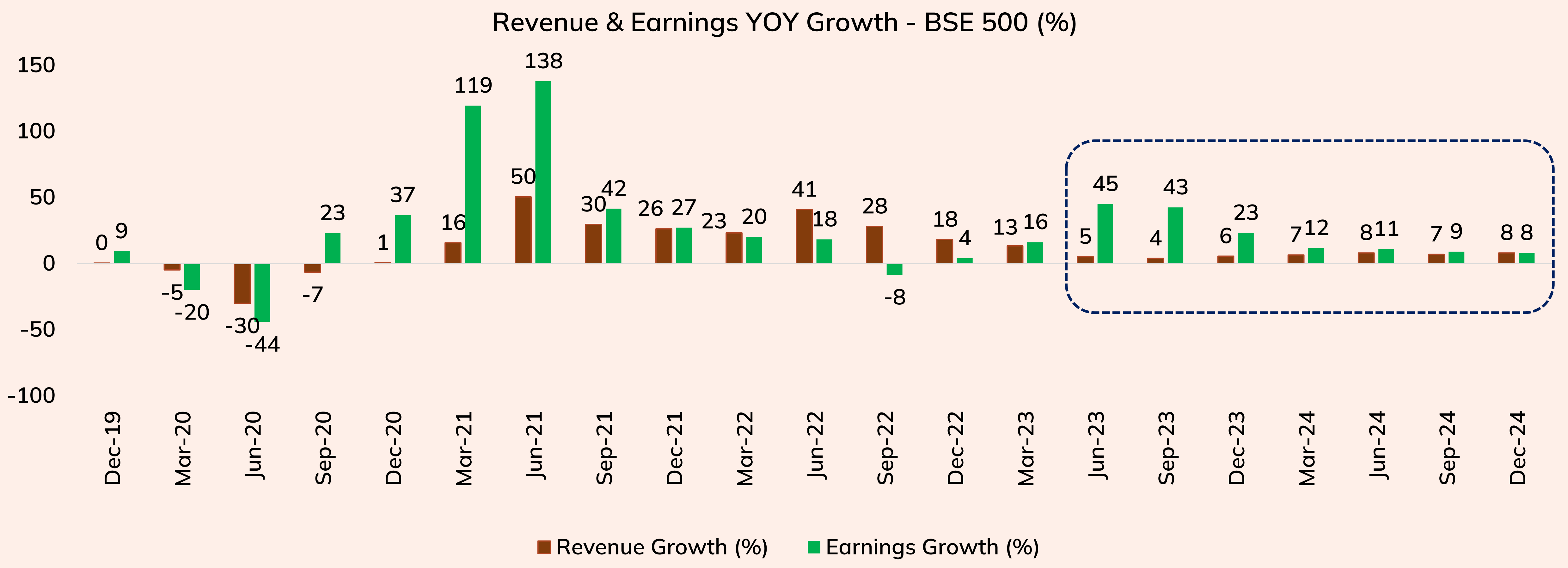


Data as on April 30, 2025 has been considered. Equity Valuation Index (EVI) is a proprietary model of ICICI Prudential AMC Ltd. (the AMC) used for assessing overall equity market valuations. The AMC may also use this model for other facilities/features offered by the AMC. Equity Valuation index is calculated by assigning equal weights to Price-to-Earnings (PE), Price-to-Book (PB), G-Sec*PE and Market Cap to GDP ratio any other factor which the AMC may add/delete from time to time. G-Sec – Government Securities. GDP – Gross Domestic Product.

C – Cycle

Slowing Domestic Consumption

Earnings are moderating across the board due to slowing demand & advantage of low costs fading out



Source: Nuvama Research. YoY: Year on Year.

T– Triggers

T- Triggers

ICICI PRUDENTIAL MUTUAL FUND

Following triggers are likely to keep markets volatile in the near term

Geo-political tensions - Escalating Geo-political tensions can affect foreign flows & economy

Global Slowdown – Prolonged geo-political tensions & tariffs can further cause slowdown in economies

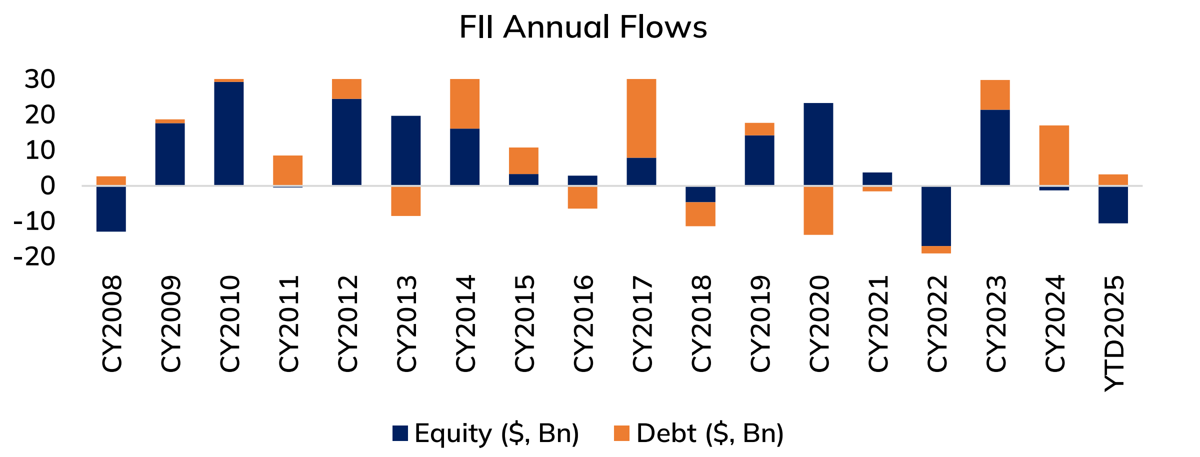
Tariff Turmoil – Trade tariffs can significantly affect supply chain & stoke inflation

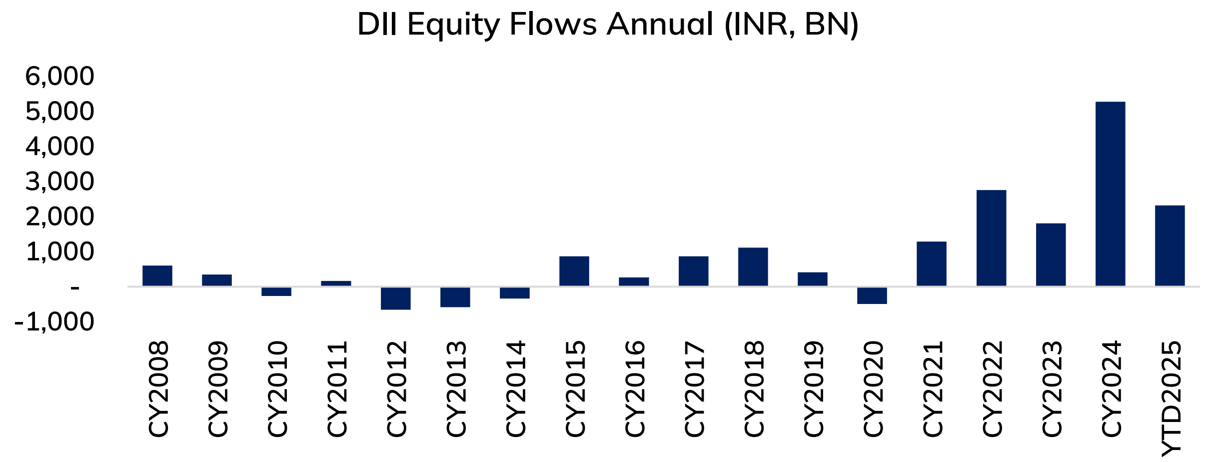
Slowing Earnings Momentum – The phase of very high growth is behind us and now economy growth is normalizing

