

# Baroda BNP Paribas Arbitrage Fund

(An Open ended Scheme investing in arbitrage opportunities)



May 30, 2025

## DEBT QUANTS

Yield to Maturity (%)	6.45
Average Maturity (Years)	1.46
Modified Duration (Years)	0.78
Macauley Duration (Years)	0.81

## KEY STATISTICAL RATIOS

Sharpe Ratio++	1.26
Beta ++	0.65
Standard Deviation	0.57%

## FUND DETAILS



Category	Fund Manager~	Managing Fund Since	Experience
Equity	Neeraj Saxena	14-Mar-22	20
Fixed Income	Vikram Pamnani	16-Mar 22	14

## 28 Inception Date

December 28, 2016



## Category

Arbitrage Fund



## Benchmark Index (Tier I)

Nifty 50 Arbitrage Index



## Monthly AAUM\*

₹1,123.34 Crores

## AUM\*

₹1,193.04 Crores



## Application Amount:

Minimum Application Amount:

₹ 5,000 per application and in multiples of ₹ 1 thereafter.

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₹ 1,000 and in multiples of ₹ 1 thereafter.



## Load Structure

**Exit Load:** If units of the scheme are redeemed or switched out within 15 days from the date of allotment – 0.25% of the applicable NAV  
If units of the scheme are redeemed or switched out after 15 days from the date of allotment – Nil

please refer Scheme Information Document of the scheme.

\*\*The scheme is a 'Transferee Scheme', and accordingly, the ratios are being provided considering the weighted average NAVs of both the Transferor Scheme and Transferee Scheme.

\*Monthly AAUM and AUM - Excluding inter-scheme Investments, if any, by other schemes of Baroda BNP Paribas Mutual Fund, as may be applicable.

## ABOUT THE FUND

- Baroda BNP Paribas Arbitrage Fund aims to generate long-term capital growth primarily by using arbitrage strategy in equity markets and also invests a small component in short-term fixed income instruments.
- The portfolio will be managed using the arbitrage strategy by taking advantage from the price differentials in the spot/cash and derivatives segments of the market.
- The fund intends to benefit from the difference in pricing in cash and futures market. An arbitrage opportunity prevails when one buys a stock in the cash market and sells it at a higher price in the futures market so as to lock-in the potential gain.
- Fixed Income: Up to 35% would be invested in debt and money market instruments with maturity up to 91 days only and/or units of liquid fund.

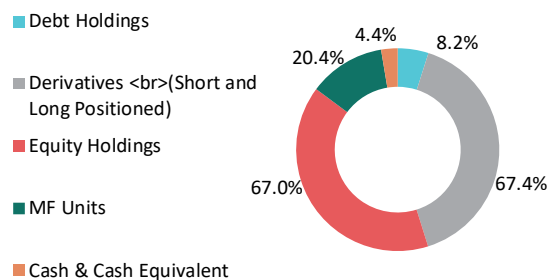
## PORTFOLIO POSITIONING

- In May-25 expiry, the average cost of rollover was seen to be in the range of 54 to 57 basis points.
- During the May -25 expiry, Nifty futures rollovers were at 79%, just below the 80% average seen over the past three months.
- Nifty futures are poised to begin the June 25 series with an open interest of around 1.49 crore shares, surpassing the 1.28 crore shares observed at the commencement of the May series.
- For the May-25 expiry, the Bank Nifty experienced a rollover rate of 79%, which is below the 75% seen in the Apr-25 series.
- For the upcoming series, Bank Nifty is expected to start with an open interest of 19 lakh shares (June-25), in contrast to the 28 lakh shares from the last series (May-25). This figure is lower than that of the last five series.
- As of May-25, the market-wide rollover rate stands at 90%, which is above the 3-month average of 89%.
- In May-25 series, stock futures rollovers stand at 92%, higher than the average rollovers of last three series at 91%.
- As of May 25, the domestic arbitrage book was valued at approximately ₹ 2,75,000/-, which reflects a minor gain from ₹2,56,000 crore on April 25.
- April -25 expiry, the market-wide rollover rate is 87%, which is less than the average of 89% observed over the past three months.
- In Apr 25 series, stock futures rollovers stand at 90%, lower than the average rollovers of last three series at 91%.
- The domestic arbitrage book was valued at approximately ₹2,56,000 as on Apr 25 reflecting a slight decline from ₹2,60,000 crore on Mar 25.

