



# CANARA ROBECO VALUE FUND

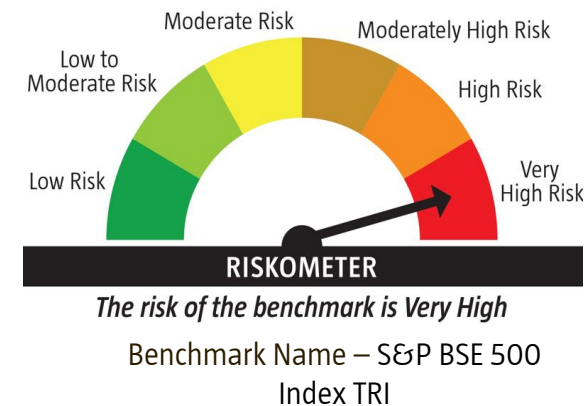
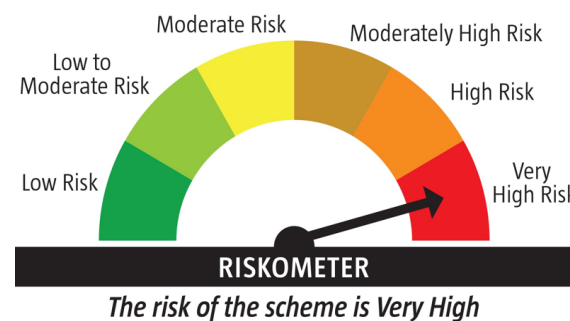
February 2025

# Canara Robeco Value Fund

An open ended equity scheme following a value investment strategy

This product is suitable for investors who are seeking\*

- Capital appreciation over long term
- 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

Note: The Scheme and Benchmark Risk-O-Meters are evaluated on a monthly basis and the above Risk-O-Meters are based on the evaluation of the portfolios for the month ended 28<sup>th</sup> Feb'25

## Essence of Intrinsic Value Investing

*"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

- ① Intrinsic Value Investing is a broader philosophy which involves buying companies at a price lower than their intrinsic value
- ① Keeping a margin of safety
- ① 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%.

Market Price	Margin of Safety	Valuation
Stock trades @ Rs.0.50	$\frac{\text{Rs.1.00} - \text{Rs.0.50}}{\text{Rs.1.00}} \times 100\% = 50\%$	Undervalued [High Margin of Safety]
Stock trades @ Rs.0.90	$\frac{\text{Rs.1.00} - \text{Rs.0.90}}{\text{Rs.1.00}} \times 100\% = 10\%$	Undervalued [Low Margin of Safety]
Stock trades @ Rs.1.00	$\frac{\text{Rs.1.00} - \text{Rs.1.00}}{\text{Rs.1.00}} \times 100\% = 0\%$	Fair value
Stock trades @ Rs.1.50	$\frac{\text{Rs.1.00} - \text{Rs.1.50}}{\text{Rs.1.00}} \times 100\% = -50\%$	Overvalued

