



## IDFC LARGE CAP FUND

Large Cap Fund - An open ended equity scheme predominantly investing in large cap stocks

### FUND PHILOSOPHY\*

The fund aims to generate steady returns by investing in the leading stocks of the chosen sectors, predominantly amongst the large cap universe. The portfolio approach is based on a robust three pillar strategy, namely:

**Buying the right sectors** - Identifying and investing in the right sectors with the flexibility to have large deviations from the benchmark sector weights.

**Buying the sector leaders** - Investing in the sector leader companies having strong fundamentals, solid execution track record as well as resilient balance sheet to withstand any cyclical downturns.

**Tactical allocation to mid/small caps** - Opportunistic allocation to take advantage of any mispriced opportunities or a benevolent risk-on environment.

The fund has a “Growth” and “Quality” oriented investment style, and is focused on companies having a strong visibility of earnings growth coupled with healthy return on capital employed.

### 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 EBIDTA 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 EBDITA 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%!

**FUND FEATURES:** (Data as on 31st March'21)

**Category:** Large Cap

**Monthly Avg AUM:** ₹711.03 Crores

**Inception Date:** 9th June 2006

**Fund Manager:** Mr. Sumit Agrawal and Mr. Arpit Kapoor (w.e.f. 01/03/2017)

**Other Parameters:**

**Beta:** 0.89

**R Square:** 0.96

**Standard Deviation (Annualized):** 19.97%

**Benchmark:** S&P BSE 100 TRI (w.e.f. 18/04/2017)

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

**Exit Load:** NIL (w.e.f. 4th February 2019)

**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))

PLAN	IDCW® RECORD DATE	₹/UNIT	NAV
REGULAR	16-Mar-20	1.04	12.1800
	19-Mar-19	0.77	15.1200
	19-Mar-18	0.89	14.7165
DIRECT	16-Mar-20	1.27	14.9900
	19-Mar-19	0.95	18.4400
	19-Mar-18	1.08	17.8004

Face Value per Unit (in ₹) is 10  
Income Distribution cum capital withdrawal is not guaranteed and past performance may or may not be sustained in future. Pursuant to payment of Income Distribution cum capital withdrawal, the NAV of the scheme would fall to the extent of payout and statutory levy (as applicable).

®Income Distribution cum capital withdrawal

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

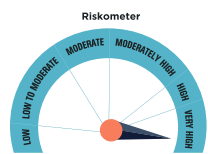
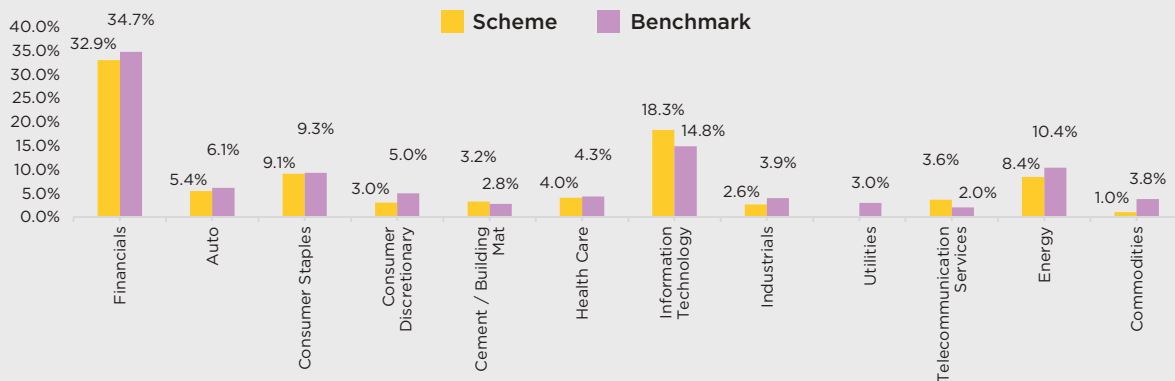
The above mentioned is the current strategy of the Fund Manager. However, asset allocation and investment strategy shall be within broad parameters of Scheme Information Document.

**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>91.49%</b>	<b>Auto</b>	<b>4.76%</b>
<b>Banks</b>	<b>24.35%</b>	Mahindra & Mahindra	1.99%
HDFC Bank	8.80%	Maruti Suzuki India	1.40%
ICICI Bank	5.96%	Bajaj Auto	0.71%
State Bank of India	3.76%	Hero MotoCorp	0.66%
Axis Bank	3.04%	<b>Pharmaceuticals</b>	<b>4.00%</b>
Kotak Mahindra Bank	2.79%	Divi's Laboratories	1.13%
<b>Software</b>	<b>18.25%</b>	Aurobindo Pharma	1.10%
Infosys	8.13%	Dr. Reddy's Laboratories	1.06%
Tata Consultancy Services	5.11%	Cipla	0.72%
HCL Technologies	2.13%	<b>Telecom - Services</b>	<b>3.62%</b>
Tech Mahindra	2.11%	Bharti Airtel	3.62%
Wipro	0.77%	<b>Cement &amp; Cement Products</b>	<b>3.23%</b>
<b>Consumer Non Durables</b>	<b>10.10%</b>	UltraTech Cement	3.23%
Hindustan Unilever	2.57%	<b>Construction Project</b>	<b>2.62%</b>
ITC	2.21%	Larsen & Toubro	2.62%
Asian Paints	1.29%	<b>Non - Ferrous Metals</b>	<b>0.98%</b>
Tata Consumer Products	0.93%	Hindalco Industries	0.98%
Godrej Consumer Products	0.90%	<b>Retailing</b>	<b>0.94%</b>
Dabur India	0.80%	Avenue Supermarts	0.94%
Nestle India	0.71%	<b>Consumer Durables</b>	<b>0.76%</b>
Britannia Industries	0.69%	Titan Company	0.76%
<b>Finance</b>	<b>8.59%</b>	<b>Auto Ancillaries</b>	<b>0.66%</b>
HDFC	5.96%	Sandhar Technologies	0.66%
Bajaj Finance	1.92%	<b>Chemicals</b>	<b>0.26%</b>
Muthoot Finance	0.71%	Pidilite Industries	0.26%
<b>Petroleum Products</b>	<b>8.36%</b>	<b>Net Cash and Cash Equivalent</b>	<b>8.51%</b>
Reliance Industries	7.41%	<b>Grand Total</b>	<b>100.00%</b>
Bharat Petroleum Corporation	0.95%		



**SECTOR ALLOCATION**



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 the large cap companies

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