

AXIS INCOME PLUS ARBITRAGE PASSIVE FOF

An open-ended fund of funds scheme investing in passive debt oriented mutual fund schemes and arbitrage funds

About the Fund

Axis Income Plus Arbitrage Passive FoF aims to deliver optimal risk-adjusted returns, along with tax efficiency over the medium term. The fund is a distinct blend of target maturity debt funds focused on high quality and accrual, and arbitrage funds. This structure provides visibility of returns, tax advantage, and transparency –giving it an edge over traditional investment avenues for a holding period of over 24 months.

Why invest



Portfolio rebalancing across passive debt and arbitrage strategies ensures quick and effective execution of market view



Seeks to generate **stable returns with low volatility** in line with the returns of the underlying target maturity indices over the rolldown period



Tax efficient investment solution as LTCG is 12.5% for holding period of over 24 months



Quality bias with focus of underlying debt schemes on AAA/SOV rated assets



Tax efficient investment solution as LTCG is 12.5% for holding period of over 24 months

In nutshell, the scheme is ideal for all categories of conservative investors- retail/corporates/HNIs seeking tax efficient stable returns over holding period of over 2 years.

Investment strategy



Debt oriented Mutual Fund Schemes (~50-65%)

- Investment will be made in passive schemes following a rolldown strategy
- From a risk-reward perspective, currently, 2027 – 29 maturity segment looks appealing
- With a view to capture the current **accrual opportunity**, the fund manager may evaluate investment opportunities in schemes investing in Corporate Bonds issued by **Financial Services Sector/NBFCs and SDLs** based on his view
- Focus on schemes predominantly investing in **SOV/AAA** rated assets

%



Arbitrage Funds (~35-50%)

- The FoF will invest in Arbitrage Funds
 - Fully hedged equity exposure, no directional calls
 - Debt portfolio:
 - Focused on shorter end of the curve
 - High quality

%



High-quality accrual portfolio aiming to generate relatively stable tax-efficient returns

Income Plus Arbitrage Strategy: Active vs Passive

Axis Income plus Arbitrage Active FoF

- Active**
- Actively managed
- Active Selection
- Multi-AMC
- Targeting alpha by capturing opportunities across market cycles with tax optimization
- Depends on active calls by the Fund Manager
- Investors seeking tactical alpha and active credit management

Strategy

Duration

Credit

Architecture

Positioning

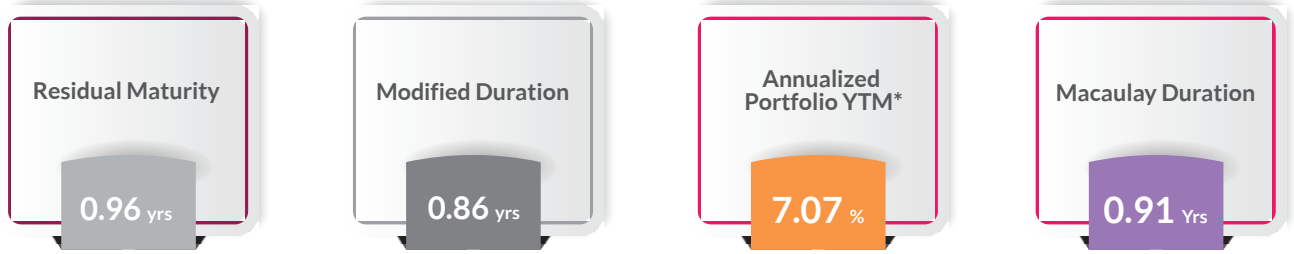
Returns

Suitability

Axis Income plus Arbitrage Passive FoF

- Passive**
- Will invest in short to medium duration passive debt schemes.
- Currently, ~3 years maturity segment looks attractive. Underlying schemes to follow rolldown strategy in line with the respective indices*
- AAA & SOV^ in underlying schemes
- Largely Single AMC
- Targeting alpha over medium term traditional investments with tax optimization
- Broadly linked to the Index of the underlying schemes^
- Investors preferring predictability, transparency, and low-cost exposure

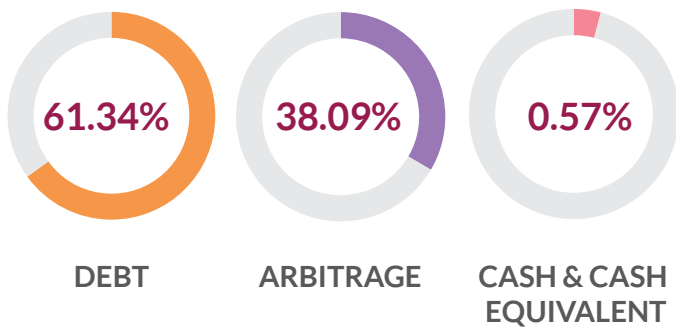
Portfolio Characteristics*



*Based on the debt portion of the portfolio as on date given above. This should not be taken as an indication of the returns that may be generated by the fund and the securities bought by the fund may or may not be held till their respective maturities. The calculation are based on the invested corpus. In case of semi annual YTM, it will be annualised.

