



## SCHEME INFORMATION DOCUMENT

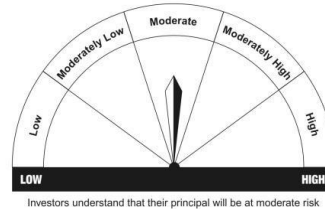
### LIC MF Savings Fund

An open ended low duration debt scheme investing in instruments with Macaulay duration of the portfolio is between 6 months and 12 months (Please refer Page No.27)

Continuous Offer of Units at Applicable NAV

**This product is suitable for investors who are seeking\*:**

- Regular Income for short term
- A fund that focuses on low duration securities.
- **Risk - Moderate**



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

**Name of Mutual Fund:** LIC Mutual Fund

<b>Sponsors:</b>	<b>Trustee:</b>	<b>Investment Manager:</b>
Life Insurance Corporation of India (LIC) Registered Office: Yogakshema Building, Jeevan Bima Marg, Nariman Point, Mumbai - 400 021.	LIC Mutual Fund Trustee Private Limited Registered Office: 4th Floor, Industrial Assurance Building Opp. Churchgate Station, Mumbai - 400020. <b>CIN : U65992MH2003PTC139955</b>	LIC Mutual Fund Asset Management Limited Registered Office: 4th Floor, Industrial Assurance Building, Opp. Churchgate Station, Mumbai- 400 020. <b>CIN : U67190MH1994PLC077858</b>

Email: [service@licmf.com](mailto:service@licmf.com); Website: [www.licmf.com](http://www.licmf.com)

The particulars of LIC MF Savings Fund (the Scheme) have been prepared in accordance with the Securities and Exchange Board of India (Mutual Fund) Regulations 1996, (herein after referred to as SEBI (MF) Regulations) as amended till date, and filed with SEBI, along with a Due Diligence Certificate from the Asset Management Company (AMC) The units being offered for public subscription have not been approved or recommended by SEBI nor has SEBI certified the accuracy or adequacy of the Scheme Information Document.

The Scheme Information Document sets forth concisely the information about the scheme that a prospective investor ought to know before investing. Before investing, investors should also ascertain about any further changes to this Scheme Information Document after the date of this Document from the Mutual Fund / Investor Service Centres / Website / Distributors or Brokers.

The investors are advised to refer to the Statement of Additional Information (SAI) for details of LIC Mutual Fund, Tax and Legal issues and general information on [www.licmf.com](http://www.licmf.com).

SAI is incorporated by reference (is legally a part of the Scheme Information Document). For a free copy of the current SAI, please contact your nearest Investor Service Centre or log on to our website.

The Scheme Information Document should be read in conjunction with the SAI and not in isolation.

The Scheme Information Document is dated 29/06/2020

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## HIGHLIGHTS/SUMMARY OF THE SCHEME

<b>Highlights of the Scheme</b>	<b>LIC MF Savings Fund</b>
<b>Category of Scheme</b>	Low Duration Fund
<b>Type of the Scheme</b>	An open ended low duration debt scheme investing in instruments with Macaulay duration of the portfolio is between 6 months and 12 months (Please refer Page No.27)
<b>Investment Objective</b>	The investment objective of the Scheme is to generate income by investing in a portfolio of quality short term debt securities. However, there is no assurance that the investment objective of the Schemes will be realized.
<b>Plan Available under the scheme</b>	Regular Plan Direct Plan <b>(The Regular and direct plan will be having a common portfolio)</b>
<b>Options Available under both the Plans</b>	1) Dividend Daily/Weekly/Monthly <ul style="list-style-type: none"> <li>• Dividend Payout</li> <li>• Dividend Reinvestment</li> </ul> 2) Growth
<b>Liquidity</b>	Repurchases are allowed on all business days on an ongoing basis from the date of allotment.
<b>Benchmark</b>	CRISIL Low Duration Debt Index
<b>Transparency/NAV Disclosure</b>	<p>The AMC will calculate and disclose the Net Asset Value (NAV) of the Scheme on every Business Day. The AMC will prominently disclose the NAV under a separate head on the website of the Mutual Fund (<a href="http://www.licmf.com">www.licmf.com</a>) and of the Association of Mutual Funds in India - AMFI (<a href="http://www.amfiindia.com">www.amfiindia.com</a>) by 11.00 p.m. on every Business Day. In case of any delay, the reasons for such delay would be explained to AMFI in writing. If the NAVs are not available before commencement of Business Hours on the following day due to any reason, the Mutual Fund shall issue a press release giving reasons and explaining when the Mutual Fund would be able to publish the NAVs. In addition, NAV of the Scheme shall be made available at all the ISCs.</p> <p>Investor may write to AMC for availing facility of receiving the latest NAVs through SMS.</p>
<b>Load</b>	<p><b>Entry Load – Not Applicable</b></p> <p>In accordance with SEBI Circular No. SEBI/IMD/CIR No. 4/ 168230/ 09 dated June 30, 2009, no entry load will be charged on purchase /additional purchase / switch-in/ SIP/ STP transactions.</p> <p><b>Exit Load: Nil</b></p>
<b>Minimum Application amount for Purchase/Redemption /Switches/SIP</b>	<p>Application Amount (Other than fresh purchase through SIP) – Rs.5,000/- and in multiples of Rs.1 thereafter.</p> <p>Additional Purchase – Rs.500/- and in multiples of Rs.1/- thereafter.</p> <p>Redemption Amount – Rs.500/- and in multiples of Rs.1/- thereafter (except demat units).</p> <p>SIP Amount – 1) Monthly – Rs.1,000/- and in multiples of Rs.1/- thereafter. 2) Quarterly – Rs.3,000/- and in multiples of Rs.1/- thereafter.</p>

