

# Mahindra Manulife Arbitrage Fund

(An open ended scheme investing in arbitrage opportunities)



## Investment Objective

The investment objective of the Scheme is to generate income by predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market and the arbitrage opportunities available within the derivative segment and by investing the balance in debt and money market instruments. However, there can be no assurance that the investment objective of the Scheme will be achieved.



## Fund Features

- Relatively lower risk as arbitrage strategy focuses on protecting downside risk by capturing market spreads
- Better tax efficiency on returns compared to short term debt funds
- One of the least volatile hybrid schemes that is suitable for investment across market cycles



## Fund Manager and Experience

- Fund Manager (Equity):** Mr. Abhinav Khandelwal  
**Total Experience:** 14 years  
Experience in managing this fund: 2 years and 1 month (Managing since April 1, 2022)
- Fund Manager (Equity):** Mr. Manish Lodha  
**Total Experience:** 23 years  
Experience in managing this fund: 3 years and 4 months (Managing since December 21, 2020)
- Fund Manager (Debt):** Mr. Rahul Pal  
**Total Experience:** 22 years  
Experience in managing this fund: 3 years and 8 months (Managing since August 24, 2020)



## Scheme Details

- Date of allotment:** August 24, 2020
- Benchmark:** Nifty 50 Arbitrage Index TRI
- Option:** IDCW (IDCW Option will have IDCW Reinvestment (D) & IDCW Payout facility) and Growth (D) D-Default
- Minimum Amount for Subscription / Purchase:** Rs. 1,000/- and in multiples of Re. 1/- thereafter.
- Minimum Amount for Switch in:** Rs. 1,000/- and in multiples of Re. 0.01/- thereafter.
- Minimum Amount for Redemption / Switch-outs:** Rs. 1,000/- or 100 units or account balance, whichever is lower
- Minimum Weekly & Monthly SIP Amount:** Rs 500 and in multiples of Re 1 thereafter
- Monthly AAUM as on April 30, 2024** (Rs. in Cr.): 66.39
- Monthly AUM as on April 30, 2024** (Rs. in Cr.): 65.22
- Total Expense Ratio<sup>1</sup> as on April 30, 2024:** Regular Plan: 1.21%  
Direct Plan: 0.41%
- Load Structure:**  
**Entry Load:** N.A.  
**Exit Load:**
  - An exit load of 0.25% is payable if Units are redeemed / switched-out on or before completion of 30 days from the date of allotment of Units,
  - Nil - If Units are redeemed / switched-out after completion of 30 days from the date of allotment of Units. Redemption / Switch-Out of Units would be done on First in First out Basis (FIFO).



## Portfolio Information

Annualised Portfolio YTM <sup>2*</sup>	6.74% <sup>3</sup>
Macaulay Duration <sup>1</sup>	54.68 days <sup>3</sup>
Modified Duration <sup>1</sup>	0.15 <sup>3</sup>
Residual Maturity <sup>1</sup>	54.68 days <sup>3</sup>
Portfolio Turnover Ratio (Last 1 year)	9.41
As on (Date)	April 30, 2024
Standard Deviation	0.62%
Beta	0.67
Sharpe Ratio <sup>4</sup>	-4.01
Jenson's Alpha	-0.1441

<sup>1</sup>In case of semi annual YTM, it will be annualised  
<sup>2</sup>For debt component  
<sup>3</sup>Risk-free rate assumed to be 6.75% (MIBOR as on 30-04-24)  
Source: www.mmda.org  
Note: As per AMFI guidelines for factsheet, the ratios are calculated based on month rolling returns for last 3 years. Data as on April 30, 2024



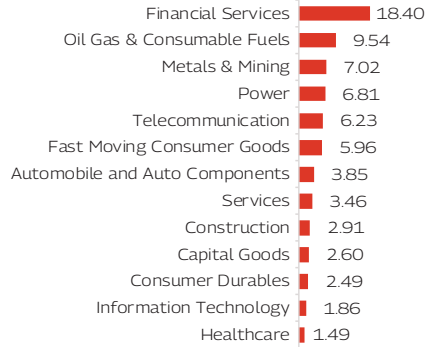
## NAV as on April 30, 2024:

