June 12, 2019

December 2018 Quarterly Update on the Surefin India Value Fund

Dear Investor,

Please find below the performance of the fund. You will receive your individual performances separately. This update is also available on the website at: http://surefin.com/newsite/?page_id=14

Returns Table and Other Important Data

Surefin Investments is up 1.3% in the last quarter, and is up 3655.2% since inception in May 2001 after fees and other expenses[1]. This fund has grossed a CAGR of 22.8% over the last 18 years after all expenses.

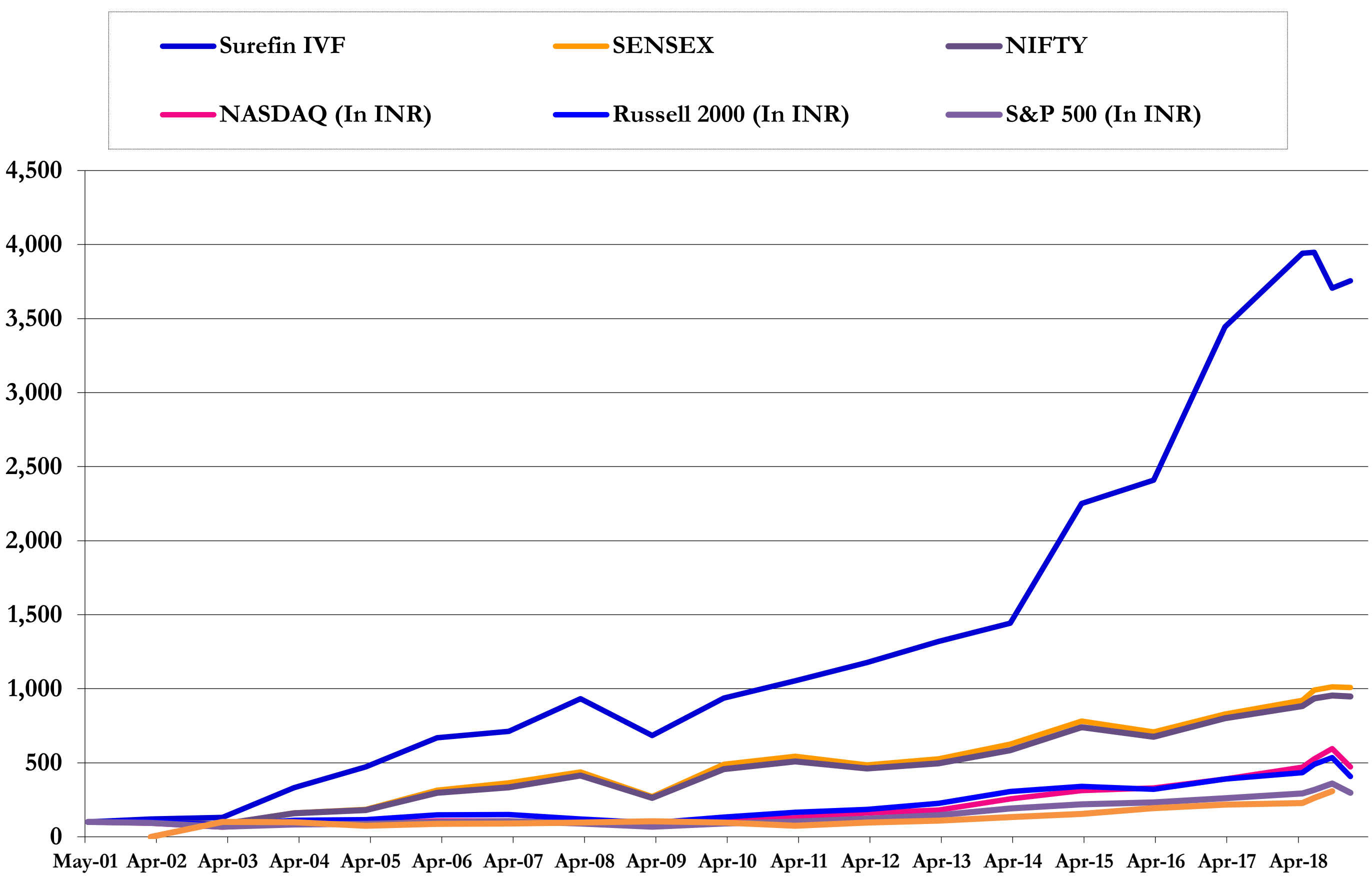
Percentage Return

Date	Surefin IVF	SENSEX	NIFTY	NASDAQ (In INR)	Russell 2000 (In INR)	S&P 500 (In INR)	Dow Jones (In INR)
May-01	-	-	-	-	-	-	-
April-02	20.0%	(2.1%)	(0.6%)	(7.2%)	7.1%	(4.6%)	(1.0%)
April-03	9.0%	(12.0%)	(13.6%)	(29.6%)	(29.0%)	(27.2%)	(24.3%)
April-04	154.0%	86.3%	84.9%	36.7%	47.6%	20.6%	17.5%
April-05	42.0%	15.1%	13.6%	(0.7%)	3.6%	4.5%	1.1%
April-06	42.0%	70.8%	64.6%	20.1%	27.5%	12.5%	8.8%
April-07	6.4%	15.9%	12.3%	1.0%	2.1%	7.0%	8.5%
April-08	30.9%	19.7%	23.9%	(13.2%)	(20.7%)	(14.1%)	(8.4%)
April-09	(26.7%)	(37.9%)	(36.2%)	(15.1%)	(22.2%)	(23.6%)	(21.4%)
April-10	36.9%	80.5%	73.8%	39.1%	42.3%	29.9%	26.5%
April-11	12.6%	10.9%	11.1%	16.4%	24.7%	13.7%	13.8%
April-12	11.6%	(10.5%)	(9.2%)	26.1%	11.7%	20.6%	21.7%
April-13	12.1%	8.2%	7.3%	12.2%	21.7%	18.3%	17.2%
April-14	9.3%	18.8%	18.0%	41.6%	35.8%	31.5%	24.4%
April-15	56.1%	24.9%	26.7%	21.7%	11.3%	15.1%	12.6%
April-16	6.9%	(9.4%)	(8.9%)	5.2%	(5.8%)	5.5%	5.4%
April-17	43.0%	16.9%	18.5%	18.9%	21.8%	12.3%	14.4%
April-18	14.5%	11.3%	10.2%	20.2%	11.0%	12.4%	17.4%
Jun-18	0.2%	7.4%	5.9%	11.8%	12.9%	8.2%	5.9%
Sep-18	(6.2%)	2.3%	2.0%	13.5%	9.4%	13.6%	15.5%
Dec-18	1.3%	(0.4%)	(0.6%)	(20.9%)	(23.7%)	(17.5%)	(15.7%)
Percent Change	**3,655.2**	**908.4**	**848.4**	**371.9**	**308.7**	**197.6**	**217.0**

1Fees are calculated differently for different clients, depending on when they entered the fund. However, now fees are charged at 0% management fees and 25% carry, over a 5% hurdle rate, with high water marks.

Comparable Returns
Performance Evaluation of Surefin India Value Fund

Month-End	Surefin IVF	SENSEX	NIFTY	NASDAQ (In INR)	Russell 2000 (In INR)	S&P 500 (In INR)	Dow Jones (In INR)
May-01	100.0	100.0	100.0	100.0	100.0	100.0	100.0
April-02	120.0	97.9	99.4	92.8	107.1	95.4	99.0
April-03	130.8	86.1	85.9	65.3	76.1	69.4	75.0
April-04	332.2	160.5	158.9	89.3	112.3	83.7	88.1
April-05	471.8	184.7	180.5	88.6	116.3	87.4	89.1
April-06	669.9	315.4	297.1	106.5	148.3	98.3	97.0
April-07	713.0	365.5	333.7	107.5	151.4	105.3	105.2
April-08	933.4	437.4	413.4	93.3	120.0	90.4	96.3
April-09	684.6	271.4	263.8	79.2	93.4	69.0	75.7
April-10	937.0	490.0	458.3	110.2	132.9	89.7	95.7
