



IDFC INFRASTRUCTURE FUND

An open ended equity scheme investing in Infrastructure sector

A dedicated Infrastructure fund, that invests across the infrastructure value chain with exclusions like Banking, Autos, IT, Pharma and FMCG. It is a diversified portfolio of companies that are participating in and benefitting from the Indian Infrastructure and Infrastructure related activities.

OUTLOOK

Indian equities continued their upward momentum in July with markets rebounding by 46% from March lows despite the relentless increase in daily new Covid cases and sharp earnings downgrades.

Going forward, the pace of economic recovery would depend largely on the extent of local lockdowns on account of spread of Covid-19. Markets seems to have run ahead of fundamentals and are less than 10% lower than all-time highs. Global and domestic liquidity seems to have played a significant part in the sharp upmove seen in the markets. Investors should tread with caution as the number of cases and deaths in India continue to rise. Also, earnings uncertainty for FY21 is fairly high with a wide range of analyst estimates. Various valuation parameters after dropping to an "attractive" zone in April'20 have moved into the "expensive" zone. Investors need to be cautious at current levels given the combination of higher valuation and a possibility of a slower than expected earnings recovery in FY21.

CURRENT STRATEGY

The portfolio is built to monetize the existing infrastructure opportunity in India. Despite the argument of environment being slower, we believe that companies with a dominant market share and growing cash flows would consolidate the opportunity going forward. The focus is on companies with healthy balance sheet which are beneficiaries of ongoing capital formation and will capture a large part of that revenue pool. The current portfolio represents our version of such companies from the Construction & Logistics segments, Industrials space, the Utilities and Energy businesses.

FUND FEATURES: (Data as on 31st July'20)

Category: Sectoral

Monthly Avg AUM: ₹502.03 Crores

Inception Date: 8th March 2011

Fund Manager: Mr. Rajendra Kumar Mishra (w.e.f 27/06/2013)

Other Parameters:

Beta: 1.10

R Square: 0.94

Standard Deviation (Annualized): 28.36%

Benchmark: S&P BSE India Infrastructure TRI (w.e.f 11/11/2019)

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

Exit Load:

- If redeemed/switched out within 365 days from the date of allotment:
 - Upto 10% of investment: Nil,
 - For remaining investment: 1% of applicable NAV.
- If redeemed / switched out after 365 days from date of allotment: Nil. (w.e.f. May 08, 2020)

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))

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

The above mentioned is the current strategy of the Fund Manager. However, asset allocation and investment strategy shall be within broad parameters of Scheme Information Document.

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

PORTFOLIO

(31 July 2020)

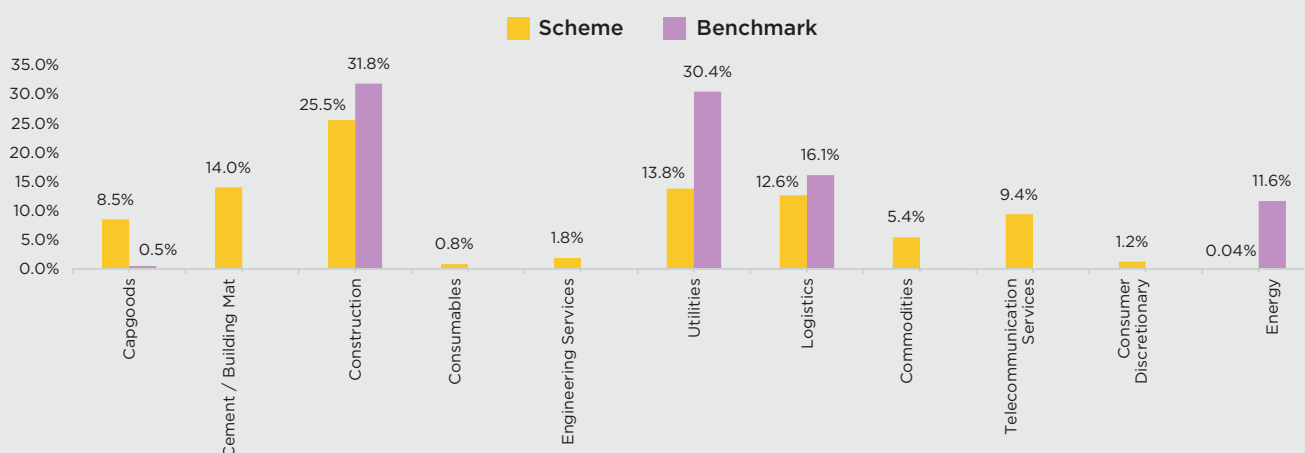


IDFC MUTUAL FUND

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	93.14%	Gujarat Gas	4.15%
Construction Project	15.95%	Telecom - Services	8.30%
Larsen & Toubro	7.02%	Bharti Airtel	8.30%
Dilip Buildcon	2.06%	Industrial Products	4.78%
NCC	2.00%	Kirloskar Brothers	2.34%
H.G. Infra Engineering	1.98%	Cummins India	1.65%
Engineers India	1.84%	Carborundum Universal	0.80%
Sadbhav Engineering	1.05%	Ferrous Metals	4.68%
Cement	13.98%	Jindal Steel & Power	2.65%
UltraTech Cement	6.75%	Maharashtra Seamless	1.14%
JK Cement	5.22%	Jindal Saw	0.89%
Sagar Cements	2.01%	Industrial Capital Goods	4.52%
Transportation	12.66%	Thermax	2.14%
Adani Ports and Special Economic Zone	4.65%	ISGEC Heavy Engineering	0.98%
Container Corporation of India	3.05%	Siemens	0.72%
Transport Corporation of India	2.79%	Bharat Electronics	0.69%
Gateway Distriparks	1.36%	Power	4.20%
Navkar Corporation	0.81%	Torrent Power	4.20%
Construction	11.41%	Hotels, Resorts And Other Recreational Activities	1.25%
PNC Infratech	4.73%	Taj GVK Hotels & Resorts	1.25%
NBCC (India)	1.60%	Telecom - Equipment & Accessories	1.06%
PSP Projects	1.33%	Tejas Networks	1.06%
J.Kumar Infraprojects	1.12%	Non - Ferrous Metals	0.75%
ITD Cementation India	0.98%	Vedanta	0.75%
Ahluwalia Contracts (India)	0.87%	Petroleum Products	0.04%
GPT Infraprojects	0.51%	Reliance Industries	0.04%
Gayatri Projects	0.27%	Net Cash and Cash Equivalent	6.86%
Gas	9.56%	Grand Total	100.00%
Gujarat State Petronet	5.42%		



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 companies that are participating in and benefiting from growth in Indian infrastructure and infrastructural related activities.

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



Investors understand that their principal will be at High risk