<p><b>Eligible for Investment</b></p>	<p>Indian resident adult individuals either singly or jointly (not exceeding three) or on an Anyone or Survivor basis Hindu Undivided Family (HUF) through Karta of the HUF; Minor (as the first and the sole holder only) through a natural guardian (i.e. father or mother, as the case may be) or a court appointed legal guardian. There shall not be any joint holding with minor investments.</p> <p>Partnership Firms and Limited Liability Partnerships (LLPs), Proprietorship in the name of the sole proprietor;</p> <p>Companies, Bodies Corporate, Public Sector Undertakings (PSUs), Association of Persons (AOP) or Bodies of Individuals (BOI) and societies registered under the Societies Registration Act, 1860;</p> <p>Banks (including Co-operative Banks and Regional Rural Banks) and Financial Institutions Insurance Companies registered with IRDA, Mutual Funds registered with SEBI;</p> <p>Religious and Charitable Trusts, or endowments of private trusts (subject to receipt of necessary approvals as required) and private trusts authorised to invest in mutual fund schemes under their trust deeds;</p> <p>Non-Resident Indians (NRIs) / Persons of Indian origin (PIOs) residing abroad on repatriation basis or on non-repatriation basis;</p> <p>For further details refer to the section on 'Who can invest' under 'Units and Offer'.</p>
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# I. INTRODUCTION

## A. RISK FACTORS

### STANDARD RISK FACTORS:

- Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.
- As the price / value / interest rates of the securities in which the scheme invests fluctuates, the value of your investment in the scheme may go up or down.
- Past performance of the Sponsor/AMC/Mutual Fund does not guarantee future performance of the scheme.
- The name of the schemes do not in any manner indicate either the quality of the scheme or its future prospects and returns.
- The sponsor is not responsible or liable for any loss resulting from the operation of the scheme beyond the initial contribution of Rs 2 Crore made by it towards setting up the Fund.
- The present Schemes are not a guaranteed or assured return scheme.

### RISK FACTORS SPECIFIC TO SCHEME

- The scheme is an open-ended low duration debt scheme.
- The value in the investments is bound to change with changes in the factors affecting the market viz. changes in interest rates, exchange rates, price and volume fluctuations in debt markets, taxation, govt. policies, and other economic and political developments.
- The Scheme proposes to invest in a portfolio of debt and money market instruments. Trading volumes, settlement periods and transfer procedures may restrict the liquidity of these investments. Different segments of Indian financial markets have different settlement periods and such periods may be extended significantly by unforeseen circumstances. The inability of the Scheme to make intended securities purchases due to settlement problems could cause the Scheme to miss certain investment opportunities.
- The Scheme may also invest in overseas financial assets subject to necessary approvals from the concerned regulatory authorities in India within the investment objectives of the scheme. To the extent that the assets of the Scheme are invested in securities denominated in foreign currencies, the Indian Rupee equivalent of the net assets, distributions and income may be adversely affected by changes in the value of certain foreign currencies relative to the Indian Rupee. The repatriation of capital to India may also be hampered by changes in regulations concerning exchange controls or political circumstances as well as the application to it of other restrictions on investment.
- All debt securities are exposed to interest rate risks, credit risks and reinvestment risk.
- The scheme may also use various derivatives and hedging products from time to time, as would be available and permitted by SEBI, in an attempt to protect the value of the portfolio and enhance unit holders interest. In case the scheme utilizes any derivatives under the regulations, the scheme may, in certain situations, be exposed to instrument specific risks. For details please refer to the Para on Derivatives.  
Liquidity of scheme's investment may be inherently restricted by trading volumes and settlement periods. The inability to sell the money market or debt securities held in the scheme's portfolio due to the absence of a well developed and liquid secondary market for such securities may result, at times in losses to the scheme, in case of subsequent decline in the value of such securities.
- The prices of securities may be affected by the time taken by the Fund for redemption of units, which could be significant in the event of receipt of a very large number of redemption requests or very large value of redemption requests. The liquidity of the assets may be affected by other factors such as general market conditions, political events, bank holidays and civil strife. In view of this, the Trustee has the right in its sole discretion to limit redemption (including suspension of redemption) under certain circumstances. Please refer to the para "**Suspension of Redemption/Repurchase of units**" for details. Redemption due to change in the fundamental attributes of the Scheme or due to any other reasons may entail tax consequences. The Trustee, AMC, Mutual Fund, their directors or their employees shall not be liable for any such tax consequences that may arise.
- Income / growth appreciation indicated herein this document are subject to tax laws in force for the time being. The

tax benefits described herein this Scheme Information Document are as available under the present taxation laws with no guarantee whatsoever on the period for which they may be prevalent, and are available subject to conditions. The information given is included for general purpose only and the Unit holders should be aware that the relevant fiscal rules or their interpretation may change. In view of the individual nature of tax consequences, each Unit holder is advised to consult his/ her own tax advisor.