NAV/Unit	Regular Plan (In Rs.)	Direct Plan (In Rs.)
IDCW	11.5725	11.9334
Growth	11.5725	11.9334

## Portfolio (• Top Ten Holdings - Issuer wise) as on April 30, 2024

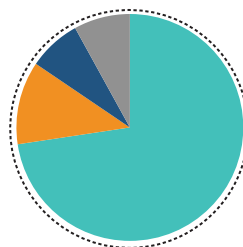
Company / Issuer	% of Net Assets	Company / Issuer	Rating	% of Net Assets
<b>Fully Hedged equity</b>				
<b>Automobile and Auto Components</b>				
Maruti Suzuki India Ltd.	3.27	• Hindustan Petroleum Corporation Ltd.		4.17
Hero MotoCorp Ltd.	0.58	Oil & Natural Gas Corporation Ltd.		2.78
<b>Capital Goods</b>				
Ashok Leyland Ltd.	2.60	Coal India Ltd.		1.76
<b>Construction</b>				
Larsen & Toubro Ltd.	2.91	Reliance Industries Ltd.		0.83
<b>Consumer Durables</b>				
Titan Company Ltd.	2.49	<b>Power</b>		
<b>Fast Moving Consumer Goods</b>				
• Hindustan Unilever Ltd.	3.99	• Tata Power Company Ltd.		3.87
ITC Ltd.	1.98	NTPC Ltd.		2.94
<b>Financial Services</b>				
• Axis Bank Ltd.	4.65	<b>Services</b>		
• HDFC Bank Ltd.	3.79	• Adani Ports and Special Economic Zone Ltd.		3.46
• Kotak Mahindra Bank Ltd.	3.32	<b>Telecommunication</b>		
ICICI Bank Ltd.	2.74	Indus Towers Ltd.		4.45
Bajaj Finserv Ltd.	2.29	Bharti Airtel Ltd.		1.78
Indusind Bank Ltd.	1.61	<b>Equity and Equity Related Total</b>		
<b>Healthcare</b>				
Sun Pharmaceutical Industries Ltd.	1.49	<b>Mutual Fund Units</b>		
<b>Information Technology</b>				
Infosys Ltd.	0.73	• Mahindra Manulife Liquid Fund -Direct Plan -Growth*	Others	7.51
Tech Mahindra Ltd.	0.65	<b>Treasury Bill</b>		
Wipro Ltd.	0.49	182 Days Tbill (MD 06/06/2024)	SOV	3.52
<b>Metals &amp; Mining</b>				
JSW Steel Ltd.	2.79	182 Days Tbill (MD 09/05/2024)	SOV	2.83
Tata Steel Ltd.	2.32	364 Days Tbill (MD 02/01/2025)	SOV	2.71
Hindalco Industries Ltd.	1.92	91 Days Tbill (MD 09/05/2024)	SOV	1.42
<b>Oil Gas &amp; Consumable Fuels</b>				
	9.54	364 Days Tbill (MD 17/10/2024)	SOV	1.37
<b>Cash &amp; Other Receivables</b>				8.01
<b>Grand Total</b>				100.00

## SECTOR ALLOCATION (%)



Data as on April 30, 2024

## Asset Allocation (%)



Data as on April 30, 2024

<sup>1</sup>Includes additional expenses charged in terms of Regulation 52(6A)(b) and 52(6A)(c) of SEBI (Mutual Funds) Regulations, 1996 and Goods and Services Tax; <sup>2</sup>Yield to maturity should not be construed as minimum return offered by the Scheme. IDCW: Income Distribution cum Capital Withdrawal

<sup>3</sup>Calculated on amount invested in debt securities (including accrued interest), deployment of funds in TREPS and Reverse Repo and net receivable / payable.

\*\*Mutual Fund units as provided above is towards margin for derivatives positions.

Please refer Page no. 29 for Product labelling and Benchmark Riskometer