

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 – 400 013.

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 /KEY INFORMATION MEMORANDUM OF THE SCHEMES OF EDELWEISS MUTUAL FUND

I. Additional facility for purchase / redemption of units of Edelweiss Mutual Fund Scheme(s) through Stock Exchange(s)

- (A) Vide our Notice cum Addendum dated September 7, 2010, a new facility for purchase/redemption of units of eligible schemes of Edelweiss Mutual Fund through Stock Exchange(s) infrastructure was introduced. Notice is hereby given that pursuant to SEBI Circular No. CIR/IMD/DF/17/2010 dated November 9, 2010, it has been decided that with effect from February 9, 2011, the following shall additionally be applicable:
- (i) that units of mutual fund schemes shall be permitted to be transacted through clearing members of the registered Stock Exchanges.
 - (ii) to permit Depository Participants of registered Depositories to process only redemption request of units held in demat form.
- (B) With respect to investors having demat account and purchasing/redeeming mutual fund units through Stock Exchange Brokers and Clearing Members, the following provisions shall be applicable:
- (i) Investors shall receive redemption amount (if units are redeemed) and units (if units are purchased) through broker/clearing member's pool account. Edelweiss Mutual Fund (the "Mutual Fund")/ Edelweiss Asset Management Limited (the "AMC") shall pay proceeds to the broker/clearing member (in case of redemption) and broker/clearing member in turn to the respective investor and similarly, units shall be credited by the Mutual Fund/AMC into broker/clearing member's pool account (in case of purchase) and broker/clearing member in turn shall credit the units to the respective investor's demat account.
 - (ii) Payment of redemption proceeds to the broker/clearing members by Mutual Fund/AMC shall discharge Mutual Fund/AMC of its obligation of payment to individual investor. Similarly, in case of purchase of units, crediting units into broker/clearing member pool account shall discharge Mutual Fund/AMC of its obligation to allot units to individual investor.
- (C) Investors should note that Clearing Members and Depository Participants will be considered as Official Points of Acceptance of Edelweiss Mutual Fund in line with SEBI Circular No. SEBI/IMD/CIR No.11/78450/06 dated October 11, 2006 and conditions stipulated in SEBI Circular No. SEBI /IMD / CIR No.11/183204/2009 dated November 13, 2009 for stock brokers viz. AMFI /NISM certification, code of conduct prescribed by SEBI for Intermediaries of Mutual Fund shall be applicable for such Clearing Members and Depository Participants as well. Investors may get in touch with Investor Service Centres (ISCs) of Edelweiss Mutual Fund for further details.
- (D) Notice to the Investors in Edelweiss Ultra Short Term Bond Fund and Edelweiss ELSS Fund
Investors are requested to note that units of Edelweiss Ultra Short Term Bond Fund, an open ended debt scheme and Edelweiss ELSS Fund, an equity linked saving scheme shall be available for purchase/redemption through Mutual Fund Service System (MFSS) of National Stock Exchange of India Limited (NSE) and BSE Star MF of BSE Stock Exchange (BSE) with effect from February 9, 2011.
Note: This facility is currently not offered to the investors under the Dividend Sweep Facility available under the above mentioned schemes. This facility is also not offered to the investors under the Daily Dividend option and Fortnightly Dividend option of Edelweiss Ultra Short Term Bond Fund.
All other terms and conditions of the facility will remain unchanged. The Trustee reserves the right to change/modify the features of this facility from a prospective date.
- II. Investors in Edelweiss Ultra Short Term Bond Fund, an open ended debt scheme and Edelweiss Liquid Fund, an open ended liquid scheme are requested to note that the weekly dividend option under all the plans of the schemes will stand changed to every Friday of the week (instead of every Tuesday) with effect from February 11, 2011.

This addendum shall form an integral part of the Scheme Information Document(s) / Key Information Memorandum(s) of the aforesaid Scheme(s) of Edelweiss Mutual Fund as amended from time to time.

For Edelweiss Asset Management Limited
(Investment Manager to Edelweiss Mutual Fund)

Sd/-

Place: Mumbai

Date: February 7, 2011

Vikaas M Sachdeva
Chief Executive Officer

Scheme Objective - Edelweiss ELSS Fund (An Open Ended Equity Linked Savings Scheme) Investment Objective: The primary objective of the scheme is to generate long-term capital appreciation with an option of periodic payouts at the end of lock in periods from a portfolio that invests predominantly in equity and equity related instruments. 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:** Entry Load: Nil; Exit Load: Nil. **General Services Offered:** The Scheme offers subscription & redemption facility at the Applicable NAV on every Business Day. This Scheme is subject to three year lock-in period. Tax benefits indicated are as per prevailing laws. Please consult your tax advisor before investing. **Edelweiss Ultra Short Term Bond Fund (An Open Ended Debt Scheme): Investment Objective:** The objective of the Scheme is to provide reasonable returns, commensurate with moderate level of risk and high degree of liquidity, through a portfolio constituted of money market and debt instruments. 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:** Entry Load: Nil; Exit Load: Upto 2 days – 0.10%; and after 2 days - Nil. **Edelweiss Liquid Fund (An Open Ended Liquid Scheme): Investment Objective:** The objective of the scheme is to provide optimal returns commensurate with low risk and high degree of liquidity, through a portfolio constructed of money market & short term debt **Load Structure:** Entry Load: Nil; Exit Load: Nil. **General Services Offered:** The Scheme will offer subscription & redemption facility at the Applicable NAV on every Business Day.

Risk Factors: 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 schemes 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) do not indicate the future performance of the schemes 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 schemes invest fluctuate, the value of your investment in the schemes may go up or down. **The names of the schemes do not in any manner indicate either the quality of the schemes, their future prospects or returns.** The sponsor is not responsible or liable for any loss resulting from the operation of the schemes 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.

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 (liability restricted to initial contribution of Rs. 1 Lac). **Trustee:** Edelweiss Trusteeship Company Limited, a Company incorporated under the Companies Act, 1956. **Investment Manager:** Edelweiss Asset Management Limited, a Company incorporated 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 SAI & SID of the respective schemes carefully before investing.