

# Edelweiss Absolute Return Equity fund



As on 28th February, 2010

## Scheme Features

### Scheme Type

An Open Ended Equity Scheme

### Benchmark

CRISIL MIP Blended Index

### Date of Allotment

20th August 2009

### Entry Load

Nil<sup>§</sup>

<sup>§</sup>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)	3.9900%
Sharpe ratio	0.3700
Portfolio beta	0.7100
R squared	0.6701

Risk Free Rate considered for the above = 8.00% 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. Venkatesh Sanjeevi and Paul Parampreet

Experience : Around 5 years

Managing the fund since: 4 February, 2010

### AUM as on February 28th, 2010

Rs. 14.80 (in Cr.)

## Investment Objective

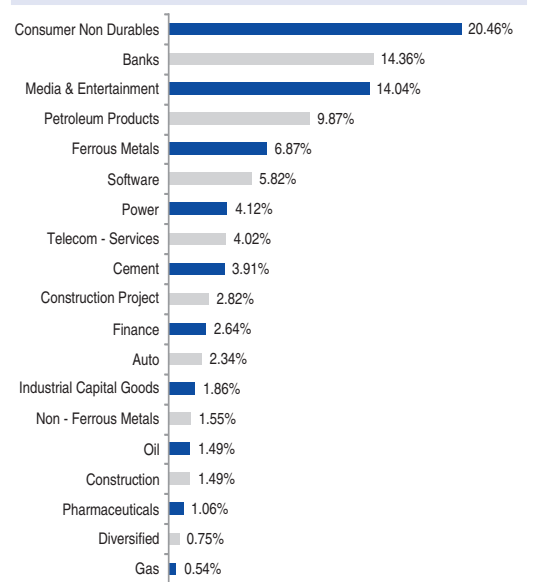
The primary objective of the scheme will be to generate absolute returns with low volatility over a longer tenure of time. The scheme will invest in arbitrage opportunities, equity derivative strategies, pure equity investments and the balance in debt and money market instruments. The Scheme proposes 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
<b>Equity &amp; Equity Related Instruments</b>		
<b>Listed / awaiting listing on the stock exchanges</b>		
Reliance Industries	Petroleum Products	2.31
Infosys Technologies	Software	1.71
Tata Steel	Ferrous Metals	1.48
ICICI Bank	Banks	1.32
Grasim Industries	Cement	1.30
Larsen & Toubro	Construction Project	1.27
Punjab National Bank	Banks	1.22
Idea Cellular	Telecom - Services	1.19
Reliance Infrastructure	Power	1.19
Bharat Petroleum Corp.	Petroleum Products	1.12
JSW Steel	Ferrous Metals	1.09
Union Bank of India	Banks	1.02
Hindustan Petroleum Corporation	Petroleum Products	1.01
Canara Bank	Telecom - Services	1.00
Housing Development Finance Corporation	Finance	0.86
ITC	Consumer Non Durables	0.82
HDFC Bank	Banks	0.81
State Bank of India	Banks	0.69
Tata Consultancy Services	Software	0.53
Oil & Natural Gas Corp	Oil	0.51
Bharat Heavy Electricals	Industrial Capital Goods	0.51
Bharti Airtel	Telecom - Services	0.47
Sterile Industries ( India )	Non - Ferrous Metals	0.43
ARSS Infrastructure Projects#	Construction	0.39
Axis Bank	Banks	0.38
Hindustan Unilever	Diversified	0.34
Jindal Steel & Power	Ferrous Metals	0.33
Tata Motors	Auto	0.28
Mahindra & Mahindra	Auto	0.28
Wipro	Software	0.28
Tata Power Co.	Power	0.27
Maruti Suzuki India	Auto	0.27
Hindalco Industries	Non - Ferrous Metals	0.26
GAIL (India)	Gas	0.24
NTPC	Power	0.24
Hero Honda Motors	Auto	0.22
Opia	Pharmaceuticals	0.22
Infrastructure Development Finance Company	Finance	0.20
Jaiprakash Associates	Cement	0.20
Steel Authority of India	Ferrous Metals	0.17
Sun Pharmaceuticals Industries	Pharmaceuticals	0.16
