

EDELWEISS ASSET MANAGEMENT LIMITED

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NOTICE CUM ADDENDUM TO ALL THE INVESTORS/ UNIT HOLDERS OF THE DESIGNATED SCHEMES**1. EDELWEISS ELSS FUND**

Notice is hereby given that the benchmark of Edelweiss ELSS Fund will be changed from BSE 500 to #S & P CNX Nifty w.e.f. June 1, 2009. The change is being effected to bring in line the benchmark index with the investment strategy of the Scheme. The new benchmark reflects the investment strategy better than the previous benchmark. Accordingly, paragraphs of Section 2(G) on BENCHMARK will be replaced as under:

"The Benchmark for Edelweiss ELSS Fund will be S & P CNX Nifty comprising of 50 scrips.

Rationale for adoption of benchmark:

Edelweiss ELSS Fund will invest in companies that are large/broad market capitalisation based. Since the Fund will not restrict itself from investing in any particular size/type of company, it is best to have a broad based index for such a fund. Hence, S & P CNX Nifty is the appropriate benchmark for the Fund."

Further, the information pertaining to Benchmark Index in 'Highlights - Summary of the Scheme' will be replaced with:

'Benchmark Index- S & P CNX Nifty'

2. EDELWEISS DIVERSIFIED GROWTH EQUITY (E.D.G.E.) FUND**A) The second paragraph under Section III (D) on Computation of NAV in the Scheme Information Document (SID) will be replaced as under:**

"The NAV of the Scheme will be calculated and declared upto 2 decimal places. Units allotted to the investor on the basis of the applicable NAV would be allotted upto 3 decimal places."

B) The details on Minimum Application Amount under 'Highlights - summary of the Scheme' will be revised as follows:

Existing Minimum Application Amount (Rs.)	Revised Minimum Application Amount(Rs.)
Plan A - Minimum of Rs. 1,000/- and multiples of Re. 1/-	Plan A - Minimum of Rs. 1,000/- and multiples of Re. 1/-
Plan B - Minimum of Rs. 25,000/- and multiples of Re. 1/-	Plan B - Minimum of Rs. 10,000/- and multiples of Re. 1/-
Plan C - Minimum of Rs. 10,000/- and multiples of Re 1/-	Plan C - Minimum of Rs. 15,000/- and multiples of Re. 1/-

Further, 1st paragraph in Section III (B) on Minimum amount for purchase/redemption/switches will be replaced as under:

First time investors & investors investing on an ongoing basis have to invest with the minimum application amount as specified under the Section 'Highlights - summary of the Scheme'

C) Default Plan: The details of the default plan under 'Highlights - summary of the Scheme' and 'Section III- Units & Offer' will be revised as follows:

Existing default plan	Revised default plan
If the investor fails to mention any Plan- Plan C (between Plan A, Plan B & Plan C)	If the Investor fails to mention any Plan - Plan B, if the minimum application amount requirement is fulfilled or else Plan A.

D) Provision of additional facility under Systematic Investment Plan: The following paragraph would be inserted under the sub heading "Systematic Investment Plan" in Section III (B) on Special Products:**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.

E) 'Section IV- Fees and Expenses' 'Para E 'Exit Load Reduction Privileges - by Right of Accumulation'- 'Introduction of a new category of ROA and change in load structure of existing ROA'. After the introduction of a new ROA category, there will be two types of ROA i.e. ROA-I and ROA-II. Accordingly, the para on features of ROA will be replaced as follows:**Features of ROA in this Scheme:**

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	Plan A	Plan B	Plan C
Limits on ROA:			
Accumulated Investment	Minimum: Rs. 10 Lakhs and above upto Rs. 1 crore		
Discounting Days	within 10 Business Days		
Discounting Cycle	180 Days	90 Days	365 Days
Discounted exit load	<ul style="list-style-type: none"> Upto 90 days - 1.5% From 91 days to 180 days - 0.50% Above 180 days - Nil 	<ul style="list-style-type: none"> Upto 90 days - 1.5% Above 90 days - Nil 	<ul style="list-style-type: none"> Upto 90 days - 2.0% From 91 days to 180 days - 1.00% From 181 days to 365 days 0.5% Above 365 days - Nil

Clarifications:

- If the Qualified investor/Unit holder invests Rs. 10 lakhs and above upto Rs. 1 crore and holds the minimum accumulated investment of Rs. 10 lakhs under Plan A - Above 180 days; Plan - B above 90 days; Plan C - Above 365 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 Rs. 10 lakhs and upto Rs. 1 crore, within/upto 180 days in Plan A; within/upto 90 days in Plan B; within/upto 365 days in plan C, then discounted exit load will be charged as mentioned above in the table.
- If at any point of time, the minimum accumulated Investment as per ROA is redeemed 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	Plan A	Plan B	Plan C
Limits on ROA:			
Accumulated Investment	Minimum -Rs. 1 crore & above		
Discounting Days	within 10 Business Days		
Discounting Cycle	90 days	7 days	180 days
Discounted exit load	<ul style="list-style-type: none"> Upto 90 days - 1.5% Above 90 days - Nil 	<ul style="list-style-type: none"> Upto 7 days - 0.50% Above 7 days - Nil 	<ul style="list-style-type: none"> Upto 90 days - 2.0% From 91 days to 180 days - 1.00% Above 180 days - Nil

Clarifications:

- If the Qualified investor/Unit holder invests Rs. 1 crore & above and holds the minimum accumulated investment of Rs. 1 crore under Plan A - Above 90 days; Plan B - Above 7 days; Plan C - Above 180 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, within/upto 90 days under Plan A; within/upto 7 days in Plan B; within/upto 180 days in Plan C, then discounted exit load will be charged as mentioned above in the table.
- If at any point of time, the minimum accumulated Investment as per ROA is redeemed 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.

Note: The relevant ROA plan (i.e. ROA-I or ROA-II) will be allotted to the investor based on the accumulated amount invested by him during the discounting days. ROA facility will be restricted to the maximum amount specified by the investor in the Statement of Intention.

(F) 'Section IV- Fees and Expenses' 'Para E 'Exit Load Reduction Privileges - by Right of Accumulation'- The following paragraph would be inserted under the 'notes' to the ROA and sub heading 'Intra-Scheme Switching option' in Section III (B) on Special Products.**Switch between Plans under ROAs:**

Switches will be treated at par with redemption and will be subject to the exit load applicable to the switch-out plan. However, for the purpose of ROA facility, for calculating the discounting cycle of the switch-in plan, the number of days invested in the switch-out 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 plan, if any.

G) 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: May 25, 2009

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