

**M**ARKETS **RISE. FALL. STALL.**

**This fund aims to deliver.**

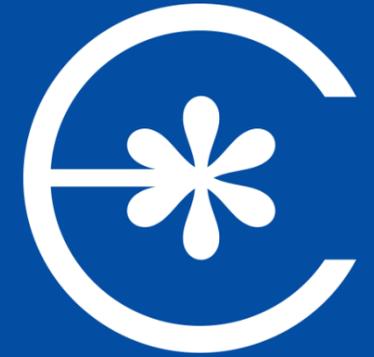
## **Altiva Hybrid Long-Short Fund**

Blending equities, fixed income, and derivatives which may help you achieve consistent, low-volatile returns in most of the market conditions.

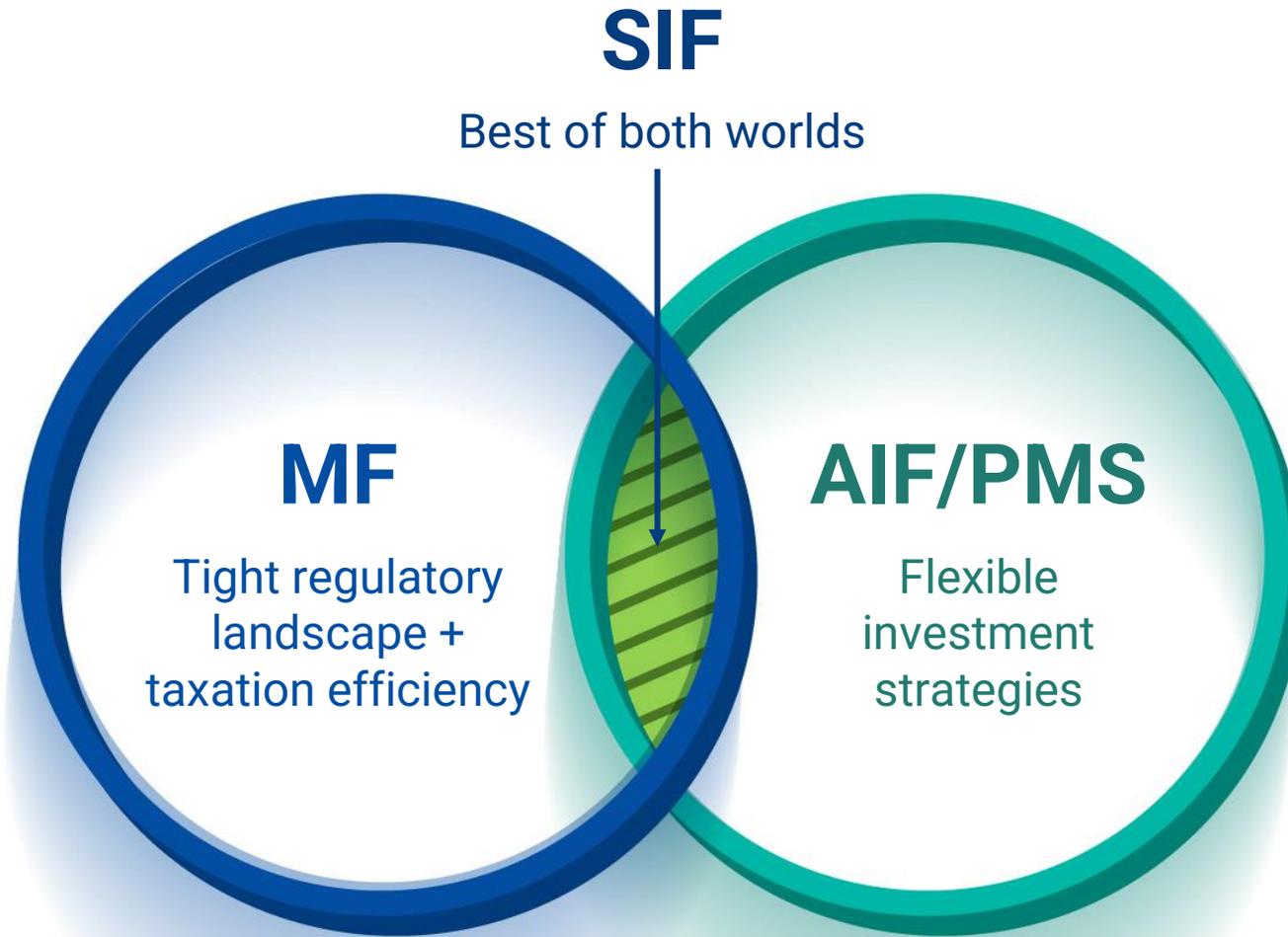
*(An interval investment strategy investing in equity and debt securities, including limited short exposure in equity and debt through derivatives.)*

# All about SIFs

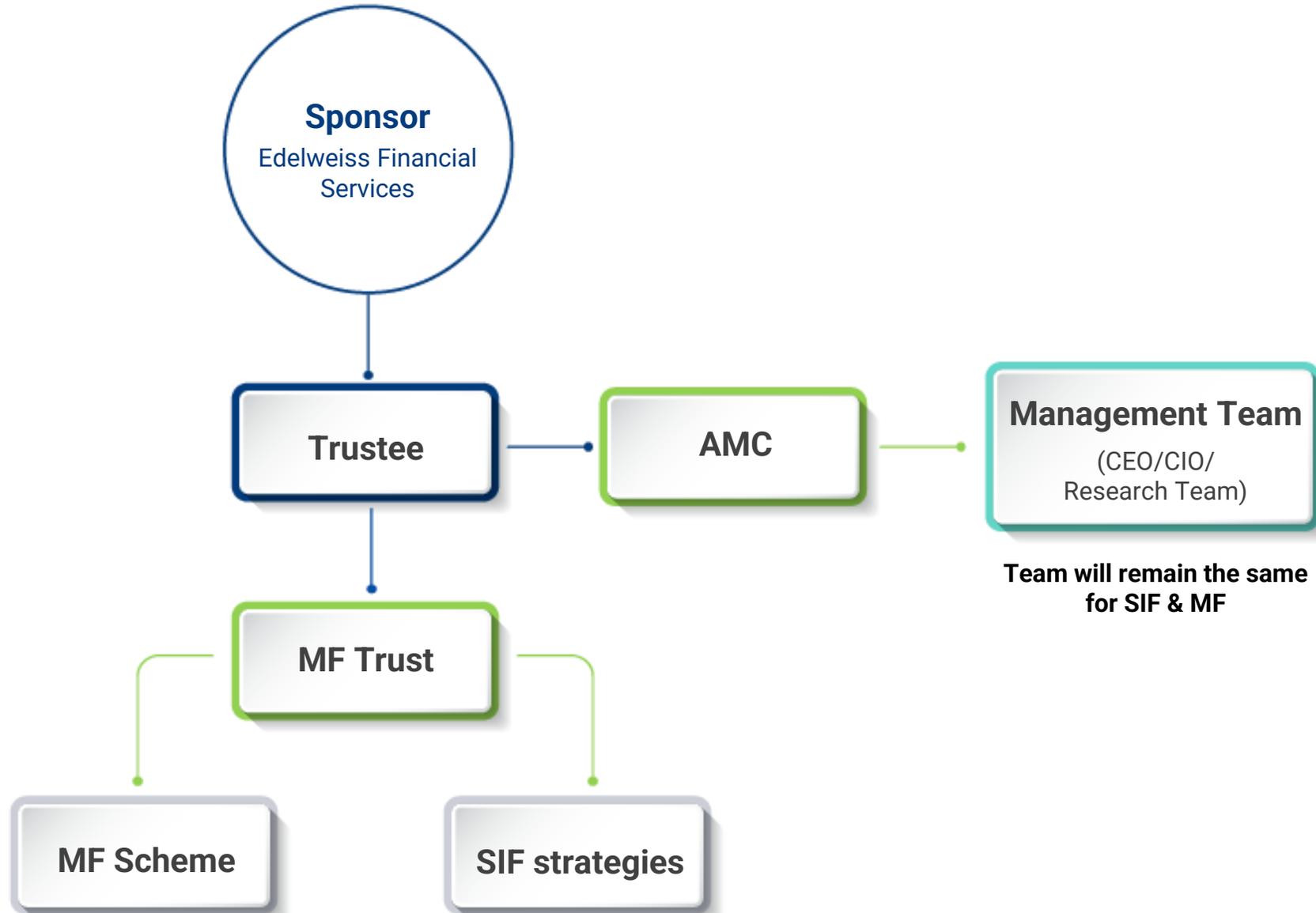
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# Well-positioned to serve targeted investment needs



# SIFs: A platform within the Mutual Fund structure



# Carving a distinct position in the investment landscape

## Key points of differentiation

	SIF	MF	PMS	AIF*
Minimum Investment	Rs. 10 Lakh (Across Altiva SIF strategies)	Rs. 100	Rs.50 Lakh	Rs. 1 Crore
Taxation at Investor level	Equity & other listed securities (excl debt-oriented schemes) - LTCG at 12.5% (after 12m) Debt – Slab rate	Equity - LTCG at 12.5% (after 12m) Debt – Slab rate Other – LTCG at 12.5% (after 24 m)	Taxed in the hands of investor at each transaction level.	NIL
Taxation at Fund Level	Nil as per Section 10 (23D)		Nil	@ MMR of 42.7%^
Leverage & Derivatives	No leverage permitted. Short exposure through unhedged derivative up to 25% + Derivatives for hedging & rebalancing	No leverage permitted. Derivatives only for Hedging & rebalancing	No leverage permitted. Derivatives only for Hedging & rebalancing	Leverage permitted with gross exposure upto 200%

Note: STCG for SIF and Mutual fund: Equity (upto 12 months) – 20%; Debt – slab rate; Others (upto 24 months) – slab rate. For SIF & MF taxation, cess and surcharge rates will be applicable as per the IT Act. Please consult tax advisor for better understanding and taxation applicable to specific investments.\* CAT III AIF assuming that it will be a business income product. ^ Incl applicable cess & surcharge.

# SIF offers 7 differentiated scheme categories

## Equity Oriented Investment Strategies

- Equity Long-Short Fund
- Equity Ex-Top 100 Long-Short Fund
- Sector Rotation Long-Short Fund

## Debt Oriented Investment Strategies

- Debt Long-Short Fund
- Sectoral Long-Short Fund

## Hybrid Investment Strategies

- Active Asset Allocator Long-Short Fund
- Hybrid Long-Short Fund

**Only one investment strategy under each sub-category shall be permitted to be launched.**

# Presenting Altiva Hybrid Long-Short Fund

An interval investment strategy investing in equity and debt securities, including limited short exposure in equity and debt through derivatives.

