



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

Given the global slowdown, US China trade war and geopolitical risks, markets continued to be volatile. Developed markets were flat led by US (+1.2% QoQ) and Japan (+2% QoQ) whereas Emerging Markets fell 5.1% in the quarter. Indian markets fell 4.3% in USD terms, in line with other Emerging Markets. Drone attacks carried out on September 14 on two oil producing facilities in Saudi Arabia, resulted in a 50% supply cut in Saudi oil production. On the 1st day of trading post this event, crude oil shot 20% in early trading, before settling for the day +14% to \$69/bbl as a result. In the US, the Fed cut the policy rate by 25bps. In the Euro Area, ECB cut the deposit rate by 10bps to -0.50% and relaunched QE at a pace of €20bn/month. In Japan, the BoJ kept its policy rates unchanged.

In the home ground, after a disappointing Union Budget, the Government redefined its economic policy narrative with the announcement of the boldest tax cuts since 1997. 2019 has witnessed the best monsoon in last 25 years, though, dispersion of rain remained an issue. October quarter results could be the weakest or bottoming out of earnings with the October results – Glass half empty vs Glass half full. The continued under performance of broader market versus Nifty – valuations, volume and market cap point towards bottoming out process well under way. We believe, valuations are currently moderate across broader market. Sentiments are weak outside of narrow pack of gainers. Fundamentals hopefully should get better after the 2nd Quarter results!

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: Multicap

Monthly Avg AUM: ₹5,301.81 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: 0.98

R Square: 0.87

Standard Deviation (Annualized): 14.36%

| 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 |

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.

PORTFOLIO

(30 September 2019)

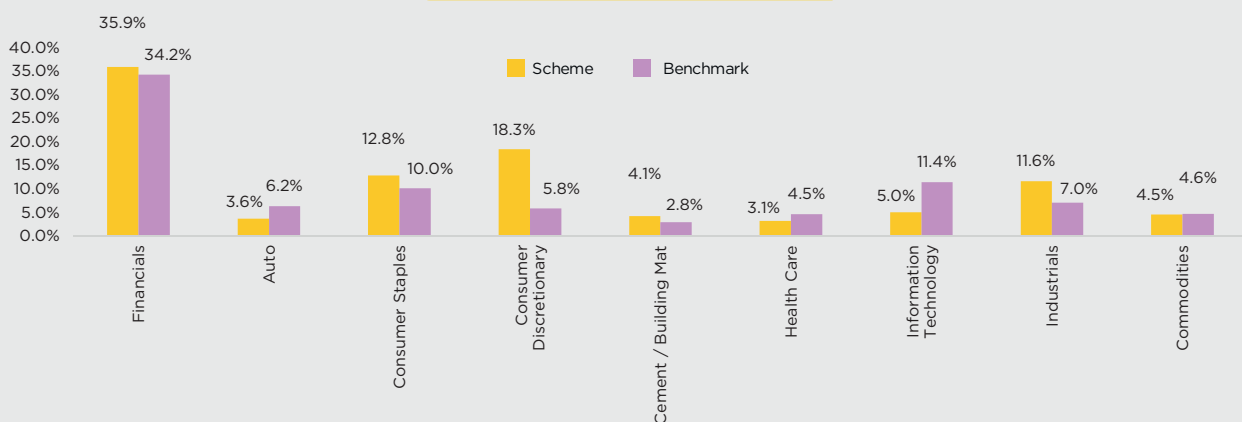


IDFC MUTUAL FUND

| Name of the Instrument | Ratings | % to NAV | Name of the Instrument | Ratings | % to NAV |
|--|---------|---------------|--|---------|----------------|
| Equity and Equity related Instruments | | | Commercial Services | | |
| Banks | | | 3M India | | |
| | | 29.21% | | | 3.77% |
| ICICI Bank | | 8.08% | Retailing | | |
| HDFC Bank | | 7.34% | Avenue Supermarts | | 1.64% |
| Axis Bank | | 5.82% | Future Retail | | 1.30% |
| Kotak Mahindra Bank | | 4.27% | Future Lifestyle Fashions | | 0.39% |
| City Union Bank | | 2.66% | Pharmaceuticals | | |
| RBL Bank | | 1.04% | Aurobindo Pharma | | 1.41% |
| Consumer Non Durables | | | Sun Pharmaceutical Industries | | 1.30% |
| Asian Paints | | 3.85% | Cadila Healthcare | | 0.42% |
| Procter & Gamble Hygiene and Health Care | | 1.87% | Software | | |
| Britannia Industries | | 1.61% | Infosys | | 3.06% |
| Nestle India | | 1.54% | Industrial Capital Goods | | |
| Hindustan Unilever | | 1.04% | Thermax | | 0.89% |
| GlaxoSmithKline Consumer Healthcare | | 0.76% | Disa India | | 0.72% |
| S H Kelkar and Company | | 0.70% | ABB India | | 0.64% |
| Consumer Durables | | | Cement | | |
| Bata India | | 3.35% | UltraTech Cement | | 2.15% |
| Voltas | | 3.16% | Auto Ancillaries | | |
| Crompton Greaves Consumer Electricals | | 2.26% | Minda Industries | | 1.24% |
| Titan Company | | 1.75% | MRF | | 0.72% |
| Greenlam Industries | | 0.71% | IT Consulting & Other Services | | |
| Finance | | | Cognizant Technology Solutions Corp - International Equities | | 1.85% |
| HDFC Life Insurance Company | | 1.90% | Transportation | | |
| Multi Commodity Exchange of India | | 1.38% | Transport Corporation of India | | 1.18% |
| JM Financial | | 0.95% | Ferrous Metals | | |
| ICICI Securities | | 0.91% | APL Apollo Tubes | | 1.07% |
| Mas Financial Services | | 0.80% | Textiles - Cotton | | |
| ICICI Lombard General Insurance Company | | 0.70% | Vardhman Textiles | | 1.04% |
| Construction Project | | | Media & Entertainment | | |
| Larsen & Toubro | | 4.19% | Entertainment Network (India) | | 0.61% |
| Power Mech Projects | | 0.54% | Construction | | |
| Industrial Products | | | Poddar Housing and Development | | 0.31% |
| Schaeffler India | | 1.60% | ITD Cementation India | | 0.23% |
| Supreme Industries | | 1.26% | Pesticides | | |
| AIA Engineering | | 1.18% | Dhanuka Agritech | | 0.33% |
| Kirloskar Pneumatic Company | | 0.60% | Corporate Bond | | |
| Chemicals | | | Britannia Industries | AAA | 0.02% |
| Atul | | 1.80% | Net Cash and Cash Equivalent | | |
| Pidilite Industries | | 1.49% | | | 1.30% |
| Fine Organic Industries | | 1.28% | 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.

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