- Investors in the Scheme are not being offered any guaranteed returns. The Fund/AMC is also not assuring or guaranteeing that it will be able to make regular dividend distributions to its Unitholders, though, it has every intention to manage the portfolio so as to make such payments to the Unitholders. Dividend payments will be dependent on the returns achieved by the AMC through active management of the portfolio. Further, it should be noted that the actual distribution of dividends and frequency thereof are indicative and will depend, inter-alia, on availability of distributable surplus. Dividend payouts will be entirely at the discretion of Trustees.
- Government policy regarding implementation of international treaties like WTO etc. could affect the fortunes of many of the related companies where the scheme may invest.
- Imposition of tariff / non - tariff barriers and restrictions on labour by countries in the target markets may impact corporate earnings.
- A number of companies in the technology sector generate revenues in foreign currencies and may have investments or expenses also denominated in foreign currencies. Changes in exchange rates may, therefore, have a positive or negative impact on companies in the said sector.

#### **RISK ASSOCIATED WITH INVESTMENT IN DERIVATIVE INSTRUMENTS:**

The Scheme may invest in derivative instruments. The derivatives will entail a counter-party risk to the extent of amount that can become due from the party. The cost of hedge can be higher than adverse impact of market movements. An exposure to derivatives in excess of the hedging requirements can lead to losses. An exposure to derivatives can also limit the profits from a genuine investment transaction. Efficiency of a derivatives market depends on the development of a liquid and efficient market for underlying securities and also on the suitable and acceptable benchmarks.

#### **RISK ASSOCIATED WITH INVESTMENT IN DEBT SECURITIES:**

All debt securities are exposed to interest rate risks, credit risks and reinvestment risk. Different types of securities in which the scheme would invest as given in the Scheme Information Document carry different levels and types of risk. Accordingly, the scheme's risk may increase or decrease depending upon its investment pattern e.g. corporate bonds carry a higher amount of risk than government securities. Further even among corporate bonds, bond which AAA rated are comparatively less risky than bonds which are AA rated.

Liquidity of scheme's investment may be inherently restricted by trading volumes and settlement periods. The inability to sell the money market or debt securities held in the scheme's portfolio due to the absence of a well developed and liquid secondary market for such securities may result, at times in losses to the scheme, in case of subsequent decline in the value of such securities.

#### **RISK ASSOCIATED WITH FLOATING RATE SECURITIES:**

The fund may invest in floating rate instruments. These instruments' coupon will be reset periodically in line with the benchmark index movement. The changes in the prevailing rates of interest will affect the value of the Plan's holdings and thus the value of the Plan's Units. The fund could be exposed to the interest rate risk (i) to the extent of time gap in resetting of the benchmark rates, and (ii) to the extent the benchmark index fails to capture the interest rate movement. Though the basis (i.e. benchmark) gets readjusted on a regular basis, the spread (i.e. markup) over benchmark remains constant. This can result in some volatility to the holding period return of floating rate instruments. If the floating rate asset is created by swapping the fixed return to a floating rate return, then there may be an additional risk of counter-party who will pay floating rate return and receive fixed rate return. Due to the evolving nature of the floating rate market, there may

be an increased degree of liquidity risk in the portfolio from time to time.

#### **RISK ASSOCIATED WITH OVERSEAS FINANCIAL ASSETS:**

The Scheme may also invest in overseas financial assets subject to necessary approvals from the concerned regulatory authorities in India within the investment objectives of the scheme. To the extent that the assets of the Scheme are invested in securities denominated in foreign currencies, the Indian Rupee equivalent of the net assets, distributions and income may be adversely affected by changes in the value of certain foreign currencies relative to the Indian Rupee. The repatriation of capital to India may also be hampered by changes in regulations concerning exchange controls or political circumstances as well as the application to it of other restrictions on investment.

#### **RISKS ASSOCIATED WITH INVESTMENTS IN FOREIGN SECURITIES:**

The schemes may also invest in ADRs/GDRs and other foreign securities as permitted by RBI and SEBI. To the extent that some part of the assets of the scheme may be invested in securities denominated in foreign currencies, the Indian Rupee equivalent of the net assets, distributions and income may be adversely affected by the changes in value of certain foreign currencies relative to the Indian rupee. The repatriation of capital also may be hampered by changes in regulations concerning exchange controls or political circumstances as well as the application to it of other restrictions on investment.

