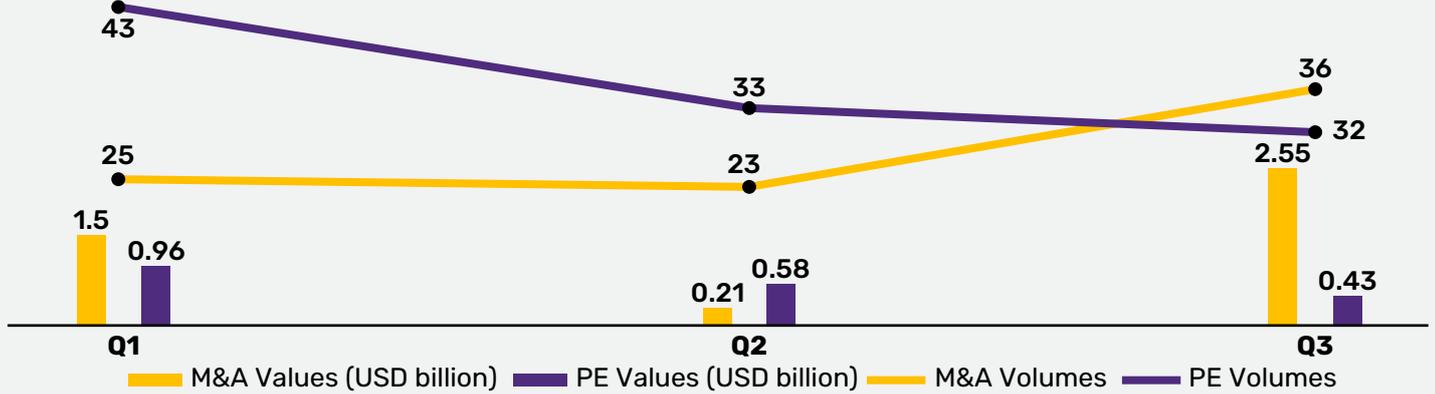




India's Pharmaceutical and Healthcare Sector in a Financial Upcycle

India's pharmaceutical and healthcare sector is in a phase of financial acceleration. Deals jumped from **~\$0.8 billion across 56 deals in Q2 FY25 to \$3.5 billion across 72 deals in Q3 FY25**, reflecting a maturing market where **capital meets capability**, with investor interest aligning with the sector's rising potential opportunities across CRDMO, health-tech services and digital health infrastructure.

Tracking India's Pharmaceutical and Healthcare Deals in FY25



Source: Pharma and Healthcare Dealtracker: Q3 2025 report by Grant Thornton Bharat

M&A = Mergers and Acquisitions | PE = Private Equity

Capital Revival & Sector Expansion

- **Deal value rose 166% QoQ** – Mergers and Acquisitions (36 deals, \$2.5 bn) led the surge while Private Equity (32 deals, \$425 m) targeted health-tech and pharma services. Capital-market activity included 3 IPOs (totalling \$428 m) and 1 Qualified Institutional Placement (QIP) of \$88m.
- **Domestic consolidation accounted for 73% of total deal value**, while outbound acquisitions increased 5.3 times QoQ as Indian players expanded globally.
- **Exports up ~9 % YoY to \$30 bn**, gaining share in **Africa and Latin America**.

Value & Capability Shift

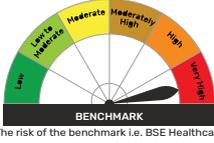
- **Pharma and biotech accounted for 29% of total deal volumes**. India's CRDMO (Contract Research, Development and Manufacturing Organisation) market (~\$3-3.5 bn) is projected to reach **\$22-25 bn by 2035**.
- Digital rails expand as **~ 80 cr ABHA IDs** (Ayushman Bharat Health Account IDs) **and 42 cr Ayushman cards** now interlink health records. Hospitals plan **20-25 % IT-spend growth** in 2-3 years.
- **Policy push**: Over 60 % of APIs (Active Pharmaceutical Ingredients) still imported from China; new **bulk-drug parks** (e.g., Himachal Pradesh got clearance in Oct 2025) aim to localise supply.

