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NOTICE CUM ADDENDUM TO ALL THE INVESTORS/ UNITHOLDERS OF DESIGNATED SCHEMES OF EDELWEISS MUTUAL FUND.
(1) NOTICE CUM ADDENDUM TO ALL THE INVESTORS/ UNITHOLDERS OF EDELWEISS GILT FUND:
A) Provision of additional facility under Systematic Investment Plan (SIP):

The following paragraph would be inserted under the sub heading "Systematic Investment Plan" in Section III (B) on Special Products available:

Corporate SIP Facility:

In the case of Corporate SIPs, if the Corporate would provide direct credit for the cumulative SIP investments of their employees/officers, the requirement for submitting cheque/cancelled cheque during first time investment shall be waived off.

Further, the frequency of such SIPs may be customised by the AMC, at its discretion. In case of receipt of transfer of funds by way of direct credit instructions / any other electronic mode of transfer of funds for such SIPs, the date of allotting units under the Corporate SIP facility would be the date of receipt of a valid direct credit / transfer of funds instruction by the AMC.

B) Provisions on Systematic Investment Plan (SIP), Systematic Withdrawal Plan (SWP) and Systematic Transfer Plan (STP):

In the "Section on Ongoing Offer Details", the details on Systematic Investment Plan (SIP), Systematic Withdrawal Plan (SWP) and Systematic Transfer Plan (STP) under 'Special Products available' will be revised as under:

Frequency	Minimum Investment Amount	Minimum number of instalments	Investment Dates
Daily	Rs. 100/- & in multiples of Re. 1/- thereafter	30	All business days
Weekly	Rs. 500/- & in multiples of Re. 1/- thereafter	12	7th, 14th, 21st & 28th of any month
Fortnightly	Rs. 500/- & in multiples of Re. 1/- thereafter	12	7th & 21st or 14th & 28th of any month
Monthly	Rs. 500/- & in multiples of Re. 1/- thereafter	12	7th or 14th or 21st or 28th of any month
Quarterly	Rs. 500/- & in multiples of Re. 1/- thereafter	4	7th or 14th or 21st or 28th of any month
Half Yearly	Rs. 500/- & in multiples of Re. 1/- thereafter	2	7th or 14th or 21st or 28th of any month

(2) NOTICE CUM ADDENDUM TO ALL THE UNITHOLDERS/ INVESTORS OF EDELWEISS GILT FUND AND EDELWEISS NIFTY ENHANCER FUND:

(# Please see disclaimer below for Edelweiss Nifty Enhancer Fund)

(A) Addition in definitions:

The following additional definitions & abbreviations are added under Section I(D) on Definitions & Abbreviation:

Accumulated Investment	This is the minimum amount invested by the Qualified investors/ unit holder across the discounting days & held throughout the discounting cycle as defined by AMC/ Trustee from time to time to avail the benefits of right of accumulation.
Discounting Days	Certain number of days, as determined by AMC from time to time, within which Qualified Investor/ unit holder has to invest in the Scheme/Plan, an amount equivalent to the accumulated investment specified by the AMC from time to time to avail the right of accumulation. The calculation of these discounting days will include the date of submission of Statement of Intention (SOI).
Discounting Cycle	Certain number of days, as determined by AMC from time to time, during which the Qualified Investor / Unit holder should retain & remain, invested with the accumulated investment, brought during the discounting days to avail the right of accumulation.
Permissible Investments or Investments	Collective or group investments made on account of the Unit holders in accordance with the SEBI Regulations.
Qualified Investor/ Unit holder	Investor/unit holder who has availed the Right of Accumulation facility.
Statement of Intention (SOI)	Statement, in the format prescribed by AMC, declaring the intention of Qualified Investor/ unit holder to avail the rights of accumulation.

(B) Introduction of Sub-Section (E) on "Exit Load Reduction Privileges - by Right of Accumulation (ROA)" under Section IV on Fees and Expenses:

In Section IV on "Fees and Expenses" Sub- Section (E) on "Exit Load Reduction Privileges - by Right of Accumulation (ROA)" would be inserted:

Right of Accumulation (ROA):

The Right of Accumulation (ROA) allows a Qualified Investor/ Unit holder to either waive off or lower his exit load by entering into either a single transaction or multiple transactions for the Accumulated Investment prescribed by AMC from time to time, within the specified discounting days & hold the same Accumulated Investment through out the discounting cycle.

The Qualified Investor /Unit holder is required to comply with the requirements of KYC, and all such requirements that would be applicable (other than availing a lower exit load on fulfillment of the ROA criteria), as would be applicable to any other investor. The AMC reserves the right to call for documents/information as it deems fit, to ascertain whether the investor is qualified to be treated as Qualified Investor. If upon scrutiny of available information/document, it is concluded that such investor does not meet the prescribed criteria of Qualified Investor, such investor will not be provided the privileges of ROA. In case, where the AMC comes across cases where the ROA facility is wrongly claimed by any investor claiming to be a Qualified Investor, the AMC reserves the right to disinvest such investor from ROA facility. In such case, any benefit that would have already been availed by the investor will be reversed by the AMC by debiting the account of such investor or otherwise recovered from time to time.

