



## IDFC CORE EQUITY FUND

(Previously known as IDFC Classic Equity Fund w.e.f. May 28, 2018)  
Large & Mid Cap Fund - An open ended equity scheme investing in both large cap and mid cap stocks

IDFC Core Equity Fund is a diversified equity fund with a large & mid cap bias currently. The focus of the fund is to build a portfolio of Quality companies while being cognizant of the relative valuation.

### FUND PHILOSOPHY\*

The fund builds a portfolio of quality stocks with lower relative valuations. Quality (for non-financial stocks) is ascribed on three fronts - conversion of EBIDTA to operating cash - OCF as % of EBIDTA > 33%; Moderate leverage: Debt/EBIDTA < 3x; Profitability: EBIDTA / Net operating Assets > 30%. Companies that qualify on these three parameters and those which are relatively cheaper within a peer group on P/B basis form part of the 'quality' universe. Roughly 50% of the portfolio will comprise of such quality companies; -30% would be for financial sector and balance 20% would be invested in benchmark heavyweights and themes, which we expect to play out over next 6/12 months. On a tactical basis, the fund may take a part of its overall holding through near month stock futures.

### EQUITY SHORT OUTLOOK

With the budget and elections behind us, focus should now shift to earnings. Q4 Earnings season concluded on a mixed note - the BSE200 earnings reported a strong growth off a weak base (mainly aided by Corporate Banks), worries of a slowdown in consumption led by Auto dampened market mood. In the June quarter 11.3% of the BSE200 Index saw an upgrade of >2% in FY 20 earnings whereas 55.3% of the Index saw a downgrade. Downgrades were more visible in Stable segment with 40% Stables and 15.3% witnessing downgrades in excess of 2%. Similarly, 8.4% of Cyclical were upgraded >2% and only 2.8% of Stables were upgraded >2%. Though June quarter earnings are expected to be tepid as most high frequency indicators indicate a slowdown, management commentary w.r.t. growth outlook across industries will be keenly watched.

Globally, post the Fed's June MPC meeting, Economists have pulled forward their expectations of 25bps rate cuts to July and September (vs. Sep and Dec previously). Global Markets surged in June with the MSCI world Index rising 6.4% MoM, up 3.4% for the quarter with equal contribution from Developed Markets (+6.5% MoM and +3.4% QoQ) and Emerging Markets (+5.7% MoM and -0.3% QoQ). Oil rose sharply in June with WTI rising 9% and Brent rising 3% MoM to close at \$66.5/barrel. For the quarter though, Brent fell 3% QoQ and still trades at a comfortable range for the India economy.

#### FUND FEATURES:

**Category:** Large & Mid Cap

**Monthly Avg AUM:** ₹2,961.17 Crores

**Inception Date:** 9th August 2005

**Fund Manager:** Mr. Anoop Bhaskar  
(w.e.f. 30/04/2016)

**Benchmark:** S&P BSE 200 TRI

**Minimum Investment Amount:**  
₹5,000/- and any amount thereafter.

**Exit Load:** 1% if redeemed within 365 days from the date of allotment. (w.e.f. 10th May 2016)

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

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

#### Other Parameters:

**Beta:** 0.98

**R Square:** 0.93

**Standard Deviation (Annualized):**  
12.91%

PLAN	DIVIDEND RECORD DATE	₹/UNIT	NAV
REGULAR	14-Mar-19	0.80	15.4200
	12-Mar-18	1.01	16.4254
	27-Feb-17	1.18	15.0036
DIRECT	14-Mar-19	0.90	17.4700
	12-Mar-18	1.13	18.3717
	27-Feb-17	1.30	16.4933

% of Portfolio	Period ending				
	Mar,18	Jun,18	Sep,18	Dec,18	Mar,19
Industry					
Auto	11.60%	13.30%	13.30%	10.10%	8.60%
Cement / Building Mat	2.90%	4.50%	4.50%	4.90%	5.10%
Commodities	8.60%	6.70%	6.70%	5.60%	4.80%
Consumer Discretionary	7.50%	6.80%	6.80%	7.90%	10.10%
Consumer Staples	3.80%	6.30%	6.30%	7.80%	4.70%
Energy	6.90%	5.20%	5.20%	6.00%	6.60%
Financials	28.40%	28.90%	28.90%	28.40%	30.60%
Health Care	2.90%	5.80%	5.80%	8.00%	9.20%
Industrials	12.10%	9.60%	9.60%	9.40%	10.30%
Information Technology	7.90%	8.20%	8.20%	6.40%	6.70%
Utilities	1.70%	0.80%	0.80%	1.00%	1.00%
Cash	5.70%	3.90%	3.90%	4.60%	2.30%

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 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.**

# PORTFOLIO

(28 June 2019)