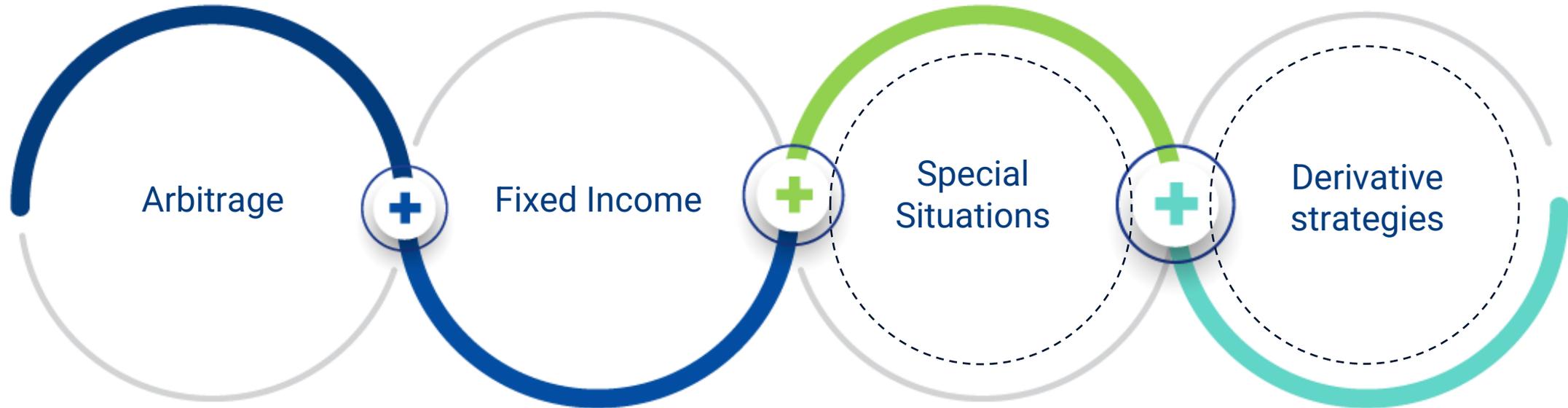


# An income-oriented solution

	Debt Funds Category*	Arbitrage Category	Altiva Hybrid Long Short Strategy^	Equity Savings Fund Category
Return Profile	Fixed returns guided by YTM & duration	Returns close to Repo/ short-term rates	Arbitrage Plus	Debt like returns with potential for limited to moderate equity upside
Taxation	Slab Rate	LTCG: 12.5% STCG: 20% Holding Period: 12M	LTCG: 12.5% STCG: Slab Rate Holding Period: 12M	LTCG: 12.5% STCG: 20% Holding Period: 12M

\*Short Duration Funds. Please consult your tax advisor for clarity on the applicable taxation for specific investments. The above tax doesn't include cess & surcharge. ^Other listed securities held for more than 12 months will be considered as long term capital asset.

# Building on core income with enhanced drivers



An income oriented strategy with arbitrage and fixed income as core strategies, enhanced by selective opportunities in special situations and derivatives

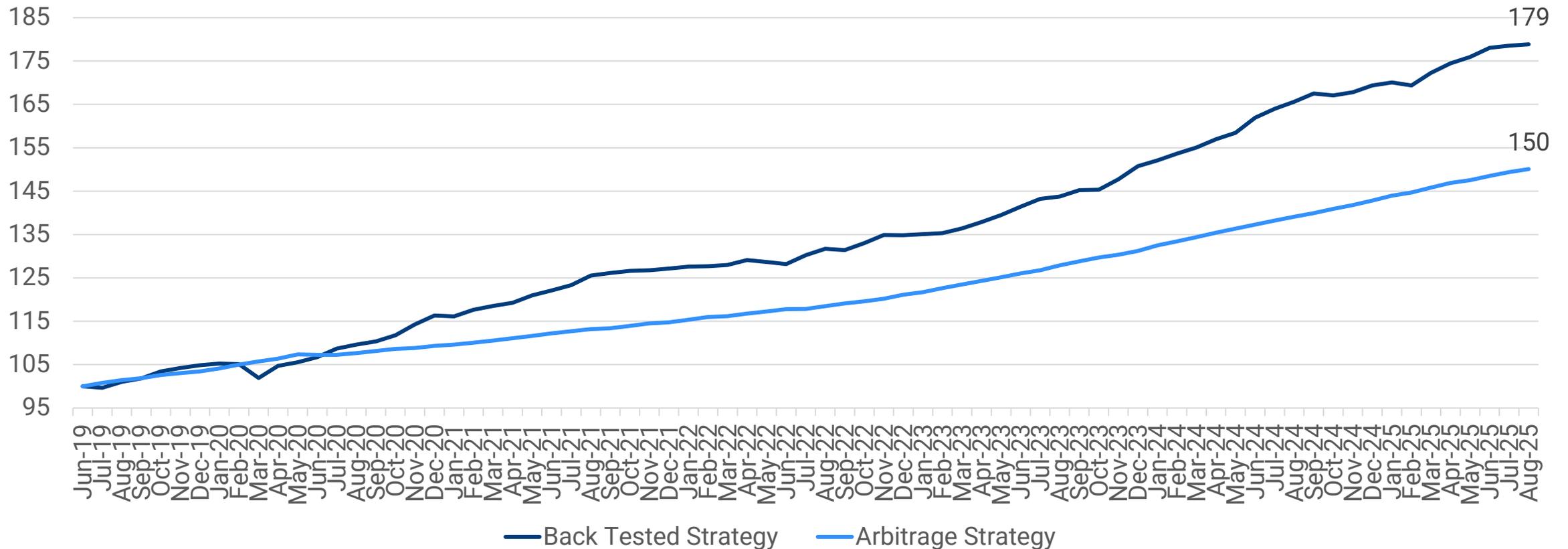
# Portfolio construction



^ Includes Liquid debt.\* Exposure managed using liquid debt. The portfolio construction is based on current strategy, it may change considering the market environment. For details kindly refer the asset allocation mentioned in the ISID

# Back tested strategy performance vs Arbitrage strategy

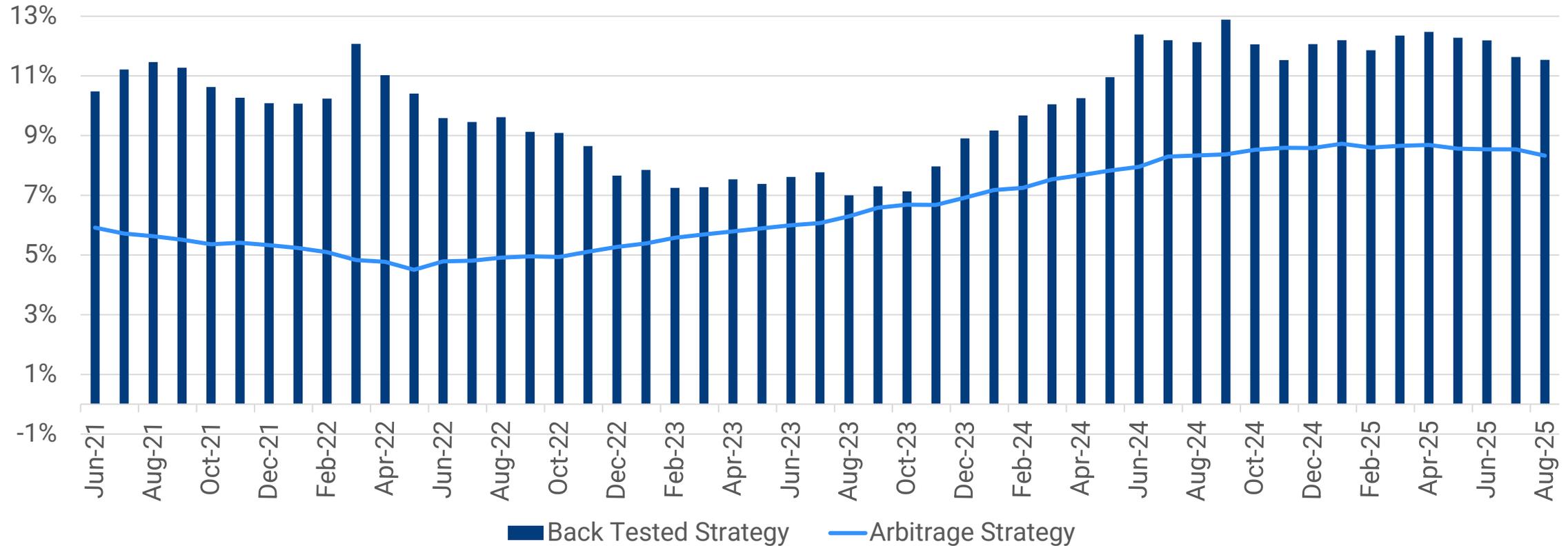
The strategy has outperformed the arbitrage strategy since the inception



# Back Tested Strategy - Rolling Returns

The back tested strategy has outperformed the arbitrage strategy on a 2Y Rolling Return basis since the inception

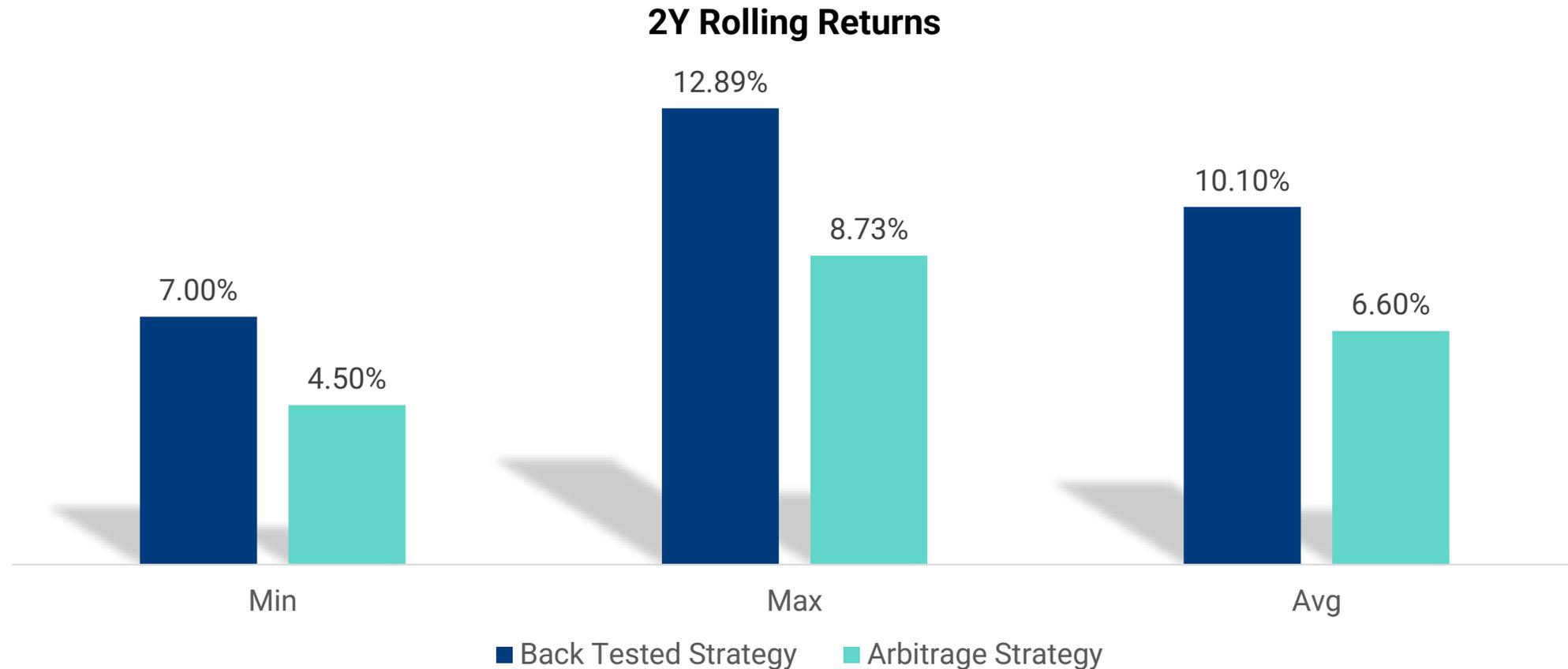
## 2 Year Rolling Returns



Source: Internal. Strategy performance is derived using back tested data. 2Y monthly rolling returns considered for the period 30<sup>th</sup> June 2021 – 31<sup>st</sup> July 2025. Past performance may or may not be sustained in the future. Edelweiss Arbitrage Fund considered for Arbitrage strategy. NAV considered gross of expense for both the strategy. For disclosure relating to Edelweiss Arbitrage fund like Risk-o-meter, SEBI prescribed fund performance & other funds managed by the FM, refer [factsheet](#)

