

PARAG PARIKH ARBITRAGE FUND

An open-ended scheme investing in arbitrage opportunities



PARAG PARIKH ARBITRAGE FUND

Arbitrage funds are a type of mutual fund that invests in securities with the aim of profiting from price differences between the 'cash' / 'spot' market and the 'Futures' market.



Better Tax Efficiency

- Unlike Debt Funds, Arbitrage funds are taxed as 'Equity Oriented' funds
- This can be more tax efficient for individuals/firms in higher tax brackets



Low Risk - Fully hedged equity exposure at all times

- The fund does not take a directional exposure to equity



Conservatively managed Debt Allocation

- Investment in Low credit-risk debt instruments

ARBITRAGE FUNDS VS DEBT FUNDS

Arbitrage Funds

Equity Taxation

Arbitrage funds maintain a hedged equity exposure (65%–100%), aiming to keep credit risk at minimal levels

Arbitrage funds returns depend on the underlying interest rate environment (impacting cost of carry) as well as the difference in rates between the cash and futures market.

Debt Funds

Debt Taxation

Debt funds, excluding overnight funds, can be exposed to credit risk

Debt fund returns depend upon prevailing yields and interest rate changes

ASSET ALLOCATION

Instruments	Indicative allocations (% of Net Assets)		Risk Profile
	Minimum	Maximum	High/Medium/Low
Equities & Equity derivatives (Equity Hedged exposure)	65%	100%	Low to Medium
Debt securities & Money Market instruments including margin money deployed in derivatives transactions**	0%	35%	Low to Medium

** Debt securities / instruments are deemed to include securitized debt and investment in securitized debt will not exceed 50% of the debt portion of the scheme allocation.

Note: For detailed asset allocation, please refer to the [Scheme Information Document](#) (SID) of scheme.

SCHEME SUITABILITY

- Suited for investors with a low-risk appetite who prioritize capital preservation and seek potentially stable returns over aggressive growth
- May suit investors seeking to diversify their portfolio with a balanced mix of assets, reducing overall risk while maintaining exposure to equities
- Suitable for achieving specific financial goals, by providing moderate growth with lower volatility
- Seeks to generate steady, low-volatility returns through arbitrage opportunities while keeping credit risk minimal.

WHO SHOULD INVEST

- Risk averse investors
- Seeking alternatives to traditional short-term investment options with a understanding that mutual fund returns are not assured and are subject to market risks.
- Investors who prefer 'equity taxation' - Those who are in higher tax slabs
- Investors who do not want to take directional calls on the market and prefer arbitrage based strategies.

WHO SHOULD NOT INVEST

- Those who want aggressive wealth creation
- Seeking to earn a fixed amount of income every month
- In an income tax bracket which may not benefit from the relatively 'tax-advantaged' status which arbitrage Funds enjoy compared to 'non equity oriented Funds

INVESTMENT STRATEGY

- Debt allocation tends to be a big differentiator between arbitrage funds. Some funds take Credit risk and/or duration risk

- Our Debt Strategy
Credit Risk: Low (Similar to Liquid Fund) Duration: Around 1 Year

- The fund maintains a minimum of 65% in equity arbitrage strategies, with flexibility to allocate up to 35% in debt and money market instruments based on market conditions

PLANS OFFERED AND AMFI TIER I BENCHMARK

The scheme offers two plans:

1. Direct Plan
2. Regular Plan

Both, Regular and Direct Plan will offer only one Option, viz., Growth Option

AMFI Tier I Benchmark: Nifty 50 Arbitrage (TRI)

The NAVs of the above plans will be different and separately declared; the portfolio of investments remaining the same. The Investors should indicate the plan/option for which the Subscription is made by indicating the choice in the appropriate box provided for this purpose in the application form.

SCHEME FACTS

TYPE OF SCHEME

An open-ended scheme investing in arbitrage opportunities

INCEPTION DATE

November 02, 2023

AMFI TIER I BENCHMARK

NIFTY 50 Arbitrage (TRI)

INVESTMENT 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 that the investment objective of the Scheme will be achieved and the Scheme does not assure or guarantee any returns.

ASSET UNDER MANAGEMENT & DETAILED PORTFOLIO

AUM and detailed portfolio are available on our website
<https://amc.ppfas.com/schemes/>

LOAD STRUCTURE

Entry load: N.A.

