

# Monthly Commentary

## Global X India Select Top 10 ETF (3184 HK)



Investors should not base investment decisions on this material alone. Please refer to the Prospectus for details including product features and the risk factors. Investment involves risks. Past performance is not indicative of future performance. There is no guarantee of the repayment of the principal. Investors should note:

- The Underlying Index is a new index. The Underlying Index has minimal operating history by which investors can evaluate its previous performance. There can be no assurance as to the performance of the Underlying Index. The Fund may be riskier than other exchange traded funds tracking more established indices with longer operating history. The Underlying Index is an equal weighted index whereby the Underlying Index constituents will have the same weighting at each rebalancing (but not between each rebalancing) regardless of its size or market capitalisation based on the methodology of the Underlying Index.
- The Fund is a FPI registered with the SEBI. The applicable laws, rules and guidelines on FPI impose limits on the ability of FPI to acquire shares in certain Indian issuers from time to time and are subject to change. This may also adversely affect the performance of the Fund. The FPI status of the Fund may be revoked by the SEBI under certain circumstances. In the event the Fund's registration as a FPI is cancelled, revoked, terminated or not renewed, this would adversely impact the ability of the Fund to make further investments, or to hold and dispose of existing investment in Indian securities. The Fund may be required to liquidate all holdings in Indian securities acquired by the Fund as a FPI. Such liquidation may have to be undertaken at a substantial discount and the Fund may suffer significant/substantial losses.
- The Fund's investments are concentrated in securities in India. The Fund's value may be more volatile than that of a fund with a more diverse portfolio. The value of the Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the Indian market.
- The Fund's investments are concentrated in companies in various sectors and themes including communication services, information technology, financials, health care, consumer staples and consumer discretionary, industrials and energy. Fluctuations in the business for companies in these sectors or themes will have an adverse impact on the Net Asset Value of the Fund.
- As part of the securities lending transactions, there is a risk of shortfall of collateral value due to inaccurate pricing of the securities lent or change of value of securities lent. This may cause significant losses to the Fund. The borrower may fail to return the securities in a timely manner or at all. The Fund may as a result suffer from a loss or delay when recovering the securities lent out. This may restrict the Fund's ability in meeting delivery or payment obligations from redemption requests.

#### Disclaimer

This document contains the opinions of Mirae Asset Global Investments (Hong Kong) Limited ("MAGIHK") and is intended for your use only.

It is not a solicitation, offer or recommendation to buy or sell any security or other financial instrument and shall not constitute any form of regulated financial advice, legal, tax or other regulated service. Information contained herein has been obtained from sources believed to be reliable, but is not guaranteed. MAGIHK makes no representation as to their accuracy or completeness and therefore do not accept any liability for a loss arising from the use of this document.

Investment involves risk. Forecasts, past information and estimates have certain inherent limitations. Statements concerning financial market trends or portfolio strategies are based on current market conditions, which will fluctuate. There is no guarantee that these opinions are suitable for all investors and each investor should evaluate their ability to invest for the long term, especially during periods of downturn in the market. Outlook and strategies are subject to change without notice.

Past performance information presented is not indicative of future performance. Before making any investment decision, investors should read the fund's offering document for further details including the risk factors. Investors should ensure they fully understand the risks associated with the applicable investment and should also consider their own investment objective and risk tolerance level. Investors are advised to seek independent professional advice if in doubt.

Issuer: Mirae Asset Global Investments (Hong Kong) Limited (Licensed by the Securities and Futures Commission for Types 1, 4 and 9 regulated activities under the Securities and Futures Ordinance). This document has not been reviewed by the Securities and Futures Commission or the applicable regulator in the jurisdiction which this article is posted and no part of this publication may be reproduced in any form, or referred to in any other publication, without express written permission of MAGIHK.

Authors: Zijun Liu (Licensed by the Securities and Futures Commission for Types 1 and 4 regulated activities under the Securities and Futures Ordinance) The author and her associate(s) do not hold the securities/fund mentioned in the article.

Copyright © 2024 Mirae Asset Global Investments. All rights reserved. COM-2024-10-10-HK-R-MK\_Commentary





# Monthly Commentary

## Global X India Select Top 10 ETF

For Hong Kong Investors Only.

### Summary

- Some high frequency data showed a moderating growth trend, while overall growth trajectory largely remains on track with rural consumption gaining traction as well as private capex picking up.
- Bharti Airtel (BHARTI IN)** reported steady 1QFY25 results with revenue/EBITDA up 3/1%. Strong net adds of subscribers (2.3mn) and ARPU of Rs 211 (+5% YoY) as well as strong additions in postpaid (+0.8mn) and data subs (6.3mn) supported strong growth in India. Moderating CAPEX with rising EBITDA will lead to strong FCF, and enable the company to deleverage its balance sheet and support shareholder returns in coming years
- Tata Consultancy Service (TCS IN)** commented that demand in the UK was getting incrementally weak and led to weak employee utilization. Also, demand in BFSI also turned incrementally weak in 2QFY25 compared to 1QFY25. Accenture FY24 results showed an improving revenue trend thus we will have to watch out for Indian IT companies upcoming earnings results and more importantly the managements' commentary on demand outlook.