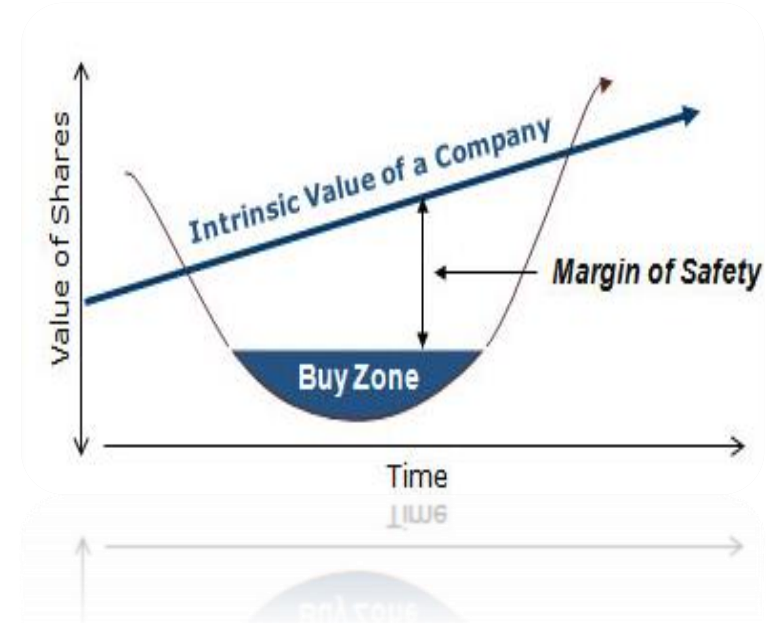


*A margin of safety is achieved when securities are purchased at prices sufficiently below underlying value to allow for human error, bad luck, or extreme volatility in a complex, unpredictable and rapidly changing world” -*