Statement of Intention (SOI):

Qualified Investor /Unit holder, wishing to avail the reduced load benefits in the Scheme will have to state his intentions clearly, of making Accumulated Investment within the given time frame i.e. within the discounted days by filling up SOI in the prescribed format either attached with the original form or available separately & will have to enter into a non-binding commitment to purchase units of the Scheme within the discounting days as may be specified from time to time.

(C) Features of ROA under the designated Schemes as mentioned below:

Following features would be inserted in "Section IV - Fees and Expenses" under the Sub- Section "Exit load reduction privileges - by Right of Accumulation (ROA)":

Features of ROA:

There are two categories of Right of Accumulation namely Right of Accumulation - I (ROA-I) and Right of Accumulation - II (ROA-II).

Unit holders are offered breakeven points in the exit load, where the exit load can either be reduced or waived off, if the following conditions are met in respective ROAs:

ROA-I

Particulars	Edelweiss Gilt Fund	Edelweiss Nifty Enhancer Fund
Limits on ROA:		
Accumulated Investment	Minimum: Rs. 10 Lakh and above upto Rs. 1 crore	
Discounting Days	within 10 Business Days	
Discounting Cycle	90 Days	
Discounted exit load	<ul style="list-style-type: none"> • Upto 90 days - 0.35% • Above 90 days - Nil 	<ul style="list-style-type: none"> • Upto 90 days - 0.75% • Above 90 days - Nil
Discounted Expiry day exit Load	Not Applicable	<ul style="list-style-type: none"> • Upto 90 days - 0.25% • Above 90 days - Nil

Explanation:

- If the Qualified investor/Unit holder invests Rs. 10 lakhs & above and holds the minimum Accumulated Investment of Rs. 10 lakh under the Scheme above 90 days, then exit load will be waived off.
- If the Qualified investor/Unit holder invests Rs. 10 lakhs & above upto Rs. 1 Crore and holds the minimum Accumulated Investment of Rs. 10 lakhs throughout during the discounting cycle and redeems any amount above 10 lakhs and upto Rs. 1 crore, under the Scheme upto 90 days, then discounted exit load will be charged as mentioned above in the table.
- If at any point of time, redemption is such that the minimum Accumulated Investment amount as per ROA is not maintained during the Discounting Cycle, the normal load structure would be applicable for such redemption.

ROA-II

Particulars	Edelweiss Gilt Fund	Edelweiss Nifty Enhancer Fund
Limits on ROA:		
Accumulated Investment	Minimum - Rs. 1 Crore & above	
Discounting Days	within 10 Business Days	
Discounting Cycle	7 Days	
Discounted exit load	<ul style="list-style-type: none"> • Upto 7 days - 0.50% • Above 7 days - Nil 	<ul style="list-style-type: none"> • Upto 7 days - 0.50% • Above 7 days - Nil
Discounted Expiry day exit Load	Not Applicable	<ul style="list-style-type: none"> • Upto 7 days - 0.25% • Above 7 days - Nil

Explanation:

- If the Qualified investor/Unit holder invests Rs. 1 crore & above and holds the minimum Accumulated Investment of Rs. 1 crore under the Scheme above 7 days, then exit load will be waived off.
- If the Qualified investor/Unit holder invests Rs. 1 crore & above and holds the minimum Accumulated Investment of Rs. 1 crore during the discounting cycle and redeems any amount above Rs. 1 crore, under the Scheme upto 7 days, then discounted exit load will be charged as mentioned above in the table.
- If at any point of time, redemption is such that the minimum Accumulated Investment amount as per ROA is not maintained during the Discounting Cycle, the normal load structure would be applicable for such redemption.

(D) Section IV- Fees and Expenses, Sub- Section (E) on "Exit Load Reduction Privileges - by Right of Accumulation":

The following paragraphs would be inserted in Section IV- Fees and Expenses as 'Notes' to Sub- Section "Exit Load Reduction Privileges - by Right of Accumulation":

Notes:

In deciding the Accumulated Investment under the Scheme, the Fund will use the "subscription including additional subscription amount" given by the Qualified Investor/ Unit holder during the discounting days, for determining whether the unit holder qualifies for the Right of Accumulation criteria.

In calculating the discounting cycle, for availing exit load reduction the calculation will commence from the Business Day following the day on which the targeted Accumulated Investment is achieved within the discounted days. For Example: if the Qualified Investor/ Unit holder enters into Statement of Intention (SOI) on September 1, 2008, then the investor will have to bring in the Accumulated Investment (of Rs. 10 lakhs) latest by September 12, 2008 (last day of the discounting cycle i.e. 10 Business Days). Assuming that the investors are able to get Rs. 1 lakh on September 2, 2008 & next 9 lakhs on September 6, 2008 then the discounting cycle (of 90 days) in this case will start from September 7, 2008 & they can avail the exit load reduction privilege i.e. in this case the exit load will be waived off under ROA-I, if they stay invested upto/above after December 6, 2008.