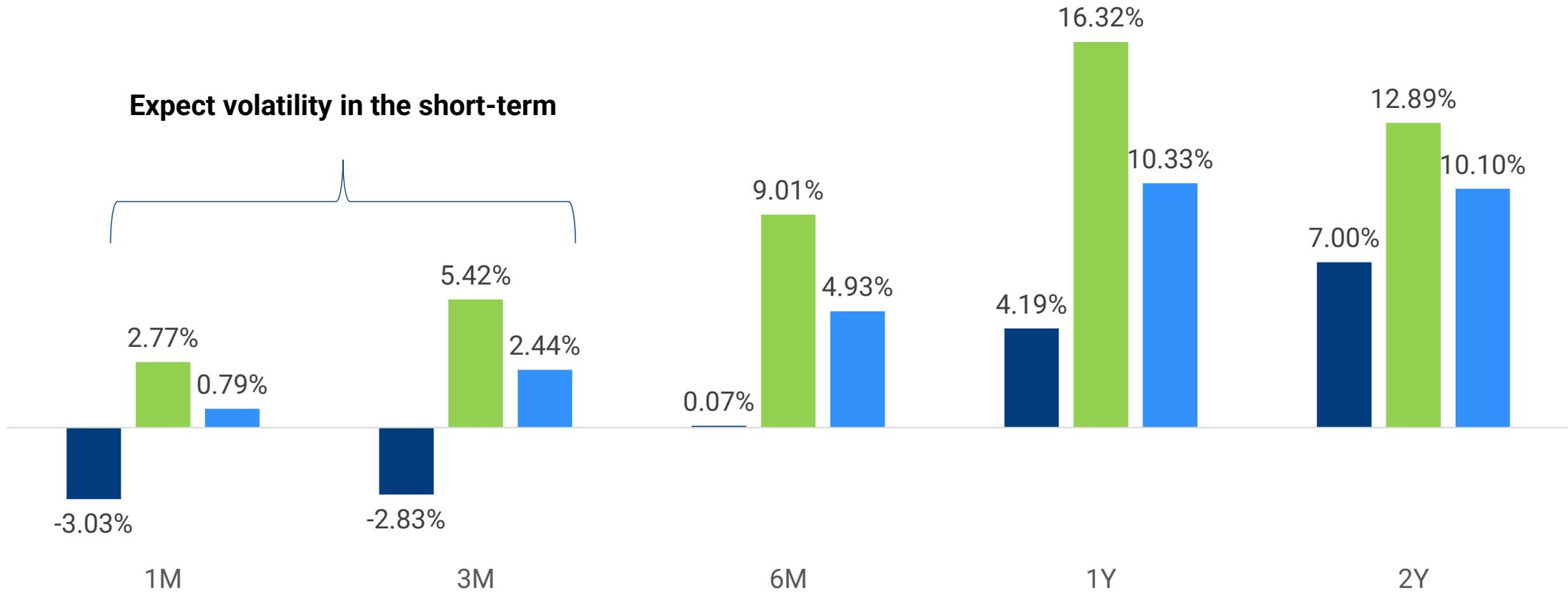
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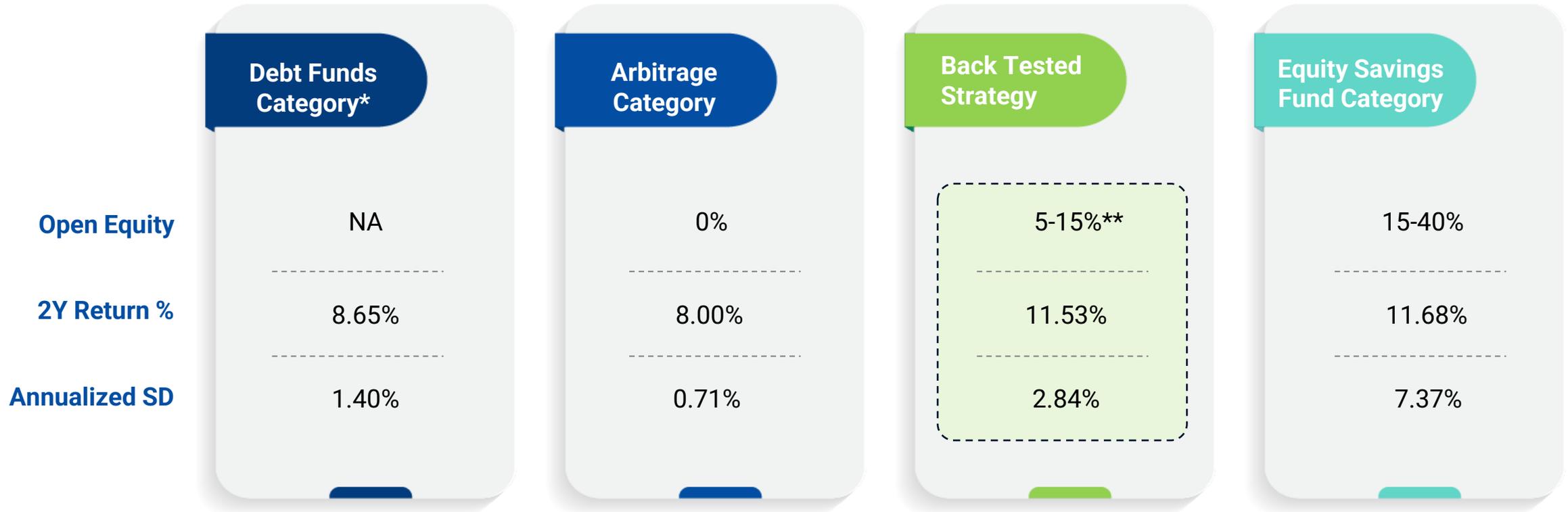


# Back Tested Strategy - Rolling Returns

■ Min ■ Max ■ Avg

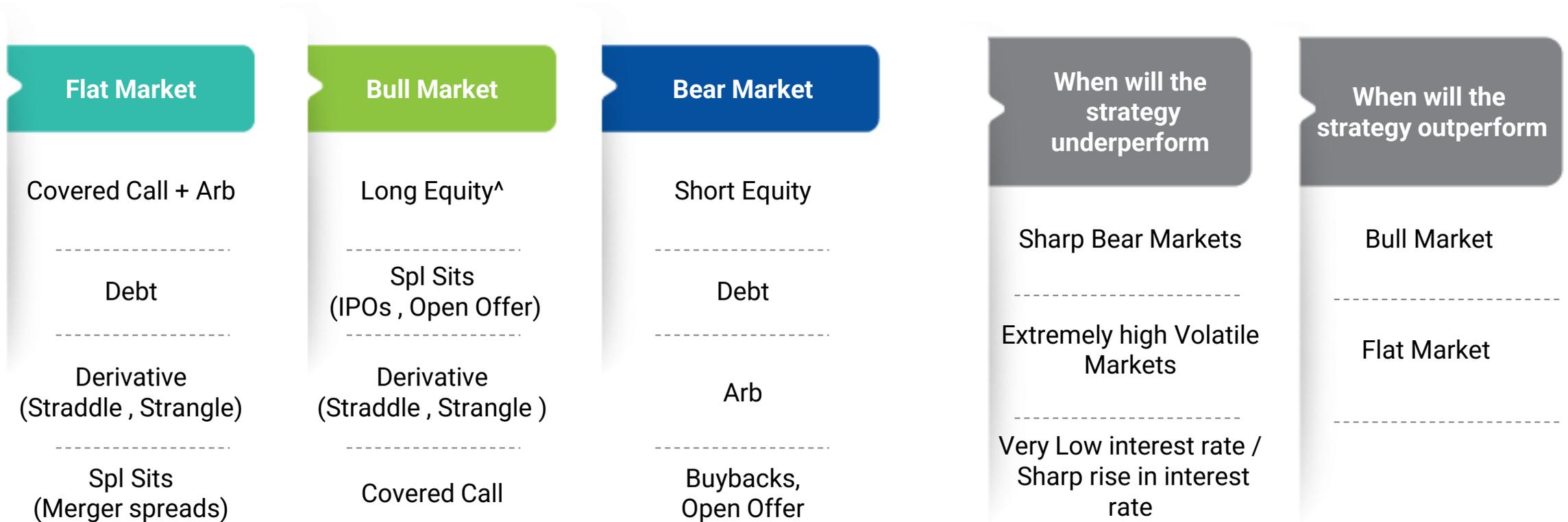


# Risk-reward positioning



# What to expect in different market conditions?

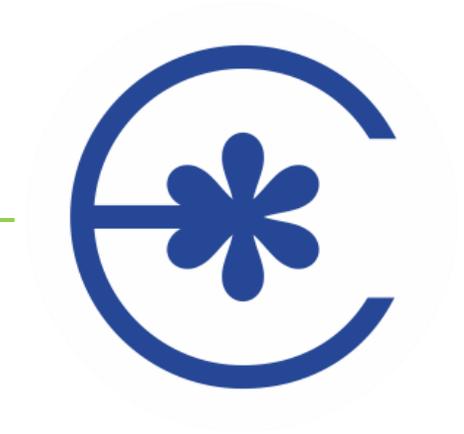
## Strategies of the fund that will work in different market scenarios



<sup>^</sup>incidental long equity exposure from OTM covered calls, pair trades, or event-driven trades (e.g., IPO/open-offer participation); no directional long exposure

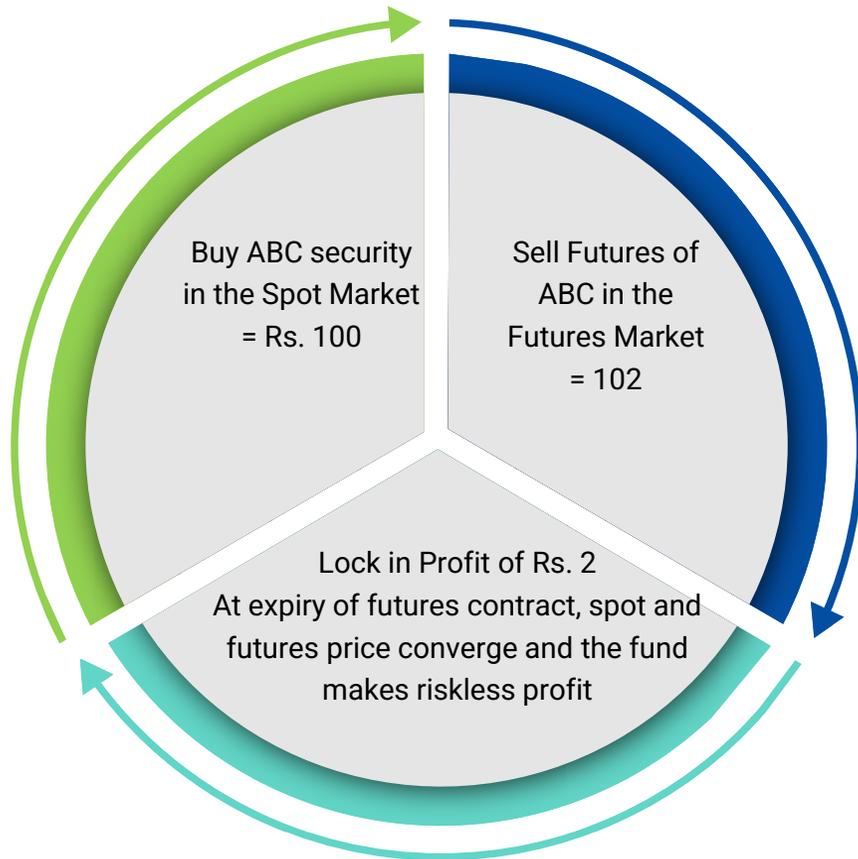
# Strategy playbook

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# Equity Arbitrage

## What is Arbitrage?



## Edelweiss Arbitrage Fund

Inception Date: 27<sup>th</sup> June 2014

AUM: 13,885 Cr

1Y RR	Edelweiss Arbitrage Fund	Category Avg
Avg	6.73%	6.30%
Min	3.55%	3.45%
Max	9.76%	8.74%

