

Minimize the Risks, Optimize the Returns



Motilal Oswal Arbitrage Fund

motilal oswal | mutual fund

Entity Name: Motilal Oswal Mutual Fund | SEBI registered Number: MF/063/09/04

Built for Growth, Backed by Proven Track Record in Equities On a High Growth Trajectory



AUM

₹ 1,90,622 Crs +
AMC AUM

₹ 1,00,356 Crs +
Active Funds

₹ 51,841 Crs +
Passive Funds

₹ 14,795 Crs +
PMS Funds

₹ 20,218 Crs +
Pioneers in Long Only Cat III AIF



Our Offerings

Mutual Funds
Active | Passive

Alternates
PMS | Category III AIF

Offshore
GIFT CITY | GIFT FOF



Our Philosophy

Anchoring growth through quality investing
rooted with QGLP philosophy



Our Strength

25+
Investment team

9200+
Skin in the Game

80+
Mutual Fund Scheme

30+
Alternate Schemes

Why Motilal Oswal AMC From the Equity Powerhouse of Motilal Oswal Group



Guided by Veterans and Driven by Experienced Team



Mr. Raamdeo Agrawal

Chairman & Co-founder, Motilal Oswal Financial Services Limited

Raamdeo Agrawal is the Chairman and Co-founder of Motilal Oswal Financial Services Limited, a prominent financial services firm established in 1987, specialising in Indian equity capital markets and research. Raamdeo Agrawal and his business Partner Mr Motilal Oswal, spread their businesses in Retail Broking and Distribution, Institutional Equities, Asset Management Company, Private Wealth, Investment Banking, Private Equity & Home Finance.

As Chairman of Motilal Oswal Asset Management Company, Agrawal has been a key architect of the "QGLP" (Quality Growth Longevity & Favourable Price) Investment Framework and the 'Buy Right, Sit Tight investing philosophy. His leadership has significantly influenced the groups research initiatives, with Agrawal taking charge of the annual Motilal Oswal Wealth Creation Study since its inception in 1996.

Raamdeo Agrawal is a qualified Chartered Accountant and has been in equity investing for the past 4 decades. His insights and expertise have been featured on 'Wizards of Dalal Street on CNBC TV18. Agrawal's co-authorship of the book "Corporate Numbers Game" in 1986 and his solo work "The Art of Wealth Creation" showcase his commitment to sharing financial knowledge.

As an influential figure in finance, Raamdeo Agrawal continues to shape the industry through his thoughtful insights and dedication to wealth creation studies. Mr Agrawal has been releasing Annual Wealth Creation Studies for the past 28 years. These are the most awaited investing guides and reference studies in India.

Agrawal has maintained a consistent track record of integrity, earning recognition through the Rashtriya Samman Patra from the Central Board of Direct Taxes. In 2018, he was honoured as the "Chhattisgarh Citizen of the Year" at the Chhattisgarh Excellence Awards, receiving the award from the Hon'ble Chief Minister of Chhattisgarh, Dr Raman Singh.



Mr. Prateek Agrawal

Managing Director and CEO Motilal Oswal Asset Management Company

Mr. Prateek Agrawal is the Managing Director and CEO of Motilal Oswal Asset Management Company (MOAMC). With a rich background in capital markets spanning over 29 years, he has played key roles in investment strategy, business expansion, and operational excellence. Before MOAMC, Mr. Agrawal was instrumental in scaling the ASK Investment Managers' equity business from Rs. 1,500 crore to over Rs. 37,000 crore AUM over 11.5 years. His leadership has focused on building robust investment frameworks and fostering a culture of performance and innovation.

Mr. Agrawal's career includes pivotal roles such as Head of Equity at BNP Paribas Mutual Fund and BOI AXA Mutual Fund, and Head of Research at SBI Capital Markets. His tenure at these firms involved leading start-up teams and establishing strong equity platforms. He holds a Bachelor of Engineering degree from NIT Rourkela and an MBA from XIM Bhubaneswar, combining technical and managerial expertise to drive success in the asset management industry.

WHY ARBITRAGE FUNDS?





