

Edelweiss Asset Management Limited - Investment Manager: Edelweiss Mutual Fund
Registered Office: 14th Floor Express Towers, Nariman Point, Mumbai - 400021

Corporate Office: 5th Floor, One Indiabulls Centre, Tower 1, 841, Senapati Bapat Marg, Elphinstone Road, Mumbai - 400013

Toll Free No. 1800 425 0090 (MTNL/BSNL), Non Toll Free No. 91 40 23310090 Website: www.edelweissmf.com
NOTICE CUM ADDENDUM TO THE SCHEME INFORMATION DOCUMENT (SID)/ KEY INFORMATION MEMORANDUM (KIM) OF EDELWEISS DIVERSIFIED GROWTH EQUITY (E.D.G.E.) FUND

Notice is hereby given to the unitholders of Edelweiss Diversified Growth Equity (E.D.G.E.) Fund that the Board of Directors of Edelweiss Asset Management Limited and Edelweiss Trusteeship Company Limited have approved the following changes to Edelweiss Diversified Growth Equity (E.D.G.E.) Fund with a view to imparting better focus and clarity on the product offering.

Particulars	Existing	Proposed																					
Name of the Scheme	Edelweiss Diversified Growth Equity (E.D.G.E.) Fund	Edelweiss Diversified Growth Equity Top 100 (E.D.G.E. Top 100) Fund																					
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.	The primary objective of the scheme is to generate capital appreciation, from a portfolio that is substantially constituted of equity securities and equity related securities of the 100 largest corporates by market capitalisation, listed in India. 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.																					
Investment Strategy & Approach	The Fund will invest in a diversified basket of equity stocks spanning the entire market capitalization spectrum and across multiple sectors, debt and money market instruments. The Fund would identify companies for investment, based on the following criteria amongst others: 1. Good track record of the company 2. Potential for future growth 3. Industry economic scenario The fund will also invest a portion of the funds in initial offerings and other primary market offerings. Risk will be managed through adequate diversification by spreading investments over a wide range of companies.	The Fund will invest in a portfolio that is substantially constituted of equity securities and equity related securities of the 100 largest corporates by market capitalisation, listed in India.																					
Asset Allocation & Investment Pattern	Under normal circumstances, the anticipated asset allocation would be: <table border="1"> <thead> <tr> <th>Asset Class Allocation</th> <th>Allocation (% of Corpus)</th> <th>Risk Profile</th> </tr> </thead> <tbody> <tr> <td>Equity & Equity related instruments</td> <td>65% - 100%</td> <td>Medium to High</td> </tr> <tr> <td>Debt & Money Market instruments *</td> <td>0% - 35%</td> <td>Low to Medium</td> </tr> </tbody> </table> <p>*Money Market Instruments include CPs, Commercial Bills, Corporate Debt, T-Bills, and Government securities having an unexpired maturity upto one year, CDs, usance bills, CBLOs, Repo/ Reverse Repo and any other like instruments having a maturity of 1 year or less, as specified by the RBI from time to time.</p>	Asset Class Allocation	Allocation (% of Corpus)	Risk Profile	Equity & Equity related instruments	65% - 100%	Medium to High	Debt & Money Market instruments *	0% - 35%	Low to Medium	Under normal circumstances, the anticipated asset allocation would be: <table border="1"> <thead> <tr> <th>Asset Class Allocation</th> <th>Allocation (% of Corpus)</th> <th>Risk Profile</th> </tr> </thead> <tbody> <tr> <td>Equity & Equity related instruments of the 100 largest corporates by market capitalisation, listed in India.</td> <td>65% - 100%</td> <td>Medium to High</td> </tr> <tr> <td>Equity & Equity related instruments of other companies</td> <td>0% - 20%</td> <td>Medium to High</td> </tr> <tr> <td>Debt & Money Market Instruments*</td> <td>0% - 35%</td> <td>Low to Medium</td> </tr> </tbody> </table> <p>*Money Market Instruments include CPs, Commercial Bills, Corporate Debt, T-Bills, and Government securities having an unexpired maturity upto one year, CDs, usance bills, CBLOs, Repo/ Reverse Repo and any other like instruments having a maturity of 1 year or less, as specified by the RBI from time to time.</p>	Asset Class Allocation	Allocation (% of Corpus)	Risk Profile	Equity & Equity related instruments of the 100 largest corporates by market capitalisation, listed in India.	65% - 100%	Medium to High	Equity & Equity related instruments of other companies	0% - 20%	Medium to High	Debt & Money Market Instruments*	0% - 35%	Low to Medium
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As per the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 the above changes are construed as changes in the fundamental attributes of the Scheme. In accordance with Regulation 18(15A) of the SEBI (Mutual Funds) Regulations, 1996, all the existing unit holders are given an option to exit the Scheme at the prevailing Net Asset Value **without any exit load** for a period of 30 days from **June 8, 2010 to July 7, 2010 (both days inclusive)**. Accordingly, the above changes are proposed to be made to Edelweiss Diversified Growth Equity (E.D.G.E.) Fund with effect from July 8, 2010.