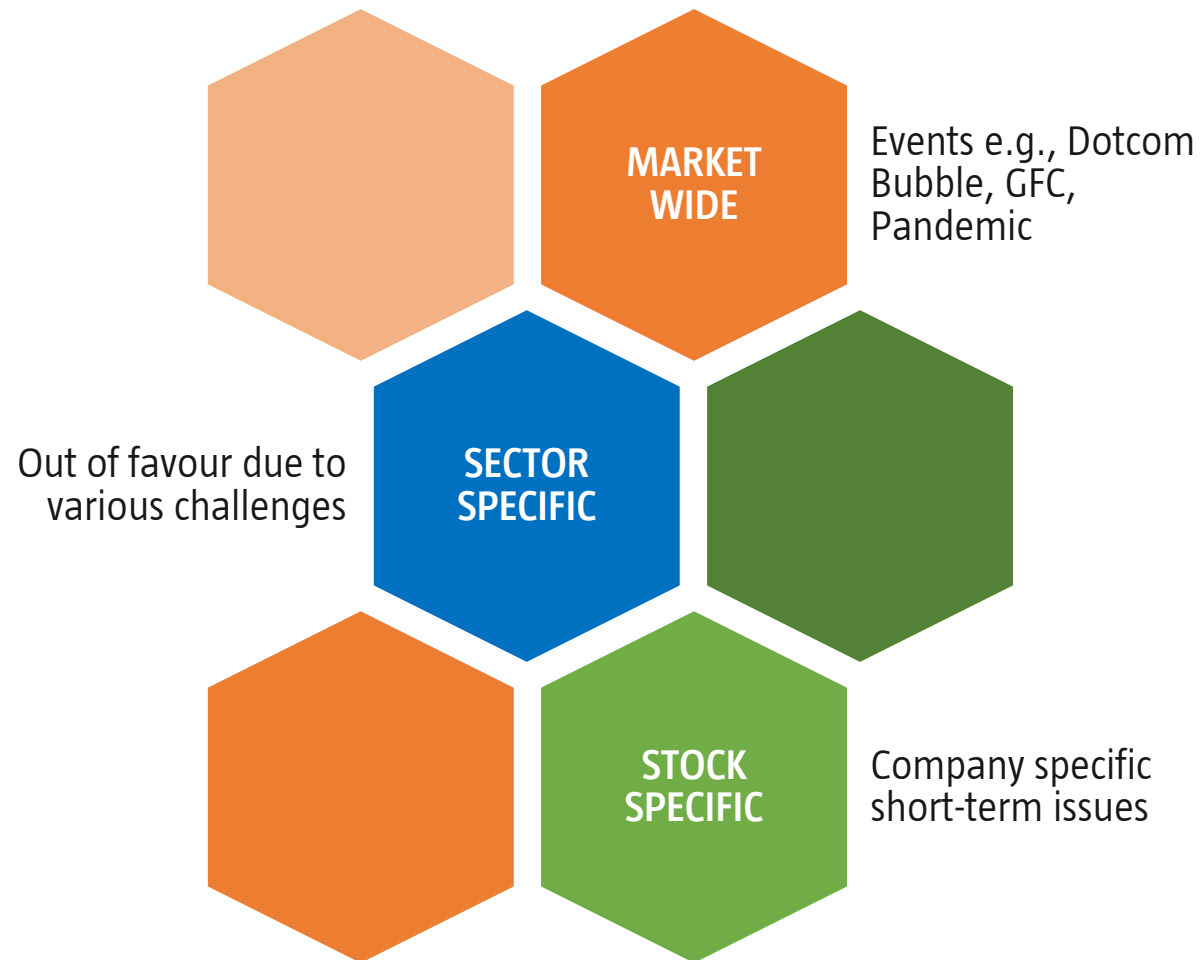
**Seth Klarman**

✓ **HIGHER THE MARGIN OF SAFETY;  
LOWER THE RISK**

**MARGIN OF SAFETY**

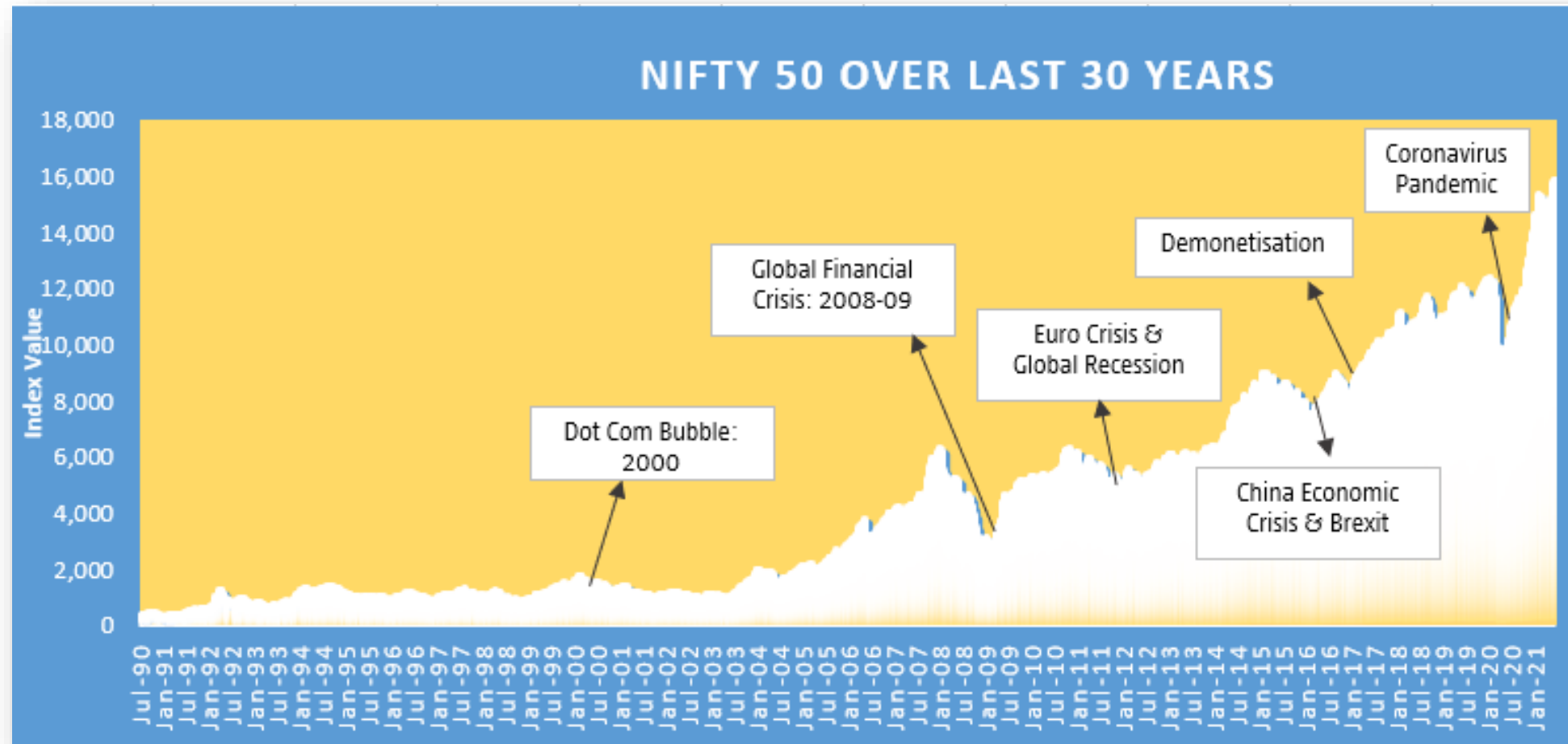