Pure Equity Arbitrage Strategy

- Generates returns by the price difference in cash and futures markets, independent of market direction

Minimizing Credit Risk

- Does not invest in lower-rated debt instruments, investments into Liquid Fund, AAA rated bonds and treasury bills repurchase (TREPS), eliminating the risk of default

No Duration Risk

- No exposure to interest rate fluctuations, due to investments only in liquid fund or TREPS which are short term instruments (minimal exposure to duration or credit risk)

Risk managed within the category

- Focused solely on hedged equity positions with minimal exposure to fixed income volatility

Relatively Lower Volatility & Stable Return Potential

- Returns are relatively stable as low credit or duration exposure

Treated as equity-oriented for taxation purposes (favourable tax vs debt funds)

How does Arbitrage Work?

	Price of Stock A	Action	Profit
NSE	₹100	Buy	₹1 (101-100)
BSE	₹101	Sell	



Tax Efficiency Of Arbitrage Funds Over Debt Funds

Type of Fund	3M			1Y		
	Arbitrage Fund	Debt Fund (30% slab)	Debt Fund (25% slab)	Arbitrage Fund	Debt Fund (30% slab)	Debt Fund (25% slab)
Amount Invested	1,00,000					
Returns* (Annualised, Net of Expenses)	7.00%					
Value at Time of Redemption	1,01,750	1,01,750	1,01,750	1,07,000	1,07,000	1,07,000
Tax Rate ^	20%	30%	25%	12.5%	30%	25%
Tax Amount	350	525	438	875	2,100	1,750
Post Tax Value	1,01,400	1,01,225	1,01,313	1,06,125	1,04,900	1,05,250
Post Tax Returns (Annualised* for < 1Y)	5.60%	4.90%	5.25%	6.13%	4.90%	5.25%
Advantage to Arbitrage Fund (bps)	70 / 35 bps	—	—	123 / 88 bps	—	—

**Even at the same pre-tax return of 7.00%,
Arbitrage Funds deliver ~17% to ~25% higher post-tax returns over 1 Year (and ~7% to ~14% over 3 Months) than Debt Funds.**

*Returns assumed identical at 7.00% p.a. for both Arbitrage and Debt Funds. Simple pro-rata accrual, not compounded.

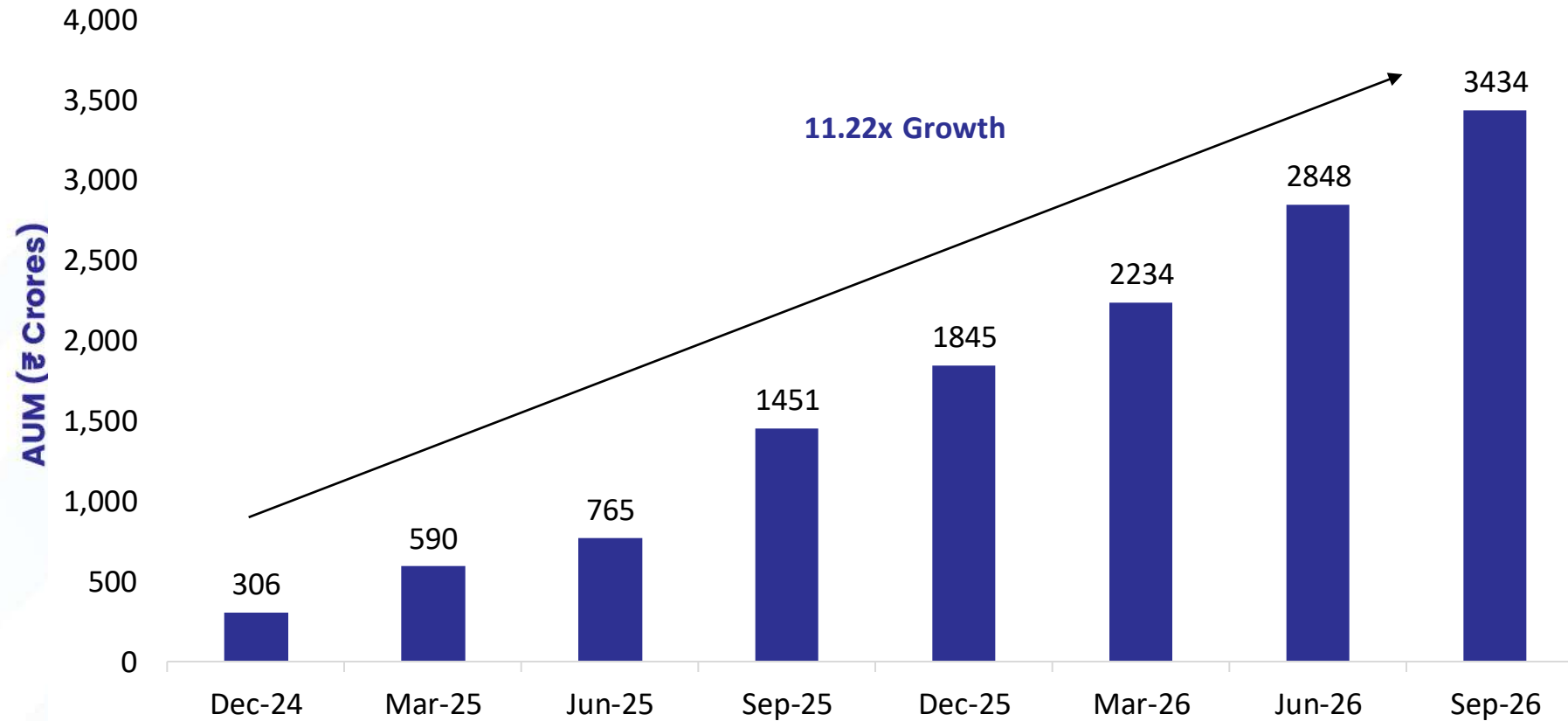
* Post-tax returns for the 3-month period are annualised (x4) for comparability; the 1-year figures are absolute for the year.