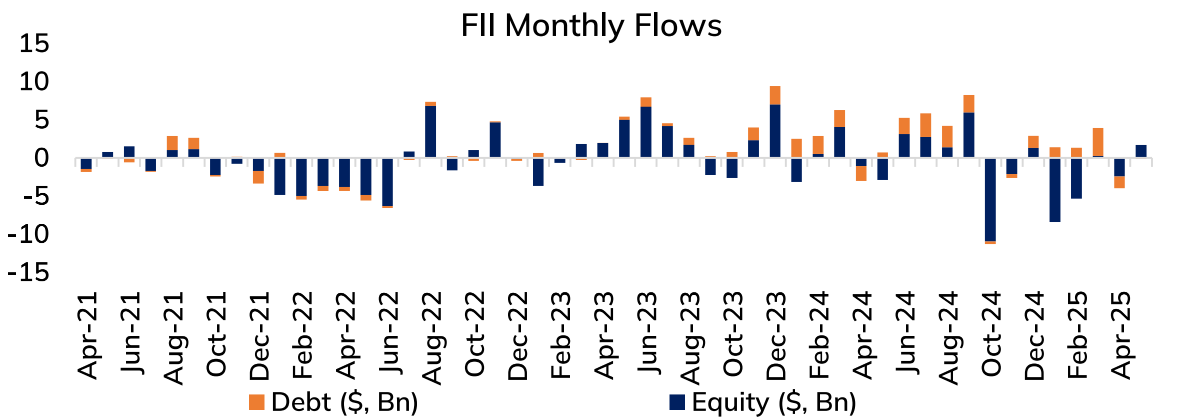
S- Sentiments

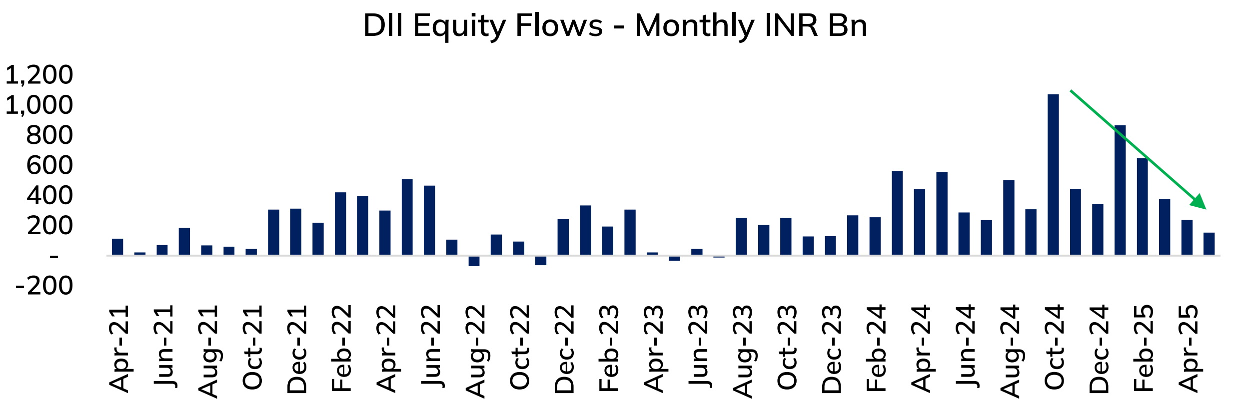
Overall sentiments positive

After strong outflows this year, FIIs have started buying recently. While DIIs has been a consistent buyer, (a) existing high equity position and (b) a slowdown in retail flows have led to some softness in DII buying









Data as on May 13,2025. Data Source: Equirus Research. FII: Foreign Institutional Investors, Bn: Billion, CY: Calendar Year, YTD: Year Till Date, DII: Domestic Institutional Investors.

Summary

- India is experiencing high volatility due to global cues such as geo politics & trade tariffs, slowing earnings cycles, valuations coming off from highs etc.
- However, for the long term, India's fundamental attributes are strong and sustainable – Clean Balance sheets, structural rise in consumption, unwavering domestic demand, fiscal prudence. Hence the long term structural story remains intact
- Valuations have cooled-off in the last few months, although still remains high
- Strong fundamentals coupled with high valuations creates a strong case for investing in Hybrid and Multi asset allocation schemes
- For long-term investing in equity schemes, we would prefer schemes which have flexibility to move across asset classes / sectors / market-cap / themes
- We prefer, Large-caps over mid and smallcap schemes due to reasonable valuations plus possibility of FPIs making a coming back which may result in outperformance

FPI: Foreign Portfolio Investment, Govt.: Government. The stock(s)/sector(s) mentioned in this slide do not constitute any recommendation and ICICI Prudential Mutual Fund may or may not have any future position in these stock(s)/sector(s).

FIXED INCOME OUTLOOK – NAVIGATING UNCERTAIN TIMES

Map source: Map not to scale. This map has been used for design and representational purpose only, it does not depict the geographical boundaries of the country

The Month Gone By

Yields on the 10-year benchmark G-sec fell to their lowest levels in over three years owing to the RBI's policy rate cuts in April 2025 meet, coupled with RBI's announcement to conduct OMO-purchases worth Rs.80,000 crore in May 2025. Accordingly, the yields eased from 6.58% in March 31, 2025 to 6.36% on April 30, 2025.

Banking liquidity enjoyed surplus as the RBI injected liquidity into the system through OMO-purchases and also conducted daily repo auctions to meet cash demand. Overnight yields cooled as a result, pushing down the policy target call money rate below the repo rate of 6%.

FPIs turned into net sellers in domestic bond markets as benchmark US Treasury yields touched 4.5% in early April 2025. The announcement of reciprocal tariffs by the Trump administration also dampened sentiments.

In a relief for banks, the RBI amended its LCR rules which will benefit banks by reducing the additional liquidity buffer they would otherwise need to hold. The implementation of the amended LCR guidelines was pushed to April 1, 2026.

Data as on Apr 30, 2025. Source – RBI. NSDL. OMO – Open Market Operations. LCR – Liquidity Coverage Ratio.

Key Risks

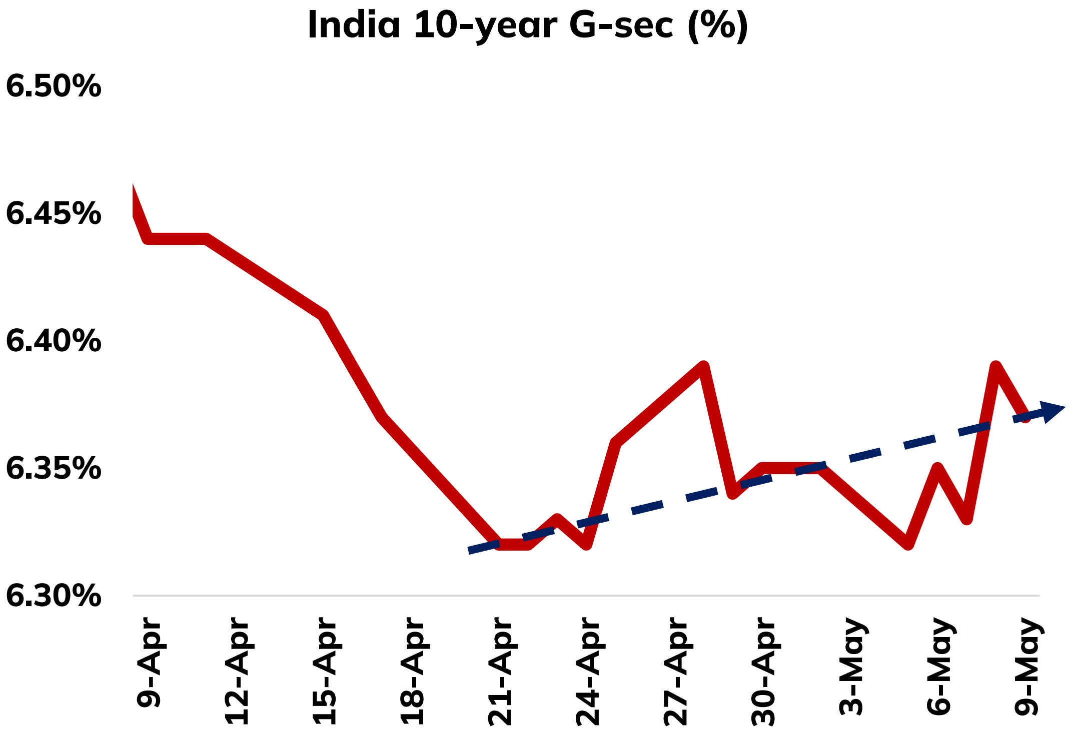
BORDER TENSIONS

US TARIFFS

SLOWING GLOBAL ECONOMIES

Key Risks
Tensions at the Border

Bond yields reacted to the news of escalation and tension at India's borders. Yields bottomed out at around 6.32% before moving up again, closer to 6.40%.



