



Bandhan 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

How it went:

Global equities remained weak across countries (MSCI AC World -2.5% MoM with Spain and Italy being the only outliers with positive returns. India declined by -4.8% MoM while Emerging markets were down -6.5% MoM largely led by China (-10.4% MoM). Euro area held on with flattish (-0.8% MoM) returns. Indian equities has corrected sharply on a YTD basis (\$ terms, -7.6% YTD) compared to the World (\$ terms, 4.3% YTD) and Emerging countries (\$ terms, 0.8% YTD) which are holding their which are still in positive.

Looking at market cap wise performance, there has been a decline in MoM returns across market caps with Mid-caps (-1.8% MoM) performing slightly better than small caps (-2.9% MoM) and large caps (-2.2% MoM).

How do we look ahead:

The December quarter results on a broad level indicated weak volume trends and easing of pricing pressures. Consensus FY23 EPS estimates for MSCI India were cut by ~5% this December quarter following a 4% cut post previous quarter results. Nifty FY23E EPS estimates has seen 1-2% cut with downgrades in commodities offset by upgrades in banks. The management outlook going ahead also saw some bit of moderation both from demand as well as margin perspective (barring staples and non-Auto Discretionary) reflecting the slowing global macro environment.

At a global level the macro outlook has turned challenging due to inflation data turning adverse. Across countries like USA, India, Germany etc. the recent inflation data has turned out higher than expected which is pushing global bond yields higher. The 2 year bond yield in USA is the highest since 2007. Higher bond yields are a big headwind to equities, and inflation will need to moderate for equities to perform. The silver lining for India is that earnings outlook is fairly resilient and over last few quarters valuation multiples have corrected.

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.

[§]With effect from 13th March 2023, the name of "IDFC Infrastructure Fund" has changed to "Bandhan Infrastructure Fund"

FUND FEATURES:

(Data as on 28th February'23)

Category: Sectoral / Thematic

Monthly Avg AUM: ₹ 623.79 Crores

Inception Date: 8th March 2011

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

Other Parameters:

Beta: 0.88

R Squared: 0.81

Standard Deviation (Annualized): 27.70%

Benchmark: S&P BSE India Infrastructure TRI (w.e.f 11/11/2019)

Minimum Investment Amount: ₹ 1,000/- 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 Dates : (Monthly/Quarterly) Investor may choose any day of the month except 29th, 30th and 31st as the date of installment.

Options Available: Growth, IDCW[®] - (Payout, Reinvestment and Sweep (from Equity Schemes to Debt Schemes only))

SIP (Minimum Amount): ₹ 100/- (Minimum 6 instalments)

@Income Distribution cum capital withdrawal

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.

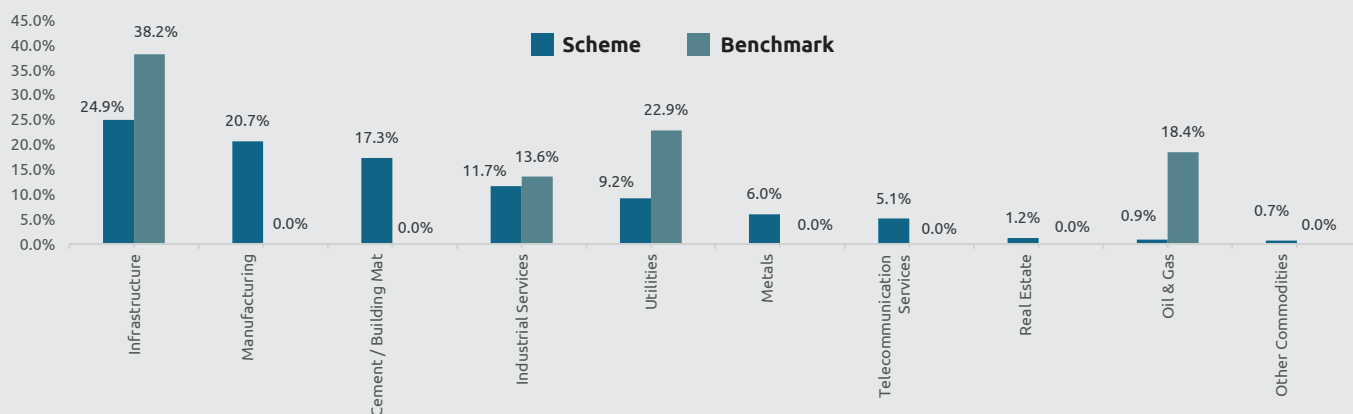
PORTFOLIO

(28 February 2023)



Name of the Instrument	% to NAV	Name of the Instrument	% to NAV
Equity and Equity related Instruments	97.55%	Kirloskar Brothers	2.79%
Construction	27.06%	Carborundum Universal	2.59%
Larsen & Toubro	10.30%	Cummins India	1.28%
PNC Infratech	3.44%	Gas	5.53%
H.G. Infra Engineering	3.37%	Gujarat State Petronet	2.86%
Ahluwalia Contracts (India)	3.23%	Gujarat Gas	2.67%
NCC	1.85%	Telecom - Services	5.11%
ITD Cementation India	1.68%	Bharti Airtel	5.11%
Engineers India	1.35%	Ferrous Metals	5.05%
GPT Infraprojects	1.09%	Jindal Steel & Power	4.30%
ISGEC Heavy Engineering	0.76%	Tata Steel	0.75%
Cement & Cement Products	17.30%	Aerospace & Defense	4.10%
UltraTech Cement	8.50%	Bharat Electronics	4.10%
JK Cement	4.35%	Power	3.64%
Sagar Cements	3.40%	Torrent Power	3.64%
Nuvoco Vistas Corporation	1.06%	Realty	1.20%
Transport Services	10.30%	Mahindra Lifespace Developers	1.20%
Transport Corporation of India	5.27%	Non - Ferrous Metals	0.91%
Container Corporation of India	2.69%	Hindalco Industries	0.91%
Gateway Distriparks	1.32%	Petroleum Products	0.87%
InterGlobe Aviation	1.01%	Hindustan Petroleum Corporation	0.87%
Electrical Equipment	9.14%	Paper, Forest & Jute Products	0.67%
ABB India	4.90%	Century Textiles & Industries	0.67%
Thermax	4.23%	Net Cash and Cash Equivalent	2.45%
Industrial Products	6.66%	Grand Total	100.00%

SECTOR ALLOCATION



Scheme risk-o-meter



Investors understand that their principal will be at Very High risk

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 advisers if in doubt about whether the product is suitable for them.

Benchmark risk-o-meter



S&P BSE India Infrastructure TRI