

Mirae Asset Large Cap Fund

(Large Cap Fund - An open ended equity scheme predominantly investing across large cap stocks)

December 2020

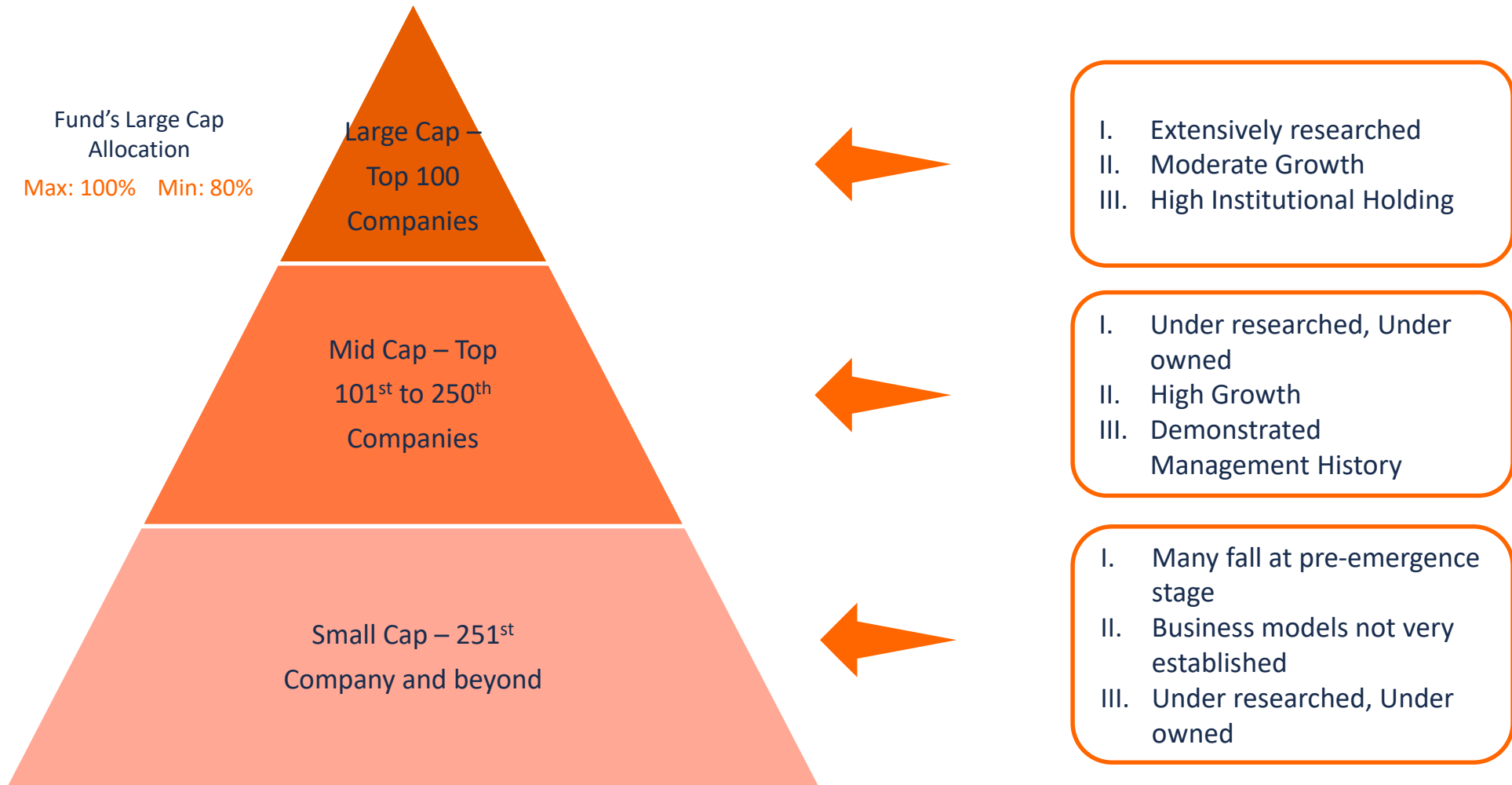
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Understanding Large Caps

Aim to identify and stay with long term wealth creators

Stock Universe – Market Cap Range* - Large Cap Fund



*As compiled by AMFI - As on 31st December 2020. *Classification as per SEBI circular (SEBI/HO/IMD/DF3/CIR/P/2017/114) dated October 6th, 2017, the universe of "Mid Cap" shall consist of 101st to 250th company in terms of full market capitalization.