## Value Investment Opportunities



**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



Source: MFIE, ICRA Online, Nifty 50 data for the period – 3<sup>rd</sup> July 1990 - 30<sup>th</sup> June 2021

## Stock specific – company specific short-term issues

### TEMPORARY ISSUES

Business downturn

Management Changes

Restructuring

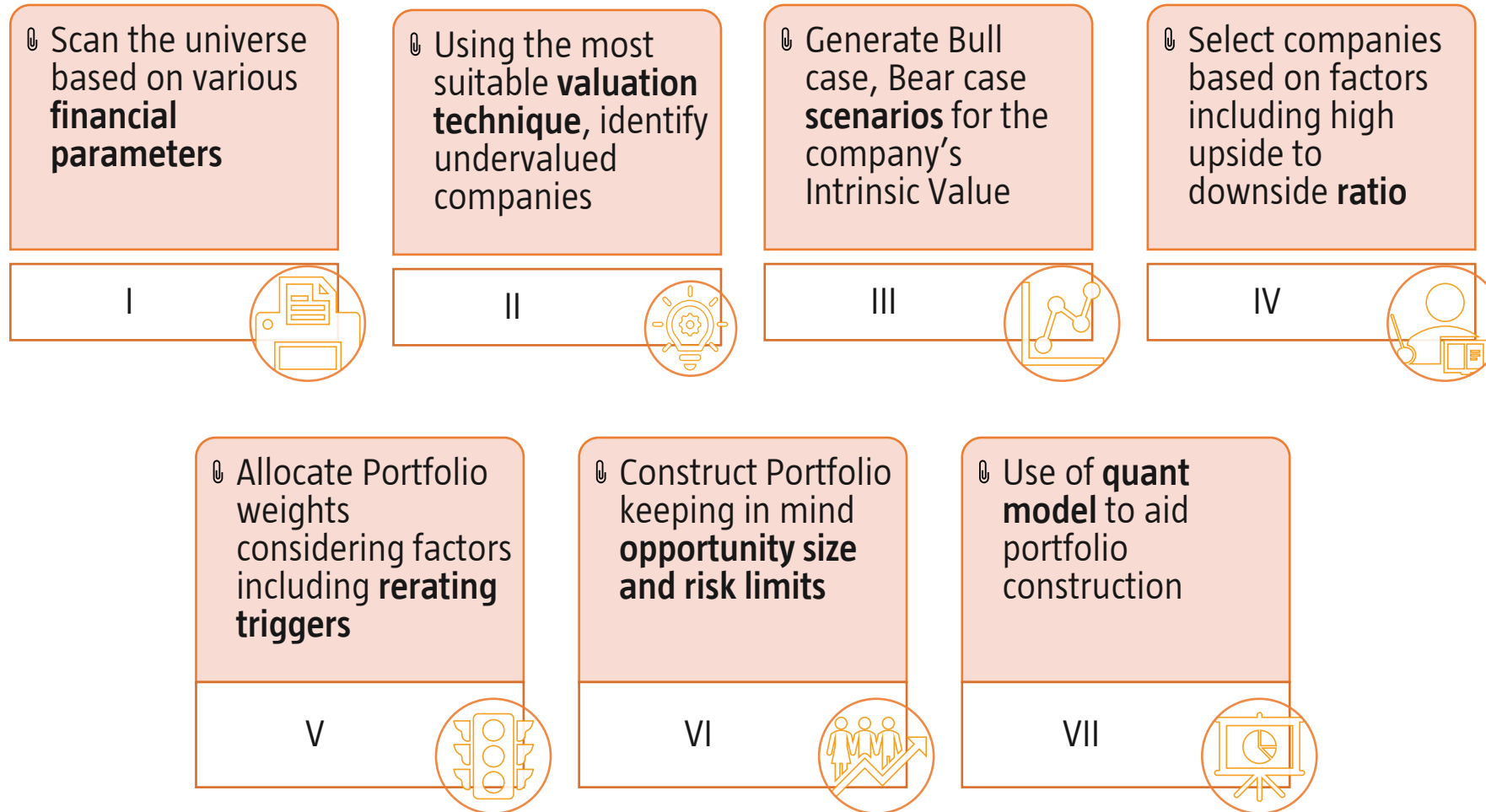
New Entrant- Temporary increase in competitive intensity

