

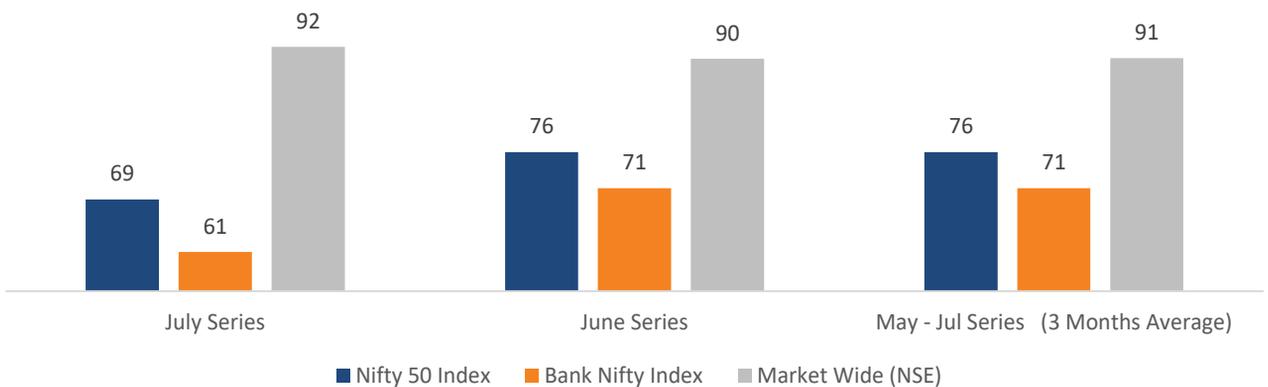
MONTHLY ARBITRAGE NOTE

Market Update

The Indian equity markets ended the June 2024 series with the Nifty 50 making a marginal profit of 1.5% and closing at 24406 level. The Nifty 50 Index scaled to record highs above the 24800 levels by closing 9/19 times in positive territory while trying to defend the 24200 levels for most part of the month. Simultaneously the Nifty midcap index and the Nifty small cap index continued to out-perform by ~ 2.4% and ~ 2.8% respectively in the current series. However, the Nifty Bank Index on the other hand closed the June 2024 series at 50,888 levels down 3.6% (EoE). With investors seemingly indecisive whether good news is good or bad, sentiments will more directly be dictated by the US CPI print which is expected shortly.

Rollover Analysis

Rollover Analysis (in %)



- Nifty 50 Index futures rollover has been lower than both its previous months rollover and its 3 months average rollover of 76.
- Nifty Bank Index rollover too has been lower than both its previous months rollover and its 3 months average rollover of 71.
- The market wide rollover has been higher than both its previous months rollover of 90 and its 3 months average rollover of 91.
- We commenced the Aug 2024 series Open Interest at INR 4.42 Tn higher compared to INR 4.2 Tn in July 2024 series. Nifty Open Interest for the Aug 2024 series is at 13.7 Mn shares lower compared to 15.1 Mn shares in the start of the July 2024 series.
- The market spreads this month were between 62- 72bps

India VIX Data

The India VIX (Nifty Volatility Index) has cooled off post the election results and the budget announcement to 12.61 (EoE) and is now trading within its long term average of 12-14% . This cool off in the indicator may be seen as a reduction in volatility in the short term.

Flow Analysis : Institutional Flows

Foreign Institutional Investors (FIIs) for the second consecutive month bought \$3.3bn in equity and added longs in Single stock futures \$600m while unwinding their longs in IDX by \$2bn. Retailers on the other side who were sitting on net IDX short at all-time high, covered \$2bn there and are now almost flat. They also went small \$300m long in Single Stock Future (SSF).

Forward Looking and Key Events for the Month

Event to look forward to in Aug 2024 are result session, US Election, FII flows, geopolitical issues, RBI interest rate decisions, US Fed reserves, commodity prices and prospect of aggressive fed tightening.

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) (since 19th June 2020) Mr. Jigar Sethia, (Equity portion) (since 19th June 2020) & 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 15 days from the date of allotment Nil after 15 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

Source: Internal report , Sharekhan and Axis capital report . Data as on 25th July 2024

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

For additional information please visit the website: <https://www.miraeassetmf.co.in/>

Disclaimer

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.

Disclaimer

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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.

