



The Wealth Company
MUTUAL FUND

Seizing Opportunity,
Minimising Risk.

THE WEALTH COMPANY ARBITRAGE FUND

An open ended scheme investing in
arbitrage opportunities.



www.wealthcompanyamc.in



Who We Are



Built on **Legacy**
Backed by **Innovation**
Focused on the **Future**

Backed by Pantomath Financial Services Group

India's leading financial services conglomerate spanning across merchant banking, private equity, broking & distribution, institutional equities, portfolio management and asset management.

Backed by 40+ years of ACMIL

Asit C Mehta Investment Intermediaries - India's pioneering force in broking and financial innovation legacy.

Fund Management Expertise

Research-driven, performance-focused, and innovation-led expertise across AIF and PMS.

Visionary Leadership

Entrepreneurial founders with deep foresight and a proven track record of building scalable, future-ready platforms.

Trustee Board



Dr. Ram Sewak Sharma (Independent Director)

- A retired Indian bureaucrat, joined the IAS in 1978 has had an illustrious career spanning over four decades in various government roles
- Dr. Sharma served in prestigious positions like Director General of UIDAI and Chairman of TRAI.



Mr. Krishan Kumar Jalan (Associate Director)

Retd. Principal Secretary, Govt. of India, Ministry of Micro, Small and Medium Enterprises, Ex-Director and Joint Secretary in the Ministry of Textiles and Secretary General of the Apparel Export Promotion Council.



Dr. Hukum Chand Jain (Independent Director)

- IRS (Retd.) 1982 batch and earlier served on various key positions within the Ministry of Finance, Department of Revenue.
- Post-retirement, Dr. Jain is transitioned into tax consultancy and legal representation



Smt. Rashmi Verma (Independent Director)

- Smt. Rashmi Verma, IAS (1982 batch), served as Secretary, Ministry of Textiles from 2012 to 2015.
- Over her distinguished career, she held key positions across the Ministry of Finance, Ministry of Defense and the Prime Minister's Office.



Ms. Madhu Lunawat (Managing Director and CEO)

The first Indian woman to launch a in house mutual fund business.

- Former CFO of Edelweiss Asset Reconstruction Company (ARC)
- Worked with Edelweiss, Infosys and ASREC.
- Over 20 years of experience in corporate finance, investment banking, fund management
- Member of the ICAI (CA)
- Board of trustee, TiE Mumbai



Mr. Atul Joshi (Independent Director)

- Renowned economic policy veteran and an experienced banker with more than 30 years of experience
- Mr. Joshi is a member of the Managing Committee of the Indian Merchants' Chamber (IMC). He has been a part of several committees, including CII, FICCI, Indo-American Chamber, and Indo-French Chamber.



Dr. Kshatrapati Shivaji Director (Non-Executive and Non-Independent)

- IAS (Retd., 1986 batch), brings 40 years of leadership across finance, industry, and governance.
- Former CMD of SIDBI, Founding Chairman of MUDRA Ltd., and ex-Principal Secretary (Finance & Industries), Govt. of Maharashtra, he has also represented India as Dean of the Board at Asian Development Bank (ADB).



Mr. Hemant Bhargava (Independent Director)

- Mr. Hemant Bhargava is a seasoned finance and insurance professional with nearly four decades of experience.
- He served as the MD of LIC and also as Non-Executive Chairman of IDBI Bank.

Meet Our Executive Team



Experience. Market foresight. On-ground expertise.
Making things happen.



Prasanna Pathak

Deputy Chief Executive Officer
Ex-HLL, FT Mutual Fund,
UTI Mutual Fund, Taurus Mutual Fund and
IndiaFirst Life Insurance



Debasish Mohanty

Chief Strategy Officer
Ex-UTI AMC,
Independent Director in LIC Pension Funds Ltd.