Note: Portfolio allocation, maturity & duration is based on the current market conditions and is subject to changes depending on the fund manager's view of the markets.

Asset Allocation (% NAV)



Portfolio

Issuer Name	(% NAV)
Axis CRISIL-IBX AAA Bond NBFC - Jun 2027 Index Fund - Direct Plan - Growth Option	61.34%
Axis Arbitrage Fund - Direct Plan - Growth Option	38.09%
Net Current Assets	0.57%
Grand Total	100.00%

Investing Facts

<p>Category Fund of Funds - Domestic</p>	<p>Inception Date 12th Novemebr 2025</p>	<p>Benchmark 65% NIFTY Short Duration Debt Index + 35% Nifty 50 Arbitrage TRI</p>	<p>Minimum Application SIP - Systematic Investment Plan Lumpsum ₹ 100 & multiples of ₹ 1 Monthly SIP ₹ 100 & multiples of ₹ 1</p>	<p>Fund Manager Devang Shah Work experience: 20 years He has been managing this fund since 12th Nov 2025</p>
<p>Options^^ Growth & IDCW <small>^IDCW means Income Distribution cum Capital Withdrawal.</small></p>	<p>AUM ₹ 109.18 Cr.</p>	<p>Entry Load Nil</p>	<p>Exit Load NIL</p>	<p>Aditya Pagaria Work experience: 17 years. He has been managing this fund since 12th Nov 2025</p>
				<p>Hardik Satra Work experience: 13 years. He has been managing this fund since 12th Nov 2025</p>
				<p>Karthik Kumar 16 years of experience in financial market. She has been managing this fund since 12th Nov 2025</p>

Note: To view asset class wise AUM & AAUM for categories of the Scheme & geographical spread refer <https://www.axismf.com/statutory-disclosures>

^^For detailed disclosure on plans and options, kindly refer SID

Data as on 27th February 2026.

Past performance may or may not be sustained in future. Calculations are based on Regular Plan - Growth Option NAV and Direct Plan - Growth Option NAV, as applicable. Face value is ` 1,000/- for Axis Liquid Fund, Axis Treasury Advantage Fund, Axis Money Market Fund, Axis Overnight Fund and Axis Banking & PSU Debt Fund, ` 1/- for Axis Gold ETF and ` 10/- for all other schemes Different plans have different expense structure.

Devang Shah is Managing Axis Dynamic Bond Fund, Axis Strategic Bond Fund, Axis Liquid Fund, Axis Gilt Fund and Axis Short Duration Fund since 5th Nov, 2012, Axis Credit Risk Fund since 15th Jul, 2014, Axis Arbitrage Fund since 14th Aug, 2014, Axis Conservative Hybrid Fund, Axis Treasury Advantage Fund since 7th Jun, 2016, Axis Corporate Bond Fund since 13th Jul, 2017, Axis Money Market Fund since 6th Aug, 2019, Axis Long Duration Fund since 27th Dec, 2022, Axis Income Plus Arbitrage Active FOF since 1st Feb, 2023, Axis Multi Asset Allocation Fund, Axis Children's Fund, Axis Balanced Advantage Fund, Axis Aggressive Hybrid Fund, Axis Equity Savings Fund, Axis Retirement Fund - Aggressive Plan, Axis Retirement Fund - Conservative Plan and Axis Retirement Fund - Dynamic Plan since 5th Apr, 2024, Axis Income Plus Arbitrage Passive FOF since 12th Nov, 2025 and Axis Multi-Asset Active FoF since 11th Dec, 2025.

