

Market Capital Reclassifications

As investment managers, we must remain as dynamic as the markets in which we invest. With the growth of the Indian economy, the domestic equity markets have also evolved, with businesses scaling up and new listings emerging. Over the past decade, the BSE Midcap Index has grown fourfold, and the Indian equity market has crossed USD 5 trillion* in market capitalization. The investment team periodically reviews the portfolio and market capitalization to best reflect its positioning in the mid and small-cap segments of the market. In its review exercise carried out in July 2025, the market capitalization definitions of large, mid, and small-cap companies have been reclassified. The new definitions are based on the classification adopted by the Association of Mutual Funds in India (AMFI), which is mandated by the Securities and Exchange Board of India (SEBI) to define large, mid, and small-cap companies. This exercise is conducted at six-month intervals.

AMFI utilizes the following methodology to define market capitalization (6 months average market cap across all exchanges is considered):

- The top 100 largest companies by market cap are classified as Large Cap.
- The next 150 companies by market cap are defined as Mid Cap.
- All other companies are defined as Small Cap.

As a result, ICGF has adopted the following market cap classifications:

- **Small Cap:** Market Cap < USD 3.5 billion
- **Mid Cap:** USD 3.5 billion < Market Cap < USD 10.5 billion
- **Large Cap:** Market Cap > USD 10.5 billion

The following tables present the portfolio data for July 2025 with both the new and old classifications:

New Classification			Old Classification	
Portfolio Analysis by Market Cap	Number of Companies	% of Portfolio	Number of Companies	% of Portfolio
Cash	-	5.2		5.2
Large Cap	2	6.2	1	1.3
Mid Cap	9	24.2	10	29.2
Small Cap	27	64.3	27	64.3
Total	38	100	38	100

We have not altered our investment process or the stocks within the portfolio. This reclassification ensures that shareholders, the investment team, and the board have an accurate view of the portfolio holdings.

Source: Association of Mutual Funds India, July 2025