A Few Generic Advantages Of Large Caps



Large caps usually have strong balance sheet. Large Caps usually get the sector leader advantage and have a long way to go.



Large caps have large scale of operations (less likely to be impacted by slowdown in economic environment)



Liquidity - Large Caps have high liquidity compared to Midcaps – Liquidity is very important while making long term investment decisions.



Large caps usually have low cost of capital (high capital efficiency)



Large caps usually have seen multiple cycles of upturns and downturns (strong competent management) high and more compliant/corporate governance standards.

Large Caps have a Long Way to Go

Top companies by market cap in India		
Top 10 Companies	Sector	Market Cap(Lk. Crs.)
Reliance Industries	Oil & Gas	130.6
TCS	IT Services	107.4
Hindustan Unilever Ltd	Consumer	56.3
HDFC Bank	Bank	79.1
HDFC Life Insurance	Insurance	13.6
UPL	Chemical	3.6
Ultratech	Cement	15.3
ITC Ltd	Consumer	25.7
Sun Pharma	Pharma	14.21
Maruti Suzuki	Auto	23.1

Similar top companies by market cap globally		
Top 10 Companies	Sector	Market Cap(Lk. Crs.)
Saudi Aramco	Oil & Gas	1363.0
Accenture	IT Services	126.3
Unilever Global	Consumer	115.1
JP Morgan Chase	Bank	282.9
Ping An Insurance	Insurance	172.1
BASF	Chemical	53.4
LafergeHolcim	Cement	24.8
Nestle Global	Consumer	248.9
Pfizer	Pharma	149.4
Tesla	Auto	488.6

Market Cap of the companies are as of a specified date and may or may not change in future

The largest of the companies in India are smaller than the largest companies globally. The Large Cap companies in India thus have a long way to go.

Source: Bloomberg. Data as on 2Q 2020. The sector(s)/stock(s)/issuer(s) mentioned in this presentation do not constitute any research report/recommendation of the same and the fund may or may not have any future position in these sector(s)/stock(s)/issuer(s).

Source: Bloomberg, Data as on 31st December 2020.

Large Cap – Less Volatile Over Long Term

Benchmark	1 Year Returns (%)	Standard Deviation	3 Years Returns (%)	Standard Deviation	5 Years Returns (%)	Standard Deviation	10 Years Returns (%)	Standard Deviation	15 Year Returns (%)	Standard Deviation
NIFTY 50	15.25	9.53	8.04	6.33	13.42	5.34	9.55	5.15	10.83	6.75
NIFTY 100	14.87	9.43	7.10	6.31	13.31	5.36	9.83	5.19	11.02	6.89
Nifty Midcap 100	15.44	11.08	-0.53	8.04	11.36	6.89	10.09	6.51	11.11	8.15
Nifty Smallcap 100	14.59	13.33	-7.62	9.79	7.88	8.57	6.93	8.05	7.82	9.52

Past performance may or may not sustain in future. The above data pertains to performance of the Index and does not in any manner indicate the performance of any individual scheme of the Fund

