



Bandhan Emerging Businesses Fund[§]

(Small Cap Fund – An open ended equity scheme predominantly investing in small cap stocks)

- Fund focuses on building a diversified portfolio within the small cap segment.
- Portfolio will contain buy and hold strategies as well as opportunistic picks in the cyclical space.
- Fund may also look to participate in new businesses via IPOs.

FUND PHILOSOPHY*

The fund aims to identify and invest in companies with steady growth prospects, operating in industries with a stable growth visibility over the medium term – 2-4 years. The fund would be willing to pay higher valuation for companies with distinct segment leadership advantages and/or for companies operating in segments which are witnessing a boost of growth due to change in industry dynamics; regulatory changes / geographical shifts. While not eschewing completely, the fund aims to limit exposure to “deep” cyclicals and focus more on companies and sectors with secular growth outlook. Hence, the valuation metrics of the fund – P/E; EV/EBIDTA; EV/Sales may appear to be more expensive than the benchmark.

Consumer facing rather than B to B is another focus area of the fund. The fund aims to ensure participation in non-small caps as a measure of higher liquidity as well addressability for investing in sectors where size brings noticeable advantage – BFSI, for example. The fund aims to hold cash levels of upto 10% across time periods, both as a measure of liquidity as well as to capitalize on opportunistic investing. Lastly, rather than try to outperform the benchmark on the upside, the fund would aim to conserve capital by limiting downside during periods of drawdowns, a dominant (and painful) characteristic of small cap investing.

OUTLOOK

How it went:

Global equities gained sharply across regions (MSCI World +5.9% MoM / +14.0% YTD). MSCI Brazil was the leader during the month (+14.8% MoM), outperforming MSCI World and other country indices by more than 5%. MSCI India (\$ Index) rose +4.5%, outperforming the region and its peers. India continues to outperform its region and peers and has bounced back strongly over the past 3 months; it is also holding up well on a 3-year basis.

How do we look ahead:

From a macroeconomic perspective, India is in a sweet spot. The external account benefits from the fall in energy prices and strong services exports, while growth remains steady despite global headwinds. From a flow perspective, India has benefited from two trends – the weakening of the dollar and China’s disappointing growth, which has the highest weight in the emerging markets index leading to India getting a more significant share in emerging market flows. These trends are likely to continue in the near term, and while valuations are not cheap, we believe that the favourable macro keeps the market reasonably attractive.

FUND FEATURES:

(Data as on 30th June'23)

Category: Small Cap Fund

Monthly Avg AUM: ₹ 1684.63 Crores

Inception Date: 25th February 2020

Fund Manager: Mr. Manish Gunwani (w.e.f. 28 January, 2023) & Mr. Kirthi Jain (w.e.f. 05 June, 2023)

Benchmark: S&P BSE 250 SmallCapTRI

Other Parameter:

Beta: 0.86

R Squared: 0.89

Standard Deviation (Annualized): 17.53%

Exit Load:

1% if redeemed/switched out within 1 year from the date of allotment

Minimum Investment Amount: ₹ 1,000 and any amount thereafter

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

Options Available: The Scheme offer IDCW® Option & Growth Option. IDCW® Option under each Plan further offers of choice of Payout & Sweep facilities.

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

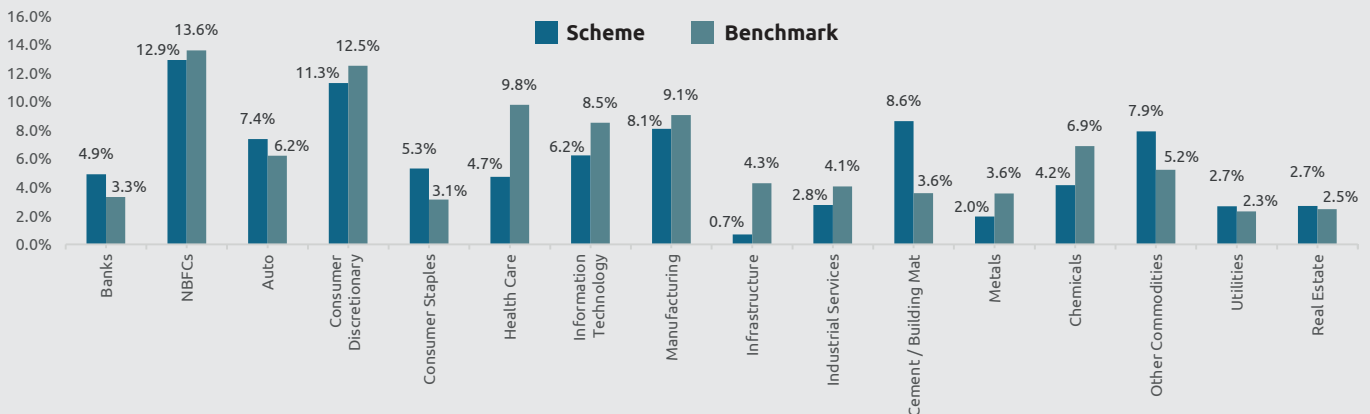
@Income Distribution cum capital withdrawal