#### **RISK FACTORS RELATED TO SECURITISED DEBT:**

Different types of Securitised Debts in which the scheme would invest carry different levels and types of risks. Accordingly, the scheme's risk may increase or decrease depending upon its investments in Securitised Debts e.g. AAA securitised bonds will have low Credit Risk than a AA securitised bond. Credit Risk on Securitised Bonds may also depend upon the Originator, if the bonds are issued with Recourse to Originator. A bond with Recourse will have a lower Credit Risk than a bond without Recourse. Underlying assets in Securitised Debt may be the receivables from Auto Finance, Credit Cards, Home Loans or any such receipts. Credit risk relating to these types of receivables depend upon various factors including macro-economic factors of these industries and economies. To be more specific, factors like nature and adequacy of property mortgaged against these borrowings, loan agreement, mortgage deed in case of Home Loan, adequacy of documentation in case of Auto Finance and Home Loan, capacity of borrower to meet its obligation on borrowings in case of Credit Cards and intentions of the borrower to influence the risks relating to the assets (borrowings) underlying the Securitised Debts. Holders of Securitised Assets may have Low Credit Risk with Diversified Retail Base on Underlying Assets, especially when Securitised Assets are created by High Credit Rated Tranches. Risk profiles of Planned Amortization Class Tranches (PAC), Principal Only Class Tranches (PO) and Interest Only Class Tranches (IO) will also differ, depending upon the interest rate movement and Speed of Pre-payments. A change in market interest rates/prepayments may not change the absolute amount of receivables for the investors, but affects the reinvestment of the periodic cashflows that the investor receives in the securitised paper.

#### **Securitization: Background, Risk Analysis, Mitigation, Investment Strategy and Other Related Information**

A securitization transaction involves sale of receivables by the originator (a bank, non-banking finance company, housing finance company, or a manufacturing/service company) to a Special Purpose Vehicle (SPV), typically set up in the form of a trust. Investors are issued rated Pass Through Certificates (PTCs), the proceeds of which are paid as consideration to the originator. In this manner, the originator, by selling his loan receivables to an SPV, receives consideration from investors much before the maturity of the underlying loans. Investors are paid from the collections of the underlying loans from borrowers. Typically, the transaction is provided with a limited amount of credit enhancement (as stipulated by the rating agency for a target rating), which provides protection to investors against defaults by the underlying borrowers.

Generally available asset classes for securitization in India are:

- Commercial vehicles
- Auto and two wheeler pools
- Mortgage pools (residential housing loans)
- Personal loan, credit card and other retail loans

- Corporate loans/receivables

**In pursuance to SEBI communication dt: August 25, 2010, given below are the requisite details relating to investments in Securitized debt:**

1. Risk profile of securitized debt vis-à-vis risk appetite of the scheme

The Scheme aims to invest in a portfolio of fixed income securities/ debt instruments maturing on or before the maturity of the Plan under the Scheme. In this scheme the fund manager ensures that the scheme maturity matches the maturity of the underlying securities and as securitized debt instruments are relatively illiquid the fund manager buys these with the view to hold them till maturity. Investment in these instruments will help the fund in aiming at reasonable returns. These returns come with a certain degree of risks, which are covered separately in the Scheme Information Document. Accordingly, the medium risk profile of the securitized debt instruments matches that of the prospective investors of this fund and hence can be considered in the fund universe.

2. Policy relating to originators based on nature of originator, track record, NPAs, losses in earlier securitized debt, etc. and

3. Risk mitigation strategies for investments with each kind of originator.

For a complete understanding of the policy relating to selection of originators, we have first analyzed below risks attached to a securitization transaction.

In terms of specific risks attached to securitization, each asset class would have different underlying risks, however, residential mortgages are supposed to be having lower default rates as an asset class. On the other hand, repossession and subsequent recovery of commercial vehicles and other auto assets is fairly easier and better compared to mortgages. Some of the asset classes such as personal loans, credit card receivables etc., being unsecured credits in nature, may witness higher default rates. As regards corporate loans/receivables, depending upon the nature of the underlying security for the loan or the nature of the receivable the risks would correspondingly fluctuate. However, the credit enhancement stipulated by rating agencies for such asset class pools is typically much higher, which helps in making their overall risks comparable to other AAA/AA rated asset classes.

The Scheme may invest in securitized debt assets. These assets would be in the nature of Asset Backed securities (ABS) and Mortgage Backed securities (MBS) with underlying pool of assets and receivables like housing loans, auto loans and single corporate loan originators. The Scheme intends to invest in securitized instruments rated AAA/AA by a SEBI recognized credit rating agency.

