

# FUND ANALYST'S CHOICE

## CANARA ROBECO EMERGING EQUITIES FUND REGULAR | DIRECT ★★★★★ | ★★★★★

# Focus on quality

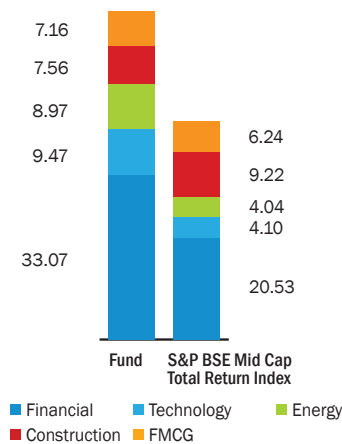
Launch  
March 2005

Fund manager  
Krishna Sanghvi,  
Miyush Gandhi

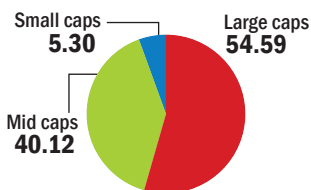


Expense ratio (%) REGULAR | DIRECT  
2.01 | 0.95

### Top five sectors (%)

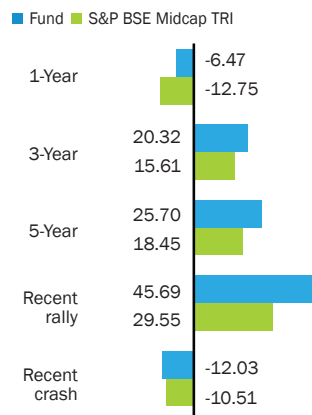


### Market capitalisation (%)



Assets ₹4,097 Cr as on January 31, 2019

### Trailing returns (%)



Recent rally: Dec 20, 2011 – Mar 03, 2015  
Recent crash: Mar 04, 2015 – Feb 11, 2016  
Data as on Feb 28, '19. Portfolio-related data as on Jan 31, '19.

Consistency over time, rather than an ability to race ahead of peers, has been the hallmark of this fund, which has recently climbed to a five-star rating. This is essentially a large- and mid-cap fund, with minimum 35 per cent allocation each to large- and mid-cap stocks. The remaining 30 per cent of the fund is managed in a manner agnostic to market capitalisation.

The fund remains invested through better investment ideas rather than taking cash calls. The investment strategy is a combination of top-down and bottom-up approaches. Macroeconomic indicators are analysed and evaluated to decide on sector weights. Individual companies are evaluated through a BMV framework (business strength, management quality and valuations vis-a-vis growth). The fund has had a bias towards growth over value.

The portfolio break-up reveals 40–50 per cent weights in large caps,

**We believe that it is companies and not stocks that create wealth over a period of time.**

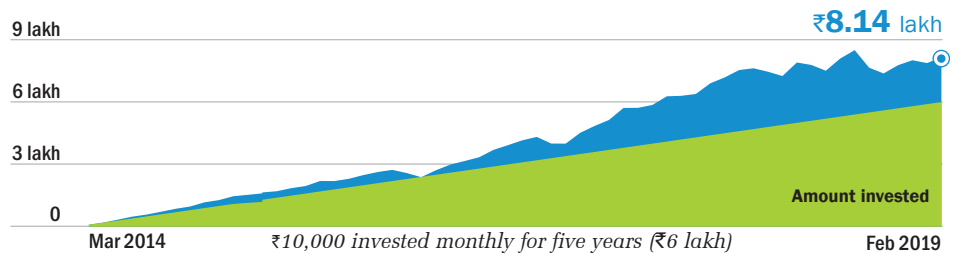
KRISHNA SANGHVI

40 per cent in mid caps and the rest in small caps. A timely shift in favour of large caps in the past year is likely to have helped performance in a hostile market for mid caps.

Like many in the category, the fund has slipped behind the benchmark and the category in the last one year. On a three-year basis, it has outpaced the benchmark by about 3 percentage points and the category by nearly 5 percentage points. On a five-year basis, the leads are far bigger at over 8 percentage points over the benchmark and 9 percentage points over the category. Overall, with a 17 per cent CAGR since launch, the fund has kept up well with the ups and downs of the market.

A fund with a quality focus.

### SIP value (₹)



### Fund history

Year	2013	2014	2015	2016	2017	2018	2019 (YTD)
Rating	★★★★★	★★★★★	★★★★★	★★★★★	★★★★★	★★★★★	★★★★★
Quartile ranking*	4	1	1	4	1	3	1
Fund return (%)	3.16	96.02	13.06	2.56	52.05	-9.24	-1.17
Category return (%)	5.99	53.75	3.92	6.04	39.69	-7.46	-3.55
BSE Midcap (%)	-4.03	56.91	8.72	9.28	49.90	-12.47	-7.18
Fund style							

\*Quartile ranking means the quartile in which the fund appears when all the funds in the category are arranged in a descending order of returns. YTD as on February 28, '19