[§]With effect from 13th March 2023, the name of “IDFC Emerging Businesses Fund” has changed to “Bandhan Emerging Businesses Fund”



Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	92.40%	Vedant Fashions	0.49%
Industrial Products	8.49%	Realty	2.69%
Shaily Engineering Plastics	2.40%	Mahindra Lifespace Developers	1.07%
Carborundum Universal	2.12%	Keystone Realtors	0.94%
Graphite India	1.30%	Kolte - Patil Developers	0.68%
Kirloskar Brothers	1.13%	Chemicals & Petrochemicals	2.54%
AIA Engineering	0.92%	Chemplast Sanmar	1.18%
Finolex Industries	0.51%	NOCIL	0.80%
RHI Magnesita India	0.11%	Fine Organic Industries	0.56%
Consumer Durables	8.24%	Electrical Equipment	2.41%
Mayur Uniquoters	1.86%	Suzlon Energy	1.39%
Kajaria Ceramics	1.64%	Apar Industries	1.01%
Cera Sanitaryware	1.62%	Food Products	2.08%
Metro Brands	1.20%	Heritage Foods	0.98%
Greenply Industries	1.13%	Avanti Feeds	0.98%
Kalyan Jewellers India	0.69%	Mrs. Bectors Food Specialities	0.12%
Safari Industries (India)	0.09%	Power	1.90%
Finance	6.92%	NTPC	1.90%
Power Finance Corporation	1.85%	Commercial Services & Supplies	1.86%
Can Fin Homes	1.77%	eClerx Services	1.86%
Cholamandalam Financial Holdings	1.18%	Pharmaceuticals & Biotechnology	1.82%
Mas Financial Services	1.07%	FDC	0.99%
Poonawalla Fincorp	1.04%	Gland Pharma	0.69%
Auto Components	5.56%	JB Chemicals & Pharmaceuticals	0.14%
Wheels India	2.36%	Agricultural Food & other Products	1.75%
Alicon Castalloy	1.34%	Balrampur Chini Mills	1.55%
Automotive Axles	0.89%	Triveni Engineering & Industries	0.20%
CIE Automotive India	0.36%	Industrial Manufacturing	1.61%
Jamna Auto Industries	0.32%	Syrma SGS Technology	1.61%
GNA Axles	0.28%	IT - Services	1.42%
Sandhar Technologies	0.01%	Cyient	1.42%
Capital Markets	5.44%	Aerospace & Defense	1.20%
Angel One	1.83%	Data Patterns (India)	1.20%
Multi Commodity Exchange of India	1.46%	Textiles & Apparels	1.13%
UTI Asset Management Company	1.17%	Nitin Spinners	1.01%
HDFC Asset Management Company	0.99%	Vardhman Textiles	0.12%
Banks	4.91%	Petroleum Products	1.02%
HDFC Bank	1.75%	Gulf Oil Lubricants India	1.02%
Axis Bank	1.41%	Diversified	0.94%
Equitas Small Finance Bank	0.98%	DCM Shriram	0.94%
Indian Bank	0.76%	Cigarettes & Tobacco Products	0.89%
Leisure Services	4.35%	Godfrey Phillips India	0.89%
Westlife Foodworld	2.31%	Gas	0.78%
Elh	1.23%	Gujarat State Petronet	0.78%
Taj GVK Hotels & Resorts	0.82%	Construction	0.71%
Cement & Cement Products	3.73%	Kalpataru Projects International	0.71%
JK Lakshmi Cement	1.64%	Fertilizers & Agrochemicals	0.67%
Nuvoco Vistas Corporation	1.21%	Heranba Industries	0.57%
Sagar Cements	0.88%	Paradeep Phosphates	0.10%
IT - Software	2.96%	Consumable Fuels	0.66%
Birlasoft	1.59%	Coal India	0.66%
Zensar Technologies	1.37%	Entertainment	0.61%
Healthcare Services	2.92%	Zee Entertainment Enterprises	0.61%
Narayana Hrudayalaya	1.23%	Automobiles	0.60%
Krishna Institute of Medical Sciences	1.02%	Landmark Cars	0.60%
Krsnaa Diagnostics	0.67%	Insurance	0.56%
Beverages	2.79%	Max Financial Services	0.56%
Radico Khaitan	2.79%	Personal Products	0.52%
Transport Services	2.76%	Emami	0.52%
VRL Logistics	1.41%	Ferrous Metals	0.21%
InterGlobe Aviation	1.35%	Kirloskar Ferrous Industries	0.21%
Retailing	2.75%	Net Cash and Cash Equivalent	7.61%
V-Mart Retail	1.29%	Grand Total	100.00%
Aditya Birla Fashion and Retail	0.98%		

SECTOR ALLOCATION



<p>Scheme risk-o-meter</p> <p>Investors understand that their principal will be at Very High risk</p>	<p>This product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"> To create wealth over long term. Investment in equity and equity related instrument of small cap companies. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	<p>Benchmark risk-o-meter</p> <p>S&P BSE 250 SmallCap TRI</p>
--	--	--