B. Y. Joshi

Chief Operating Officer
Ex-360 One, Cybrilla, White Oak, Nippon Life India,
ICICI, Standard Chartered Bank, Citibank



Aparna Shanker

Chief Investment Officer (Equity)
Ex-UTI, Sahara Mutual Fund,
SBI Mutual Fund



Umesh Sharma

Chief Investment Officer (Debt)
Ex-UTI Mutual Fund, ICICI Bank,
Invesco Mutual Fund, FT Mutual Fund



Suruchi Wanare

Chief Compliance Officer
Ex-UTI Mutual Fund

Meet Our Investment Team



Rouhak Shah

Head Dealing & Fund Manager

Ex- Motilal Oswal AMC, ICICI Prudential Life Insurance, Kotak Life Insurance



Mr. Varun Nanavati

Fund Manager & Fixed Income Analyst

Ex-CITI & KPMG



CA Rahul N Malani

Research Analyst - Equity

Ex-Mirae Asset Sharekhan, Emkay Global



Noel Vaz

Research Analyst - Equity

Ex-Union AMC, IIFL Capital



Sejal Vaghela

Research Associate & Data Analyst

Ex-Capital Market Publishers Pvt Ltd.



Saloni S Kapadia

Fund Manager - Equity

Ex-Phillip Capital India, State Bank of India

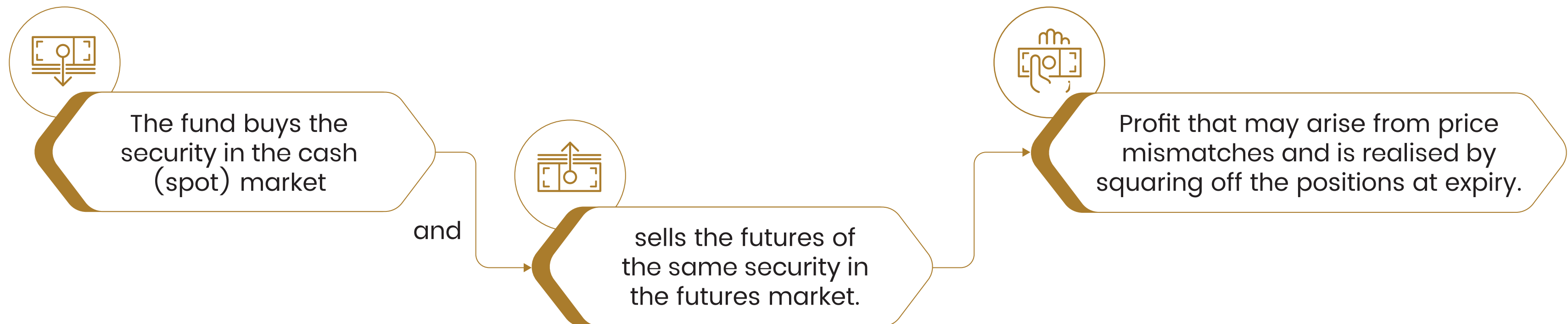
What Are Arbitrage Funds



Arbitrage is a strategy where one simultaneously buys and sells the same underlying security or its derivatives in different market segments to take advantage of price differences to generate a profit.

Arbitrage Funds are equity-oriented funds under the hybrid category.

The below illustration provides a general idea of how an arbitrage fund leverages opportunities in the spot and futures markets:



Arbitrage positions are market-neutral trades, as they do not rely on the market's overall direction to produce gains.

How Do Arbitrage Funds Work?



Arbitrage funds exploit price differences between the cash (spot) and derivatives (futures) markets of the same security.

Fresh Arbitrage

Action: Buy in cash and sell in futures of the same stock

Outcome: Spread = ₹1.20 (1.2%)

Example:

Buy XYZ Equity @ ₹100, Sell XYZ Futures @ ₹101.20

Reverse Arbitrage

Action: Sell in cash and buy in futures when futures trade at a discount

Outcome: Cost = ₹0.50 (0.5%)

Example:

Sell XYZ Equity @ ₹100, Buy XYZ Futures @ ₹99.50

Churning

Action: Shift positions from low-premium to high-premium opportunities

Outcome: Net gain = 0.7%

Example: Exit Reverse Arbitrage (0.5%) and enter Fresh Arbitrage (1.2%)

Short Roll

Action: Roll over futures to the next expiry month

Outcome: Spread = ₹1.00 (1.0%)

