



IDFC MULTI CAP FUND

(Previously known as IDFC Premier Equity Fund w.e.f. May 02, 2018)

Multi Cap Fund – An open ended equity scheme investing across large cap, mid cap, small cap stocks.

FUND PHILOSOPHY*

This is a multi-cap fund with equal weights in large, mid and small caps currently. The fund focuses on a benchmark agnostic investing style with a distinct underweight on financials and overweight on consumption and domestic cyclical in the current market conditions. At a stock level, the fund focuses on companies which are operating in segments where penetration of organized is still increasing and conversion to brands will be a key driver for long term growth. The fund favours companies which generate positive operating cash flow and consistently improve their Return on Capital Employed (RoCE). From time to time, the fund identifies stocks which are strong transformational targets both from operating parameters as well as corporate governance. The fund also aims to identify and capitalize on long term themes which could generate superior returns, even if they are present in the small cap segment.

OUTLOOK

Earnings have been in line with muted expectations with Sales, EBITDA and PBT growth of -4%, -3% and -1% YoY respectively. PAT growth, on the other hand has been 15% YoY aided by tax cuts. Tax cuts helped maintain earnings estimate for FY20. The market, since Jan-18 has been clearly two tiered with 70-80 stocks out of BSE 500 generating positive returns. The focus on “High Quality, Consistent Earnings” has been the most successful play during this period. Valuation gap between the “have beens” and the “has beens” is now at one of the widest levels. Given the slowdown in earnings growth even for the “High Quality Consistent Earnings” segment, a substantial part of the returns during the last 18 months has been derived from P/E re-rating.

Continuing from our last month’s theme of Sentiment being the first pillar to undergo change for a new market cycle, outperformance of mid-cap and positive returns in Small Cap could indicate early signs of such a reversal. To build on this, appropriate and positive news flow from the government would be a critical factor. Valuations for the broader market continue to remain benign compared to the narrow band of winners with mid and small caps in general offering more value than the Mega Caps. Fundamentals, as reflected in earnings growth may remain muted for atleast a couple of quarters. However, waiting for surety on this front in the past has been akin to bolting the door after the horse has left.

FUND FEATURES:

Category: Multicap

Monthly Avg AUM: ₹5,554.00 Crores

Inception Date: 28th September 2005

Fund Manager: Mr. Anoop Bhaskar (w.e.f. 30/04/2016) & Mr. Kartik Mehta (w.e.f. 02/04/2018)

Benchmark: S&P BSE 500 TRI

Minimum Investment Amount: ₹10,000/- and any amount thereafter. (Units of IDFC Multi Cap Fund, shall be available for lump sum subscription w.e.f. May 07, 2018)

Exit Load: 1.00% if redeemed before 365 days from the date of allotment. (w.e.f. 1st September, 2009)

SIP Frequency: Monthly (Investor may choose any day of the month except 29th, 30th and 31st as the date of instalment.)

Minimum SIP Investment Amount: ₹1000/- (w.e.f. 2nd May 2018)

Options Available: Growth, Dividend - (Payout, Reinvestment and Sweep (from Equity Schemes to Debt Schemes only))

Beta: 0.94

R Square: 0.85

Standard Deviation (Annualized): 13.51%

PLAN	DIVIDEND RECORD DATE	₹/UNIT	NAV
REGULAR	01-Mar-19	1.67	32.2300
	22-Mar-18	2.17	35.0577
	10-Mar-17	2.32	33.0348
DIRECT	01-Mar-19	1.74	33.5900
	22-Mar-18	2.25	36.2848
	10-Mar-17	2.38	33.9231

Face Value per Unit (in ₹) is 10

Dividend is not guaranteed and past performance may or may not be sustained in future. Pursuant to payment of dividend, the NAV of the scheme would fall to the extent of payout and statutory levy (as applicable).

Ratios calculated on the basis of 3 years history of monthly data.

