Mirae Asset Multi Factor Passive FOF

(An open-ended fund of fund scheme predominantly investing in units of factor based domestic equity ETFs)
as on 31st May , 2026

Mirae Asset Mutual Fund: MF/055/07/03

Mirae Asset
Mutual Fund

WHAT IS SMART-BETA INVESTMENT ?

Evolution of Indexing

Over time indices have evolved from just being a mere representation for benchmarking to defining strategies to generate alpha over market cap weighted index.

Economic Indicator

An Illustration of market Performance

Tools of Benchmarking

Performance analysis for active manager

Underlying component of financial product

Passive Investment

Tools to assess market risk

Different Indices now cover different asset classes

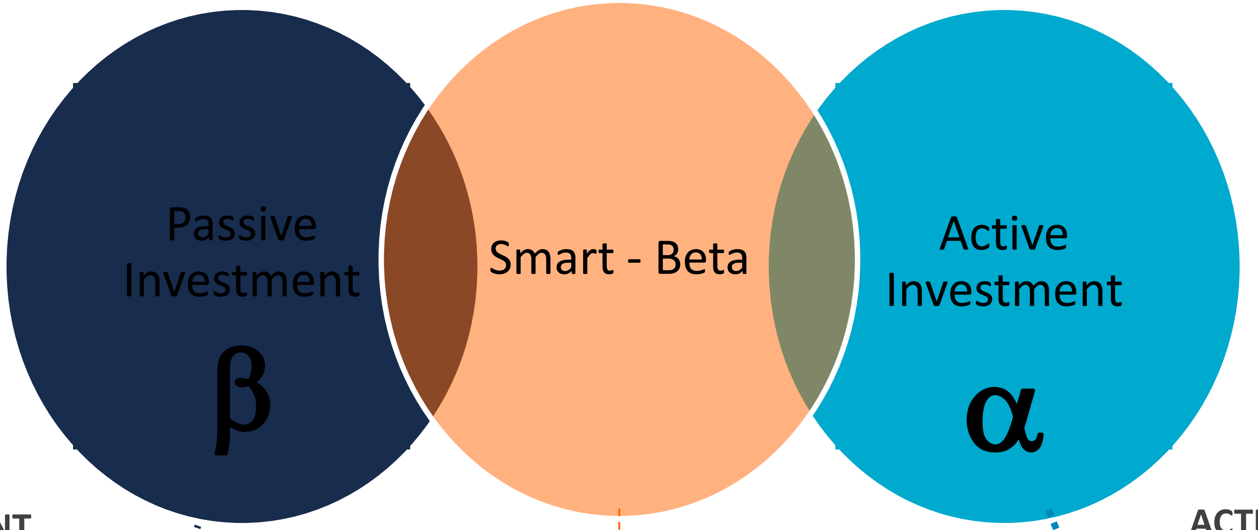
Defining Strategy

To generate alpha using factors (Smart – Beta)

Exotic Product

Leverage and Inverse index strategy

Smart – Beta: Aims to potentially combine the best of both world !



PASSIVE INVESTMENT

❖Market Return / Market Beta
❖Relatively Low Cost
❖Transparent
❖Rule Based Framework

SMART - BETA

❖ Combines best of both the World (Rule based framework + Use of Factors)

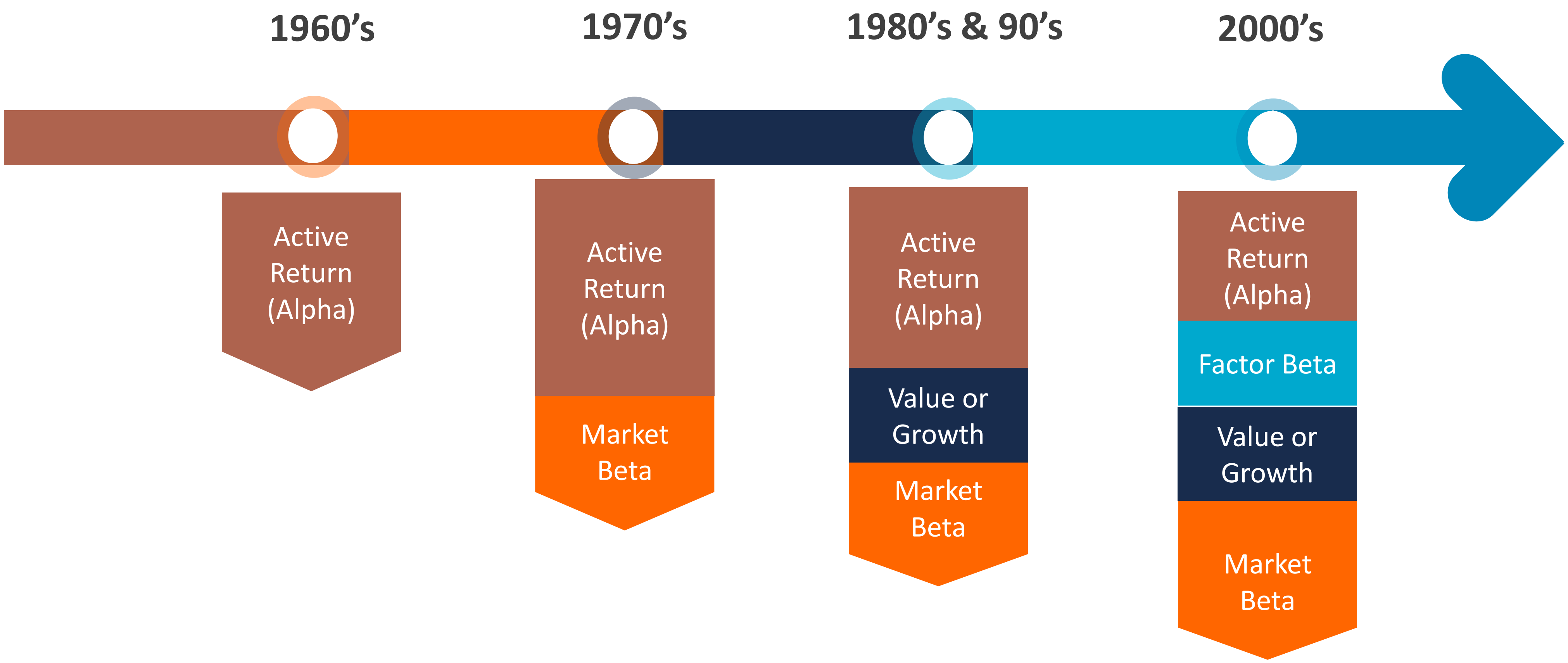
ACTIVE INVESTMENT

❖Potential to Outperform market
❖Exploit Market Inefficiencies
❖Identify factors to generate alpha
❖Fund Manager risk

Smart Beta Strategies typically capture factor exposures using systematic, rules-based approaches in a cost effective manner

Source: BlackRock, MSCI Indices, NSE Indices Limited.

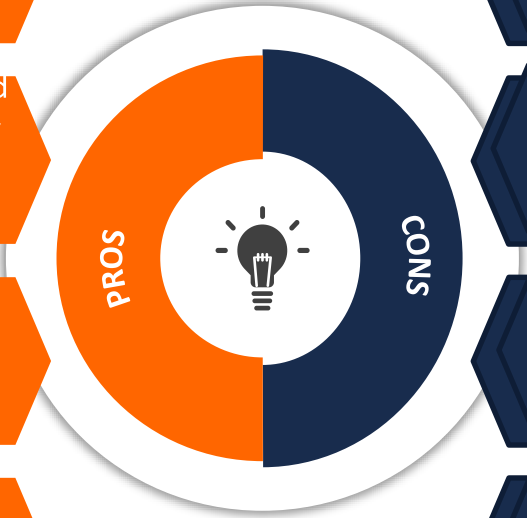
Evolving understanding of source of return across various periods



Identification of various factors as source of return has helped in building of Smart-Beta Products

Source: BlackRock, MSCI Indices, NSE Indices Limited, Van Eck.