^ Arbitrage Funds are taxed as equity - STCG @ 20% (holding < 12 months) and LTCG @ 12.5% (holding >= 12 months). The Rs 1.25 lakh LTCG exemption is not applied in this illustration. Tax rates are exclusive of surcharge and cess.

Source: MOAMC Internal. The above table is used to explain the concept and is for illustration purposes only, and should not be used for the development or implementation of an investment strategy.

Investors should consult their tax advisor for advice specific to their circumstances. Past performance may or may not be sustained in the future.

Arbitrage Fund AUM Growth Performance



Data as on: Sep'26, Source: Ace MF

Who Should Invest In Arbitrage Fund?

Risk Averse Investor

Investors who want consistent returns with minimal exposure to Market Volatility.

Investors looking for Tax-Efficiency

Investors who are focused on after-tax returns & are looking for Tax – Efficient Investment Options.



Investor looking for stable income

Investors looking for Fixed-Income like Returns without exposure to interest rate risks or credit risks, Such as retirees or conservative savers.

Investor looking for liquidity

Investors who may need to access their funds in the short-term, while still aiming for better returns than traditional savings accounts or fixed deposits.

Reasons To Invest In An Arbitrage Fund



Equity Taxation

- Arbitrage funds are taxed as equity funds and hence in higher income bracket can allocate as alternate to Liquid/Debt Funds



Low Risk – Market Neutral Arbitrage Positions

- Returns and capital from arbitrage fund is not dependent upon market direction



Lower Volatility

- Arbitrage spreads once locked in are not volatile due to exposure to both buy and sell positions; movement in one is neutralized by reverse movement in other



Alternate to Liquid / Debt Funds

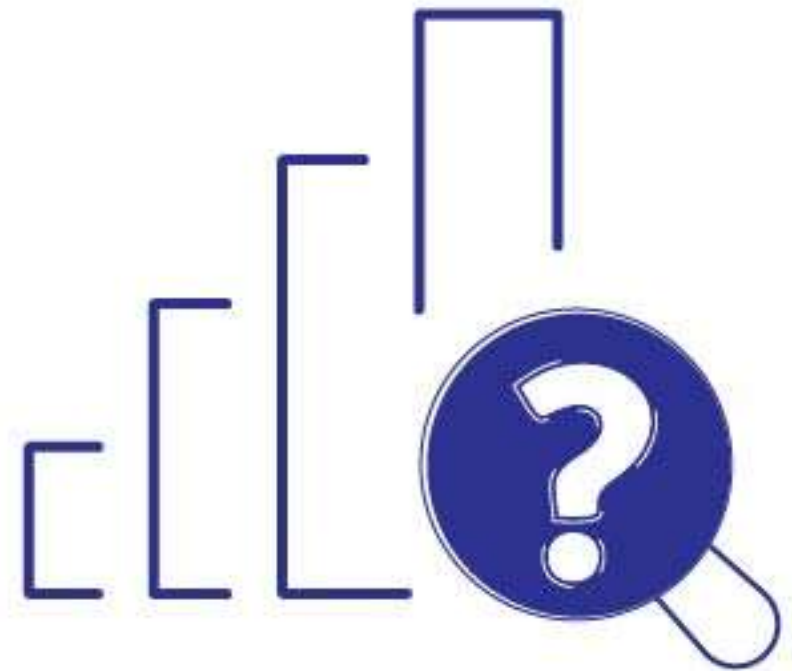
- Arbitrage funds which offer stable, moderate and tax efficient returns are good alternate to Liquid & Short Term Debt Funds



