

November - 2025 Diary

BENEFIT from **INSIGHT**

Quality at a Discount

When the market looks confusing, long-term opportunities quietly open up. In a market dominated by IPO frenzy and headline volatility, India's highest-quality businesses are becoming available at valuations not seen in years—creating a rare window for patient, disciplined investors.

The Paradox of November: Heavy Inflows, Silent Corrections

Massive Capital Influx

Domestic investors brought in almost **₹90,000 crore** over the last two months, while FII selling slowed down materially. Yet the real excitement shifted to blockbuster IPOs—LG, Groww, PhysicsWallah and more.

This frenzy meant many strong listed companies quietly moved out of focus, creating a divergence rarely seen in Indian markets.

Beneath the Stable Surface

While the headline index looked stable, the broader market corrected meaningfully. Many portfolios dipped **5%+** in just 1–2 months.

Since April 2024, several high-quality companies fell **15% to 50%**. This unusual divergence reflects a mix of sharp price correction and slow time correction.

India's Elite 100: Quality Now at Decade-Low Valuations

9000+

Listed Companies

Total companies trading on Indian exchanges

<100

Elite Performers

Generate ₹1,000 crore+ profits without debt

Today, many from this top-quality club trade at price levels last seen 3, 5, even 10 years ago. Multiple strong companies have returned to reasonable valuation zones. Compared to their historical averages, they now look far more favourable.

"This does not happen often—but when it does, it becomes a quiet gift for patient investors."

The Patient Investor's Playbook: Discipline Over Aggression

01

Continue SIPs and Regular Investments

Stopping SIPs during corrections weakens long-term compounding. Consistency matters more than timing.

02

Add Selectively to Quality

Focus on high-quality, debt-free, profitable companies. Avoid speculative or weak businesses. Fundamentals drive long-term returns.

03

Maintain a 7–10 Year Horizon

Wealth is created by *time in the market*, not timing the market. Patient capital wins.



Important Note

Markets can stay irrational longer than expected. This phase demands **discipline, patience, and staggered accumulation**—not aggressive buying. Avoid front-loading or over-allocating in a hurry.

Opportunities don't always appear in excitement. Often, they appear in silence, confusion, and divergence. When IPOs dominate the spotlight, quality listed companies often get cheaper—creating a supportive phase for long-term goals like education, marriage, retirement, and wealth creation.

Warren Buffett: *"Be fearful when others are greedy, and be greedy when others are fearful."*

These are general insights, not personalized investment advice. Investors must assess their risk profile and consult their advisor before making any decisions.

From Fund Manager Desk