Large Cap indices are usually less volatile over long term

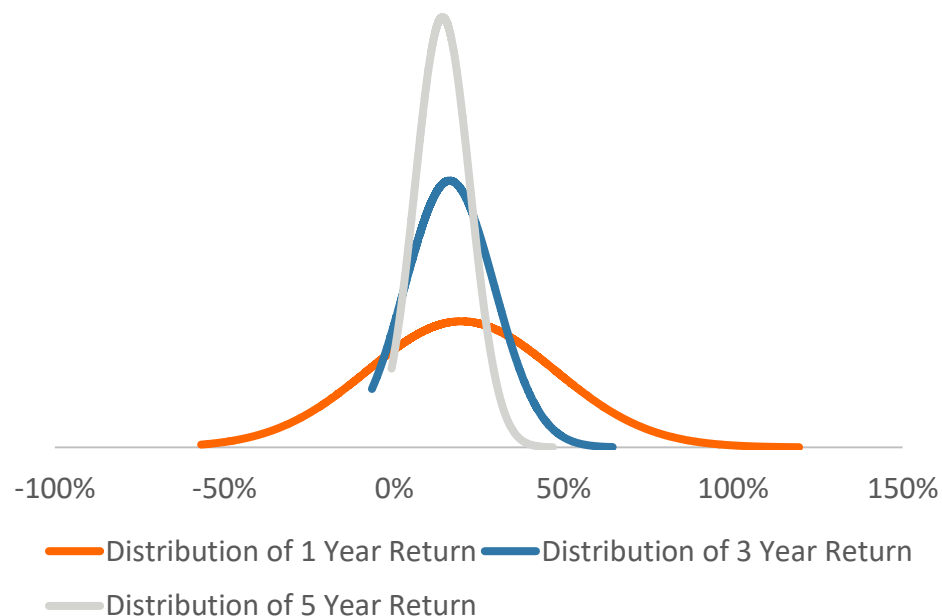
The Case For Large Cap Investing

Investing in Large Caps During Crisis

How Large Caps Have Behaved Post Crisis			
Time Period	Date of Investment	Crisis Scenario	Next 1 Year Returns (Nifty 50 Index)
2001	30/09/2001	Attack on World Trade Centre US	11%
2002-2003	30/06/2003	SARS Outbreak	31%
2003	30/06/2003	Iraq War	31%
2004	31/05/2004	BJP Unexpectedly Loosing Elections	28%
2008	31/12/2008	Global Financial Crisis	70%
2011-12	31/12/2011	European Debt Crisis	27%
2013	28/02/2013	Taper Tantrum	7%
2016	30/06/2016	BREXIT Announcement	16%
2020	30/03/2020	Corona Virus	64%(Till 31st Dec 2020)

Source: Bloomberg, Data as on 31st December 2020. Past performance may or may not sustain in future. The return are of Nifty 50 Index.

Nifty 100 TRI Returns Distribution – Rolling Return



Rolling Return Distribution (%CAGR)

	1 Year Returns	3 Year Returns	5 Year Returns
Minimum	-56.9%	-6.5%	-0.7%
Maximum	119.4%	64.4%	46.8%
Negative Returns	18.3%	3.5%	0.1%
Positive Returns	81.7%	96.5%	99.9%
Median Returns	15.8%	12.7%	13.5%

Over a Longer Term Horizon the disparity in positive and negative returns are mostly minimized. Staying Invested over a long time horizon leads to more possibility of generating a positive return.

Source: Bloomberg, Data as on 31st December 2020. Data From 02nd April 2004 to 30th June 2020. Past performance may or may not sustain in future. The return are of Nifty 100 Index.

The data represents 1 Year/3 years/5 years rolling returns since the inception of the benchmark. minimum and maximum returns denote the 1 Year, 3 Year or 5 Year CAGR return generated in the Nifty 100 TRI Index. The positive and negative returns represents the percentage times the Nifty 100 TRI Index generated a positive or negative returns.

Portfolio Psychographics - Mirae Asset Large Cap Fund

Investment Framework



Invests > 80% in large cap stocks (Top 100 companies by market capitalization).



The fund aims to combine consistency of large caps with few conviction midcap ideas (upto a max of 20%).



The investment approach is centered around participating in high quality businesses upto a reasonable price and holding the same over an extended period of time.



The fund tries to identify companies which have sustainable competitive advantage – stocks which has strong pricing power and are sector leaders.

Mirae Asset Large Cap Fund

Investments in Fund

Invests minimum 80% in large cap stocks

Investment Framework

- I. Fund has flexibility to invest across sectors and themes
- II. Aims to combine consistency of large caps with few conviction midcap ideas

Why Mirae Asset Large Cap Fund?

Large cap funds aims to provides stable returns with low risk and high liquidity compared to other equity funds.

Fund Manager



Mr. Gaurav
Misra



Mr. Harshad
Borawake

Fund Inception

04 April 2008

Benchmark

Nifty 100 (TRI)