Liquidity

- Arbitrage funds are liquid in nature and exit load applicable in arbitrage funds is upto 15 days.

MOTILAL OSWAL ARBITRAGE FUND

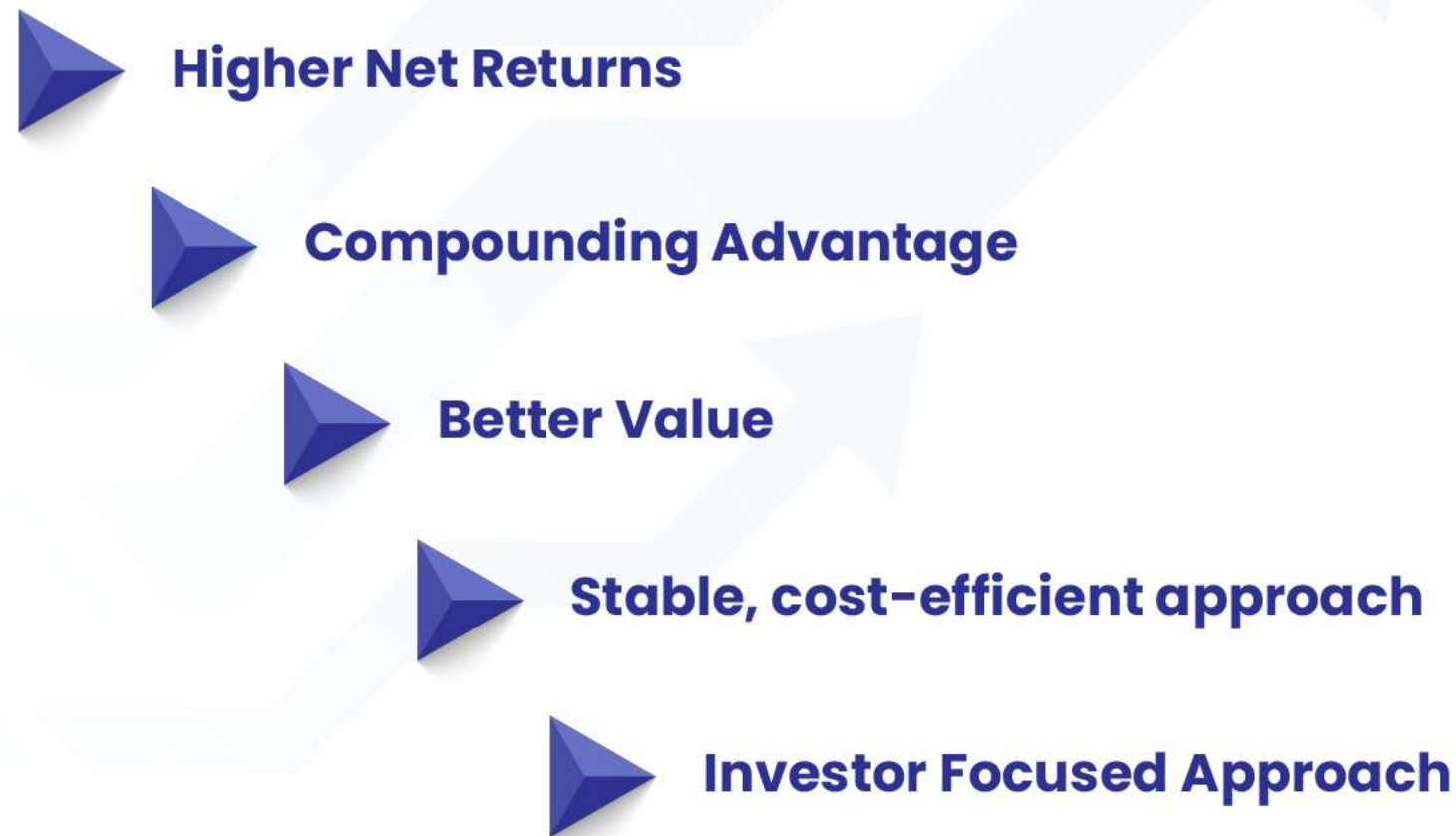




Low Cost = Long Term Retention

Among the lowest expense ratio of just **0.11% (Direct)** and **1.00% (Regular)**, helping investors retain more returns

Why low expense ratio is good for investors:



Point to Point Returns (%)	1 Year		Since Inception	
	(%)	Rs. 10,000	(%)	Rs. 10,000
Motilal Oswal Arbitrage Fund – Reg (G)	6.04	10,604	6.21	11,125
Nifty 50 Arbitrage TRI	7.33	10,733	7.39	11,345
CRISIL 1 Year T-bill Index (Additional Index)	4.01	10,401	5.20	10,939

Point to Point Returns (%)	1 Year		Since Inception	
	(%)	Rs. 10,000	(%)	Rs. 10,000
Motilal Oswal Arbitrage Fund – Dir (G)	7.07	10,707	7.21	11,312
Nifty 50 Arbitrage TRI	7.33	10,733	7.39	11,345
CRISIL 1 Year T-bill Index (Additional Index)	4.01	10,401	5.20	10,939

Data as on Sep 30th, 2026. BM = Benchmark i.e. Nifty 50 Arbitrage TRI; Add. BM = additional BM i.e. Nifty 50 TRI. Date of inception: 23-Dec-2024.

Past performance may or may not be sustained in the future. Performance is for Regular Plan Growth option. Different plans have different expense structure. Mr. Vishal Ashar & Mr. Atul Mehra are the Fund Managers for equity component since 23rd Dec, 2024. Mr. Rakesh Shetty is the Fund Manager for debt component since 23rd Dec, 2024

For performance of other schemes managed, please refer the Annexure: <https://www.motilaloswalmf.com/downloads/leaflets-brochures>



Mr. Vishal Asher

Fund Manager,
For Equity Component

- Vishal Ashar, with over 18 years of extensive experience in fund management, is currently serving as a Fund Manager at Motilal Oswal Asset Management Company.