Disruptive regulatory changes

**Value investors  
generally pick up  
good businesses  
which are going  
through temporary  
downturn**



## Stock specific – company specific short-term issues



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.

## INVESTMENT PHILOSOPHY

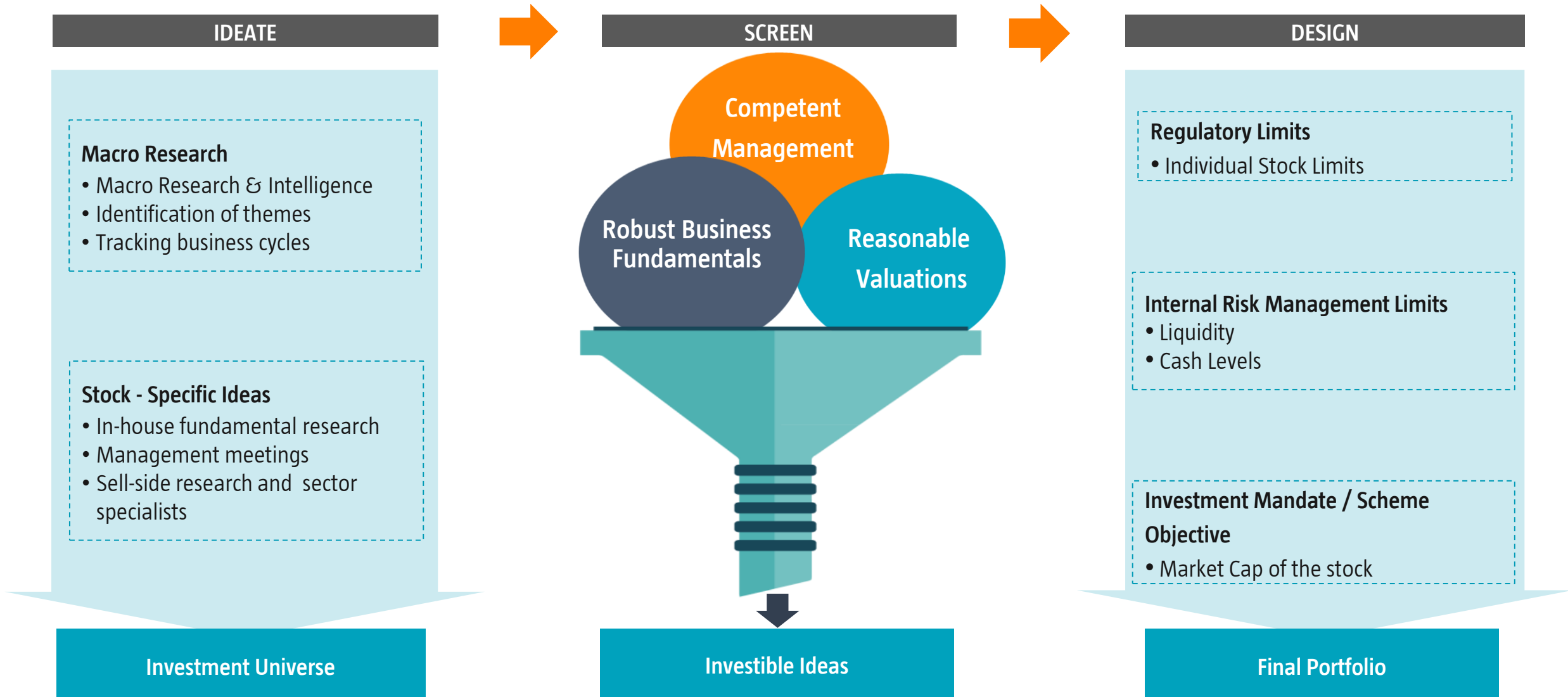
### Investment Philosophy

We believe it is companies and not stocks that create wealth

### Investment Objective

Invest in robust growth-oriented businesses with competent management at reasonable valuations

# INVESTMENT PROCESS



Note: The above is only for general understanding purposes and should not be construed as CRAMC investment policy or process of portfolio construction.

