



## IDFC CORE EQUITY FUND

(Previously known as IDFC Classic Equity Fund w.e.f. May 28, 2018)  
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

Indian equities continued their upward momentum in August following the trend in global markets, even as India continues to see a sharp increase in daily new Covid-19 cases. In August and over the last 3-month basis, Small Caps significantly outperformed Mid and Large Caps. Since the bottom in March-20, Large, Mid and Small Caps have bounced 50%, 52% and 66% respectively.

Going forward, the pace of economic recovery would depend largely on the extent of local lockdowns on account of spread of Covid-19. Markets seems to have run ahead of fundamentals and are less than 10% lower than all-time highs. Global and domestic liquidity seems to have played a significant part in the sharp up move seen in the markets. Investors should tread with caution as the number of cases and deaths in India continue to rise. Also, earnings uncertainty for FY21 is fairly high with a wide range of analyst estimates.

**FUND FEATURES:** (Data as on 31st August'20)

**Category:** Large & Mid Cap

**Monthly Avg AUM:** ₹2,175.61 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, Dividend - (Payout, Reinvestment and Sweep (from Equity Schemes to Debt Schemes only))

**Other Parameters:**

**Beta:** 0.99

**R Square:** 0.97

**Standard Deviation (Annualized):** 23.19%

PLAN	DIVIDEND 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

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

Dividend is not guaranteed and past performance may or may not be sustained in future. Pursuant to payment of dividend, the NAV of the scheme would fall to the extent of payout and statutory levy (as applicable).

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

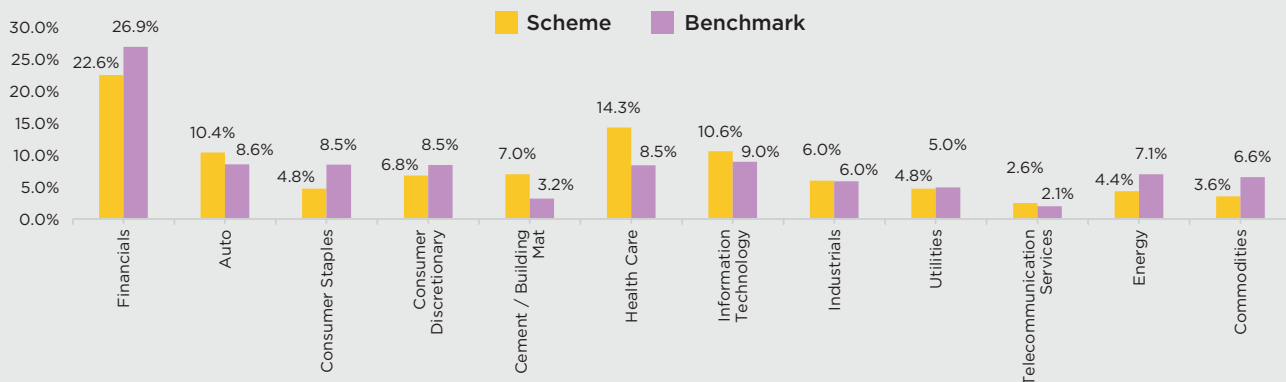
(31 August 2020)



Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
<b>Equity and Equity related Instruments</b>	<b>98.03%</b>	Cummins India	0.67%
<b>Banks</b>	<b>17.00%</b>	Bharat Forge	0.30%
HDFC Bank	5.16%	<b>Consumer Non Durables</b>	<b>4.81%</b>
ICICI Bank	4.65%	Hindustan Unilever	1.77%
Axis Bank	2.95%	ITC	0.91%
Kotak Mahindra Bank	1.56%	Emami	0.89%
State Bank of India	1.44%	Tata Consumer Products	0.77%
RBL Bank	0.71%	Marico	0.47%
The Federal Bank	0.54%	<b>Petroleum Products</b>	<b>4.41%</b>
<b>Pharmaceuticals</b>	<b>14.32%</b>	Reliance Industries	3.00%
IPCA Laboratories	3.49%	Bharat Petroleum Corporation	1.41%
Lupin	2.14%	<b>Auto</b>	<b>3.98%</b>
Sun Pharmaceutical Industries	1.78%	Bajaj Auto	1.39%
Cadila Healthcare	1.63%	Mahindra & Mahindra	1.36%
Dr. Reddy's Laboratories	1.59%	Hero MotoCorp	1.24%
Alkem Laboratories	1.36%	<b>Power</b>	<b>3.36%</b>
Aurobindo Pharma	1.12%	Torrent Power	1.86%
Alembic Pharmaceuticals	0.70%	Kalpataru Power Transmission	0.89%
Indoco Remedies	0.51%	Nava Bharat Ventures	0.61%
<b>Software</b>	<b>10.63%</b>	<b>Telecom - Services</b>	<b>2.55%</b>
Infosys	5.54%	Bharti Airtel	2.55%
Birlasoft	1.69%	<b>Retailing</b>	<b>2.50%</b>
Mastek	1.22%	Aditya Birla Fashion and Retail	1.28%
Mphasis	0.91%	<b>Future Retail</b>	<b>0.64%</b>
Tech Mahindra	0.74%	Future Lifestyle Fashions	0.58%
KPIT Technologies	0.51%	<b>Construction Project</b>	<b>2.49%</b>
<b>Auto Ancillaries</b>	<b>6.17%</b>	KEC International	1.40%
MRF	2.24%	Larsen & Toubro	1.09%
Apollo Tyres	1.21%	<b>Consumer Durables</b>	<b>2.33%</b>
Exide Industries	1.11%	Crompton Greaves Consumer Electricals	1.25%
Balkrishna Industries	0.75%	Voltas	1.08%
Minda Industries	0.44%	<b>Gas</b>	<b>2.31%</b>
Asahi India Glass	0.43%	Mahanagar Gas	1.33%
<b>Finance</b>	<b>5.56%</b>	Gujarat State Petronet	0.98%
ICICI Securities	2.50%	<b>Chemicals</b>	<b>2.12%</b>
Sundaram Finance	1.48%	Deepak Nitrite	2.12%
Mas Financial Services	0.69%	<b>Hotels, Resorts And Other Recreational Activities</b>	<b>2.01%</b>
ICICI Lombard General Insurance Company	0.57%	The Indian Hotels Company	2.01%
M&M Financial Services	0.32%	<b>Ferrous Metals</b>	<b>1.48%</b>
<b>Cement</b>	<b>5.08%</b>	Jindal Steel & Power	1.48%
ACC	2.01%	<b>Preference Shares</b>	<b>0.005%</b>
The Ramco Cements	1.61%	<b>Media &amp; Entertainment</b>	<b>0.005%</b>
Ambuja Cements	1.46%	Zee Entertainment Enterprises	0.005%
<b>Industrial Products</b>	<b>4.92%</b>	<b>Net Cash and Cash Equivalent</b>	<b>1.96%</b>
AIA Engineering	1.99%	<b>Grand Total</b>	<b>100.00%</b>
Supreme Industries	1.97%		



## SECTOR ALLOCATION



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.