

Edelweiss ABSOLUTE RETURN EQUITY fund



As on April 30, 2010

Scheme Features

Scheme Type

An Open Ended Equity Scheme

Benchmark

CRISIL MIP Blended Index

Date of Allotment

20th August 2009

Entry Load

Nil[§]

[§]In terms of SEBI circular no. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009, no entry load will be charged by the Scheme to the investor effective August 1, 2009. Upfront commission shall be paid directly by the investor to the AMFI registered Distributors based on the investors' assessment of various factors including the service rendered by the distributor.

Exit Load

- Upto 30 days - 1%
- Above 30 days - Nil

Total Expense Ratio (Current)**

1.25%

Options

Growth and Dividend

Facilities (Under Dividend Option)

Reinvestment, Payout & Sweep Facility
(Default Facility - Dividend Reinvestment)

Default Option

Growth

Minimum Investment

Minimum of Rs. 5,000/- and in multiples of Re. 1/- thereafter.

Minimum Additional Investment Amount

Minimum of Rs. 1000/- and in multiples of Re. 1/- thereafter

Minimum Redemption Amount

- Minimum of 50 units & in multiples of 1 unit thereafter or Rs. 500 & in multiples of Re. 1/- thereafter.

• For demat transactions, minimum redemption would be mandatorily 50 units.

- In case of the investors/ units holders having available balance less than Rs. 500/- or less than 50 units in their respective folio on the day of submission of valid redemption request, for the respective plan, the minimum redemption limit would be the available balance.

Ratios

Standard deviation (Annualized)	4.45%
Sharpe ratio	-0.13
Portfolio beta	0.34
R squared	0.32

Risk Free Rate considered for the above = 7.70% pa. (10 year G sec bond)

Since the scheme has been launched on Aug 09 and the performance history is available only for a very short period Portfolio Turnover have not been computed for this month.

Fund Manager

Mr. Paul Parampreet

Experience : Around 5 years

Managing the fund since: 4 February, 2010

AUM as on April 30th, 2010

Rs. 14.30 (in Cr.)

Investment Objective

The primary objective of the scheme will be to generate absolute returns with low volatility over a longer tenure of time. The scheme will invest in arbitrage opportunities, equity derivative strategies, pure equity investments and the balance in debt and money market instruments. The Scheme proposes to allocate assets to both equity and debt markets based upon the market view. However there is no assurance that the investment objective of the scheme will be realized.

Portfolio

Name of Instrument	Sector	% of Net Assets
Equity & Equity Related Instruments		
Listed / awaiting listing on the stock exchange		
Shriram Transport Finance Co.	Finance	2.42
Bajaj Auto	Auto	2.35
Lupin	Pharmaceuticals	2.16
Tata Motors	Auto	1.95
Solvay Pharma India	Pharmaceuticals	1.78
Bharat Electronics	Industrial Capital Goods	1.71
Balaji Distilleries	Consumer Non Durables	1.70
JSW Steel	Ferrous Metals	1.64
Dabur India	Consumer Non Durables	1.41
GlaxoSmithKline Pharmaceuticals	Pharmaceuticals	1.39
Asian Paints	Consumer Non Durables	1.32
Hindustan Unilever	Diversified	1.32
NTPC	Power	1.29
Mphasis	Software	1.29
ITC	Consumer Non Durables	1.29
Container Corporation of India	Transportation	1.29
Bosch	Auto Ancillaries	1.28
Cipla	Pharmaceuticals	1.27
Bharat Petroleum Corpn.	Petroleum Products	1.26
Zee Entertainment Enterprises	Media & Entertainment	1.25
GAIL (India)	Gas	1.25
Infosys Technologies	Software	1.24
Dr. Reddy's Laboratories	Pharmaceuticals	1.23
Sun Pharmaceuticals Industries	Pharmaceuticals	1.17
Adani Enterprises	Trading	1.01
Ceekay Daikin	Auto Ancillaries	1.00
Bank of Baroda	Banks	0.93
Canara Bank	Banks	0.90
Hindalco Industries	Non - Ferrous Metals	0.88
Ambuja Cement	Cement	0.86
Sun TV Network	Media & Entertainment	0.85
Rural Electrification Corporation	Finance	0.85
Hindustan Zinc	Non - Ferrous Metals	0.84
Tata Steel	Ferrous Metals	0.82
Sesa Goa	Minerals / Mining	0.80
Ranbaxy Laboratories	Pharmaceuticals	0.80
Suzlon Energy	Industrial Capital Goods	0.79
Steel Authority of India	Ferrous Metals	0.76
Listed / awaiting listing on the stock exchanges: Reversed Positions		
IBBI Bank May 2010	Banks	(0.85)
IBBI Bank	Banks	0.85
United Spirits May 2010****	Consumer Non Durables	(1.76)
United Spirits****	Consumer Non Durables	0.78
Reliance Natural Resources May 2010	Gas	(1.76)
Reliance Natural Resources	Gas	1.75
Kingfisher Airlines May 2010	Transportation	(1.78)
Kingfisher Airlines	Transportation	1.77
Zee Entertainment Enterprises May 2010	Media & Entertainment	(2.09)
Zee Entertainment Enterprises	Media & Entertainment	2.08
Essar Oil May 2010	Petroleum Products	(2.76)
Essar Oil	Petroleum Products	2.75
Videocon Industries May 2010	Consumer Durables	(4.20)
Videocon Industries	Consumer Durables	4.18
DERIVATIVES		
NIFTY 4500 Put May 2010	Index Option	0.01
NIFTY Index Future May 2010	Index Future	(23.92)
Others		
Fixed Deposit		37.49
HDFC Bank	Unrated	6.92
HDFC Bank	Unrated	3.57
HDFC Bank	Unrated	3.50
CBLO / Reverse Repo Investments		12.09
Net Receivable/Payable		11.41
Grand Total		100.00

