



## 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.

### OUTLOOK

Domestic markets have bounced in line with global markets, despite the rising cases in the country and the economic fallout of one of the most severe lockdowns. High-frequency data show a rebound in economic activity post lockdown. Essential services like groceries and pharmacies are now close to pre-lockdown levels. India's manufacturing PMI has improved sharply from the lows of April.

Two wheelers, tractors, fertilizers, agrochemicals have reported the most robust growth rates and are tipped to reach pre-Covid levels fastest. Pharmaceuticals, has seen the sharpest pullback while Banking and NBFCs, continue to be impacted by Moratorium and higher provisioning fears, thus the "quality" of earnings till Q3 FY21 will remain suspect.

Going ahead, post the pandemic, economic growth will be uneven and difficult to forecast. The key would be to stay invested and participate in the recovery which will unfold in the future. We believe Large Cap stocks may offer greater stability, while small caps will have edge on the valuation front.

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.

\*The benchmark of the fund has been revised from S&P BSE 200 TRI to Nifty LargeMidcap 250 TRI w.e.f. 7th October 2019

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:** (Data as on 30th June'20)

**Category:** Large & Mid Cap

**Monthly Avg AUM:** ₹2,075.94 Crores

**Inception Date:** 9th August 2005

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

**Benchmark:** LargeMidcap 250 TRI (w.e.f. 7th October 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))

**Other Parameters:**

**Beta:** 0.99

**R Square:** 0.97

**Standard Deviation (Annualized):** 22.78%

PLAN	DIVIDEND RECORD DATE	₹/UNIT	NAV
REGULAR	16-Mar-20	1.03	12.0100
	14-Mar-19	0.80	15.4200
	12-Mar-18	1.01	16.4254
DIRECT	16-Mar-20	0.39	13.7900
	14-Mar-19	0.90	17.4700
	12-Mar-18	1.13	18.3717

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

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

# PORTFOLIO

(30 June 2020)