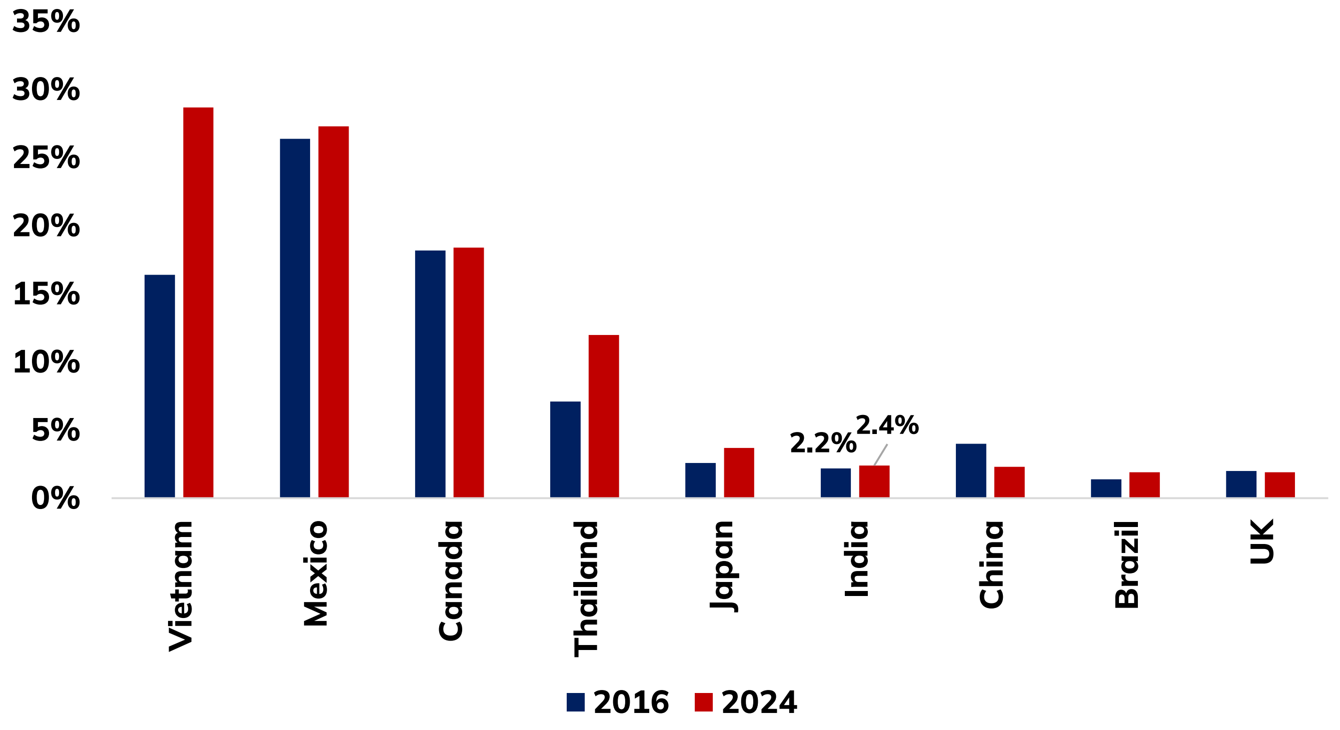
	May 5, 2025	May 9, 2025
1-year G-sec	5.96%	6.06%
5-Year G-sec	6.07%	6.08%
10-year G-sec	6.32%	6.38%
1-year AAA	6.97%	7.10%
5-year AAA	6.99%	7.10%
10-year AAA	7.00%	7.11%

Source: CCIL. Data as on May 9, 2025.

Key Risks
US Imposed Tariffs

The US imposed 10% universal tariffs on all goods imported into the US, besides additional country-wise reciprocal tariffs that are currently put on a 90-day pause.

Exports to US as % of their GDP



India's exports to the US represent a small portion to the GDP and hence, the direct impact from lower goods demand due to tariffs is limited.

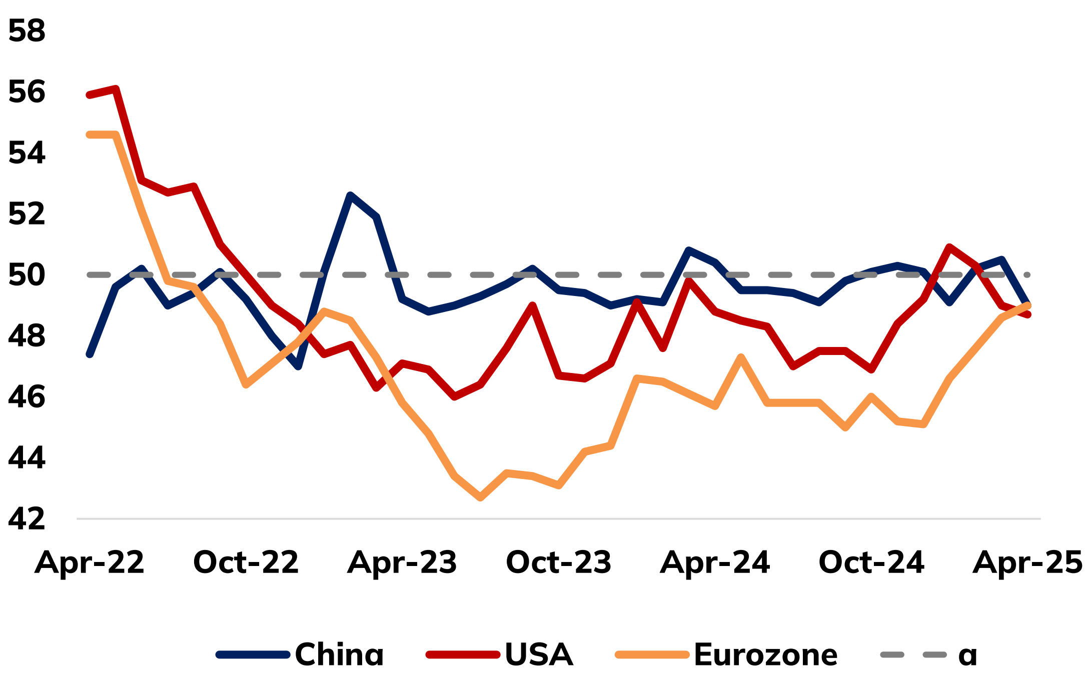
However, the concerns of tariffs on services sector could directly impact India's IT exports, along with affecting remittances, job creation among other spillover effects.

Source: ICICI Bank Research; CEIC. Data as per calendar year.

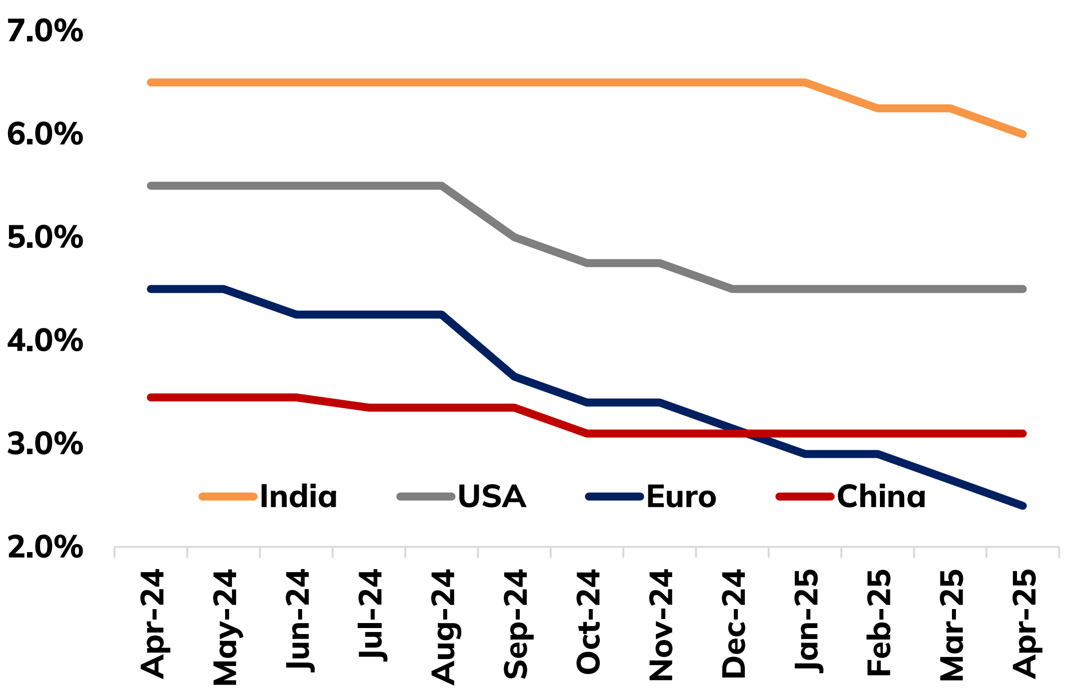
Key Risks
Slowing Global Economy

Many advanced economies like the US, Europe, China are grappling with a slowing economy. This is visible in interest rate cuts, contracting manufacturing sector and weak commodity prices.

Advanced Economy's Manufacturing PMI



Key Interest Rates



Source: S&P. Refinitiv. Data as on Apr 30, 2025.

Indian Economy’s Resilience to Major Risks

The India Story
Economy in a Better Shape

India's macros have improved in comparison to earlier high-stress periods. Currently, we are in a phase of sustained economic growth coupled with low external deficit and high foreign exchange reserves.

