



## Is your MF holding too much cash?

Every mutual fund scheme comes with a mandate to invest in certain type of securities, but it is allowed to have a small part of its portfolio in cash to meet redemptions or make use of any 'buy' opportunities. Usually, equity funds hold cash 1-5% of a fund's corpus in cash, though some funds can hold as high as 7-10%. Some funds have higher levels because their mandate allows them to, if—as per their analysis—good stocks are not available at desirable valuations. Whether or not a fund ought to hold cash is a subjective call. Here's a list of funds with the highest cash levels.

| Fund                             | As % of assets | Fund                                 | As % of assets |
|----------------------------------|----------------|--------------------------------------|----------------|
| IDBI Long Term Value             | 58.47          | Indiabulls Bluechip                  | 9.62           |
| Parag Parikh Long Term Equity    | 27.03          | Axis Focused 25                      | 9.48           |
| Tata Multicap Fund               | 20.40          | Reliance Small Cap                   | 9.48           |
| IDBI Diversified Equity Fund     | 19.65          | Sahara Star Value                    | 9.40           |
| HDFC Retirement Savings Fund Eq. | 19.44          | SBI Magnum Taxgain Scheme            | 9.28           |
| Axis Bluechip                    | 18.35          | DSP Midcap Fund                      | 9.15           |
| Axis Multicap                    | 17.93          | Indiabulls Tax Savings               | 8.11           |
| Axis Midcap                      | 17.68          | DSP Small Cap                        | 7.73           |
| IDBI Focused 30 Equity           | 17.35          | Tata Equity PE                       | 7.61           |
| Indiabulls Value Discovery       | 16.91          | Sahara Tax Gain                      | 7.56           |
| Sahara Wealth Plus               | 16.83          | L&T Emerging Businesses              | 7.49           |
| LIC MF Large & Mid Cap           | 15.57          | Kotak India EQ Contra Fund           | 7.21           |
| Axis Small Cap                   | 15.43          | Aditya Birla Sun Life Focused Equity | 7.03           |
| LIC MF Large Cap                 | 14.53          | Franklin India Bluechip              | 7.01           |
| IDBI Midcap                      | 14.32          | Sahara Midcap                        | 6.99           |
| Sahara Super 20                  | 14.13          | Motilal Oswal Midcap 30              | 6.99           |
| HDFC Small Cap                   | 14.01          | Essel Multi Cap Fund                 | 6.97           |
| L&T Midcap                       | 13.77          | ICICI Prudential Long Term Equity    | 6.94           |
| IDBI India Top 100 Equity        | 12.01          | Kotak Standard Multicap              | 6.90           |
| LIC MF Tax Plan                  | 11.64          | Franklin India Focused Equity        | 6.88           |
| LIC MF Multicap                  | 10.07          | Principal Multi Cap Growth           | 6.78           |
| ICICI Prudential Value Discovery | 9.99           | Mahindra MF Badhat Yojana            | 6.76           |
| ICICI Prudential Focused Equity  | 9.99           | Franklin India Taxshield             | 6.74           |
| Tata Retirement Savings          | 9.84           | ICICI Prudential Multicap            | 6.68           |
| Reliance Focused Equity          | 9.75           | Sundaram Select Focus                | 6.65           |

Data as on 31 December. List contains all equity-oriented funds except sector and thematic funds. Passively-managed funds and closed-end funds are excluded. Look out for value-added mutual fund data

in this space once a week, such as turnover ratio, cash holding levels of funds, concentration ratio, expense ratio and market capitalisation. Eq: Equity; MF: Mutual Fund. Source: Value Research