Exit Load:

- In respect of each purchase / switch-in of Units, an Exit Load of 0.25% is payable if Units are redeemed/ switched-out within 30 days from the date of allotment.

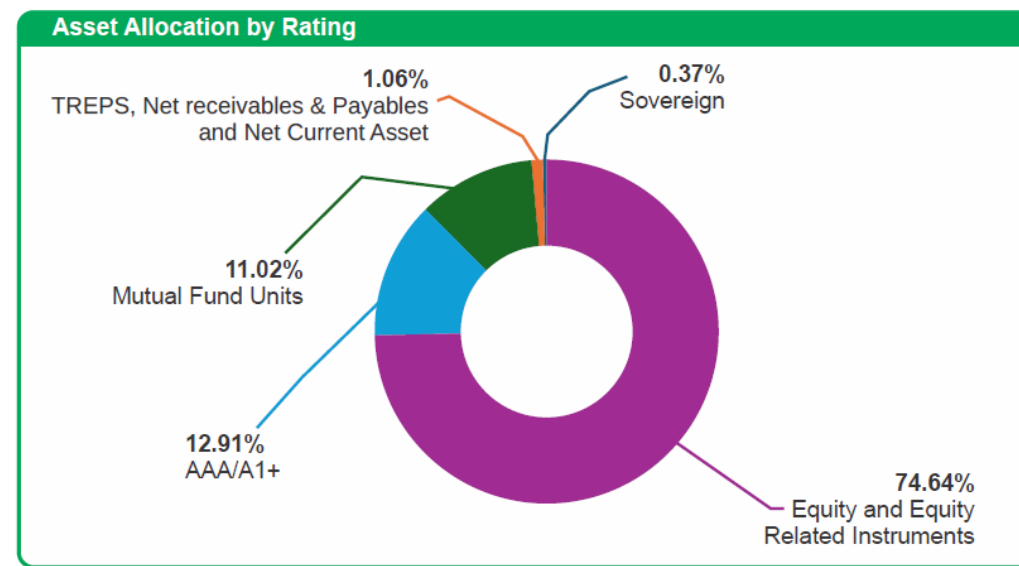
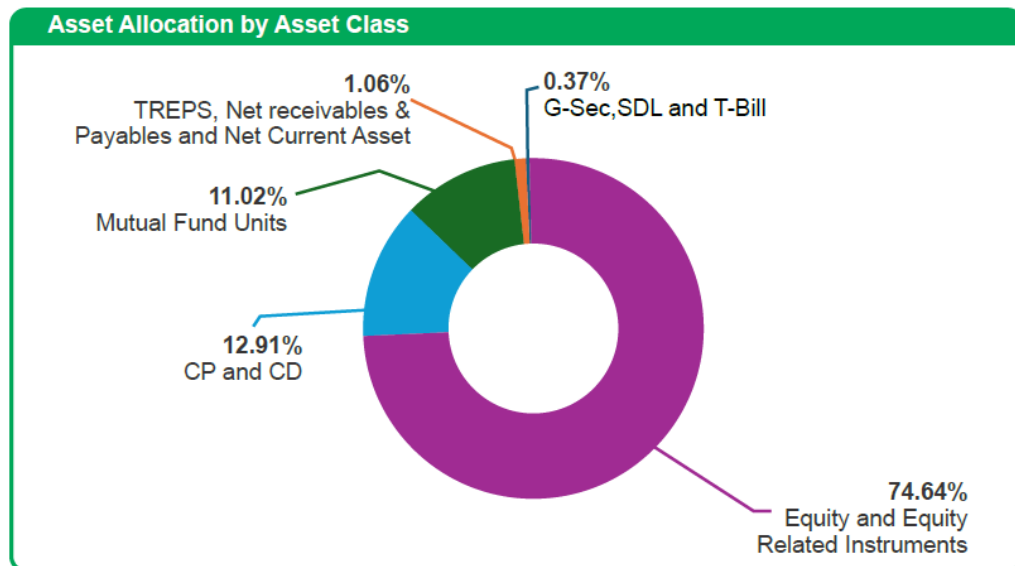
-No Exit Load is payable if Units are redeemed / switched-out after 30 days from the date of allotment.