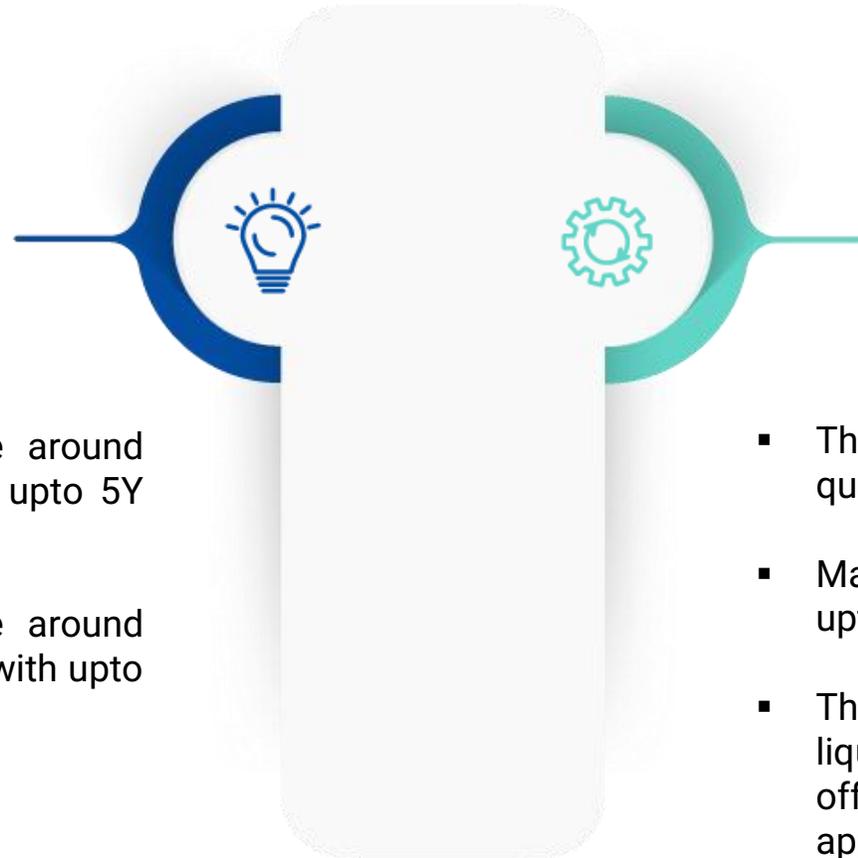
3Y RR	Edelweiss Arbitrage Fund	Category Avg
Avg	6.41%	5.84%
Min	4.78%	4.25%
Max	7.85%	7.56%

5Y RR	Edelweiss Arbitrage Fund	Category Avg
Avg	6.30%	5.81%
Min	5.63%	5.26%
Max	7.47%	6.73%

## Accrual + potential price appreciation from active duration management

### Core Debt (25% - 35%)

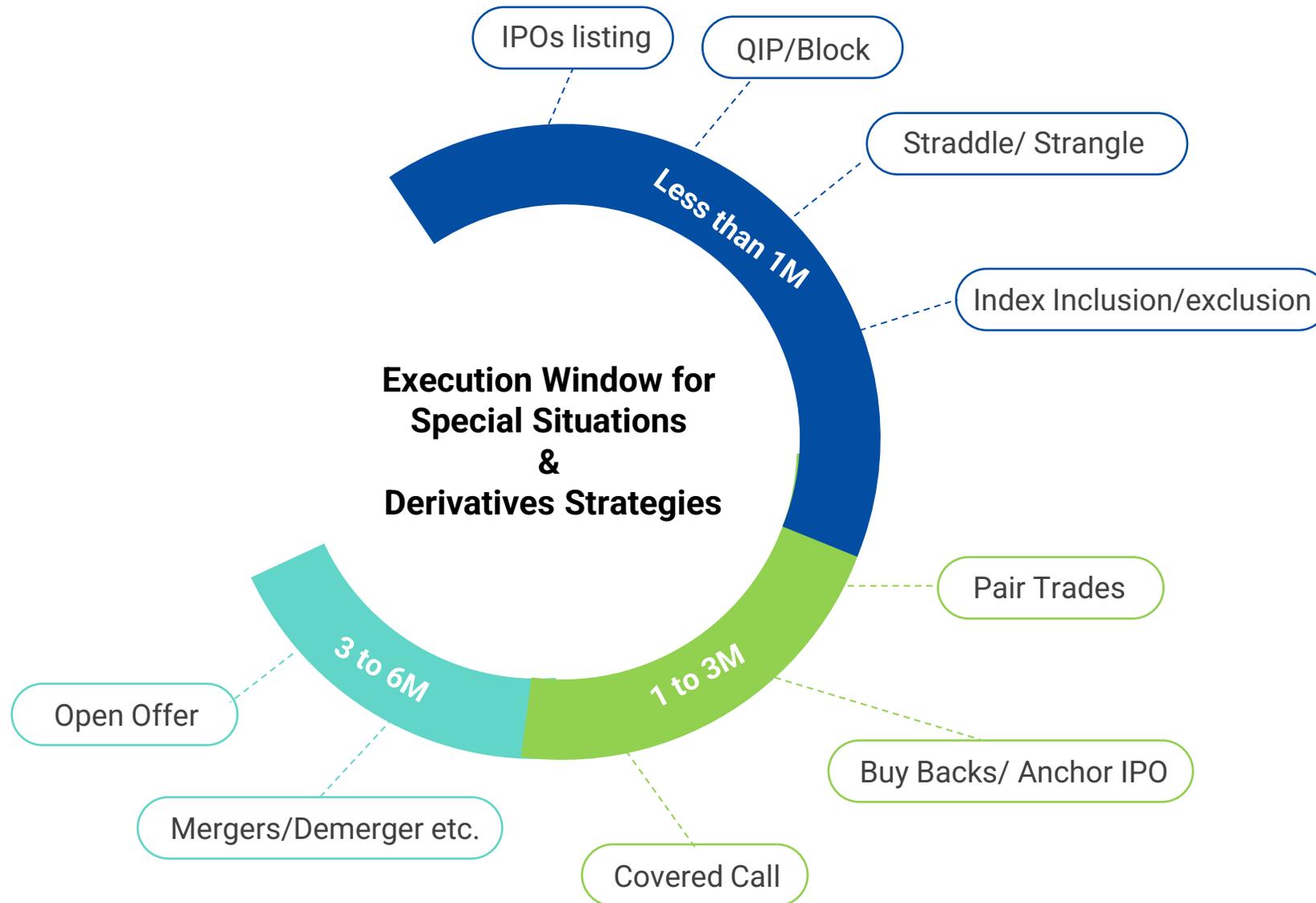
- The strategy will allocate around ~20% to BFSI sector with upto 5Y Maturity
- The strategy will allocate around ~10% to Non- BFSI sector with upto 5Y maturity



### Liquid Debt (15% - 25%)

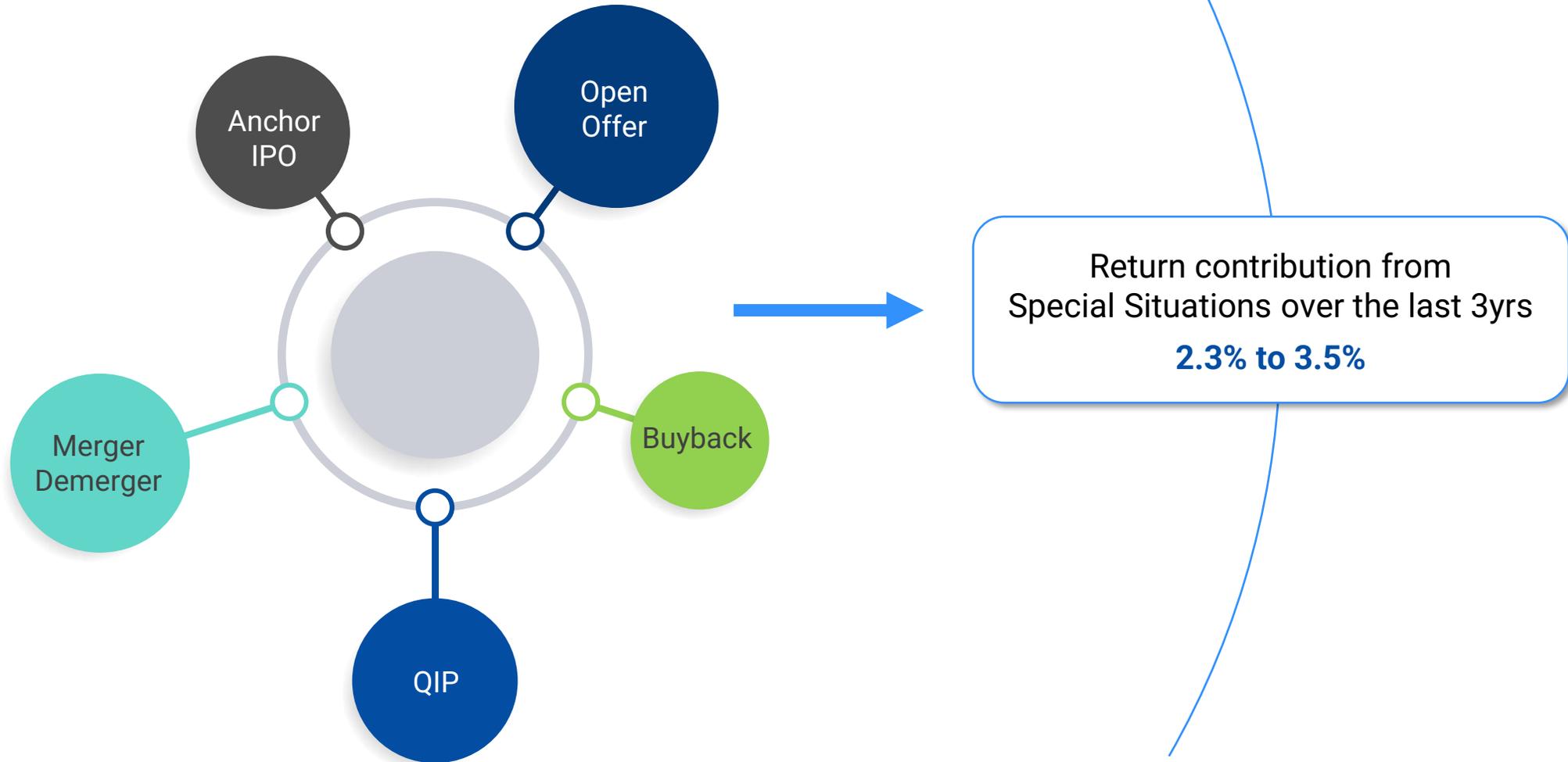
- The strategy will allocate to high quality AAA CPSE
- Maturity bucket will be broader upto 5Y
- These allocations will serve both liquidity management needs and offer potential for price appreciation