Qualified Investor /Unit holder should also comply with the requirements of Cut off timings, discussed elsewhere in this document.

In case the Qualified Investor/ unit holder does not submit the SOI at the time of investment & submits it later on, the investor has an option of including, the cost of the total investments which the investor/ unit holder has in the Scheme as at the date of submission of SOI, towards Accumulated Investment & the Qualified Investor will be required to bring in additional amount to equate the investment cost to the prescribed Accumulated Investment within discounting days commencing from the date of submission of SOI. Prescribed discounting cycle shall commence from the Business Day following the day on which the targeted Accumulated Investment is achieved within the discounted days. For example: if the investor invests Rs. 1 lakh on September 1, 2008 & submits SOI on September 10, 2008, in this case, if he avails this option, he is required to bring in incremental amount of Rs.9 lakhs (as Accumulated Investment required in 10 lakhs under ROA-I) by September 24, 2008 (10 Business days from September 10, 2008) & hold the same till the discounting cycle to avail the ROA.

In case the Statement is revised upward i.e. new SOI is filed at any time during the discounting days, then such a revision will be treated as a new Statement & a new cycle will start accordingly.

In case the Qualified Investor/ Unit holder redeems units during the discounting days then the Accumulated Investment will stand reduced to that extent & in case they intend to avail the exit load reduction privilege, then they need to comply with the requirements by getting the balance Accumulated Investment within the discounting days & holding the prescribed Accumulated Investment upto the discounting cycle period.

In case of default i.e. if the Qualified Investor/ Unit holder opts for the ROA but fails to get in the Accumulated Investment within the discounting period or fails to stay with the Scheme till the discounting cycle or fails to get the Accumulated Investment etc. in all such situations the Qualified Investor/ Unit holder will not be able to avail the benefits of reduced exit load.

In cases where subsequently, during the scrutiny of the documents submitted for registration, if it is found that the documents are incomplete or deficient in any manner whatsoever, then the AMC reserves the right to reject such applications of SOI & not extend this facility for such applications.

The AMC reserves the right to withdraw/ modify this facility or its terms (like discounting days, discounting cycle, Accumulated Investment or any other such conditions mentioned above) at any given point of time. The AMC shall not be bound to provide this ROA facility i.e. of reducing the exit load for any Qualified Investor/ Unit holder, who has provided SOI but whose discounting days have not expired, if it deems fit in the larger interest of the Scheme or Mutual Fund.

E) In Section IV- Fees and Expenses under Sub- Section (E) on "Exit Load Reduction Privileges - by Right of Accumulation" and Section III (B) on "Special Products" under Sub Heading "Intra-Scheme Switching Option":

The following two paragraphs would be inserted under the 'Notes' to the 'Exit Load Reduction Privileges - by Right of Accumulation' in 'Section IV on Fees and Expenses' and Sub-Heading 'Intra-Scheme Switching option' in Section III (B) on Special Products.

Switches during Discounting Cycle under ROA between Schemes/Plans:

Switches will be treated at par with purchase/redemption and will be subject to the entry/exit load applicable to the switch-in/switch-out Scheme/Plan. However, for the purpose of ROA facility, for calculating the discounting cycle of the switch-in Scheme/Plan, the number of days invested in the switch-out Scheme/Plan would be considered and the investor would have to remain invested for the residual number of days required to fulfill the discounting cycle requirement of the switch-in Scheme/Plan, if any.

Switches / Redemptions after Discounting Cycle under ROA between Schemes/Plans:

Entry/Exit load will be waived off for Switch-in/Switch-out transactions to/from any Schemes /Plans/Subsequent redemptions from any switch-in Schemes /Plans (except switch-out/redemption from Edelweiss Monthly Interval Fund - Series 1 and Edelweiss Quarterly Interval Fund - Series 1, Switch-out/ Redemption from Edelweiss ELSS Fund where there is lock-in period of 3 years and such other Schemes, as and when launched by Edelweiss Mutual Fund, which have a mandatory lock - in period).

F) Default Action under 'Trigger':

The following paragraph would be inserted under the Sub- Heading "Trigger" in Section III (B) on Special Product.

If the investor fails to mention the Action to be taken on fulfillment of the trigger opted by him, the default action would be 'Alert', which means that an alert will be triggered to his registered mobile/email id.

This addendum is an integral part of the respective Scheme Information Documents and Key Information Memorandums.

All other features, terms and conditions of the schemes remain unchanged.

For Edelweiss Asset Management Limited
Sd/
Padmaja Maliye
Head - Compliance & Risk Management

Place: Mumbai

Date: July 8, 2009

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