



IDFC TAX ADVANTAGE (ELSS) FUND

An open ended equity linked saving scheme with a statutory lock in of 3 years and tax benefit

The Fund is an Equity Linked Savings Scheme (ELSS) that aims to generate long term capital growth from a diversified equity portfolio and enables investors to avail of a deduction from total income, as permitted under the Income Tax Act, 1961.

OUTLOOK

Global equities weakened across regions (-4% MoM/ -18.1% YTD). India, Brazil, and China were outliers while all other regions declined (the US -3.3%/Euro area -5.7%). S&P 500 declined -by 4.2% MoM after the strong rally in the first half of August. Indian equities gained 3.9% MoM (in \$ terms) outperforming the broader markets in August (MSCI APxJ/EM: -0.5%/flat). The performance of both mid-caps (+6.2% MoM) and small caps (+6.1% MoM) was better than large caps (+4.2% MoM). All sectors barring IT ended the month in the green as NIFTY improved (+3.5% MoM), currently above the 17,000 level.

In the recently concluded earnings season, earnings growth was driven by strong sales momentum while margins contracted mainly on account of higher raw material prices. OMC (oil marketing companies) losses were a key drag. 1QFY23 EBITDA and Net Profits of the Nifty-50 Index increased 20% and 24% YoY respectively which was mostly in line with the consensus expectations. Looking forward, FY23 Earnings have been cut by ~4% post Q1 FY23 earnings, the downgrades are broad-based across sectors. As such, the FY23 earnings growth rate is expected to fall from 16% to 12%. FY24E EPS estimates have largely been retained – as analysts' expectations of pressures on gross margins to reduce given the softening in commodity prices since June'22.

In the past 2 months, Indian market shown a strong 13% return and has significantly outperformed the world and developing markets which have moved up by 4% and 3% respectively. Even on a 1year basis, Indian markets (in USD terms) have shown a 2% return while MSCI World Index is down 11%. Valuations, post the recent push, are again flirting around Oct-Dec'21 elevated levels. Stocks, it seems to have priced in all the "good news", and may be susceptible to unexpected "bad news" - rebound in crude oil; sharper than expected drop in economic metrics in the US; continued strengthening of US\$ & sharper rise in US 10-year bond yields - in the near term. Tread with caution, for the near term.

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

Category: ELSS

Monthly Avg AUM: ₹ 3,800.82 Crores

Inception Date: 26th December 2008

Fund Manager: Mr. Daylynn Pinto
(w.e.f. 20/10/2016)

Other Parameters:

Beta: 1.12

R Squared: 0.94

Standard Deviation (Annualized):
25.97%

Benchmark: S&P BSE 500 TRI (w.e.f.
1st Dec, 2021)

Minimum Investment Amount:
₹500/-

Exit Load: Nil

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 and Sweep (from Equity Schemes to Debt Schemes Only)

PLAN	IDCW® RECORD DATE	₹/UNIT	NAV
REGULAR	22-Jul-21	1.27	25.5500
	27-Mar-19	0.37	16.7300
	27-Sep-18	0.48	16.8600
DIRECT	22-Jul-21	1.60	32.1300
	27-Mar-19	0.58	20.5000
	27-Sep-18	0.52	20.5200

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.

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

PORTFOLIO

(31 August 2022)

