



## 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

The S&P BSE Sensex Index and Nifty 50 Index ended the roller-coaster ride of the month almost flat (0.3%) in July. Mid and Small caps were up 3% and 8%, respectively; outperforming Large caps in July.

Earnings growth for Q1 FY22 also commenced. The earnings' results so far has depicted mixed trends - reflecting increasing margin pressure, moderation in top-line momentum, and an increase in retail NPAs for some banks. Moreover, the ongoing earnings season reflects a few key trends:

- i. The momentum of activity visible in the Jan-Mar 2021 quarter stalled during the Apr-Jun 2021 quarter due to the 2nd wave of the pandemic.
- ii. Management commentary post-Apr-Jun 2021 quarter is more muted about the near term, as worries of a 3rd wave and its impact on business continuity remains an open question.
- iii. The cycle of upgrades witnessed from the Sep 2020 quarter will take a breather with the current quarter. Earnings for FY22 will be marginally downgraded, while earnings for FY23 remain unimpacted.

While, we believe there are few headwinds which could provide near term break to growth in the form of rising fears of Covid-19 third wave and associated slow pace of unlocking of economy in progress.

### 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'21)

**Category:** Sectoral

**Monthly Avg AUM:** ₹642.30 Crores

**Inception Date:** 8th March 2011

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

**Other Parameters:**

**Beta:** 0.99

**R Square:** 0.90

**Standard Deviation (Annualized):**  
31.28%

**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.

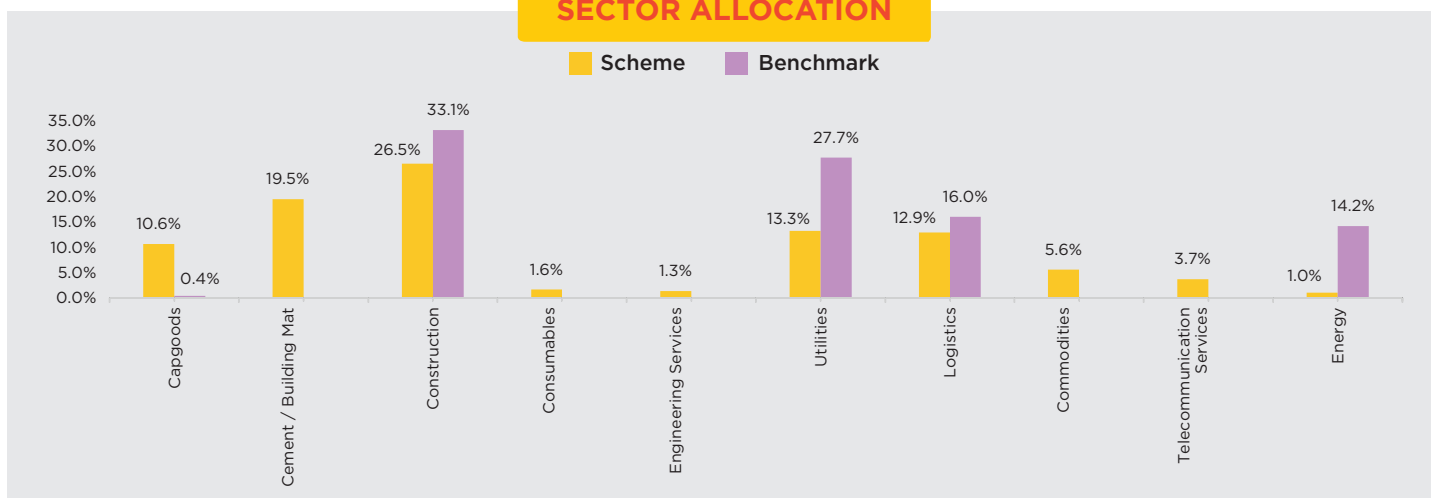
The above mentioned is the current strategy of the Fund Manager. However, asset allocation and investment strategy shall be within broad parameters of Scheme Information Document.

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

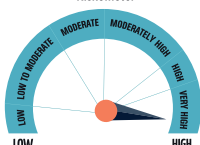
Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
<b>Equity and Equity related Instruments</b>	<b>95.98%</b>	<b>Gas</b>	<b>9.28%</b>
<b>Cement &amp; Cement Products</b>	<b>19.41%</b>	Gujarat Gas	6.02%
UltraTech Cement	8.33%	Gujarat State Petronet	3.27%
JK Cement	7.04%	<b>Ferrous Metals</b>	<b>5.71%</b>
Sagar Cements	4.04%	Jindal Steel & Power	3.16%
<b>Construction Project</b>	<b>17.21%</b>	Tata Steel	2.55%
Larsen & Toubro	9.36%	<b>Industrial Capital Goods</b>	<b>5.29%</b>
H.G. Infra Engineering	3.70%	Thermax	2.68%
NCC	2.82%	ABB India	1.33%
Engineers India	1.33%	ISGEC Heavy Engineering	1.28%
<b>Transportation</b>	<b>12.75%</b>	<b>Industrial Products</b>	<b>5.16%</b>
Transport Corporation of India	4.66%	Kirloskar Brothers	3.55%
Adani Ports and Special Economic Zone	3.54%	Carborundum Universal	1.61%
Container Corporation of India	2.74%	<b>Power</b>	<b>3.90%</b>
Gateway Distriparks	1.81%	Torrent Power	3.90%
<b>Construction</b>	<b>10.58%</b>	<b>Telecom - Services</b>	<b>3.70%</b>
PNC Infratech	5.12%	Bharti Airtel	3.70%
Ahluwalia Contracts (India)	2.56%	<b>Aerospace &amp; Defense</b>	<b>1.99%</b>
ITD Cementation India	1.38%	Bharat Electronics	1.99%
GPT Infraprojects	1.14%	<b>Petroleum Products</b>	<b>0.99%</b>
J.Kumar Infraprojects	0.23%	Hindustan Petroleum Corporation	0.99%
PSP Projects	0.14%	<b>Net Cash and Cash Equivalent</b>	<b>4.02%</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.