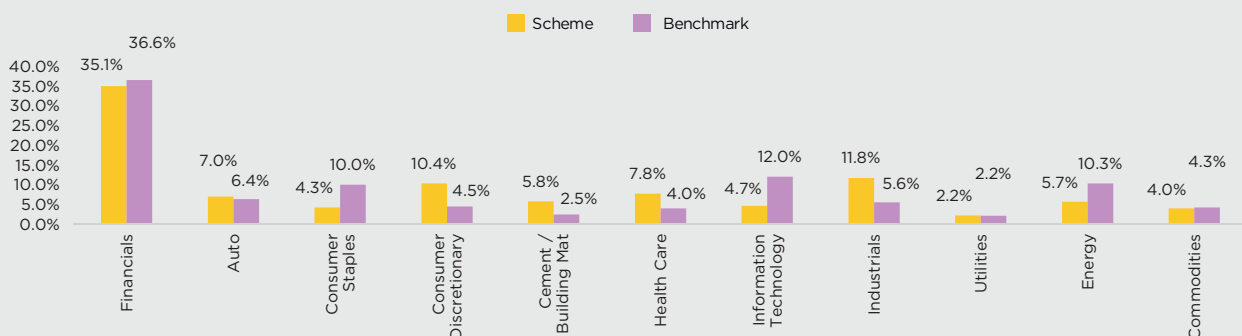


IDFC MUTUAL FUND

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
<b>Equity and Equity related Instruments</b>	<b>98.81%</b>	The Ramco Cements	1.40%
<b>Banks</b>	<b>30.11%</b>	Ambuja Cements	1.36%
HDFC Bank	6.18%	Deccan Cements	0.32%
ICICI Bank	5.82%	<b>Retailing</b>	<b>4.62%</b>
ICICI Bank - Equity Futures	1.04%	Future Retail	2.32%
State Bank of India	5.23%	Future Lifestyle Fashions	1.31%
State Bank of India - Equity Futures	0.28%	Aditya Birla Fashion and Retail	0.99%
Axis Bank	4.57%	<b>Consumer Non Durables</b>	<b>4.32%</b>
Axis Bank - Equity Futures	0.62%	Colgate Palmolive (India)	1.46%
Kotak Mahindra Bank	1.95%	GlaxoSmithKline Consumer Healthcare	1.46%
RBL Bank	1.91%	Nestle India	1.10%
The Federal Bank	1.34%	Emami	0.29%
City Union Bank	0.44%	<b>Power</b>	<b>4.00%</b>
Punjab National Bank	0.19%	NTPC	1.13%
Punjab National Bank - Equity Futures	0.55%	Kalpataru Power Transmission	1.10%
<b>Pharmaceuticals</b>	<b>7.76%</b>	Torrent Power	1.09%
IPCA Laboratories	1.73%	Nava Bharat Ventures	0.68%
Sun Pharmaceutical Industries	1.48%	<b>Consumer Durables</b>	<b>3.48%</b>
Dr. Reddy's Laboratories	1.40%	Titan Company	1.66%
Cadila Healthcare	0.92%	Voltas	0.99%
Indoco Remedies	0.89%	Crompton Greaves Consumer Electricals	0.84%
Alkem Laboratories	0.75%	<b>Industrial Products</b>	<b>3.29%</b>
Natco Pharma	0.59%	AIA Engineering	1.39%
<b>Auto Ancillaries</b>	<b>5.59%</b>	Supreme Industries	1.17%
MRF	1.74%	Cummins India	0.72%
Apollo Tyres	1.35%	<b>Industrial Capital Goods</b>	<b>2.35%</b>
Exide Industries	0.98%	Thermax	1.23%
Balkrishna Industries	0.73%	Bharat Electronics	1.12%
Minda Industries	0.46%	<b>Hotels, Resorts And Other Recreational Activities</b>	<b>2.27%</b>
Asahi India Glass	0.33%	The Indian Hotels Company	2.27%
<b>Construction Project</b>	<b>5.53%</b>	<b>Auto</b>	<b>1.42%</b>
Larsen & Toubro	3.97%	Mahindra & Mahindra	1.10%
Larsen & Toubro - Equity Futures	0.22%	Maruti Suzuki India	0.32%
KEC International	1.34%	<b>Chemicals</b>	<b>1.39%</b>
<b>Finance</b>	<b>4.97%</b>	Deepak Nitrite	0.90%
M&M Financial Services	1.76%	Tata Chemicals	0.48%
Sundaram Finance	1.12%	<b>Ferrous Metals</b>	<b>1.25%</b>
ICICI Securities	0.92%	Jindal Steel & Power	1.25%
Max Financial Services	0.73%	<b>Gas</b>	<b>0.99%</b>
Mas Financial Services	0.43%	GAIL (India)	0.87%
<b>Petroleum Products</b>	<b>4.76%</b>	Gujarat Gas	0.12%
Reliance Industries	2.97%	<b>Non - Ferrous Metals</b>	<b>0.83%</b>
Bharat Petroleum Corporation	0.96%	National Aluminium Company	0.83%
Hindustan Petroleum Corporation	0.83%	<b>Fertilisers</b>	<b>0.58%</b>
<b>Software</b>	<b>4.66%</b>	Coromandel International	0.58%
Infosys	3.12%	<b>Preference Shares</b>	<b>0.005%</b>
Mastek	0.61%	<b>Media &amp; Entertainment</b>	<b>0.005%</b>
Birlasoft	0.59%	Zee Entertainment Enterprises	0.005%
KPIT Technologies	0.34%	<b>Net Cash and Cash Equivalent</b>	<b>1.18%</b>
<b>Cement</b>	<b>4.65%</b>	<b>Grand Total</b>	<b>100.00%</b>
ACC	1.58%		



## 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 in large and mid-cap companies

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

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