

Edelweiss NIFTY ENHANCER fund[#]



As on August 31, 2010

Scheme Features

Scheme Type

An Open Ended Equity Scheme

Benchmark

S & P CNX Nifty¹

Date of Allotment

16th June 2009

Entry Load

Nil²

¹In 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

Under normal circumstances as well as under Expiry Day Trigger Facility:

- If the Units are redeemed/switched-out on or before 180 days from the date of allotment: 1%
- If the Units are redeemed/switched-out after 180 days but on or before 365 days from the date of allotment: 0.50%
- If the Units are redeemed/switched-out after 365 days from the date of allotment: Nil

Plans

Plan A, Plan B & Plan C

(Default plan - Applications not mentioning a particular Plan will be deemed to have opted for Plan A.)

Total Expense Ratio³

Plan A : 1.02%

Plan B : 1.02%

Plan C : 1.02%

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. 1,00,000/- and multiples of Re. 1/-

Plan C - Rs. 10,00,000/- and multiples of Re. 1/-

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 9.83%

Sharpe ratio 0.20

Portfolio beta 0.83

R squared 0.92

Risk Free Rate considered for the above = 7.93% pa. (10 year G sec bond)

Please note: Standard deviation and Sharpe ratio are Annualized.

Portfolio Turnover Ratio⁴ 1.10 times

The portfolio consists of Nifty stocks, Nifty futures and arbitrage positions. Since a large part of the portfolio is held in futures, it needs to be rolled over on a monthly basis leading to a high portfolio turnover ratio.

⁴ Lower of sales or purchase divided by average AUM for last rolling 12 months.

Co-Fund Managers

Mr. Paul Parampreet - Experience: 5 years
Managing the fund since: June 29, 2010

Mr. Gaurav Khandelwal - Experience: Overall 6 years
Managing the fund since inception

AUM as on August 31st, 2010

Rs. 12.97 (in Cr.)

Investment Objective

The primary objective of the Fund is to generate capital appreciation and income distribution by investing in a portfolio that endeavours to outperform the S & P CNX Nifty Index. 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. "Edelweiss Nifty Enhancer Fund" is only the name of the Fund. The scheme is not an Index Fund. The equity stocks/ weightages of the equity stocks in the scheme Portfolio may differ vis-à-vis the underlying stocks of Nifty Index.

Portfolio

Name of Instrument	Industry	% of Net Assets
Equity & Equity Related Instruments Listed / awaiting listing on the stock exchange		
Reliance Industries	Petroleum Products	2.22
Reliance Infrastructure	Power	0.20
Jaiprakash Associates	Cement	0.18
Infosys Technologies	Software	1.88
ICICI Bank	Banks	1.58
Larsen & Toubro	Construction Project	1.37
ITC	Consumer Non Durables	1.21
Housing Development Finance Corporation	Finance	1.14
HDFC Bank	Banks	1.04
State Bank of India	Banks	1.03
Oil & Natural Gas Corpn	Oil	0.65
Tata Consultancy Services	Software	0.62
Bharti Airtel	Telecom - Services	0.58
Bharat Heavy Electricals	Industrial Capital Goods	0.55
Axis Bank	Banks	0.47
Tata Steel	Ferrous Metals	0.46
Hindustan Unilever	Diversified	0.40
Tata Motors	Auto	0.39
Jindal Steel & Power	Ferrous Metals	0.38
Mahindra & Mahindra	Auto	0.37
NTPC	Power	0.36
Sterlite Industries (India)	Non - Ferrous Metals	0.35
GAIL (India)	Gas	0.30
Tata Power Co.	Power	0.29
Wipro	Software	0.29
Hindalco Industries	Non - Ferrous Metals	0.26
Infrastructure Development Finance Company	Finance	0.24
Maruti Suzuki India	Auto	0.24
Kotak Mahindra Bank	Banks	0.24
Hero Honda Motors	Auto	0.23
Punjab National Bank	Banks	0.23
Cipla	Pharmaceuticals	0.22
Cairn India	Oil	0.21
Sun Pharmaceuticals Industries	Pharmaceuticals	0.19
Idea Cellular	Telecom - Services	0.17
DLF	Construction	0.16
Steel Authority of India	Ferrous Metals	0.16
Siemens	Industrial Capital Goods	0.16
Reliance Communications	Telecom - Services	0.15
Ambuja Cement	Cement	0.15
Unitech	Construction	0.15
Bharat Petroleum Corpn.	Petroleum Products	0.15
ACC	Cement	0.13
Reliance Capital	Finance	0.13
HCL Technologies	Software	0.12
ABB	Industrial Capital Goods	0.12
Ranbaxy Laboratories	Pharmaceuticals	0.11
Power Grid Corporation of India	Power	0.09
Reliance Power	Power	0.08
Suzlon Energy	Industrial Capital Goods	0.02
Listed / awaiting listing on the stock exchanges: Reversed Positions		
Piramal Healthcare	Pharmaceuticals	1.54
Piramal Healthcare Sep 2010 (Expiry 30-Sep-10)	Pharmaceuticals	(1.55)
Jaiprakash Associates	Cement	2.19
Jaiprakash Associates Sep 2010 (Expiry 30-Sep-10)	Cement	(2.20)
Tata Teleservices (Maharashtra)	Telecom - Services	2.18
Tata Teleservices (Maharashtra) Sep 2010 (Expiry 30-Sep-10)	Telecom - Services	(2.20)
Reliance Infrastructure	Power	2.70
Reliance Infrastructure Sep 2010 (Expiry 30-Sep-10)	Power	(2.72)
Reliance Industries	Petroleum Products	3.54
Reliance Industries Sep 2010 (Expiry 30-Sep-10)	Petroleum Products	(3.57)
Essar Oil	Petroleum Products	4.17
Essar Oil Sep 2010 (Expiry 30-Sep-10)	Petroleum Products	(4.19)
Videocon Industries	Consumer Durables	4.35
Videocon Industries Sep 2010 (Expiry 30-Sep-10)	Consumer Durables	(4.39)
IDBI Bank	Banks	4.69
IDBI Bank Sep 2010 (Expiry 30-Sep-10)	Banks	(4.72)
K.S. Oils	Consumer Non Durables	4.69
K.S. Oils Sep 2010 (Expiry 30-Sep-10)	Consumer Non Durables	(4.73)
Indiabulls Real Estate	Construction	5.66
Indiabulls Real Estate Sep 2010 (Expiry 30-Sep-10)	Construction	(5.73)
IFCI	Finance	5.98
IFCI Sep 2010 (Expiry 30-Sep-10)	Finance	(5.92)
Kingfisher Airlines	Transportation	7.32
Kingfisher Airlines Sep 2010 (Expiry 30-Sep-10)	Transportation	(7.38)
DERIVATIVES		
NIFTY Index Future Sep 2010 (Expiry 30-Sep-10)	Index Future	71.05
NIFTY Index Future Oct 2010 (Expiry 28-Oct-10)	Index Future	6.26
MONEY MARKET INSTRUMENT		
Certificate of Deposit ⁵		
ICICI Bank (Maturity 22-Oct-10)	A1+	1.99
Cash & Cash Equivalents		
Fixed Deposit		
HDFC Bank (Maturity 22-Jan-11)	Unrated	7.63
HDFC Bank (Maturity 13-Jan-11)	Unrated	7.63
HDFC Bank (Maturity 07-Jan-11)	Unrated	7.63
CBLO / Reverse Repo Investments		3.42
Net Receivable/Payable		0.25
Grand Total		100.00

