



## IDFC Midcap Fund

An open ended equity scheme predominantly investing in mid cap stocks, mid cap, small cap stocks

The Fund seeks to generate long term capital appreciation by investing predominantly in equities and equity linked securities of mid cap segment.

**FUND FEATURES:** (Data as on 30th September'22)

**Category:** MidCap

**Monthly Avg AUM:** ₹ 565.76 Crores

**Inception Date:** 18 August, 2022

**Fund Manager:** Mr. Sachin Relekar (equity portion) Mr. Harshal Joshi (debt portion) Ms. Nishita Doshi will be managing overseas investment portion of the scheme.

**Benchmark:** S&P BSE 150 Midcap Index

**SIP (Minimum Amount):** ₹100/- and in multiples of Re. 1 thereafter

**SIP Frequency:** Monthly

**Minimum Investment Amount:** Rs 5,000/- and any amount thereafter Monthly

**SIP Dates (Monthly):** Investor may choose any day of the month except 29th, 30th and 31st as the date of instalment.

**Exit Load:**

If redeemed/switched out within 1 year from the date of allotment - 1% of applicable NAV; If redeemed/switched out after 1 year from the date of allotment - Nil

**Options Available:** Growth, IDCW® - (Payout of Income Distribution cum capital withdrawal option and in case the amount of Income Distribution cum capital withdrawal payable to the Unitholder is Rs.100/- or less under a Folio, the same will be compulsorily reinvested in the Scheme.)

### OUTLOOK

**Global equities weakened** across regions (-10.1% MoM/ -26.7% YTD). All major Emerging markets (EM) / Developed markets (DM) regions were in the red with India outperforming the World and Emerging markets (-10.1%/-11.8%). In the current episode of US Dollar strengthening, Emerging markets have remained largely unscathed, as compared to previous periods in 2008 & 2013. With US 2-year yields crossing 4%, the spreads between US 10-year and EM 10-year Bonds have remained stable. Thus, defying the “conventional” response of expanding spreads during phases of US\$ strengthening.

**FIIIs again turned sellers** of Indian equities in September (-\$1.4bn, following +\$6.8bn inflow in August). So far, India has seen YTD FII outflows of \$22.4bn. **DIIIs saw buying** of \$1.8bn in September, with YTD inflows of \$32.6bn. Mutual funds and Insurance funds were both net buyers in September with \$0.8bn outflows and \$0.9bn outflows respectively.

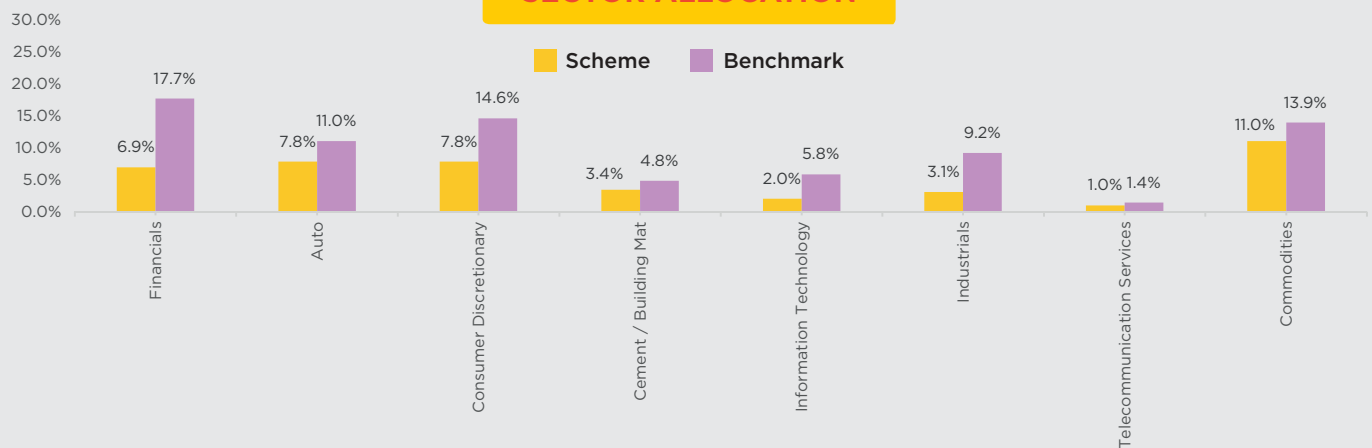
Emerging market indices continue to be “plagued” by the underperformance of China, the largest weight within MSCI EM Index (31.4%). Chinese markets for the month registered a decline of 14.3% as against EM declining by 11.8%. A country’s outperformance is driven by a combination of superior earnings trajectory combined with multiples re-rating. Viewed from the prism of valuations, Indian equities are trading at a record premium to MSCI EM valuations. On the earnings front, estimates have been downgraded since Jan’22, with Nifty 50 estimated to deliver growth of 13.8% for Cy 22 (as per FTSE) while CY23 estimated growth is more impressive at 18.1%. Not the highest within Asia but clearly superior to China (FTSE estimates of 4.5% growth for CY22 and 17.1% for CY23). While FIIIs have been sellers over the last 12 months (though July & August saw positive inflows), the impressive earnings forecast and the increasing weight of India within MSCI EM Index (2<sup>nd</sup> highest country allocation), will keep them interested in India going ahead as well.