## 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

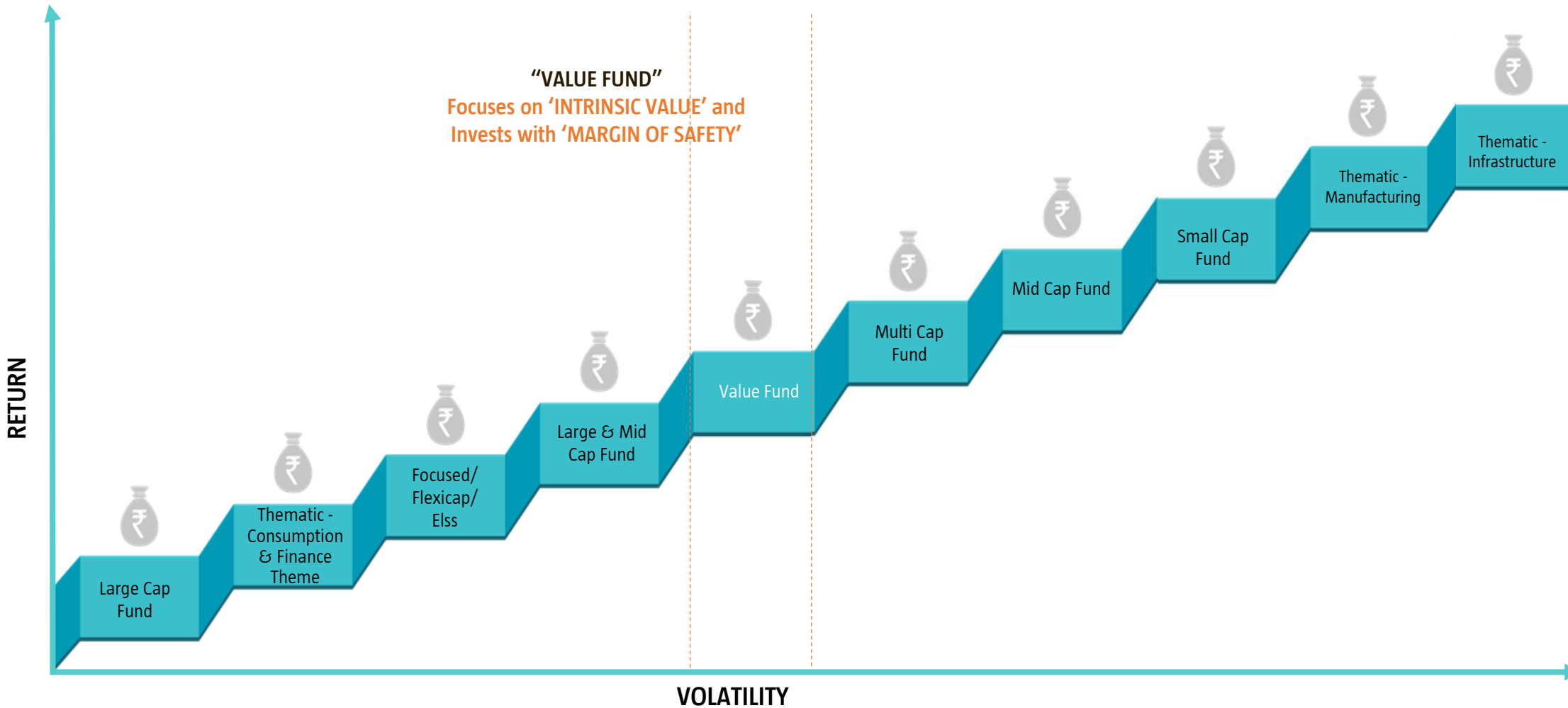


Our aim is to identify securities, which offer favourable risk adjusted returns



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

# RISK-REWARD MATRIX



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?

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

**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**



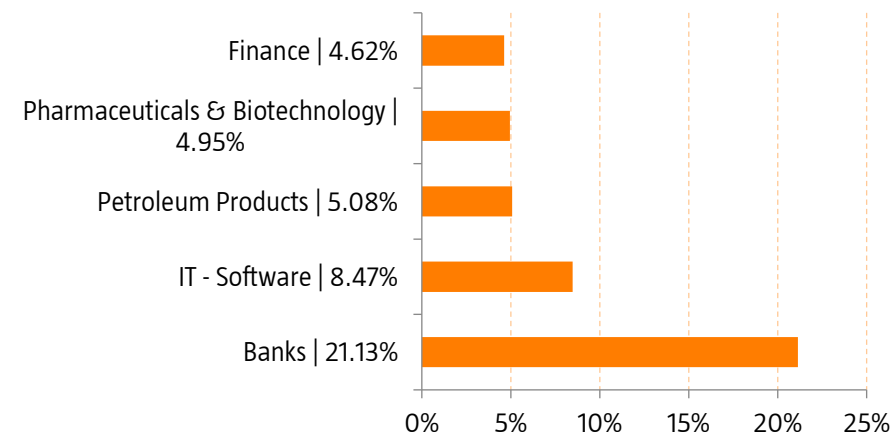
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# Portfolio Highlights

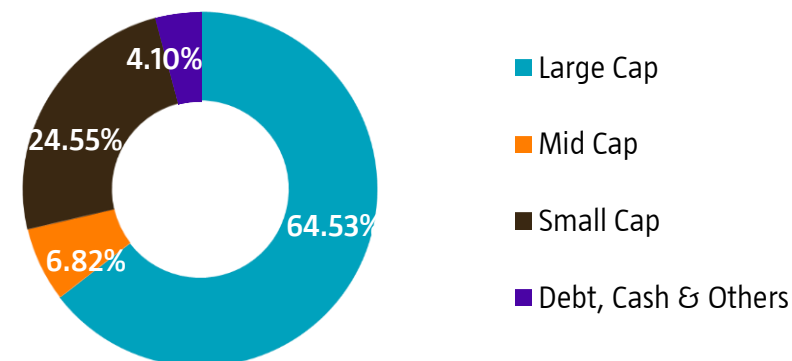
Top 10 Holdings	Industry Classification	% of Net Assets
HDFC Bank Ltd	Banks	7.68%
ICICI Bank Ltd	Banks	7.38%
Infosys Ltd	IT - Software	5.02%
Reliance Industries Ltd	Petroleum Products	4.14%
NTPC Ltd	Power	3.77%
Bharti Airtel Ltd	Telecom - Services	3.75%
Larsen & Toubro Ltd	Construction	2.68%
State Bank of India	Banks	2.46%
Varun Beverages Ltd	Beverages	2.24%
Brigade Enterprises Ltd	Realty	2.24%

Quant	Values
Total No. of Stocks	57
Top Stock Holding (%)	7.68%
Top 10 Stocks Holding (%)	41.36%
Top 3 Industries (%)	34.68%
Top 5 Industries (%)	44.25%