Goal



Wealth
Creation

Ideal Investment Horizon



3+
Years

Risk Profile



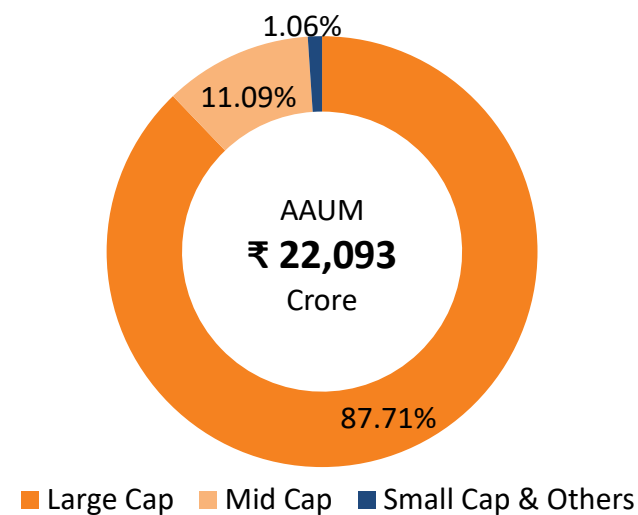
Very High

Portfolio Psychographics

Portfolio Top 10 holdings	% Allocation
HDFC Bank Limited	10.54%
Reliance Industries Limited	9.06%
Infosys Limited	8.97%
ICICI Bank Limited	7.94%
Axis Bank Limited	3.89%
Tata Consultancy Services Limited	3.82%
Bharti Airtel Limited	3.82%
Hindustan Unilever Limited	3.56%
State Bank of India	3.02%
Dr. Reddy's Laboratories Limited	2.74%
Other Equities	41.24%
Equity Holding Total	98.59%
Cash & Other Receivables	1.41%
Total	100.00%

Concentration	% Allocation
Top 10	57%
Top 20	75%
Top 30	87%
Top 40	95%

Current Allocation



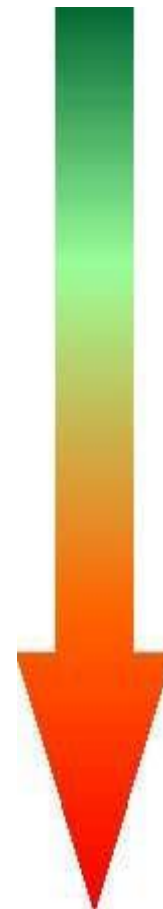
Source: Bloomberg, Data as on 31st December 2020. *Classification as per SEBI circular (SEBI/HO/IMD/DF3/CIR/P/2017/114) dated October 6th, 2017, the universe of "Mid Cap" shall consist of 101st to 250th company in terms of full market capitalization. The sector(s)/stock(s)/issuer(s) mentioned in this presentation do not constitute any research report/recommendation of the same and the fund may or may not have any future position in these sector(s)/stock(s)/issuer(s).

Sector Allocation

Portfolio Top 10 Sectors^	% Allocation
Banks	25.68%
Software	14.47%
Petroleum Products	11.48%
Consumer Non Durables	9.84%
Finance	7.53%
Pharmaceuticals	7.51%
Auto	5.48%
Telecom - Services	3.82%
Consumer Durables	3.74%
Construction Project	2.35%
Other Sectors	6.70%
Sectoral Holding Total	98.60%
Cash & Other Receivables	1.40%
Total	100.00%

Sectoral Preference	Sectoral Stance
Insurance	Secular Growth opportunity
Oil & Gas	New age businesses in one large name; Deep Value in OMC
Consumer Durables & Discretionary	Underpenetrated segment, GST led unorganized to organized shift, leaders to gain market share
Industrials & Cement	Atmanirbhar and growth revival plays
Auto	Structural opportunity for growth. Focus on leaders
Pharma	Indian firms have a competitive advantage
Telecom	Consolidation Underway
IT	Transformation to digital
FMCG	Positive over long term, but selective due to valuation
Private Banks	Valuations reasonable, relatively better profitability and asset quality, market share gains
PSU banks	Tactical call given valuations
Metals	Global outlook is hazy

OVERWEIGHT



UNDERWEIGHT

Mirae Asset Large Cap Fund's 12 Year Journey

Performance of MALCF(In %) During Various Market Cycles

Scenario	MALCF	NIFTY 100 - TRI	Nifty Midcap 100 - TRI	Nifty Smallcap 100 - TRI
Sub-Prime Crisis(Apr '08-Mar-'09)	-34.7	-37.9	-46.2	-58.4
Recovery post Sub-prime crisis (Apr '09-Dec '10)	127.1	83.8	129.4	122.8
European Crisis (Jan'11-June'13)	12.0	6.0	-7.3	-19.3
Post European Crisis (Jul'13-Feb'15)	88.0	57.1	60.4	114.9
China Slowdown (Mar'15-Feb'16)	-13.9	-16.5	-11.1	22.4
Global liquidity and domestic reforms (Mar'16-Dec'17)	55.9	40.3	65.7	86.2
Global trade war concerns(Jan'18 - Dec'19)	9.5	7.7	-17.7	-33.8
Before Corona Virus Pandemic(Dec'20-Mar'20)	-28.5	-28.8	-31.6	38.4
Post Pandemic Recovery(Mar'20 - Dec'20)	58.9	62.5	79.0	97.1