Smart-Beta: Pros and Cons of Investment



PROS

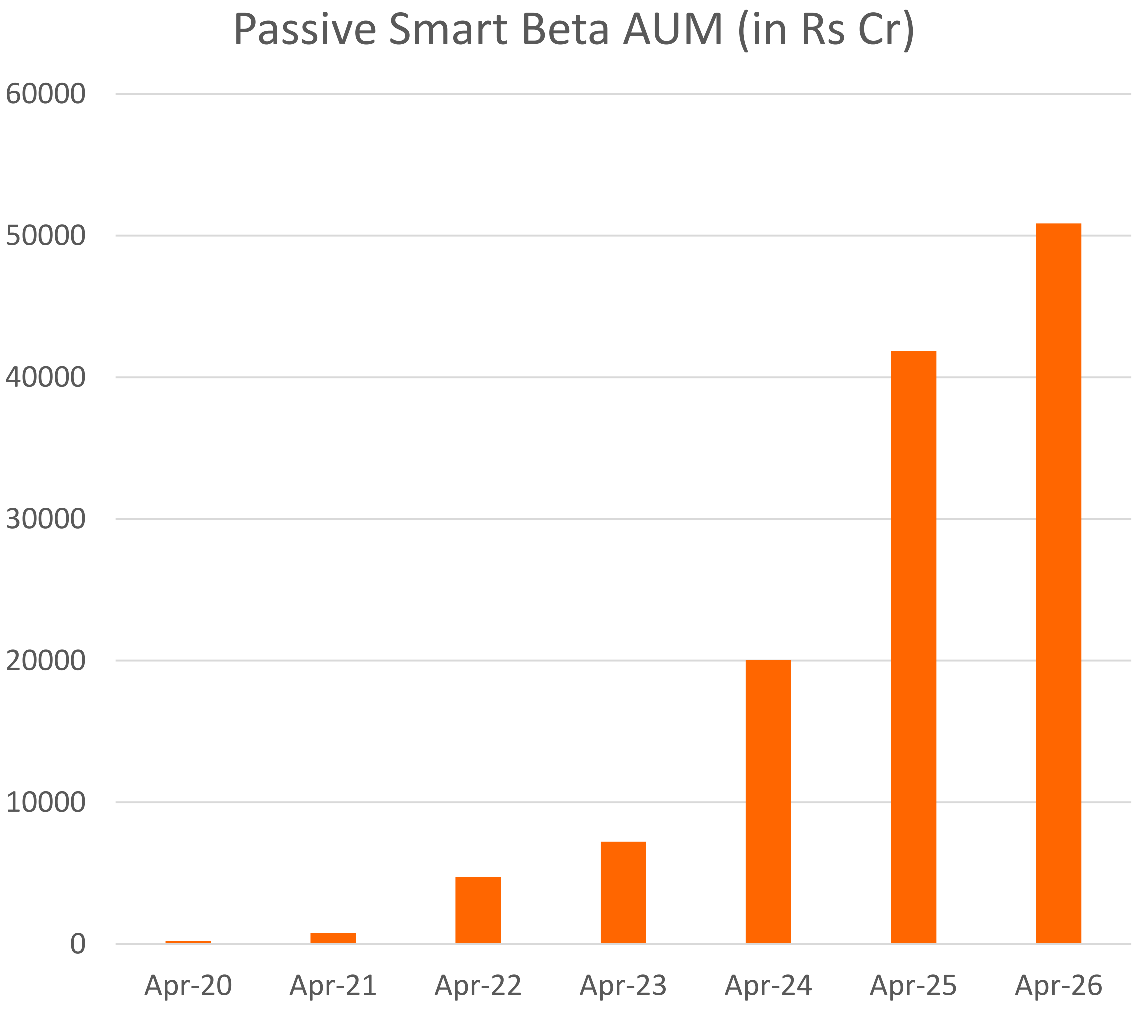
- ✓ What was once perceived to be source of Alpha is now being converted into Smart-Beta Index product
- ✓ Investors get an opportunity to avoid the fund manager risk but may continue to potentially keep his/her exposure intact in the factors
- ✓ Investing in factors might help improve portfolio outcomes and reduce volatility
- ✓ Most of the factor indices have historically outperformed their simple market-cap weighted indexes in long run (Refer Slide : 18)

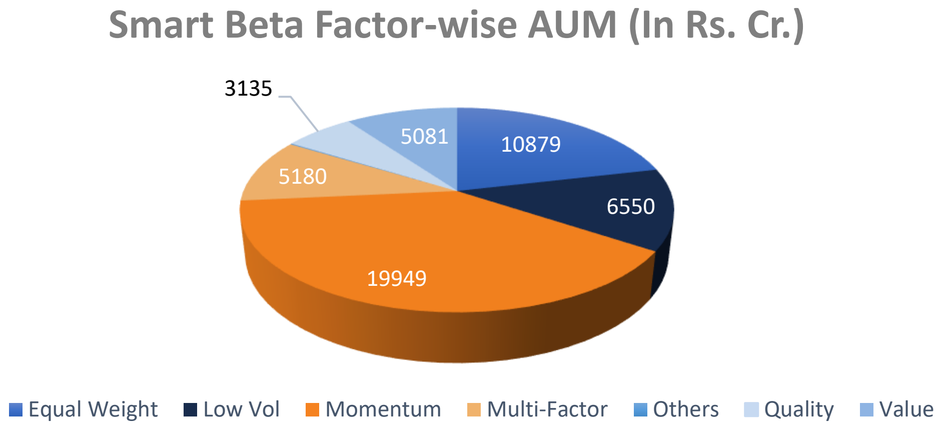
CONS

- ✓ Factors are highly cyclical in nature. There are periods when factors have given persistence underperformance
- ✓ Stocks forming part of specific factors can result into concentrated exposure to certain sector or segment of the market
- ✓ Most of the Smart-Beta strategies or factors are based on analyses of historical data in a hope that it may continue to do well even in future
- ✓ Smart-Beta products are relatively expensive compared to simple market cap weighted / broad based indices

Source: MSCI, Black Rock, NSE Indices Limited

Smart-Beta passive funds on the rise in India!





Factor	# Schemes	Flows 1 Year	Flows 3 Years
Momentum	16846	3284	32
Equal Weight	8295	1709	23
Multi-Factor	4693	628	13
Value	3892	1443	16
Low Vol	3536	-22	13
Quality	2582	714	24
Others	46	4	2
Dividend	10	10	1
Grand Total	**39899**	**7769**	**124**

Source: AMFI, Ace MF ; Data as on April 30, 2026; AUM : Assets under Management

Pros and Cons of Smart-Beta Investment

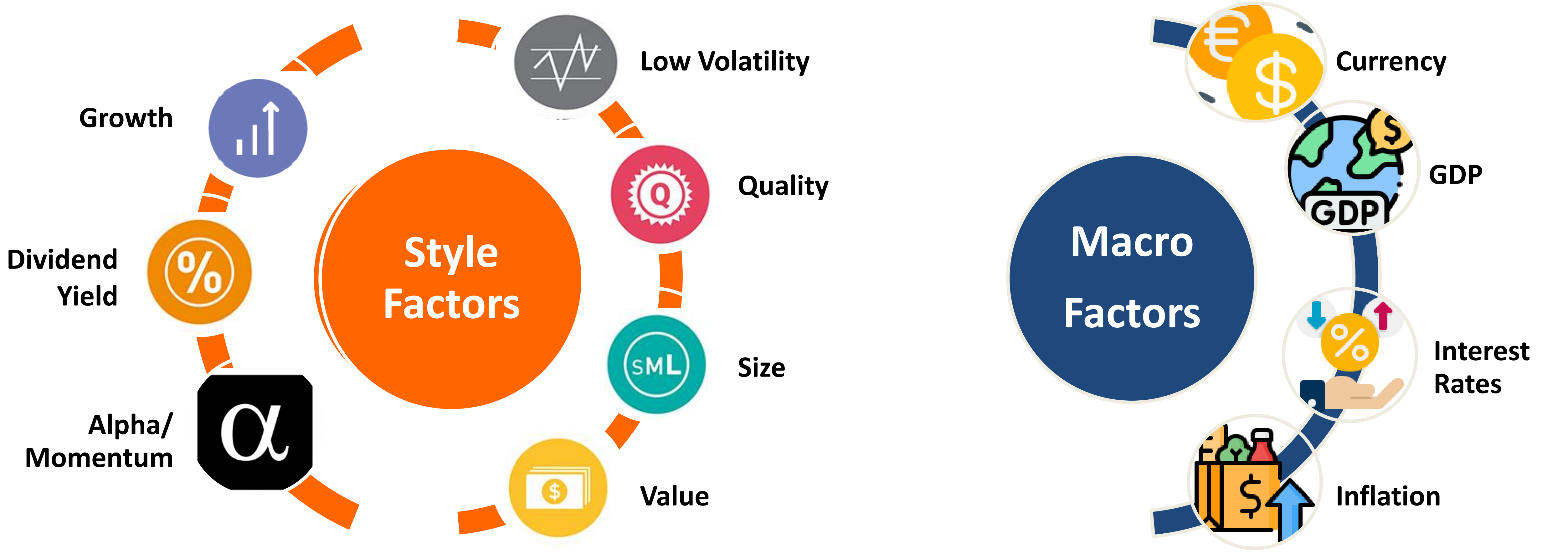
Pros	Cons
Target factor specific behavior	Exposed to factor specific risk
Better visibility on risk and return profile	Sectoral or Stock Biasness
Risk & regime based targeting	Higher Cyclicity
Tactical & strategic allocation strategies	Back tested performance may not guarantee future returns
Long term outperformance (Ref Slide 15-17)	Expensive than traditional passive funds

Source: MSCI, Black Rock, NSE Indices Limited. The benefits listed under Smart Beta (e.g., better risk management, tactical allocation, long-term outperformance) are based on historical characteristics of factor investing and index-based approaches. "Better risk management" refers to the potential of certain factors (e.g., Low Volatility, Quality) to reduce downside during market stress based on historical index behavior. "Tactical allocation" implies the possibility of using multi-factor models to dynamically adjust exposure among factors depending on market regime. These benefits are not assured and may not hold in all market conditions. Past performance, index design, and back-tested data do not guarantee future outcomes. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing.

What are Factors ?

Mutual Fund

Different type of factors



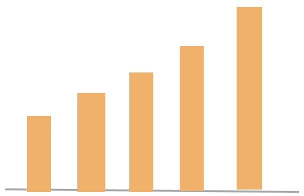
Various style factors may help in explaining equity stocks performance across time

Source: MSCI and Black Rock. The performance are based on historical characteristics of factor investing and index-based approaches.. These benefits are not assured and may not hold in all market conditions. Past performance, index design, and back-tested data do not guarantee future outcomes. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing.

