



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

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).

Arpit Kapoor managed this scheme up to 28th February 2022

FUND FEATURES: (Data as on 31st March'22)

Category: Large Cap

Monthly Avg AUM: ₹ 983.24 Crores

Inception Date: 9th June 2006

Fund Manager: Mr. Sumit Agrawal & Mr. Sachin Relekar (w.e.f. 1st March 2022)

Other Parameters:

Beta: 0.88

R Squared: 0.95

Standard Deviation (Annualized): 19.18%

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

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

Exit Load:

- If redeemed/switched out within 365 days from the date of allotment:
 - > Up to 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. 25th June 2021)

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	22-Jul-21	0.89	17.8600
	16-Mar-20	1.04	12.1800
	19-Mar-19	0.77	15.1200
DIRECT	22-Jul-21	1.11	22.3200
	16-Mar-20	1.27	14.9900
	19-Mar-19	0.95	18.4400

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.

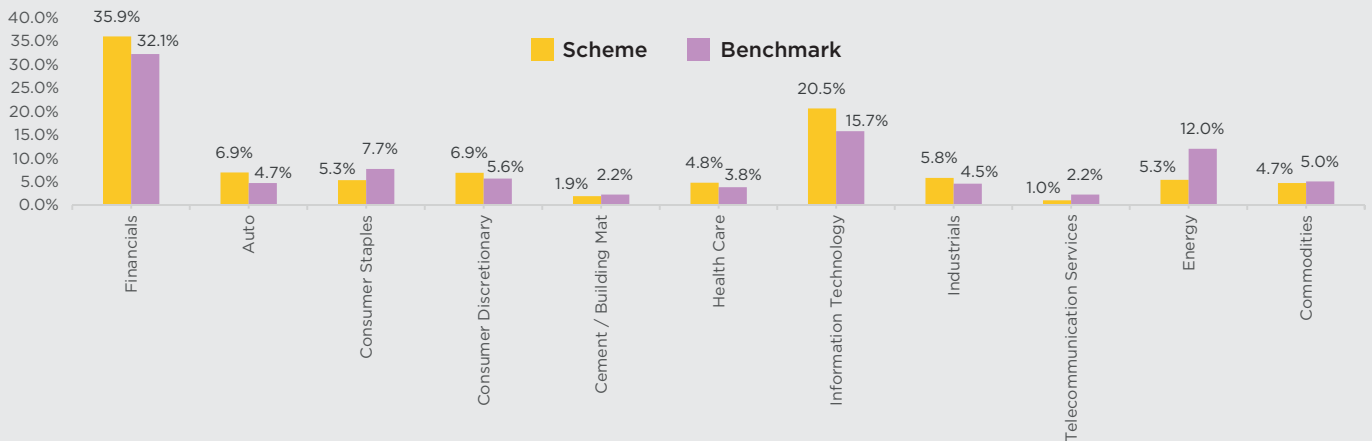
The above mentioned is the current strategy of the Fund Manager. However, asset allocation and investment strategy shall be within broad parameters of Scheme Information Document.

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
Equity and Equity related instrument	98.90%	Construction	3.56%
Banks	25.23%	Sunteck Realty	1.91%
HDFC Bank	8.12%	PSP Projects	1.65%
ICICI Bank	7.30%	Pharmaceuticals	2.95%
State Bank of India	6.69%	Divi's Laboratories	1.57%
Kotak Mahindra Bank	3.10%	Gland Pharma	1.39%
Software	20.54%	Construction Project	2.22%
Infosys	7.24%	Larsen & Toubro	2.22%
Tata Consultancy Services	3.76%	Consumer Durables	1.99%
Larsen & Toubro Infotech	2.13%	Titan Company	1.01%
HCL Technologies	1.47%	Voltas	0.98%
MindTree	1.31%	Cement & Cement Products	1.88%
L&T Technology Services	1.24%	UltraTech Cement	1.88%
Tech Mahindra	1.16%	Healthcare Services	1.80%
Mphasis	1.14%	Apollo Hospitals Enterprise	1.80%
Coforge	1.09%	Industrial Products	1.70%
Finance	9.12%	Bharat Forge	1.70%
HDFC	4.97%	Insurance	1.51%
Bajaj Finance	4.15%	Bajaj Finserv	1.51%
Consumer Non Durables	6.50%	Retailing	1.36%
Hindustan Unilever	2.59%	Avenue Supermarts	1.36%
Godrej Consumer Products	1.62%	Leisure Services	1.27%
Asian Paints	1.24%	Jubilant Foodworks	1.27%
Nestle India	1.06%	Telecom - Services	1.01%
Petroleum Products	5.35%	Bharti Airtel	1.01%
Reliance Industries	5.35%	Textile Products	1.00%
Auto	5.25%	Page Industries	1.00%
Maruti Suzuki India	2.28%	Non - Ferrous Metals	0.86%
Tata Motors	1.56%	Hindalco Industries	0.86%
Mahindra & Mahindra	1.41%	Corporate Bond	0.004%
Chemicals	3.82%	Britannia Industries	AAA 0.004%
Anupam Rasayan India	2.27%	Net Cash and Cash Equivalent	1.10%
SRF	1.55%	Grand Total	100.00%



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 the large cap companies. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	<p>S&P BSE 100 TRI</p>