



**HDFC MF**

# Weekend Bytes

A weekly series from HDFC Mutual Fund

**Aim to make the most of the  
market's consolidation phase!**

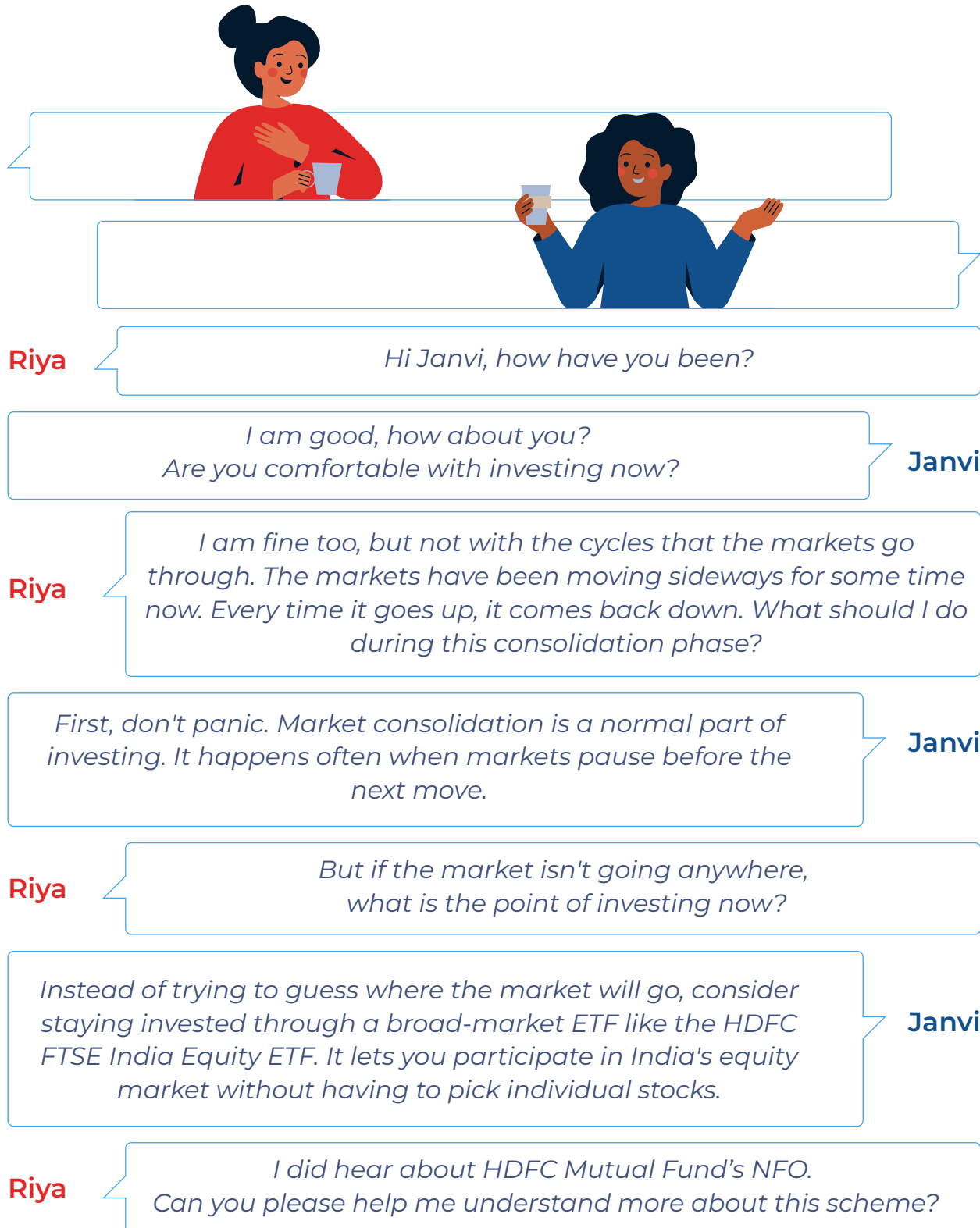


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HDFC Mutual Fund: SEBI Registration Number: MF/044/00/6

## Illustration:



*Sure, the scheme tracks the FTSE India Equity Index (TRI), which covers ~90% market cap of the FTSE India All Cap Index.*

*(Source: FTSE Russell. Data as of Aug 31, 2026. For detailed methodology, please [click here](#)).*

*That means exposure to a wide range of companies (276 as of Aug 31, 2026) across 20 sectors (as of Aug 31, 2026) through a single investment. The top 10 index constituents make up less than 30% weightage, so more than 70% weightage of the index is spread across the remaining 266 companies*

*(Source: FTSE Russell, internal calculations. As of Aug 31, 2026)*

**Janvi**

(Refer Annexure for Top 10 constituents and Sector distribution of the FTSE India Equity Index as of Aug 31, 2026)

**Riya**

*So, during consolidation, the idea is to stay invested rather than wait for the next rally. Correct?*