Any exit load charged (net off GST, if any) shall be credited back to the Scheme

No exit load will be charged, in case of switch transactions between Plans. i.e. Regular Plan and Direct Plan.

PARAG PARIKH ARBITRAGE FUND – KEY STATISTICS

Assets Under Management		Average Maturity*	Modified Duration*	Macaulay Duration*	YTM*^\$
Month End	Monthly Average				
2,631.73 crores	2,590.19 crores	0.31 years	0.29 years	0.30 years	6.42%



(Source: Internal, Data as of June 30, 2026)

*Calculated on amount invest in debt securities (including accrued interest), deployment of funds in TREPS & Reverse Repo and net receivables/payables.

^YTM is calculated on the basis of annualised yield for all securities ; the Yield to Maturity (YTM) percentage presented are based on actual values and not indicative.

\$ Applicable for both regular and direct plan

Investors are requested to consult their financial, tax and other advisors before taking any investment decision(s)

LUMPSUM & SIP INVESTMENT PERFORMANCE – JUNE 30, 2026 (1/2)

Lumpsum Investment Performance (Compounded annual returns)

Date	Scheme		AMFI-Tier I Benchmark	Index	Value of Investment of Rs. 10,000/-^^			
	PPAF (Regular)	PPAF (Direct)	NIFTY 50 Arbitrage (TRI)	CRISIL 1 Year T-Bill Index	PPAF (Regular)	PPAF (Direct)	NIFTY 50 Arbitrage (TRI)	CRISIL 1 Year T-Bill Index
Since Inception (02 Nov, 2023)	6.64%	7.02%	7.42%	6.38%	11,866	11,978	12,098	11,790
June 30, 2025 to June 30, 2026 (Last 1 Year)	5.83%	6.21%	7.01%	4.27%	10,583	10,621	10,701	10,427

Source: Scheme Performance - Internal Benchmark Performance - CRISIL

*Since Inception returns are calculated on Rs. 10 (allotment price)

^^ Point-to-point returns for a ₹10,000 lump sum investment made on the specified initial date and redeemed on the specified final date reflect growth based on prevailing NAVs of the Direct and Regular Plan – Growth Options

Note: 3 year and 5-Years CAGR: Not disclosed as the scheme has not completed 3 and 5 years. Hence, 3 and 5-year performance data is not available (NA)

Fund Managers :

Mr. Rajeev Thakkar - Chief Investment Officer - Equity and Director (Since Inception)

Mr. Raunak Onkar - Fund Manager & Research Head (Since Inception)

Mr. Raj Mehta - Executive Vice President & Fund Manager - Equity (Since September 1, 2025)

Mr. Rukun Tarachandani - Executive Vice President & Fund Manager - Equity (Since Inception)

Mr. Tejas Soman - Chief Investment Officer – Debt (Since September 1, 2025)

Ms. Aishwarya Dhar - Senior Manager & Fund Manager- Debt (Since September 1, 2025)

Total Number of Schemes Managed by the Fund Managers:

Rajeev Thakkar, Raunak Onkar, Raj Mehta, & Rukun Tarachandani - 6

Tejas Soman - 7, Aishwarya Dhar - 5

NOTES :

- Different plan shall have different expense structures.
- Scheme returns shown are for direct and regular plan.
- Past performance may or may not be sustained in future and is not a guarantee of any future returns.
- Data presented here is upto the last calendar month
- Greater than 1 year returns are CAGR returns.

Footnote- Mr. Raj Mehta managed as Fund Manager – Debt upto August 31, 2025 and appointed as Fund Manager – Equity with effect from September 1, 2025

LUMPSUM & SIP INVESTMENT PERFORMANCE – JUNE 30, 2026 (2/2)

SIP Investment Performance (Assumption : ₹ 10,000/- is invested on the first of every month)

	Since Inception (Nov 02, 2023)	June 30, 2025 to June 30, 2026 (Last 1 Year)
Total Amount Invested	3,20,000	1,20,000
Market value of Investment (Regular Plan)	3,48,192	1,23,732
Market value of Investment (Direct Plan)	3,49,939	1,23,975
(Regular plan) Returns (Annualised) (%)	6.28%	5.86%
(Direct plan) Returns (Annualised) (%)	6.66%	6.25%
Nifty 50 Arbitrage (TRI) Returns (Annualised) (%)	7.23%	6.86%
CRISIL 1 Year T-Bill Index Returns (Annualised) (%)	5.71%	4.41%

Source: Factsheet

Note : Past performance may or may not be sustained in future and is not a guarantee of any future returns.