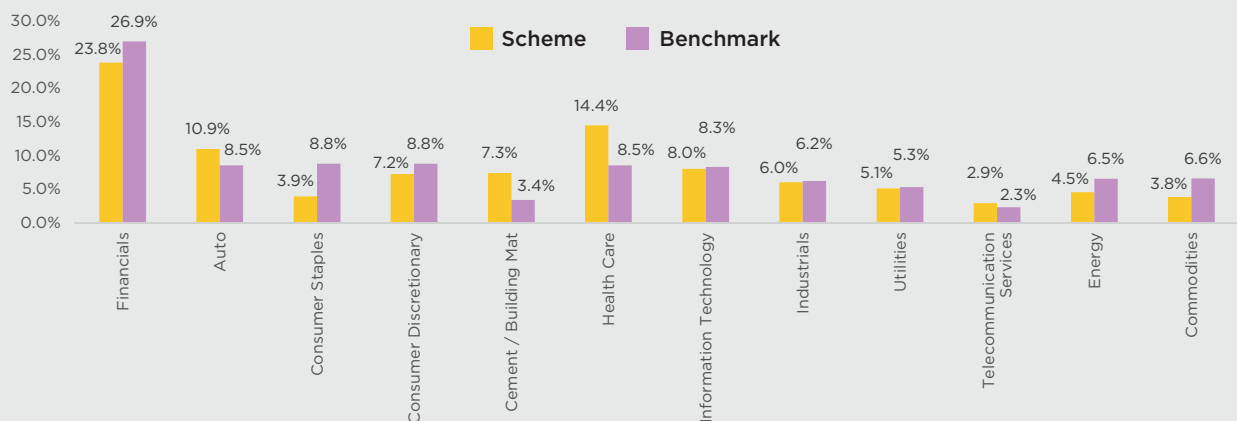


IDFC MUTUAL FUND

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
<b>Equity and Equity related Instruments</b>	<b>97.98%</b>	Supreme Industries	1.74%
<b>Banks</b>	<b>17.87%</b>	Bharat Forge	0.67%
HDFC Bank	5.88%	Cummins India	0.59%
ICICI Bank	4.09%	<b>Petroleum Products</b>	<b>4.52%</b>
Axis Bank	2.90%	Reliance Industries	2.80%
Kotak Mahindra Bank	1.88%	Bharat Petroleum Corporation	1.47%
State Bank of India	1.27%	Indian Oil Corporation - Equity Futures	0.24%
RBL Bank	0.65%	<b>Consumer Non Durables</b>	<b>3.92%</b>
The Federal Bank	0.49%	Hindustan Unilever	1.90%
City Union Bank	0.40%	ITC	0.96%
State Bank of India - Equity Futures	0.30%	Tata Consumer Products	0.58%
<b>Pharmaceuticals</b>	<b>14.44%</b>	Marico	0.47%
IPCA Laboratories	3.24%	<b>Auto</b>	<b>3.44%</b>
Lupin	2.20%	Bajaj Auto	1.38%
Sun Pharmaceutical Industries	1.92%	Hero MotoCorp	1.17%
Dr. Reddy's Laboratories	1.79%	Mahindra & Mahindra	0.89%
Cadila Healthcare	1.77%	<b>Power</b>	<b>3.17%</b>
Alkem Laboratories	1.41%	Torrent Power	1.86%
Aurobindo Pharma	1.24%	Kalpataru Power Transmission	0.77%
Indoco Remedies	0.87%	Nava Bharat Ventures	0.53%
<b>Software</b>	<b>8.01%</b>	<b>Consumer Durables</b>	<b>3.03%</b>
Infosys	4.69%	Crompton Greaves Consumer Electricals	1.18%
Birlasoft	1.00%	Voltas	1.00%
Mastek	0.78%	Titan Company	0.84%
Mphasis	0.71%	<b>Telecom - Services</b>	<b>2.91%</b>
KPIT Technologies	0.42%	Bharti Airtel	2.91%
Wipro - Equity Futures	0.41%	<b>Construction Project</b>	<b>2.75%</b>
<b>Auto Ancillaries</b>	<b>6.82%</b>	KEC International	1.61%
MRF	2.82%	Larsen & Toubro	1.14%
Apollo Tyres	1.18%	<b>Gas</b>	<b>2.69%</b>
Exide Industries	1.04%	Mahanagar Gas	1.58%
Balkrishna Industries	0.99%	Gujarat State Petronet	1.12%
Minda Industries	0.39%	<b>Retailing</b>	<b>2.61%</b>
Asahi India Glass	0.39%	Aditya Birla Fashion and Retail	1.12%
<b>Finance</b>	<b>5.91%</b>	Future Retail	0.89%
ICICI Securities	2.59%	Future Lifestyle Fashions	0.59%
Sundaram Finance	1.40%	<b>Ferrous Metals</b>	<b>1.94%</b>
M&M Financial Services	0.74%	Jindal Steel & Power	1.94%
ICICI Lombard General Insurance Company	0.60%	<b>Chemicals</b>	<b>1.88%</b>
Mas Financial Services	0.59%	Deepak Nitrite	1.88%
<b>Cement</b>	<b>5.61%</b>	<b>Hotels, Resorts And Other Recreational Activities</b>	<b>1.62%</b>
ACC	1.93%	The Indian Hotels Company	1.62%
Ambuja Cements	1.80%	<b>Preference Shares</b>	<b>0.005%</b>
The Ramco Cements	1.63%	<b>Media &amp; Entertainment</b>	<b>0.005%</b>
Deccan Cements	0.25%	Zee Entertainment Enterprises	0.005%
<b>Industrial Products</b>	<b>4.86%</b>	<b>Net Cash and Cash Equivalent</b>	<b>2.02%</b>
AIA Engineering	1.86%	<b>Grand Total</b>	<b>100.00%</b>



## 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.