



## 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.

### FUND HIGHLIGHT - JANUARY TO MARCH QUARTER

During the January to March quarter we deployed part of the cash generated in the previous quarter, with cash levels falling from 4.6% to 2.3%. A large portion of this was deployed in raising weightage of Banking by 220 bps primarily in Corporate banks as well as Consumer Discretionary 210 bps to 10.1%. This was funded by reducing stake in Consumer staples by 310 bps to 4.7% as well Autos by 150 bps to 8.6%. Sector weightages across other sectors was mainly on account of price movement. Bank of Baroda, Bharat Forge, Dabur India, Hero MotoCorp, HDFC, ITC, KPIT Technologies, Zee Entertainment exited the portfolio while Birlasoft, Emami, JM Financial and Maruti Suzuki were added. One additional stock was added due to a de-merger of an erstwhile holding rather than any fresh purchase. Financials continued to remain the largest sector. Within banks, we have been favouring Corporate Banks, however, our weightage has been modest as compared to some of our peers as well as the benchmark weight, which has crossed 35% level, HDFC Bank, a key constituent, has now crossed 12%. We hope, our overweight in sectors like Industrial, Cement and Commodities should help neutralize this underweight.

% 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).

#### FUND FEATURES:

**Category:** Large & Mid Cap

**Monthly Avg AUM:** ₹2,921.39 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):**  
12.96%

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

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

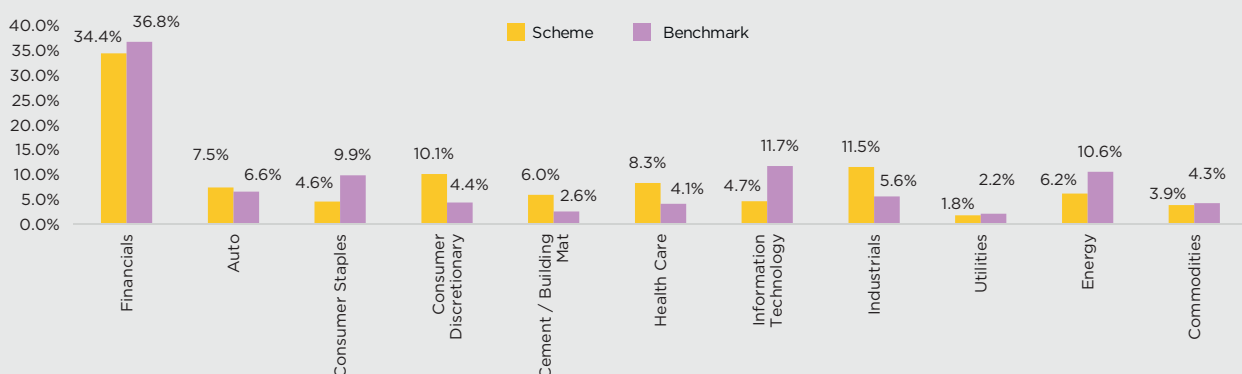
\*The allocation mentioned is as per current strategy and market conditions; this is however subject to change without notice.

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

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
<b>Equity and Equity related Instruments</b>	<b>98.91%</b>	Mastek	0.60%
<b>Banks</b>	<b>29.33%</b>	KPIT Technologies	0.34%
HDFC Bank	6.04%	<b>Consumer Non Durables</b>	<b>4.59%</b>
ICICI Bank	5.55%	Colgate Palmolive (India)	1.66%
ICICI Bank - Equity Futures	0.98%	GlaxoSmithKline Consumer Healthcare	1.48%
State Bank of India	5.03%	Nestle India	1.05%
State Bank of India - Equity Futures	0.26%	Emami	0.32%
Axis Bank	4.50%	Tata Global Beverages	0.01%
Axis Bank - Equity Futures	0.61%	Tata Global Beverages - Equity Futures	0.06%
RBL Bank	2.03%	<b>Retailing</b>	<b>4.18%</b>
Kotak Mahindra Bank	1.97%	Future Retail	2.12%
The Federal Bank	1.31%	Future Lifestyle Fashions	1.26%
City Union Bank	0.42%	Aditya Birla Fashion and Retail	0.80%
Punjab National Bank	0.19%	<b>Consumer Durables</b>	<b>3.73%</b>
Punjab National Bank - Equity Futures	0.45%	Titan Company	2.01%
<b>Pharmaceuticals</b>	<b>8.31%</b>	Voltas	0.87%
IPCA Laboratories	1.74%	Crompton Greaves Consumer Electricals	0.84%
Sun Pharmaceutical Industries	1.49%	<b>Power</b>	<b>3.51%</b>
Dr. Reddy's Laboratories	1.45%	Kalpataru Power Transmission	1.04%
Indoco Remedies	1.00%	Torrent Power	0.93%
Cadila Healthcare	0.93%	NTPC	0.86%
Alkem Laboratories	0.79%	Nava Bharat Ventures	0.68%
Natco Pharma	0.58%	<b>Industrial Products</b>	<b>3.19%</b>
Biocon	0.34%	AIA Engineering	1.36%
<b>Auto Ancillaries</b>	<b>5.88%</b>	Supreme Industries	1.09%
MRF	1.67%	Cummins India	0.73%
Apollo Tyres	1.50%	<b>Industrial Capital Goods</b>	<b>2.26%</b>
Exide Industries	1.02%	Thermax	1.17%
Balkrishna Industries	0.84%	Bharat Electronics	1.09%
Minda Industries	0.48%	<b>Hotels, Resorts And Other Recreational Activities</b>	<b>2.23%</b>
Asahi India Glass	0.36%	The Indian Hotels Company	2.23%
<b>Construction Project</b>	<b>5.45%</b>	<b>Auto</b>	<b>1.57%</b>
Larsen & Toubro	3.92%	Mahindra & Mahindra	1.07%
Larsen & Toubro - Equity Futures	0.22%	Maruti Suzuki India	0.50%
KEC International	1.31%	<b>Ferrous Metals</b>	<b>1.39%</b>
<b>Petroleum Products</b>	<b>5.19%</b>	Jindal Steel & Power	1.39%
Reliance Industries	3.28%	<b>Chemicals</b>	<b>1.04%</b>
Bharat Petroleum Corporation	0.99%	Deepak Nitrite	0.72%
Hindustan Petroleum Corporation	0.91%	Tata Chemicals	0.33%
<b>Finance</b>	<b>5.09%</b>	<b>Gas</b>	<b>1.00%</b>
M&M Financial Services	1.88%	GAIL (India)	1.00%
Sundaram Finance	1.13%	<b>Non - Ferrous Metals</b>	<b>0.83%</b>
ICICI Securities	0.92%	National Aluminium Company	0.83%
Max Financial Services	0.79%	<b>Fertilisers</b>	<b>0.59%</b>
Mas Financial Services	0.37%	Coromandel International	0.59%
<b>Cement</b>	<b>4.89%</b>	<b>Preference Shares</b>	<b>0.005%</b>
ACC	1.67%	<b>Media &amp; Entertainment</b>	<b>0.005%</b>
Ambuja Cements	1.45%	Zee Entertainment Enterprises	0.005%
The Ramco Cements	1.44%	<b>Net Cash and Cash Equivalent</b>	<b>1.08%</b>
Deccan Cements	0.33%	<b>Grand Total</b>	<b>100.00%</b>
<b>Software</b>	<b>4.67%</b>		
Infosys	3.09%		
Birlasoft	0.65%		



**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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