

MONTHLY ARBITRAGE NOTE

Market Update

After a consistent four months negative return the April 2023 series has come with a positive comeback and is likely to sustain the gains taking cues from global markets. In the April 2023 series, Nifty 50 Index ended at 17915 from the end of the March 2023 series at 17080 and witnessed the best F&O expiry in six months. Nifty 50 Index gained majorly due to Banks , Metals and Auto while IT being the biggest underperformer. The Bank Nifty Index ended the April 2023 series at 43000 from the end of the March 2023 series at 39910 .

Rollover Analysis

- Nifty 50 futures rollover was lower this month compared to the previous month
- Market wide rollover was in line with it's 3 months average rollover

Index	Current Month Rollover	Previous Months Rollover	3 Months Average Rollover
Nifty 50 Index	64	74	75
Bank Nifty Index	92	91	92
Market Wide	82	93	87

- Average rollover across stock futures were between 65 – 67 bps.
- Option Distribution data suggest wide trading range of 17500 -18000 , wherein 17500 is the lower range and 18000 the ceiling between which the market has been trading.
- Total Open Interest value at the start of the May 2023 series is at INR 10411 bn compared to INR 8079 bn in April 2023 series.

Flow Analysis : Institutional Flows

Foreign Institutional Investors (FIIs) have been net long buyers in the futures market, while Domestic Institutional Investors (DIIs) have bought in the cash market indicating a favourable outcome in both cash and futures market.

India VIX Data

The India VIX (Nifty Volatility Index based on the Nifty Index Option prices) has remained subdued at 11.6 and declined from 15.1 since last expiry which indicates markets are cooling down eventually .

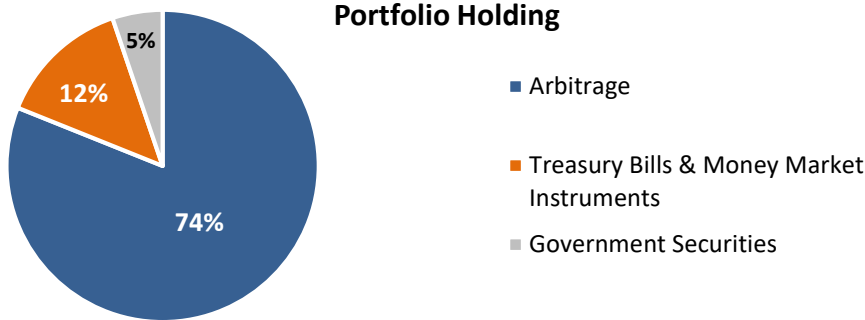
Market's Strength and Weakness

- While most of the sectors witnessed a positive trend this month, Banks , Auto and Metals were the best performers while, IT was the only sector to end negative.
- The real estate sector saw the highest rollovers and consumer staples sector witnessed the lowest rollovers.

Forward Looking and Key Events for the Month

- Markets in CY23 is expected to be volatile due to macro uncertainty and interest rate movements.
- FII Flows , RBI rates , Result session , US Federal Reserve meet and prospects of aggressive rate tightening and Commodity prices.

Portfolio Update (as on 30th April 2023) Net AUM – 314.80 INR Crores



Equity Arbitrage	Debt & Money Market & others	No of Stocks	Average Maturity	Modified Duration	Macaulay Duration	YTM
73.52	26.48	49	0.64 years	0.60	0.62	6.93%

Instrument Type (All in %)	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22	Nov-22	Oct-22	Sep-22	Aug-22	Jul-22	Jun-22	May-22	Apr-22
Domestic Equities	74	73	76	75	74	73	74	73	76	76	63	73	69
Government Securities	5	5	4	4	4	12	16	16	16	15	15	15	15
Treasury Bills / Money Market Instruments	12	14	12	12	12	4	6	1	1	6	8	6	6
Others	9	8	8	9	10	11	4	9	7	3	14	6	9

Source: Internal report , NSE India and Centrum alternative research report .

*For complete portfolio, please visit the website: <https://www.miraeassetmf.co.in/>

About The Fund

Mirae Asset Arbitrage Fund - An open ended scheme investing in arbitrage opportunities

Allotment Date	19th June 2020
Fund Managers	Mr. Jignesh Rao, (Equity portion) Mr. Jigar Sethia, (Equity portion) & Mr. Abhishek Iyer (Debt portion) (w.e.f 16 th Jan, 2023)
Load Structure	Entry load: NA Exit load: 0.25% if redeemed or switched out within 30 days from the date of allotment Nil after 30 days
Plans Available	Direct and Regular
Minimum Investment Amount	Minimum Investment Amount Rs. 5,000/- and in multiples of Re. 1/-thereafter. Minimum Additional Application Amount: Rs. 1,000/- per application and in multiples of Re. 1/- thereafter

Disclaimer: Statutory Details: Trustee: Mirae Asset Trustee Company Private Limited; Investment Manager: Mirae Asset Investment Managers (India) Private Limited (AMC); Sponsor: Mirae Asset Global Investments Company Limited.

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

PRODUCT LABELLING

Mirae Asset Arbitrage Fund is suitable for investors who are seeking*

- Income over short term
- Investments predominantly in arbitrage opportunities in the cash and derivative segments and the arbitrage opportunities available within the derivative segment

*Investors should consult their financial advisers, if they are not clear about the suitability of the product.