# Special Situation + Derivatives



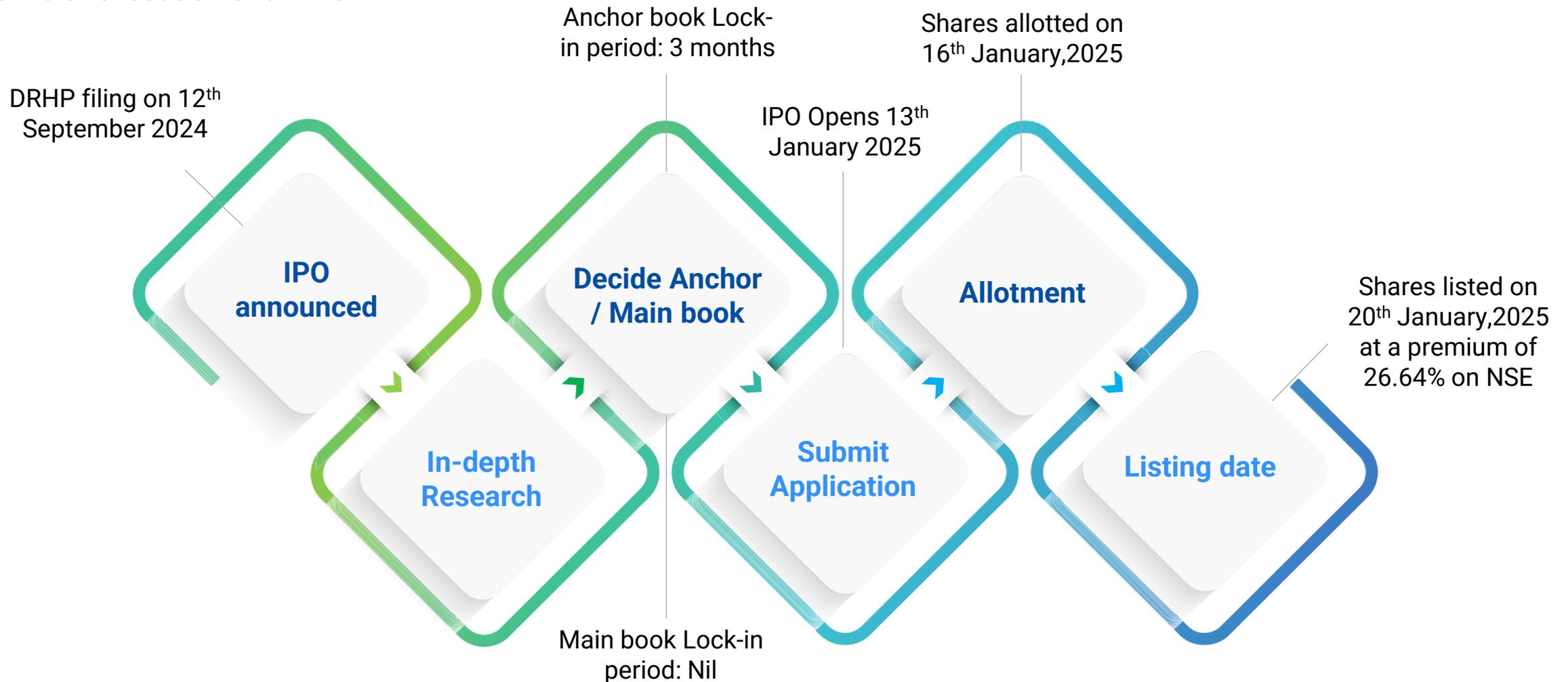
# Our proven capability in special situations strategies

Our expertise in executing special situation trades in a MF set-up



# IPO Trade execution

## Timeline of execution of an IPO



# IPO: The Opportunity & Our track record

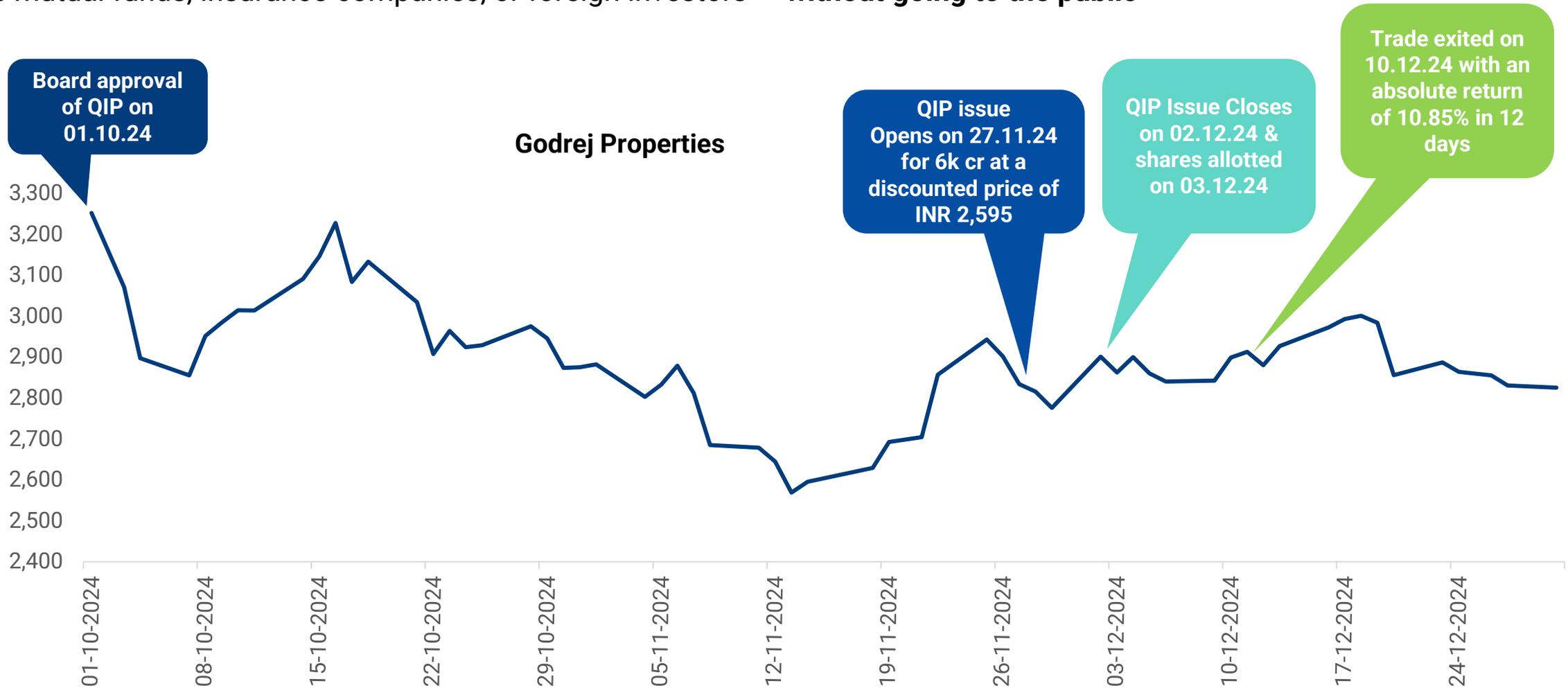
A robust IPO pipeline over the last 6 years highlights strong opportunity

Financial Year	Total IPOs	Listing - Day Median Return	No. IPOs participated	Median return of Participated IPOs
FY20	14	13%	7	17%
FY21	29	21%	12	52%
FY22	51	17%	27	29%
FY23	39	6%	17	13%
FY24	76	17%	38	28%
FY25	79	21%	38	24%
<b>Total</b>	<b>288</b>		<b>139</b>	

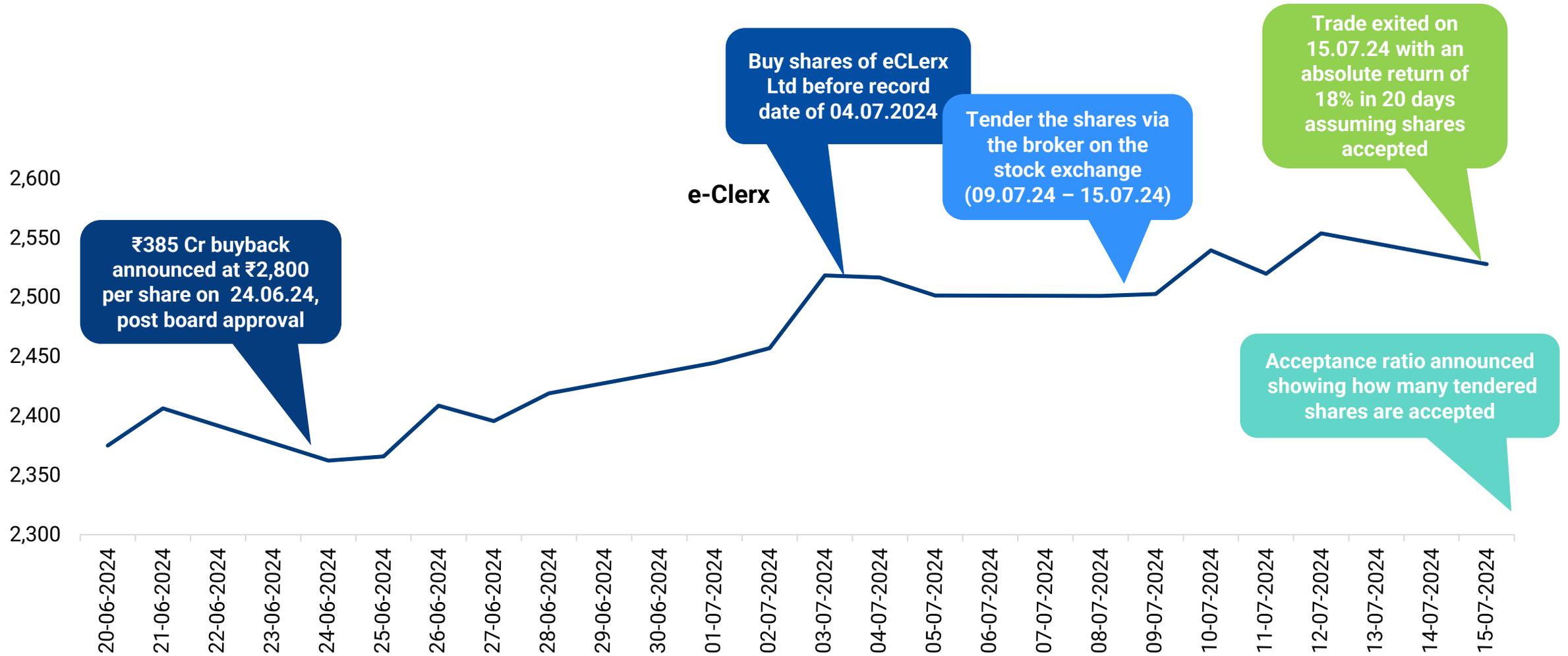
- **Effective selection** helps us **identify high-potential** IPOs and avoid weaker ones, driving alpha
- Our IPO fund's **strong track record** reflects this, backed by a focused research team

# QIP – Qualified Institutional Placement

A **QIP** is when a **listed company** raises money by selling its shares to **big institutional investors** like mutual funds, insurance companies, or foreign investors — **without going to the public**



