MUTUAL FUND
BUILT ON RULES

NOTICE-CUM-ADDENDUM

NOTICE CUM ADDENDUM TO THE SCHEME INFORMATION DOCUMENT (SID), KEY INFORMATION MEMORANDUM (KIM) OF NJ ARBITRAGE FUND ("THE FUND") AND STATEMENT OF ADDITIONAL INFORMATION (SAI).

CHANGES PURSUANT TO SEBI CIRCULAR ON CATEGORIZATION AND RATIONALIZATION OF NJ ARBITRAGE FUND:

Notice is hereby given to all the unit holders that, pursuant to SEBI Master Circular for Mutual Funds dated March 20, 2026 read with AMFI Communication 35 P / MEM – COR / 07 / 2026-27 dated May 04, 2026 and 35P/MEM–COR/07-A/2026-27 dated August 22, 2026 regarding Categorization and Rationalisation of Mutual Fund Schemes, following changes be made in NJ Arbitrage Fund effective August 26, 2026 (“Effective date’):

<table>
<tr><th>Particulars of Scheme Information Document (SID)</th><th>Existing</th><th>Revised</th></tr>
<tr><td>Scheme Type</td><td>An open ended scheme investing in arbitrage opportunities</td><td>An open ended scheme investing in arbitrage opportunities. No investment in InvITs is permitted</td></tr>
<tr><td>Part II. A. How will the Scheme allocate its assets:</td><td>
<table>
<tr><th rowspan="2">Instruments</th><th colspan="2">Indicative allocations (% of total assets)</th></tr>
<tr><th>Maximum</th><th>Minimum</th></tr>
<tr><td>Equity and Equity related instruments</td><td>100%</td><td>65%</td></tr>
<tr><td>Debt and money market instruments*</td><td>35%</td><td>0%</td></tr>
</table>
Pursuant to SEBI Notification No. SEBI/LAD-NRO/GN/2025/272 dated October 31, 2025, and SEBI Circular No.</td><td>
<table>
<tr><th rowspan="2">Instruments</th><th colspan="2">Indicative allocations (% of total assets)</th></tr>
<tr><th>Minimum</th><th>Maximum</th></tr>
<tr><td>Equity and Equity related instruments</td><td>65%</td><td>100%</td></tr>
<tr><td>Debt instruments in CDs, government securities with maturities upto 1 year, overnight debt securities, mutual fund units of liquid, money market or schemes having Macaulay duration less</td><td>0%</td><td>35%</td></tr>
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HO/24/13/12(1)2025-IMD-POD-2/I/157/2025 dated November 28, 2025, with effect from January 01, 2026, any investment made by the scheme in REITs shall be considered as investment in equity and equity related instruments.

*TREPS, Government Repo / Reverse Repo (in Government Securities), Treasury bills, Government securities (Issued by both Central and State governments) and any other like instruments as specified by the Reserve Bank of India from time to time and approved by SEBI from time to time.

- Investment in equity derivatives can be made upto 90% of the net assets of the scheme.Derivatives including index futures, stock futures, index options, & stock options, etc. as part of hedged / arbitrage exposure. The Scheme shall not invest in debt derivatives.
- The margin money requirement for the purposes of derivative exposure will be held in the form of Term Deposits (SEBI circular No. SEBI/IMD/CIR No. 1/91171 /07 dated April 16, 2007, SEBI/IMD/Cir No.7/129592/08 dated June 23, 2008, SEBI/HO/IMD/DF4/CIR/P/2019/093 dated August 16, 2019 and SEBI/HO/IMD/DF2/CIR/P/2019/101 dated September 20, 2019), Government Securities, T-bill cash or cash equivalents or as may be allowed under the Regulations.The margin money deployed on derivative positions would be included in the debt and money market instruments category.
- The Scheme will not invest in foreign securities, securitised debt and equity linked debentures.

than 1 year for meeting liquidity and margin requirements.		
Gold ETFs, Silver ETFs and ETCDs	0%	35%

As per Clause 13.13 of SEBI Master Circular for Mutual Funds dated March 20, 2026, any investment made by the scheme in REITs shall be considered as investment in equity related instruments.

Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)

Sl. no	**Type of Instrument**	**Percentage of exposure**	**Master Circular references**
1	Equity derivatives for non-hedging purposes	Nil	Clause 13.15 & 13.18 of SEBI Master Circular for Mutual Funds dated March 20, 2026
2	Equity derivatives for hedging purposes	90% of the net assets of the scheme	Clause 13.15 & 13.18 of SEBI Master Circular for Mutual Funds dated March 20, 2026
3	Money Market Instruments (CDs)	35% of the net assets	Clause 3.8.3 (a) of SEBI Master Circular for Mutual Funds dated March 20, 2026

- The scheme will not invest in debt instruments with special features as referred to in SEBI circular no. SEBI/HO/IMD/DF4/CIR/P/2021/032dated March 10, 2021, debt instruments having credit enhancements or structured obligations.

- The Scheme shall not lend securities amounting to more than 20% of the net assets of the Scheme and not more than 5% of the net assets of the Scheme will be deployed in Stock lending to any single intermediary. The Scheme will enter into securities lending in accordance with the framework specified by SEBI in this regard. The Scheme may enter into short selling transactions in accordance with the framework relating to short selling specified by SEBI. The Scheme may also participate in repo of the money market.

- The cumulative gross exposure through equity, derivative positions, Debt and money market instruments, *r*epo transactions and such other securities/assets as may be permitted by the Board from time to time shall not exceed 100% of the net assets of the Scheme, subject to regulatory approval, if any.

- The scheme may invest in another scheme under the same asset management company or any other mutual fund without charging any fees, provided that aggregate inter- scheme investment made by all schemes under the same management or in schemes under the management of any other asset management company shall not exceed 5% of the net asset value of the mutual fund.

Pending deployment of funds of the Scheme, the AMC may invest funds of the Scheme in short-term deposits of scheduled commercial banks, subject to the following conditions issued by SEBI vide its Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2024/90 dated June 27, 2024,:

4	Overnight Debt Securities	35% of the net assets	AMFI Communication 35 P / MEM – COR / 07 / 2026-27 May 04, 2026 dated May 04, 2026
5	Gold ETF	35% of the net assets	Clause 3.8.3 (a) of SEBI Master Circular for Mutual Funds dated March 20, 2026
6	Silver ETF	35% of the net assets	Clause 3.8.3 (a) of SEBI Master Circular for Mutual Funds dated March 20, 2026
7	ETCDs	10% of the net assets	Clause 3.8.3 (a) and 13.16.9 of SEBI Master Circular for Mutual Funds dated March 20, 2026
8	Units of Mutual Funds	5% of net asset value of NJ Mutual Fund.	Clause 3 of the Sixth Schedule of the SEBI (Mutual Funds) Regulations, 2026 and Clause 13.14 of SEBI Master Circular for Mutual funds dated March 20, 2026.

1. The term ‘short term’ for parking of funds shall be treated as a period not exceeding 91 days.
2. Such deposits shall be held in the name of the Scheme.
3. The Scheme shall not park more than 15% of its net assets in the short term deposit(s) of all the scheduled commercial banks put together. However, it may be raised to 20% with the prior approval of the Trustee. Also, parking of funds in short term deposits of associate and sponsor scheduled commercial banks together shall not exceed 20% of total deployment by the Mutual Fund in short term deposits.
4. The Scheme shall not park more than 10% of its net assets in short term deposit(s) with any one scheduled commercial bank including its subsidiaries.
5. The Trustee shall ensure that the funds of the Scheme are not parked in the short term deposits of a bank which has invested in that Scheme.
6. AMC will not charge any investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks.
7. The Trustee shall also ensure that the bank in which a scheme has short term deposits does not invest in the scheme until the scheme has short term deposits with such bank.

The above provisions do not apply to term deposits placed as margins for trading in cash and derivative markets.

