



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 ferocity of the second wave has caught most by surprise. Not only the numbers – roughly 5-6x daily cases of the 1st wave, it is the speed with which the virus spread to the hinterlands, which is an added cause for worry. The length of the second wave, will surely have a direct impact on FY2022 earnings. Equally important factor which may impact profitability across sectors is the commodity price rise – from Hot Rolled (HR) coils to PVC (Polyvinyl chloride), from Cotton yarn to rare metals (used in catalytic converters in passenger vehicles) the price rise over the last six months has been stupendous ranging from 40-80%. Passing on these cost push could impact a nascent consumer recovery or severely dent the bottom line of the user industries. Such a factor may also cause, the nascent cycle of upgrade, which was strongest after Dec quarter 2020 results, to take a pause.

Since Q1 FY2021 was a historic low in terms of corporate earnings, any blow arising from a decline in activity caused by the second wave would be softened by this low base effect. Hopefully, a normal monsoon and some positive news on the Covid front – vaccine supply ramping up – from July onwards could help revive economic activity around the festival season.

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 April'21)

Category: Large & Mid Cap

Monthly Avg AUM: ₹2,216.14 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: 0.98

R Square: 0.98

Standard Deviation (Annualized): 23.90%

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 April 2021)

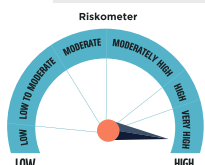
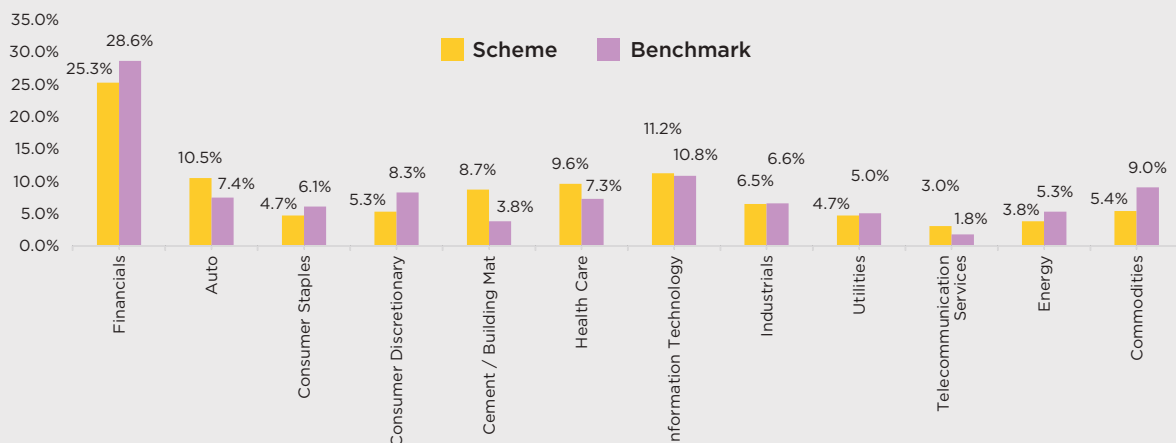


IDFC MUTUAL FUND

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	98.55%	Emami	1.32%
Banks	23.08%	Marico	1.23%
ICICI Bank	7.23%	Tata Consumer Products	0.93%
HDFC Bank	5.88%	ITC	0.62%
State Bank of India	3.63%	3M India	0.56%
Axis Bank	3.26%	Power	4.43%
The Federal Bank	1.45%	Torrent Power	1.71%
Kotak Mahindra Bank	0.86%	Kalpataru Power Transmission	1.25%
RBL Bank	0.72%	KEC International	1.03%
State Bank of India - Equity Futures	0.05%	Tata Power Company	0.44%
Software	11.23%	Petroleum Products	3.78%
Infosys	7.26%	Reliance Industries	2.40%
Birlasoft	1.37%	Bharat Petroleum Corporation	1.38%
HCL Technologies	1.15%	Telecom - Services	3.04%
Mastek	1.14%	Bharti Airtel	3.04%
Mphasis	0.31%	Chemicals	3.03%
Pharmaceuticals	9.60%	Deepak Nitrite	3.03%
Dr. Reddy's Laboratories	1.97%	Auto	2.88%
Sun Pharmaceutical Industries	1.79%	Mahindra & Mahindra	1.86%
Cadila Healthcare	1.43%	Tata Motors	1.02%
IPCA Laboratories	1.38%	Gas	2.53%
Alkem Laboratories	1.05%	Mahanagar Gas	1.96%
Alembic Pharmaceuticals	0.78%	Gujarat State Petronet	0.57%
Aurobindo Pharma	0.77%	Ferrous Metals	2.35%
Indoco Remedies	0.44%	Jindal Steel & Power	2.35%
Cement & Cement Products	6.47%	Consumer Durables	2.07%
ACC	2.51%	Voltas	1.20%
Ambuja Cements	2.04%	Crompton Greaves Consumer Electricals	0.87%
The Ramco Cements	1.92%	Leisure Services	1.67%
Auto Ancillaries	6.33%	The Indian Hotels Company	1.67%
MRF	1.86%	Retailing	1.59%
Wheels India	1.05%	Aditya Birla Fashion and Retail	1.59%
Apollo Tyres	0.95%	Capital Markets	1.51%
Bosch	0.89%	ICICI Securities	1.51%
Minda Industries	0.87%	Construction Project	1.45%
Balkrishna Industries	0.71%	Larsen & Toubro	1.45%
Industrial Products	6.20%	Finance	0.65%
Supreme Industries	2.23%	Mas Financial Services	0.65%
AIA Engineering	1.66%	Preference Shares	0.002%
Bharat Forge	1.25%	Entertainment	0.002%
Cummins India	1.07%	Zee Entertainment Enterprises	0.002%
Consumer Non Durables	4.66%	Net Cash and Cash Equivalent	1.45%
		Grand Total	100.00%



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 in large and mid-cap companies

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