Blending Smart Beta Factors for Alpha & Stability

Quality

Smoother Earnings



Debt/ Equity: Low

High ROE Companies

Equal Weight

Lesser Concentration

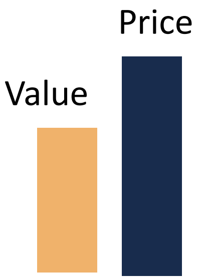
Equally Spread

Contribution by tail stocks

Value

Overpriced Stock

No Value Opportunity



Undervalued Stock

Good Value Opportunity

Low Volatility

Stocks with lower volatility

Risk Averse Strategy

Lower Drawdowns

Momentum

Trend Capture

Risk Seeker Strategy

Potentially Higher Alpha

Source: MSCI and Black Rock; ROE: Return on Equity. These benefits are not assured and may not hold in all market conditions. Past performance and back-tested data do not guarantee future outcomes. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing

Choosing the Right Smart Beta Factor at the Right Time

Factor	Selection Parameters	Portfolio Turnover (Low to High)	Sector Tilt	Pro-Cyclical/ Defensive/ Tactical	When it may works?	When it may Underperform?	Portfolio Role
	Higher stock returns	■ ■ ■ ■ ■	Adaptive				Alpha Driver
	ROE, D/E & Earnings Growth	■ ■ □ □ □	Biased against BFSI & Asset heavy segment				Defensive Stability
	Lower stock Volatility	■ □ □ □ □	FMCG & Healthcare				Defensive Anchor
	P/B, P/E, Dividend Yield	■ ■ ■ □ □	Public Sector Enterprises				Bull market & Recovery Play
	Equal Allocation	■ □ □ □ □	Sector Neutral			Rally confined to larger cos.	Depends upon underlying universe

Source: Mirae Asset Internal Research ; NSE Indices Methodology https://nsearchives.nseindia.com/content/indices/Method_NIFTY_Equity_Indices.pdf. The selection parameters mentioned over here are based on Nifty Smart Beta Indices; Data as on June 30, 2025.. These benefits are not assured and may not hold in all market conditions. Past performance and back-tested data do not guarantee future outcomes. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing

Tactical Allocation · Defensive Markets · Bull Markets · Bear Markets

Pro Cyclical · Growth led Bull Markets · Recovery Markets

Over the long term, factors have generated superior long term returns or risk adjusted returns

Index Name	Smart Beta Factors based on Nifty 500 Index					Market Cap Indices	
	Value	Equal Weight	Momentum	Low Volatility	Quality	Nifty 500 Index	Nifty 50 Index
20 Year	16.44%	13.23%	18.37%	15.80%	15.77%	12.64%	12.07%
15 Year	14.88%	13.30%	20.06%	14.73%	15.35%	12.63%	11.45%
10 Year	19.72%	15.39%	19.81%	15.46%	14.44%	14.03%	12.54%
7 Year	23.15%	18.04%	19.68%	16.05%	16.52%	13.89%	11.51%
5 Year	27.59%	16.43%	16.70%	14.84%	15.13%	12.48%	9.87%
3 Year	32.76%	19.69%	17.88%	17.29%	20.16%	13.90%	9.53%
2 Year	9.61%	5.37%	-3.58%	8.13%	7.86%	4.56%	3.35%
1 Year	21.64%	2.33%	1.46%	3.77%	3.46%	0.28%	-3.84%
YTD 2026	6.79%	0.57%	0.36%	-4.88%	5.52%	-4.98%	-9.67%
6 Month	11.29%	0.46%	-3.00%	-4.27%	3.76%	-5.07%	-9.87%
3 Month	-1.36%	4.17%	1.41%	-4.21%	8.75%	-2.05%	-6.30%

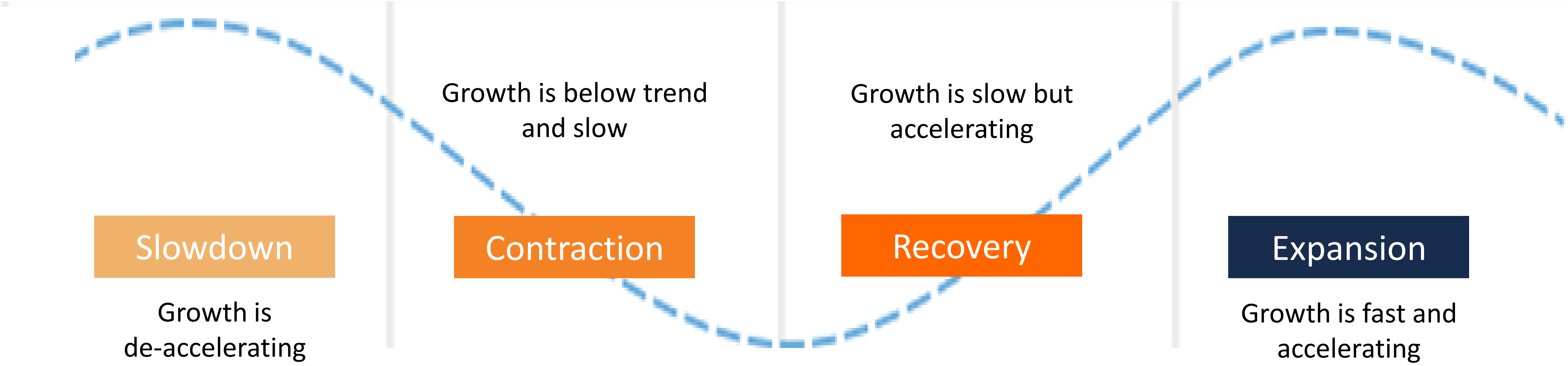
Source:: Data as on May 31, 2026; NSE Indices Limited, Data as on May 31, 2026, Past performance may or may not sustain in future. The index return is in Total Return Variant. The data shown above pertains to the Index and does not in manner indicate performance of any scheme of the Fund. The smart beta indices considered are Nifty 500 Total Return variant . . Momentum is defined by Nifty500 Momentum 50 Index, Low Vol: stands for Low Volatility and is represented by Nifty500 Low Volatility50 Index, Quality is represented by Nifty500 Quality 50 Index, Value is represented by Nifty500 Value 50 Index, 500 EW: stands for 500 Equal Weight and is represented by Nifty500 Equal Weight Index and Top 20 EW stands for *Nifty Top20 Equal Weight Index.*

Historically, Momentum has delivered comparatively higher return whereas Low-Volatility has generated better risk adjusted return. Value has been the most volatile.

Factor	20 Year CAGR (%)	20 Year Volatility (%)	Max Drawdown (%)	Return/ Risk Ratio	3 Year Rolling Return (%)	5 Year Rolling Return (%)
α	16.4%	25.8%	-66.1%	0.64	20.1%	20.2%
Q	15.8%	17.1%	-48.3%	0.93	16.6%	16.8%
	18.4%	22.4%	-70.2%	0.82	16.3%	16.1%
$	15.8%	18.0%	-53.6%	0.87	17.2%	15.6%
SML	13.2%	20.8%	-70.2%	0.66	14.3%	14.0%

Source:: Data as on May 31, 2026; NSE Indices Limited, Data as on May 31, 2026, Past performance may or may not sustain in future. The index return is in Total Return Variant. The data shown above pertains to the Index and does not in manner indicate performance of any scheme of the Fund. The smart beta indices considered are Nifty 500 Total Return variant . Momentum is defined by Nifty500 Momentum 50 Index, Low Vol: stands for Low Volatility and is represented by Nifty500 Low Volatility50 Index, Quality is represented by Nifty500 Quality 50 Index, Value is represented by Nifty500 Value 50 Index, 500 EW: stands for 500 Equal Weight and is represented by Nifty500 Equal Weight Index and Top 20 EW stands for Nifty Top20 Equal Weight Index.

Macro Regimes and Factor Cyclicality



Factor	Slowdown	Contraction	Recovery	Expansion
Quality	✓	✓		
Low Volatility	✓	✓		
Momentum				✓
Value			✓	✓
Equal Weight			✓	✓

Each smart beta factor provides potential to perform well in different regime and business cycle.

Source: Invesco Paper on Dynamic Multifactor Strategies: A Macro Regime Approach. Source: Momentum is defined by Nifty500 Momentum 50 Index, Low Vol: stands for Low Volatility and is represented by Nifty500 Low Volatility50 Index, Quality is represented by Nifty500 Quality 50 Index, Value is represented by Nifty500 Value 50 Index, 500 EW: stands for 500 Equal Weight and is represented by Nifty500 Equal Weight Index and Top 20 EW stands for Nifty Top20 Equal Weight Index.

Different factors have outperformed Nifty 500 index in different market regimes

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Above						Value				
						Low Vol				Value
	Momentum		Momentum		Value	Quality	Low Vol	Momentum	Quality	Momentum
	Low Vol	Momentum	Value	Low Vol	Size	Size	Quality	Size	Momentum	Size
	Size	Low Vol	Size	Quality	Quality	Momentum	Momentum	Quality	Low Vol	Quality
Nifty 500 Returns	38.5%	36.2%	64.6%	-56.5%	91.0%	15.3%	-26.4%	33.5%	4.8%	39.3%
Below	Quality	Quality	Quality	Value	Low Vol		Size	Low Vol	Size	Low Vol
	Value	Size	Low Vol	Size	Momentum		Value	Value	Value	
		Value		Momentum						

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Above									Value		
	Momentum					Quality			Momentum	Momentum	
	Size		Momentum			Low Vol	Momentum		Size	Quality	
	Low Vol		Size			Size	Value	Value	Quality	Size	Value
	Quality	Value	Value	Low Vol		Momentum	Size	Low Vol	Low Vol	Value	Low Vol
Nifty 500 Returns	0.2%	5.1%	37.7%	-2.1%	9.0%	17.9%	31.6%	4.3%	26.9%	16.2%	7.8%
Below	Value	Size	Quality	Quality	Momentum	Value	Quality	Size		Low Vol	Size
		Low Vol	Low Vol	Momentum	Low Vol		Low Vol	Quality			Quality
		Quality		Size	Quality			Momentum			Momentum
		Momentum		Value	Size						
					Value						

Source:: Data as on Dec 31, 2025; NSE Indices Limited, Data as on Dec 31, 2025, Past performance may or may not sustain in future. The index return is in Total Return Variant. The data shown above pertains to the Index and does not in manner indicate performance of any scheme of the Fund. The smart beta indices considered are Nifty 500 Total Return variant . . Momentum is defined by Nifty500 Momentum 50 Index, Low Vol: stands for Low Volatility and is represented by Nifty500 Low Volatility50 Index, Quality is represented by Nifty500 Quality 50 Index, Value is represented by Nifty500 Value 50 Index, 500 EW: stands for 500 Equal Weight and is represented by Nifty500 Equal Weight Index and Top 20 EW stands for Nifty Top20 Equal Weight Index.

