



India's largest companies under one roof

IDFC NIFTY 100 Index Fund

An open-ended scheme tracking Nifty 100 Index

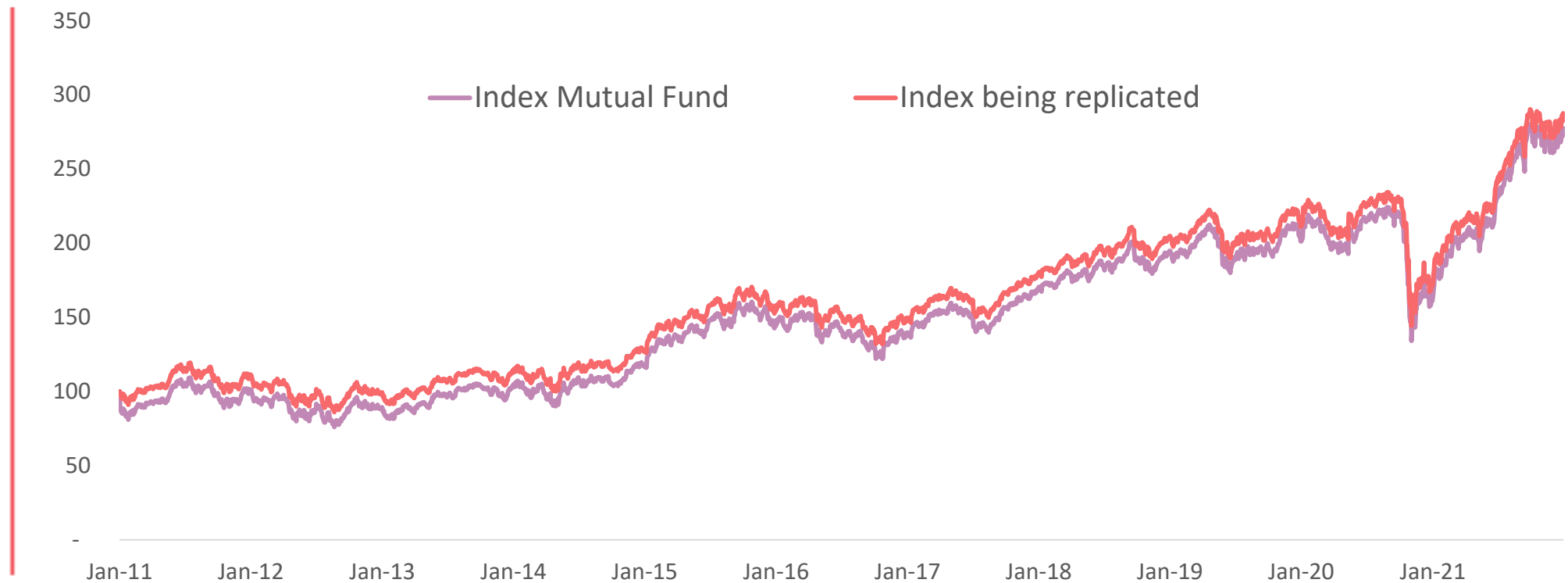
NFO opens on 7th February 2022

NFO closes on 18th February 2022



What is an Index Fund?

An Index Mutual Fund invests in securities with the aim to **track the movements of the market index** it intends to replicate.



The above chart has been provided for illustration only. The difference between Index returns and Index Mutual Fund returns can be attributed to Tracking Error. This reflects the expense of managing the fund, cash flow of the fund, and the cost incurred in realigning the portfolio when index composition changes.



Advantages of Index Funds



SIMPLICITY

Investment in an Index Fund is the same as investing in any Mutual Fund. You may visit the Mutual Fund website or contact your distributor.



DIVERSIFICATION

An Index Fund can provide diversification across various stocks/sectors.



AFFORDABLE

Access to an index fund can be available at an investment amount of INR 5,000, SIP at INR 100.



LOW COSTS

Index fund investment is available at a relatively lower cost mainly due to fund manager intervention being limited to aligning the portfolio with the underlying index.

