

# TATA YOUNG CITIZENS FUND

An open ended fund for investment for children having a lock-in for at least 5 years or till the child attains age of majority (whichever is earlier)



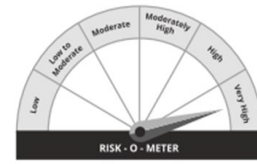
For External Circulation

Data as on 31st March 2023

This product is suitable for investors who are seeking\*:

- Long Term Capital Appreciation by investing predominantly in equity & equity related instruments.

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



Benchmark Riskometer

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully

## Fund Snapshot

Benchmark	Nifty 500 TRI
AUM	Rs. 259.12 Crores
Inception Date	14 <sup>th</sup> October 1995
Expense Ratio	Reg: 2.55 Direct: 1.80
No of Holdings	45
Fund Manager	Amey Sathe (Managing since (20th April 20)

## Fund Statistics

Statistic	Portfolio	Benchmark
Std. Deviation	15.47	16.83
Sharpe	1.15	1.14
Beta	0.87	NA
R Squared	0.96	NA
Treynor	1.71	NA
Jenson	0.08	NA

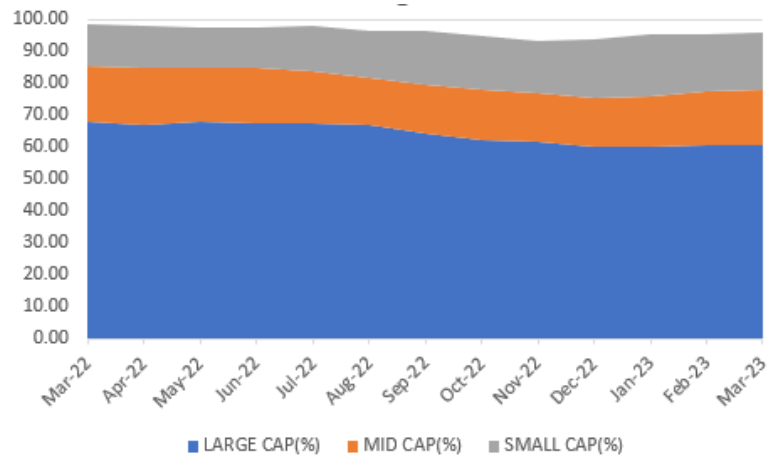
## About the Fund

Be it basic education or a dream marriage, a loving parent desires to provide enough financial security for each milestone in a child's life. A little bit of careful planning and consistent investing today is what is required so that you can take care of these future needs without worrying too much.

## Market Capitalization-wise Exposure

Large Cap	Midcap	Smallcap
63.33%	17.75%	18.92%

## Market Cap Movement of the Portfolio



**Large Cap:** 1st -100th company in terms of full market capitalization  
**Midcap:** 101st -250th company in terms of full market capitalization  
**Small Cap:** 251st company onwards in terms of full market capitalization

## Top 10 Sectors

Sector	Allocation
Financial Services	33.28
Information Technology	12.59
Fast Moving Consumer Goods	10.09
Consumer Durables	7.24
Oil Gas And Consumable Fuels	5.4
Capital Goods	5.36
Healthcare	4.98
Automobile And Auto Components	4.28
Construction Materials	2.83
Chemicals	2.71

## Top 10 Holdings

Stock	Allocation
ICICI Bank Ltd.	6.77
HDFC Bank Ltd.	6.35
Reliance Industries Ltd.	5.4
Infosys Ltd.	4.82
Tata Consultancy Services Ltd.	3.86
ITC Ltd.	3.7
Kotak Mahindra Bank	2.92
Karur Vysya Bank Ltd.	2.92
Titan Company Ltd.	2.83
Axis Bank Ltd.	2.73

## Portfolio Construction\*

- **Portfolio Size:** Currently the portfolio contains 46 stocks. The fund generally holds a diversified portfolio of 35-45 stocks.
- **Lock-in Feature:** The Lock-in feature encourages investors to look beyond near-term volatility and stay invested in the fund and benefit from compounded growth.
- **Portfolio Turnover:** The fund manager prefers to buy and hold onto compounding stocks over the medium to long term.
- **Market Cap Allocations:** The fund is generally dominated by large caps, with significant allocations to mid and smallcaps.

## Outlook for Equity Markets

- Balanced portfolio strategy to capitalise on the various pockets of strong earnings recovery and outlook
- Drivers of growth cutting across Financials (ROE normalisation), capital goods and urban consumption
- Recovery in investment cycle led by healthy cash flows in the corporate sector and government's counter-cyclical fiscal policy makes us incrementally positive on the industrial/capital goods sector leading us to progressively increase the exposure to this segment.
- High Credit Growth, margin expansion and lower NPAs implies strong earning momentum and positive surprises for the sector including mid and small sized banks (trading at early cycle valuations) where we have increased exposure.
- With an increasing number of companies seeking digital solutions, IT spends have gone up structurally. Global uncertainty over next 6 months however has led us to be under weight on the IT sector presently

## Portfolio Positioning

The bulk of the portfolio is in sectors such as Financial Services, Information Technology, Consumer Durables, Oil & Gas, Capital Goods and Pharma making up ~80% of the portfolio. The fund manager prefers companies that : a) have a long runway for growth b) Businesses that have the potential to give compounded returns over the long term c) Reasonably valued companies with the potential to see a re-rating in valuations. The fund manager also generally prefers companies with lower leverage. Several companies in the portfolio have very low debt or are debt-free.

### Financial Services (~33% of the Portfolio)

The fund holds significant allocations in Large private sector banks (~19% of the portfolio), along with holdings in smaller private sector banks (~4%) along with ~3% in an HFC. The fund also holds positions in Life and General Insurance Companies and an Asset Management Company (~3% of the portfolio). The fund also holds a position in a PSU Bank.

### Information Technology (~13% of the Portfolio)

Positions in the sector are dominated by large cap IT services companies with a large overseas presence (~10%), with the balance in midcap stocks (~3%).