Assessing Factor Relationships: Implications for Smart Beta Portfolio Construction

Correlation of daily excess return of Nifty 500 Factor Indices (2005-2015)

Factor	Quality	Low Vol	Momentum	Value	500 EW	Top 20 EW
Quality	1.00	0.68	0.33	-0.08	0.24	-0.06
Low Vol	0.68	1.00	0.22	-0.09	0.20	-0.14
Momentum	0.33	0.22	1.00	0.16	0.39	-0.44
Value	-0.08	-0.09	0.16	1.00	0.63	-0.41
500 EW	0.24	0.20	0.39	0.63	1.00	-0.59
Top 20 EW	-0.06	-0.14	-0.44	-0.41	-0.59	1.00

Correlation of daily excess return of Nifty 500 Factor Indices (2015-2025)

Factor	Quality	Low Vol	Momentum	Value	500 EW	Top 20 EW
Quality	1.00	0.48	0.30	-0.04	0.32	-0.16
Low Vol	0.48	1.00	-0.03	-0.27	-0.05	0.03
Momentum	0.30	-0.03	1.00	0.28	0.49	-0.29
Value	-0.04	-0.27	0.28	1.00	0.57	-0.21
500 EW	0.32	-0.05	0.49	0.57	1.00	-0.31
Top 20 EW	-0.16	0.03	-0.29	-0.21	-0.31	1.00

Historically, lower factor correlations may enhance diversification, making multi-factor blends of defensive (Quality, Low Vol) and pro-cyclical (Value, Momentum) factors more effective.

*Source: Data as on Dec 31, 2025 Invesco Paper on Dynamic Multifactor Strategies: A Macro Regime Approach. * Excess returns calculated by subtracting the Factor Indexes returns by the parent Nifty 500 Index. Momentum is defined by Nifty500 Momentum 50 Index, Low Vol: stands for Low Volatility and is represented by Nifty500 Low Volatility50 Index, Quality is represented by Nifty500 Quality 50 Index, Value is represented by Nifty500 Value 50 Index, 500 EW: stands for 500 Equal Weight and is represented by Nifty500 Equal Weight Index and Top 20 EW stands for Nifty Top20 Equal Weight Index.*

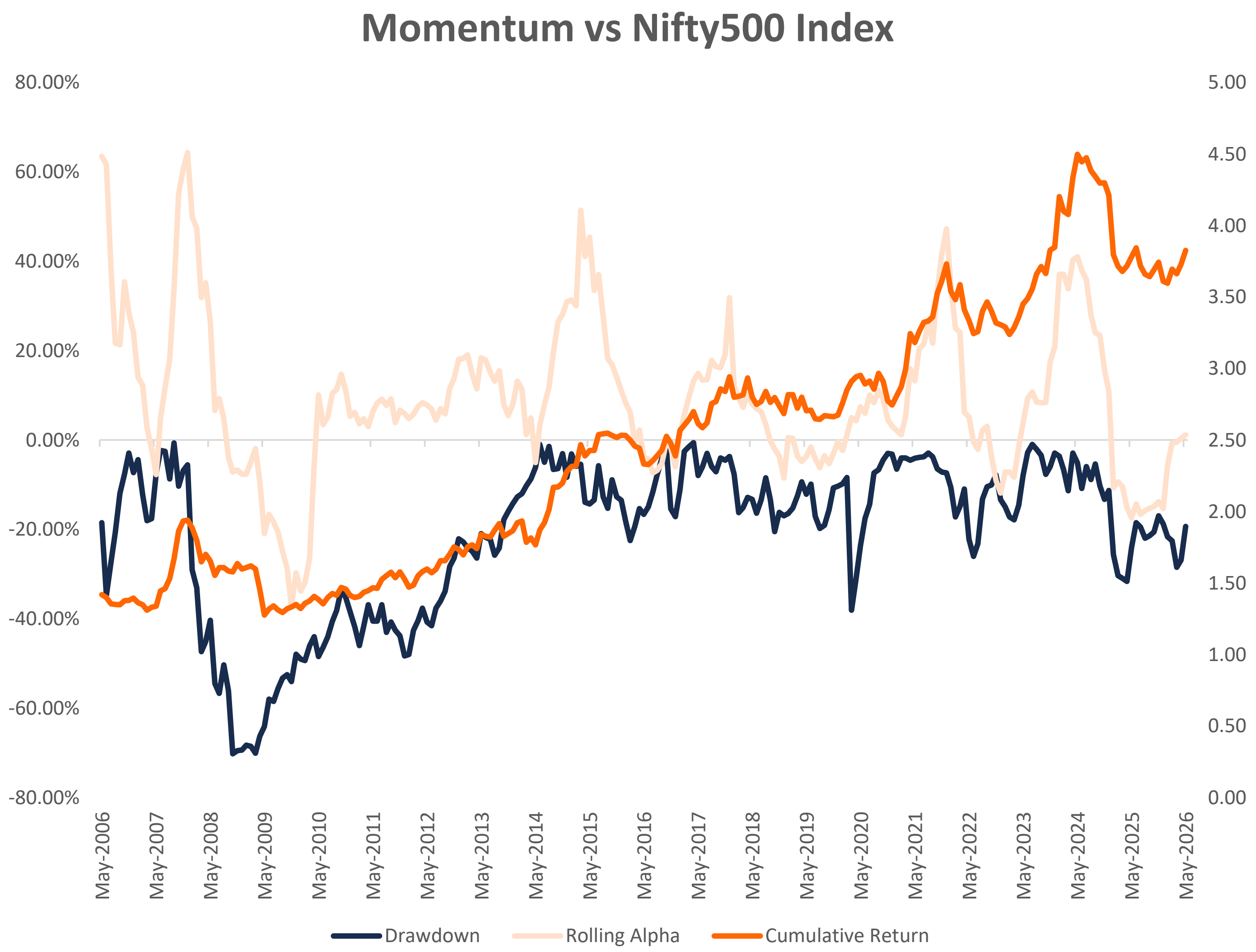
Comparison of calendar year returns of smart beta indices highlight cyclicality

Index Name	Smart Beta Factors based on Nifty 500 Index					Market Cap Indices	
	Quality 50	N500 EW	Low Vol 50	Momentum 50	Value 50	Nifty 50	Nifty 500
2025	-2.56	1.02	16.08	-7.61	16.93	11.88	7.76
2024	23.32	23.10	15.97	27.20	20.23	10.09	16.24
2023	41.95	42.46	33.44	47.71	62.60	21.30	26.91
2022	-2.82	1.63	7.31	-7.59	23.16	5.69	4.25
2021	29.89	50.20	20.91	78.85	56.37	25.59	31.60
2020	27.57	27.13	24.68	20.97	8.47	16.14	17.89
2019	1.76	-6.87	8.18	8.56	-13.70	13.48	8.97
2018	-2.37	-21.39	6.52	-10.67	-26.17	4.64	-2.14
2017	33.62	51.25	31.74	69.51	47.02	30.27	37.65
2016	0.78	2.55	2.02	-0.84	25.07	4.39	5.12
2015	8.59	7.24	7.69	11.28	-7.17	-3.01	0.22
2014	48.55	62.38	35.60	70.27	78.89	32.90	39.30
2013	18.02	-6.70	7.18	12.82	-13.99	8.07	4.82
2012	35.16	38.64	32.17	51.57	32.11	29.43	33.48
2011	-19.22	-34.10	-18.90	-20.45	-37.72	-23.81	-26.40
2010	26.18	21.13	29.34	20.61	30.93	19.22	15.27
2009	121.41	132.61	90.80	61.26	133.05	77.59	90.96
2008	-48.75	-61.77	-41.81	-64.20	-56.68	-51.27	-56.54
2007	42.09	68.64	41.97	128.93	109.01	56.80	64.58
2006	25.66	20.42	39.26	60.27	14.09	41.90	36.16

*Source:: NSE Indices Limited, Calendar Year data as on Dec 31, 2025; **Past performance may or may not sustain in future**. The index return are in Total Return Variant. The data shown above pertains to the index and does not in manner indicate performance of any scheme of the Fund. Returns below or for 1 year are absolute returns.. Momentum is defined by Nifty500 Momentum 50 Index, Low Vol: stands for Low Volatility and is represented by Nifty500 Low Volatility50 Index, Quality is represented by Nifty500 Quality 50 Index, Value is represented by Nifty500 Value 50 Index, 500 EW: stands for 500 Equal Weight and is represented by Nifty500 Equal Weight Index and Top 20 EW stands for Nifty Top20 Equal Weight Index.*

