Statutory Disclosures

Product Labelling:

This product is suitable for investors who are seeking*:

- Long term capital growth.
- Investment in equity and equity related instruments by following value investing strategy.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.
“In general terms, intrinsic value is understood to be that value which is justified by the facts: the assets, the earnings, dividends, definitive prospects”
- Benjamin Graham

‘INTRINSIC VALUE’ is a true value of an asset. It is the maximum price one is ready to pay to hold the asset forever!
Intrinsic Value Investing - The Concept

- Intrinsic Value Investing is a broader philosophy which involves buying companies at a price lower than their intrinsic value.
- Keeping a margin of safety.
- Taking advantage of market inefficiencies.

“All sensible investing is Value Investing” - Charlie Munger

✓ Keeping margin of safety reduces downside risk.
Intrinsic Value Investing - The Concept

An Illustration:
In general, a company with an Intrinsic value of Rs.1.00 is considered to have a good buffer when you buy it at a Price of Rs.0.50. This gives a margin of safety equivalent to 50%.

<table>
<thead>
<tr>
<th>Market Price</th>
<th>Margin of Safety</th>
<th>Valuation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stock trades @ Rs.0.50</td>
<td>Rs.1.00 - Rs.0.50/ Rs.1.00 × 100% = 50%</td>
<td>Undervalued [High Margin of Safety]</td>
</tr>
<tr>
<td>Stock trades @ Rs.0.90</td>
<td>Rs.1.00 - Rs.0.90/ Rs.1.00 × 100% = 10%</td>
<td>Undervalued [Low Margin of Safety]</td>
</tr>
<tr>
<td>Stock trades @ Rs.1.00</td>
<td>Rs.1.00 - Rs.1.00/ Rs.1.00 × 100% = 0%</td>
<td>Fair value</td>
</tr>
<tr>
<td>Stock trades @ Rs.1.50</td>
<td>Rs.1.00 - Rs.1.50/ Rs.1.00 × 100% = -50%</td>
<td>Overvalued</td>
</tr>
</tbody>
</table>

A margin of safety is achieved when securities are purchased at prices sufficiently below underlying value to allow for human error, bad luck, or extreme volatility in a complex, unpredictable and rapidly changing world” - Seth Klarman

Higher the Margin of Safety; Lower the Risk

Above explanation is purely meant for Concept illustration only. Image Source: Edupristine
Value Investment Opportunities

- **MARKET WIDE**: Events e.g., Dotcom Bubble, GFC, Pandemic

- **SECTOR SPECIFIC**: Out of favour due to various challenges

- **STOCK SPECIFIC**: Company specific short-term issues

**Value opportunities can be found across market cycles, sector as well as companies**
In the last two decades there have been many market wide value investment opportunities.
Value investors generally pick up good businesses which are going through temporary downturn.
Portfolio Structure

- Scan the universe based on various financial parameters
- Using the most suitable valuation technique, identify undervalued companies
- Generate Bull case, Bear case scenarios for the company’s Intrinsic Value
- Select companies based on factors including high upside to downside ratio
- Allocate Portfolio weights considering factors including rerating triggers
- Construct Portfolio keeping in mind opportunity size and risk limits
- Use of quant model to aid portfolio construction

The above is only indicative in nature. There is no assurance or guarantee that the investment objective of the scheme will be achieved. Mutual fund investments are subject to market risks, please read scheme related documents carefully before investing.
Canara Robeco Investment process

**Macro Research**
- Macro Research & Intelligence
- Identification of themes
- Tracking business cycles

**Stock - Specific Ideas**
- In-house fundamental research
- Management meetings
- Sell-side research and sector specialists

**Robust Business Fundamentals**

**Competent Management**

**Reasonable Valuations**

**Investment Universe**

**Final Portfolio**

**Internal Risk Management Limits**
- Tracking Error
- Ratio Var

**Regulatory Limits**
- Individual Stock Limits

**Investment Mandate**
- Market Cap of the stock

The above is only for general understanding purposes, and should not be construed as CRAMC investment policy, portfolio construction or the performance of the scheme.
Stringent Risk management is the Key

Risk control process to manage risks through various tools such as stock limit and sector limit; to ensure that the portfolio liquidity is maintained without compromising on the return.

We believe that optimal diversification would help achieve the desired level of consistency in return.

Our aim is to identify securities, which offer favourable risk adjusted returns.

With the aim of controlling risks, the investment team will carry out rigorous in-depth analysis of the securities proposed to be invested in – ongoing monitoring.
Note: The fund positioning broadly reflects the category average rolling returns & standard deviation based on 3 year rolling returns taking past 3 years as a time horizon on a monthly rolling basis. The same was considered since the period captures the returns mainly post SEBI scheme categorization. The data points consider industry peer group average for the different equity categorization except thematic and sector funds, for which CRMF fund data has been considered.
Who should invest in this fund?