Aditya Pagaria is Managing Axis Banking & PSU Debt Fund, Axis Liquid Fund and Axis Treasury Advantage Fund since 13th Aug, 2016, Axis Money Market Fund since 6th Aug, 2019, Axis Nifty AAA Bond Plus SDL Apr 2026 50:50 ETF since 11th May, 2021, Axis Floater Fund since 29th Jul, 2021, Axis Nifty AAA Bond Plus SDL Apr 2026 50:50 ETF FOF since 20th Oct, 2021, Axis Gold Fund since 9th Nov, 2021, Axis Silver Fund of Fund since 21st Sep, 2022, Axis Nifty SDL September 2026 Debt Index Fund since 22nd Nov, 2022, Axis CRISIL IBX SDL May 2027 Index Fund, Axis Aggressive Hybrid Fund since 1st Feb, 2023, Axis CRISIL IBX 50:50 Gilt Plus SDL September 2027 Index Fund since 27th Feb, 2023, Axis Fixed Term Plan - Series 113 (1228 Days) since 21st Mar, 2023, Axis Short Duration Fund since 3rd Jul, 2023, Axis Multi Asset Allocation Fund, Axis Silver ETF and Axis Gold ETF since 1st Jun, 2024, Axis CRISIL-IBX AAA Bond NBFC - Jun 2027 Index Fund since 24th Sep, 2024, Axis CRISIL-IBX AAA Bond Financial Services - Sep 2027 Index Fund since 22nd Nov, 2024, Axis CRISIL-IBX AAA Bond NBFC-HFC - Jun 2027 Index Fund since 11th Dec, 2024, Axis CRISIL-IBX Financial Services 3-6 Months Debt Index Fund since 24th Sep, 2025, Axis Income Plus Arbitrage Passive FOF since 12th Nov, 2025, Axis Multi-Asset Active FoF since 11th Dec, 2025 and Axis Gold and Silver Passive FoF since 29th Dec, 2025.

Hardik Satra is Managing Axis Overnight Fund since 4th Nov, 2024 and Axis Income Plus Arbitrage Passive FOF since 12th Nov, 2025.

Karthik Kumar is Managing Axis Arbitrage Fund, Axis Quant Fund since 3rd Jul, 2023, Axis NIFTY Bank ETF, Axis NIFTY IT ETF, Axis BSE SENSEX ETF, Axis NIFTY India Consumption ETF, Axis Multi Factor Passive FoF, Axis NIFTY Healthcare ETF, Axis Nifty 50 Index Fund, Axis NIFTY 50 ETF, Axis Nifty 100 Index Fund, Axis Nifty Midcap 50 Index Fund, Axis Nifty Next 50 Index Fund and Axis Nifty Smallcap 50 Index Fund since 3rd Aug, 2023, Axis BSE Sensex Index Fund since 27th Feb, 2024, Axis Nifty IT Index Fund since 5th Apr, 2024, Axis Nifty Bank Index Fund since 24th May, 2024, Axis Nifty 500 Index Fund since 16th Jul, 2024, Axis Nifty500 Value 50 Index Fund since 24th Oct, 2024, Axis Momentum Fund since 12th Dec, 2024, Axis Nifty500 Momentum 50 Index Fund since 13th Feb, 2025, Axis Income Plus Arbitrage Active FOF since 14th Feb, 2025, Axis Nifty500 Value 50 ETF since 13th Mar, 2025, Axis Nifty500 Quality 50 Index Fund since 10th Sep, 2025, Axis Income Plus Arbitrage Passive FOF since 12th Nov, 2025 and Axis BSE India Sector Leaders Index Fund since 11th Feb, 2026.

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An open-ended fund of funds scheme investing in passive debt oriented mutual fund schemes and arbitrage funds)

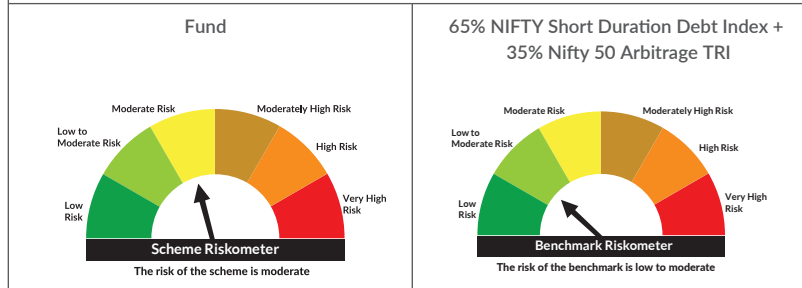
Benchmark: 65% NIFTY Short Duration Debt Index + 35% Nifty 50 Arbitrage TRI

This product is suitable for investors who are seeking*:

- To generate optimal returns over medium term
- Investment primarily in passive debt oriented mutual fund schemes and arbitrage funds

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

Riskometer



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