% allocation of Pharmaceuticals & Biotechnology in our other schemes

Name of scheme	Bajaj Finserv Healthcare Fund	Bajaj Finserv Balanced Advantage Fund	Bajaj Finserv Large and Mid Cap Fund	Bajaj Finserv Flexi Cap Fund	Bajaj Finserv Multi Cap Fund	Bajaj Finserv ELSS Tax Saver Fund	Bajaj Finserv Large Cap Fund
% to NAV	63.21%	12.53%	11.65%	10.43%	9.60%	8.93%	8.27%

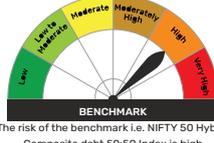
Bajaj Finserv Healthcare Fund

An open ended equity scheme following pharma, healthcare and allied theme

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> wealth creation over long term to invest predominantly in equity and equity related instruments of pharma, healthcare and allied companies. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>The risk of the scheme is very high</p>	 <p>The risk of the benchmark i.e. BSE Healthcare Total Return Index (TRI) is very high</p>

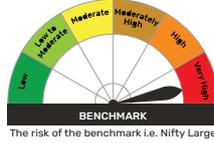
Bajaj Finserv Balanced Advantage Fund

An Open Ended Dynamic Asset Allocation Fund

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> To generate wealth creation over long term Dynamic asset allocation between equity and equity related instruments including derivatives, and fixed income instruments <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>The risk of the scheme is very high</p>	 <p>The risk of the benchmark i.e. NIFTY 50 Hybrid Composite debt 50:50 Index is high</p>

Bajaj Finserv Large and Mid Cap Fund

An open ended equity scheme investing in both large cap and mid cap stocks

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> Wealth creation over long term Open ended equity scheme investing in both large cap and mid cap stocks <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>The risk of the scheme is very high</p>	 <p>The risk of the benchmark i.e. Nifty Large Midcap 250 TRI is very high</p>

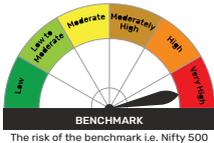
Bajaj Finserv Flexi Cap Fund

An open ended equity scheme investing across large cap, mid cap, small cap stocks.

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> Wealth creation/capital appreciation over long term Investment in equity and equity related instruments across large cap, mid cap and small cap stocks <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>The risk of the scheme is very high</p>	 <p>The risk of the benchmark i.e. BSE 500 TRI is very high</p>

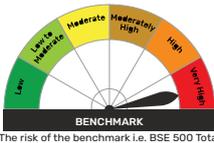
Bajaj Finserv Multi Cap Fund

An open ended equity scheme investing across large cap, mid cap, small cap stocks

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> wealth creation over long term to invest predominantly in equity and equity related instruments of large cap, mid cap, small cap companies. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>The risk of the scheme is Very High</p>	 <p>The risk of the benchmark i.e. Nifty 50 Multicap 50:25:25 TRI is Very High</p>

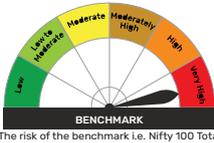
Bajaj Finserv ELSS Tax Saver Fund

An open ended equity linked saving scheme with a statutory lock in of 3 years and tax benefit

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> wealth creation over long term to invest predominantly in equity and equity related instruments with tax benefit under Section 80C of Income Tax Act, 1961 <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>The risk of the scheme is very high</p>	 <p>The risk of the benchmark i.e. BSE 500 Total Return Index (TRI) is Very High</p>

Bajaj Finserv Large Cap Fund

An open ended equity scheme predominantly investing in large cap stocks

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> wealth creation over long term to invest predominantly in equity and equity related instruments of large cap companies <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them</p>	 <p>The risk of the scheme is very high</p>	 <p>The risk of the benchmark i.e. Nifty 100 Total Return Index (TRI) is very high</p>

Sources: Grant Thornton Bharat; Business Standard; Reuters; BCG; MoHFW; EY-CII; Pharmexcl | Data as on 31st October, 2025.

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

BAJAJ FINSERV ASSET MANAGEMENT LIMITED