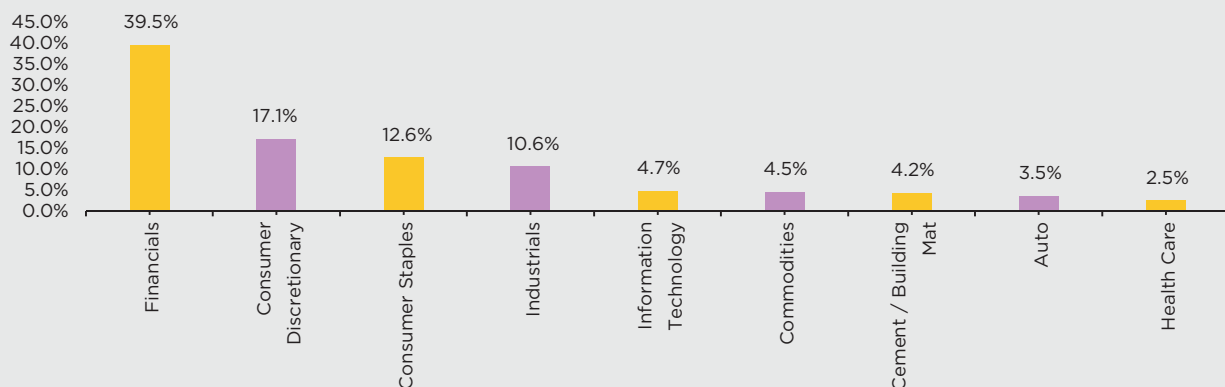
*The allocation mentioned above is as per current strategy and market conditions; this is however subject to change without notice.

MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.

Name of the Instrument	Ratings	% to NAV	Name of the Instrument	Ratings	% to NAV
Equity and Equity related Instruments		99.19%	Supreme Industries		1.16%
Banks		30.55%	AIA Engineering		1.09%
ICICI Bank		9.45%	Kirloskar Pneumatic Company		0.56%
HDFC Bank		7.67%	Commercial Services		4.08%
Axis Bank		6.08%	3M India		4.08%
Kotak Mahindra Bank		3.69%	Retailing		3.16%
City Union Bank		2.75%	Avenue Supermarts		1.62%
RBL Bank		0.91%	Future Retail		1.16%
Consumer Durables		10.86%	Future Lifestyle Fashions		0.38%
Voltas		3.26%	Software		2.65%
Bata India		3.05%	Infosys		2.65%
Crompton Greaves Consumer Electricals		2.14%	Pharmaceuticals		2.47%
Titan Company		1.62%	Sun Pharmaceutical Industries		1.50%
Greenlam Industries		0.79%	Aurobindo Pharma		0.51%
Consumer Non Durables		10.76%	Cadila Health		0.46%
Asian Paints		2.93%	Cement		2.26%
Britannia Industries		1.74%	UltraTech Cement		2.26%
Procter & Gamble Hygiene and Health		1.69%	Industrial Capital Goods		2.14%
Nestle India		1.49%	Thermax		0.81%
Hindustan Unilever		1.10%	Disa India		0.68%
GlaxoSmithKline Consumer Health		0.72%	ABB India		0.64%
S H Kelkar and Company		0.57%	IT Consulting & Other Services		2.05%
Jubilant Foodworks		0.53%	Cognizant Technology Solutions Corp - International Equities		2.05%
Finance		8.98%	Auto Ancillaries		2.05%
HDFC Life Insurance Company		1.73%	Minda Industries		1.32%
Multi Commodity Exchange of India		1.69%	MRF		0.72%
ICICI Lombard General Insurance Company		1.36%	Ferrous Metals		1.16%
Bajaj Finance		1.26%	APL Apollo Tubes		1.16%
ICICI Securities		1.15%	Transportation		1.07%
JM Financial		1.09%	Transport Corporation of India		1.07%
Mas Financial Services		0.70%	Textiles - Cotton		0.99%
Chemicals		4.42%	Vardhman Textiles		0.99%
Atul		1.83%	Media & Entertainment		0.42%
Fine Organic Industries		1.35%	Entertainment Network (India)		0.42%
Pidilite Industries		1.23%	Pesticides		0.30%
Construction Project		4.30%	Dhanuka Agritech		0.30%
Larsen & Toubro		3.84%	Construction		0.26%
Power Mech Projects		0.46%	Poddar Housing and Development		0.26%
Industrial Products		4.27%	Net Cash and Cash Equivalent		0.82%
Schaeffler India		1.46%	Grand Total		100.00%



SECTOR ALLOCATION



This product is suitable for investors who are seeking*:

- To create wealth over long term
- Investment predominantly in equity and equity related instruments across market capitalisation.

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

Distributed by: