



## 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

Past market trends have shown that valuations by themselves may not lead to a correction, however, investor expectations of earnings growth if not met, have a bigger impact on the burden of high valuations and trigger stock market corrections. While, a few macro events dominate debate today – Inflation, commodity prices uptrend and US 10-year yields, earnings should be the key focus for investors going forward.

As investors, be ready for a drop in EBITDA margins, which touched an all-time high in December 2020 quarter. The unsustainability of the previous quarter margins is a given. What will matter, if sales growth builds on the foundation of 9 months FY 21. Managements will try to shift investor focus from margin to absolute growth at EBITDA and PAT levels. Thankfully, low base effect of last year's March and June quarters builds an easy base for the y-o-y comparison. Operational costs cut effected last year will also be watched with keen interest, were the savings of FY 21 structural or just tactical?

Lastly, the pace of vaccination, currently a shade below 6.5% of adults in India (those having taken the initial jab). The speed with which we cross 25%/33%/50% levels of successfully vaccinating the adult population, may have a direct bearing on how further will our economic trajectory be 7%/9%/11%!

### 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 March'21)

**Category:** Sectoral

**Monthly Avg AUM:** ₹589.96 Crores

**Inception Date:** 8th March 2011

**Fund Manager:** Mr. Sachin Relekar  
(w.e.f. 08th December 2020)<sup>†</sup>

**Other Parameters:**

**Beta:** 0.98

**R Square:** 0.92

**Standard Deviation (Annualized):**  
31.07%

**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, IDCW®  
- (Payout, Reinvestment and Sweep (from Equity Schemes to Debt Schemes only))

<sup>†</sup>The Scheme was being managed by Mr. Rajendra Kumar Mishra up to December 7, 2020.

@Income Distribution cum capital withdrawal

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

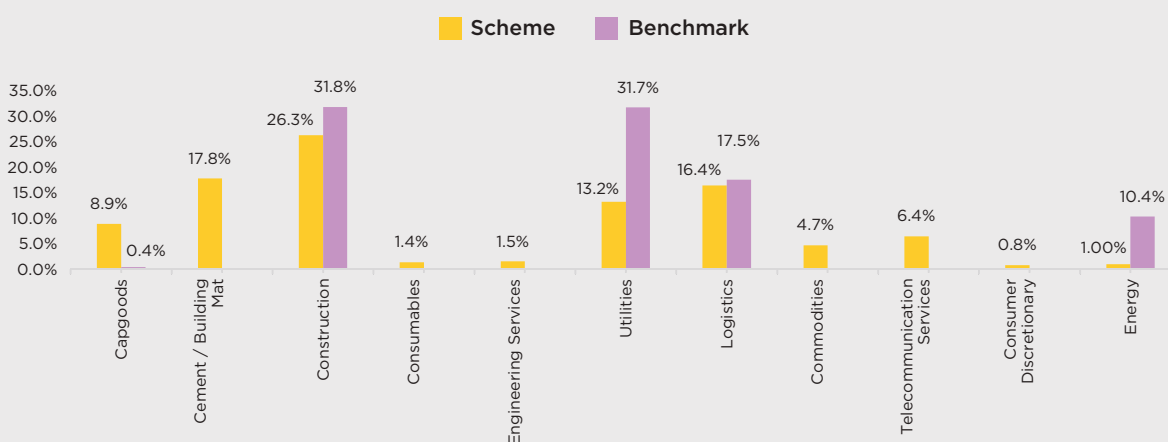
The above mentioned is the current strategy of the Fund Manager. However, asset allocation and investment strategy shall be within broad parameters of Scheme Information Document.

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

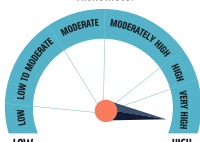
Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
<b>Equity and Equity related Instruments</b>	<b>98.43%</b>	Gujarat Gas	5.75%
<b>Cement &amp; Cement Products</b>	<b>17.79%</b>	Gujarat State Petronet	2.90%
UltraTech Cement	8.28%	<b>Telecom - Services</b>	<b>6.44%</b>
JK Cement	7.04%	Bharti Airtel	6.44%
Sagar Cements	2.47%	<b>Industrial Capital Goods</b>	<b>4.98%</b>
<b>Transportation</b>	<b>16.42%</b>	Thermax	3.21%
Adani Ports and Special Economic Zone	7.43%	ISGEC Heavy Engineering	1.76%
Container Corporation of India	3.37%	<b>Ferrous Metals</b>	<b>4.70%</b>
Transport Corporation of India	3.20%	Jindal Steel & Power	2.83%
Gateway Distriparks	1.65%	Maharashtra Seamless	0.98%
Navkar Corporation	0.77%	Jindal Saw	0.89%
<b>Construction Project</b>	<b>16.18%</b>	<b>Power</b>	<b>4.56%</b>
Larsen & Toubro	9.32%	Torrent Power	4.56%
NCC	2.85%	<b>Industrial Products</b>	<b>4.53%</b>
H.G. Infra Engineering	2.48%	Kirloskar Brothers	3.16%
Engineers India	1.53%	Carborundum Universal	1.37%
<b>Construction</b>	<b>11.63%</b>	<b>Petroleum Products</b>	<b>1.00%</b>
PNC Infratech	6.33%	Hindustan Petroleum Corporation	1.00%
Ahluwalia Contracts (India)	2.20%	<b>Leisure Services</b>	<b>0.80%</b>
ITD Cementation India	1.41%	Taj GVK Hotels & Resorts	0.80%
J.Kumar Infraprojects	0.98%	<b>Aerospace &amp; Defense</b>	<b>0.75%</b>
GPT Infraprojects	0.55%	Bharat Electronics	0.75%
PSP Projects	0.16%	<b>Net Cash and Cash Equivalent</b>	<b>1.57%</b>
<b>Gas</b>	<b>8.65%</b>	<b>Grand Total</b>	<b>100.00%</b>



**SECTOR ALLOCATION**



Riskometer



Investors understand that their principal will be at Very High risk

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.



Contact your Financial Advisor



Call toll free 1800-2-6666-88



Invest online at [www.idfcmf.com](http://www.idfcmf.com)



[www.facebook.com/idfcamc](https://www.facebook.com/idfcamc)



@IDFCMF