Nifty 100 Index Fund

The One Fund that has the potential to meet every Investor Segment's portfolio requirements



Beginner

First time investor
in to the World
of Equity



Informed

Understands the
potential of equity
investing but may
have limited time
and expertise in
filtering funds and
stocks from the
large cap universe



Experienced

Evolved with multiple
funds and strategies
in the portfolio



Retiree

An investor in the
retirement phase

**One Fund to
meet needs of
different
Investor
Segments**

Beginner

**First Step to the
World of Equity**



Informed

**Portfolio
Diversification**



Experienced

**Steady component in
an evolved portfolio**



Retiree

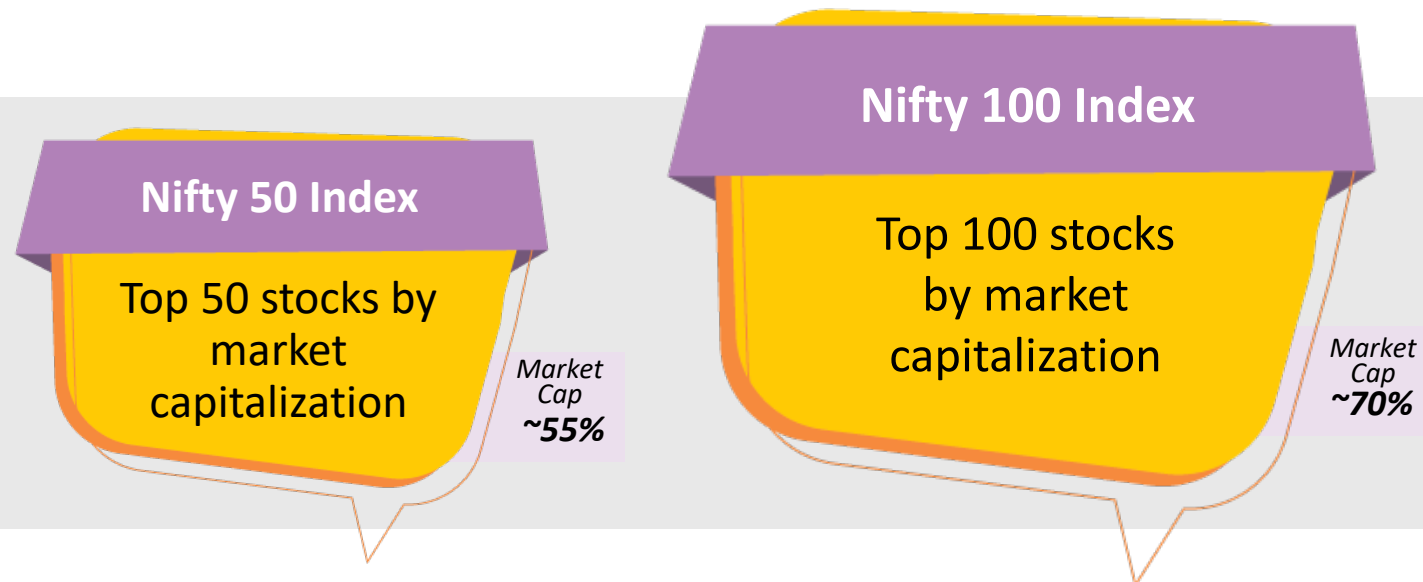
**Enhancing
Retiral Income**





Investor Segment: **Beginner**
Investor Need: **Initial Exposure to Equities**

- ➔ Nifty 100 Index comprising the top 100 well established and known businesses is an ideal **stepping stone** to the world of equity investing
- ➔ Look beyond the more popular Nifty 50 Index towards Nifty 100 Index, the index that provides complete representation of the Indian Large Cap universe



Market Cap % of total Market Cap of all listed equity stocks

As per SEBI definition:

Large Cap companies: Ranked 1 to 100 in terms of market capitalization

Mid Cap: Ranked 101 to 250 in terms of market capitalization

Small Cap: Ranked 250+ in terms of market capitalization

Market Cap Source: AMFI Market Cap For July to December 2021

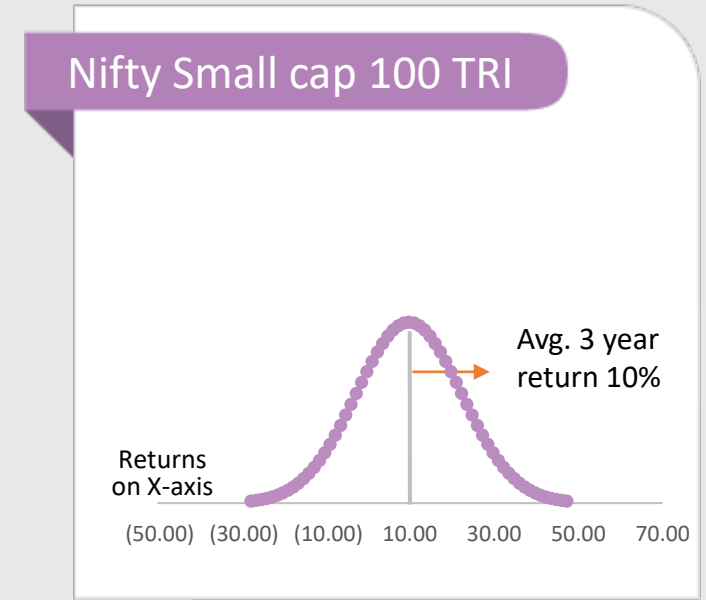
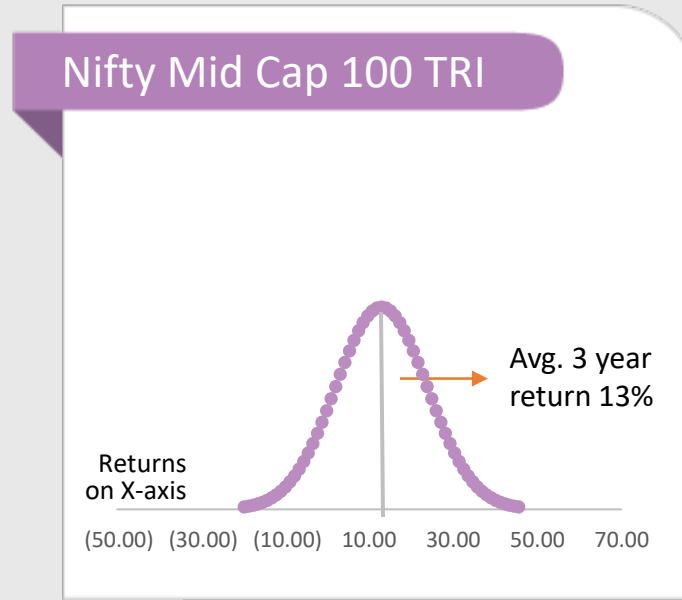
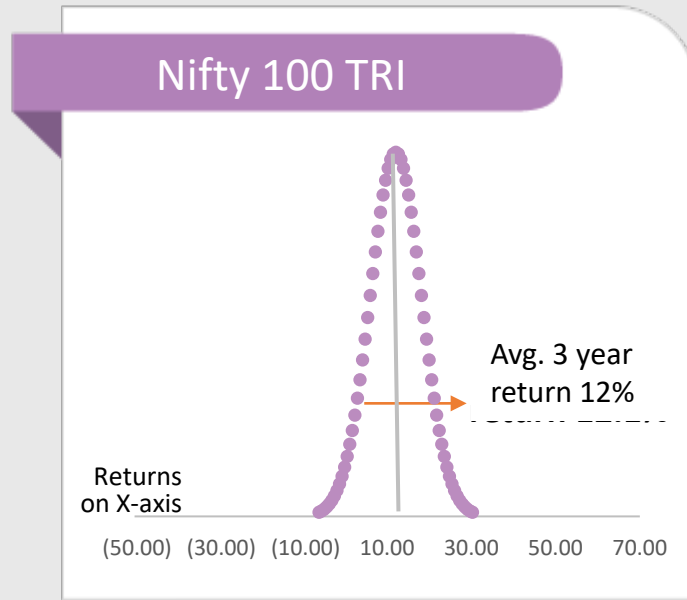




Investor Segment: **Beginner**
Investor Need: **Relative Portfolio Stability**

Large caps can provide **relatively more predictable returns** vs Mid and Small caps

3-year returns distribution around the mean i.e. average returns over the last 10 years



	Nifty 100 TRI	Nifty Midcap 100 TRI	Nifty Small cap 100 TRI
Standard deviation	5.94%	10.79%	12.44%
% times positive returns	98%	86%	76%
% times greater than 10% return	65%	62%	54%

Source : ICRA MFI Explorer.
Returns are annualized and 3 year rolling from Jan'12 to Dec'21. Past performance is not an indicator of future performance.