- Before his current position at Motilal Oswal, Vishal held significant roles at NJ Asset Management, India Bulls Asset Management, and Motilal Oswal Group, contributing to his reputation and expertise in the industry.
- He spent four years at NJ Asset Management as a Fund Manager and Equity Dealer, and was associated with Motilal Oswal Group for six years.
- Vishal holds a Post Graduate MMS degree from Mumbai University.



Mr. Atul Mehra

Fund Manager,
For Equity Component

- Rich Experience: Over 16 years of experience
- Past experience: Motilal Oswal Asset Management Company Ltd – Senior Vice President – Fund Manager – PMS and AIFs. (2013 – 2022) Edelweiss Capital Ltd – Research Analyst (2008-13)
- Academic background: CFA Charterholder, Masters in commerce; Mumbai University Bachelor's In commerce, Mumbai University, HR College of Commerce and Economics
- Fund Manager: Motilal Oswal Large Cap Fund, Motilal Oswal Multi Cap Fund



Mr. Rakesh Shetty

Fund Manager,
For Debt Component

- Rich Experience: Over 15 years
- Past experience: He has more than 15 years of overall experience and expertise in trading in equity, debt segment, Exchange Trade Fund's management, Corporate Treasury and Banking. Prior to joining Motilal Oswal Asset Management Company Limited, he has worked with Company engaged in Capital Market Business wherein he was in charge of equity and debt ETFs, customized indices and has also been part of product development
- Academic background: Bachelors of Commerce (B.Com)
- Fund Manager: Motilal Oswal Large and Midcap Fund, Motilal Oswal Midcap Fund and others