Factor Cyclicity: Strive for Balance or Perfect Timing

Momentum Factor: Smart on Paper, Hard in Practice, Behaviorally Demanding

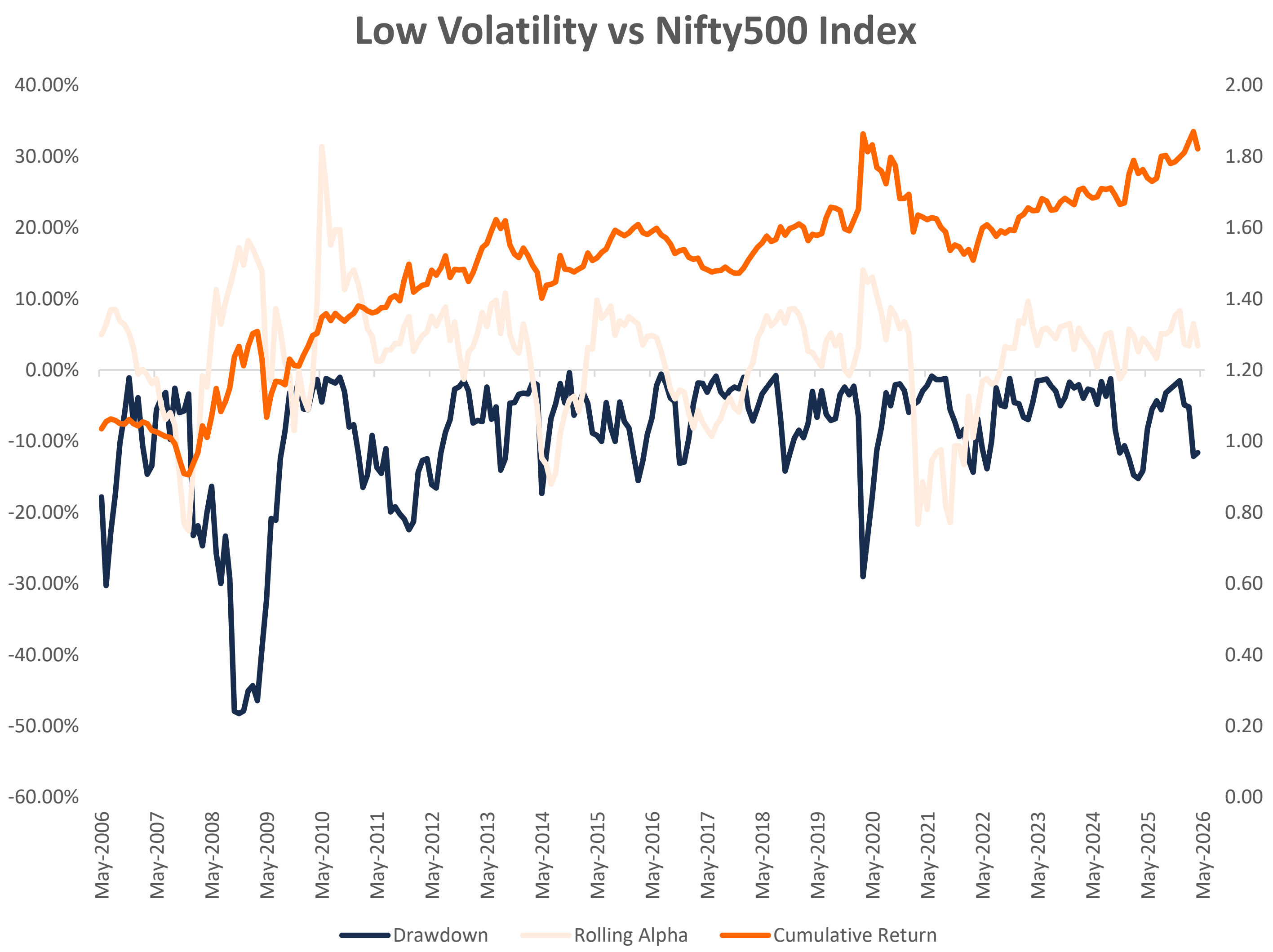


- Bulk of alpha over Nifty500 Index was concentrated in two phases: **H2 2014- 2018 & H2 2020 to H1 2024.**
- Momentum is a **cyclical alpha generator.** You need to be exposed during its **"sweet spots"** to benefit.
- Rolling 12M alpha ranges between **+65% to –33%**, showing dispersion, but persistent
- **Drawdowns occur often** but are usually short-lived and moderate in depth

Metric	Observation
Long-Term Alpha	✅ Yes (3.10x total)
Short-Term Consistency	❌ No — large drawdowns
Behavioural Risk	⚠ High — hard to stay invested in drawdowns or stagnation
Dependence on Timing	⚠ Very high
Regime Sensitivity	☑ Strong in trending or euphoric markets

Source: Data as on May 31, 2026 Nifty Indices, Cumulative outperformance is based on log return of factor over Nifty500, 12M is defined as rolling 252 days and Momentum is defined as "Nifty500 Momentum 50 Index". Drawdown is defined as peak to peak cumulative performance ratio. Past performance and historical simulations are not indicative of future results.. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing. All the data/performance provided in the document is pertaining to the Index and does not in any manner constitute performance of any scheme of Mirae Asset Mutual Fund. There is no guarantee or assurance of returns/income generation/capital protection in any scheme of the Fund. Past performance may or may not sustain in future.

Low Volatility Factor: Defensive, Consistent—but Patience-Testing

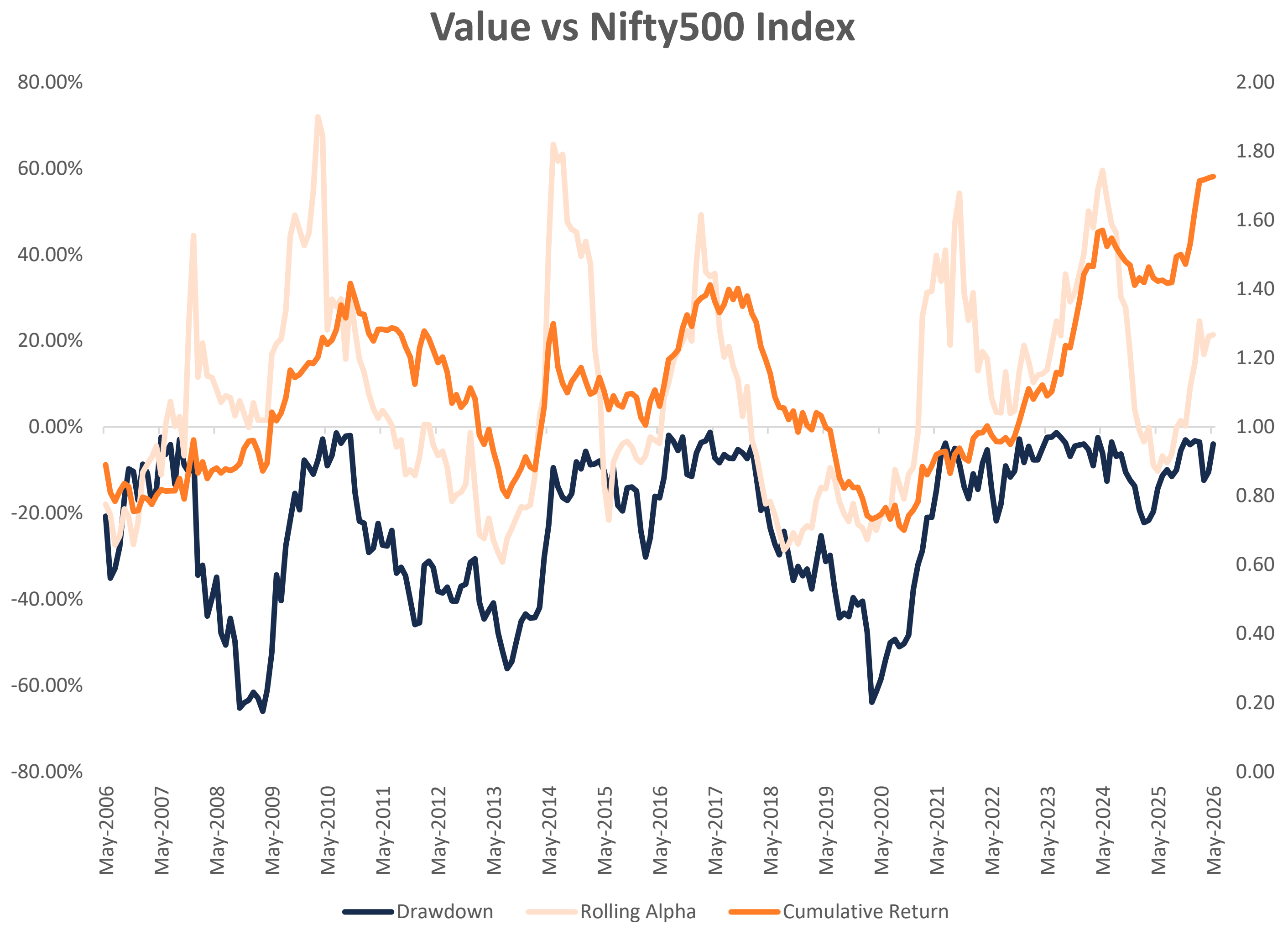


- **June 2009–2014 and 2018–2020** delivered the bulk of outperformance.
- Low volatility is a **steady compounder** but can lag in roaring bull markets.
- Rolling 12M alpha ranges between **+30% to -20%** in most periods, closed range, no swings
- Drawdowns are shallow and less frequent

Metric	Observation
Long-Term Alpha	👍 Yes (1.7x), moderate but consistent
Short-Term Consistency	⚠ Mixed – outperformance is cyclical; drawdowns can persist
Behavioural Risk	⚠ Moderate –May test investor patience
Dependence on Timing	⚠ Moderate – Best entered during corrections or volatility spikes
Regime Sensitivity	☑ Strong during risk-off, bottoming, or macro-stress environments

Source: Data as on May 31, 2026 Nifty Indices, Cumulative outperformance is based on log return of factor over Nifty500, 12M is defined as rolling 252 days and Low Volatility is defined as "Nifty500 Low volatility 50 Index". Drawdown is defined as peak to peak cumulative performance ratio. Past performance and historical simulations are not indicative of future results.. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing. All the data/performance provided in the document is pertaining to the Index and does not in any manner constitute performance of any scheme of Mirae Asset Mutual Fund. There is no guarantee or assurance of returns/income generation/capital protection in any scheme of the Fund. Past performance may or may not sustain in future.