If a unit holder has no objection to the above proposal, no action needs to be taken by him/her. However, in case the unit holder does not agree to the same, he/she has the option to redeem/ switch-out units by filling out the normal redemption/switch out transaction slip and submitting the same to any of the Investor Service Centres of Edelweiss Mutual Fund or the Registrar and Transfer Agent, Karvy Computershare Private Limited from **June 8, 2010 upto 3.00 p.m. on July 7, 2010**. If an investor wishes to opt for the exit option set forth above, then he/she may redeem/switch-out the units of the Scheme held by them, save for the exception set out below:

The option to exit is available to all unit holders except for unitholders:

- who have pledged their units, unless they procure a release of their pledges and exercise their exit option on or before 3:00 p.m. upto July 7, 2010.
- whose units are marked under lien/injunction in accordance with the instructions of any Court of Law/Income Tax Authority/other Regulatory Authority unless they get the vacation order & exercise their exit option on or before 3.00 p.m. upto July 7, 2010.

The exit option without charging any exit load from June 8, 2010 to July 7, 2010, would be provided to all the existing unit holders as on June 1, 2010.

Unit holders of the Scheme as on June 1, 2010, would be informed by an individual communication detailing the proposed changes to the Edelweiss Diversified Growth Equity (E.D.G.E.) Fund, through an appropriate communication medium (post, courier, email, etc). Investors who do not receive the communication can contact us on 1-800-425-0090 (Toll free – BSNL/MTNL lines only) or +91404-23310090 (non MTNL/BSNL lines and mobile phone users) or alternatively, email us at investor.amc@edelcap.com or visit our website www.edelweissmf.com.

Investors are requested to take note of the above.

This addendum forms an integral part of the Scheme Information Document and Key Information Memorandum.

All other terms and conditions of the Scheme remain unchanged.

For Edelweiss Asset Management Limited
Sd/
Anurag Madan
Whole Time Director

Place: Mumbai

Date: May 31, 2010

Edelweiss Diversified Growth Equity Fund (An Open Ended Equity Scheme) Investment Objective: The objective of Edelweiss Diversified Growth Equity (E.D.G.E.) Fund (An Open Ended Equity Scheme) 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. **Load Structure:** (under normal circumstances) Entry Load: Nil; Exit Load: Upto 30 days – 1%; Above 30 days – Nil. **General Services Offered:** The Scheme will offer subscription and redemption facility at the Applicable NAV on every Business Day. **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 returns.**

Risk Factors: All Mutual Fund and securities investments are subject to market risk and there can be no assurance that the scheme's 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 fluctuate, the value of your investment in the scheme may go up or down. The sponsor is not responsible or liable for any loss resulting from the operation of the scheme beyond the initial contribution of Rs. 1,00,000/- made by it towards setting up Edelweiss Mutual Fund. Investors are not being offered any guaranteed/assured returns under any scheme of Edelweiss Mutual Fund. Investors should be aware that the fiscal rules / tax laws may change and there can be no guarantee that the current tax position may continue indefinitely. In view of individual nature of tax consequences, each investor is advised to consult his / her own professional tax advisor.

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/Asset Management Company (AMC):** Edelweiss Asset Management Limited (EAML), a Company registered under the Companies Act, 1956. Copy of 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.