



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

Corporates are reporting the lowest ever leverage and as per credit rating agencies, CY21 continued to report more upgrades over downgrades. With interest rates close to their historical lows, Corporates boosted by their balance sheet improvement are expected to announce cap-ex. Government policies like PLI, could be another factor which could spur a cap-ex cycle.

In such a context, the upcoming earnings season assumes greater criticality, as FY23 & FY24 estimates will be reviewed post the results. At first glance, the current commodity induced inflation will play havoc to Q1 FY23 estimates as Gross margins will be sharply impacted. This may have been already factored given the sharp fall during the last fortnight of March'22. What the market will focus on is the management commentary on rest of FY23 - sales growth momentum, price hikes and EBIDTA margin protection going ahead. Unless the commentary from managements underlines despair, FY24 estimates will be largely left untouched, as of now.

For the next couple of quarters, Indian markets could be influenced more by global gyrations rather than domestic news cycle. For investors, investing in periods of higher inflation, declining growth and uncertain geo-politics, caution over aggression may be a better strategy - give up FOMO (Fear of Missing Out) and embrace ALRE (Accept Lower Return Expectations).

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'22)

Category: Sectoral/Thematic

Monthly Avg AUM: ₹ 618.06 Crores

Inception Date: 8th March 2011

Fund Manager: Mr. Sachin Relekar
(w.e.f. 08th December 2020)

Other Parameters:

Beta: 0.93

R Squared: 0.84

Standard Deviation (Annualized):
28.94%

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))

@Income Distribution cum capital withdrawal
The Scheme was being managed by Mr. Rajendra Kumar Mishra up to December 7, 2020.

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

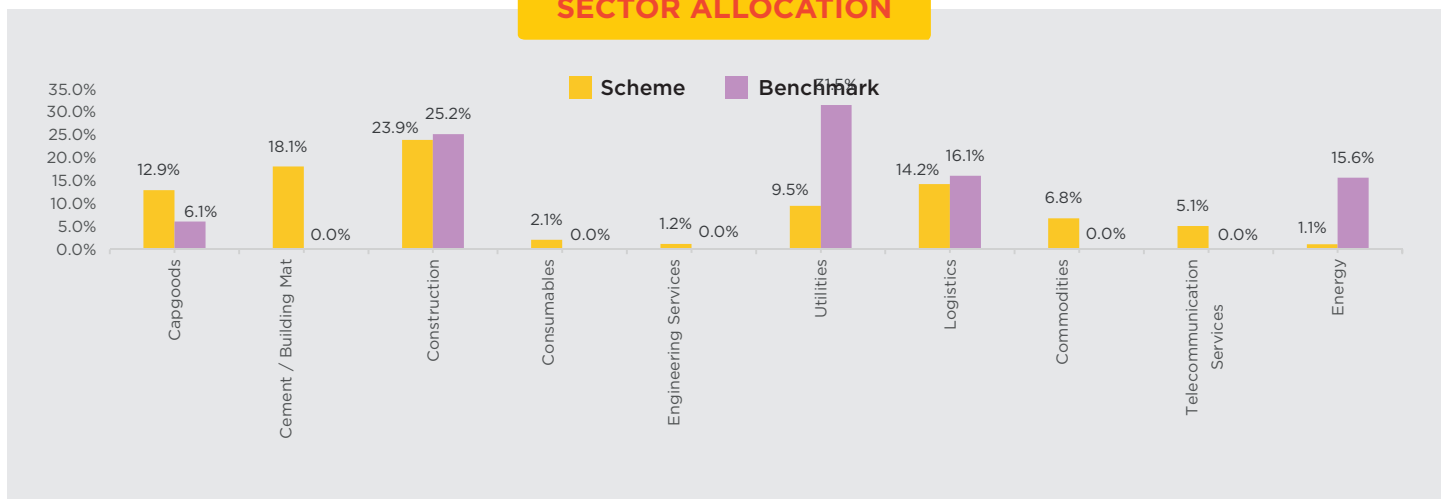
The above mentioned is the current strategy of the Fund Manager. However, asset allocation and investment strategy shall be within broad parameters of Scheme Information Document.

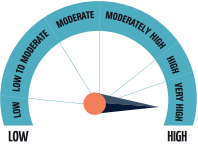
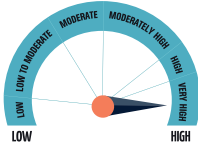
MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	96.04%	ABB India	3.20%
Cement & Cement Products	18.07%	ISGEC Heavy Engineering	0.86%
UltraTech Cement	7.51%	Ferrous Metals	5.88%
JK Cement	5.46%	Jindal Steel & Power	4.06%
Sagar Cements	3.94%	Tata Steel	1.83%
Nuvoco Vistas Corporation	1.16%	Gas	5.13%
Construction Project	16.62%	Gujarat Gas	2.59%
Larsen & Toubro	10.19%	Gujarat State Petronet	2.54%
H.G. Infra Engineering	4.06%	Telecom - Services	5.07%
NCC	1.18%	Bharti Airtel	5.07%
Engineers India	1.18%	Power	4.39%
Transportation	14.21%	Torrent Power	4.39%
Transport Corporation of India	6.45%	Industrial Products	4.14%
Adani Ports and Special Economic Zone	3.00%	Kirloskar Brothers	2.08%
Container Corporation of India	2.97%	Carborundum Universal	2.06%
Gateway Distriparks	1.78%	Aerospace & Defense	2.96%
Construction	9.72%	Bharat Electronics	2.96%
PNC Infratech	3.40%	Petroleum Products	1.06%
Ahluwalia Contracts (India)	3.21%	Hindustan Petroleum Corporation	1.06%
Mahindra Lifespace Developers	1.24%	Paper	0.91%
ITD Cementation India	1.06%	Century Textiles & Industries	0.91%
GPT Infraprojects	0.82%	Net Cash and Cash Equivalent	3.96%
Industrial Capital Goods	7.87%	Grand Total	100.00%
Thermax	3.81%		



SECTOR ALLOCATION



Scheme risk-o-meter	This product is suitable for investors who are seeking*	Benchmark risk-o-meter
 <p>Investors understand that their principal will be at Very High risk</p>	<ul style="list-style-type: none"> 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. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	 <p>S&P BSE India Infrastructure TRI</p>