- **Investors with a long-term investment horizon** of at least 3 years

- **Investors looking for a fund with a potential to deliver better risk adjusted returns** in the long term

- **Investors focusing on underlying businesses and looking for diversification/differentiated portfolio**

Patient investors seeking value approach to investing – with focus on investing in stocks having adequate margin of safety

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Portfolio Highlights

<table>
<thead>
<tr>
<th>Top 10 Holdings</th>
<th>Industry Classification</th>
<th>% of Net Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>HDFC Bank Ltd</td>
<td>Banks</td>
<td>8.31%</td>
</tr>
<tr>
<td>Infosys Ltd</td>
<td>IT - Software</td>
<td>6.50%</td>
</tr>
<tr>
<td>ICICI Bank Ltd</td>
<td>Banks</td>
<td>6.21%</td>
</tr>
<tr>
<td>NTPC Ltd</td>
<td>Power</td>
<td>4.38%</td>
</tr>
<tr>
<td>Reliance Industries Ltd</td>
<td>Petroleum Products</td>
<td>3.58%</td>
</tr>
<tr>
<td>ITC Ltd</td>
<td>Diversified Fmcg</td>
<td>3.45%</td>
</tr>
<tr>
<td>Bharat Electronics Ltd</td>
<td>Aerospace &amp; Defense</td>
<td>3.20%</td>
</tr>
<tr>
<td>Bharti Airtel Ltd</td>
<td>Telecom - Services</td>
<td>2.80%</td>
</tr>
<tr>
<td>Creditaccess Grameen Ltd</td>
<td>Finance</td>
<td>2.75%</td>
</tr>
<tr>
<td>Larsen &amp; Toubro Ltd</td>
<td>Construction</td>
<td>2.60%</td>
</tr>
</tbody>
</table>

Quant Values

- Total No. of Stocks: 52
- Top Stock Holding (%): 8.31%
- Top 10 Stocks Holding (%): 43.78%
- Top 3 Industries (%): 40.46%
- Top 5 Industries (%): 49.62%

Market Capitalization (%)

- Large cap: 65.24%
- Mid Cap: 4.32%
- Small Cap: 17.56%
- Debt, Cash & Others: 12.88%

Data as on 29th Sept’ 23
## Fund Facts

### Name of the Scheme
Canara Robeco Value Fund

### Type
An open-ended equity scheme following a value investment strategy.

### Investment Objective
The fund aims to generate long-term capital appreciation from a diversified portfolio of predominantly equity and equity related instrument, with higher focus on value stocks. There is no assurance or guarantee that the investment objective of the scheme will be realized.

### Asset Allocation

<table>
<thead>
<tr>
<th>Type of Instruments</th>
<th>Indicative allocations (% of total assets)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equity and Equity-related Instruments</td>
<td>Minimum: 65%</td>
<td>Medium to High</td>
</tr>
<tr>
<td></td>
<td>Maximum: 100%</td>
<td></td>
</tr>
<tr>
<td>Debt and Money Market Instruments</td>
<td>Minimum: 0%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td></td>
<td>Maximum: 35%</td>
<td></td>
</tr>
<tr>
<td>Units issued by REITs and InvITs</td>
<td>Minimum: 0%</td>
<td>Medium to High</td>
</tr>
<tr>
<td></td>
<td>Maximum: 10%</td>
<td></td>
</tr>
<tr>
<td>Units of MF schemes</td>
<td>Minimum: 0%</td>
<td>Medium to High</td>
</tr>
<tr>
<td></td>
<td>Maximum: 5%</td>
<td></td>
</tr>
<tr>
<td>Equity Exchange Traded Funds</td>
<td>Minimum: 0%</td>
<td>Medium to High</td>
</tr>
<tr>
<td></td>
<td>Maximum: 10%</td>
<td></td>
</tr>
</tbody>
</table>

### Plans & Options

- Regular Plan & Direct Plan
  - (a) Growth
  - (b) Income Distribution cum capital withdrawal option:
    - Payout of Income Distribution cum capital withdrawal option
    - Reinvestment of Income Distribution cum capital withdrawal option

### Load Structure
- Entry Load: Nil
- Exit Load: In respect of each redemption / switch-out of units, 1% - if redeemed/switched out within 365 days from the date of allotment. Nil - if redeemed/switched out after 365 days from the date of allotment.

### Fund Manager
Vishal Mishra, Silky Jain

### AUM (in Crs)
936.78 Crs.

### Benchmark
S&P BSE 500 Index TRI

Data as on 29th Sept ’23
Performance of Fund Manager

<table>
<thead>
<tr>
<th>Fund Manager: Mr. Vishal Mishra</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Scheme Names</strong></td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td>CANARA ROBECO EQUITY TAX SAVER FUND</td>
</tr>
<tr>
<td>CANARA ROBECO INFRASTRUCTURE</td>
</tr>
<tr>
<td>CANARA ROBECO BLUE CHIP EQUITY FUND</td>
</tr>
<tr>
<td>CANARA ROBECO VALUE FUND</td>
</tr>
</tbody>
</table>

**Note:**
- Mr. Vishal Mishra manages 5 open-ended schemes of Canara Robeco Mutual Fund.
- Period for which scheme’s performance has been provided is computed basis last day of the month-end preceding the date of advertisement.
- Different plans shall have a different expense structure. The performance details provided herein are of Regular plan - Growth Option.
- Past performance may or may not be sustained in the future.
- N.A. - Not Applicable because scheme is in existence for less than 3 year.

**Assistant Fund Manager: Ms. Silky Jain**

<table>
<thead>
<tr>
<th>Scheme Names</th>
<th><strong>CAGR (%)</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Scheme Names</strong></td>
<td><strong>1 Year Return</strong></td>
</tr>
<tr>
<td>CANARA ROBECO VALUE FUND</td>
<td>23.12</td>
</tr>
</tbody>
</table>

**Note:**
- Ms. Silky Jain manages 1 open-ended schemes of Canara Robeco Mutual Fund.
- Period for which scheme’s performance has been provided is computed basis last day of the month-end preceding the date of advertisement.
- Different plans shall have a different expense structure. The performance details provided herein are of Regular plan - Growth Option.
- Past performance may or may not be sustained in the future.
- N.A. - Not Applicable because scheme is in existence for less than 3 year.
Disclaimer

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Mutual Fund investments are subject to market risks, read all scheme related documents carefully.