

# TATA RESOURCES & ENERGY FUND

*(An open-ended equity scheme investing in Resources & Energy Sector.)*

**JULY 2022**

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

- Long Term Capital Appreciation.
- Investment in equity/equity related instruments of the companies in the Resources & Energy sector in India.

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

**Scheme Risk O Meter**



Investors understand that their principal will be at Very High Risk

**Benchmark Risk O Meter**



(It may be noted that risk-o-meter specified above is based on the scheme characteristics. The same shall be updated in accordance with provisions of SEBI circular dated October 5, 2020 on Product labelling in mutual fund schemes on ongoing basis.)

## Investment Objective

To seek long term capital appreciation by investing at least 80% of it's net assets in equity/equity related instruments of the companies in the Resources & Energy sectors in India.

However, there is no assurance or guarantee that the investment objective of the Scheme will be achieved. The Scheme does not assure or guarantee any returns.

## Asset Allocation

Instruments	Indicative Allocations		Risk Profile
Equity & equity related instruments of companies in three macro economic sectors^ i.e., Commodities, Energy and Utilities.	80%	100%	High
Other Equity/Equity related instruments	0%	20%	High
Debt and Money Market Instruments	0%	20%	Low to Medium

^ As classified by AMFI and includes changes made there to by AMFI from time to time.

## COMMODITIES

## ENERGY

## UTILITIES

Chemicals

Construction  
Materials

Oil

Gas

Power

Utilities

Forest Materials

Metals & Mining

Consumable Fuels

Petroleum Products

The fund manager constructs the portfolio according to the following general lines:

### Cyclical stocks

- Can outperform when particular themes take off
- Often dependant on global supply and demand trends
- Include areas such as Metals, Petroleum Products etc.

### Secular (non-Cyclical) stocks

- Can deliver even during a downturn
- They produce or distribute goods and services that are always in need
- Include areas such as chemicals & agricultural inputs,

The fund also endeavors to maintain a balance between growth and value stocks

### Drivers of Commodity Prices

Global Commodity Markets and Events  
(e.g., Oil & Gas, Iron & Steel etc.)

Government Policy on Sector:  
Supportive or Negative

Domestic sectoral dynamics

#### Russia-Ukraine Conflict

Created upward pressure on prices  
commodities such as Oil & Gas, Metals,  
Agricultural products

Pressure on margins for businesses: Cement,  
Metals and Oil Marketing Companies etc.

Expect commodity prices to moderate as supply  
shocks wane. Reduce pressure on margins on  
dependent businesses.

#### Environmental Concerns and Political Changes

Environmental concerns have meant Europe  
and USA have not added capacity in areas such  
as metal production

China has resolved to reduce production of  
low-value add products in areas such as metals

India has been adding capacity in metal  
production and is poised to take advantage of  
global recovery from impending recession



## Fertilizers & Agrochemicals and Chemicals (~27% of the Portfolio)

- ~18% in Fertilizers and Agrochemicals, ~9% in specialty chemicals
- Fertilizers and Agrochemicals industry likely to benefit from sustained government subsidy, especially in current uncertain economic scenario where stable food supply is essential
- Global chemical industry is largely dominated by Chinese firms. Indian producers likely to benefit from China+1 Strategy of western MNCs to diversify supply chains



## Cement (~15% of the Portfolio)

- Likely to benefit from government push to build up physical infrastructure in the country
- Increased demand due to revival of the real estate sector
- Sector has seen an addition in capacity and sectoral consolidation in the last few quarters



## Natural Gas (~4% of the Portfolio)

- India's usage of natural gas is ~6-7%, compared to a global average of ~20%
- Government is trying to increase the use of natural gas by homes and businesses and reducing the crude oil requirement (70% of which is imported).