Investor Segment: **Informed**
Investor Need: **Convenient and Structured Equity Exposure**

The investor can avoid the hassle of:

Researching and selecting active mutual funds since next year's winner cannot be predicted

Calendar year returns for select active large cap funds

Fund	CY'18	CY'19	CY'20	CY'21
A	0.2%	10.5%	14.2%	30.0%
B	0.2%	14.0%	14.9%	29.1%
C	-2.0%	8.4%	15.0%	28.8%
D	-3.1%	12.5%	17.2%	27.0%
E	8.0%	20.0%	21.1%	22.1%
Nifty 100 TRI	2.6%	11.8%	16.0%	26.5%

Rebalancing a manually replicated index fund

Stock changes (#) in Nifty 100 index over the last 3 calendar years

2018	2019	2020
9	13	10

Recreating the index with a high investment amount

₹ **1cr** required to replicate the entire Nifty 100 stocks in the same proportion as the index.

Investment in a Nifty 100 Index can be made with as low as ₹ **5,000** in lumpsum or ₹ **100** in SIP





Investor Segment: Experienced

Investor Need: Simple investment theme to complement the existing portfolio

Illustrative split of an Indian Equity Investor Portfolio

The investor realises that some funds beat the broad market while some do not.

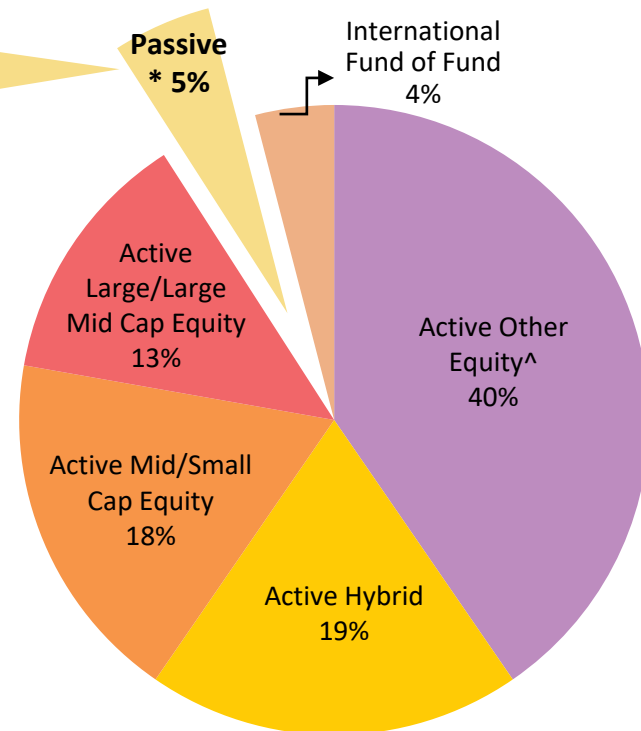
And hence is looking to **complement his portfolio of distinct themes with a large cap strategy aligned with the market movement.**

An experienced investor can get exposure to this segment through Nifty 50, Nifty Next 50 and Nifty 100. However, **Nifty 100 can be considered the more efficient way to gain exposure to the Indian Equity Large Cap universe.**

The segment being missed out by most Indian investors

Passive * 5%

International Fund of Fund 4%



Source for the portfolio split: MFDex, CAMS and IDFC internal analysis. Data as on 31st Dec'21. *includes Equity and Fixed Income since data for only Equity is not available; ^includes Flexi Cap, ELSS, Sectoral/Thematic, Focused, Value Fund/Contra, Multi Cap, Retirement, Children, Dividend Yield and other equity funds.



Investor Segment: Experienced
Investor Need: Complete exposure to Large Cap universe

An individual or arbitrary mix of Nifty 50 and Nifty Next 50 may not be able to provide a complete and efficient exposure to the Large Cap universe vs Nifty 100 Index

Choice of an experienced investor

Nifty 100 vs Nifty 50:

With the additional exposure to Nifty Next 50 stocks, Nifty 100 has the potential to perform even in non-polarized market runs, unlike Nifty 50

Nifty 100 vs Nifty Next 50:

Stocks performing well in Nifty Next 50 index would move to Nifty 50 and therefore investor can lose its potential upside while the same continues to be captured in Nifty 100 Index

Nifty 100 vs a portfolio equally split between Nifty 50 and Nifty Next 50:

- Difficult to gauge the ideal allocation between Nifty 50 and Nifty Next 50
- With the decided allocation, follows the hassle to rebalance each year



Investor Segment: Experienced
Investor Need: Complete exposure to Large Cap universe

Difficult to gauge which Index or combination of Indices will perform better in the future

Market Cap %
of total Market
Cap of all listed
equity stocks

Choice of an experienced investor

Return Comparison

Nifty 100 vs Nifty 50:

Return date	Dec-13	Dec-14	Dec-15	Dec-16	Dec-17	Dec-18	Dec-19	Dec-20	Dec-21	Dec-22
Nifty 100 TRI	7.89	34.88	-1.26	5.01	32.97	2.55	11.83	16.03	26.45	?
Nifty 50 TRI	8.07	32.90	-3.01	4.39	30.35	4.61	13.48	16.09	25.59	?

~70%

~55%

Nifty 100 vs Nifty Next 50:

Return date	Dec-13	Dec-14	Dec-15	Dec-16	Dec-17	Dec-18	Dec-19	Dec-20	Dec-21	Dec-22
Nifty 100 TRI	7.89	34.88	-1.26	5.01	32.97	2.55	11.83	16.03	26.45	?
Nifty Next 50 TRI	6.03	46.35	8.05	8.41	47.86	-7.83	1.62	15.87	30.87	?

~70%

~15%

Nifty 100 vs a portfolio equally split between Nifty 50 and Nifty Next 50:

Return date	Dec-13	Dec-14	Dec-15	Dec-16	Dec-17	Dec-18	Dec-19	Dec-20	Dec-21	Dec-22
Nifty 100 TRI	7.89	34.88	-1.26	5.01	32.97	2.55	11.83	16.03	26.45	?
50% to Nifty 50 and 50% to Nifty Next 50	7.05	39.63	2.52	6.40	39.10	-1.61	7.55	15.98	28.23	?

~70%

~35%

Returns Source: ICRA MFI Explorer

Market Cap Source: AMFI Market Cap For July to December 2021

Past performance is not an indicator of future performance.





Investor Segment: **Retiree**
Investor Need: **Cost-effective solution for equity investing**

A portfolio that grows steadily

Over the long-term, equities have the potential to beat inflation, and hence a relatively stable equity allocation via a large cap index fund, i.e. Nifty 100 Index Fund, can be beneficial for an individual in the retirement phase.



Investment avenues with
Low-cost structure

Being a passive index fund, IDFC Nifty 100 Index Fund offers an opportunity to invest in large cap space at low cost



Average expense ratio charged by passively managed equity index funds is around **0.70%*** as compared to actively managed large cap funds that charge around **2.25%^**

**Source : ICRA MFI Explorer; as on end Dec'21 for non-factor based market index funds; SEBI regulation mandates maximum expense ratio of 1% for index Funds
^ SEBI regulation mandates maximum expense ratio of 2.25%*

Beginner

A Simple Start into equity investing through a fund providing market-linked returns.



Informed

Structured and diversified equity exposure.



Nifty 100 Index Investing can meet all of these portfolio needs

Experienced

Complement existing asset allocation with an investment passively tracking the overall market trajectory.