Example: Buy XYZ Futures @ ₹102, Sell XYZ Futures (next month) @ ₹103

Example: Arbitrage Funds In Action



Trade for the same stock	Stock @ 70	Stock @ 90	Stock @ 100	Stock @ 120
Buy Cash @ 100	Loss @ -30	Loss @ -10	Neutral	Profit @ +20
Sell Fut @ 102	Profit @ +32	Profit @ +12	Profit @ +2	Loss @ -18
Net	+2	+2	+2	+2

The above is only meant for understanding the concept of arbitrage. The above illustration should not be taken as any indication of future returns of the scheme. The AMC does not guarantee or promise or forecast any returns.

Why Arbitrage Strategy Works



Beyond returns



Focuses on consistent, disciplined performance.



Strategic investing



Calculated, opportunistic, and risk-aware.

Arbitrage exists because of temporary inefficiencies in pricing between the cash and derivatives markets. These price mismatches occur due to:

Cost of carry
(interest rate differential)

Market volatility and
liquidity gaps

Corporate actions
(dividends, mergers, buybacks)

At expiry, spot and futures prices converge, ensuring the spread is realised. This makes arbitrage a low-risk, hedged strategy.

Key Factors Impacting Arbitrage Funds



Market Conditions

- Higher volatility widens cash–futures spreads
- Market depth critical to execute without moving prices



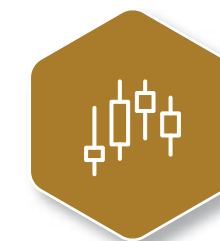
Risk Mitigation

- Positions hedged simultaneously (buy/sell)
- Strategy remains low-risk, market-neutral



Macroeconomic Stability

- Interest rate movements drive cost of carry
- Uncertainty increases opportunities but also liquidity risks



Less Affected by Market Direction

- Returns driven by spreads, not broad equity trends



Fund Management

- Manager skill key in spotting and executing spreads
- Active strategies: traditional arbitrage, reverse arbitrage, churning, short rolls



Category Size

- Large inflows compress spreads as more players chase the same opportunities

Tax Efficiency Of Arbitrage Funds



Arbitrage Funds being equity-oriented schemes enjoy tax treatment of Equity funds unlike Debt funds that are taxed at a higher rate without indexation benefits. This makes arbitrage funds particularly attractive for investors in higher tax brackets.

Tax Type	Arbitrage Fund (Equity-oriented)	Debt Fund
Short Term Capital Gains (Holding < 1 Year)	20%	Taxed at investor's marginal rate
Long Term Capital Gains (Holding > 1 Year)	12.5% [^] (On gains exceeding ₹1.25 lakh in a FY)	Taxed at investor's marginal rate

Short term capital gains: Holding period < 1 Year, Long term capital gains: Holding period > 1 Year [^] Nil Income-tax on long-term capital gains up to ₹1.25 lakh in a financial year. Surcharge not considered. It will be applicable as per investor tax bracket in addition to this. Investors are requested to consult their tax advisor. Above is Only for Illustration Purpose. #Distribution of dividend is subject to availability of distributable surplus. Pursuant to payment of dividend, the NAV of the Dividend Options of the Scheme will fall to the extent of dividend payout and statutory levy, if any. Taxation as per prevailing tax laws.

Industry Snapshot Of Arbitrage Funds



From a modest ~₹69,000 crore in August 2020, the industry AUM of arbitrage funds has soared to a remarkable **₹3.06 lakh crore by August 2025** – a testament to the growing trust of investors and the evolving dynamism of India’s investment landscape.