### Key Information

Listing Date	2024.03.19
Ongoing Charges over a Year <sup>1</sup>	0.68%
Exchange	HKEX
Reference Index <sup>2</sup>	Mirae Asset India Select Top 10 Index

<sup>1</sup> As the Fund is newly set up, this figure is an estimate only and represents the sum of the estimated ongoing charges over a 12-month period, expressed as a percentage of the estimated average Net Asset Value of the Listed Class of Units of the Fund over the same period. It may be different upon actual operation of the Fund and may vary from year to year. As the Fund adopts a single management fee structure, the estimated ongoing charges of the Fund will be equal to the amount of the single management fee, which is capped at 0.68% of the average Net Asset Value of the Listed Class of Units of the Fund. Any ongoing expenses exceeding 0.68% of the average Net Asset Value of the Listed Class of Units of the Fund will be borne by the Manager and will not be charged to the Fund. Please refer to the Key Facts Statement and the Prospectus for further details. <sup>2</sup> The Underlying Index is a net total return, equally weighted index. A net total return index reflects the reinvestment of dividends or coupon payments, after deduction of any withholding tax (including any surcharges for special levies, if applicable).

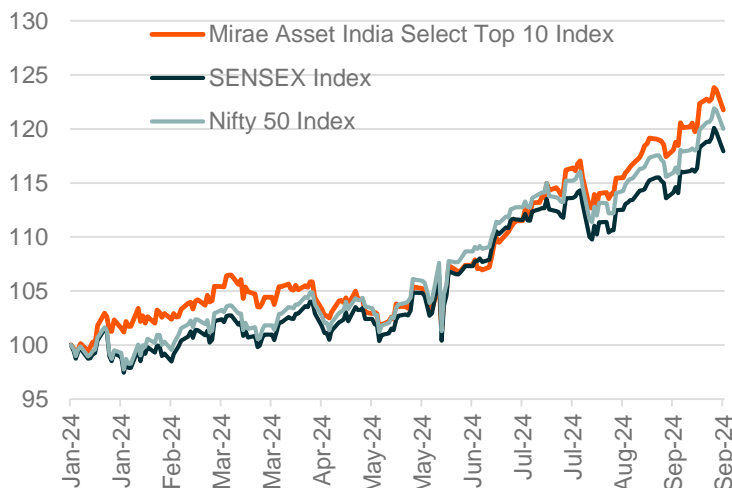
### Top 10 Holding's Performance

Name of Securities	Exchange Ticker	Net Assets (%)	1M (%)	YTD (%)
Sun Pharmaceutical	SUNP IN	11.2	5.8	52.9
Infosys	INFO IN	11.1	-3.5	20.9
Bharti Airtel	BHARTI IN	10.6	7.6	68.8
Hindustan Unilever	HUVR IN	10.5	6.5	11.4
ICICI Bank	ICICIBC IN	10.2	3.6	27.4
Tata Consultancy	TCS IN	9.8	-6.3	12.0
HDFC Bank	HDFCB IN	9.6	5.8	2.0
Maruti Suzuki India	MSIL IN	9.1	6.7	28.7
Reliance Industries	RELIANCE IN	8.8	-2.2	14.0
Larsen & Toubro	LT IN	8.8	-0.8	4.3

Source: Bloomberg, Mirae Asset, September 2024.

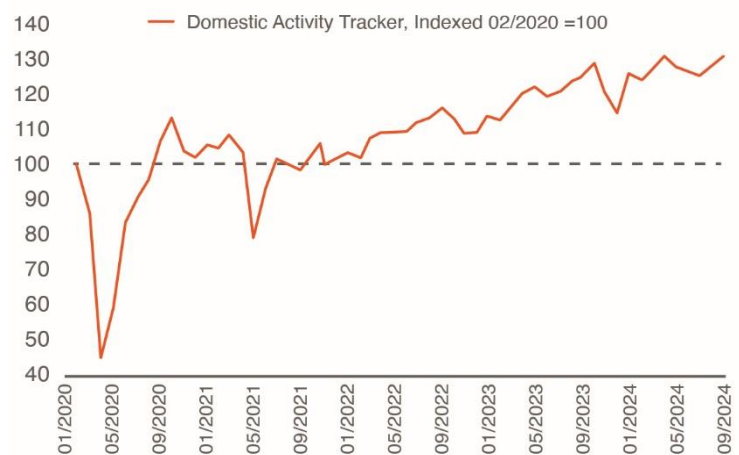
### The Index Outperformed Peer Indices, YTD

India Indices Performance Comparison, 2024 YTD



Source: Bloomberg, Mirae Asset, 30 September 2024. Note: performance calculated based on INR terms.

### Economic Activity Remained Robust



Source: CEIC, Ministry of Power, Haver, CMIE, Morgan Stanley, October 2024. Note: The Economic Activity Tracker is computed using CMIE unemployment, power, real GST collections, service and manufacturing PMI, real credit, and two wheelers and passenger vehicle sales. The data is indexed to Feb-20 = 100