*Absolutely! That's the key takeaway. Consolidation phases can test an investor's patience, but staying invested helps one get exposure to the next phase of growth in the market.*

**Janvi****Riya**

*Makes sense. Instead of worrying about every market move, I'd rather stay invested. Why, according to you, should one look at India's growth story?*

*India is one of the fastest growing major economies, with a young and skilled workforce. Policy frameworks and reforms, stable macroeconomic factors, push for infrastructure and manufacturing along with a favourable demographic dividend are supportive of long term growth and productivity. The Indian equity markets have expanded significantly in size and depth, with rising corporate earnings and market capitalization creating a broader set of long-term investment opportunities across sectors.*

**Janvi****Riya**

*Understood, thanks a lot for the explanation.*

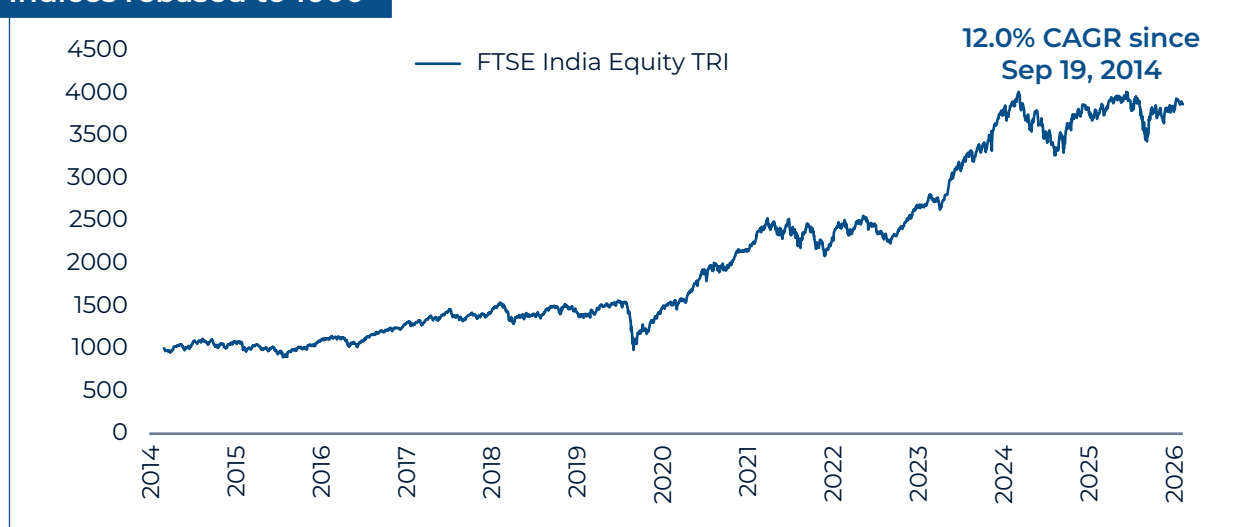
## ► Performance of the FTSE India Equity Index TRI over various horizons

The FTSE India Equity TRI (Total Return Index) has generated healthy returns over long-term horizons. The 10-year CAGR\* was 13.3% as of August 31, 2026.

| Return Periods | CAGR* as on Aug 31, 2026 |
|----------------|--------------------------|
|                | FTSE India Equity TRI    |
| 1 year         | 3.4%                     |
| 3 year         | 13.0%                    |
| 5 year         | 12.4%                    |
| 7 year         | 15.7%                    |
| 10 year        | 13.3%                    |



## Indices rebased to 1000



Source: FTSE Russell and internal calculations. As on Aug 31, 2026. **Past performance may or may not be sustained in the future and is not a guarantee of any future returns. HDFC AMC/Mutual Fund is not guaranteeing or promising or forecasting any returns.** \*CAGR: Compounded Annual Growth Rate. Sep 19, 2014 is the inception date for the FTSE India Equity TRI.

## ► The Premium of FTSE India Equity Index vs. FTSE Emerging Index is at a multi-year low, thus providing an entry point for investors looking to gain exposure to the FTSE India Equity Index.

Source: FTSE Russell, internal calculations. Premium is defined as  $[(\text{FTSE India Equity Index PE} / \text{FTSE Emerging Index PE}) - 1]$ . As of Aug 31, 2026. The FTSE Emerging Index provides investors with a comprehensive means of measuring the performance of the most liquid Large and Mid Cap companies in the emerging markets. TRI.

## ► Characteristics of the FTSE India Equity Index TRI

### The FTSE India Equity Index TRI:

- ✓ Covers ~90% market cap of FTSE India All Cap Index  
(Source: FTSE Russell. As of Aug 31, 2026.)
- ✓ Provides diversification across multiple stocks and sectors
- ✓ FTSE India Equity TRI has generated healthy returns over long-term horizons

## ► Risks and Mitigations

As the Scheme aims to track the FTSE India Equity Index (TRI) before expenses, it is inherently exposed to broad market movements which will directly impact the Scheme's performance. Being a passive strategy, the Scheme will mirror the stock concentration and volatility profile of the underlying index, subject only to tracking error. No additional risk will arise from active fund manager decisions, as the Scheme does not undertake discretionary stock or sector allocations.