Value Factor: Cyclical, Contrarian— Timed Right, it Shines—Timed Wrong, it Stings

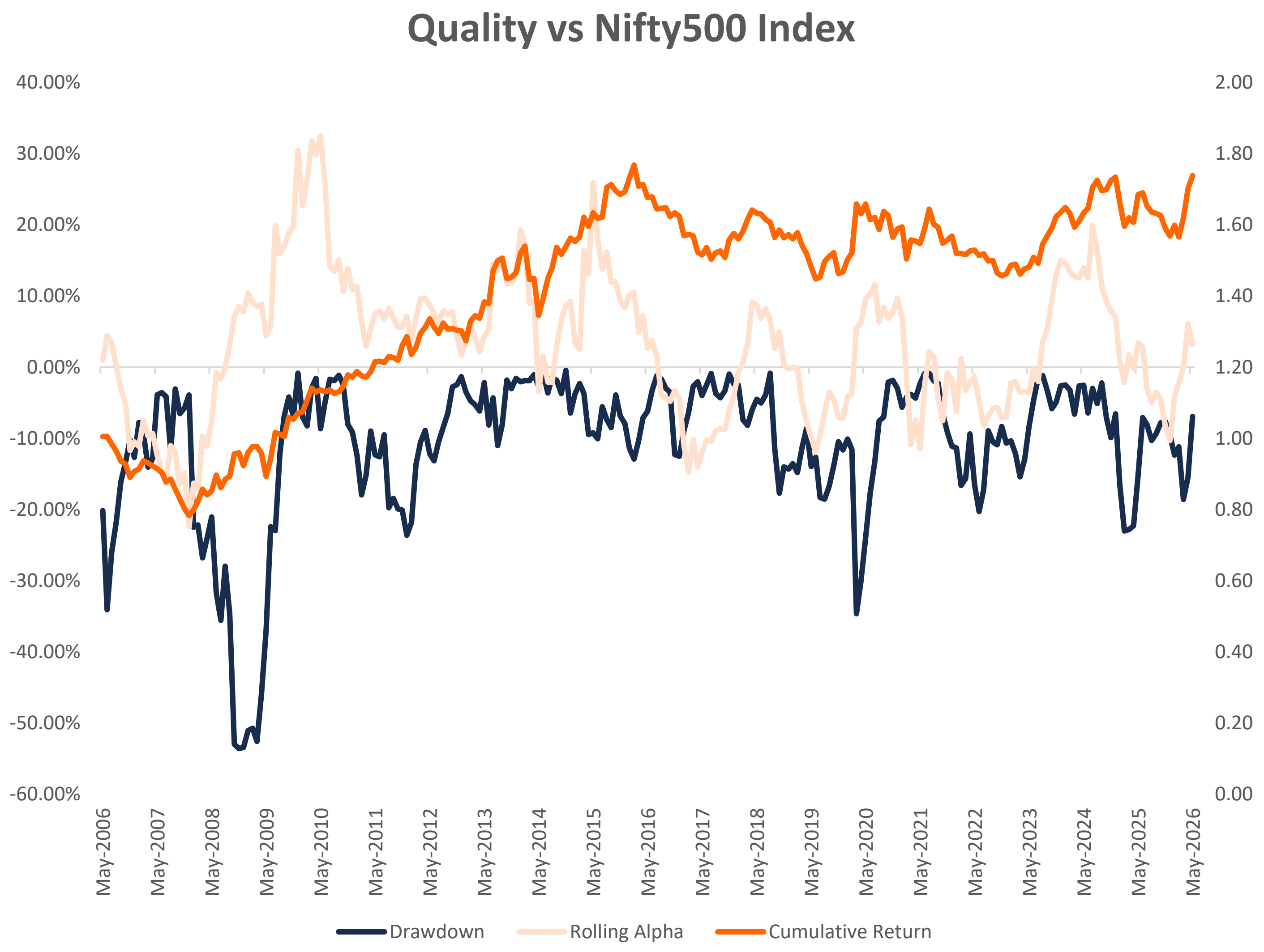


- ❑ Sharp 2020–2023 surge masks a decade-long sideways churn making it **Highly Cyclical**
- ❑ Severe drawdowns (up to -60%) make value strategies hard to stick with —
- ❑ Rolling 12M alpha ranges between **+70% to -27%, relatively higher dispersion**. **Timing is everything**.
- ❑ Conviction pays — but requiers endurance.

Metric	Observation
Long-Term Alpha	👍 Yes (1.6x+), strong but irregular
Short-Term Consistency	❌ No — very large drawdowns
Behavioural Risk	⚠ Very high – underperformance test conviction
Dependence on Timing	⚠ Very high
Regime Sensitivity	☑ Very strong during early recovery or value rotations

Source: Data as on May 31, 2026. Nifty Indices, Cumulative outperformance is based on log return of factor over Nifty500, 12M is defined as rolling 252 days and Value is defined as Nifty500 Value 50 Index. Drawdown is defined as peak to peak cumulative performance ratio. Past performance and historical simulations are not indicative of future results.. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing. All the data/performance provided in the document is pertaining to the Index and does not in any manner constitute performance of any scheme of Mirae Asset Mutual Fund. There is no guarantee or assurance of returns/income generation/capital protection in any scheme of the Fund. Past performance may or may not sustain in future.

Quality Factor: Slow-Compounding and Defensive—But Prone to Prolonged Flatlining

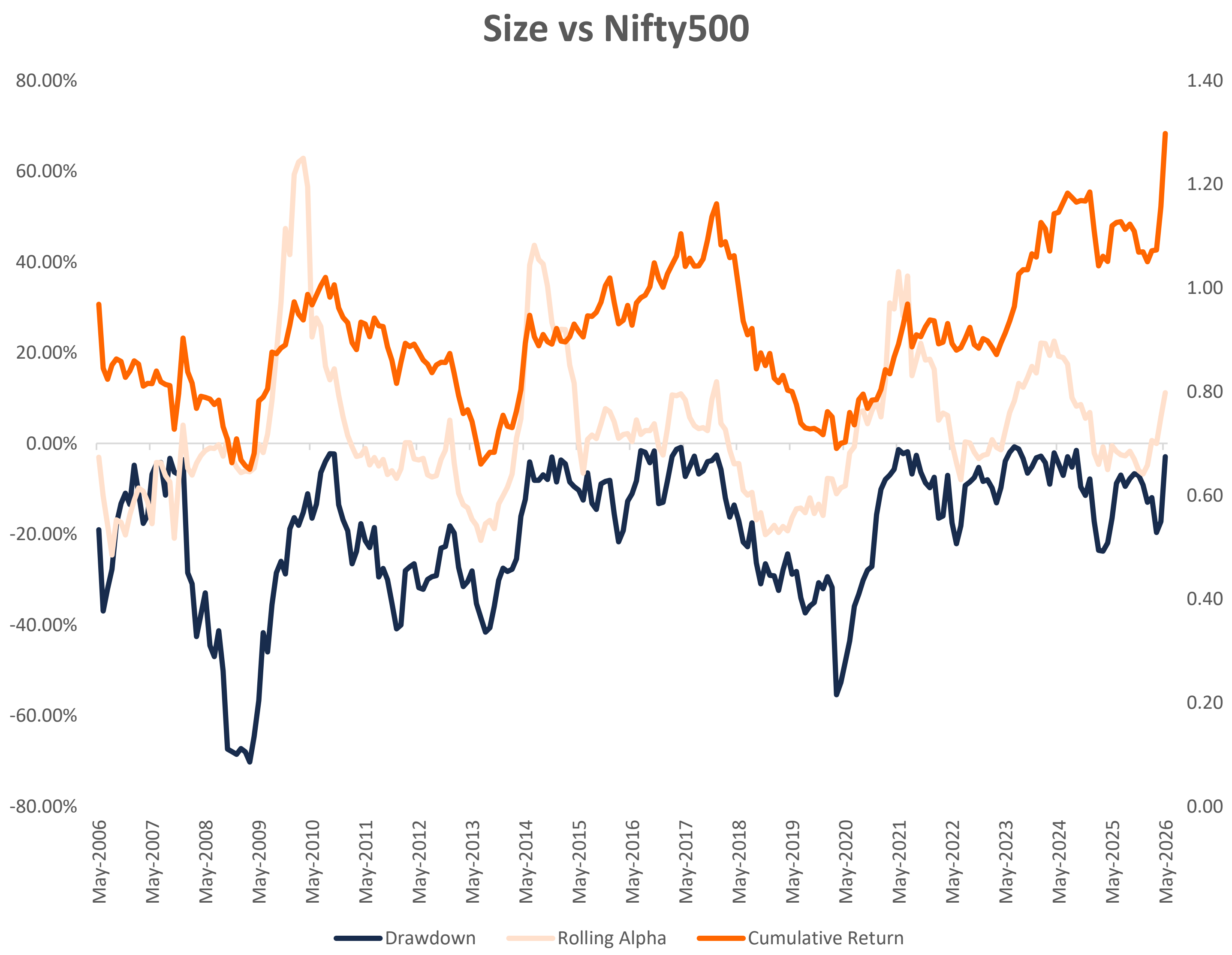


- ❑ Phase 1: Jun 2009 to Jan 2016 → **Consistent Compounder**
- ❑ Phase 2: Feb 2016 – Nov 2024 → **Lost Decade**
- ❑ **Drawdowns are minimal , shallow, but prolonged** as seen in Phase 2
- ❑ Quality behaved in Phase 2 as **"low pain, high boredom."** It didn't hurt sharply — it wore you down

