

## A Tax efficient<sup>#</sup> blend of Debt & Arbitrage

### MAHINDRA MANULIFE INCOME PLUS ARBITRAGE ACTIVE FOF

(An open-ended fund of fund scheme predominantly investing in units of actively managed debt oriented and arbitrage mutual fund schemes)



<sup>#</sup>In comparison to Debt/Fixed Income mutual fund scheme(s) [categorised as Specified Mutual Funds] / instruments and applicable for the holding period of > 24 months, as per extant income tax laws. Please refer Scheme Information Document for more details. Investors are advised to consult their professional tax advisors before taking investment decision.

February 27, 2026

#### INVESTOR DILEMMA: 3 PAIN POINTS

##### Seeking Stability in returns while requiring tax efficiency

- Relatively better risk adjusted post tax returns

##### Avoiding Reinvestment Risk while ensuring optimal asset allocation

- Low Spreads in Arbitrage
- Reinvestment risk in fixed income

##### High Taxation on fixed income investments

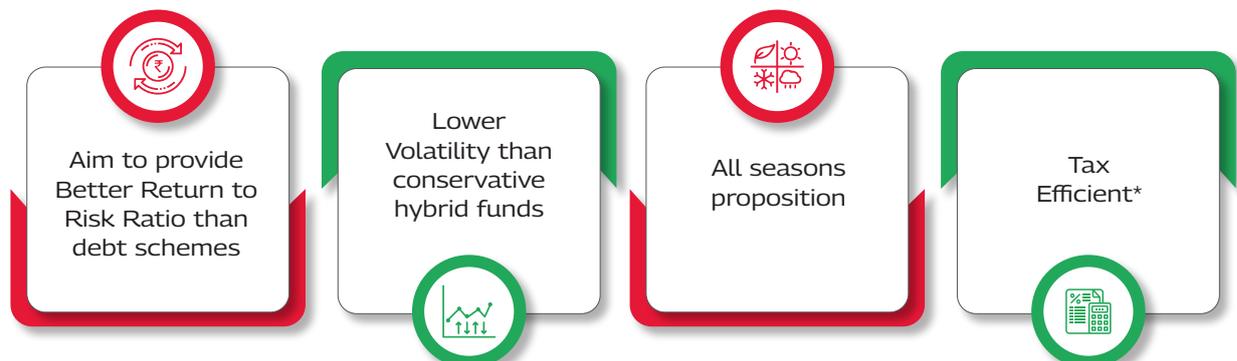
- Capital Gains & Interest Income at Slab Rates
- Problem at higher income tax bracket

Income Plus Arbitrage Funds aim to offer best of both worlds (Relatively better risk adjusted returns with tax efficiency\*)

Flexibility to switch between debt schemes and arbitrage schemes

Aim to offer relatively stable & better post tax returns over a holding period more than 24 months\*

#### NEED OF THE HOUR: INCOME PLUS ARBITRAGE FOF\*\*



\*\*Fund of Funds which invest less than 65% of its total proceeds in units of Debt Oriented Mutual Fund Schemes.

\*Please refer next page for details in view of individual nature of tax consequences, each unit holder is advised to consult his/her own professional tax advisors.

## POST TAX EFFICIENCY

Applicable Tax Rates			
Type	Debt Scheme / Fixed Deposit	Income Plus Arbitrage FoF	
Classification	All gains at Slab Rate	STCG (<24 Months)	LTCG (> 24 Months)
Rate	Slab Rate	Slab Rate	12.50%

Example of taxation impact				
Period	1 Year		>2 Years	
Type of Scheme	Debt/Fixed Deposit	Income Plus Arbitrage FoF	Debt/Fixed Deposit	Income Plus Arbitrage FoF**
Amount Invested	1,00,000	1,00,000	1,00,000	1,00,000
Return (CAGR)	7%	7%	7%	7%
Value at Redemption	107000	107000	114490	114490
Tax Rate*®	30%	30%	30%	12.50%
Tax Liability at Redemption	2,100	2,100	4,347	1,811
Post Tax Value	1,04,900	1,04,900	1,10,143	1,12,679
Post Tax Return (%)	4.90%	4.90%	4.95%	6.15%

### The Income Plus Arbitrage FoF seems to deliver relatively better post tax return than traditional fixed income instruments for a holding period exceeding 24 months

Assumption: Debt/Fixed Deposit are annually compounded. CAGR stands for Compound Annualized Growth Rate. The illustration is to understand the concept of taxation impact shown above.

\*As per prevailing tax laws. Please refer scheme information document of the scheme for more details on taxation. In view of individual nature of tax consequences, each unit holder is advised to consult his/her own professional tax advisors. \*\*Short-term period: Period of holding less than or equal to 24 months, Long-term period: Period of holding greater than 24 months. Investors are requested to take professional advice while making investment decisions. \*\*Fund of Funds which invest less than 65% of its total proceeds in units of Debt Oriented Mutual Fund Schemes. The above rates excludes surcharge and cess. No indexation benefit is available on redemption of units of the above scheme. Source: Finance (No. 2) Act, 2024, Internal research.

