



IDFC CORE EQUITY FUND

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

The pandemic’s second wave appears to have peaked and a long “plateau” lies in front of us (similar to Jul-Sept 2020). The pace of vaccination will be an important factor to re-start the economic engine – which thankfully was in neutral rather than switched off as the case last year.

For India, macros economic indicators - inflation and crude oil remain the two key variables to track. From a macro point of view, the debate of Cyclical vs Growth will rage till the time RBI policy – which currently focuses entirely on Growth, pivots its focus solely on inflation. It may be difficult to predict how long this phase will last. For smart investors, observing/ keeping track of key macro trends will need to become an integral part of the investment process – domestic as well as global.

Markets at current elevated levels need the support of strong earnings growth and continuation of the loose monetary policy globally, especially in the US. Any perception of change to the worse on both counts will make the markets nervous and twitchy. Market corrections, as a result, will not be slow and suffocating, they will be short and sharp. FY21-23 market move may be more broad-based as compared to the FY17-20 phase. The same may be necessitated across equity portfolios!

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

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).

FUND FEATURES: (Data as on 30th June'21)

Category: Large & Mid Cap

Monthly Avg AUM: ₹2,391.28 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, IDCW® - (Payout, Reinvestment and Sweep (from Equity Schemes to Debt Schemes only))

Other Parameters:

Beta: 0.99

R Square: 0.98

Standard Deviation (Annualized): 24.01%

PLAN	IDCW@ 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

®Income Distribution cum capital withdrawal

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 2021)

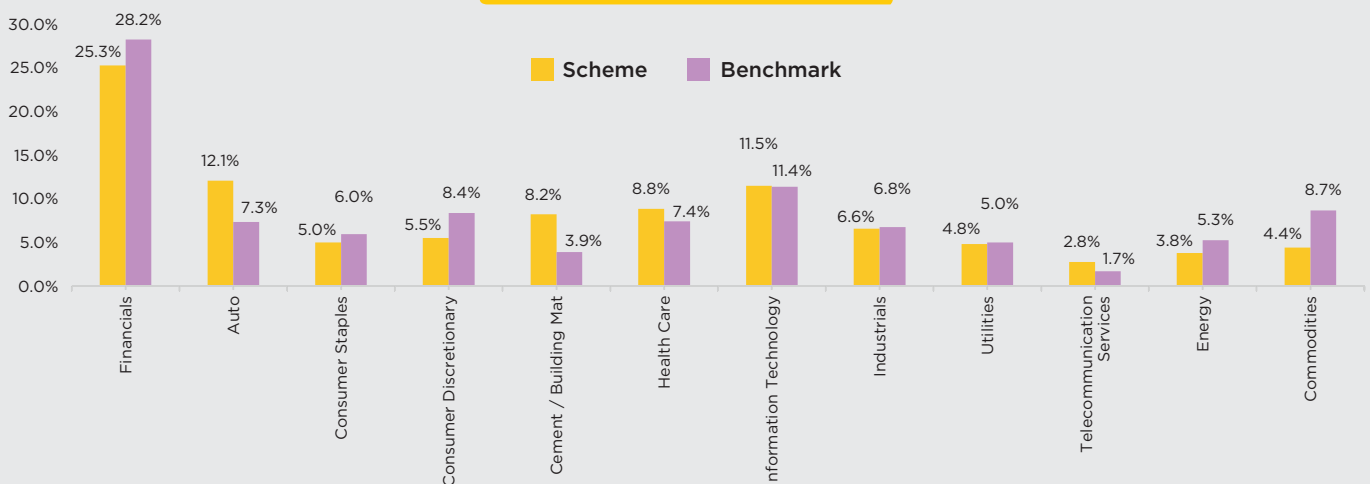


IDFC MUTUAL FUND

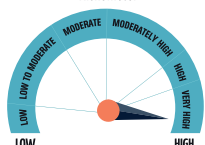
Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	98.88%	3M India	0.50%
Banks	21.55%	ITC	0.38%
ICICI Bank	6.61%	Power	4.56%
HDFC Bank	5.49%	Torrent Power	1.53%
State Bank of India	4.02%	Kalpataru Power Transmission	1.34%
Axis Bank	3.19%	KEC International	1.04%
The Federal Bank	1.47%	Tata Power Company	0.65%
Kotak Mahindra Bank	0.78%	Petroleum Products	3.80%
Software	11.48%	Reliance Industries	2.37%
Infosys	7.34%	Bharat Petroleum Corporation	1.43%
Birlasoft	1.59%	Auto	3.41%
HCL Technologies	1.58%	Mahindra & Mahindra	1.79%
Mastek	0.97%	Tata Motors	1.62%
Pharmaceuticals	8.84%	Telecom - Services	2.77%
Dr. Reddy's Laboratories	1.83%	Bharti Airtel	2.77%
Sun Pharmaceutical Industries	1.47%	Gas	2.63%
IPCA Laboratories	1.24%	Mahanagar Gas	1.87%
Alkem Laboratories	1.13%	Gujarat State Petronet	0.76%
Cadila Healthcare	1.05%	Ferrous Metals	2.43%
Alembic Pharmaceuticals	0.72%	Jindal Steel & Power	1.98%
Aurobindo Pharma	0.71%	Steel Authority of India	0.45%
Indoco Remedies	0.35%	Consumer Durables	2.11%
Natco Pharma	0.34%	Voltas	1.20%
Auto Ancillaries	6.78%	Crompton Greaves Consumer Electricals	0.91%
MRF	1.70%	Chemicals	2.00%
Wheels India	1.25%	Deepak Nitrite	2.00%
Bosch	1.07%	Leisure Services	1.78%
Minda Industries	0.99%	The Indian Hotels Company	1.78%
Apollo Tyres	0.92%	Retailing	1.74%
Balkrishna Industries	0.84%	Aditya Birla Fashion and Retail	1.74%
Industrial Products	6.63%	Insurance	1.57%
Supreme Industries	2.07%	Max Financial Services	0.92%
Bharat Forge	1.88%	SBI Life Insurance Company	0.65%
AIA Engineering	1.62%	Construction Project	1.52%
Cummins India	1.07%	Larsen & Toubro	1.52%
Cement & Cement Products	6.14%	Capital Markets	1.50%
ACC	2.41%	ICICI Securities	1.50%
Ambuja Cements	1.87%	Finance	0.65%
The Ramco Cements	1.87%	Mas Financial Services	0.65%
Consumer Non Durables	4.99%	Preference Shares	0.002%
Emami	1.25%	Entertainment	0.002%
Marico	1.11%	Zee Entertainment Enterprises	0.002%
Tata Consumer Products	0.98%	Net Cash and Cash Equivalent	1.12%
Godrej Consumer Products	0.77%	Grand Total	100.00%



SECTOR ALLOCATION



Riskometer



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.

Investors understand that their principal will be at Very High risk