Source: Bloomberg, Data as on 31st December 2020. Past performance may or may not sustain in future. The return are of MALCF Vs Nifty 100 TRI & Nifty Midcap 100 TRI For performance in SEBI format refer slide 25.

Mirae Asset Large Cap Fund – SIP Report Card

Systematic Investment Plan

	Since Inception	10 Years	7 Years	5 Years	3 Years	1 Year
Total Amount Invested	1,520,000	1,200,000	840,000	600,000	360,000	120,000
MKT Value as on 31 st December, 2020	4,624,751	2,709,157	1,382,891	853,203	454,572	152,333
Fund Return (%)	16.32	15.54	13.99	14.05	15.73	53.45
Benchmark Returns	12.94	13.12	12.96	14.31	16.84	59.2
Add. Benchmark Return	13.16	13.58	14.01	16.28	19.07	61.89

Past Performance may or may not be sustained in future.

The above table shows performance since inception for Mirae Asset Large Cap Fund - Regular Plan - Growth Option.

For computation of since inception returns (%) the allotment NAV has been taken as Rs. `10.00. The data is as on 31st December 2020

The SIP returns are calculated by XIRR approach assuming investment of 10,000/- on the 1st working day of every month.

Investment Process

People – Investment Team Structure

Investment

Neelesh Surana

Chief Investment Officer

Gaurav Misra

Co Head - Equity

Ankit Jain

Fund Manager
Consumer Staples &
