

# EQUITY FUNDS

## 1.Large Cap Equity Fund

Large Cap Equity Funds invest a bigger proportion of their total assets in companies with a large market capitalization. At least 80% of the portfolio should be invested in top 100 companies by market capitalisation.

## 2.Mid Cap Equity Fund

Mid Cap Equity Funds invest in stocks of mid-size companies which are considered as developing companies.

At least 65% of the portfolio should be invested in companies ranked between 101-250 by market capitalisation.

## 3.Small Cap Equity Fund

Small Cap Equity Funds invest in stocks of small-sized companies.

At least 80% of the portfolio should be invested in companies ranked below the 250<sup>th</sup> rank by market capitalisation.

## 4.Multi Cap Equity Fund

Multi Cap Equity fund are diversified equity funds that invest in stocks of companies with different market capitalizations. Proportion of large cap, mid cap and small cap will depend upon the risk tolerance of the investor.

## 5.Sectoral/Thematic Equity Fund

Sectoral Funds invest in only one sector. These sectors can be infrastructure, energy, pharma, banking etc. At least 80% of the portfolio should be invested in a particular sector.

And Thematic Funds invest across multiple sectors that are related to a certain theme such as rural India, export-oriented, international exposure etc. At least 80% of the portfolio should be invested in stock of a determined theme

## 6. ELSS Fund (Equity Linked Saving Scheme)

ELSS is the only scheme qualifies for tax deduction under section 80(c) of the IT Act. Investment up to 1.5 lakh in ELSS is eligible for deduction from taxable income. It comes with a statutory lock in period of 3 years for each SIP.

## 7. Contra Equity

Contra Equity Fund follows a contrarian investment strategy which means against the market trend. The strategy involves buying of assets that are either depressed or under-performing at that point of time.

#### 8. Equity Dividend Yield Fund

Dividend Yield Funds invest in companies which are known to declare high dividends. It invests around 70-80% of its portfolio in stocks that have a dividend yield higher than that of the market. Good for investors who want to invest in equity but with low volatility.

#### 9. Equity Focused Fund

Focused Funds invest in a limited number of stocks which should not be more than 30. Not more than 10% of the portfolio is allocated to a single stock. It holds stocks in less than three sectors only.

#### 10. Growth Equity Fund

Growth Fund invests in growth stocks to achieve maximum capital appreciation with little or no dividend pay-outs. Growth stock means stocks of a company with a track record of great revenue growth or younger companies with potential.

#### 11. Equity Index Fund

Index Fund invests in stock that imitate a stock market index like BSE Sensex, NSE Nifty etc.

It ensures that it invests in all the securities that the index tracks.

#### 12. Equity Large & Mid Cap Fund

Large and Mid-Cap Fund invests in the stock of companies with large and medium-sized capitalisations.

These funds are bound to invest a minimum of 35% each of their total asset in equity and equity-related instruments of large and mid-cap companies.

#### 13. Equity Value Fund

Equity Value Fund invests in stocks that are currently trading on discount due to some reason but have long term potential.