### Ferrous Metals, Non-Ferrous Metals and Diversified Metals (~18% of the Portfolio)

- ~11% in Ferrous Metals, ~4% in Non-Ferrous Metals and 3% in Diversified metals.
- Have been adding capacity, while global capacity has remained stagnant
- Likely to benefit from any revival in global economy post current scenario
- Balance sheets have seen large debt reductions
- Expected growth in demand for Aluminum due to demand for alternatives to plastic and glass packaging



### Petroleum Products, Consumable Fuels (~14% of the Portfolio)

- ~10% in diversified petrochemical conglomerate with retail and telecom business
- ~4% in Refineries & Marketing companies
- Likely to benefit from the moderation in energy prices due to lower cost of crude

## Top 10 Stocks in Portfolio

Company	Allocation
Reliance Industries Ltd.	9.86%
Tata Steel Ltd.	4.94%
Ultratech Cement Ltd.	4.10%
Hindalco Industries Ltd.	3.88%
Oil India Ltd.	3.68%
Jindal Steel & Power Ltd.	3.45%
Ambuja Cements Ltd.	3.27%
Vedanta Ltd.	3.26%
UPL Ltd.	3.08%
NTPC Ltd.	2.89%

## Top Sectors in Portfolio

Sector	Allocation
Chemicals	27.30%
Oil & Gas and Consumable Fuels	23.21%
Metals & Mining	17.82%
Construction Materials	14.57%
Power	9.06%
Capital Goods	2.50%
Fast Moving Consumer Foods	1.78%

## Market Cap Allocations

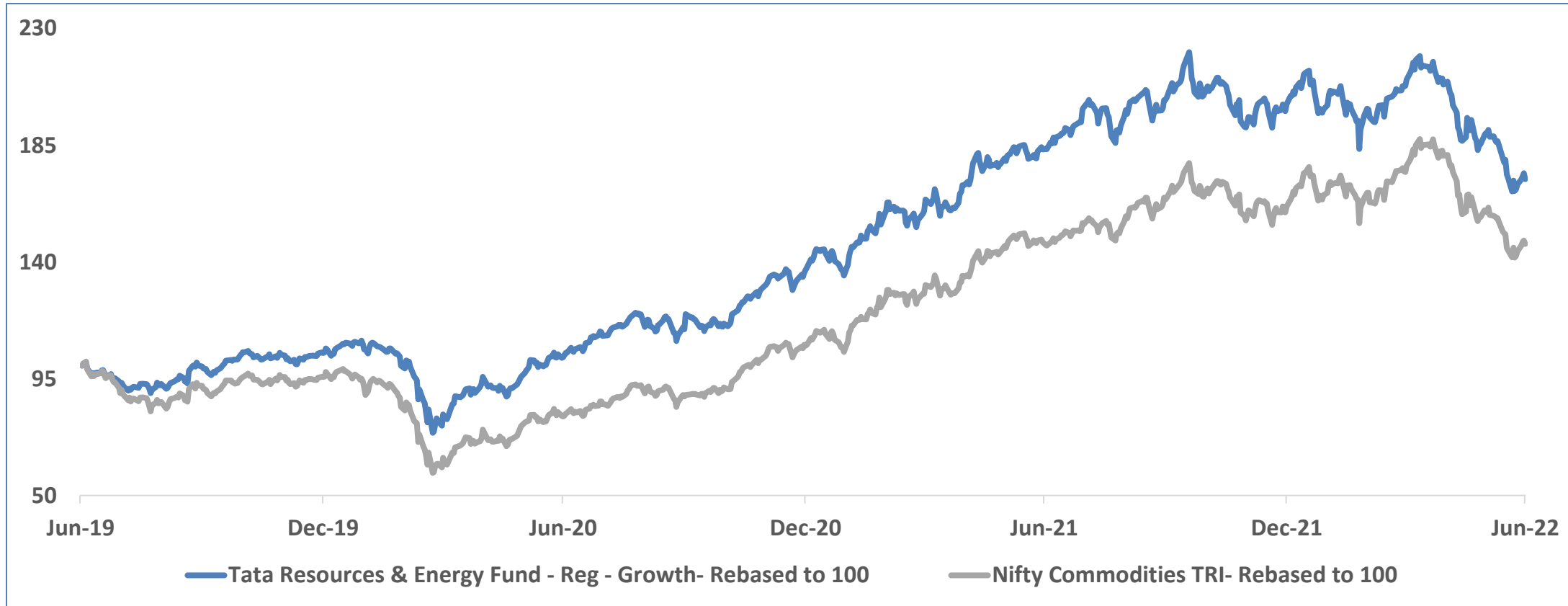
Large Cap	51.57%
Mid Cap	35.26%
Small Cap	13.18%

- A) Large Cap: 1st -100th company in terms of full market capitalization
- B) Mid Cap: 101st -250th company in terms of full market capitalization
- C) Small Cap: 251st company onwards in terms of full market capitalization



