

NJ ARBITRAGE FUND

An open-ended scheme investing in arbitrage opportunities



This PPT contains 11 slides and should be read in its entirety.

*Private circulation only

WHAT ARE ARBITRAGE FUNDS?



Arbitrage funds fall under the hybrid fund category as per SEBI's classification.



Their goal is to benefit from arbitrage opportunities in securities in the shape of price differences between markets.



The fund achieves this by simultaneously buying stocks in cash market and selling it in futures market, earning a gain because of the difference.

WHY ARBITRAGE FUNDS?

1

Lower volatility & risk: Since equal and simultaneous positions are taken in cash and futures, there is low risk from share price fluctuations.

2

Tax-friendly: Being equity-oriented, they are more tax-friendly than debt funds.

3

All weather mutual fund: Since arbitrage opportunities are available across market phases, investors can invest in them regardless of market conditions.

WHO SHOULD INVEST?



Investors looking for a stop gap arrangement before they Systematically transfer funds (via STP) in an equity-oriented fund later when they believe it is the right time.



Investors with surplus funds looking for liquidity + tax efficient return will find these funds helpful.

PERFORMANCE DATA

Period		NJ Arbitrage Fund - Direct Plan - Growth Option	NIFTY 50 Arbitrage Index (Benchmark)	NIFTY 1 Year T-Bill Index (Additional Benchmark)	NJ Arbitrage Fund - Regular Plan - Growth Option	NIFTY 50 Arbitrage Index (Benchmark)	NIFTY 1 Year T-Bill Index (Additional Benchmark)
6 Months	Simple Annualized (%)	7.67%	8.35%	6.65%	6.96%	8.35%	6.65%
	Current Value of Investment of ₹10,000/-	10,382.24	10,416.14	10,331.72	10,347.15	10,416.14	10,331.72
1 Year	CAGR (%)	7.36%	7.80%	6.76%	6.68%	7.80%	6.76%
	Current Value of Investment of ₹10,000/-	10,736.12	10,779.60	10,676.05	10,667.83	10,779.60	10,676.05
3 Years	CAGR (%)	-	-	-	-	-	-
	Current Value of Investment of ₹10,000/-	-	-	-	-	-	-
5 Years	CAGR (%)	-	-	-	-	-	-
	Current Value of Investment of ₹10,000/-	-	-	-	-	-	-
Since Inception	CAGR (%)	6.99%	7.22%	6.19%	6.27%	7.22%	6.19%
	Current Value of Investment of ₹10,000/-	10,872.90	10,902.28	10,773.45	10,783.90	10,902.28	10,773.45

The scheme has been in existence for more than 1 year but less than 3 years or 5 years .



Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Different plans shall have different expense structures. In case the start/end date is a non business day, the NAV of the previous day is used for computation. Mr. Vishal Ashar and Mr. Dhaval Patel are Fund Managers of the Scheme since March 8, 2023. Mr. Vishal Ashar is also Fund Manager of Arbitrage portion of NJ Balanced Advantage Fund. Mr. Dhaval Patel is also Fund Manager of NJ Overnight Fund, NJ Balanced Advantage Fund ,NJ ELSS Tax Saver Scheme and NJ Flexi Cap Fund.

FUND FEATURES

Objective	The investment objective of the scheme is to generate capital appreciation and income by predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market and by investing the balance in debt and money market instruments. However, there is no assurance or guarantee that the investment objective of the scheme will be achieved.
Type of scheme	An open-ended scheme investing in arbitrage opportunities.
Asset Allocation	Equity & Equity related instruments: Minimum 65% - Maximum 100% Debt and money market instruments*: Minimum 0% - Maximum 35% Risk Profile Equity & Equity related instruments: High to very High Debt and money market instruments*: Low to Medium *TREPS, Government Repo/Reverse Repo (in Government Securities), Treasury bills, Government securities (Issued by both Central and State governments) and any other like instruments as specified by the Reserve Bank of India from time to time and approved by SEBI from time to time.
Plans and Options	Regular Plan and Direct Plan Each plan offers the Growth option
Minimum Investment Amount	Lumpsum investment:Rs.5000/- and in multiples of Rs.1/- thereafter Additional investment:Rs.500/- and in multiples of Rs.1/- thereafter
Minimum Redemption Amount	There is no minimum redemption criteria

FUND FEATURES

Load	<p>Entry Load: Not Applicable</p> <p>1.NIL Exit Load: NIL for 5% of the units upto completion of 30 days</p> <ul style="list-style-type: none">• The “First In First Out (FIFO)” logic will be applied while selecting the units for redemption.• Waiver of Exit Load is calculated for each inflow transaction separately on FIFO basis and not on the total units through multiple inflows.• The load free units from purchases made subsequent to the initial purchase will be available only after redeeming all units from the initial purchase. <p>2.All units redeemed/switched out in excess of the 5% load free units will be subject to the below mentioned exit load.</p> <ul style="list-style-type: none">• 1.00% - if Units are redeemed/switched-out on or before 30 days from the date of allotment.• NIL : if redeemed after 30 days from the date of Allotment.
SIP/STP/SWP	Available
Benchmark	NIFTY 50 Arbitrage Index
Fund Manager	Mr.Vishal Ashar and Mr.Dhaval Patel

	SCHEME RISK-O-METER	BENCHMARK RISK-O-METER
<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none">● To generate income by investing in arbitrage opportunities.● Predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	 <p>RISK - O - METER</p> <p>Investors understand that their principal will be at Low Risk</p>	 <p>RISK - O - METER</p> <p>NIFTY 50 Arbitrage Index: Low Risk</p>

The riskometer is based on the portfolio of October 31, 2023 and is subject to periodic review and change, log onto www.njmutualfund.com for updates.



Please contact your
Mutual Fund Distributor

or
For more details

Toll Free Number

1860 500 2888

Website

www.njmutualfund.com

Mail us at

customercare@njmutualfund.com

This presentation is for information purposes only and is not an offer to sell or a solicitation to buy any mutual fund units/securities. The views expressed herein are based on the basis of internal data, publicly available information & other sources believed to be reliable. Any calculations made are approximations meant as guidelines only, which need to be confirmed before relying on them. These views alone are not sufficient and should not be used for the development or implementation of an investment strategy. It should not be construed as investment advice to any party. All opinions and estimates included here constitute our view as of this date and are subject to change without notice. The data used in this presentation is obtained by NJ Asset Management Private Limited (NJAMC) from the source which it consider reliable. While the utmost care has been exercised while preparing this presentation, NJAMC does not guarantee its accuracy / completeness of the information. We have included statements / opinions / recommendations in this document, which contain words, or phrases such as “will”, “expect”, “should”, “believe” and similar expressions or variations of such expressions, that are “forward looking statements”. Actual results may differ materially from those suggested by the forward looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our services and / or investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices etc. The information provided in this presentation shall not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of NJAMC. Neither NJAMC, NJ Trustee Private Limited, NJ Mutual Fund nor any person connected with it, shall not liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner. The recipient of this material should rely on their investigations and take their own professional advice. Prospective investors are advised to consult their own legal, tax and financial advisors to determine possible tax, legal and other financial implication or consequence of subscribing to the units of NJ Arbitrage Fund. Investor can obtain Statement of Additional Information, Scheme Information Document and Key Information Memorandum from our website www.njmutualfund.com for further details of scheme and risk associated with it.

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

THANK YOU