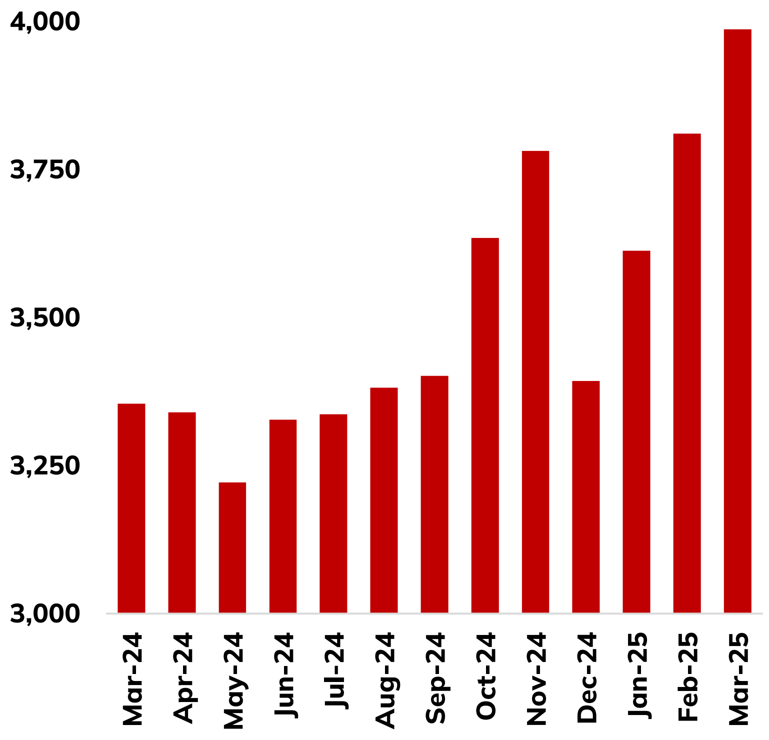
	Taper Tantrum (FY2013)	Covid-19 (FY2021)	Current Period
Current Account Deficit (as % of GDP)	4.8%	-0.9%	1.0%#
External Debt (as % of GDP)	22.4%	21.4%	18.5%&
Months of Import Cover	7.2	18.0	10.5^
Foreign Exchange Reserves with RBI	US$293 Billion	US$579 Billion	US$688 Billion*
GDP Growth	5.5%	-5.8%	6.5%@
Inflation	9.4%	6.2%	3.34%
Fiscal Deficit	4.8%	9.2%	4.8%+

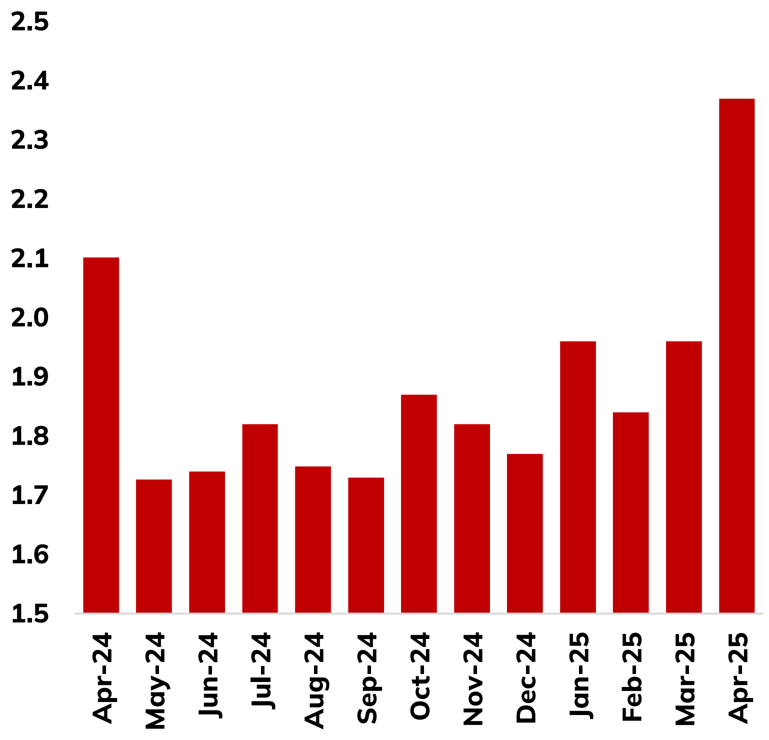
Data as on Apr 30, 2025. & as of Dec 2024. ^ As of Mar 2025. * as on Apr 25, 2025. # full year projections by CRISIL. @ Second Advance Estimates. + Revised Estimates. Source: RBI; India Budget; CRISIL

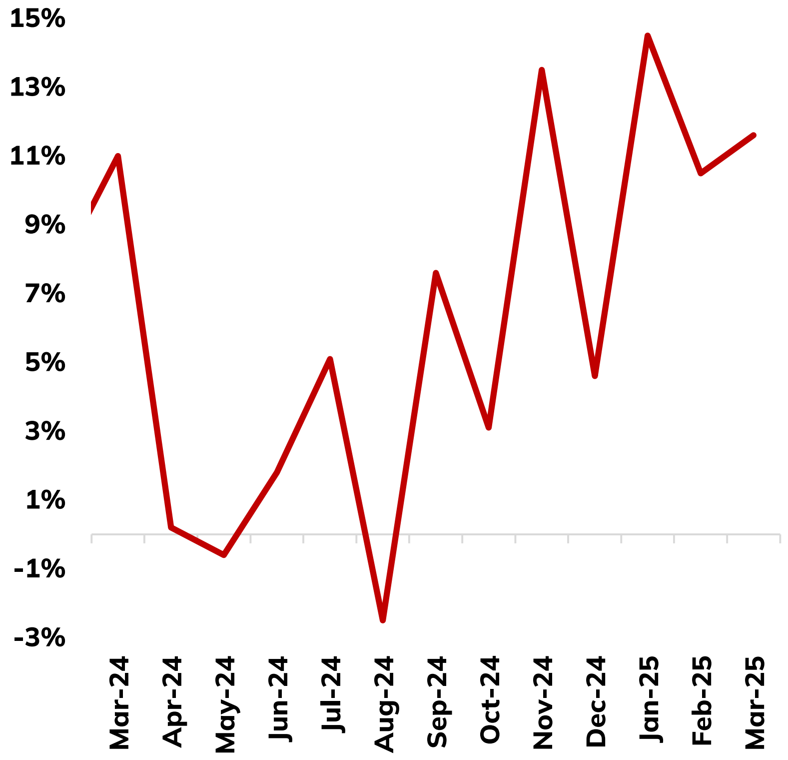
The India Story
What do the High Frequency Indicators Show?

Indicators like e-way bills, GST collections have shown continued growth, hinting at sustained consumption and economic activity. Cement production has seen a notable rise on-year basis.