# Buy back trade execution



# How will we manage risk?

## Derivative Strategies

### Single Stock Limits

Large Cap Stocks (<3%)  
Mid Cap Stocks (<2%)  
**Total stocks: >20**

### Sector Limits

- <10%/ per sector for non-Nifty50 stocks
- +/-7.5% of Nifty50 exposure

### Risk mitigation during market sensitive events

- Delta hedging/arbitrage used to manage exposure and mitigate drawdowns
- Stop Loss: 5% at strategy level

The above is for illustration purpose only

## Special Situations

### IPO

Participate only in main board IPO i.e non-SME, Min Size Rs 1,000 Cr

### Open Offer/Buyback

**Risk Mitigation in case of a lower expected acceptance ratio**

- If F&O stock: Single stock position limit upto 10%
- Non-F&O: Single stock position limit upto 5%

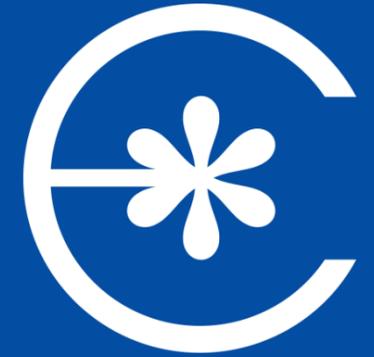
### Pair Trade

**Potential divergence risk mitigation**

- Sector/Theme Neutral
- Granular Portfolio
- Same exposure limits as derivatives

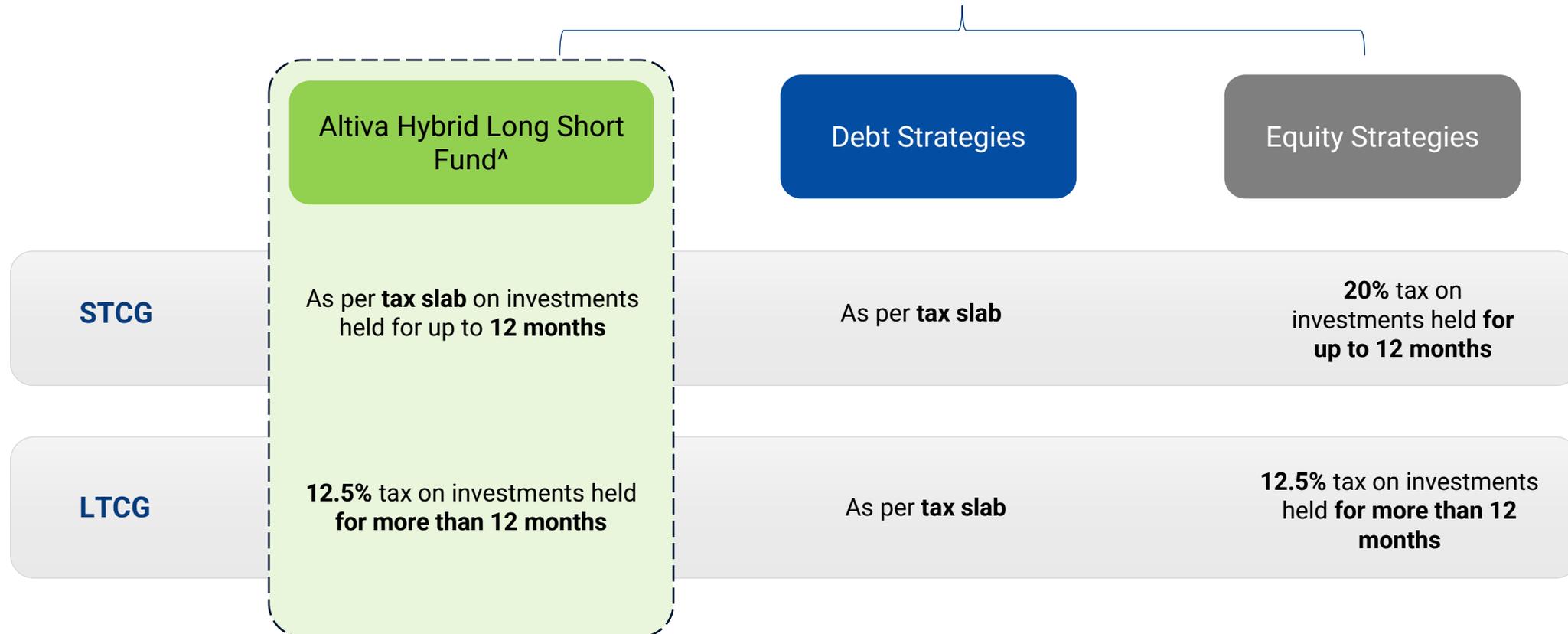
# Taxation & Fund Details

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# How will the SIF be taxed?

## SIF Strategy-wise Tax



# A compelling choice versus Category III AIF

	Altiva Hybrid Long Short Fund <sup>^</sup>	Cat III AIF - Long Short Fund <sup>^</sup>
<b>Taxation</b>	Holding Period – 12 Months LTCG – 12.5% STCG – Slab Rate	@ MMR of 42.7%*
<b>Leverage</b> (Flexibility comes with higher risk)	NA	200%
<b>Standard Deviation</b>	Low	Very High
<b>Operational Cost</b>	Low	High
<b>Performance Fee</b>	No	Yes

\*Includes applicable cess & surcharge. <sup>^</sup>assuming that it will be a business income product. <sup>^</sup>Other listed securities held for more than 12 months will be considered as long term capital asset. For taxation of Altiva Hybrid Long-Short Fund, cess and surcharge rates will be applicable as per the IT Act

# Portfolio snapshot

## Portfolio summary as on 31<sup>st</sup> December 2025

Strategy	Exposure (%)
Cash Future Arbitrage & Covered Call	32.51
<b>Fixed Income</b>	<b>46.89</b>
Core debt <sup>^</sup> :	
• AAA	16.00
• AA	22.51
Liquid debt: T-Bill	8.37
Special Situation	8.79
Other Derivative Strategies	2.85
REITs/InvITs	1.80
Others*	7.16
<b>TOTAL</b>	<b>100.00</b>

## Core debt portfolio quants as on 31<sup>st</sup> December, 2025

Yield to maturity (YTM)  
**7.86%**

Modified Duration  
**2.05 yr**

Average Maturity  
**2.34 yr**

Macaulay Duration  
**2.21 yr**

# What makes this fund an attractive opportunity?

## Aims for consistent income with low volatility

Core allocation to arbitrage and fixed income ensures stable, fixed income like returns, while exposure to special situations and derivatives offers moderate equity growth potential

## All-weather strategy

Combination of multiple strategies aims for smoother outcomes regardless of overall market direction in the medium term

## Tax efficiency<sup>^</sup>

Investors benefit from long-term capital gains taxed over 12 months at 12.5%, making post-tax returns highly competitive compared to Cat III AIFs with similar strategies

## Robust risk management

Active management and strict strategy level risk controls help reduce portfolio volatility, provide downside protection, and deliver more stable outcomes

## Experienced investment team

Managed by a highly specialized team with experience across strategies including derivatives and special situations

<sup>^</sup>Other listed securities held for more than 12 months will be considered as long term capital asset. Cess and surcharge rates will be applicable as per the IT Act

# Fund Details

Name	Altiva Hybrid Long-Short Fund
Investment objective	The primary objective of the investment strategy is to generate capital appreciation through equity and equity related instruments and income through arbitrage, derivatives strategies, special situations and fixed income investments. There is no assurance that the investment objective of the Investment strategy will be achieved.
Benchmark	NIFTY 50 Hybrid Composite Debt 50:50 Index
Category of investment strategy	Hybrid Long-Short Fund
Type of investment strategy	Interval
Fund Manager	Equity: Mr. Bharat Lahoti, Mr. Bhavesh Jain Debt: Mr. Dhawal Dalal, Ms. Pranavi Kulkarni Overseas: Mr. Amit Vora
Subscription frequency	Daily
Redemption frequency	Twice in a week (Monday and Wednesday)
Plan & Options	Direct, Regular Growth, IDCW
Exit load	If the units are redeemed/ switched out on or before 90 days from the date of allotment – 0.50% of the applicable NAV. -If the units are redeemed/switched out after 90 days from the date of allotment – Nil
Min application amount	INR 10 lakh
Features	Lump sum, SIP, SWP, STP
Min investment in SIP, STP, SWP (subject to min investment of Rs 10 lakh)	Rs. 1,000 and in multiples of Re. 1/- thereafter
Inception Date	20 <sup>th</sup> October 2025
AUM (INR)	1,318.70 Cr

# Our Investment Team



**Mr. Bhavesh Jain**  
Co-Head- Factor investing

Over 16 years of rich experience in the financial markets. He joined in the Low Risk Trading team and today, he's the Fund Manager with us managing several funds which are part of Risk Adjusted Returns Strategies in addition to ETFs.



**Mr. Bharat Lahoti**  
Co-Head- Factor investing

Bharat has 18 years of experience in areas of portfolio management, macro and sector research. He has earlier worked with marquee investment banks and asset management companies. In his last assignment, he was with a global hedge fund, as a senior manager working on fundamental and quantitative research ideas.

## Dealing Team



**Mr. Amit Vora**  
Head, Dealing  
& Fund Manager



**Mr. Pranav Gupta**  
Equity Dealer



**Mr. Pratik Jaware**  
Equity Dealer

## Research Team



**Mr. Dishant Garg**  
Quant Analyst



**Ms. Manasi Jalgaonkar**  
Research Analyst



**Mr. Mayan Pahwa**  
Research Analyst

# Our Investment Team



## **Mr. Dhawal Dalal** Chief Investment Officer (CIO), Fixed Income

- \* Experience of 28 years and is responsible for the overall growth of fixed income assets through a healthy mix of retail and institutional clients.
- \* MBA from University of Dallas (USA)

## Fund Management Team



**Mr. Kedar Karnik**  
Senior Fund Manager



**Mr. Rahul Dedhia**  
Fund Manager



**Ms. Pranavi Kulkarni**  
Fund Manager & Credit Analyst

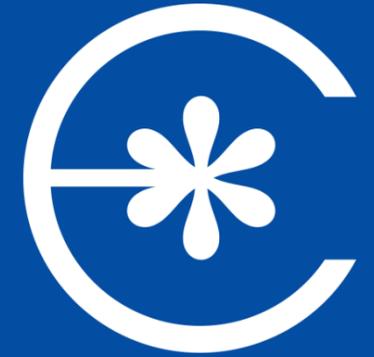


**Mr. Hetul Raval**  
Dealer and Fund Manager



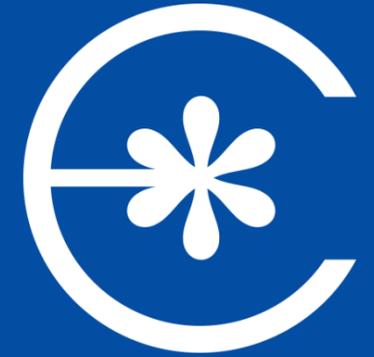
**Ms. Riya Shah**  
Analyst and Junior Dealer

# Annexure



# Derivative Strategies

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# Covered Call

What is a Covered Call strategy?

A Covered Call involves holding a stock and selling a call option to earn premium income, ideal in sideways to mildly bullish markets with attractive premiums.

