

AUM

May 2025
INR 34,032.09 Cr.

Investment Objective

To provide long-term capital appreciation /income by investing predominantly in Small-Cap companies. There is no assurance that the investment objective of the Scheme will be achieved.

HDFC Small Cap Fund: Investment Strategy

- Focus on quality companies, with sound financial strength and reasonable return on equity
- Invest at sensible valuations in companies trading at reasonable multiples (P/E, P/B, EV/EBITDA etc.)
- Aim to minimize mistakes by investing in companies with sustainable and understandable business models, with good management quality
- Sector Allocation is primarily a function of stock selection
- Portfolio to be invested between 90-100%, as far as possible

Top 10 Equity Holdings (as on 31st May, 2025)

Company	Industry*	% to NAV
Firstsource Solutions Ltd.	Commercial Services & Supplies	5.94
Aster DM Healthcare Limited	Healthcare Services	4.01
eClerx Services Limited	Commercial Services & Supplies	3.92
Bank of Baroda	Banks	3.43
Eris Lifesciences Ltd	Pharmaceuticals & Biotechnology	2.81
Gabriel India Ltd.	Auto Components	2.34
Krishna Institute Of Medical Sciences Limited	Healthcare Services	2.30
Power Mech Projects Ltd.	Construction	2.26
Sonata Software Ltd.	IT - Software	2.18
Fortis Healthcare Limited	Healthcare Services	2.09

* Industry classification as recommended by AMFI. For complete portfolio details please refer to the website www.hdfcfund.com

Top 10 Sectoral Trend (as on 31st May, 2025)

Industry	% to NAV					
	Dec 24	Jan 25	Feb 25	Mar 25	Apr 25	May 25
Services	18.2	18.1	19.1	18.4	17.6	18.3
Financial Services	11.3	12.2	12.6	12.9	14.3	13.4
Healthcare	12.2	12.2	12.0	13.3	12.8	12.2
Capital Goods	11.0	10.1	9.3	9.2	8.9	10.1
Automobile and Auto Components	7.4	7.9	8.1	8.1	7.9	8.4
Construction	7.0	6.3	6.0	6.7	6.4	6.8
Chemicals	4.9	4.8	4.9	5.2	5.4	5.2
Consumer Durables	6.1	5.4	4.7	4.3	4.1	4.2
Consumer Services	4.2	4.2	4.6	4.5	4.3	4.2
Information Technology	4.2	4.4	3.9	3.3	3.7	3.4

Market Cap Segment wise Exposure

	Dec 2024	Jan 2025	Feb 2025	Mar 2025	Apr 2025	May 2025
Large Cap	4.0%	3.9%	4.0%	4.3%	4.5%	4.2%
Mid Cap	8.2%	8.6%	8.6%	8.5%	8.3%	8.1%
Small Cap	82.3%	80.9%	80.0%	80.3%	79.7%	81.2%

% of Net Assets (As per AMFI classification as on December 2024)

Quantitative Data (Risk Ratios)

Standard Deviation	16.332%
Beta	0.812
Sharpe Ratio*	1.155

Computed for the 3 - year period ended May 30, 2025. Based on month end NAV.* Risk free Rate: 5.86% (Source: FIMMDA MIBOR)

Portfolio Turnover Ratio

Equity Turnover	10.16%
Total Turnover	10.16%
Total Turnover = Equity + Debt + Derivative	

Fund Facts

Category of Scheme	Small Cap Fund
Fund Manager*	Chirag Setalvad (since June 28, 2014)
Inception Date	April 3, 2008
Benchmark	BSE 250 SmallCap (Total Returns Index)
Investment Plans / Options	Regular Plan, Direct Plan. Under Each Plan: Growth & Income Distribution cum Capital Withdrawal (IDCW) Option. The IDCW Option offers following Sub-Options: Payout of Income Distribution cum Capital Withdrawal (IDCW) Option; and Reinvestment of Income Distribution cum Capital Withdrawal (IDCW) Option.
Exit Load	<ul style="list-style-type: none"> In respect of each purchase / switch-in of Units, an Exit Load of 1.00% is payable if Units are redeemed / switched-out within 1 year from the date of allotment. No Exit Load is payable if Units are redeemed / switchedout after 1 year from the date of allotment.

*Dedicated fund manager for overseas investments : Mr. Dhruv Muchhal (since June 22, 2023)

What's In What's Out (31st May 2025 vs 30th April 2025)

Entry	
Company Name	Industry
Timken India Ltd.	Industrial Products

Exit	
Company Name	Industry
Nil	Nil

Increased Exposure	
Company Name	Industry
Fiem Industries Ltd.	Auto Components
Chalet Hotels Ltd.	Leisure Services
The Anup Engineering Ltd.	Industrial Manufacturing
Home First Finance Company India Ltd.	Finance
Indigo Paints Ltd.	Consumer Durables
Eris Lifesciences Ltd.	Pharmaceuticals & Biotechnology
Bajaj Electricals Ltd.	Consumer Durables
Suprajit Engineering Ltd.	Auto Components
Zensar Technologies Ltd.	IT - Software
Aadhar Housing Finance Ltd.(Erstwhile DHFL Vysya Housing Finance Ltd.)	Finance
CIE Automotive India Ltd.	Auto Components
Equitas Small Finance Bank Ltd.	Banks
L G Balakrishnan & Bros Ltd.	Auto Components
Pearl Global Industries Ltd.	Textiles & Apparels
First Source Solutions Ltd.	Commercial Services & Supplies
La Opala RG Ltd.	Consumer Durables
Aditya Vision Ltd	Retailing
Transport Corporation Of India Ltd.	Transport Services
Gateway Distriparks Ltd.	Transport Services
GMM Pfaudler Ltd.	Industrial Manufacturing
Kalpataru Projects International Ltd.	Construction
VRL Logistics Ltd.	Transport Services
Awfis Space Solutions Ltd.	Commercial Services & Supplies
Gabriel India Ltd.	Auto Components
Lumax Industries Ltd.	Auto Components

Decreased Exposure	
Company Name	Industry
Fortis Healthcare Ltd.	Healthcare Services
Sonata Software Ltd.	IT - Software
Ceigall India Ltd.	Construction

Product labelling and Riskometer

This product is suitable for investors who are seeking*	Riskometer#
<ul style="list-style-type: none"> • To generate long term capital appreciation/income • Investment predominantly in Small-Cap companies <p>*Investors should consult their financial advisers, if in doubt about whether the product is suitable for them.</p>	 <p>The risk of the scheme is very high</p>

For latest Riskometer, investors may refer to the Monthly Portfolios disclosed on the website of the Fund viz. www.hdfcfund.com

Stocks/Sectors/Themes referred should not be construed as an investment advice or a recommendation by HDFC Mutual Fund (“the Fund”) / HDFC AMC to buy or sell the stock or any other security covered under the respective sector/stocks/themes. The Fund may or may not have any present or future positions in these stocks/sectors/themes.