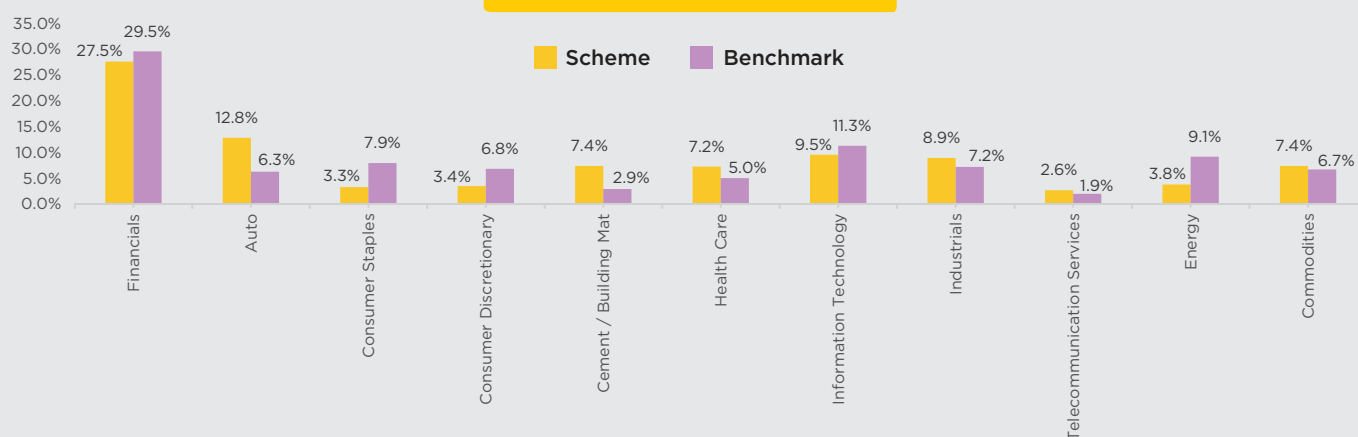


IDFC MUTUAL FUND

Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	93.77%	The Ramco Cements	1.38%
Banks	21.65%	Nuvoco Vistas Corporation	0.91%
ICICI Bank	8.75%	Petroleum Products	3.77%
State Bank of India	4.83%	Reliance Industries	3.77%
HDFC Bank	4.05%	Electrical Equipment	3.76%
Axis Bank	2.63%	KEC International	1.95%
Canara Bank	1.38%	CG Power and Industrial Solutions	1.81%
IT - Software	9.49%	Industrial Products	3.74%
Infosys	5.43%	Bharat Forge	1.49%
HCL Technologies	1.71%	Apollo Pipes	1.18%
Tata Consultancy Services	1.67%	Graphite India	1.07%
Zensar Technologies	0.69%	Leisure Services	2.97%
Pharmaceuticals & Biotechnology	7.23%	The Indian Hotels Company	1.56%
Cipla	2.02%	ElIH	1.42%
Dr. Reddy's Laboratories	1.54%	Ferrous Metals	2.95%
Laurus Labs	1.47%	Jindal Steel & Power	2.03%
Divi's Laboratories	1.13%	Kirloskar Ferrous Industries	0.92%
Lupin	0.69%	Consumer Durables	2.78%
Gland Pharma	0.37%	Greenpanel Industries	2.34%
Automobiles	6.24%	Khadim India	0.45%
Tata Motors	3.18%	Construction	2.78%
Mahindra & Mahindra	3.06%	NCC	1.64%
Finance	5.62%	PSP Projects	1.14%
Poonawalla Fincorp	1.83%	Telecom - Services	2.64%
HDFC	1.75%	Bharti Airtel	2.64%
SBI Cards and Payment Services	1.13%	Transport Services	2.38%
Mas Financial Services	0.92%	VRL Logistics	2.38%
Chemicals & Petrochemicals	4.26%	Beverages	1.79%
Deepak Nitrite	2.21%	United Spirits	1.79%
Tata Chemicals	2.05%	Agricultural Food & other Products	1.47%
Auto Components	4.13%	Tata Consumer Products	1.47%
UNO Minda	1.65%	Insurance	0.28%
Bosch	1.59%	Life Insurance Corporation of India	0.28%
Sandhar Technologies	0.88%	Net Cash and Cash Equivalent	6.23%
Cement & Cement Products	3.85%	Grand Total	100.00%
UltraTech Cement	1.56%		



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 securities with income tax benefit u/s 80C and 3 years lock-in. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	<p>S&P BSE 500 TRI</p>