

AXIS SMALL CAP FUND

An open-ended equity scheme predominantly investing in small cap stocks

About the Fund

Axis Small Cap Fund endeavours to invest primarily in high conviction small cap stocks. Key to successful investing in small caps is patience and ability to withstand short term volatility.



Follows a bottom up stock selection approach



Aims to invest in scalable business models and competent management



Balances between risk and return by adding quality names



Suitable for investors who are willing to absorb short term volatility

*The above framework is broadly indicative and the fund manager may change the framework depending on the market conditions

Why Axis Small Cap Fund?

What Do We Look for?

- Strong promoter pedigree, corporate governance and management with sound track record of execution
- Capability of sustaining good ROE and ROCE numbers
- Ability to withstand event shocks
- Sound balance sheet

Portfolio focus: To invest in businesses which have the potential to compound over a long period of time. Look at far sighted scalability of business rather than short-term gains.

Fund Manager Views

- ▶ Stock selection is critical for long term wealth creation. The small cap universe in India is large and the number of companies researched in this segment are low as compared to a large cap or mid cap company. Hence, a bottom up stock selection is very critical in a small cap fund.
- ▶ The approach for our Axis Small Cap Fund is two-fold - qualitative and quantitative. Quantitative factors include looking at high profitability, low debt to equity and earnings consistency along with stable cash flow and strong return metrics; whereas qualitative factors includes transparency of operations, strong internal controls and sustainable long-term business models.
- ▶ The recent corrections in the market have made it an opportunist's paradise and we are also taking advantage of these opportunities gradually. In the small cap space, good-quality names have been resilient as markets have matured.
- ▶ We believe that our quality-centric investment approach is ideally suited to weed out weaker companies as we look to identify our investment universe.

Top 10 stocks

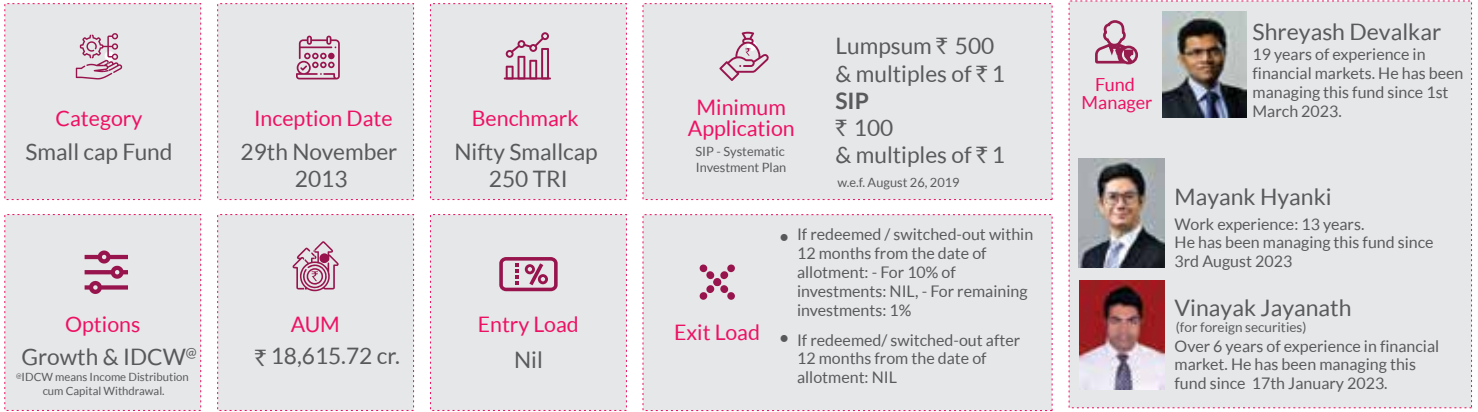
Birlasoft Limited	4.3%
Narayana Hrudayalaya Limited	4.1%
Brigade Enterprises Limited	3.8%
Cholamandalam Financial Holdings Limited	3.0%
Blue Star Limited	2.6%
Krishna Institute Of Medical Sciences Limited	2.6%
Galaxy Surfactants Limited	2.5%
CCL Products (India) Limited	2.5%
JB Chemicals & Pharmaceuticals Limited	2.3%
JK Lakshmi Cement Limited	2.3%

Top 10 Sectors

Financial Services	14.2%
Healthcare	12.6%
Capital Goods	11.6%
Automobile and Auto Components	10.6%
Information Technology	9.8%
Chemicals	9.7%
Realty	5.4%
Fast Moving Consumer Goods	5.3%
Construction Materials	4.0%
Consumer Durables	3.4%

Current Portfolio Allocation is based on the prevailing market conditions and is subject to changes depending on the fund manager's view of the equity markets.