Before entering into any securitization transaction, the risk is assessed based on the information generated from the following sources:

1. Rating provided by the rating agency
2. Assessment by the AMC

#### **Assessment by a Rating Agency**

In its endeavor to assess the fundamental uncertainties in any securitization transaction, a credit rating agency normally takes into consideration following factors:



## 1. Credit Risk

Credit risk forms a vital element in the analysis of securitization transaction. Adequate credit enhancements to cover defaults, even under stress scenarios, mitigate this risk. Evaluating following risks does this:

- Asset risk
- Originator risk
- Portfolio risk
- Pool risks

The quality of the pool is a crucial element in assessing credit risk. In the Indian context, generally, pools are 'cherry-picked' using positive selection criteria. To protect the investor from adverse selection of pool contracts, the rating agencies normally take into consideration pool characteristics such as pool seasoning (seasoning represents the number of installments paid by borrower till date: higher seasoning represents better quality), over dues at the time of selection and Loan to Value (LTV). To assess its risk profile vis-à-vis the overall portfolio, the pool is analyzed with regard to geographical location, borrower profile, LTV, and tenure.

## 2. Counterparty Risk

There are several counterparties in a securitization transaction, and their performance is crucial. Unlike in the case of credit risks, where the risks emanate from a diversified pool of retail assets, counterparty risks result in either performance or non-performance. The rating agencies generally mitigate such risks through the usage of stringent counterparty selection and replacement criteria to reduce the risk of failure. The risks assessed under this category include:

- Servicer risk
- Commingling risk
- Miscellaneous other counterparty risks

## 3. Legal Risks

The rating agency normally conducts a detailed study of the legal documents to ensure that the investors' interest is not compromised and relevant protection and safeguards are built into the transaction.

## 4. Market Risks

Market risks represent risks not directly related to the transaction, but other market related factors, stated below, which could have an impact on transaction performance, or the value of the investments to the investors.

- Macro-economic risks
- Prepayment risks
- Interest rate risks

### **Other Risks associated with investment in securitized debt and mitigation measures: Limited Recourse and Credit Risk**

Certificates issued on investment in securitized debt represent a beneficial interest in the underlying receivables and there is no obligation on the issuer, seller or the originator in that regard. Defaults on the underlying loan can adversely affect the payouts to the investors (i.e. the Schemes) and thereby, adversely affect the NAV of the Scheme. While it is possible to repossess and sell the underlying asset, various factors can delay or prevent repossession and the price obtained on sale of such assets may be low. Housing Loans, Commercial Vehicle loans, Motorcar loans, two wheeler loans and personal loans will stake up in that order in terms of risk profile.

**Risk Mitigation:** In addition to careful scrutiny of credit profile of borrower/pool additional security in the form of adequate cash collaterals and other securities may be obtained to ensure that they all qualify for similar rating.

## **Bankruptcy Risk**

If the originator of securitized debt instruments in which the Scheme invests is subject to bankruptcy proceedings and the court in such proceedings concludes that the sale of the assets from originator to the trust was not a 'true sale', and then the Scheme could experience losses or delays in the payments due.

**Risk Mitigation:** Normally, specific care is taken in structuring the securitization transaction so as to minimize the risk of the sale to the trust not being construed as a 'true sale'. It is also in the interest of the originator to demonstrate the transaction as a true sell to get the necessary revenue recognition and tax benefits.

## **Limited Liquidity and Price risk**

Presently, secondary market for securitized papers is not very liquid. There is no assurance that a deep secondary market will develop for such securities. This could limit the ability of the investor to resell them. Even if a secondary market develops and sales were to take place, these secondary transactions may be at a discount to the initial issue price due to changes in the interest rate structure.

**Risk Mitigation:** Securitized debt instruments are relatively illiquid in the secondary market and hence they are generally held to maturity. The liquidity risk and HTM nature is taken into consideration at the time of analyzing the appropriateness of the securitization.

## **Risks due to possible prepayments: Weighted Tenor / Yield**

Asset securitization is a process whereby commercial or consumer credits are packaged and sold in the form of financial instruments. Full prepayment of underlying loan contract may arise under any of the following circumstances;

- Obligor pays the Receivable due from him at any time prior to the scheduled maturity date of that Receivable; or
- Receivable is required to be repurchased by the Seller consequent to its inability to rectify a material misrepresentation with respect to that Receivable; or
- The Servicer recognizing a contract as a defaulted contract and hence repossessing the underlying Asset and selling the same.
- In the event of prepayments, investors may be exposed to changes in tenor and yield.

**Risk Mitigation:** A certain amount of prepayments is assumed in the calculations at the time of purchase based on historical trends and estimates. Further a stress case estimate is calculated and additional margins are built in.

## **Bankruptcy of the Investor's Agent**

If Investor's agent becomes subject to bankruptcy proceedings and the court in the bankruptcy proceedings concludes that the recourse of Investor's Agent to the assets/receivables is not in its capacity as agent/Trustee but in its personal capacity, then an Investor could experience losses or delays in the payments due under the swap agreement.

**Risk Mitigation:** All possible care is normally taken in structuring the transaction and drafting the underlying documents so as to provide that the assets/receivables if and when held by Investor's Agent is held as agent and in Trust for the Investors and shall not form part of the personal assets of Investor's Agent.