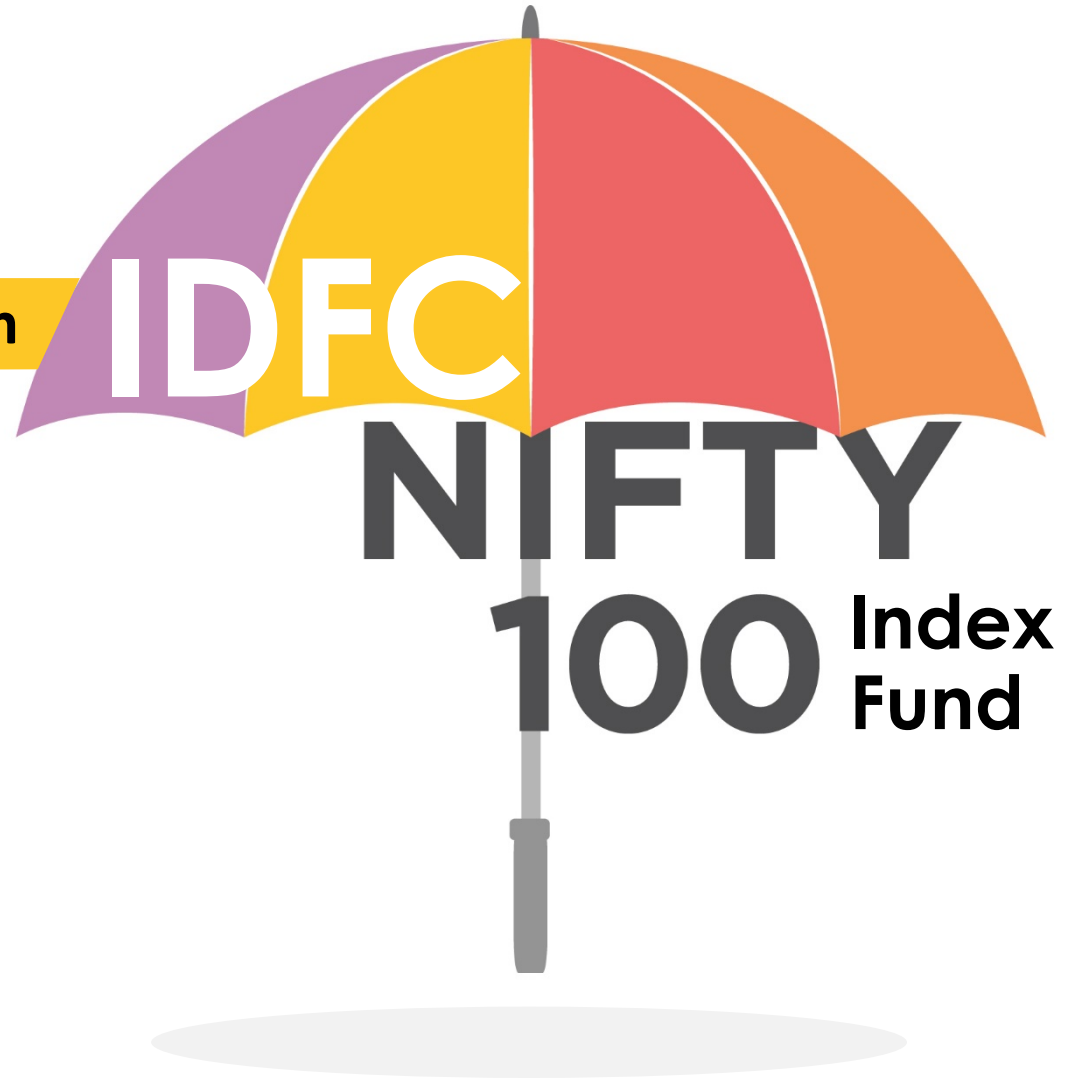


Retiree

Cost-effective route to a diversified equity market exposure.



Invest in the Nifty 100 Index through





Key Facts about Nifty 100 Index

The Nifty 100 index consists of the **100 largest companies** by market capitalization reflecting overall market conditions.

The Index is **well-diversified across major sectors** like financial services, information technology, oil & gas, consumer goods.

The Index has been in existence since **1st December 2005** and, hence, has a long track record.

**Investment in Nifty 100 index
is possible through an**

INDEX FUND





Diversified Sector & Stock Holdings

Sector

Exposure

Financial Services	33.3%
Consumer	17.4%
IT	16.7%
Energy	11.2%
Commodities	8.2%
Healthcare	4.7%
Manufacturing	3.3%
Utilities	2.5%
Telecommunications	2.0%
Services	0.8%