(Average Net Assets Under Management for the month August 2025), Source AMFI

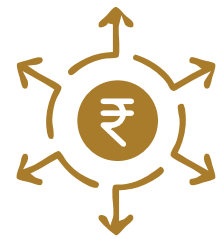
Comparative Analysis of Performance (Top 10 Funds by AUM – 77% of Total AUM)

Scheme Type	3M		6M		1Y	
	Pre-Tax	Post Tax	Pre-Tax	Post Tax	Pre-Tax	Post Tax
Arbitrage Funds	5.34%	4.28%	6.19%	4.95%	6.54%	5.23%
Liquid Funds	5.72%	4.00%	6.69%	4.68%	6.88%	4.82%
Overnight Funds	5.39%	3.77%	5.74%	4.02%	6.10%	4.27%

Returns of Regular Plans. Returns are simple annualized for <1 Year. Source Moneycontrol.com Data as on 10-Sep-25

This is only for illustration purpose and the information is very brief and not exhaustive by any means. Highest taxes applicable for HNIs, as per prevailing tax laws, assumed to calculate post tax returns. This is not a tax advice. Surcharge, if applicable, considering the category and income of the investor may also be payable. If surcharge is applicable, cess would also increase as it is payable on income tax and surcharge. STT is also payable over and above capital gains tax, as per applicable rates for Equity Oriented Funds Rates mentioned may be subject to MAT also. AUM percentages are based on AMFI data from April – June 2025.

The Wealth Company Arbitrage Fund



An open-ended scheme that endeavours to take advantage of price differences across different market segments, with an aim to generate better risk-adjusted, tax efficient returns.

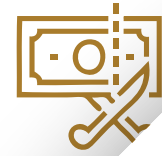


Primarily invests in arbitrage positions across cash and derivatives segments of the equity markets.

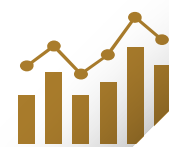
Key Advantages Of The Wealth Company Arbitrage Fund



Low risk
(market-neutral strategy)



Tax-efficient
(equity taxation:
12.5% LTCG after 1 yr[^])



Volatility-friendly
Spreads improve with
higher market volatility



Generally T+1 liquidity
(like any mutual fund)

[^]On gains exceeding ₹1.25 lakh in a FY

Who Is This Fund For?



Risk-averse
investors seeking
stable returns



Those looking for
alternatives to bank
short-term deposits
and liquid funds



Investors in higher
tax brackets who
prefer equity
taxation benefits



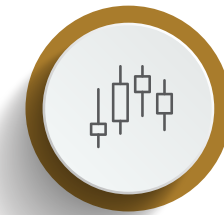
Individuals who
want to avoid
making directional
market bets

Key Use Cases Of The Wealth Company Arbitrage Fund



Smart Parking for Short Horizons

Ideal for deploying funds for 3–6 months with stable, low-risk returns.



Effective Volatility Hedge

Acts as a cushion during market turbulence by exploiting wider spreads.



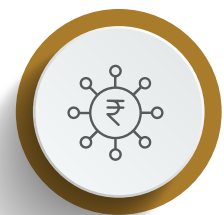
Superior Post-Tax Efficiency

More tax-friendly than liquid or ultra-short debt funds due to equity taxation benefits.