Consumer Discretionary

Vrijesh Kasera

Fund Manager
Healthcare, Cement &
Agro Chemical

Harshad Borawake

Head of Research
Energy, Financials

Research

Bharti Sawant

Research Analyst
Telecom, Infra & Media

Gaurav Khandelwal

Research Analyst
IT & Automobile

Gaurav Kochar

Research Analyst
IT & Metals

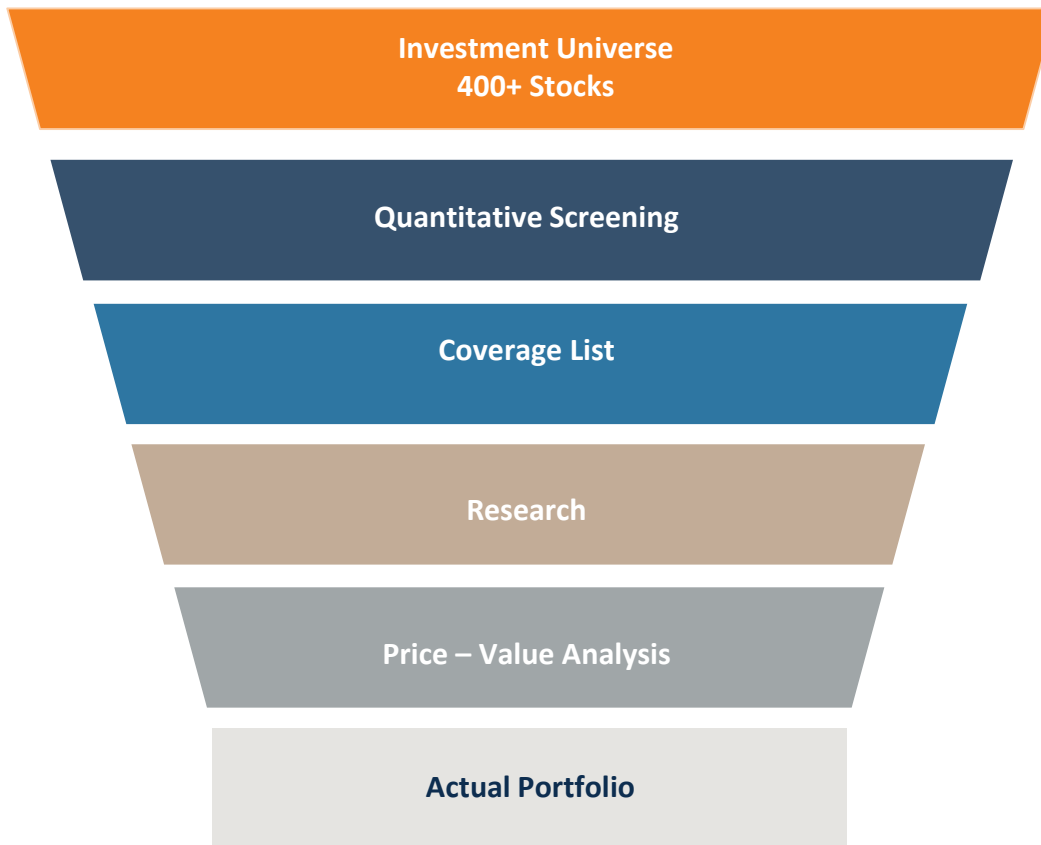
Siddhant Chhabria

Research Analyst
Consumer Staples &
Consumer Discretionary

**Jignesh Rao
& Jigar Sethia**

Dealer

Investment Process – Equity



Quantitative Screening

- Management Quality
- Earnings Growth
- Return on Investment
- Size, Liquidity and Benchmark

Extensive Primary Research

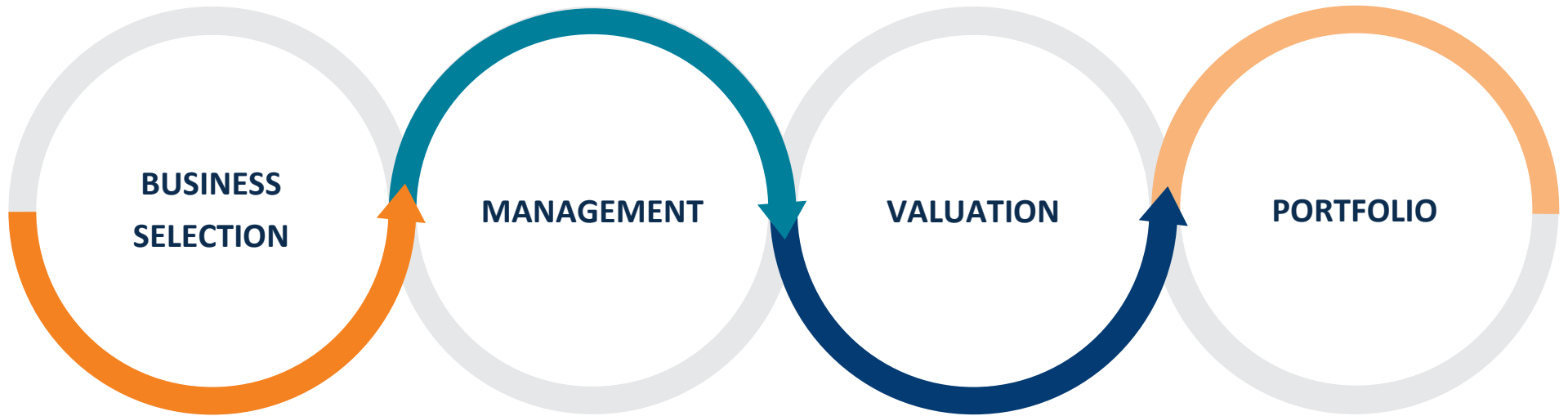
- Management Meetings
- Detailed financial models
- Market intelligence: Dealer checks, Plant visits, industry experts
- Broker Support

Considerations for Portfolio Construction

- Analyst recommendation
- Valuation screener
- Benchmark, Liquidity, etc..
- Risk Parameters

Our focus is on extensive 'Primary research'

Investment Philosophy – Stock Selection



- **Growth**

Large Market Opportunity

- **Capital Efficiency**

Sustainable Competitive Advantage and ROI

- Corporate Governance & **Thought Leadership**

- **“Margin of Safety”**

(Value > Price)

- Growth-at-reasonable-price (*GARP*).