E-way Bills Per Day	GST Collections (₹ Lakh Crore)	Cement Production Index

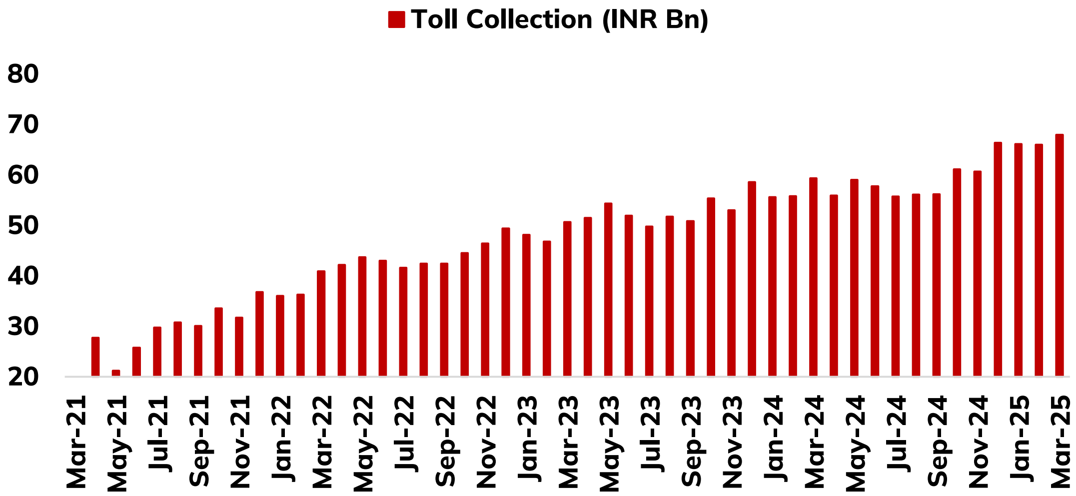


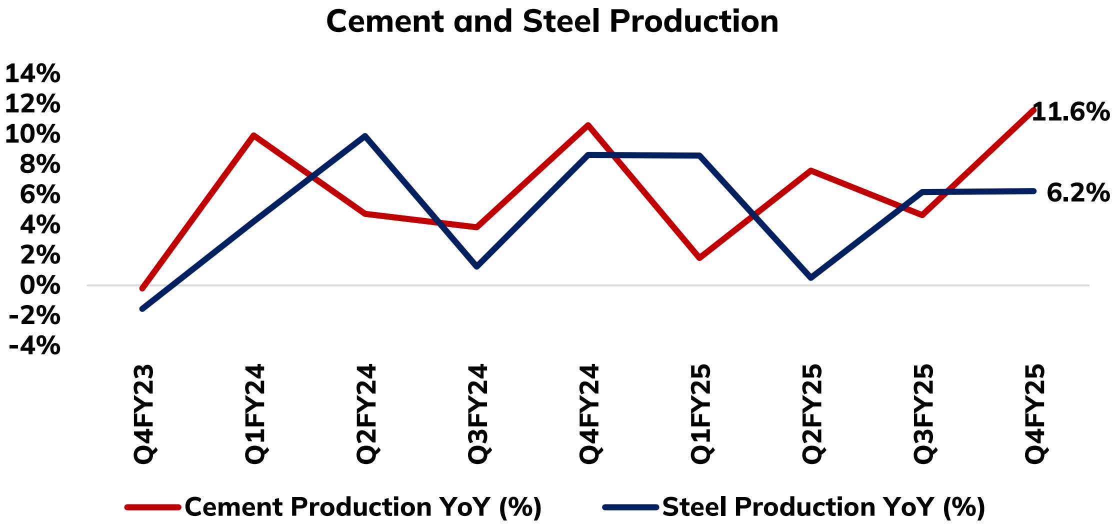


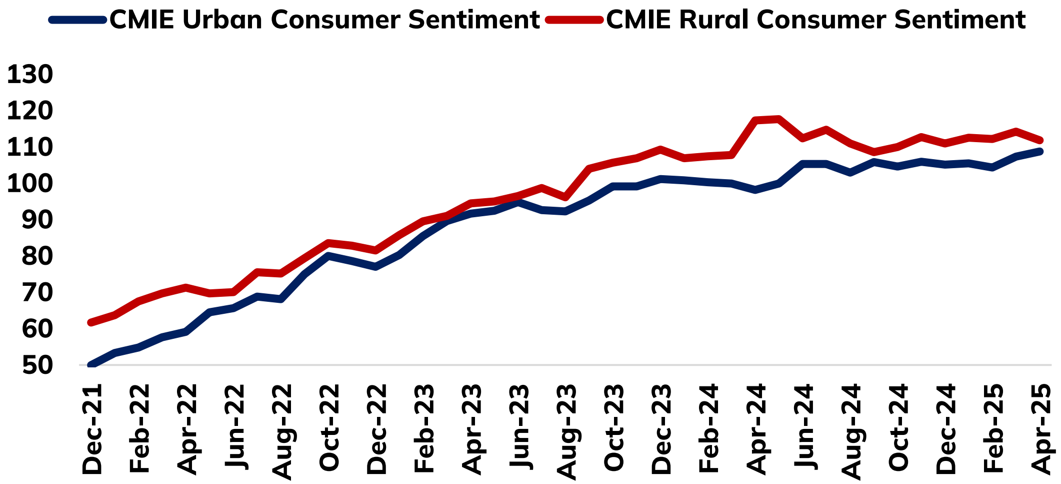


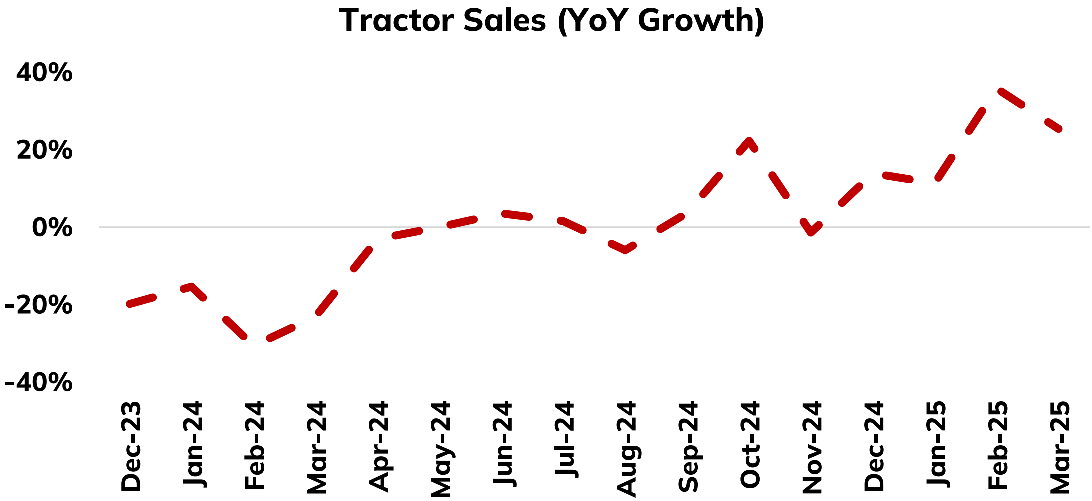
Source: EIC; GST portal. Data as on April 30, 2025. Cement data and E-way bills data as on Mar 31, 2025 due to 1 month lag.

The India Story
Continues to be on Growth Path





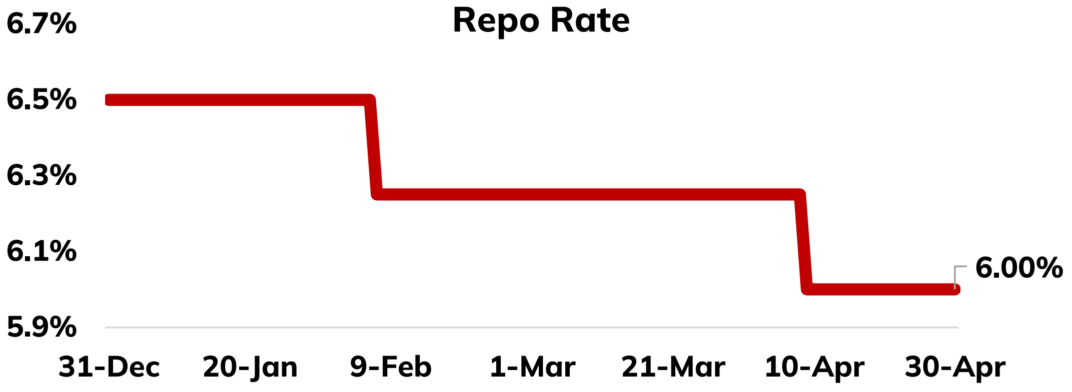




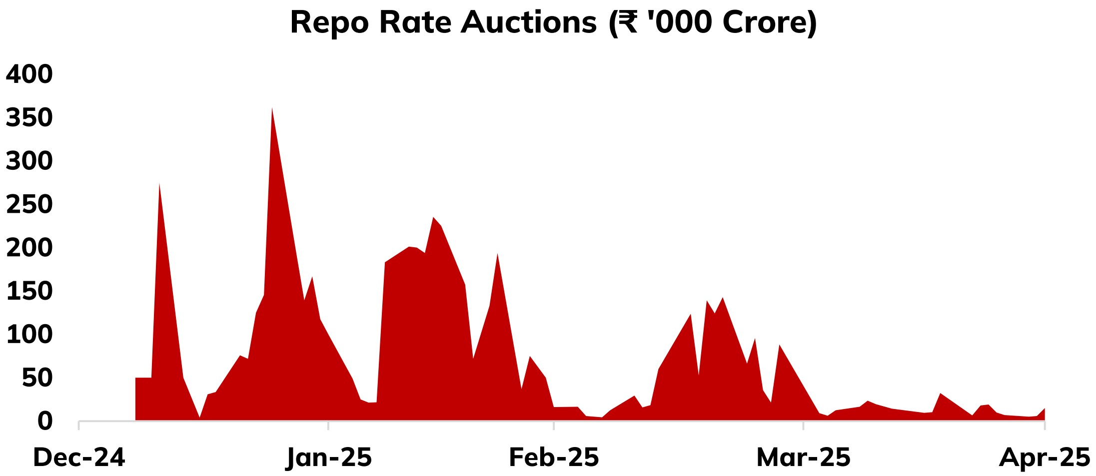
Source: CMIE. Kotak. NPCI. PIB. Data as on Mar 31, 2025 due to 1 month lag. Consumer sentiment data as on Apr 30, 2025.