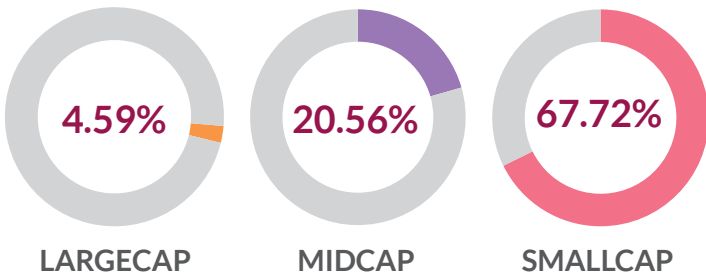
Investing Facts



Fresh/ new registrations through Systematic Investment Plan ("SIP") or Systematic Transfer Plan ("STP") or such other special product will be allowed/ accepted wherein the value of per installment would be less than or equal to Rs 5 Lakhs per investor (across all folios) till further notice, from the effective date.(October 1, 2021)

Note: To view asset class wise AUM & AAUM for categories of the Scheme & geographical spread refer <https://www.axismf.com/statutory-disclosures>

Current market cap split (% NAV)



Risk Parameters



Based on 3 years data

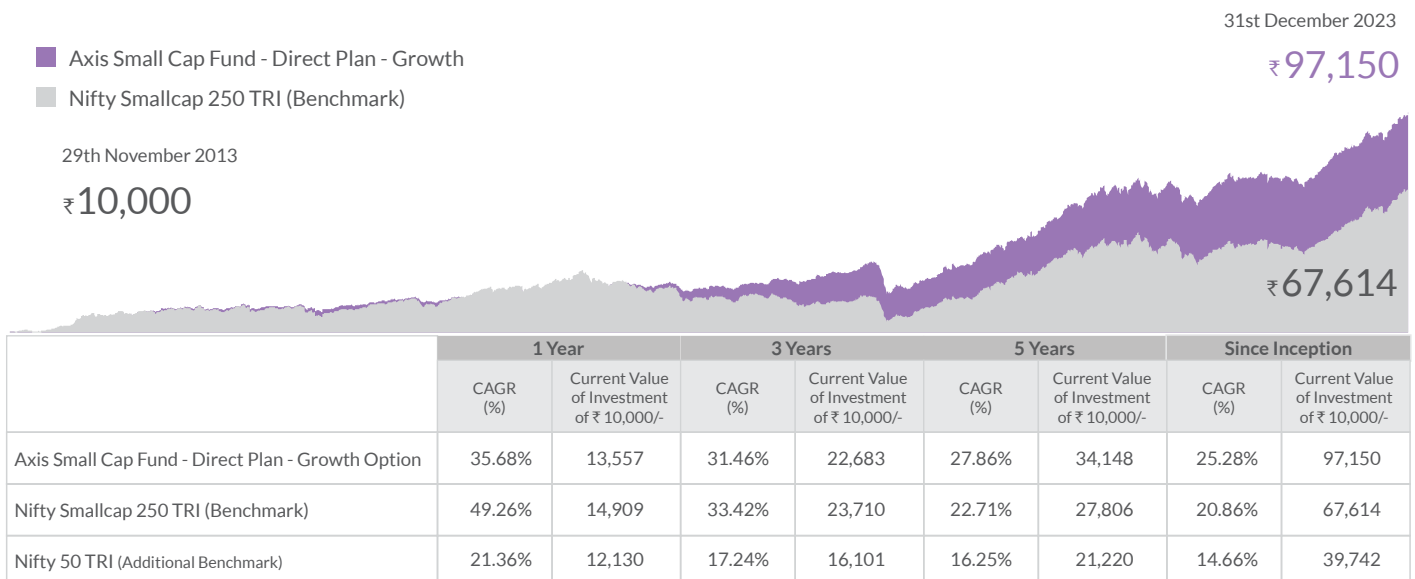
New Entries (Changes over the month-December 2023)

Doms Industries Limited	Inox India Limited
Apar Industries Ltd	India Shelter Finance Corporation Limited
Mahindra Lifespace Developers Ltd	KEI Industries Limited
Happy Forgings Limited	

Exits

Symphony Ltd

Performance (NAV Movement)



Past performance may or may not be sustained in future. Since inception (29th November 2013). Different plans have different expense structure. Vinayak Jayanath is managing the scheme since 17th January, 2023 and he manages 17 schemes of Axis Mutual Fund. Shreyash Devalkar is managing the scheme since 1st March 2023 and he manages 16 schemes of Axis Mutual Fund. Mayank Hyanki is managing the scheme since 3rd August 2023 and he manages 1 schemes of Axis Mutual Fund. Returns greater than 1 year period are compounded annualised (CAGR).Face value ₹10 per unit. Please refer return table for performance of all schemes managed by the fund manager. Fresh/ new registrations through Systematic Investment Plan ("SIP") or Systematic Transfer Plan ("STP") or such other special product will be allowed/ accepted wherein the value of per installment would be less than or equal to Rs 5 Lakhs per investor (across all folios) till further notice, from the effective date. (October 1, 2021).