## Step 1:

BUY 300 shares of Infosys at ₹1,460



## Step 2:

SELL Call Option with Strike price of ₹1,480

Call Option Premium - ₹25  
Lot size – 300 shares

## Outcomes at Expiry

### Stock closes below strike price @ ₹1,475

- A. Premium earned: ₹ 7,500 (300\*25)
- B. Loss on Call Option: 0
- C. Gain from stock: ₹ 4,500  $\{(1475-1460)*300\}$
- Total Profit: ₹ 12,000 (B+A)**

### Stock closes above strike price @ ₹1,500

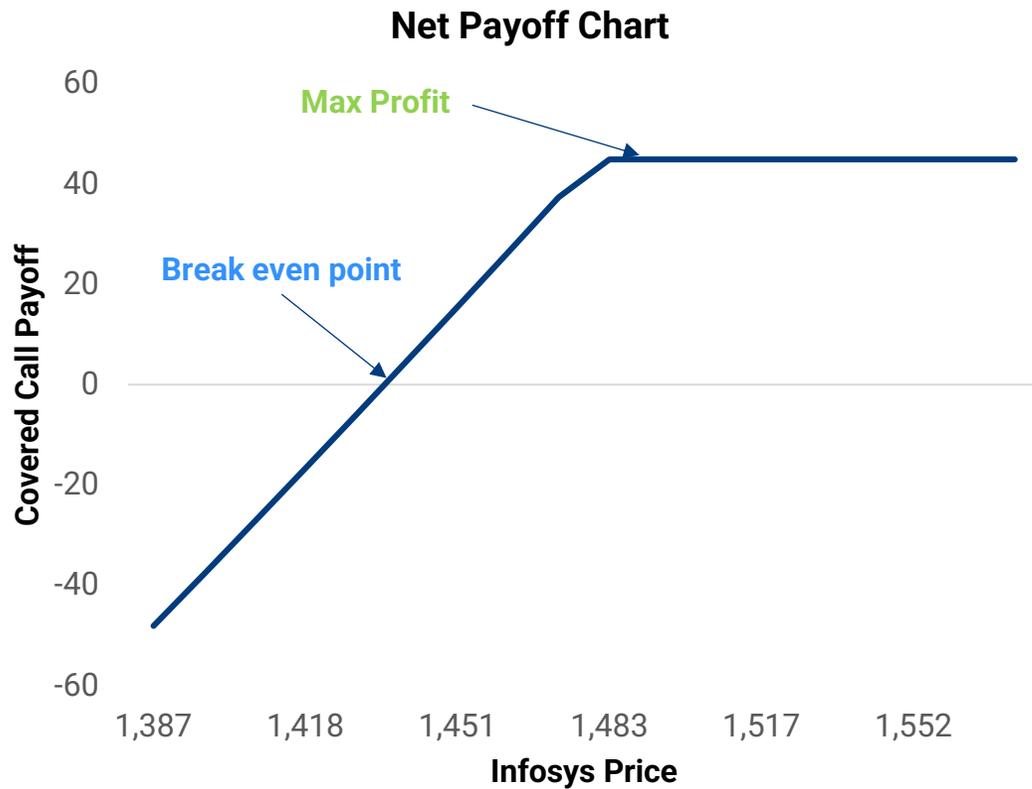
- A. Premium earned: ₹ 7,500 (300\*25)
- B. Loss on Call Option: - ₹ 6,000 (300\*20)
- C. Gain from stock: ₹ 12,000  $\{(1500-1460)*300\}$
- Total Profit: ₹ 13,500 (B+A)**

### Stock closes below ₹1,460 @ ₹1,400

- A. Premium earned: ₹ 7,500 (300\*25)
- B. Loss on Call Option: 0
- C. Loss from stock: - ₹ 18,000  $\{(1460-1400)*300\}$
- Total Loss: - ₹ 10,500 (B+A)**

# Covered Call

CMP	Strike	Call Ticker	Premium
1,460	1,480	INFO IS 08/28/25 C1480 Equity	24.90



Price	% Chng in stock	Stock Payoff	Expiry Call Payoff	Net Payoff	Net Returns
1,387	-5.00%	-73	25	-48	-3.3%
1,397	-4.29%	-63	25	-38	-2.6%
1,408	-3.57%	-52	25	-27	-1.9%
1,418	-2.85%	-42	25	-17	-1.1%
1,429	-2.12%	-31	25	-6	-0.4%
1,440	-1.38%	-20	25	5	0.3%
1,451	-0.64%	-9	25	15	1.1%
1,461	0.10%	1	25	26	1.8%
1,472	0.85%	12	25	37	2.6%
1,483	1.61%	23	21	45	3.1%
1,495	2.37%	35	10	45	3.1%
1,506	3.14%	46	-1	45	3.1%
1,517	3.91%	57	-12	45	3.1%
1,528	4.69%	68	-24	45	3.1%
1,540	5.48%	80	-35	45	3.1%
1,552	6.27%	92	-47	45	3.1%
1,563	7.06%	103	-58	45	3.1%
1,575	7.87%	115	-70	45	3.1%

# Short Straddle Strategy

What is a Short Straddle strategy?

A Short Straddle involves selling a call and a put at the same strike and expiry, aiming to profit from low volatility and premium decay when the asset stays near the strike price

## Example:

TCS stock price ₹3,060 | Lot Size 250 | Strike Price ₹3,060

Sell 3,060 CALL option  
Premium received = ₹58

Sell 3,060 PUT option  
Premium received = ₹53

Total premium received = ₹111 (₹58 + ₹53)

Maximum profit of ₹111 occurs exactly at ₹3,060 where both options expire worthless

Outcomes at Expiry  
(Break even range ₹2,948 & ₹3,172)

### Stock closes at ₹3,060

Both options expire worthless

Max Profit (₹ 111/lot i.e ₹ 58+ ₹ 53 premium received)

Total Profit: ₹ 27,750

### Stock closes below ₹3,060 (₹3,015)

Call option expires worthless

A. Premium received ₹ 27,750 (111\*250)

B. Loss from Put ITM - ₹ 11,250 (45\*250)

Total Profit: 16,500 (A-B)

### Stock closes above ₹3,060 (₹3,120)

Put option expires worthless

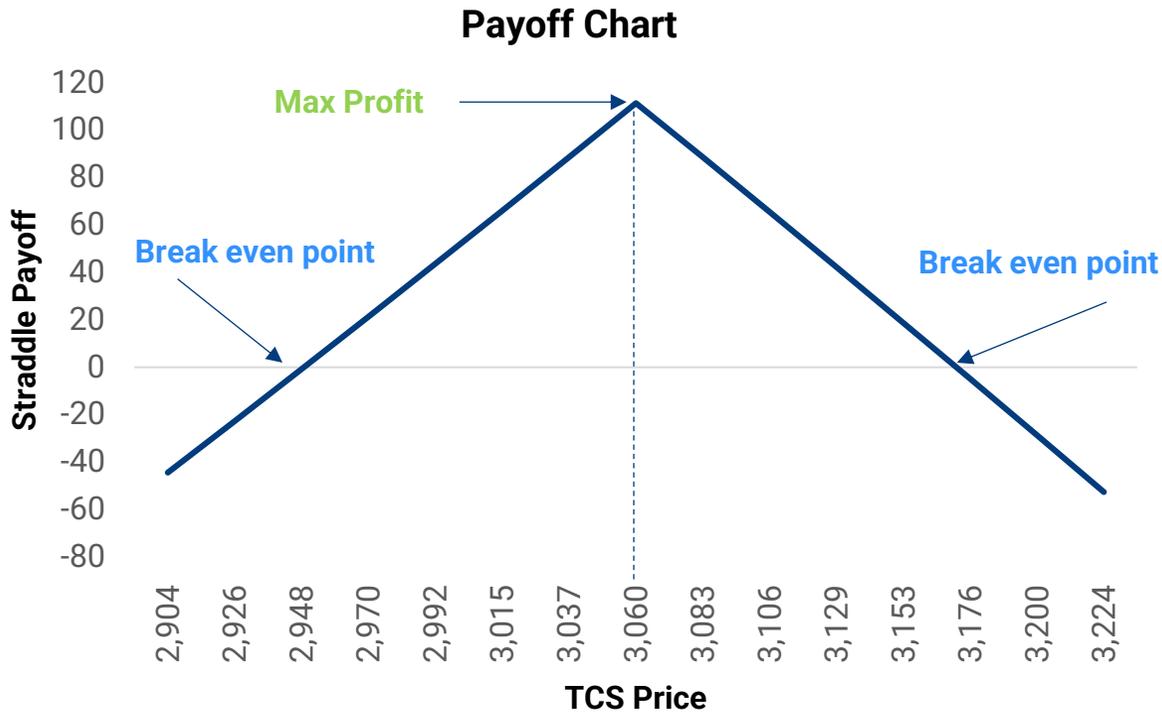
A. Premium received ₹ 27,750 (111\*250)

B. Loss from Call ITM - ₹ 15,000 (60\*250)

Total Profit: 12,750 (A-B)

# Short Straddle Strategy

CMP	Short	Call/Put	Strike	Ticker	Premium
3,056	SELL	Call	3,060	TCS IS 08/28/25 C3060 Equity	58.4
3,056	SELL	Put	3,060	TCS IS 08/28/25 P3060 Equity	53.2

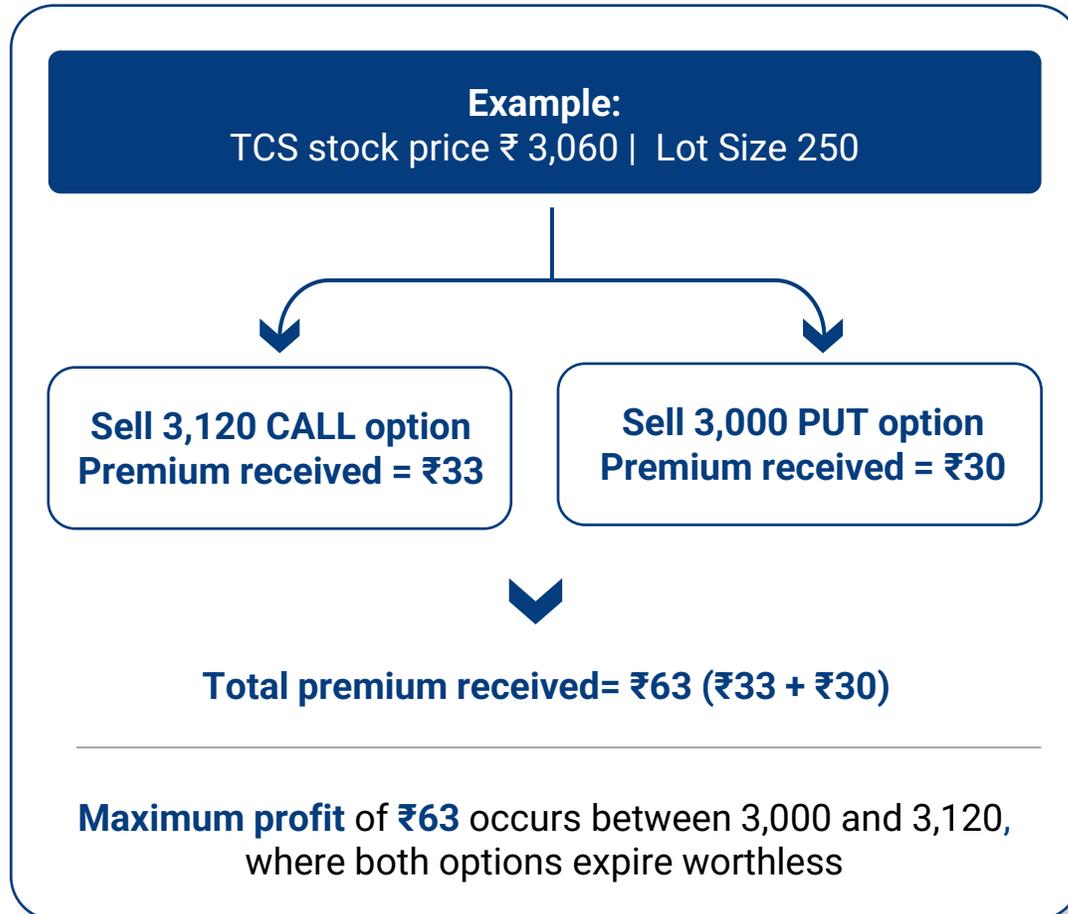


Price	Change %	Put Short Payoff	Call Short Payoff	Straddle Payoff	Return on Deployment
2,904	-5.00%	-103	58	-44	-0.73%
2,926	-4.29%	-81	58	-23	-0.37%
2,948	-3.54%	-58	58	0	0.00%
2,970	-2.85%	-37	58	21	0.35%
2,992	-2.12%	-15	58	44	0.71%
3,015	-1.38%	8	58	66	1.08%
3,037	-0.64%	30	58	89	1.45%
3,060	0.10%	53	58	112	1.82%
3,083	0.85%	53	36	89	1.45%
3,106	1.61%	53	12	66	1.07%
3,129	2.37%	53	-11	42	0.69%
3,153	3.14%	53	-34	19	0.31%
3,172	3.75%	53	-53	0	0.00%
3,200	4.69%	53	-82	-29	-0.47%
3,224	5.48%	53	-106	-53	-0.86%

# Short Strangle Strategy

What is a Short Strangle strategy?