Please click on link for performance of other schemes managed by Fund Manager : <https://amc.ppfas.com/schemes/fund-manager-performance/>

SKIN IN THE GAME



At PPFAS Mutual Fund, We Are Inspired by the Hammurabi Code.

Details can be checked here

<https://amc.ppfas.com/schemes/disclosure-of-insider-holdings/>

What is Hammurabi Code?

If a builder built a house for a man & the house collapses to cause the death of the owner, then the builder must be put to death.

Use of this code is not intended to infringe any intellectual property rights. All trademarks, logos, and content belong to their respective owners and are used here for informational purposes only.

INVESTMENT TEAM

Fund Managers



Rajeev Thakkar
Chief Investment Officer -
Equity and Director



Raunak Onkar
Fund Manager & Research Head



Raj Mehta
Executive Vice President
& Fund Manager - Equity



Rukun Tarachandani
Executive Vice President
& Fund Manager - Equity



Tejas Soman
Chief Investment Officer -
Debt



Aishwarya Dhar
Senior Manager &
Fund Manager- Debt

OTHER PRODUCTS IN THE BASKET

PARAG PARIKH FLEXI CAP FUND

An open-ended dynamic equity scheme investing across large cap, mid cap, small cap stocks.
(Since May 24, 2013)

PARAG PARIKH LIQUID FUND

An open-ended Liquid Scheme. A Relatively Low Interest Rate Risk and Relatively low Credit Risk
(Since May 11, 2018)

PARAG PARIKH ELSS TAX SAVER FUND

An open-ended equity linked saving scheme with a statutory lock in of 3 years and tax benefit (Since July 24, 2019)

PARAG PARIKH CONSERVATIVE HYBRID FUND

An open-ended hybrid scheme investing predominantly in debt instruments
(Since May 26, 2021)

PARAG PARIKH DYNAMIC ASSET ALLOCATION FUND

An open ended dynamic asset allocation fund
(Since February 27, 2024)

PARAG PARIKH LARGE CAP FUND

An open ended equity scheme predominantly investing in large cap stocks
(Since February 04, 2026)

Footnote: Parag Parikh Large Cap Fund - Category of the Scheme – Large cap Fund. Large Cap means – 1st –100th company in terms of full market capitalization.

Viewers are advised to refer offer documents of respective scheme for investment objective, asset allocation, risk factors and load structure.

INVESTMENT MODES...

OFFLINE

Application forms [available here](#)

You may submit them:

Either at our [Corporate Office, Branches or Representative Offices](#)

Or at any [CAMS Investor Service Centre](#) across India

ONLINE



[BSE Star MF](#)



[CAMS
edge360](#)



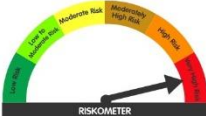
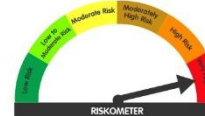
[MF Utilities](#)



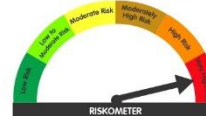
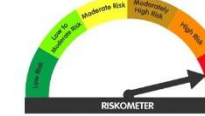
[NSE NMF II](#)

Select online Mutual Fund Platforms

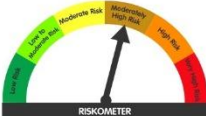
PRODUCT LABELLING & RISKOMETER

This Product is suitable for investors who are seeking*	Parag Parikh Flexi Cap Fund An open ended dynamic Equity scheme investing across large cap, mid cap, small cap stocks.	
	Scheme's Riskometer	AMFI Tier I Benchmark's Riskometer (Nifty 500 TRI)
- To generate long-term capital growth from an actively managed portfolio primarily of Equity and Equity related Securities. - Scheme shall invest in Indian equities, foreign equities and related instruments and debt securities.	 The risk of the scheme is very high risk	 The risk of the benchmark is very high risk

