

IDBI SMALL CAP FUND

(Small Cap Fund - An open-ended equity scheme predominantly investing in small cap stocks.)



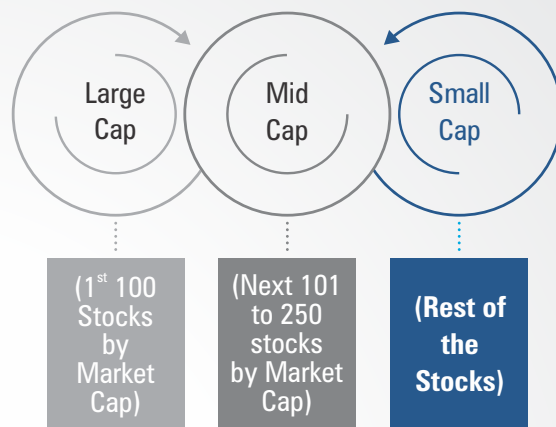
**Small.
Yet packs a punch.**

Small Cap Universe

As per the new SEBI regulation, based on 6-month average market capitalization of companies across recognized stock exchanges, the definitions of Large cap, Mid Cap and Small Cap are as below:

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

Post SEBI categorization, the small cap universe has widened. Out of almost 5000 stocks, Large and Mid-Cap universe only comprise Top 250 Stocks. This provides an opportunity to small cap investments.



Why
Small
Cap?

- Small Cap space provides an opportunity to identify future business leaders, which have been left unnoticed by the broader market
- Small Cap space has the potential to show stronger earnings growth on market share expansion and business innovations
- Small cap space has large pool of companies with varying business models which provide natural diversification
- Owing to under researched nature of small cap stocks, it provides best potential to tap into market inefficiencies
- Small cap companies tend to show stronger earnings growth vis-a-vis mid and large cap companies, when there is an economic recovery after a prolonged period of business sluggishness
- Several small-cap companies with strong business fundamentals have the potential to become formidable and respected companies within their respective industries.

What is IDBI Small Cap Fund?



- It is a Small Cap Fund.
- An open-ended equity scheme predominantly investing in small cap stocks.
- The main Focus is to identify growth oriented companies at reasonable prices through in depth research and Investment process.
- It aims to construct well diversified portfolio of companies from the small cap universe.

Investment Objective



The investment objective of the scheme is to provide investors with the opportunities for long-term capital appreciation by investing predominantly in Equity and Equity related instruments of Small Cap companies. However there can be no assurance that the investment objective under the Scheme will be realized.

Investment Strategy

The scheme will predominantly invest in small cap companies with-

- Businesses having competitive advantage and scalability
- Top quality management with sound corporate governance practices
- Superior return ratios
- Sustainable earnings growth trajectory
- Manageable debt and sturdy cash flows



Who should invest?



- Long Term Investors with investment horizon of minimum 5 years
- Investors looking for a wealth creation in long term
- Investors with moderately high risk appetite and looking for aggressive portfolio allocation
- Investors who prefer to invest in small caps as part of asset allocation
- Investors who have capacity to stomach short term market volatility and invest patiently

Asset Allocation

The asset allocation pattern for the scheme under normal circumstances is detailed in the table below:

	Indicative allocation (% of total assets)		Risk Profile
	Minimum	Maximum	
Equity & Equity related instruments of Small Cap Companies	65%	100%	High
Equity & Equity related instruments of Companies other than Small Cap Companies	0%	35%	High
Debt and Money Market instruments	0%	35%	Low to Medium
Units issued by Real Estate Investment Trusts (REITs) & Infrastructure Investment Trusts (InvITs)	0%	10%	Medium to High

For detailed asset allocation please refer Scheme Information Document (SID)

Other Scheme Features



Fund Manager
Ms. Uma Venkatraman



Investment Plan & Options
Direct Plan and Regular Plan.
Both the Plans offer Dividend and Growth Options



Load Structure

- Entry Load- Not Applicable
- Exit Load- 1% for exit within 12 months from the date of allotment, Nil thereafter



Benchmark
NIFTY Smallcap 250 - Total Return Index (TRI)



Minimum Application Amount

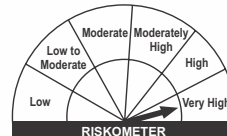
- > Single Investment- Rs.5000/-
- > Additional Purchase- Rs.1000/-
- > Systematic Investment Plan (SIP)
 - Monthly Option- Rs.500 per month for a minimum period of 12 months or Rs. 1000 per month for a minimum period of 6 months
 - Quarterly Option- Rs. 1500 per quarter for a minimum period of 4 quarters

Investments above the minimum amount mentioned shall be made in multiples of Re.1

Product Label

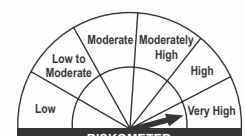
This product is suitable for investors who are seeking*:

- Long term capital growth
- Investments predominantly in large cap equity and equity related instruments.



Investors understand that their principal will be at Very High Risk

NIFTY Small Cap 250 - TRI



Benchmark Riskometer is at Very High Risk

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



Email ID:
contactus@idbimutual.co.in



Tel. No.: (+91 22) 6644 2800
Fax No.: (+91 22) 6644 2801
All India Toll Free No.: 1800-419-4324



Internet:
www.idbimutual.co.in



Facebook
IDBIMutual