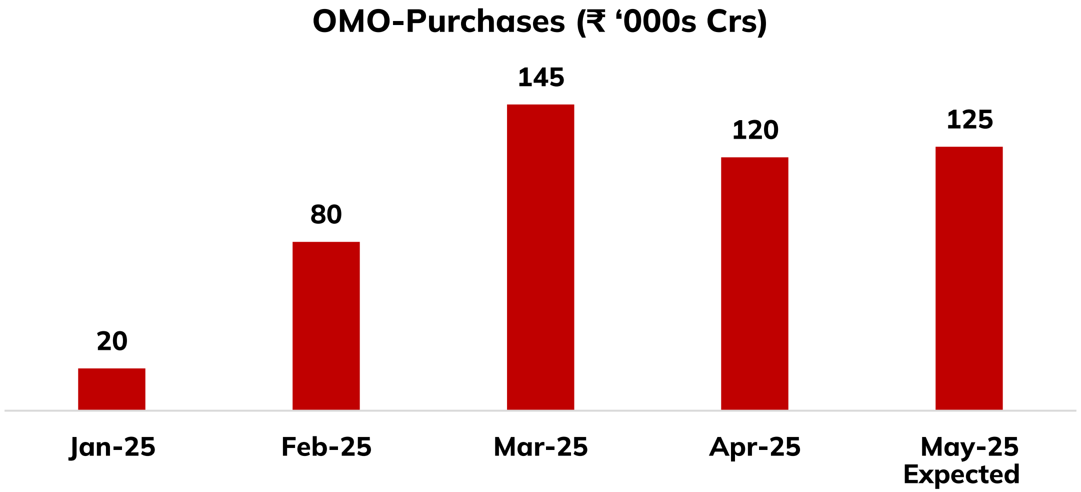
The India Story
RBI's Balancing Act

The RBI has actively supported domestic growth by using multiple monetary tools. The measures by the central bank are supportive to growth and picking up credit spending.



Date	USD/INR Swap
Jan 31, 2025	US$5 Billion
Feb 28, 2025	US$10 Billion
Mar 24, 2025	US$10 Billion



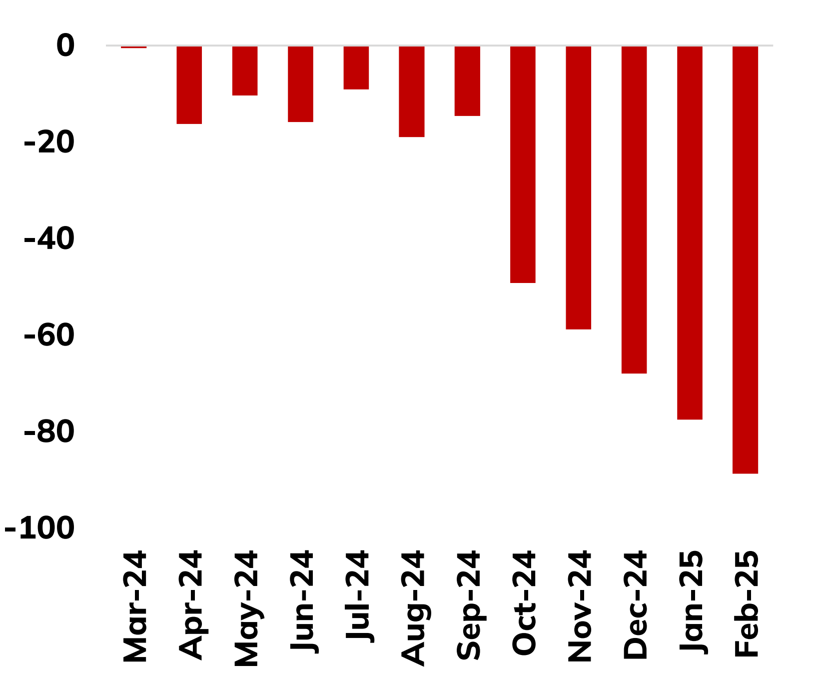


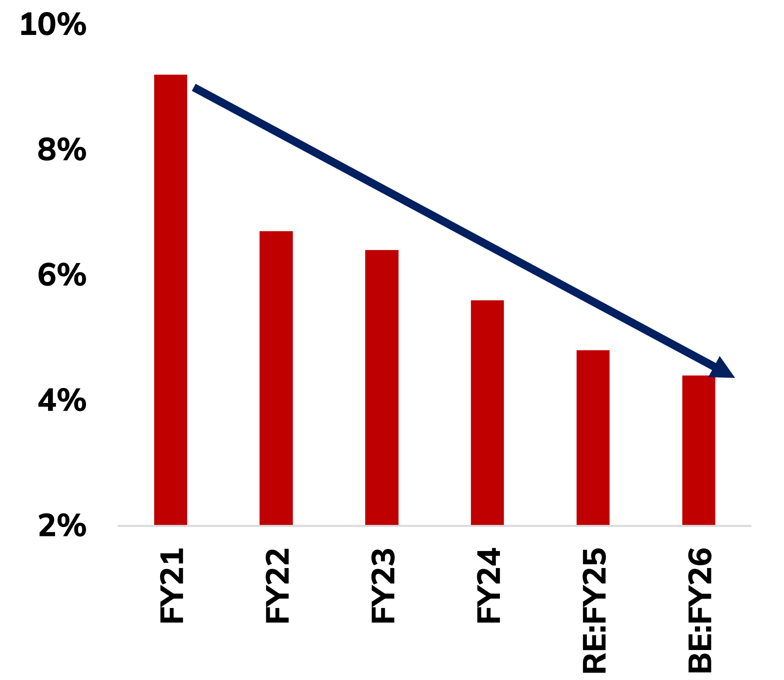
Source: RBI. Data as on April 30, 2025. OMO – Open Market Operations. OMO data for May is notified amount.

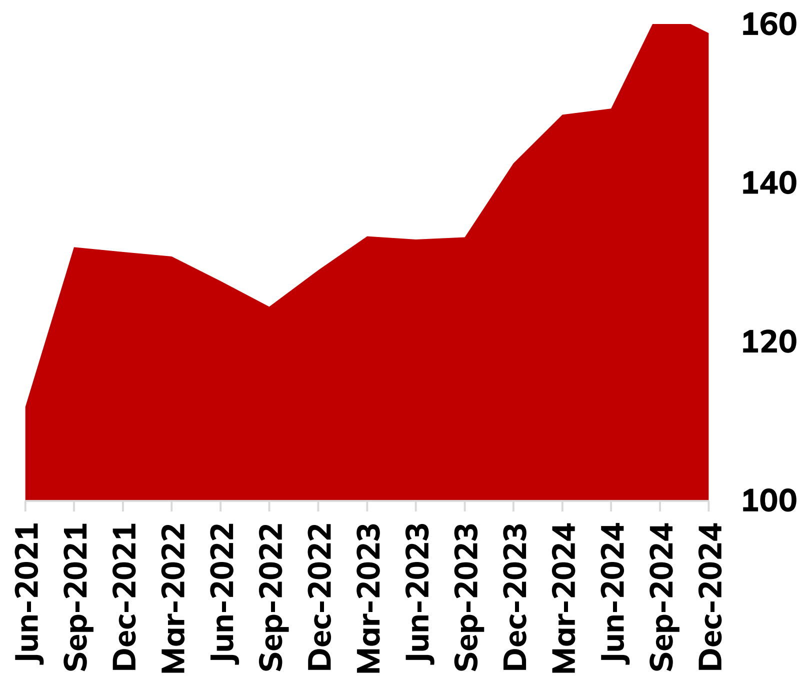
The India Story
However, some risks prevail

Any escalations of geopolitical tensions at home raises the risk of fiscal slippage, risking the Govt.'s planned consolidation path. Also, the RBI's forward dollar sales have swelled to ~US$88 billion, the settlement of which may pose challenges in the future to liquidity condition.