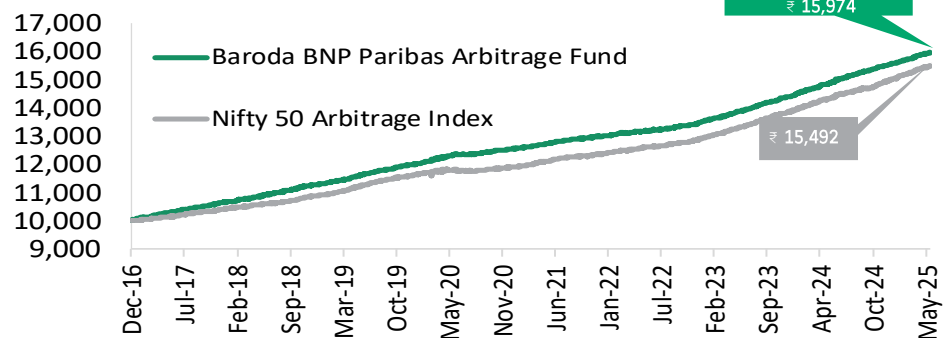
## Key triggers for coming (May-25) Expiry :

- In the May series, the Nifty Index achieved a positive return of (+2.4%) for the third month in a row.
- Outperforming sectors (Apr - 25) : Defence (+28%) ,Industrials (+12.7%) ,Capital Goods (+12.5%) Realty (+ 8.1%), Media (+ 7%), IT (+ 6.9%), Metals (+ 6.8%), Auto (+ 5.3%), Energy (+ 3.6%), PSU Bank (+ 1.4%), Financial Services (+ 0.7%) and Private Bank (+ 0.3%)
- Underperforming sectors (May - 25): FMCG (- 2.2%) and Pharma (- 1.8%), Utilities (-3.6%)
- Key triggers for coming (June -25) Expiry : Progression of the Monsoon, Auto Numbers, Inflation statistics, India's GDP figures, RBI MPC meeting, US Federal Reserve meeting, Geopolitical Tension, DXY & Brent movement.
- Key triggers for coming (Apr-25) Expiry : Auto sales numbers, Q4 Earnings, MPC meet, India-US tariff policies, DXY & Brent movement.

## CURRENT ASSET ALLOCATION (% of Net Assets)



## NAV MOVEMENT (₹ 10,000 Invested at Inception)



NAV & index values re-based to ₹ 10,000 depicting lump sum investment since the inception date of the fund.

The above chart show the NAV movement since inception to May 30, 2025. For complete performance detail please refer page 2.

Data as on May 30, 2025

S.No	Scheme managed by Mr. Neeraj Saxena (For equity Portion) & Mr. Vikram Pamnani (For Fixed Income Portfolio)	1 Year		3 years		5 Years		Since Inception		Date of Inception of the Scheme
		Returns In ₹ *	CAGR(%)	Returns In ₹ *	CAGR(%)	Returns In ₹ *	CAGR(%)	Returns In ₹ *	CAGR(%)	
1	Baroda BNP Paribas Arbitrage Fund	10679.94	6.80	12106.79	6.58	12882.18	5.19	15974.30	5.72	28-Dec-16
	Nifty 50 Arbitrage Index	10753.49	7.53	12278.59	7.08	13103.38	5.55	15491.66	5.33	
	Additional Benchmark CRISIL 1 Year T-Bill Index	10798.64	7.99	12288.45	7.11	13088.07	5.52	16520.98	6.14	

For Other funds managed by the fund manager , please [Click here](#)

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