

## ICICI Pru Value Fund – Series 19

Name of the Scheme	ICICI Prudential Value Fund – Series 19
Fund Manager	Mr. Sankaran Naren and Mr. Vinay Sharma (Ms. Priyanka Khandelwal – ADR/GDR and other foreign securities)
NFO Period	21 <sup>st</sup> December 2017 to 4th January 2018
Exit Load	Not applicable. The Units under the Plan cannot be directly redeemed with the Fund for 1262 days as the Units will be listed on the stock exchange(s).
Type of Fund	Closed Ended Thematic Equity Scheme
Tenure	1262 Days
Expense Ratio	Maximum 2.50%
Face Value	Rs. 10
Minimum Investment	Purchase: Rs. 5,000 and in multiple of Rs. 10 thereafter.
Benchmark	S&P BSE 500 Index
Riskometer	Moderately High
Listing on	BSE

**Investment Objective:** Long term wealth creation through equity investment in Finance Sector, Infrastructure Sector and Rural Sectors which are expected to benefit from the recent Government reforms

### Rationale behind investing in this close-ended fund:

#### Finance Sector

- Larger than Expected Recapitalization Plan Positive for Public Sector Banks
- Housing for all by 2022 could have a positive impact on Housing Finance and Banking Sector
- Good monsoon coupled with green shoots visible in rural consumption may create demand in sectors like vehicle financing and others

**Sectors expected to benefit:** Banks, NBFCs, Auto Finance, Micro Finance

**Infrastructure sector** is expected to benefit from the increased focus by the current government on employment generation through undertaking large infrastructure projects.

- Mega Highway Project of building ~83,000 km roads over the next 5 yrs. Capex Outlay of Rs. 6.92 lac crore
- 3500 km of Railway lines to be commissioned in FY-18 with Rs 1.31 lakh crore. 24,200 Railway lines to be electrified by FY-21 covering 90% of total route.
- PMAY – Urban: 1.02 cr units to be built PMAY – Rural: 1.2 cr. Units to be built. Total outlay of Rs 3.12 lac crore.
- Electrification of ~40 mn. households by FY-18 under Saubhagya Scheme. Total outlay of Rs 1.63 lac crore.

**Sectors expected to benefit:** Cement, Steel, Construction, Power.

**Rural sector** to become one of the key areas of development on the government's agenda since demonetisation and GST seems to have caused some rural distress.

- Rural recovery is expected due to good monsoon, low base and targeted government efforts.
- PMKSY has been approved for implementation across the country with an outlay of Rs. 50,000 crore in five years (2015-2020).
- Rs 16,320-crore scheme to supply electricity to all households by December 2018
- Implementation of PMFBY led to increase in gross coverage area from 25% in FY 2016 to 30% in FY 2017
- PMAY– Gramin, GoI plans to spend Rs 81975 crore between 2016 and 2019.
- E-market platform for transparent commodity transactions, It is expected that farmers transacting through here will get better pricing power.

**Sectors expected to benefit: Auto, Chemicals, FMCG, Consumer Durables.**

**This fund is suitable for investors looking to:**

- Participate in the expected growth in rural, infra and finance sectors and its allied businesses;
- Achieve capital appreciation through investment into equities of entities involved the above sectors;
- The fund is not suitable for risk averse investors

**Type of Options:**

Growth (cumulative) Option and Dividend Option with only Dividend Payout sub-option.

**Asset Allocation:**

Instruments	Indicative allocations (% of total assets)		Risk Profile
	Maximum	Minimum	
Equity and Equity related instruments	100	80	Medium to High
Debt, Money Market Instruments and Cash	20	0	Low to Medium

**Performance of previous series of ICICI Pru Value Fund (only schemes with at least 1 year history considered):**

Scheme Name	1 Month Absolute	3 Months Absolute	6 Months Absolute	1 Year CAGR	2 Years CAGR	3 Years CAGR
ICICI Pru Value Fund - Series 4 - Regular (G)	3.23	12.88	14.71	37.18	17.98	13.56
ICICI Pru Value Fund - Series 5 - Regular (G)	2.27	10.31	11.43	37.34	19.99	12.65
ICICI Pru Value Fund - Series 6 - Regular (G)	2.80	12.39	19.20	50.05	23.25	
ICICI Pru Value Fund - Series 9 - Regular (G)	3.36	15.27	16.31	37.78		
Indices Returns:						
Sensex	1.35	8.86	10.37	29.17	14.25	7.52
BSE 500	2.57	10.23	14.26	37.24	18.92	12.14

Source for this Note: (KIM, PPT)

**RETAIL RESEARCH Tel: (022) 3075 3400 Fax: (022) 2496 5066 Corporate Office**

**Disclosure:**

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Any holding in stock – Yes/ No

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HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066 Website: [www.hdfcsec.com](http://www.hdfcsec.com) Email:

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