Potential for Capital Preservation with Growth

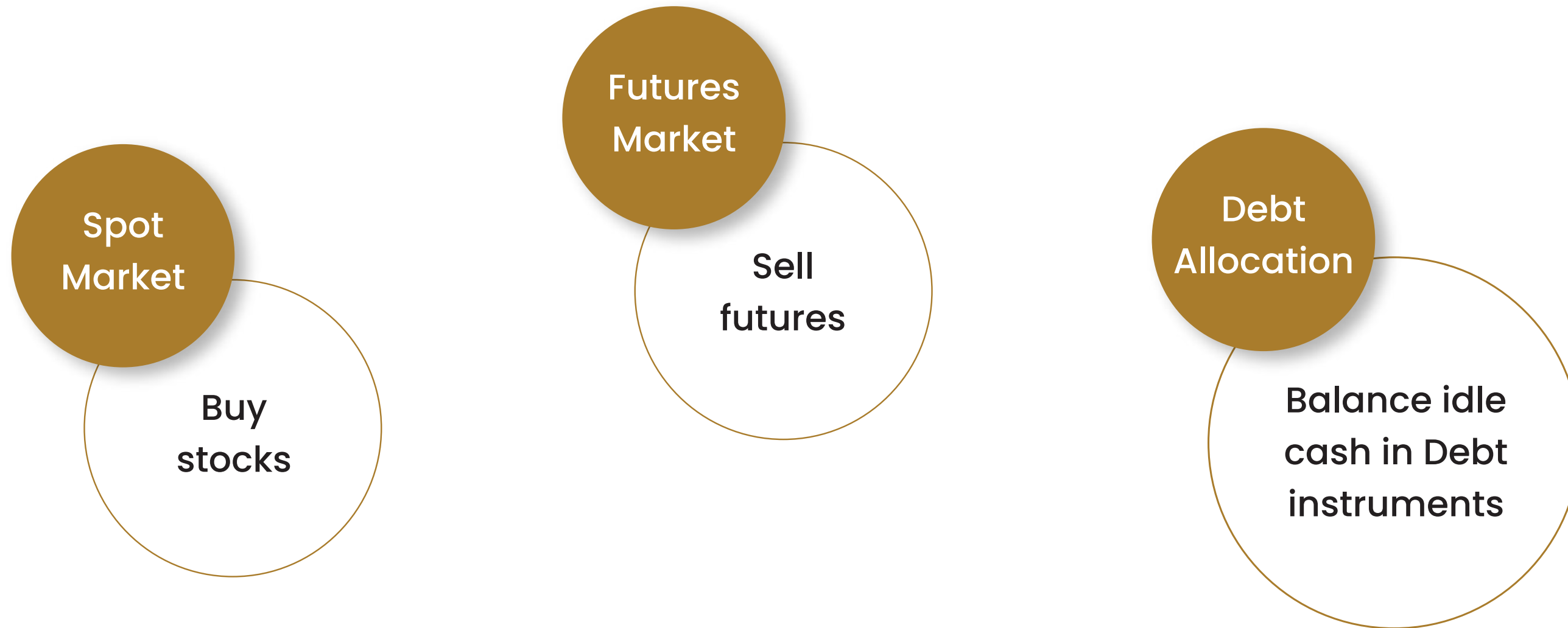
Designed for low-risk, potential for capital protection and growth.



Strategic Allocation Base

Can serve as a base for SWP/STP strategies or part of a balanced allocation plan.

Portfolio Construction



Typically ~65–70% in arbitrage positions.
Remaining in low-risk debt instruments.

Fund Manager



Rouhak Shah

15+ years in Equity Dealing
Ex- Motilal Oswal AMC,
ICICI Prudential Life Insurance,
Kotak Life Insurance



Aparna Shanker

Ex-UTI, Sahara Mutual Fund,
SBI Mutual Fund

Strong Partners. Stronger Oversight.



Our Circle of Trust.



MM Chitale & Co.

Ernst & Young (EY)

KFINTECH

HDFC Bank

Benchmark And Scheme Riskometers



THE WEALTH COMPANY ARBITRAGE FUND (An open ended scheme investing in Arbitrage opportunities)

Riskometer and Product Label		
<p>This Product is suitable for investors who are seeking*:</p>	<p>Scheme Riskometer</p>	<p>Benchmark Riskometer NIFTY 50 Arbitrage TRI</p>
<ul style="list-style-type: none"> • To generate income over a short term investment horizon. • Predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market and by investing the balance in debt and money market instrument. 	<p>RISKOMETER</p> <p>Risk of the Scheme is at low Risk.</p>	<p>RISKOMETER</p> <p>Risk of the Benchmark is at low Risk.</p>
<p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>		

Note: The above product labelling assigned during the New Fund Offer is based on internal assessment of the Scheme Characteristics or model portfolio and the same may vary post NFO when actual investments are made. The same shall be updated as per para 17.4.1.i of SEBI Master Circular for Mutual Fund dated June 27, 2024, on Product labelling in mutual fund schemes on ongoing basis.

Disclaimer



The information herein is meant only for general reading purposes and the views being expressed only constitute opinions and therefore cannot be considered as guidelines, recommendations or as a professional guide for the readers. Certain factual and statistical information (historical as well as projected) pertaining to industry and markets have been obtained from independent third-party sources, which are deemed to be reliable.

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

Maximising You



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Mumbai 400072



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