RBI Forward Outstanding (US$ Bn)	Fiscal Deficit (% of GDP)	Govt. External Debt (US$ Bn)







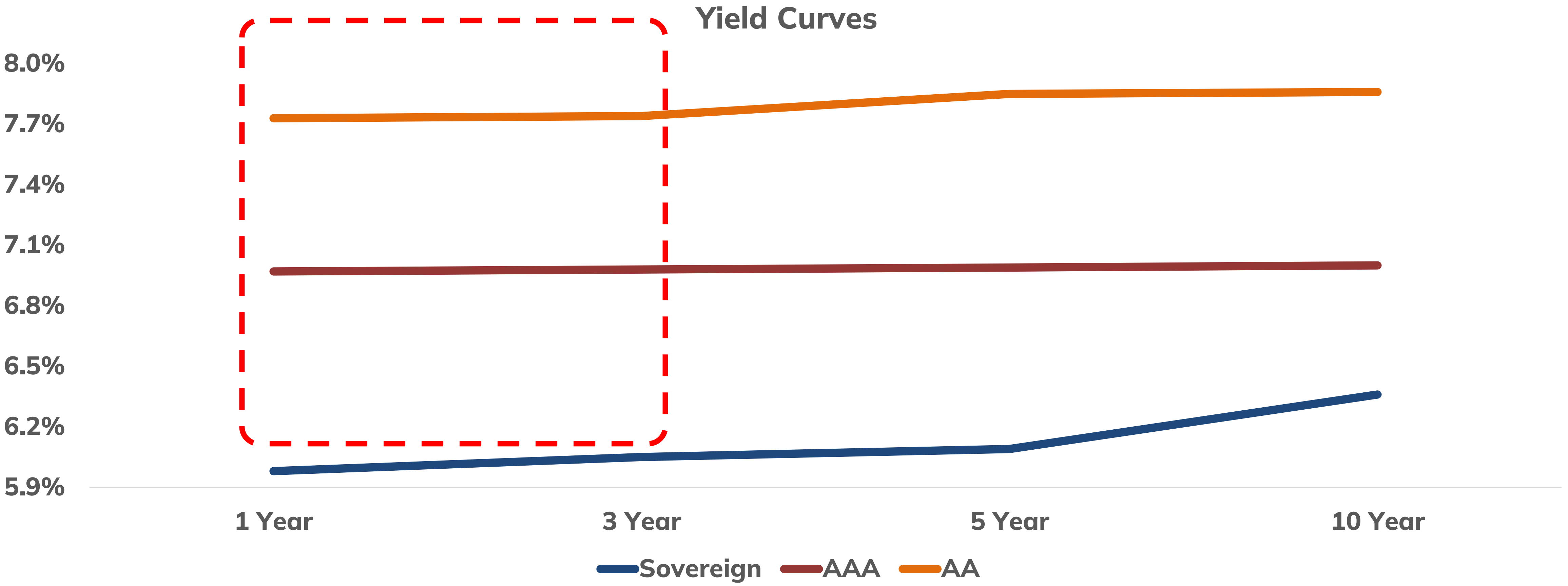
Source: RBI. India Budget. Data as on Feb 28, 2025 for Forwards due to time lag. Fiscal deficit data as per latest Budget FY2025-26. External debt data latest available till Dec 31, 2024.

Our View on Fixed Income

- We believe that duration play is already priced in in the 10-15 year G-sec. Overnight rates are also hovering below the repo rate due to surplus liquidity. In such a situation, the 1-3 year corporate bond yield segment offers a good mix of accruals and limited duration risk.
- We expect the RBI to cut policy rates further, up to 50 bps cumulative during the year.
- On liquidity, we expect the surplus liquidity trend to continue and deepen as the RBI will pay out its annual dividend to the Govt. The dividend spending from Govt. will help boost system liquidity.
- We believe that economic growth may continue to remain in the mid-cycle due to sustained capital expenditure by the Centre, rate cuts by the RBI, income tax concessions to the middle-class and easing of earlier imposed credit restriction norms.
- We recommend the shorter-end of the yield curve due to the wide credit spreads, and hence, recommend scheme categories like low duration, ultra short term, money market at this juncture. Also, we continue to recommend dynamic duration category.

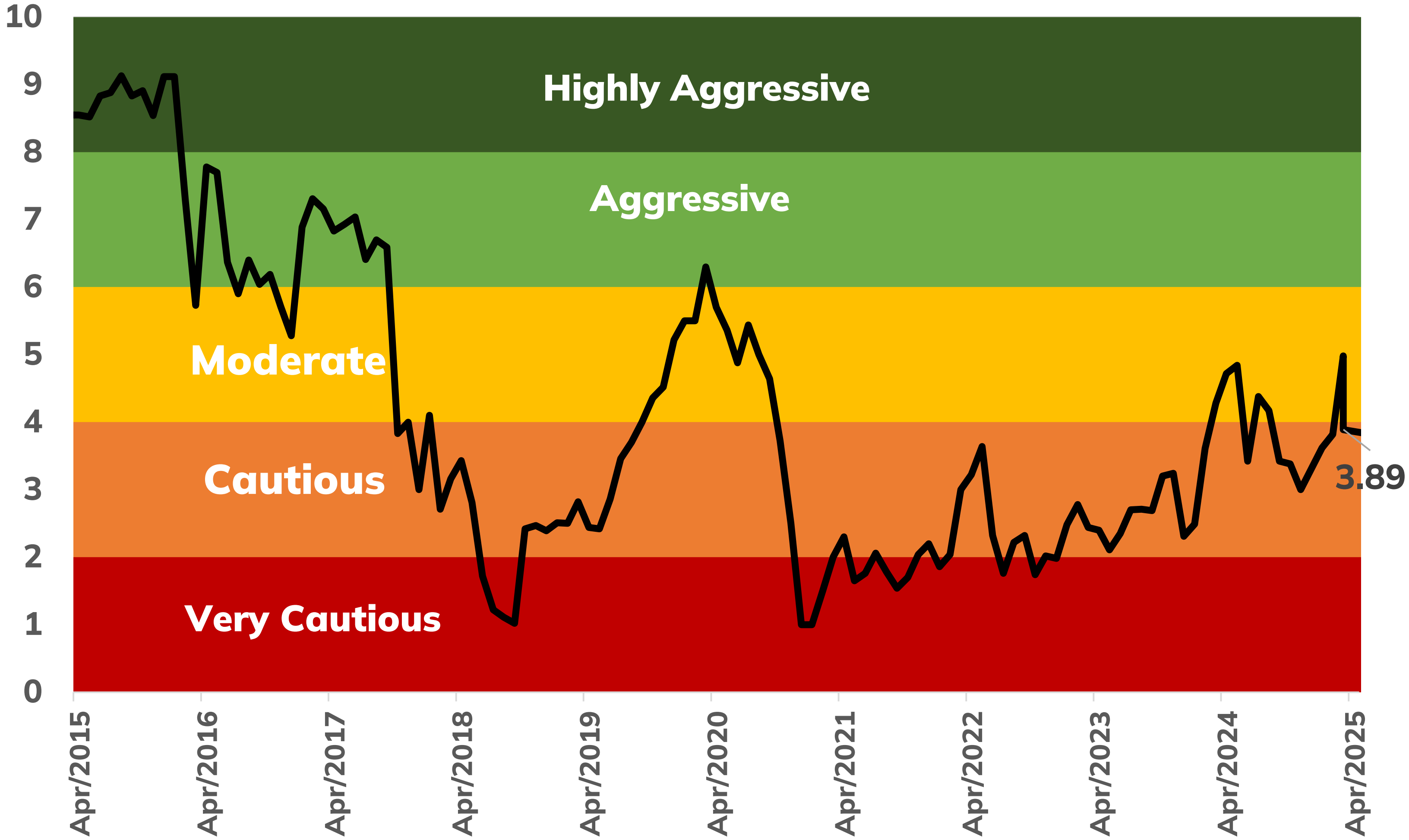
Yield Curve Pricing

The short end of the corporate bond yield curve offers wide spreads at the current juncture with the advantage of lower interest rate risk and anticipated rate cuts.



Data as on Apr 30, 2025. Source – RBI; CCIL, Refinitiv.

Fixed-Income Approach
Debt Valuation Index



We are cautious on DURATION due to ongoing growth phase of the business cycle and global uncertainties.

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

Data as on Apr 30, 2025. 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.

Current Portfolio Positioning
Focus on Accruals

Scheme	AAA & Equivalent Exposure#	AA & Equivalent and Below Exposure	YTM
ICICI Prudential Credit Risk Fund	28.5%	71.5%	8.17%
ICICI Prudential Medium Term Bond Fund	44.7%	55.3%	7.75%
ICICI Prudential Floating Interest Fund	70.2%	29.8%	7.50%
ICICI Prudential All Seasons Bond Fund	67.0%	33.0%	7.32%
ICICI Prudential Short Term Fund	82.5%	17.5%	7.23%
ICICI Prudential Corporate Bond Fund	99.5%	0.5%	7.02%
ICICI Prudential Banking & PSU Debt Fund	99.2%	0.8%	6.98%
ICICI Prudential Savings Fund	86.6%	13.4%	7.14%
ICICI Prudential Ultra Short Term Fund	82.4%	17.6%	7.05%
ICICI Prudential Money Market Fund	100.0%	--	6.74%
ICICI Prudential Liquid Fund	100.0%	--	6.55%

Data as on Apr 30, 2025. The Yield to Maturity (YTM) mentioned is based on scheme portfolios dated Apr 30, 2025. 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.