# FUND PERFORMANCE

**TATA**  
**MUTUAL**  
**FUND**



	Tata Resources & Energy Fund		Nifty Commodities TRI*		Nifty 50 TRI#	
Period	Return %	Rs.	Return %	Rs.	Return %	Rs.
1 Year	-6.30%	9,370	-0.11%	9,989	1.66%	10,166
3 Year	19.64%	17,150	13.45%	14,617	11.55%	13,891
5 Year	11.93%	17,571	10.29%	16,323	12.03%	17,653
Since Inception	14.73%	24,461	14.42%	24,032	12.59%	21,644
Inception Date	28-Dec-15			Managing Since		09-Mar-21

Fund Manager: Satish Mishra (Managing Since 9<sup>th</sup> March 2021)

Data as on 30<sup>th</sup> June 2022

# PERFORMANCE OF OTHER SCHEMES MANAGED BY SATISH MISHRA



	Tata Mid Cap Growth Fund		Nifty Midcap 150 TRI*		Nifty 50 TRI#	
Period	Return %	Rs.	Return %	Rs.	Return %	Rs.
1 Year	-0.69%	9,931	-0.38%	9,962	1.66%	10,166
3 Year	15.33%	15,357	17.64%	16,300	11.55%	13,891
5 Year	13.13%	18,540	11.99%	17,622	12.03%	17,653
Since Inception	12.66%	282,009	NA	NA	10.66%	170,997
Inception Date	01-Jul-94			Managing Since		09-Mar-21

	Tata Hybrid Equity Fund		CRISIL Hybrid 35+65 Aggressive Index*		S&P BSE Sensex TRI#	
Period	Return %	Rs.	Return %	Rs.	Return %	Rs.
1 Year	3.25%	10,325	1.30%	10,130	2.22%	10,222
3 Year	9.59%	13,170	11.28%	13,793	11.69%	13,944
5 Year	7.76%	14,534	10.42%	16,417	12.71%	18,194
Since Inception	14.95%	415,429	NA	NA	12.28%	221,628
Inception Date	08-Oct-95			Managing Since		01-Nov-19

	Tata Small Cap Fund		Nifty Smallcap 250 TRI*		Nifty 50 TRI#	
Period	Return %	Rs.	Return %	Rs.	Return %	Rs.
1 Year	3.76%	10,376	-3.36%	9,664	1.66%	10,166
3 Year	23.30%	18,779	17.52%	16,253	11.55%	13,891
5 Year	NA	NA	NA	NA	NA	NA
Since Inception	20.42%	19,643	14.03%	16,113	13.28%	15,730
Inception Date	12-Nov-18			Managing Since		01-Nov-19

**Disclaimer:**

- 1) Scheme returns in terms of CAGR are provided for past 1 year, 3 years, 5 years and since inception.
- 2) Point-to-point returns on a standard investment of Rs. 10,000/- are in addition to CAGR for the schemes.
- 3) Different plans shall have a different expense structure. The performance details provided herein are of regular plan Growth Option.
- 4 ) NA stands for schemes in existence for more than 1 year but less than 3 years or 5 years, or instances where benchmark data for corresponding period not available.
- 5) Period for which schemes performance has been provided is computed basis last day of the month - end preceding the date of advertisement.
- 6) Past performance may or may not be sustained in future. For computation of since inception returns the allotment NAV has been taken as Rs. 10.00 . All payouts during the period have been reinvested in the units of the scheme at the then prevailing NAV. Load is not considered for computation of returns. While calculating returns dividend distribution tax is excluded. Scheme in existence for less than 1-year performance details are not provided.
- 7) The last 2 columns represents additional benchmark.
- 8)\*Scheme Benchmark , # Additional Benchmark.
- 9) Market capitalization as per SEBI circular : A) Large Cap: 1<sup>st</sup> -100<sup>th</sup> company in terms of full market capitalization. B) Mid Cap: 101<sup>st</sup> -250<sup>th</sup> company in terms of full market capitalization. C) Small Cap: 251<sup>st</sup> company onwards in terms of full market capitalization.
- 10) Satish Mishra manages total 4 schemes

**THANK YOU**

**Mutual Fund investments are subject to market risks read all scheme related documents carefully**