®Income Distribution and Capital Withdrawal

Portfolio Beta, Standard Deviation, R Squared, Sharpe Ratio and Tracking Error of the Scheme is not computed owing to the short time frame (<3years) since launch of the Scheme

**PORTFOLIO (30 September 2022)**

Name of the Instrument	Ratings	% to NAV
<b>Equity and Equity related Instruments</b>		<b>43.03%</b>
<b>Chemicals &amp; Petrochemicals</b>		<b>8.72%</b>
Tata Chemicals		2.88%
Navin Fluorine International		2.00%
Vinati Organics		1.94%
Atul		1.90%
<b>Banks</b>		<b>6.16%</b>
ICICI Bank		4.34%
Axis Bank		1.82%
<b>Auto Components</b>		<b>4.74%</b>
UNO Minda		2.04%
Schaeffler India		1.65%
Bosch		1.06%
<b>Industrial Products</b>		<b>3.66%</b>
APL Apollo Tubes		1.65%
Astral		1.50%
Supreme Industries		0.51%
<b>Leisure Services</b>		<b>3.29%</b>
The Indian Hotels Company		2.03%
Jubilant Foodworks		1.26%
<b>Retailing</b>		<b>3.24%</b>
Trent		2.21%
Aditya Birla Fashion and Retail		1.03%
<b>Automobiles</b>		<b>3.07%</b>
TVS Motor Company		3.07%
<b>Consumer Durables</b>		<b>2.68%</b>
Kajaria Ceramics		1.39%
Metro Brands		1.29%
<b>IT - Software</b>		<b>2.01%</b>
Persistent Systems		2.01%
<b>Electrical Equipment</b>		<b>1.72%</b>
CG Power and Industrial Solutions		1.72%
<b>Diversified</b>		<b>1.35%</b>
3M India		1.35%
<b>Telecom - Services</b>		<b>0.99%</b>
Tata Communications		0.99%
<b>Finance</b>		<b>0.78%</b>
M&M Financial Services		0.78%
<b>Textiles &amp; Apparels</b>		<b>0.63%</b>
K.P.R. Mill		0.63%
<b>Net Cash and Cash Equivalent</b>		<b>56.97%</b>
<b>Grand Total</b>		<b>100.00%</b>

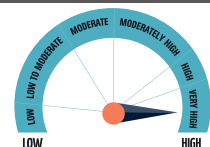
**SECTOR ALLOCATION**

**Scheme risk-o-meter**


Investors understand that their principal will be at Moderately High risk

**This product is suitable for investors who are seeking\***

- To create wealth over a long term.
- Investment in a portfolio of equity and equity related securities of mid cap companies.

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

**Benchmark risk-o-meter**


S&P BSE 150 Midcap Index