<u>Indicative Table</u> (Actual instrument/percentages may vary subject to applicable SEBI circulars)

9	Short-term deposits of scheduled commercial banks	The Scheme shall not park more than 15% of its net assets in the short term deposit(s) of all the scheduled commercial banks put together. However, it may be raised to 20% with the prior approval of the Trustee.	Clause 13.7 of SEBI Master Circular for Mutual Funds dated March 20, 2026
10	Securities Lending and borrowing and short selling	The scheme will not deploy more than 20% of the net assets of the Scheme in securities lending and Not more than 5% of the net assets of the scheme will be deployed with any single intermediary	Clause 13.6 of SEBI Master Circular for Mutual Funds dated March 20, 2026
11	Overseas securities (including ADR and GDR)	Nil	-
12	Securitized Debt	Nil	Clause 3.7.2 and 3.8 of SEBI Master Circular for Mutual Funds dated March 20, 2026
13	Debt Instruments with special features (AT1 and AT2 Bonds)	Nil	
14	Debt instruments having Credit	Nil	

Sl. no	Type of Instrument	Percentage of exposure	Circular references*
1	Equity Derivatives	The scheme may also invest in derivatives instruments to the extent of 90% of the net asset of the Scheme.	Clause 7.5 & 12.25 of SEBI Master Circular for Mutual Funds dated June 27, 2024
2	Securities Lending	20%	Clause 12.11 of SEBI Master Circular for Mutual Funds dated June 27, 2024
3	Short-term deposits of scheduled commercial banks	The Scheme shall not park more than 15% of its net assets in the short term deposit(s) of all the scheduled commercial banks put together. However, it may be raised to 20% with the prior approval of the Trustee. Also, parking of funds in short term deposits of associate and sponsor scheduled commercial banks together shall not exceed 20% of total deployment by the	Clause 12. 16 of SEBI Master Circular for Mutual Funds dated June 27, 2024

	Enhancement / Structured Obligations		
15	Credit Default Swap transactions	Nil	

In terms of Paragraph 13.18.1 of SEBI Master Circular for Mutual Funds dated March 20, 2026, the cumulative gross exposure through equity, debt, Units of mutual funds derivative positions (including commodity and fixed income derivatives), repo transactions and, , other permitted securities/assets and such other securities/assets as may be permitted by the SEBI from time to time shall not exceed 100% of the net assets of the scheme.

The margin money requirement for the purposes of derivative exposure will be held in the form of Term Deposits (SEBI circular No. SEBI/IMD/CIR No. 1/91171 /07 dated April 16, 2007, SEBI/IMD/Cir No.7/129592/08 dated June 23, 2008, SEBI/HO/IMD/DF4/CIR/P/2019/093 dated August 16, 2019 and SEBI/HO/IMD/DF2/CIR/P/2019/101 dated September 20, 2019), Government Securities, T-bill cash or cash equivalents or as may be allowed under the Regulations. The margin money deployed on derivative positions would be included in the debt and money market instruments category.

		Mutual Fund in short term deposits	
4	Units of Mutual Funds	5% of net asset value of NJ Mutual Fund.	Clause 4 of the Seventh Schedule of the SEBI (Mutual Funds) Regulations, 1996
5	Any other instrument	-	-

The scheme shall not invest in below securities/instruments:

Sr. No.	Type of Instrument
1	Debt Instruments other than TREPS, Government Repo / Reverse Repo (in Government Securities), Treasury bills, Government securities (Issued by both Central and State governments) and any other like instruments as specified by the Reserve Bank of India from time to time and approved by SEBI from time to time.
2	Foreign Securities
3	Equity linked debentures
4	Debt instruments having Credit Enhancement /Structured Obligations

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<td><table><tr><td>5</td><td>Securitised debt</td></tr></table></td>
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<tr>
<td>Part II. B Where will the Scheme Invest</td>
<td>Subject to the Regulations and the disclosure as made under the section “How the Scheme will allocate its assets”:

1. Equity related instruments include convertible debentures, convertible preference shares, warrants carrying the right to obtain equity shares, equity derivatives and such other instrument as may be specified by the Board from time to time;
2. Equity Derivatives, which are financial instruments, generally traded on the stock exchange, the price of which is directly dependent upon (i.e., “derived from”) the value of equity shares or equity indices. Derivatives involve the trading of rights or obligations based on the underlying, but do not directly transfer property .