April-11	1,054.8	543.6	509.4	128.2	165.7	102.1	109.0
April-12	1,177.5	486.6	462.4	161.8	185.1	123.0	132.6
April-13	1,320.1	526.6	496.2	181.6	225.2	145.6	155.4
April-14	1,442.8	625.8	585.4	257.1	305.9	191.3	193.3
April-15	2,251.8	781.6	741.4	312.7	340.5	220.3	217.6
April-16	2,408.3	708.5	675.7	329.1	320.7	232.3	229.2
April-17	3,443.4	828.1	801.0	391.2	390.6	261.0	262.3
April-18	3,941.2	921.7	883.1	470.2	433.7	293.5	307.8
Jun-18	3,948.7	990.3	935.5	525.6	489.8	317.6	325.8
Sep-18	3,705.8	1,012.8	954.4	596.6	535.8	360.6	376.3
Dec-18	3,755.2	1,008.4	948.4	471.9	408.7	297.6	317.0
Percent Change	**3,655.2**	**908.4**	**848.4**	**371.9**	**308.7**	**197.6**	**217.0**
CAGR	**22.8%**	**14.0%**	**13.6%**	**9.2%**	**8.3%**	**6.4%**	**6.8%**



Portfolio Evaluation and Mistakes

We were up 1.3% for the quarter. In comparison the best of the Indian large cap indices were down (0.4%) (SENSEX). We believe that one quarter or even one year is too short and insufficient a time frame to measure performance. We bought 2 new positions this quarter. We did not sell any positions during the quarter.

Please feel free to get in touch with us for any questions or thoughts.

Warm regards,

Portfolio Manager
Surefin India Value Fund
www.surefin.com

Note:

The returns till 2005 are calculated on an XIRR basis. XIRR is the internal rate of return of an investment that does not necessarily have periodic payments. This function is closely related to the net present value function (NPV). The IRR is the interest rate for a series of cash flows where the net present value is zero. FY is from 1st April to 31st March.

During the early part of the year 2009, SEBI had changed the way that PMS providers operated the accounts. SEBI mandated that each provider open separate Demat Accounts for every client and till a Demat Account had not been opened for every client, the PMS provider could not buy securities on behalf of any of the clients. Given the new laws in opening Demat Accounts and the tedious KYC norms by the NSDL and various custodians, it was impossible to meet the deadlines set by SEBI and our buying was in effect frozen for a good part of May 2009. Most stocks rallied soon after and it was painful to sit with cash (that we had hoarded so painstakingly for a period like 2009) and not be able to buy anything due to this back-end and regulatory glitch. We estimate that we lost a potential 40% return in addition to the existing return due to this. The substantially lower returns in FY 2010 have lowered our overall return substantially (from a 5-year perspective). We have spruced up our back-end operations and team since then to make sure that this does not repeat itself.