Metric	Observation
Long-Term Alpha	👍 Yes (1.7x+), built slowly — but needs patience through stagnation
Short-Term Consistency	⚠ Mixed – range bound
Behavioural Risk	⚠ Moderate –Will test investor patience without severe drawdown
Dependence on Timing	⚠ Moderate **–** but not binary like value
Regime Sensitivity	☑ Strong during post-crisis, stable growth, or risk-averse regimes

Source: Data as on May 31, 2026 Nifty Indices, Cumulative outperformance is based on log return of factor over Nifty500, 12M is defined as rolling 252 days and Quality is defined as Nifty500 Quality 50 Index. Drawdown is defined as peak to peak cumulative performance ratio. Past performance and historical simulations are not indicative of future results.. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing. All the data/performance provided in the document is pertaining to the Index and does not in any manner constitute performance of any scheme of Mirae Asset Mutual Fund. There is no guarantee or assurance of returns/income generation/capital protection in any scheme of the Fund. Past performance may or may not sustain in future.

Equal Weight Strategy: Mean-Reverting, Timing-Dependent — Not a Buy-and-Hold Workhorse



- ❑ Alpha is more **cyclical** than **persistent**, with short bursts needing timely entry
- ❑ Long periods of **shallow alpha and drawdowns** wear down investor conviction
- ❑ Size had a meaningful run post-GFC; (**2009 – 2014**) and another short bust at **Mid-2023–early 2024**
- ❑ Almost every alpha peak (>20%) reverts quickly, underlining short-lived bursts

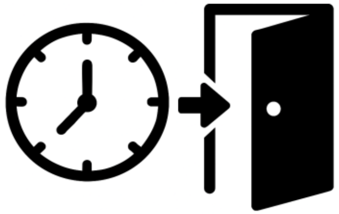
Metric	Observation
Long-Term Alpha	≠ *Marginal (1.1x–1.2x)* — weak compounding, mostly range-bound
Short-Term Consistency	❌ *Poor* — noisy, dominated by short bursts and fades
Behavioural Risk	⚠ **High**— conviction erodes in extended sideways periods
Dependence on Timing	⚠ **High -** entry during post-crisis or early bull phases is critical
Regime Sensitivity	☑ Strong during early recovery, reflation, or mid-small-cap rallies

Source: Data as on May 31, 2026 Nifty Indices, Cumulative outperformance is based on log return of factor over Nifty500, 12M is defined as rolling 252 days and Equal weight is defined as Nifty500 Equal Weight Index. Drawdown is defined as peak to peak cumulative performance ratio. Past performance and historical simulations are not indicative of future results.. Investors are advised to evaluate suitability with their investment objectives and consult their advisors before investing. All the data/performance provided in the document is pertaining to the Index and does not in any manner constitute performance of any scheme of Mirae Asset Mutual Fund. There is no guarantee or assurance of returns/income generation/capital protection in any scheme of the Fund. Past performance may or may not sustain in future.

Single Factor, Multiple Frictions: Why Multi-Factor may offer smoother Ride

Timing matters

Alpha is episodic, not persistent



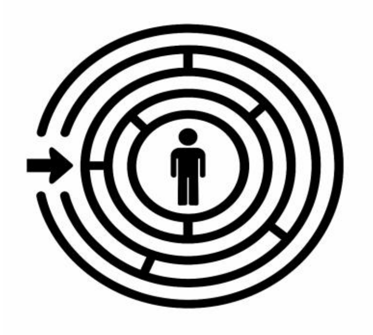
Long spells of underperformance

= Exit risk

Behavioral mismatches

= Poor timing, early exits, missed recovery

Emotional Drawdown > Market Drawdown



Easy entry into a factor, but difficult to stay the course

- Momentum: Timing fatigue, regret aversion, overconfidence risk
- Low Volatility: Patience stress during bull markets, fear of underperformance
- *Value*: Deep drawdowns, conviction fatigue, recency bias traps
- Equal Weight: Entry timing anxiety, frequent disappointment
- Quality: Long flat spells, boredom risk, false sense of safety

Single factors reward precision, punish emotion. Multi-factor addresses pain of factor cyclicality

Source: Mirae Asset Internal Research

Why Fund-of-Funds: Tax Efficiency Is a Structural Edge, Not an Alpha Bet

- ✓ Alpha generation remains essential, but **structural tax drag** can significantly reduce long-term compounded returns..
- ✓ A Fund-of-Fund structure may potentially help to **preserve gross returns** by minimizing interim tax leakage, despite a slightly higher expense ratio.

Metric strategy: Equal weighted exposure to five factor with Quarterly Rebalancing)	**No-Tax Scenario**	**Post-Tax Scenario**
Initial Investment	₹10,00,000	₹10,00,000
Final Portfolio Value	₹2,21,47,980	₹1,68,78,169
CAGR (01-04-2006 to 30-06-2025)	17.46%	15.82%
Total STCG Paid (B)	—	₹11,16,703
Opportunity Cost of Paying Taxes (B)	—	₹41,53,108
Wealth Lost to Tax Drag (A+B)	**—**	**₹52,69,811**

A Fund-of-Fund may deliver higher post-tax outcomes versus a DIY ETF portfolio

__Source:__ As on May 31, 2026, __Past performance may or may not be sustained in the future__. NSE Indices. Illustration assumes a quarterly rebalanced allocation to five factor ETFs—Momentum, Value, Quality, Equal Weight and Low Volatility. Simulation assumes ₹10,00,000 invested equally across five indices on 01-Apr-2006, with quarterly rebalancing. Taxable portfolio pays 20% Short-Term Capital Gains (STCG) on net realized gains using FIFO accounting, with tax paid annually on 31-Jul of the following FY. Taxes are funded by proportionally selling ETF units, reducing portfolio value. No dividends, cash inflows, or withdrawals assumed. No-tax scenario assumes identical rebalancing and prices, but ignores STCG and retains all units for full compounding. Data as of 30-Jun-2025. Data and assumptions are illustrative and do not consider brokerage or impact costs DIY is Do It Yourself (DIY) CAGR: Compounded Annual Growth Rate

Multi-Factor Framework

Multi-Factor Investing Approaches & why Hybrid Approach is better

Timing the Market

- | | Requires conviction in market timing
- | | Tactically rotates between factors based on signals
- | | Vulnerable to signal failure or regime shifts
- | | Can outperform in short bursts if signals align
- | | All-or-nothing: High alpha or high regret
- | | Execution complexity often higher than it appears

Asset Allocation Grid

- | | Strategic: Allocation rules across various market conditions for all factors
- | | Rebalances based on set scheduled (e.g. annually) or static allocation
- Stable exposure avoids timing error
- Diversifies across complementary factors
- Needs careful avoidance of factor overlap (clones)