Recommendations – Equity & Hybrid

A

‘A’sset allocation schemes
(to manage volatility)

- IPRU Balanced Advantage Fund
- IPRU Multi-Asset Fund
- IPRU Equity & Debt Fund
- IPRU Asset Allocator Fund (FOF)
- IPRU Passive Multi-Asset Fund of Fund

B

‘B’road Equity Schemes
(for long term systematic investments)

- IPRU Business Cycle Fund
- IPRU India Opportunities Fund
- IPRU Thematic Advantage Fund (FOF)
- IPRU Rural Opportunities Fund
- IPRU Innovation Fund

C

‘C’apitalization preference
(large cap biased schemes to manage volatility & for wealth creation)

- IPRU Bluechip Fund
- IPRU Equity Minimum Variance Fund

D

‘D’ynamic / Flexible Mandate Equity Schemes
(for long term wealth creation)

- IPRU Value Discovery Fund
- IPRU Flexicap Fund
- IPRU Large & Midcap Fund
- IPRU Focused Equity Fund

IPRU – ICICI Prudential, FOF – Fund of Funds. The asset allocation and investment strategy will be as per Scheme Information Document.

Our Key Recommendations – Fixed Income

PARKING OPTION (3-12 Months)

- ICICI Prudential Money Market Fund
- ICICI Prudential Ultra Short Term Fund
- ICICI Prudential Savings Fund
- ICICI Prudential Income plus Arbitrage Active FOF
- ICICI Prudential Equity - Arbitrage Fund
- ICICI Prudential Equity Savings Fund

SHORT TERM (1-3 Years)

- ICICI Prudential Short Term Fund
- ICICI Prudential Corporate Bond Fund
- ICICI Prudential Banking & PSU Debt Fund
- ICICI Prudential Medium Term Bond Fund
- ICICI Prudential Credit Risk Fund

LONG TERM (More than 3 Years)

- ICICI Prudential All Seasons Bond Fund

Riskometers

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

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 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 Asset Allocator Fund (FOF) (An open ended fund of funds scheme investing in equity oriented schemes, debt oriented schemes and gold ETFs/schemes.) is suitable for investors who are seeking*:

- Long term wealth creation
- An open ended fund of funds scheme investing in equity oriented schemes, debt oriented schemes and gold ETF/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 this Scheme in addition to the expenses of the underlying Schemes in which this Scheme makes investment.

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on April 30, 2025. Please refer to https://www.icicipruamc.com/news-and-updates/all-news for more details.

Riskometers

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 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 Equity & Debt Fund (An open ended hybrid scheme investing predominantly in equity and equity related instruments) is suitable for investors whoare 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 Passive Multi-Asset Fund of Funds (An open ended fund of funds scheme investing in equity, debt, gold and global index funds/exchange traded funds) is suitable for investors whoare seeking*:

- ❑ Long term wealth creation
- ❑ An open ended fund of funds scheme investing in equity, debt, gold and global index funds/exchange traded funds

*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 this Scheme in addition to the expenses of the underlying Schemes in which this Scheme makes investment.

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on April 30, 2025. Please refer to https://www.icicipruamc.com/news-and-updates/all-news for more details.

Riskometers

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

- ❑ Long term capital creation
- ❑ An equity scheme that invests in stocks adopting innovation strategies or themes.

*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.

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 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

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on April 30, 2025. Please refer to https://www.icicipruamc.com/news-and-updates/all-news for more details.

Riskometers

ICICI Prudential Thematic Advantage Fund (FOF) (An open ended fund of funds scheme investing predominantly in Sectoral/Thematic schemes) is suitable for investors who are seeking*:

- ❑ Long term wealth creation
- ❑ • An open ended fund of funds scheme investing predominantly in Sectoral/Thematic equity oriented 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 this Scheme in addition to the expenses of the underlying Schemes in which this Scheme makes investment.

ICICI Prudential Large & Mid Cap Fund (An open ended equity scheme investing in both large cap and mid cap stocks.) is suitable for investors who are seeking*:

- ❑ Long Term Wealth Creation
- ❑ An open ended equity scheme investing in both large cap and mid cap stocks

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

ICICI Prudential Focused Equity Fund (An open ended equity scheme investing in maximum 30 stocks across market-capitalization i.e. focus on multicap) is suitable for investors who are seeking*:

- ❑ Long Term Wealth Creation
- ❑ An open ended equity scheme investing in maximum 30 stocks across market-capitalisation.

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

ICICI Prudential Rural Opportunities Fund (An open ended equity scheme following Rural and allied theme) is suitable for investors who are seeking*:

- ❑ Long Term Wealth Creation
- ❑ An equity scheme following Rural and allied theme

*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. The above riskometers are as on April 30, 2025. Please refer to https://www.icicipruamc.com/news-and-updates/all-news for more details.

Risk-o-meters

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below riskometers are as on Apr 30, 2025. Please refer to https://www.icicipruamc.com/news-and-updates/all-news for more details.

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

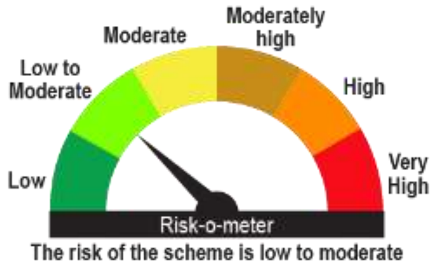
(An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal bonds. A relatively high interest rate risk and moderate credit risk.)

This product 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.)



This product 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.)

This product 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.

Risk-o-meters

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below riskometers are as on Apr 30, 2025. Please refer to https://www.icicipruamc.com/news- and-updates/all-news for more details.

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.)

This product is suitable for investors who are seeking*:

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

ICICI Prudential All Seasons Bond Fund

(An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk.)

This product 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.)

This product 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.)

This product 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.

Risk-o-meters

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below riskometers are as on Apr 30, 2025. Please refer to https://www.icicipruamc.com/news- and-updates/all-news for more details.

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.)

This product is suitable for investors who are seeking*:

- 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.)

This product 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)

This product 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

Risk-o-meters

Please note that the Risk-o-meter(s) specified will be evaluated and updated on a monthly basis. The below riskometers are as on Apr 30, 2025. Please refer to https://www.icicipruamc.com/news- and-updates/all-news for more details.

ICICI Prudential Equity Savings Fund (An open ended scheme investing in equity, arbitrage and debt)	
	This product 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

ICICI Prudential Equity-Arbitrage Fund (An open ended scheme investing in arbitrage opportunities)	
	This product is suitable for investors who are seeking*: ▪ Short Term Income Generation ▪ A hybrid scheme that aims to generate low volatility returns by using arbitrage and other derivative strategies in equity markets and investments in debt and money market instruments

Potential Risk Class

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

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 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)			

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 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	

YTM Disclaimer

Scheme Name	ICICI Prudential Money Market Fund	ICICI Prudential Savings Fund	ICICI Prudential Floating Interest Fund	ICICI Prudential Banking & PSU Debt Fund	ICICI Prudential Corporate Bond Fund	ICICI Prudential All Seasons Bond Fund
Description	An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk	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 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	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.
Annualised Portfolio YTM*:	6.74%	7.14%	7.50%	6.98%	7.02%	7.32%
Macaulay Duration	0.75 Years	0.93 Years	1.26 Years	3.41 Years	3.08 Years	4.30 Years
Residual Maturity	0.75 Years	1.81 Years	4.13 Years	5.45 Years	4.88 Years	8.53 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 Apr 30, 2025. 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 Liquid 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 liquid scheme. A relatively low 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*:	7.23%	6.55%	8.17%	7.75%	7.05%
Macaulay Duration	2.77 Years	0.12 Years	2.48 Years	3.63 Years	0.46 Years
Residual Maturity	4.39 Years	0.12 Years	3.26 Years	5.44 Years	0.69 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 Apr 30, 2025. 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

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

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

All figures and other data given in this document are dated as of Apr 30, 2025 unless stated otherwise. The same may or may not be relevant at a future date. The information shall not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Prudential Asset Management Company Limited (the AMC). Prospective investors are advised to consult their own legal, tax and financial advisors to determine possible tax, legal and other financial implication or consequence of subscribing to the units of ICICI Prudential Mutual Fund.

Disclaimer: In the preparation of the material contained in this document, the AMC has used information that is publicly available, including information developed in-house. Some of the material(s) used in the document may have been obtained from members/persons other than the AMC and/or its affili- ates and which may have been made available to the AMC and/or to its affiliates. Information gathered and material used in this document is believed to be from reliable sources. The AMC however does not warrant the accuracy, reasonableness and / or completeness of any information. We have included statements / opinions / recommendations in this document, which contain words, or phrases such as “will”, “expect”, “should”, “believe” and similar expressions or variations of such expressions, that are “forward looking statements”. Actual results may differ materially from those suggested by the forward looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our services and / or investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices etc. ICICI Prudential Asset Management Company Limited (including its affiliates), the Mutual Fund, The Trust and any of its officers, directors, personnel and employees, shall not liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner. Further, the information contained herein should not be construed as forecast or promise. The recipient alone shall be fully responsible/are liable for any decision taken on this material.

FoF Disclaimer: 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.