- Diversified Portfolio
- Core and Tactical Approach

Our portfolio strategy is centered around participating in high quality growth businesses, upto a reasonable price and holding the same over an extended period

Annexure

Mirae Asset Large Cap Fund – Lumpsum Report Card

Lump sum Investment

Period	Returns(%)		
	MALCF	Nifty 100 TRI	S&P BSE Sensex TRI
Last 1 year	13.7	16.08	17.16
Last 3 years	8.39	10.01	13.26
Last 5 years	13.79	13.19	14.26
Since Inception	15.34	10.87	10.86
Value of Rs. 10000 invested (in Rs.) Since Inception*	61,711	37,284	37,230
NAV (as on 31 st December, 2020)	61.711		
Index Value (as on 31 st December, 2020)	Index Value of Nifty 100 (TRI) is 18320.69 and S&P BSE Sensex (TRI) is 70543.23.		
Date of allotment	4 April, 2008		

Past Performance may or may not be sustained in future.

Note:1. Different Plans under the scheme has different expense structure. The reference and details provided herein are of Regular Plan - Growth Option
2. Fund manager :Mr. Harshad Borawake (since May 01, 2017) and Mr. Gaurav Misra (since January 31, 2019)

Performance of other funds managed by the same fund manager

Lump sum Investment

	Fund AUM/Date of Allotment	1 Year (Return in %)	3 Year (Return in %)	5 Year (Return in %)	Since Inception (Return in %)	Value of Rs. 10000 invested (in Rs.) Since Inception
Mirae Asset Hybrid Equity Fund	4,378.85	13.65	8.81	12.31	11.23	17,825
CRISIL Hybrid 35+65 -Aggressive Index	29 th July, 2015	17.98	10.32	12.43	11.18	17,780
S&P BSE Sensex (TRI)		17.16	13.26	14.26	12.01	18,513
Mirae Asset Focused Fund	4,508.03	21.23	NA	NA	24.62	14,333
Nifty 200 Index (TRI)	14 th May, 2019	16.83	NA	NA	15.77	12,707
S&P BSE Sensex (TRI)		17.16	NA	NA	17.8	13,072
Mirae Asset Equity Savings Fund	159.07	13.69	NA	NA	12.18	12,644
Nifty Equity Savings Index	18 th December, 2018	11.51	NA	NA	10.53	12,268
S&P BSE Sensex (TRI)		17.16	NA	NA	15.75	13,479

Past Performance may or may not be sustained in future.

Note:1. Different Plans under the scheme has different expense structure. The reference and details provided herein are of Regular Plan - Growth Option

Mirae Asset Hybrid Equity Fund: Mr. Harshad Borawake (Equity Portion) (April 01, 2020), Vrijesh Kasera (Equity Portion) (Since April 01, 2020) & Mr. Mahendra Jajoo (Debt Portion) (since September 08, 2016)

Mirae Asset Equity Savings Fund: Fund managers : Mr. Vrijesh Kasera, Mr. Harshad Borawake and Mr. Mahendra Jajoo (Debt Portion) (since October 12 2019)

Mirae Asset Focused Fund, Mirae Asset Hybrid Equity Fund and Mirae Asset Equity Savings Fund are in existence for more than 1 years but less than 5 years

Product Label

Product Labelling

Mirae Asset Large Cap Fund is suitable for investors who are seeking*

- To generate long term capital appreciation / income
- Investment predominantly in Large Cap companies

*Investors should consult their financial advisers if they are not clear about the suitability of the product



Product Labelling

Mirae Asset Hybrid Equity Fund is suitable for investors who are seeking*

- Capital appreciation along with current income over long term
- Aggressive hybrid fund investing predominantly in equities & equity related instruments with balance exposure to debt & money market instruments

*Investors should consult their financial advisers if they are not clear about the suitability of the product



Product Labelling

Mirae Asset Equity Savings Fund is suitable for investors who are seeking*

- Capital appreciation and income distribution
- Investments in equity and equity related instruments, arbitrage opportunities and debt & money market instruments

*Investors should consult their financial advisers if they are not clear about the suitability of the product



Product Labelling

Mirae Asset Focused Fund is suitable for investors who are seeking*

- To generate long term capital appreciation/income.
- Investment in a concentrated portfolio of equity & equity related instruments of up to 30 companies across large, mid and small cap category.

*Investors should consult their financial advisers if they are not clear about the suitability of the product



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For further information about other schemes (product labelling and performance of the fund) please visit the website of the AMC: www.miraeassetmf.co.in

Mutual fund investments are subject to market risks, read all scheme related documents carefully.

THANK YOU