The Fund Manager will endeavour to minimise tracking error through disciplined rebalancing, efficient execution, and maintaining cash levels at the lowest practical threshold. While these measures are expected to substantially mitigate the above risks to a large extent, there can be no assurance that these risks would be completely eliminated.

## ► Conclusion

India is growing faster than many other economies and its economic fundamentals are steady. The **HDFC FTSE India Equity ETF** offers one way to invest in India's broad equity market with a single investment that covers 276 companies and 20 sectors

(Source: FTSE Russell, AMFI Industry Classification, internal calculations. As of Aug 31, 2026).



**Investors can participate in India's broad-based growth story via the HDFC FTSE India Equity ETF (NFO between 23<sup>rd</sup> September to 7<sup>th</sup> October, 2026)**

HDFC Bank (Sponsor of HDFC Mutual Fund) is not liable or responsible for any loss or shortfall resulting from the operations of the scheme.

## Annexure:

### Top 10 constituents of the FTSE India Equity Index TRI

| Company Name                        | Weightage (%) |
|-------------------------------------|---------------|
| Reliance Industries Ltd.            | 5.33%         |
| HDFC Bank Ltd. <sup>£</sup>         | 5.02%         |
| ICICI Bank Ltd.                     | 4.79%         |
| Bharti Airtel Ltd.                  | 3.42%         |
| Infosys Ltd.                        | 2.39%         |
| Mahindra & Mahindra Ltd.            | 1.89%         |
| Axis Bank Ltd.                      | 1.86%         |
| Bajaj Finance Ltd.                  | 1.79%         |
| Larsen & Toubro Ltd.                | 1.70%         |
| Tata Consultancy Services Ltd.      | 1.52%         |
| <b>Total of Top 10 Constituents</b> | <b>29.72%</b> |

£ Sponsor of HDFC Mutual Fund

Source: FTSE Russell, AMFI Industry Classification, internal calculations. As of Aug 31, 2026.

### Sector distribution of the FTSE India Equity Index TRI

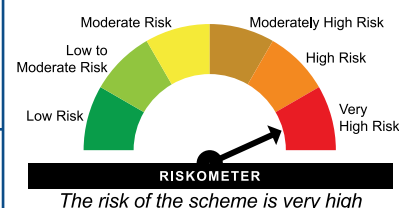
| Sector Name                        | Weightage (%) |
|------------------------------------|---------------|
| Financial Services                 | 28.2%         |
| Oil, Gas & Consumable Fuels        | 8.3%          |
| Automobile and Auto Components     | 8.0%          |
| Information Technology             | 7.5%          |
| Healthcare                         | 7.4%          |
| Capital Goods                      | 7.2%          |
| Metals & Mining                    | 4.8%          |
| Fast Moving Consumer Goods         | 4.7%          |
| Telecommunication                  | 4.2%          |
| Power                              | 3.9%          |
| Consumer Services                  | 3.8%          |
| Consumer Durables                  | 3.2%          |
| Construction Materials             | 2.2%          |
| Construction                       | 1.8%          |
| Services                           | 1.7%          |
| Chemicals                          | 1.7%          |
| Realty                             | 1.2%          |
| Textiles                           | 0.1%          |
| Diversified                        | 0.1%          |
| Media, Entertainment & Publication | 0.0%          |

Source: FTSE Russell, AMFI Industry Classification, internal calculations. As of Aug 31, 2026.

**HDFC FTSE India Equity ETF (An open ended scheme replicating/tracking the FTSE India Equity Index (TRI)) is suitable for investors who are seeking\***

- Returns that are commensurate (before fees and expenses) with the performance of the FTSE India Equity Index (TRI), over long term, subject to tracking error.
- Investment in equity securities covered by the FTSE India Equity Index (TRI)

\*Investors should consult their financial advisers, if in doubt about whether the product is suitable for them  
 #The product labeling assigned during the NFO is based on internal assessment of the scheme characteristics or model portfolio and the same may vary post NFO when the actual investments are made. For latest riskometer, investors may refer to the Monthly Portfolios disclosed on the website of the Fund viz. [www.hdfcfund.com](http://www.hdfcfund.com)

**Riskometer#**


**RISKOMETER**  
*The risk of the scheme is very high*

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HDFC Bank (Sponsor of HDFC Mutual Fund) is not liable or responsible for any loss or shortfall resulting from the operations of the scheme.

Views expressed above are indicative and should not be construed as investment advice or as a substitute for financial planning. Due to the personal nature of investments, investors are advised to seek professional advice before investing.

**MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS,  
 READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.**

**Mission: To be the wealth creator for every Indian**

**Vision: To be the most respected asset manager in the world**