

HDFC Defence Fund

Category : Equity Fund | Benchmark Index : Nifty India Defence TRI | Fund Manager : Priya Ranjan

29.4500

NAV as on 19- June-26

9,724(Cr.)

AUM as on 31-May-26


Unrated

Historical Return (%)

	3 Month	6 Month	1 Year	3 Years	5 Years	10 Years
Fund	26.66	29.99	17.51	42.75	-	-
BSE 500 TRI	9.11	-2.21	2.35	13.41	-	-

Investment Objective

The Fund seeks to generate long term capital appreciation by investing predominantly in equities linked securities of small cap segment.

Sector Allocation(%)

Industrial	55.48
Materials	15.28
Technology	6.72
Consumer Discretionary	20.77

Asset Allocation (%)

Equity	98.25
Cash&cashEqv.	1.75

Portfolio Holdings

Top Holdings	Assets(%)
Bharat Electronics	15.48
Bharat Forge	14.39
Hindustan Aero	12.06
Solar Industries India	11.97
MTAR Technologies	6.08
Astra Microwave Products	5.93
BEML	5.06
Eicher Motors	4.07
Bharat Dynamics	4.03
Premier Explosives	3.31

Quantitative Data (%)

Standard Deviation	-
Beta	-
Sharpe Ratio	-
Alpha Ratio	-
Turnover Ratio	13.20
Expense Ratio	1.51
Lock-in Period	-
Fund Type	Open Ended
Fund House	HDFC Defence Fund
Fund Taxation	Equity
Min. Inv. Lumpsum/ SIP	Rs. 100 / 100

Investment Rationale

Argues for investing to combat inflation's erosive effects on household expenses (9-19% CAGR), education costs (10.5% inflation), and weddings (22-30%), which outpace traditional savings like FDs at 4-7.1%. It contrasts low-yield options (PPF 7.1% tax-free, gold/real estate ~11%) with superior mutual fund returns (large-cap 17.55%, mid/small-cap 22-23% over 10 years), demonstrating via examples how SIPs in equity funds meet goals like higher education (₹60L in 17 years via ₹9K/month at 12%) or marriage (₹1Cr in 16 years via ₹17.5K/month) more efficiently than FDs/PPF. Early investing leverages compounding (e.g., ₹5K/month from age 25 yields ₹3.25Cr by 65 at 12% vs. ₹1.5Cr from age 40), thriving amid market crises per Warren Buffett's wisdom.