



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

- With the spread of the pandemic and the lockdown during Q1 FY21, earnings for the year FY21 were sharply downgraded.
- However, the swifter than expected economic recovery led to a more robust Q2 FY21.
- Upgrades exceeded downgrades 3x, a rarity, after years of earnings disappointment.
- FY21 estimates, quickly rebounded from negative to positive territory, despite the Q1 debacle.
- The fall during Mar'20 lasted less than 35 trading days, erasing between 36-43% across the indices – Large, Mid and Small Caps. Supportive action from Central Banks was quicker.
- As investors searched for stable earnings, rotation from one sector to another, as exhibited from Apr-Dec'20 phase was evident.
- Staples after outperforming in Mar-Apr, have underperformed since then. Pharma and IT services outperformed during May-Sept; Banks/NBFC, after underperforming from Mar-Sept,20; outperformed during Oct-Dec'20.
- After the debacle of Mar'20, Small caps outshone the rest of the market – for the first time since CY17.
- If economic recovery is robust and RBI does not move aggressively into high real interest zone, Small caps could benefit the most.

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 December'20)

Category: Sectoral

Monthly Avg AUM: ₹529.97 Crores

Inception Date: 8th March 2011

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

Other Parameters:

Beta: 0.99

R Square: 0.91

Standard Deviation (Annualized): 29.15%

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, Dividend - (Payout, Reinvestment and Sweep (from Equity Schemes to Debt Schemes only))

[†]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.

PORTFOLIO

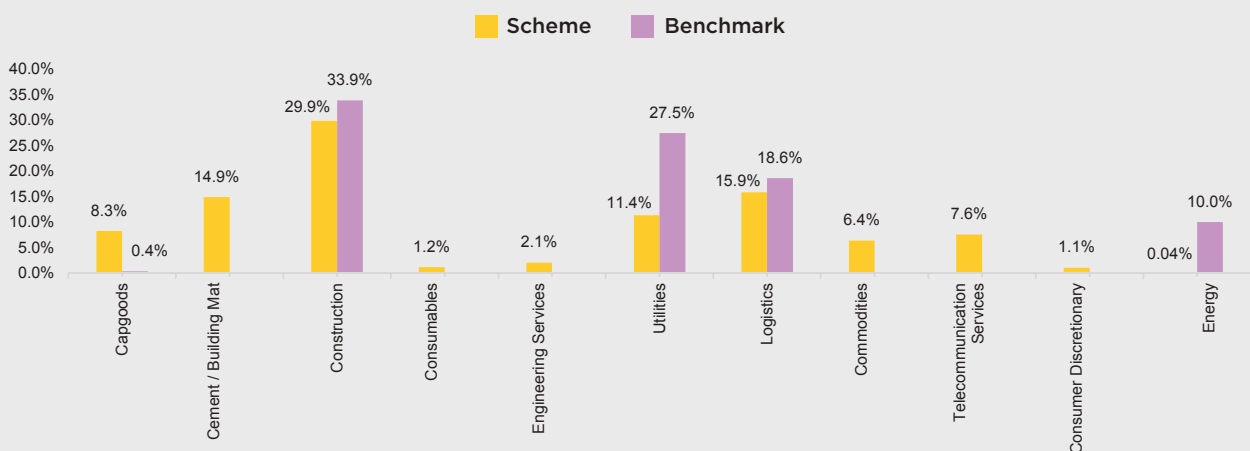
(31 December 2020)



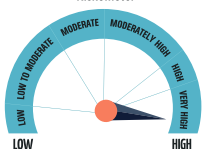
Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	98.70%	Gujarat Gas	4.50%
Construction Project	19.10%	Gujarat State Petronet	3.08%
Larsen & Toubro	9.41%	Telecom - Services	7.06%
NCC	3.10%	Bharti Airtel	7.06%
H.G. Infra Engineering	2.16%	Ferrous Metals	6.40%
Engineers India	2.08%	Jindal Steel & Power	3.54%
Dilip Buildcon	1.85%	Maharashtra Seamless	1.72%
Sadbhav Engineering	0.51%	Jindal Saw	1.14%
Transportation	15.87%	Industrial Products	4.98%
Adani Ports and Special Economic Zone	6.61%	Kirloskar Brothers	2.08%
Transport Corporation of India	3.75%	Cummins India	1.68%
Container Corporation of India	2.50%	Carborundum Universal	1.21%
Gateway Distriparks	1.70%	Industrial Capital Goods	4.54%
Navkar Corporation	1.31%	Thermax	2.42%
Cement	14.92%	ISGEC Heavy Engineering	1.29%
UltraTech Cement	7.23%	Bharat Electronics	0.80%
JK Cement	5.18%	Siemens	0.03%
Sagar Cements	2.52%	Power	3.80%
Construction	12.83%	Torrent Power	3.80%
PNC Infratech	4.82%	Hotels/ Resorts and Other Recreational Activities	1.07%
NBCC (India)	1.87%	Taj GVK Hotels & Resorts	1.07%
Ahluwalia Contracts (India)	1.77%	Telecom - Equipment & Accessories	0.52%
ITD Cementation India	1.34%	Tejas Networks	0.52%
PSP Projects	1.13%	Petroleum Products	0.04%
J.Kumar Infraprojects	1.11%	Reliance Industries	0.04%
GPT Infraprojects	0.79%	Net Cash and Cash Equivalent	1.30%
Gas	7.58%	Grand Total	100.00%



SECTOR ALLOCATION



Riskometer



This product is suitable for investors who are seeking*:

- 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.

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

Investors understand that their principal will be at Very High risk