

Sapphire SIF

By Franklin Templeton Mutual Fund

30
YEARS IN INDIA
WE REMAIN
INVESTED
IN YOU



**FRANKLIN
TEMPLETON**

LONG STORY SHORT.



Sapphire Equity Long-Short SIF

Product Snapshot

An open-ended equity investment strategy investing in listed equity and equity related instruments including limited short exposure in equity through derivative instruments.

Aims to capitalize on the opportunity to be flexible and strategic during market highs and lows.

Objective

The investment strategy seeks to generate alpha over the long term by investing across a spectrum of large, mid and small cap companies using long/short equity strategies.

Investment Strategy

Adopts a dual model for Macro view and Stock selection. Dynamic allocation between Long and Short with a factor-based approach with an aim to maximize the upside while aiming to protect the downside.

Long-Short Factor Model using Quant Strategy



Long positions can be 75% to 100% of the total assets.



Short positions can range between 0 to 25% of the total assets.



Stock selection for both long and short positions are based on our proprietary quant model.



Over 40 leading and lagging indicators provide a comprehensive and nuanced evaluation of a stock's attributes for long and short positions.

Where would the SIF invest?



Long equity

Based on our existing proprietary multi factor model.



Derivative strategy for naked shorts

Mostly using futures with a aim to generate additional returns during downturns.



Arbitrage

Hedge risk and returns through arbitrage strategy.



Strategy aims to



Outperform benchmark across market phases.



Manage risk and volatility.



Generate returns from Short derivatives strategy.



Follow a multiple factor based investing approach using our proprietary model.



Diversified investment across market caps.



Sector agnostic approach.

Factors will be based on the following key pillars



Quality

Company profitability, balance sheet strength and efficiency.



Value

Companies attractively valued and having growth potential.



Sentiment

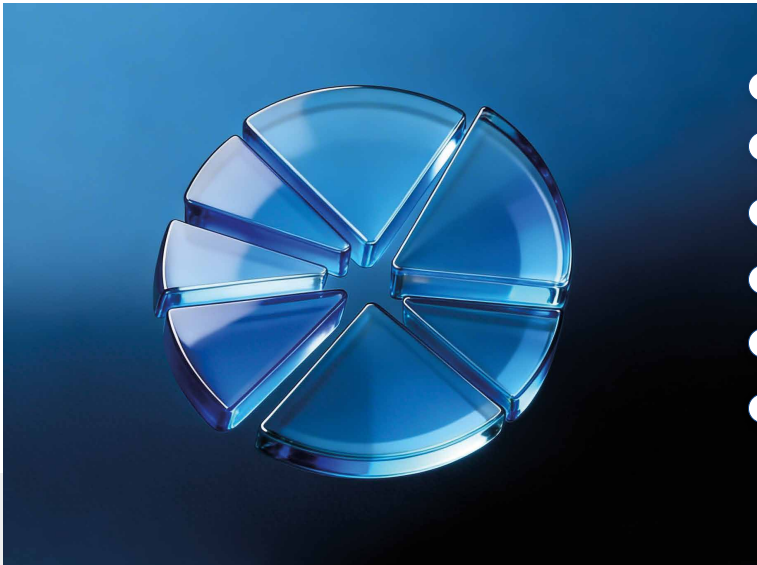
Momentum based stock evaluation using price and earnings momentum.



Alternatives

Attractive attributes evaluated using non-financial data.

Short Portfolio Selection is based on



- Poor fundamentals
- Poor governance
- Overvalued relative to Peers
- High volatility
- Weak earnings sentiment
- High put to call ratio

Why invest in Sapphire Equity Long-Short SIF?



Long-Short Strategy
Exposure to Short position could help cushion during market downturns.



Volatility Management
Increasing Naked Short position may potentially help mitigate downside risk during bear markets and periods of heightened volatility.



Multiple Factors
Mix of 4 Factors under single umbrella with an aim to cover different business cycles.



Proprietary Differentiated Model
Factor diversification and comprehensive model used for stock picking.



Risk Controlled
Constructed with a focus on key risk parameters to maintain balance and aim to minimize downside risk.



Data Driven Investment Model
Leverages quant-based model which is developed by the global team.

Why Franklin Templeton India?



Global brand



Putting clients first



Seek to achieve quality results



Work with integrity



Independent & robust risk management & compliance



30 Years in India



Build relationships



Experienced investment team



Access to global proprietary quant capabilities

About the Strategy

SIF Category	Equity Long-Short SIF	
SIF Type	An open-ended equity investment strategy type investing in listed equity and equity related instruments including limited short exposure in equity through derivative instruments	
NFO Period	Open – 10th April 2026 Close – 24th April 2026	Allotment – 29th April 2026 Reopen – 4th May 2026
Managed by	Arihant Jain	
Minimum Amount	Rs. 10 Lakh (First Time) and multiples of Rs. 10,000 thereafter	
Benchmark	Nifty 500 TRI	
Plans/Options	Growth and IDCW	
Exit Load	1% if units are redeemed within one year of allotment, NIL thereafter	
Subscription/ Redemption	Daily (Business hours). The trustees reserves the right to change the redemption frequency in future, subject to SEBI regulations and any other law, as applicable	

About the Fund Manager



Arihant Jain

CFA, Portfolio Manager
Senior Investment
Analyst, India

Educational Qualifications

Bachelor of Engineering (Hons),
BITS Pilani, CFA Charter Holder

Experience

- (2022 - Till Date)
Franklin Templeton
- (2020 – 2022)
MSCI
- (2018-2020)
Morgan Stanley
- (2017-2018)
Quant One

Profile

- Eight years of experience in quantitative investing.
- Strong focus on multi-factor strategies especially in emerging markets.
- Experience of developing and enhancing factor-based models.
- Implemented systematic investment strategies across global portfolios.
- Co-authored two research papers in factor investing.
- Currently managing Franklin India Multi-Factor Fund.

Product Label

Sapphire Equity Long-Short SIF - Sapphire Equity Long-Short SIF - Brought to you by Franklin Templeton Mutual Fund (Type of Investment Strategy: An open-ended equity investment strategy investing in listed equity and equity related instruments including limited short exposure in equity through derivative instruments). This product is suitable for investors who are seeking*: • Long term capital appreciation • Investment in equity and equity related instruments including limited short exposure in equity through derivative instruments. *Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

Risk-band				
LOWER RISK	RISK BAND			HIGHER RISK
	1	2	3	4
				5
RISK LEVEL 5				

The above product labelling assigned during the New Fund Offer (NFO) is based on internal assessment of the characteristics of the investment strategy or model portfolio and the same may vary post NFO when the actual investments are made.

Investments in Specialized Investment Fund involves relatively higher risk including potential loss of capital, liquidity risk and market volatility. Please read all investment strategy related documents carefully before making the investment decision.