Notes:

¹ Total Exposure to illiquid securities is 0.00% of the portfolio; i.e. Rs.0.00 lakhs

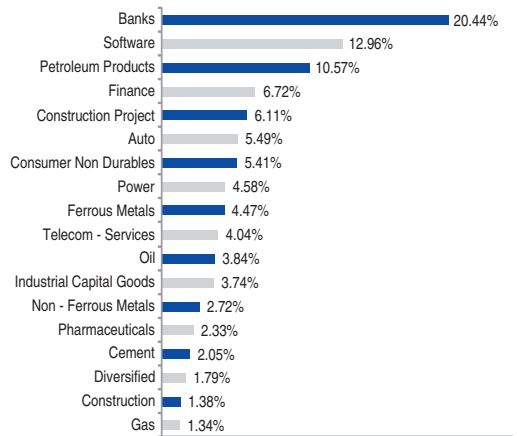
Fixed Deposit placed under margin : Rs. 297 (in Lakhs)

Total Exposure to derivative instruments (excluding reversed positions) as on 31/08/2010 : Rs. 1002.46 (in Lakhs)

² Non Traded / Thinly Traded in accordance with SEBI Regulations/Guidelines

³ 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.

Industry Allocation (% to equity holdings)



NAV as on 31st August, 2010

In Rs. Per Unit

Plan A - Growth Option	12.27
Plan B - Growth Option	12.19
Plan C - Growth Option ⁶	-
Plan A - Dividend Option	11.19
Plan B - Dividend Option	12.19
Plan C - Dividend Option	10.86

@ There are no investors under this option.

Performance as on 31st August, 2010

Plan/ Option Name	Returns (In %)		
	6 Months	1 Year	Since Inception
Plan A - Growth ⁷	10.54	17.30	21.46-
Plan B - Growth ⁷	10.62	17.44	17.81*
Plan C ⁸ - Growth ⁷	-	-	-
S & P CNX Nifty	9.75	15.88	15.95*
S & P CNX Nifty	-	-	20.05-

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.

⁶ Inception Date is August 12, 2009.

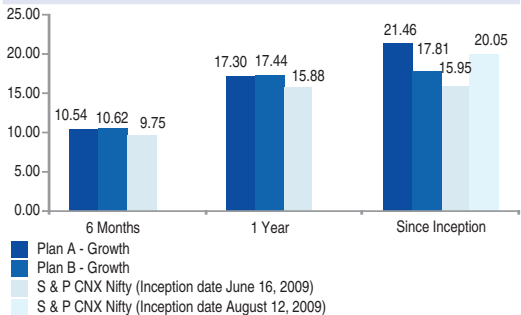
⁷ Inception Date is June 16, 2009

⁸ Performance of the dividend option for the investor would be net of the dividend distribution tax, as applicable.

⁹ Since there are no investors in this option, performance data has not been provided.

¹⁰ Returns less than one year are absolute and returns equal to or greater than one year are compounded annualized (CAGR).

Fund Performances VS Benchmark Index



Risk Factors: Edelweiss Nifty Enhancer 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 and uncertainty of dividend distribution. 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 Trusts 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.**