



IDFC LARGE CAP FUND

(Previously known as IDFC Equity Fund w.e.f. May 14, 2018)
Large Cap Fund - An open ended equity scheme predominantly investing in large cap stocks

FUND PHILOSOPHY*

IDFC Large Cap Fund is an equity oriented fund investing predominantly in large cap stocks. The investment philosophy of the fund is based on investing in well-established growth oriented businesses which scores high on capital efficiency and operating cash flow generation.

For this fund, we have been following the “Barbell” strategy in terms of portfolio construction between large caps & small/mid caps. The large cap allocation of the fund ranges from a minimum 80% to as high as 100%. Currently, the remaining 0-20% allocation are in small-caps and a single stock position does not exceed 1% (at initiation) and 2% (at any point in time), respectively.

We believe, this “Barbell” construct, offers investors a combination of participating in steady performance of large caps and return potential of small caps, with an overlay of strong risk management in place.

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 Cap

Monthly Avg AUM: ₹432.11 Crores

Inception Date: 9th June 2006

Fund Manager: Mr. Sumit Agrawal and Mr. Arpit Kapoor (w.e.f. 01/03/2017)

Beta: 0.94

R Square: 0.94

Standard Deviation (Annualized): 12.03%

Benchmark: S&P BSE 100 TRI (w.e.f. 18/04/2017)

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

Exit Load: NIL (w.e.f. 4th February 2019)

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))

PLAN	DIVIDEND RECORD DATE	₹/UNIT	NAV
REGULAR	19-Mar-19	0.77	15.1200
	19-Mar-18	0.89	14.7165
	10-Mar-17	0.83	13.8551
DIRECT	19-Mar-19	0.95	18.4400
	19-Mar-18	1.08	17.8004
	10-Mar-17	1.00	16.6595

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.

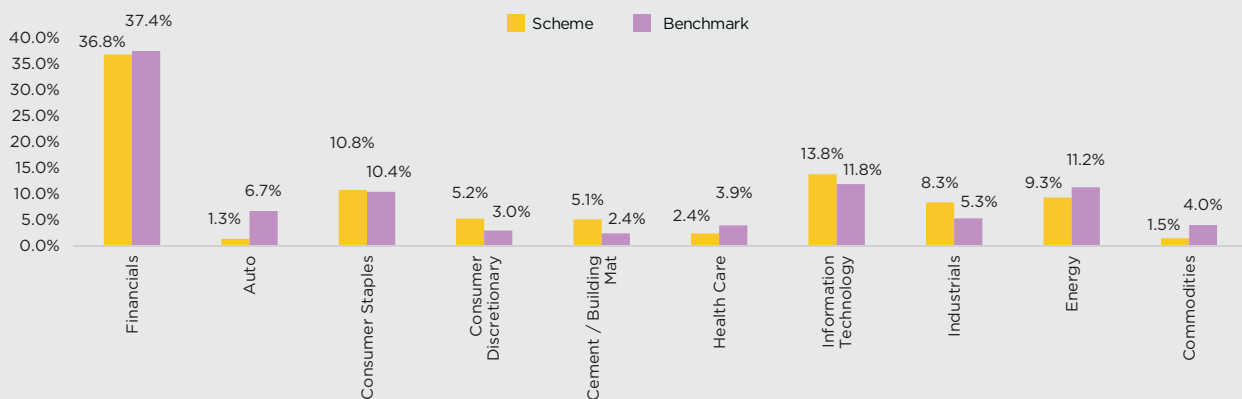
*The allocation mentioned above is as per current strategy and market conditions; this is however subject to change without notice.

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

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	94.44%	Larsen & Toubro	5.85%
Banks	32.16%	KEC International	1.21%
ICICI Bank	8.84%	Cement	5.09%
Axis Bank	7.88%	UltraTech Cement	2.80%
HDFC Bank	7.01%	HeidelbergCement India	1.18%
State Bank of India	5.43%	Shree Cement	1.10%
Kotak Mahindra Bank	3.02%	Finance	4.59%
Software	13.78%	Bajaj Finance	2.91%
Tata Consultancy Services	5.37%	Aavas Financiers	1.68%
Infosys	2.93%	Consumer Durables	3.54%
Tech Mahindra	2.09%	Titan Company	2.45%
NIIT Technologies	1.24%	Havells India	1.08%
Majesco	1.10%	Pharmaceuticals	2.41%
Persistent Systems	1.06%	IPCA Laboratories	1.35%
HCL Technologies	0.0001%	Divi's Laboratories	1.06%
Wipro	0.00%	Aurobindo Pharma	0.0001%
Consumer Non Durables	12.46%	Cadila Healthcare	0.00%
ITC	3.23%	Chemicals	1.47%
Hindustan Unilever	2.38%	Fine Organic Industries	1.47%
Nestle India	2.19%	Auto	1.33%
Marico	1.95%	Maruti Suzuki India	1.33%
Asian Paints	1.68%	Hero MotoCorp	0.0002%
Jyothy Laboratories	1.02%	Mahindra & Mahindra	0.0001%
Britannia Industries	0.0003%	Construction	1.27%
Colgate Palmolive (India)	0.0001%	PSP Projects	1.27%
Dabur India	0.00%	Auto Ancillaries	0.01%
Petroleum Products	9.27%	MRF	0.01%
Reliance Industries	6.16%	Retailing	0.0001%
Hindustan Petroleum Corporation	1.60%	Avenue Supermarts	0.0001%
Bharat Petroleum Corporation	1.51%	Net Cash and Cash Equivalent	5.56%
Construction Project	7.07%	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 of the large cap companies

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

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