3. TREPS, Repo / Reverse (in Government securities), Treasury bills, cash and cash equivalents.
4. Government securities issued by (central and state governments) and other securities issued by RBI from time to time.
5. Units of Mutual funds including ETFs as may be permitted by SEBI regulation.
6. Pending deployment of the Scheme shall be invested in short -term Deposit as per SEBI circular issued in this regard from time to time.
7. Any other like instruments (as mentioned in point 3 and 4 above) may be permitted by RBI/SEBI/such other Regulatory Authority(ies) from time to time.</td>
<td>This includes only a list of all instruments in which the scheme will invest.

1. Equity related instruments include convertible debentures, convertible preference shares, warrants carrying the right to obtain equity shares, equity derivatives and such other instrument as may be specified by the SEBI from time to time;
2. Equity Derivatives, which are financial instruments, generally traded on the stock exchange, the price of which is directly dependent upon (i.e., “derived from”) the value of equity shares or equity indices. Derivatives involve the trading of rights or obligations based on the underlying, but do not directly transfer property .
3. Debt instruments in CDs, government securities (TREPS, Repo / Reverse (in Government securities), Treasury bills) with maturities upto 1 year, Overnight Debt Securities, mutual fund units of liquid, money market or schemes having Macaulay duration less than 1 year for meeting liquidity and margin requirements.
4. Gold ETF, Silver ETF and ETCDs
5. Pending deployment of the Scheme shall be invested in short -term Deposit as per SEBI circular issued in this regard from time to time.
6. Any other instruments as may be permitted by SEBI from time to time.

The securities mentioned above, could be listed, unlisted, privately placed, secured, unsecured, rated or unrated (subject to the rating or equivalency requirements discussed above) and of any maturity. The securities may be acquired through secondary market operations, primary issues/offerings, other public offers, Private Placement and negotiated deals amongst other mechanisms.</td>
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</table>

	The securities mentioned above, could be listed, unlisted, privately placed, secured, unsecured, rated or unrated (subject to the rating or equivalency requirements discussed above) and of any maturity. The securities may be acquired through secondary market operations, primary issues/offerings, other public offers, Private Placement and negotiated deals amongst other mechanisms. The Scheme may invest in other Schemes managed by the AMC or in the Schemes of any other Mutual Fund(s), provided such investment is in conformity to the investment objectives of the Scheme and in terms of the prevailing Regulations. As per the SEBI (MF) Regulations 1996, no investment management fees will be charged for such investments and the aggregate inter-scheme investment made by all Schemes of the Mutual Fund or in the Scheme under the management of other asset management companies shall not exceed 5% of the net asset value of the Mutual Fund.	

As per para 3.8.9 of SEBI Master Circular, the aforesaid changes to the Scheme to bring it in line with categories of schemes listed in Part IV under Chapter 3 of SEBI Master Circular shall not be considered as fundamental attribute change.

Pursuant to these changes, corresponding risk factors, investment restrictions and other relevant details pertaining to such instruments will be added, deleted and or suitably revised / amended. Further, necessary / consequential changes will be carried out at all relevant places in the Scheme Information Document ('SID') and Key Information Memorandum ('KIM') of the Scheme.

This notice- cum- addendum shall form an integral part of SID, KIM of the designated scheme(s) and SAI of NJ Mutual Fund. All other features, terms and conditions as mentioned in the SID, KIM of the designated scheme and SAI of NJ Mutual Fund shall remain unchanged.

For NJ Asset Management Private Limited
Investment Manager of NJ Mutual Fund

Sd/-
Vineet Nayyar
(DIN: 10690316)
Director & Chief Executive Officer

Date: August 25, 2026
Place: Mumbai

For further details, please contact: NJ Asset Management Private Limited (CIN U67100GJ2005PTC046959) **Registered office:** Block No. 601, 3rd Floor, C Tower, Udhna Udyognagar Sangh Commercial Complex, Central Road No.10, Udhna. Surat - 394210. Gujarat. Telephone Number – 0261 6715601. **Corporate office:** Unit no. 101A, 1st floor, Hallmark Business Plaza, Bandra (East), Mumbai – 400051. Telephone number: 022 68940000 /1860 500 2888 / 040-49763510. **Email id:** customercare@njmutualfund.com **Website:** www.njmutualfund.com

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