## **Assessment by the AMC**

Mapping of structures based on underlying assets and perceived risk profile the scheme will invest in securitized debt

originated by Banks, NBFCs and other issuers of investment grade credit quality and established track record. The AMC will evaluate following factors, while investing in securitized debt:

### **Originator**

#### **Acceptance evaluation parameters (for pool loan and single loan securitization transactions) Track Record**

We ensure that there is adequate past track record of the Originator before selection of the pool including a detailed look at the number of issuances in past, track record of issuances, experience of issuance team, etc.

### **Willingness to Pay**

As the securitized structure has underlying collateral structure, depending on the asset class, historical NPA trend and other pool / loan characteristics, a credit enhancement in the form of cash collateral, such as fixed deposit, bank, guarantee etc. is obtained, as a risk mitigation measure.

### **Ability to Pay**

This assessment is based on a strategic framework for credit analysis, which entails a detailed financial risk assessment.

A traditional SWOT analysis is used for identifying company specific financial risks. One of the most important factors for assessment is the quality of management based on its past track record and feedback from market participants. In order to assess financial risk a broad assessment of the issuer's financial statements is undertaken to review its ability to undergo stress on cash flows and asset quality.

Business risk assessment, wherein following factors are considered:

- Outlook for the economy (domestic and global)
- Outlook for the industry
- Company specific factors

In addition, a detailed review and assessment of rating rationale is done including interactions with the company as well as agency.

#### **Critical Evaluation Parameters (for pool loan and single loan securitization transactions)**

Typically, we would avoid investing in securitization transaction (without specific risk mitigant strategies / additional cash/security collaterals/guarantees) if we have concerns on the following issues regarding the originator / underlying issuer:

1. High default track record/ frequent alteration of redemption conditions / covenants
2. High leverage ratios – both on a standalone basis as well on a consolidated level/ group level
3. Higher proportion of re-schedulement of underlying assets of the pool or loan, as the case may be
4. Higher proportion of overdue assets of the pool or the underlying loan, as the case may be

5. Poor reputation in market
6. Insufficient track record of servicing of the pool or the loan, as the case may be.

**Advantages of Investments in Single Loan Securitized Debt:**

1. **Wider Coverage:** A Single Loan Securitized Debt market offers a more diverse range of issues / exposures as the Banks / NBFCs lend to larger base of borrowers.
2. **Credit Assessment:** Better credit assessment of the underlying exposure as the Banks / NBFCs ideally co-invest in the same structure or take some other exposure on the same borrower in some other form.
3. **Better Structuring:** Single Loan Securitized Debt investments facilitate better structuring than investments in plain vanilla debt instruments as it is governed by Securitization guidelines issued by RBI.
4. **Better Legal documentation:** Single Loan Securitized Debt structures involve better legal documentation than Non Convertible Debenture (NCD) investments.
5. **End use of funds:** Securitized debt has better standards of disclosures as well as limitation on end use of funds as compared to NCD investments wherein the end use is general corporate purpose.
6. **Yield enhancer:** Single Loan Securitized Debt investments give higher returns as compared to NCD investments in same corporate exposure.
7. **Regulator supervision:** Macro level supervision from RBI in Securitization Investments as compared to NCD investments.
8. **Tighter covenants:** Single Loan Securitized Debt structures involve tighter financial covenants than NCD investments.

**Disadvantages of Investments in Single Loan Securitized Debt**

1. **Liquidity risk:** Investments in Single Loan Securitized Debts have relatively less liquidity as compared to investments in NCDs.
2. **Co-mingling Risk:** Servicers in a securitization transaction normally deposit all payments received from the obligors into a collection account. However, there could be a time gap between collection by a servicer and depositing the same into the collection account. In this interim period, collections from the loan agreements by the servicer may not be segregated from other funds of the servicer. If the servicer fails to remit such funds due to investors, investors in the Scheme may be exposed to a potential loss.

Table below lists the major risks and advantages of investing in Single Loan securitizations

Risks	PTC	NCD	Risk Mitigants
Liquidity Risk	Less	Relatively High	Liquidity Risk is mitigated by investing in structures which are in line with product maturity, also by taking cash collateral, bank guarantees etc.
Advantages	PTC	NCD	
Wider Coverage/Issuers	High	Relatively Less	
Credit Assessment	High	Relatively less	
Structure	Higher Issuances	Relatively less	

Legal Documentation	More regulated	Relatively less regulated	
End use of funds	Targeted end use	General Purpose use	
Yield Enhancer	High	Less	
Covenants	Tighter Covenants	Less	
Secondary Market Issuances	Higher issuances	Lower issuances	

Table below illustrates the framework that will be applied while evaluating investment decision relating to a pool securitization transaction:

Characteristics/Type of Pool	Mortgage Loan	Commercial Vehicle and Construction Equipment	CAR	2 wheelers	Micro Finance Pools	Personal Loans
Approximate Average Maturity (in months)	36-120 months	12-60 months	12-60 months	15-48 months	15-80 weeks	5 months – 3 years
Collateral margin (including cash, guarantees, excess interest spread, subordinate tranche)	3-10%	4-12%	4-13%	4-15%	5-15%	5-15%
Average Loan to Value Ratio	75%-95%	80%-98%	75%-95%	70%-95%	Unsecured	Unsecured
Average seasoning of the Pool	3-5 months	3-6 months	3-6 months	3-5 months	2-7 weeks	1-5 months
Maximum Single exposure range	4-5%	3-4%	NA (retail Pool)	NA (Retail Pool)	NA (Very Small Retail Loan)	NA (Retail Pool)
Average single exposure range %	0.5%-3%	0.5%-3%	<1% of the Fund size	<1% of the Fund size	<1% of the Fund size	<1% of the Fund size

**Notes:**

1. Retail pools are the loan pools relating to Car, 2 wheeler, micro finance and personal loans, wherein the average loan size is relatively small and spread over large number of borrowers.
2. Information illustrated in the Tables above, is based on the current scenario relating to Securitized Debt market and is subject to change depending upon the change in the related factors.
3. The level of diversification with respect to the underlying assets, and risk mitigation measures for less diversified investments.

Majority of our securitized debt investments shall be in asset backed pools wherein we'll have underlying assets as Medium and Heavy Commercial Vehicles, Light Commercial Vehicles (LCV), Cars, and Construction Equipment etc. Where we invest in Single Loan Securitization, as the credit is on the underlying issuer, we focus on the credit review of the borrower. A credit analyst sets up limit for various issuers based on independent research taking into account their historical track record, prevailing rating and current financials. In addition to the framework as per the table above, we also take into account following factors, which are analyzed to ensure diversification of risk and measures identified for less diversified investments:

**Size of the loan:** We generally analyze the size of each loan on a sample basis and analyze a static pool of the originator to ensure the same matches the Static pool characteristics. Also indicates whether there is excessive reliance on very small ticket size, which may result in difficult and costly recoveries. To illustrate, the ticket size of housing loans is generally higher than that of personal loans. Hence in the construction of a housing loan asset pool for say Rs.10000000/- it may be easier to construct a pool with just 10 housing loans of Rs.1000000/- each rather than to construct a pool of personal loans as the ticket size of personal loans may rarely exceed Rs.500000/- per individual. Also to amplify this illustration further, if one were to construct a pool of Rs.10000000/- consisting of personal loans of Rs.100000/- each, the larger number of contracts (100 as against one of 10 housing loans of Rs.10 lakh each) automatically diversifies the risk profile of the pool as compared to a housing loan based asset pool.

Average original maturity of the pool indicates the original repayment period and whether the loan tenors are in line with industry averages and borrower's repayment capacity. To illustrate, in a car pool consisting of 60-month contracts, the original maturity and the residual maturity of the pool viz. number of remaining installments to be paid gives a better idea of the risk of default of the pool itself. If in a pool of 100 car loans having original maturity of 60 months, if more than 70% of the contracts have paid more than 50% of the installments and if no default has been observed in such contracts, this is a far superior portfolio than a similar car loan pool where 80% of the contracts have not even crossed 5 installments.

**Default rate distribution:** We generally ensure that all the contracts in the pools are current to ensure zero default rate distribution. Indicates how much % of the pool and overall portfolio of the originator is current, how much is in 0-30 DPD (days past due), 30-60 DPD, 60-90 DPD and so on. The rationale here being, as against 0-30 DPD, the 60-90 DPD is certainly a higher risk category.

**Geographical Distribution:** Regional/state/branch distribution is preferred to avoid concentration of assets in a particular region/state/branch.

**Risk Tranching:** Typically, we would avoid investing in mezzanine debt or equity of Securitized debt in the form of subordinate tranche, without specific risk mitigation strategies / additional cash / security collaterals/ guarantees, etc. Also refer Paragraphs 2 and 3 above for risk assessment process.

#### **4. Minimum retention period of the debt by originator prior to securitization:**

Issuance of securitized debt is governed by the Reserve Bank of India. RBI norms cover the "true sale" criteria including credit enhancement and liquidity enhancements. In addition, RBI has proposed minimum holding period of between nine and twelve months for assets before they can be securitized. The minimum holding period depends on the tenor of the securitization transaction. The Fund will invest in securitized debt that is Compliant with the laws and regulations.

#### **5. Minimum retention percentage by originator of debts to be securitized**

Issuance of securitized debt is governed by the Reserve Bank of India. RBI norms cover the "true sale" criteria including

credit enhancement and liquidity enhancements, including maximum exposure by the originator in the PTCs. In addition, RBI has proposed minimum retention requirement of between five and ten percent of the book value of the loans by the originator. The minimum retention requirement depends on the tenor and structure of the securitization transaction. The Fund will invest in securitized debt that is compliant with the laws and regulations.

Refer the Table in paragraph 2 and 3 above, which illustrates the average seasoning of the debt by the originator prior to securitization. Further, also refer the same Table, which illustrates additional collateral taken against each type of asset class, which is preferred over the minimum retention percentage by the originator of the loan.