Notes:

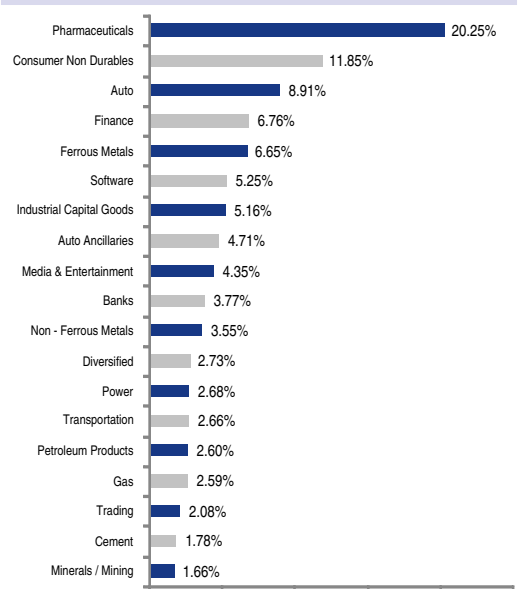
* Total Exposure to illiquid securities is 0.00% of the portfolio; i.e. Rs. 0.00 lakhs

Fixed Deposit placed under margin : Rs. 200 (in Lakhs)

Total Exposure to derivative instruments (excluding reversed positions) as on 30/04/2010 : Rs. 341.93 (in Lakhs)

****The difference between the derivative position and cash position in United Spirits is on account of hedge taken against a pending corporate action for the script.

Sector Classification (% to equity holdings)



NAV as on 30th April, 2010

In Rs. Per Unit

Growth Option	10.54
Dividend Option	10.54

Performance as on 30th April, 2010

Scheme Name	NAV (30-Apr-10)	Absolute Returns (In %)			
		1 Month	3 Months	6 Months	*Since Inception
Edelweiss Absolute Return Equity Fund - Growth***	10.54	0.4766	4.7714	6.4646	5.4000
CRISIL MIP Blended Index		0.7500	2.5000	4.6500	6.2900

Source: www.mutualfundsindia.com

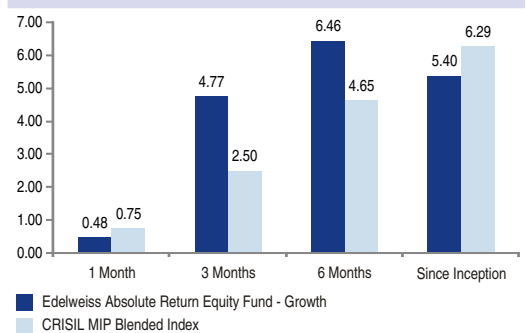
Past performance may or may not be sustained in future.

The above information is not necessarily indicative of future results and may not necessarily provide a basis for comparison with other investments.

*Inception Date August 20, 2009

***Performance of the dividend plan for the investor would be net of the dividend distribution tax, as applicable.

Fund Performances VS Benchmark Index



**Current year to date ratio to average AUM. AMC reserves the right to change the expense ratio within the limits prescribed in the Scheme Information Document.

Risk Factors: Edelweiss Absolute Return Equity Fund is only the name of the scheme and does not in any manner indicate either the quality of the scheme, its future prospects and return. All Mutual Fund and securities investments are subject to market risk and there can be no assurance that the schemes' objectives will be achieved. As with any investment in securities, the NAV of the Units issued under the Scheme can go up or down depending on the factors and forces affecting the capital markets. Past performance of the Sponsor and their Affiliates/AMC/Mutual Fund & its Scheme(s) does not indicate the future performance of the Scheme and may not necessarily provide a basis for comparison with other investments. Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal. As the price / value / interest rates of the securities in which the scheme invests fluctuates, the value of your investment in the scheme may go up or down. Investors are not being offered any guaranteed / assured returns under any scheme of Edelweiss Mutual Fund.

Statutory Details: Edelweiss Mutual Fund is set up as a Trust under the Indian Trust Act, 1882 by Edelweiss Capital Limited. **Sponsor:** Edelweiss Capital Limited (ECL) (liability restricted to initial contribution of Rs. 1 Lac). **Trustee:** Edelweiss Trusteeship Company Limited (ETCL), a Company registered under the Companies Act, 1956 **Investment Manager:** Edelweiss Asset Management Limited (EAML), a Company registered under the Companies Act, 1956. Copy of the Statement of Additional Information (SAI) / Scheme Information Document (SID) and Key Information Memorandum (KIM) can be obtained from any of our Investor Services Centers as well as from our website www.edelweissmf.com. **Mutual Fund investments are subject to market risks. Please read the Statement of Additional Information (SAI) & Scheme Information Document (SID) of the respective schemes carefully before investing.**