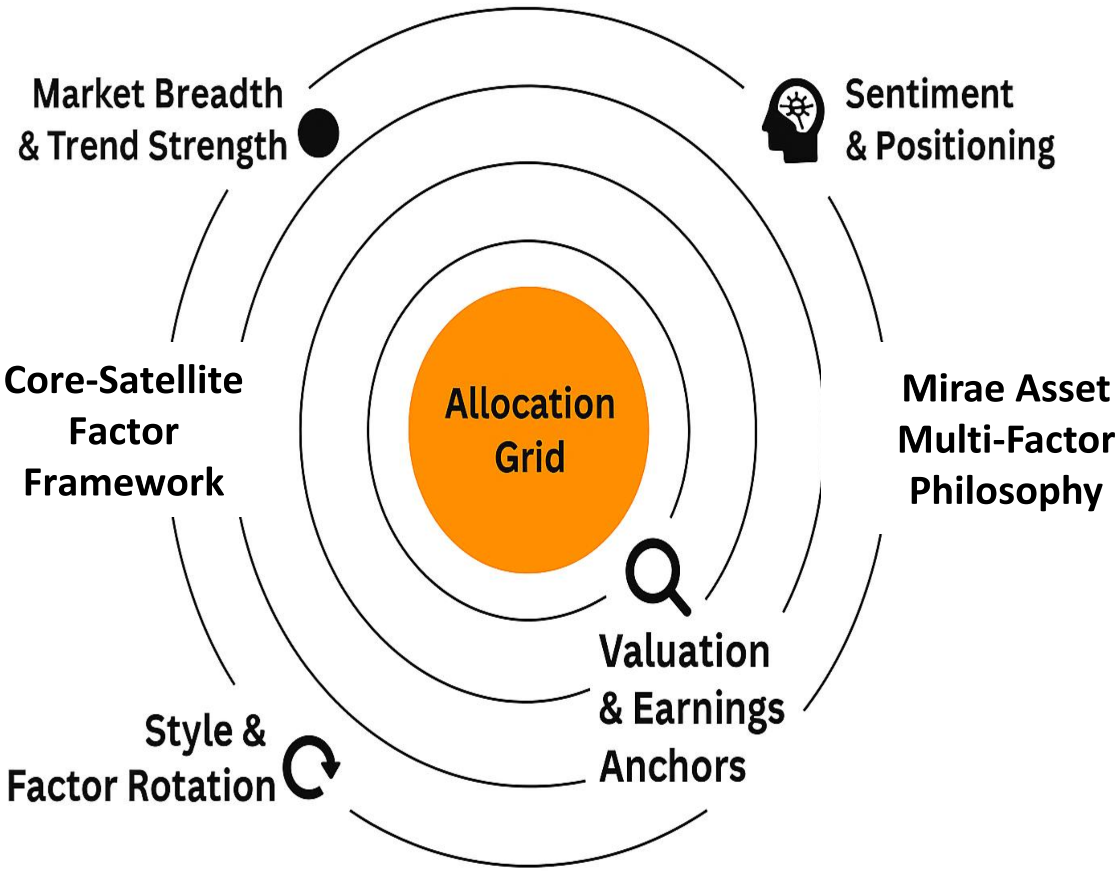
Hybrid Approach

- | | Combines signals with structural allocation
- | | Weighting tilt dynamically, but within a band as per grid
- | | Best of both worlds — adaptable, yet anchored
- | | Protects against extreme whipsaw of pure timing
- | | Higher resilience in regime-shifting markets
- Can be aggressive or conservative

Multi-factor investing is not about chasing past performance — it's about aligning strategy with both risk & returns

Source: Internal, Mirae Asset Research

How We Allocate: The Multi-Factor Framework in Action



Steps	Elements	Strategic Role
Regime Identification	**Market Trend, Breadth, & Sentiment**	Measures market strength, trend & sensitivity
Base Allocation	**Allocation Grid (Core)**	Regime-sensitive. Synthesizes multi- layer signals into high and low conviction grid
Tilt	**Valuation & Earnings Anchors**	Guides when to lean in and when to step back. Primary Driver to move the allocation grid
Final Allocation	**Style & Factor Rotation**	Seeks to reposition the allocation to various factors

Source: Internal, Mirae Asset Research

Various market regimes and preferred allocations

Category	Indices	Base Regime	Moderate Regime	Froth Regime	Drawdown Regime
		Allocation			
Defensive	Nifty Top 20/15/10 Equal Weight Index	Low	Moderate	Tilted	Moderate
Defensive	Nifty 50 Equal Weight Index	Moderate	Moderate	Tilted	Moderate
Defensive	Nifty 100 Low Volatility 30 Index	Low	Moderate	Tilted	Moderate
Aggressive	BSE 200 Equal Weight Index	Tilted	Moderate	Moderate	Moderate
Aggressive	Nifty Midsmallcap400 Momentum Quality 100 Index Nifty Smallcap250 Momentum Quality 100 Index	High	High	Moderate	High
Aggressive	Nifty 200 Alpha 30 Index	High	High	Moderate	Tilted
Aggressive	Nifty 500 Value 50 Index Nifty 200 Value 30 Index	Moderate	Moderate	Low	Moderate

Defensive Allocation	10%-30%	20%-40%	40%-60%	20%-40%
Aggressive Allocation	70%-90%	60%-80%	40%-60%	60%-80%

Source: Mirae Asset InternaL Research. The fund of fund may invest in the ETFs of above mentioned indices or any other domestic factor based equity ETFs. Above Grid is for reference purpose only and actual allocation and investing experience may vary. Portfolio will be managed as per the stated investment objective, investment strategy, asset allocation in the scheme information document (SID) and is subject to the changes within the provisions of the SID of the scheme

Mirae Asset Multi Factor Passive FOF - (An open-ended fund of fund scheme predominantly investing in units of factor based domestic equity ETFs)

Allocation to various ETFs over the course of journey for the scheme

Scheme Name	May-26	Apr-26	Mar-26	Feb-26	Jan-26	Dec-25	Nov-25	Oct-25	Sep-25	Aug-25
Mirae Asset Nifty MidSmallcap400 Momentum Quality 100 ETF	18.6%	18.2%	17.6%	17.8%	17.5%	17.0%	17.4%	17.0%	17.2%	17.5%
Mirae Asset Nifty 200 Alpha 30 ETF	21.0%	19.6%	19.4%	20.2%	19.3%	17.2%	17.5%	17.2%	17.2%	17.5%
Mirae Asset Nifty 100 Low Volatility 30 ETF	5.9%	7.4%	8.7%	9.6%	10.2%	11.3%	11.5%	14.0%	14.9%	15.0%
Mirae Asset Nifty50 Equal Weight ETF	13.0%	12.0%	11.4%	11.4%	12.0%	12.1%	12.0%	14.9%	15.1%	15.0%
ICICI Pru Nifty Top 15 Equal Weight ETF	-	-	-	-	-	15.0%	15.0%	15.1%	15.2%	15.0%
Mirae Asset BSE 200 Equal Weight ETF	13.9%	14.2%	14.7%	11.2%	11.4%	10.1%	10.0%	10.0%	10.1%	10.0%
ICICI Pru Nifty200 Value 30 ETF	-	-	17.3%	17.9%	17.3%	14.7%	14.0%	9.3%	7.9%	7.5%
Mirae Asset Nifty Smallcap 250 Momentum Quality 100 ETF	2.3%	2.4%	2.2%	2.3%	2.5%	2.5%	2.5%	2.4%	2.5%	2.5%
Mirae Asset Nifty Top 20 Equal Weight ETF	6.1%	7.7%	8.8%	9.5%	9.9%	-	-	-	-	-
Mirae Asset Nifty 500 Value 50 ETF	18.4%	18.6%	-	-	-	-	-	-	-	-

Allocations dynamically shift across factor-based ETFs, ensuring a well-diversified exposure across market caps and investment styles

Source: ACE MF, Month end portfolio, Data as on May 31, 2026. The scheme refers to "Mirae Asset Diversified Passive Allocator FOF" . The process may undergo change in future depending on various scenarios. The process may incorporate allocation ETFs in future.The allocation in selected ETFs at all-time shall be reflective of the market condition. The allocation at no time shall change much from the current M-cap based weightage of the market cap segment/ ETF. In future, the scheme may invest in other ETFs based on various size bucket, style and strategies with predominant exposure to large and midcap.. Till February 2022, scheme invests in Nippon India ETF Nifty Midcap 150.*

Why you may consider investing in Mirae Asset Multi Factor Passive FoF

- **Smart Beta Factors Have Alpha Potential:** Momentum, Value, Quality, and Low Volatility are proven to generate long-term outperformance—but not all the time, and not always together.

- **Single Factors Can Be Risky in Isolation:** Every factor goes through its own cycle. Riding just one can lead to periods of underperformance, making it emotionally difficult to stay invested.

- **Multi-Factor Means Better Balance:** Combining complementary factors helps smooth the ride. It reduces sharp drawdowns and the stress of constantly switching between styles.

- **No Need to Time the Market:** Instead of chasing the best factor, rely on a disciplined allocation grid that adapts to various market phases.

- **Structured, Hybrid Allocation Framework:** The fund uses a dynamic approach, favoring defensives in down markets, pro-cyclicals in bull phases, and diversified exposure during transitions.

- **Relative more tax-efficient structure:** Mutual Fund enjoy tax pass-through taxation, making dynamic allocation tax- efficient relative to doing allocation shifts at DIY portfolio level (Refer Slide no. 26)

- **Reduce Regret and not eliminate Risk:** While the framework is thoughtfully designed to adapt across market regimes, the fund aims at a disciplined strategy meant to reduce risk while seeking to generate higher returns in the long term.

Source: Mirae Asset Internal Research, As on May 31, 2026, Past performance may or may not be sustained in the future. DIY: Do It Yourself

Scheme Details

Particulars	Mirae Asset Multi Factor Passive FOF
Type of Scheme	An open-ended fund of fund scheme predominantly investing in units of factor based domestic equity ETFs
Benchmark	Nifty 500 Total Return Index
Fund Manager	Mr. Ritesh Patel
Taxation	Equity
Minimum Investment	Rs. 5000/- and in multiples of Re. 1/- thereafter
SIP	Rs 99/- and in multiples of Re. 1/- thereafter
Exit Load	If redeemed within 5 calendar days from the date of allotment: 0.05% If redeemed after 5 calendar days from the date of allotment: NIL

Mirae Asset Multi Factor Passive FOF

(An open-ended fund of fund scheme predominantly investing in units of factor based domestic equity ETFs)

PRODUCT LABELLING

Mirae Asset Multi Factor Passive FOF
This product is suitable for investors who are seeking*

- Investments predominantly in units of factor based domestic equity exchange traded funds
- To generate long-term capital appreciation/income

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

Scheme Riskometer

The risk of the scheme is Very High

Scheme Benchmark : Nifty 500 (TRI)
Benchmark Riskometer

The risk of the benchmark is Very High

Please note that investor will bear expenses of underlying schemes in the Fund of Fund , in addition to the TER of the managing the Fund of Fund

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

For further information about other schemes (product labelling and performance of the fund) please visit the website of the AMC: www.miraeassetmf.co.in

Please consult your financial advisor or mutual fund distributor before investing

THANK YOU

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Mutual Fund