Top stocks by weight

Weight

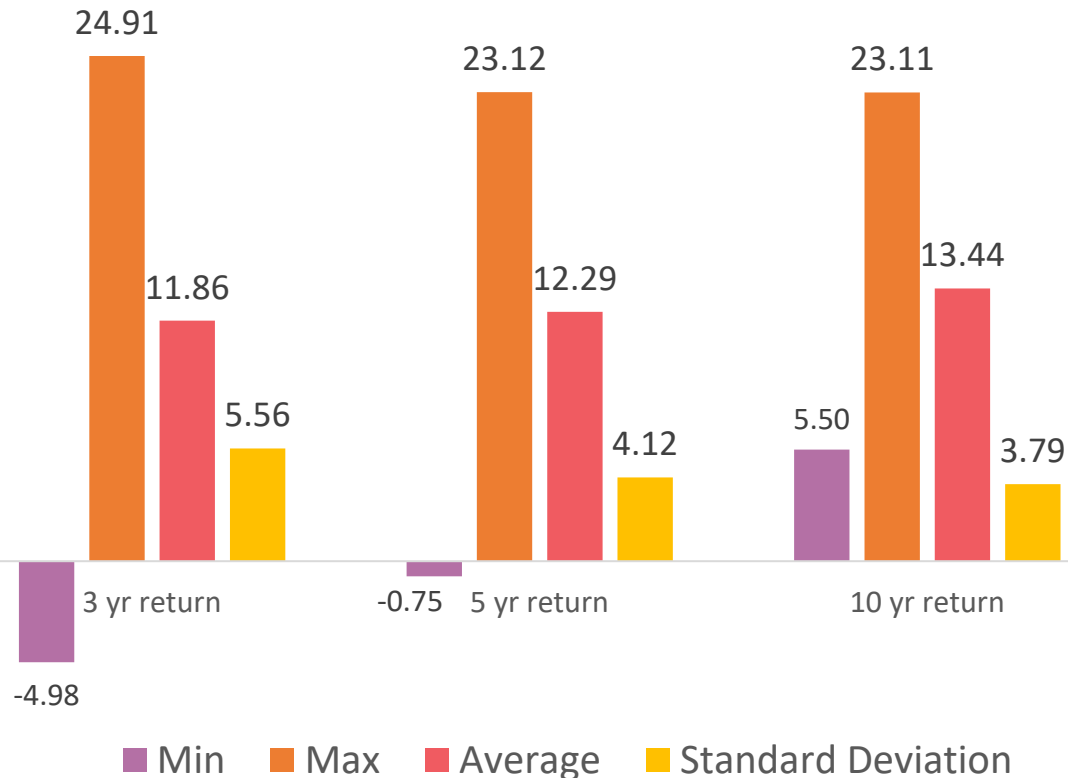
Reliance Industries Ltd.	9.2%
Infosys Ltd.	7.9%
HDFC Bank Ltd.	7.3%
ICICI Bank Ltd.	5.8%
Housing Development Finance Corporation Ltd.	5.3%
Tata Consultancy Services Ltd.	4.4%
Kotak Mahindra Bank Ltd.	3.0%
Larsen & Toubro Ltd.	2.6%
Hindustan Unilever Ltd.	2.4%
ITC Ltd.	2.1%

Source: NSE
Data as on 31st Dec'21



Participating in the Nifty 100 index has been rewarding for long-term investors

Nifty 100 returns – relatively stable with low volatility



Illustrative performance of the Nifty 100 Index

Here's what INR 1 lakh invested would have yielded in various time periods.

Period of investment	Average Value of INR 1 lakh after staying invested for respective periods*
3 years	INR 1.4 lakh
5 years	INR 1.8 lakh
10 years	INR 3.5 lakh

Source: [investing.com](https://www.investing.com), ICRA MFI Explorer and internal analysis; *Rolling returns data from Jan'13 upto Dec'21 for Nifty 100 price index has been used for the analysis provided above; Past performance is not an indicator of future performance





Disciplined investing through Systematic Investment Plan (SIP) can generate long-term capital appreciation

Value of Rs. 10,000 invested on a monthly basis in Nifty 100 Index*

	Total Amount Invested (Rs.)	Total Value of Investment	Return XIRR (%)
1 Year	1,20,000	1,34,049	22.35
3 Years	3,60,000	5,19,205	25.27
5 Years	6,00,000	9,46,265	18.27
10 Years	1,200,000	2,688,072	15.40

Source: Bloomberg and IDFC internal analysis; Data as on 31st Dec 2021 for Nifty 100 price index provided above; For SIP returns, monthly investment of Rs. 10,000 invested on the 1st day of every month has been considered; Past performance is not an indicator of future performance; *excluding expenses and tracking error of an Index Fund through which an investment in the stocks of the Nifty 100 index can be made.



