

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 4 months (Managing since April 1, 2022)
Fund Manager (Equity): Mr. Manish Lodha
Total Experience: 23 years
Experience in managing this fund: 3 years and 7 months (Managing since December 21, 2020)
Fund Manager (Debt): Mr. Rahul Pal
Total Experience: 22 years
Experience in managing this fund: 3 years and 11 months (Managing since August 24, 2020)



Scheme Details

Date of allotment: August 24, 2020
Benchmark: Nifty 50 Arbitrage 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 July 31, 2024 (Rs. in Cr.): 86.98
Monthly AUM as on July 31, 2024 (Rs. in Cr.): 84.88
Total Expense Ratio¹ as on July 31, 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 ^{2*}	6.49% ³
Macaulay Duration ¹	35.90 days ³
Modified Duration ¹	0.10 ³
Residual Maturity ¹	35.90 days ³
Portfolio Turnover Ratio (Last 1 year)	9.19
As on (Date)	July 31, 2024
Standard Deviation	0.63%
Beta	0.71
Sharpe Ratio ⁴	-3.35
Jenson's Alpha	-0.1303

¹In case of semi annual YTM, it will be annualised
²For debt component
³Risk-free rate assumed to be 6.55% (MIBOR as on 31-07-24)
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 July 31, 2024



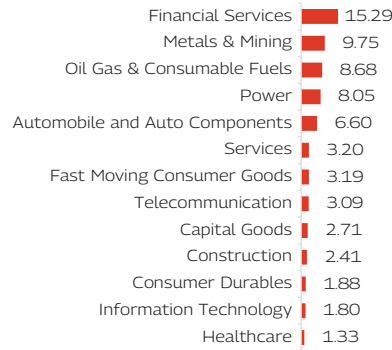
NAV as on July 31, 2024:

NAV/Unit	Regular Plan (In Rs.)	Direct Plan (In Rs.)
IDCW	11.7420	12.1329
Growth	11.7420	12.1329

Portfolio (• Top Ten Holdings - Issuer wise) as on July 31, 2024

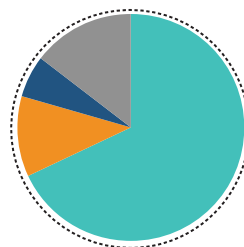
Company / Issuer	% of Net Assets	Company / Issuer	Rating	% of Net Assets
Fully Hedged equity		Vedanta Ltd.		1.49
Automobile and Auto Components	6.60	Steel Authority of India Ltd.		1.29
• Maruti Suzuki India Ltd.	4.36	Oil Gas & Consumable Fuels		8.68
Mahindra & Mahindra Ltd.	1.69	• Hindustan Petroleum Corporation Ltd.		3.87
Hero MotoCorp Ltd.	0.55	Oil & Natural Gas Corporation Ltd.		2.57
Capital Goods	2.71	Coal India Ltd.		1.58
Ashok Leyland Ltd.	2.71	Reliance Industries Ltd.		0.67
Construction	2.41	Power		8.05
Larsen & Toubro Ltd.	2.41	• Tata Power Company Ltd.		5.43
Consumer Durables	1.88	NTPC Ltd.		2.63
Titan Company Ltd.	1.88	Services		3.20
Fast Moving Consumer Goods	3.19	• Adani Ports and Special Economic Zone Ltd.		3.20
ITC Ltd.	1.76	Telecommunication		3.09
Hindustan Unilever Ltd.	1.44	• Indus Towers Ltd.		2.94
Financial Services	15.29	Bharti Airtel Ltd.		0.16
• HDFC Bank Ltd.	4.73	Equity and Equity Related Total		67.98
• Axis Bank Ltd.	3.63	Mutual Fund Units		5.97
Kotak Mahindra Bank Ltd.	2.88	• Mahindra Manulife Liquid Fund - Direct Plan - Growth**	Others	5.97
Bajaj Finserv Ltd.	1.83	Treasury Bill		11.47
Indusind Bank Ltd.	1.19	• 182 Days Tbill (MD 26/09/2024)	SOV	6.03
Canara Bank	1.03	182 Days Tbill (MD 11/10/2024)	SOV	2.19
Healthcare	1.33	364 Days Tbill (MD 02/01/2025)	SOV	2.15
Sun Pharmaceutical Industries Ltd.	1.33	364 Days Tbill (MD 17/10/2024)	SOV	1.09
Information Technology	1.80	Cash & Other Receivables		14.58
Infosys Ltd.	0.75	Grand Total		100.00
Tech Mahindra Ltd.	0.62			
Wipro Ltd.	0.43			
Metals & Mining	9.75			
• Tata Steel Ltd.	3.12			
JSW Steel Ltd.	2.29			
Hindalco Industries Ltd.	1.56			

SECTOR ALLOCATION (%)



Data as on July 31, 2024

Asset Allocation (%)



Data as on July 31, 2024

¹Includes 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; ²Yield to maturity should not be construed as minimum return offered by the Scheme.

IDCW: Income Distribution cum Capital Withdrawal

³Calculated 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. 30 for Product labelling and Benchmark Riskometer