

Edelweiss DIVERSIFIED GROWTH EQUITY (E.D.G.E.) fund



As on 31st December, 2009

Scheme Features

Scheme Type

An Open Ended Equity Scheme

Benchmark

S&P CNX Nifty#

Date of Allotment

20th May 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

Plan A, Plan B & Plan C

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

Plans

Plan A, Plan B & Plan C

(Default plan - If the investor fails to mention any plan - Plan A)

Total Expense Ratio (Current)**

Plan A : 2.50%
Plan B : 2.25%
Plan C : 2.00%

Options

Growth and Dividend

Facilities (Under Dividend Option)

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

Default Option

Growth

Minimum Investment

Plan A - Rs. 1000/- and multiples of Re. 1/-
Plan B - Rs. 5000/- and multiples of Re. 1/-
Plan C - Rs. 10,000/- and multiples of Re. 1/-

Minimum Additional Investment Amount

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

Minimum Redemption Amount

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

Ratios

Standard deviation (Annualized) 15.05%
Sharpe ratio 0.82
Portfolio beta 0.95
R squared 0.90

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

Since the scheme has been launched on May 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. Tarbir Shahpuri

Experience : 5 years

Managing the fund since inception

AUM as on December 31st, 2009

Rs. 17.84 (in Cr.)

Investment Objective

The primary objective of the Fund is to generate long term capital growth from a diversified portfolio, investing predominantly in equity and equity related securities. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns.

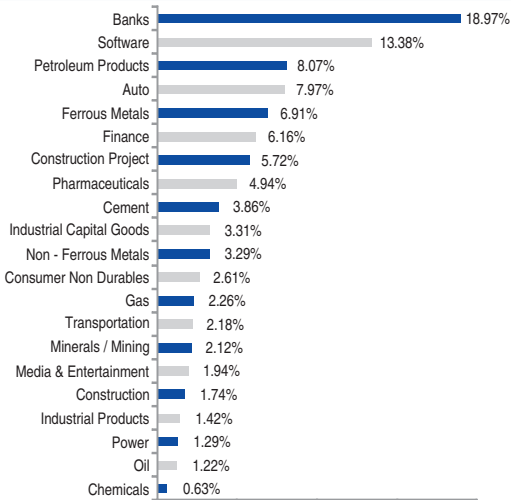
Portfolio

Name of Instrument	Sector	% of Net Assets
Equity & Equity Related Instruments Listed / awaiting listing on the stock exchanges		
86.64		
State Bank of India	Banks	4.09
Oracle Financial Services Software	Software	3.52
Mphasis	Software	3.27
Hindustan Zinc	Non - Ferrous Metals	2.85
Tata Motors	Auto	2.85
Lanco Infratech	Construction Project	2.62
Kotak Mahindra Bank	Banks	2.55
Bajaj Auto	Auto	2.55
Indian Oil Corporation	Petroleum Products	2.48
Punjab National Bank	Banks	2.34
Larsen & Toubro	Construction Project	2.34
Jindal Steel & Power	Gas	2.34
Jaiprakash Associates	Cement	2.33
ICICI Bank	Banks	2.23
HCL Technologies	Software	2.20
Infrastructure Development Finance Company	Finance	2.13
Housing Development Finance Corporation	Finance	2.09
Bank of Baroda	Banks	2.05
Gujarat State Petronet	Gas	1.96
Ranbaxy Laboratories	Pharmaceuticals	1.94
Sesa Goa	Minerals / Mining	1.84
Bhushan Steel	Ferrous Metals	1.76
Essar Oil	Petroleum Products	1.68
Mangalore Refinery & Petrochemicals	Petroleum Products	1.62
Syndicate Bank	Banks	1.60
Dr. Reddy's Laboratories	Pharmaceuticals	1.57
Yes Bank	Banks	1.56
Tata Consultancy Services	Software	1.53
Mahindra & Mahindra	Auto	1.51
Crompton Greaves	Industrial Capital Goods	1.45
IRB Infrastructure Developers	Transportation	1.43
Siemens	Industrial Capital Goods	1.42
Dabur India	Consumer Non Durables	1.26
Bharat Forge	Industrial Products	1.23
Bharat Petroleum Corpn.	Petroleum Products	1.22
Shriram Transport Finance Co.	Finance	1.12
JSW Steel	Ferrous Metals	1.12
Patri Computer Systems	Software	1.07
Caim India	Oil	1.06
Asian Paints	Consumer Non Durables	1.01
Zee Entertainment Enterprises	Media & Entertainment	0.85
ACC	Cement	0.83
Sun TV Network	Media & Entertainment	0.83
Housing Development and Infrastructure	Construction	0.82
Tata Power Co.	Power	0.78
Aurobindo Pharma	Pharmaceuticals	0.77
Jindal Saw	Ferrous Metals	0.77
Indiabulls Real Estate	Construction	0.68
Pidilite Industries	Chemicals	0.55
Jet Airways (India)	Transportation	0.45
CESC	Power	0.34
Shree Cements	Cement	0.19
Derivatives		
NIFTY Index Future Jan 2010	Index Future	13.01
Others		
Fixed Deposit		
IDBI Bank	Unrated	5.04
HDFC Bank	Unrated	3.36
IDBI Bank	Unrated	2.24
IDBI Bank	Unrated	1.12
CBLO / Reverse Repo Investments		
2.07		
Net Receivable/Payable		
-0.48		
Grand Total		
100.00		

Notes:

Total Exposure to derivative instruments(excluding reversed positions) as on 31/12/2009 : Rs. 232.07(In Lakhs)
Fixed deposits placed under margin : Rs. 60 (In Lakhs)

Sector Classification (% to equity holdings)



NAV as on 31st December, 2009 In Rs. Per Unit

Plan	NAV as on 31st December, 2009	In Rs. Per Unit
Plan A - Growth Option		13.09
Plan B - Growth Option		13.11
Plan C - Growth Option		13.14
Plan A - Dividend Option		13.09
Plan B - Dividend Option		13.11
Plan C - Dividend Option		13.13

Performance as on 31st December, 2009

Scheme Name	NAV (31-Dec-09)	Absolute Returns (In %)				
		1 Month	3 Months	6 Months	Since Inception	
Edelweiss Diversified Growth Equity Fund - Plan A - Growth***	13.09	4.2197	4.8878	24.1935	32.2222	
Edelweiss Diversified Growth Equity Fund - Plan B - Growth***	13.11	4.2100	4.8800	24.3833	32.4242	
Edelweiss Diversified Growth Equity Fund - Plan C - Growth***	13.14	4.2857	5.0359	24.6679	32.7273	
S & P CNX Nifty		3.3500	2.0000	21.0000	21.80	

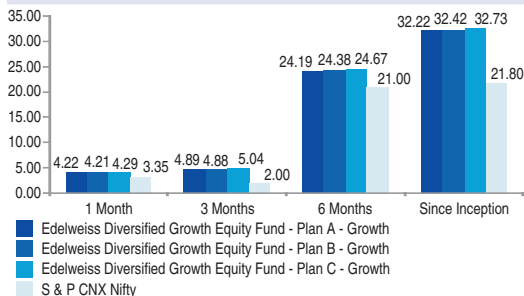
Source: www.mutualfundsindia.com

Past performance may or may not be sustained in future.

*Inception Date May 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 Diversified Growth Equity (E.D.G.E.) 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 of 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.

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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.**