Features of IDFC Nifty 100 Index Fund



Fund Manager

Mr. Nemish Sheth



NFO Opening on:

7th February 2022



NFO Closing on:

18th February 2022



Benchmark

Nifty 100 TRI



Subscription During NFO

Lumpsum purchase - Rs. 5000/- and in multiples of Re. 1/- thereafter
SIP - Rs. 100/- and in multiples of Re. 1 thereafter [Minimum 6 installments]
STP - Rs. 100/- and any amount thereafter



Investment Objective

The investment objective of the Scheme is to replicate the Nifty 100 index by investing in securities of the Nifty 100 Index in the same proportion / weightage with an aim to provide returns before expenses that closely correspond to the total return of Nifty 100 Index, subject to tracking errors.



Exit Load

Nil



Other Benefits of Investing in IDFC Nifty 100 Index Fund

Low-Cost Investment Route

No Fund Manager Bias

Periodic adjustments in line with the index

One Fund the solution to your Large Cap investing

Other Funds Managed by the Fund Manager

Period	Managing Since	Benchmark Index	1 Year		3 Years		5 Years		10 Years	
			Scheme Return (%)	Benchmark Return (%)	Scheme Return (%)	Benchmark Return (%)	Scheme Return (%)	Benchmark Return (%)	Scheme Return (%)	Benchmark Return (%)
Fund Manager Name: Mr. Nemish Sheth										
IDFC Arbitrage Fund	01-11-2021	Nifty 50 Arbitrage Index**	3.55%	4.16%	4.49%	4.37%	5.05%	4.37%	6.59%	6.13%
IDFC Equity Savings Fund ^{3¥}	01-11-2021	CRISIL Equity Savings Index	10.15%	12.04%	8.34%	11.75%	6.54%	9.72%	7.26%	9.11%
IDFC Sensex ETF	01-11-2021	S&P BSE Sensex TRI	22.49%	23.23%	18.16%	18.62%	17.97%	18.31%	NA	NA
IDFC Nifty ETF	01-11-2021	Nifty 50 TRI	25.08%	25.59%	17.89%	18.27%	17.33%	17.65%	NA	NA
Mr. Nemish Sheth manages 4 schemes of IDFC Mutual Fund. (IDFC Arbitrage Fund, IDFC Equity Savings Fund, IDFC Sensex ETF, IDFC Nifty ETF was being managed by Mr. Yogik Pitti upto November 25, 2021.)										

Performance based on NAV as on 31/12/2021. Past Performance may or may not be sustained in future.

The performance details provided herein are of regular plan growth option. Regular and Direct Plans have different expense structure.

Direct Plan shall have a lower expense ratio excluding distribution expenses, commission expenses etc.

1The fund has been repositioned from a Mid cap fund to a value fund w.e.f. May 28, 2018.

3The fund has been repositioned from an arbitrage fund to an equity savings fund w.e.f. April 30, 2018.

¥Current Index performance adjusted for the period from since inception to April 30, 2018 with the performance of CRISIL Liquid Fund Index (Benchmark)

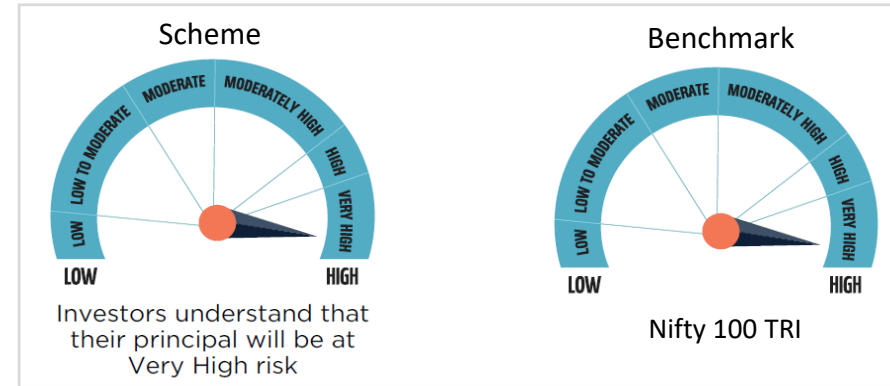


This product is suitable for investors who are seeking*:

- Create wealth over a long term
- Investment in equity and equity related instruments belonging to Nifty 100 Index.

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

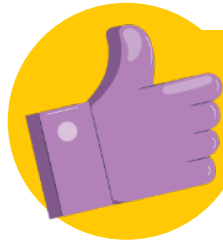
Risk-o-meter



IDFC Nifty 100 Index Fund (An open-ended scheme tracking Nifty 100 Index)

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

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THANK YOU