The above information is provided for basic guidance for investments in mutual funds and is based on extant provisions of the Income-tax Act, 1961. The tax implications may vary for each assessee based on the details of his income. All rates and figures appearing above are for illustrative purposes only. Tax benefits are subject to change in tax laws. Contents of this slide have been drawn for informative purpose only and it is neither a complete disclosure of every material fact of Income-tax Act, 1961 nor does it constitute tax or legal advice. The AMC/Trustee/ Sponsor accept no liability whatsoever for any direct or consequential loss arising from any information provided in this note. Investors are advised to consult their tax advisor before taking any investment decision.

## ASSET ALLOCATION

The Asset Allocation Pattern of the Scheme under normal circumstances would be as under:

Instrument	Indicative Allocation (% of total assets)	
	Minimum	Maximum
Units of mutual fund schemes out of which:-	95	100
a. Units of actively managed Debt oriented mutual fund schemes	35	65
b. Units of actively managed Arbitrage mutual fund schemes	35	65
Debt and Money Market Securities* (including TREPS (Tri-Party Repo) and Reverse Repo in Government Securities)	0	5

\*Money Market instruments includes commercial papers, commercial bills, treasury bills, Government securities having an unexpired maturity up to one year, call or notice money, certificate of deposit, usance bills, and any other like instruments as specified by the Reserve Bank of India from time to time.

For detailed asset allocation, please refer Scheme Information Document available on our website [www.mahindramanulife.com](http://www.mahindramanulife.com)

## SCHEME DETAILS

**Investment Objective:** The investment objective is to generate long-term capital appreciation from a portfolio created by investing in actively managed debt oriented and arbitrage mutual fund schemes. However, there is no assurance that the investment objective of the Scheme will be achieved. The Scheme does not guarantee/indicate any returns.

**Date of allotment:** December 05, 2025

**Benchmark:** 60% CRISIL Composite Bond Index + 40% Nifty 50 Arbitrage (First Tier Benchmark)

**Plans:** Regular & Direct

**Options:** Growth  $\uparrow$ ; IDCW<sup>®</sup>

**IDCW Sub-options:** IDCW Reinvestment  $\uparrow$  & IDCW Payout

**Entry Load:** Not Applicable

**Exit Load (as % of NAV):** Nil

**Fund Managers:** Mr. Amit Garg | **Total Experience:** 19 years  
Experience in managing this fund: 3 months (Managing since December 5, 2025)  
Mr. Rahul Pal | **Total Experience:** 22 years  
Experience in managing this fund: 3 months (Managing since December 5, 2025)  
Mr. Mitul Doshi | **Total Experience:** 15 years  
Experience in managing this fund: 3 months (Managing since December 5, 2025)

For detailed load structure disclosure, please refer SID.  
For further details on Systematic Investment Plan (SIP), kindly refer Statement of Additional Information.

**Monthly AAUM as on February 27, 2026** (Rs. in Cr.): 25.61

**Monthly AUM as on February 27, 2026** (Rs. in Cr.): 24.39555

**Minimum Application Amount (Lumpsum):** ₹ 1,000 and in multiples of ₹ 1/- thereafter

**Minimum Amount for Switch in:** ₹ 1,000/- and in multiples of ₹ 0.01/- thereafter.

**Minimum Application Amount (SIP) for weekly and monthly frequencies:** 6 installments of ₹ 500 /- each and in multiples of ₹ 1/- thereafter

**Minimum Application Amount (SIP) for quarterly frequency** 4 installments of ₹ 1,500/- each and in multiples of ₹ 1/- thereafter

<sup>®</sup>IDCW: Income Distribution cum Capital Withdrawal  
 $\uparrow$  Default Option

For more details please refer SID/KIM available on our website [www.mahindramanulife.com](http://www.mahindramanulife.com)

**mahindra**  
**Manulife** MUTUAL FUND



This product is suitable for investors who are seeking<sup>##</sup>

- Capital appreciation over long term;
- Investment in actively managed debt-oriented and arbitrage mutual fund schemes.

Distributed by:

<sup>##</sup>Investor should consult their financial advisers if in doubt about whether the product is suitable for them.

Investors in the Scheme shall bear the recurring expenses of the Scheme in addition to the expenses of other schemes in which this Fund of Funds scheme makes investment (subject to regulatory limits).

022 6632 7900 / 1800 419 6244 (Toll Free) Mon-Fri (9AM to 6PM)

[mfinvestors@mahindramanulife.com](mailto:mfinvestors@mahindramanulife.com)

Corporate Office: Unit No. 204, 2nd Floor, Amity Building, Piramal Agastya Corporate Park, LBS Road, Kamani Junction, Kurla (West), Mumbai - 400 070.

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