Calm India	Oil	0.16
DLF	Construction	0.15
Reliance Communications	Telecom - Services	0.15
Siemens	Industrial Capital Goods	0.14
Unitech	Construction	0.13
ACC	Cement	0.13
Reliance Capital	Finance	0.12
Ambuja Cement	Cement	0.12
ABB	Industrial Capital Goods	0.11
HCL Technologies	Software	0.11
Hanabey Laboratories	Pharmaceuticals	0.10
Power Grid Corporation of India	Power	0.09
Suzlon Energy	Industrial Capital Goods	0.07
Reliance Power	Power	0.07
<b>Listed / awaiting listing on the stock exchanges: Reversed Positions</b>		
IDBI Bank Mar 2010	Banks	(0.77)
IDBI Bank	Banks	0.77
India Infoline Mar 2010	Finance	(1.16)
India Infoline	Finance	1.16
Reliance Natural Resources Mar 2010	Gas	(1.47)
Reliance Natural Resources	Gas	1.47
Jaiprakash Associates Mar 2010	Cement	(1.51)
Jaiprakash Associates	Cement	1.51
Kingfisher Airlines Mar 2010	Transportation	(1.71)
Kingfisher Airlines	Transportation	1.71
Essar Oil Mar 2010	Petroleum Products	(2.51)
Essar Oil	Petroleum Products	2.51
Reliance Industries Mar 2010	Petroleum Products	(3.98)
Reliance Industries	Petroleum Products	3.97
Zee Entertainment Enterprises Mar 2010	Media & Entertainment	(5.85)
Zee News	Media & Entertainment	6.31
Indiabulls Real Estate Mar 2010	Construction	(6.45)
Indiabulls Real Estate	Construction	6.47
K.S. Oils Mar 2010	Consumer Non Durables	(8.40)
K.S. Oils	Consumer Non Durables	8.38
<b>DERIVATIVES</b>		
NIFTY 4600 Put Mar 2010	Index Option	0.01
NIFTY Index Future Mar 2010	Index Future	(11.49)
<b>Others</b>		
Fixed Deposit		35.50
HDFC Bank	Unrated	6.69
HDFC Bank	Unrated	3.38
IDBI Bank	Unrated	3.04
<b>CBLO / Reverse Repo Investments</b>		
Net Receivable/Payable		19.70
<b>Grand Total</b>		<b>100.00</b>
<b>Notes:</b>		
Total Exposure to derivative instruments (excluding reversed positions) as on 28/02/2010 : Rs 170.21 (in Lakhs)		
Fixed Deposit placed under margin : Rs.149 (in Lakhs)		
#Pending Listing on Stock Exchange		

\*\*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.

## Sector Classification (% to equity holdings)



## NAV as on 26th February, 2010

	In Rs. Per Unit
Growth Option	10.17
Dividend Option	10.17

## Performance as on 26th February, 2010

Scheme Name	NAV (26-Feb-10)	Absolute Returns (In %)			
		1 Month	3 Months	6 Months	*Since Inception
Edelweiss Absolute Return Equity Fund - Growth***	10.17	1.0934	1.3958	1.5984	1.7000
CRISIL MIP Blended Index		-0.0600	-0.0700	3.1960	3.6300

Source: www.mutualfundsindia.com

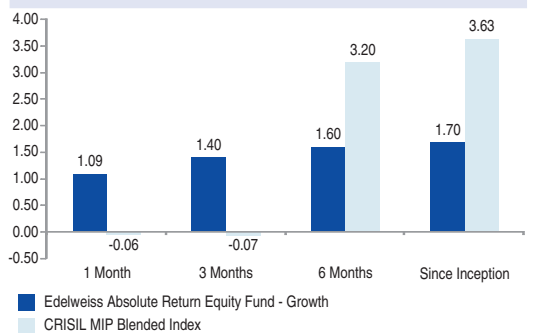
Past performance may or may not be sustained in future.

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



**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.**