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

This Product is suitable for investors who are seeking*	Parag Parikh ELSS Tax Saver Fund An open ended equity linked saving scheme with a statutory lock in of 3 years and tax benefit.	
	Scheme's Riskometer	AMFI Tier I Benchmark's Riskometer (Nifty 500 TRI)
- Long term capital appreciation - Investment predominantly in equity and equity related securities.	 The risk of the scheme is very high risk	 The risk of the benchmark is very high risk

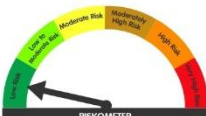
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

This Product is suitable for investors who are seeking*	Parag Parikh Conservative Hybrid Fund An open-ended hybrid scheme investing predominantly in debt instruments	
	Scheme's Riskometer	AMFI Tier I Benchmark's Riskometer (CRISIL Hybrid 85+15 Conservative Index TRI)
- To generate regular income through investments predominantly in debt and money market instruments. - Long term capital appreciation from the portion of equity investments under the scheme.	 The risk of the scheme is moderately high risk	 The risk of the benchmark is moderately high risk

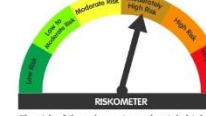
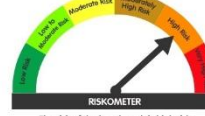
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

This Product is suitable for investors who are seeking*	Parag Parikh Liquid Fund An Open ended Liquid scheme. A Relatively Low Interest Rate Risk and Relatively low Credit Risk	
	Scheme's Riskometer	AMFI Tier I Benchmark's Riskometer (CRISIL Liquid Debt A-I Index)
- Income over the short term - Investments in Debt/money market instruments	 The risk of the scheme is low to moderate risk	 The risk of the benchmark is low to moderate risk

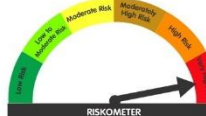
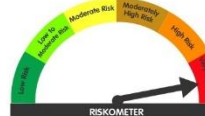
*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

This Product is suitable for investors who are seeking*	Parag Parikh Arbitrage Fund An open ended scheme investing in arbitrage opportunities	
	Scheme's Riskometer	AMFI Tier I Benchmark's Riskometer (NIFTY 50 Arbitrage (TRI))
- To generate income by investing in arbitrage opportunities - Predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market.	 The risk of the scheme is low risk	 The risk of the benchmark is low risk

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

This Product is suitable for investors who are seeking*	Parag Parikh Dynamic Asset Allocation Fund An open ended dynamic asset allocation fund.	
	Scheme's Risk-o-meter	AMFI Tier I Benchmark's Risk-o-meter (CRISIL Hybrid 50+50 Moderate Index TRI)
- Capital Appreciation & Income generation over medium to long term. - Investment in equity and equity related instruments as well as debt and money market instruments while managing risk through active asset allocation	 The risk of the scheme is moderately high risk	 The risk of the benchmark is high risk

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

This Product is suitable for investors who are seeking*	Parag Parikh Large Cap Fund (An open ended equity scheme predominantly investing in large cap stocks)	
	Scheme's Risk-o-meter	AMFI Tier I Benchmark's Risk-o-meter (Nifty 100 TRI)
- Wealth creation over long term. - To invest predominantly in equity and equity related instruments of large cap companies.	 The risk of the scheme is very high risk	 The risk of the benchmark is very high risk

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

Note: Riskometers as on June 30, 2026.

Please refer updated riskometer on link: <https://amc.ppfas.com/statutory-disclosures/product-labelling/>

Potential Risk Class (PRC) of Parag Parikh Liquid Fund

Parag Parikh Liquid Fund	Potential Risk Class			
	Credit Risk	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
	Interest Rate Risk			
	Relatively Low (Class I)	A-I		
	Moderate (Class II)			
	Relatively High (Class III)			
A-I - A Scheme with Relatively Low Interest Rate Risk and Relatively Low Credit Risk				

Thank You

PPFAS Asset Management Private Limited

Registered Office: 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg,
230, Nariman Point, Mumbai - 400 021, Maharashtra, India.

Name of the Sponsor Company: Parag Parikh Financial Advisory Services Limited.

Name of Trustee Company: PPFAS Trustee Company Private Limited.

Investor Helpline:



1800 266 7790



mf@ppfas.com

Distributor Helpline:



1800 266 8909



91 22 61406538



partners@ppfas.com

SEBI Registered Name: PPFAS Mutual Fund | SEBI Registration No: MF/069/12/01

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