## Top 5 Sector break up (% to NAV)



## Market Capitalization (%)



# Fund Features

<b>Name of the Scheme</b>	<b>Canara Robeco Value Fund</b>			
<b>Type</b>	An open-ended equity scheme following a value investment strategy			
<b>Investment Objective</b>	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.			
<b>Asset Allocation</b>	<b>Type of Instruments</b>	<b>Indicative allocations (% of total assets)</b>		<b>Risk Profile</b>
		<b>Minimum</b>	<b>Maximum</b>	
	Equity and Equity-related Instruments	65%	100%	Medium to High
	Debt and Money Market Instruments	0%	35%	Low to Medium
	Units issued by REITs and InvITs	0%	10%	Medium to High
	Units of MF schemes	0%	5%	Medium to High
	Equity Exchange Traded Funds	0%	10%	Medium to High
<b>Plans &amp; Options</b>	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			
<b>Load Structure</b>	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.			
<b>Fund Manager</b>	Vishal Mishra, Silky Jain			
<b>AUM (in Crs)</b>	1,110.53 Crs.			
<b>Benchmark</b>	S&P BSE 500 Index TRI			



# Performance of Fund Managers

## Fund Manager: Mr. Vishal Mishra

Scheme Names	CAGR (%)												
	1 Year Return			3 Years Return			5 Years Return			Since Inception			
	Scheme Regular Plan	Scheme Direct Plan	Benchmark*	Scheme Regular Plan	Scheme Direct Plan	Benchmark*	Scheme Regular Plan	Scheme Direct Plan	Benchmark*	Scheme Regular Plan	Scheme Direct Plan	Benchmark* Regular Plan	Benchmark* Direct Plan
Canara Robeco Infrastructure	4.94	6.29	-9.36	20.75	22.25	25.62	24.28	25.69	30.24	14.23	16.33	-	-
Canara Robeco ELSS Tax Saver	1.07	2.23	-0.41	10.50	11.87	12.64	16.61	18.02	17.90	18.09	15.16	16.49	13.68
Canara Robeco Blue Chip Equity Fund	4.63	5.87	1.49	11.47	12.90	11.97	15.58	17.19	16.81	12.49	14.61	11.56	13.08
Canara Robeco Value Fund	-0.82	0.67	-0.41	16.24	18.07	12.64	N.A	N.A	-	13.86	15.69	9.91	9.91
Canara Robeco Multi Cap Fund	3.83	5.32	-1.03	N.A	N.A	-	N.A	N.A	-	13.25	14.93	13.27	13.27

### 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 & Direct plan - Growth Option.
- Past performance may or may not be sustained in the future.
- : Corresponding values not available.
- N.A.- Not Applicable because scheme is in existence for less than 3 years or 5 years respectively.

## Assistant Fund Manager: Ms. Silky Jain

Scheme Names	CAGR (%)												
	1 Year Return			3 Years Return			5 Years Return			Since Inception			
	Scheme Regular Plan	Scheme Direct Plan	Benchmark*	Scheme Regular Plan	Scheme Direct Plan	Benchmark*	Scheme Regular Plan	Scheme Direct Plan	Benchmark*	Scheme Regular Plan	Scheme Direct Plan	Benchmark* Regular Plan	Benchmark* Direct Plan
Canara Robeco Value Fund	-0.82	0.67	-0.41	16.24	18.07	12.64	N.A	N.A	-	13.86	15.69	9.91	9.91

### Note:

- Ms. Silky Jain manages 1 open-ended scheme 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 & Direct plan - Growth Option.
- Past performance may or may not be sustained in the future.
- : Corresponding Benchmark values not available.
- N.A.- Not Applicable because scheme is in existence for less than 5 year.

## DISCLAIMER

The information used towards formulating the outlook have been obtained from sources published by third parties. While such publications are believed to be reliable, however, neither the AMC, its officers, the trustees, the Fund nor any of their affiliates or representatives assume any responsibility for the accuracy of such information. CRMF, its sponsors, its trustees, CRAMC, its employees, officer, directors, etc. assume no financial liability whatsoever to the user of this document. Mutual Fund Investments are subject to market risk. Investors are requested to read the Scheme related documents carefully before investing.

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