

MF Tracker: Will Mirae Asset Large & Midcap Fund maintain its strong track record?

By Surbhi Khanna, Published on: September 30, 2025.



Mirae Asset Large & Midcap Fund (Earlier known as Mirae Asset Emerging Bluechip Fund) has offered positive returns in around eight years out of the last 10 calendar years, an analysis by ETMutualFunds showed. Since the calendar year 2015, this large & mid cap fund has delivered negative annual returns in 2018 and 2022 of around 5.42% and 1.45% respectively.

This large & mid cap fund is given two star rating by ValueResearch and four star rating by Morningstar.

Based on the annual returns for the last 10 years, the fund has offered the highest positive return of 49.01% in 2017, followed by 39.13% in 2021. The lowest positive return offered was 12.17% in 2016.

In the large & mid cap category, the fund has neither offered the highest annual return nor lost the most in the last 10 calendar years.

Based on the trailing returns, the fund has outperformed its category average and benchmark in the shorter horizon whereas failed to outperform the benchmark and category average in the longer term.

The fund managed to beat its benchmark and category average in the last three months, six months, one year, and 10 years but in the last three years and five years the fund has underperformed against its benchmark and category average.

In the last three months, the fund lost 1.82% against a loss of 3.05% by the benchmark and 2.73% as the category average. In the last six months, the fund offered 9.71% return compared to 8.22% by the benchmark and 8.20% as the category average.

The fund lost 5.34% in the last one year against a loss of around 5.81% by the benchmark and a loss of 5.88% as the category average. In the last 10 years, the fund offered 17.26% against 16.02% by the benchmark and 14.60% as the category average.

On the other hand, in the last three years, the fund posted a return of 16.93% compared to 18.84% by the benchmark and 18.55% as the category average. In the last five years, the fund delivered 21.21% compared to 23.61% by the benchmark and 22.48% as the category average.

Since its inception on July 9, 2010, the fund has delivered 19.38% CAGR to the investors.

On the basis of daily rolling returns, the fund has posted a CAGR of 19.02% in the last three years. The fund has posted a CAGR of 19.04% and 21.44% in the last five years and 10 years respectively. Among all the large & mid cap funds who have completed 10 years of existence in the market, Mirae Asset Large & Mid Cap Fund gave the highest return in the last 10 years on the basis of daily rolling returns.

How does the fund manager decode performance?

"The fund's performance is driven by a disciplined investment approach focused on identifying quality companies early. We either invest in established bluechips or those with the potential to become future leaders. Once we invest, we stay committed for the long term rather than attempting to time the market. This fully invested strategy, combined with a well-diversified portfolio, has helped the fund navigate both strong and weak market phases effectively," Ankit Jain, Sr. Fund Manager, Mirae Asset Investment Managers (India) shared with ETMutualFunds.

Jain further adds that since inception, the fund has delivered a robust CAGR of 19.37%, placing it in the first quartile among peers and it has consistently outperformed its benchmark by a significant margin, reflecting the strength of our stock selection and portfolio strategy.

How analyst analyse the performance

According to an analyst, the fund has been among the top performers in its category and the fund primarily has a growth style of investing; however, it also has a focus on valuation relative to other funds in the category, which is one of the reasons for its performance.

“A broad based rally in equity markets has also helped the fund to provide strong returns. The fund has outperformed its benchmark consistently, and based on rolling returns, the fund has shown good, consistent performance although the fund has subdued performance on a risk-adjusted basis compared to peers,” Vishal Dhawan, founder, Plan Ahead Wealth Advisors told ETMutualFunds.

The investment objective of the scheme is to generate income and capital appreciation from a portfolio primarily investing in Indian equities and equity related securities of large cap and mid cap companies at the time of investment. From time to time, the fund manager may also seek participation in other Indian equity and equity related securities to achieve optimal Portfolio construction.

The fund is managed by Neelesh Surana and Ankit Jain. The performance is benchmarked against Nifty Large Midcap 250 (TRI).

Being a large and mid cap fund, the fund holds 51.08% in large caps, 34.91% in mid caps, 1.60% in others, and 12.42% in small caps. In comparison to the large & mid cap category, the fund is overweight on large caps and small caps.

Time to shift to large & mid caps?

The expert believes that investors with high-risk appetite, and who are comfortable with high volatility can look to invest in the large & mid-cap category for long-term investment ideally through lump sums.

“The category has an average allocation of 50% in non large cap stocks, ie a part of the equity markets which currently trades at very premium valuations relative to historical averages. Investors can look for a Systematic investment plan with a long-term investment horizon for this category,” Dhawan adds.

This large & mid cap fund has the highest allocation in banks of around 18.55%, followed by 11.51% in auto and auto ancillaries. The fund had 10.27% and 9.78% in IT and healthcare.

Risk ratio parameters of fund

The PE and PBV ratio of the multi asset allocation fund were recorded at 41.10 times and 5.94 times respectively whereas the dividend yield ratio was recorded at 1.26 times as of August 2025.

ETMutualFunds analysed the other key ratios of the fund in a three year period. Based on the last three years, the scheme has offered a Treynor ratio of 1.09 and an alpha of (0.12). The sortino ratio of the scheme was recorded at 0.56.

The return due to net selectivity was recorded at (0.13) and return due to improper diversification was recorded at 0.02 in the last three years.

The investment style of the fund is to invest in growth oriented large cap stocks.

Post seeing the alpha generated and the net selectivity ratio, and given the fund's history of resilience, the important thing is that how should investors view its performance in volatile markets?

The expert says that historically, the fund had a large-cap position above 50%, but it has been marginally above 50% and currently, the fund has an allocation of 50% in large caps.

“The fund has shown consistency in different periods; however, volatility in the markets has also affected the fund and its risk-adjusted returns. Hence, investors should expect higher volatility in volatile market environments,” Dhawan says.

Apart from Mirae Asset Large & Mid Cap Fund, there are around 25 funds that have completed five years of existence in the market. Motilal Oswal Large & Midcap Fund gave the highest return of around 29.08%, followed by ICICI Prudential Large & Mid Cap Fund which gave 27.57% in the last five years.

Among these 26 funds, Aditya Birla SL Large & Mid Cap Fund gave the lowest return of 17.34% in the last five years.

According to the expert, RBI has cut policy rates by 100 bps this year, liquidity seems ample, and consumption recovery could be visible in H2 FY26 on the back of GST rate cuts and this creates a favourable setup for equities, though valuations are stretched in different parts of the market.

“This category can experience higher volatility due to the category's allocation to capitalisations below large caps. Margin of safety remains low in those capitalisations. For high-risk appetite investors, Systematic investment with a long-term investment horizon will be key for investment in this category,” said Dhawan.

As per the Sebi mandate, these schemes are open-ended equity schemes that invest a minimum of 35% of total assets in large cap companies, and a minimum of 35% of total assets in mid cap stocks.

The fund manager has the option to decide where the money will be invested. If he thinks the large cap space is attractive, he may invest in large cap stocks. If he thinks mid cap and small cap stocks are poised to take off, he may invest in them. As you can see, these investments may increase or decrease the risk in these schemes.

One should always consider risk appetite, investment horizon, and goals before making any investment decisions.