A Short Strangle involves selling OTM call and put options with the same expiry, used in range-bound markets to earn premium with a wider buffer and benefit from low volatility



**Outcomes at Expiry (Break even range ₹2,937 & ₹3,183)**

## Stock closes at ₹3,050

Both options expire worthless

Max Profit (₹ 63/lot i.e ₹ 33+ ₹ 30 premium received)

**Total Profit: ₹ 15,750**

## Stock closes below ₹3,000 (Say, ₹2,970)

Call option expires worthless

A. Premium received ₹ 15,750 (63\*250)

B. Loss from Put ITM ₹ 7,500 (30\*250)

**Total Profit: 8,250 (A-B)**

## Stock closes above ₹3,120 (Say, ₹3,160)

Put option expires worthless

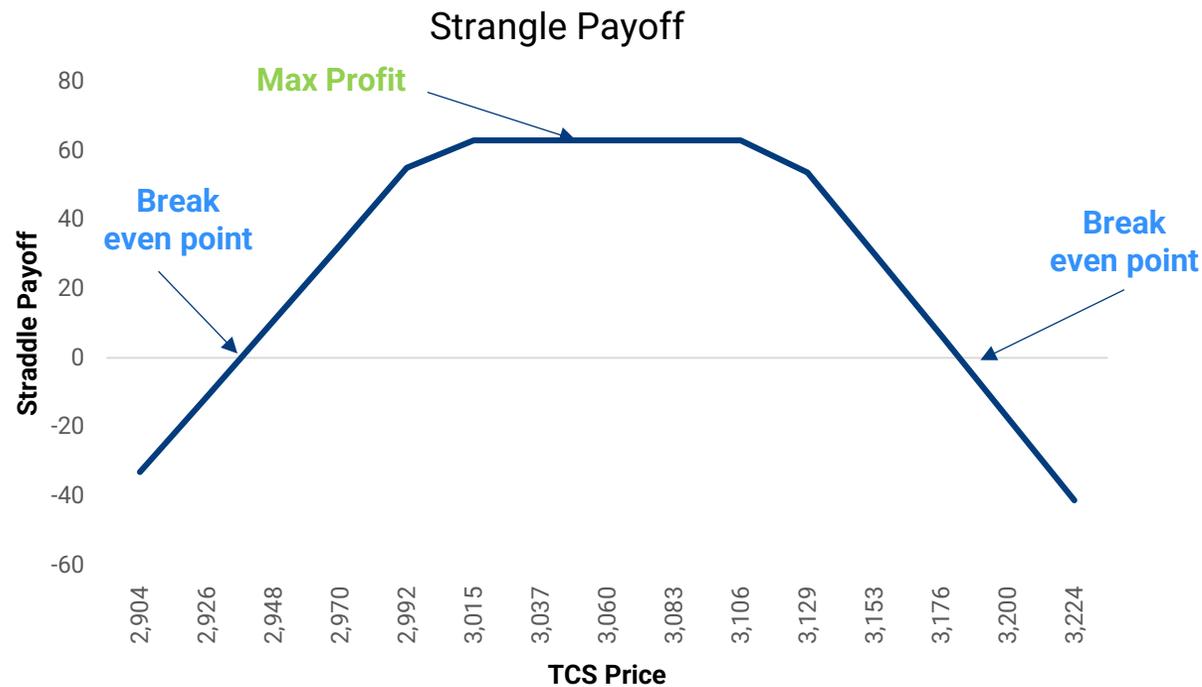
A. Premium received ₹ 15,750 (63\*250)

B. Loss from Call ITM ₹ 10,000 (40\*250)

**Total Profit: 5,750 (A-B)**

# Short Strangle Strategy

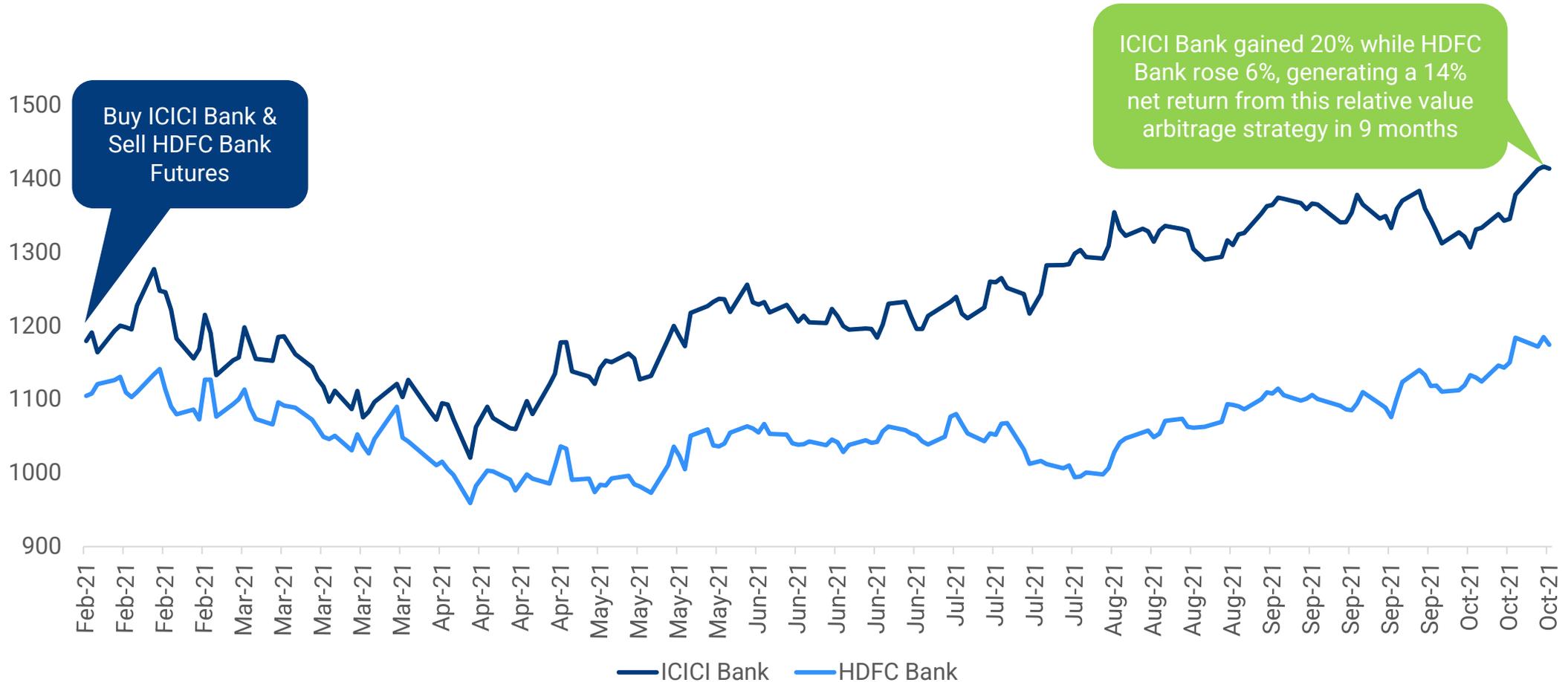
CMP	Short	Call/Put	Strike	Ticker	Premium
3,057	SELL	Call	3,120	TCS IS 08/28/25 C3120 Equity	32.90
3,057	SELL	Put	3,000	TCS IS 08/28/25 P3000 Equity	30.05



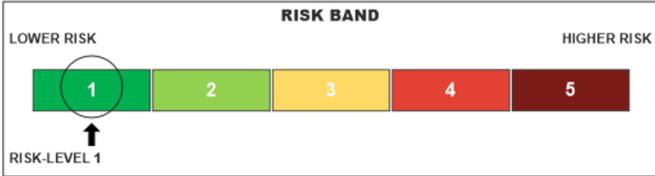
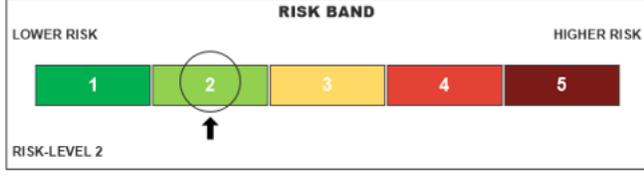
CMP	Change %	Put Short Payoff	Call Short Payoff	Straddle Payoff	Return on Deployment
2,904	-5.00%	-66	33	-33	-0.54%
2,926	-4.29%	-44	33	-11	-0.18%
2,937	-3.92%	-33	33	0	0.00%
2,970	-2.85%	0	33	33	0.53%
2,992	-2.12%	22	33	55	0.90%
3,015	-1.38%	30	33	63	1.03%
3,037	-0.64%	30	33	63	1.03%
3,060	0.10%	30	33	63	1.03%
3,083	0.85%	30	33	63	1.03%
3,106	1.61%	30	33	63	1.03%
3,129	2.37%	30	24	54	0.88%
3,153	3.14%	30	0	30	0.49%
3,183	4.13%	30	-30	0	0.00%
3,200	4.69%	30	-47	-17	-0.28%
3,224	5.48%	30	-71	-41	-0.67%

# Pair Trade

Pair trading is when you **trade a pair of strongly correlated stocks of the same industry** by taking a long position in one and a short position in another **when the spread increases**



# Risk Band & Disclaimer

This product is suitable for investors who are seeking:	Risk- Band	Benchmark Risk-band NIFTY 50 Hybrid Composite Debt 50:50 Index
To generate returns over the medium to long term through a combination of capital appreciation and income by investing in equity & equity-related and fixed income instruments	<p style="text-align: center;"><b>Risk Band Level 1</b></p> 	<p style="text-align: center;"><b>Risk Band Level 2</b></p> 

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***Investments in Specialized Investment Fund involves relatively higher risk including potential loss of capital, liquidity risk and market volatility. Please read all investment strategy related documents carefully before making the investment decision.***

**Thank you!**