Name of Scheme	Motilal Oswal Arbitrage Fund
Type	An open-ended equity scheme investing in arbitrage opportunities
Category of Scheme	Arbitrage Fund
Entry/ Exit Load	Entry : Nil Exit : 0.25% - If redeemed on or before 15 Days from the date of allotment. Nil - If redeemed after 15 Days from the date of allotment. Exit Load will be applicable on switch amongst the Schemes of MOMF. No Load shall be imposed for switching between Options within the Scheme. Further, it is clarified that there will be no exit load charged on a switch-out from Regular to Direct plan within the same scheme. No Load shall be imposed for switching between Options within the Scheme. Further, it is clarified that there will be no exit load charged on a switch-out from Regular to Direct plan within the same scheme.
Plans	Regular Plan & Direct Plan
Options (Under each plan)	IDCW Option & Growth Option
Minimum Application Amount	Rs. 500/- and in multiples of Re. 1/- thereafter
Minimum Redemption Amount	Rs. 500/- and in multiples of Re. 1/- thereafter or account balance, whichever is lower.
Risks related to Arbitrage Strategy	In case of a large redemption, the scheme may need to reverse the spot-futures transaction before the date of futures' settlement. This eventuality may lead to the basis risk. While reversing the spot-futures transaction on the Futures & Options settlement day on the Exchange, there could be a risk of volume-weighted-average-price of the market being different from the price at which the actual reversal is processed. This may result in basis risk. On the date of expiry, when the arbitrage is to be unwound, it is not necessary for the stock price and its future contract to coincide. There could be a discrepancy in their prices even a minute before the market closes. Thus, there is a possibility that the arbitrage strategy gets unwound at different prices.

This presentation has been prepared and issued on the basis of internal data, publicly available information and other sources believed to be reliable. The information contained in this document is for general purposes only and not a complete disclosure of every material fact and terms and conditions and features of Motilal Oswal Arbitrage Fund. The information / data herein alone is not sufficient and shouldn't be used for the development or implementation of an investment strategy. It should not be construed as investment advice to any party. All opinions, figures, charts/graphs, estimates and data included in this presentation are as on date and are subject to change without notice. While utmost care has been exercised while preparing this document, Motilal Oswal Asset Management Company Limited (MOAMC) does not warrant the completeness or accuracy of the information and disclaims all liabilities, losses and damages arising out of the use of this information. The statements contained herein may include statements of future expectations and other forward-looking statements that are based on our current views and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Readers shall be fully responsible/liable for any decision taken on the basis of this presentation. No part of this document may be duplicated in whole or in part in any form and/or redistributed without prior written consent of the Motilal Oswal Mutual Fund/Motilal Oswal Asset Management Company Limited. Readers should before investing in the Scheme make their own investigation and seek appropriate professional advice. Please read Scheme Information Document (SID) and Statement of Additional Information (SAI) carefully before investing. Past performance of the Sponsor/ AMC/ Mutual Fund and its affiliates does not indicate the future performance of the scheme and may not provide a basis of comparison with other investments. The Stocks/sectors mentioned above are used to explain the concept and is for illustration purpose only and should not be used for development or implementation of any investment strategy. It should not be construed as investment advice to any party. The stocks may or may not be part of our portfolio/strategy/ schemes. Past performance may or may not be sustained in future. In case of a large redemption, spot-futures transactions may be reversed before futures settlement, leading to potential basis risk. On expiry, discrepancies between stock and futures prices may occur, affecting arbitrage strategy unwinding.

Statutory Details: Constitution: Motilal Oswal Mutual Fund has been set up as a trust under the Indian Trust Act, 1882. Trustee: Motilal Oswal Trustee Company Limited. Investment Manager: Motilal Oswal Asset Management Company Ltd. (CIN: U67120MH2008PLC188186) Sponsor: Motilal Oswal Financial Services Ltd.

Entity Name: Motilal Oswal Mutual Fund | **SEBI registered Number:** MF/063/09/04

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

For any Mutual Fund queries, please call us on +91 81086 22222 / +91 22 40548002 (Press 1) or write to mfservice@molaloswal.com

Name of the scheme

Motilal Oswal Arbitrage Fund (An open-ended equity scheme investing in arbitrage opportunities)

This product is suitable for investors who are seeking*

- Capital appreciation over long term
- Investing predominantly in arbitrage opportunities between cash and derivative market and arbitrage opportunities within derivative segment

Risk-o-meter of Scheme



The risk of the scheme is Low

Risk-o-meter of Benchmark
Nifty 50 Arbitrage Index TRI



The risk of the benchmark is Low

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

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



Thank You