Please click on link

https://www.axismf.com/cms/sites/default/files/Statutory/ALL_ANNEUXURE_Dec%2023.pdf to view the performance of other schemes currently managed by the fund manager.

Note: In case you require physical copy of this document request you to kindly take the printout to review the fund managers performance of other schemes managed by him from the above link given.

Data as on 31st December 2023.

Past performance may or may not be sustained in future. Calculations are based on Regular Plan - Growth Option NAV and Direct Plan - Growth Option NAV, as applicable. Different plans have different expense structure. Face value is ₹10 per unit.

Vinayak Jayanath is managing Axis Global Equity Alpha Fund of Fund, Axis Greater China Equity Fund of Fund, Axis Global Innovation Fund of Fund, Axis NASDAQ 100 Fund of Fund, Axis BlueChip Fund, Axis Focused 25 Fund, Axis Midcap Fund, Axis Flexi Cap Fund, Axis Growth Opportunities Fund, Axis Small Cap Fund, Axis Special Situations Fund, Axis Quant Fund, Axis Value Fund, Axis Retirement Savings Fund which includes Aggressive Plan, Conservative Plan & Dynamic Plan, Axis ESG Equity Fund since 17th January, 2023, Axis US Treasury Dynamic Bond ETF Fund of Fund since 27th Dec, 2023.

Shreyash Devalkar is managing Axis Bluechip Fund, Axis Midcap Fund since 23rd November, 2016 and Axis Flexi Cap Fund since 20th November, 2017 and Axis Equity ETFs FoF since inception, Axis Small Cap Fund, Axis Multicap Fund Since 1st March, 2023, Axis ELSS Tax Saver Fund since 4th August 2023, Axis Focused 25 Fund, Axis Growth Opportunities Fund, Axis NIFTY 50 Index Fund, Axis NIFTY Next 50 Index Fund, Axis Nifty Smallcap 50 Index Fund, Axis Nifty Midcap 50 Index Fund, Axis NIFTY IT ETF, Axis NIFTY Healthcare ETF, Axis ESG Equity Fund since 4th Aug, 2023, Axis India Manufacturing Fund since 27th Dec, 2023.

Mayank Hyanki is Managing Axis Small Cap Fund since 3rd Aug, 2023.

Market caps are defined as per SEBI regulations as below:

a. Large Cap: 1st -100th company in terms of full market capitalization. b. Mid Cap: 101st -250th company in terms of full market capitalization. c. Small Cap: 251st company onwards in terms of full market capitalization.

Statutory Details: Axis Mutual Fund has been established as a Trust under the Indian Trusts Act, 1882, sponsored by Axis Bank Ltd. (liability restricted to ₹ 1 lakh). Trustee: Axis Mutual Fund Trustee Ltd. Investment Manager: Axis Asset Management Co. Ltd. (the AMC). Axis Bank Ltd. is not liable or responsible for any loss or shortfall resulting from the operation of the scheme.

It has been decided to revise the limit for subscription of units under Axis Small Cap Fund, an open ended equity scheme predominantly investing in small cap stocks, effective from May 15, 2023. • Fresh/ additional subscriptions/switch-ins will be allowed/ accepted only for an amount less than or equal to Rs. 1 crore per investor per day (across all folios), till further notice; Fresh/ new registrations through Systematic Investment Plan ("SIP") or Systematic Transfer Plan ("STP") or such other special product will be allowed/ accepted wherein the value of per installment would be less than or equal to Rs. 1 Crore per investor (across all folios) till further notice, from the effective date.

For Digital use only.

Axis Small Cap Fund

(An open ended equity scheme predominantly investing in small cap stocks)

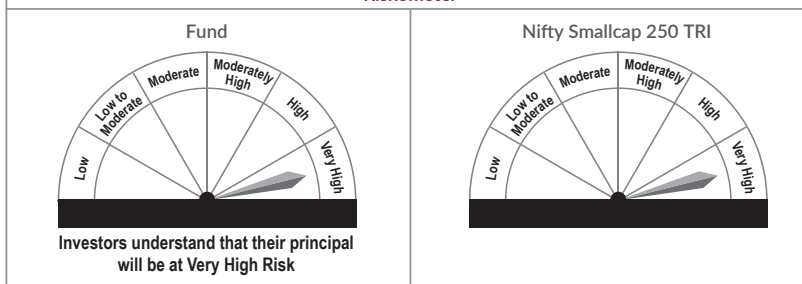
Benchmark : Nifty Smallcap 250 TRI

This product is suitable for investors who are seeking*:

- Capital appreciation over long term
- Investment in a diversified portfolio predominantly consisting of equity and equity related instruments of small cap companies

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

Riskometer



Distributed by

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