#### **6. The mechanism to tackle conflict of interest when the mutual fund invests in securitized debt of an originator and the originator in turn makes investments in that particular scheme of the fund.**

Investments made by the scheme in any asset are done based on the requirements of the scheme and is in accordance with the investment policy. All investments are made entirely at an arm's length basis with no consideration of any existing / consequent investments by any party related to the transaction (originator, issuer, borrower etc.). Investments made in Securitized debt are made as per the Investment pattern of the Scheme and are done after detailed analysis of the underlying asset. There might be instances of Originator investing in the same scheme, but both the transactions are at arm's length and avoid any conflict of interest. In addition to internal controls in the fixed income investment process, there is regular monitoring by the compliance team, risk management group, and internal review teams. Normally the issuer who is securitizing instrument is in need of money and is unlikely to have long-term surplus to invest in mutual fund scheme.

#### **7. In general, the resources and mechanism of individual risk assessment with the AMC for monitoring investment in securitized debt.**

The risk assessment process for securitized debt, as detailed in the preceding paragraphs, is same as any other credit. Credit analyst does the investments in securitized debt after appropriate research. The ratings are monitored for any movement. Monthly Pool Performance MIS is received from the trustee and is analyzed for any variation. The entire securitized portfolio is published in the fact sheet and disclosed in the web site for public consumption with details of underlying exposure and originator.

Note: The information contained herein is based on current market conditions and may change from time to time based on changes in such conditions, regulatory changes and other relevant factors. Accordingly, our investment strategy, risk mitigation measures and other information contained herein may change in response to the same.

#### **Credit Rating of the Transaction / Certificate**

The credit rating is not a recommendation to purchase, hold or sell the Certificate in as much as the ratings do not comment on the market price of the Certificate or its suitability to a particular investor. There is no assurance by the rating agency either that the rating will remain at the same level for any given period of time or that the rating will not be lowered or withdrawn entirely by the rating agency.

#### **RISK FACTORS ASSOCIATED WITH INVESTMENTS IN REITS AND INVITS**

- **Market Risk:** REITs and InvITs are volatile and prone to price fluctuations on a daily basis owing to market movements. Investors may note that AMC/Fund Manager's investment decisions may not always be profitable, as actual market movements may be at variance with the anticipated trends. The NAV of the Scheme is vulnerable to movements in the prices of securities invested by the scheme, due to various market related factors like changes in the general market conditions, factors and forces affecting capital market, level of interest rates, trading volumes, settlement periods and transfer procedures.

• **Liquidity Risk:** As the liquidity of the investments made by the Scheme(s) could, at times, be restricted by trading volumes and settlement periods, the time taken by the Mutual Fund for liquidating the investments in the scheme may be high in the event of immediate redemption requirement. Investment in such securities may lead to increase in the scheme portfolio risk.

• **Reinvestment Risk:** Investments in REITs & InvITs may carry reinvestment risk as there could be repatriation of funds by the Trusts in form of buyback of units or dividend pay-outs, etc. Consequently, the proceeds may get invested in assets providing lower returns.

The above are some of the common risks associated with investments in REITs & InvITs. There can be no assurance that a Scheme's investment objectives will be achieved, or that there will be no loss of capital. Investment results may vary substantially on a monthly, quarterly or annual basis.

## **RISK ASSOCIATED WITH INVESTMENTS IN REPO OF CORPORATE DEBT SECURITIES**

### **Counterparty Risk:**

The Scheme may be exposed to counter-party risk in case of repo lending transactions in the event of the counterparty failing to honor the repurchase agreement. However, in repo lending transactions, the collateral may be sold and a loss is realized only if the sale value of the collateral is less than the repo amount. The risk may be further mitigated through over-collateralization (the value of the collateral being more than the repo amount). Further, the liquidation of underlying securities in case of counterparty default would depend on liquidity of the securities and market conditions at that time. It is endeavored to mitigate the risk by following an appropriate counterparty selection process, which include their credit profile evaluation and over-collateralization to cushion the impact of market risk on sale of underlying security.

### **Collateral Risk:**

Collateral risk arises when the market value of the underlying securities is inadequate to meet the repo obligations or there is downward migration in rating of collateral. Further if the rating of collateral goes below the minimum required rating during the term of repo or collateral becomes ineligible for any reason, counterparty will be expected to substitute the collateral. In case of failure to do so, AMC will explore the option for early termination of the repo trade.

### **Settlement Risk:**

Corporate Debt Repo (CDR) shall be settled between two counterparties in the OTC segment unlike in the case of Government securities repo transactions where CCIL stands as central counterparty on all transactions which neutralizes the settlement risk. However, the settlement risk pertaining to CDRs shall be mitigated through Delivery versus Payment (DvP) mechanism which is followed by all clearing members.

## **RISK ASSOCIATED WITH SEGREGATED PORTFOLIO**

- Investor holding units of segregated portfolio may not able to liquidate their holding till the time recovery of money from the issuer.
- Security comprises of segregated portfolio may not realize any value.
- Listing of units of segregated portfolio in recognized stock exchange does not necessarily guarantee their liquidity. There may not be active trading of units in the stock market. Further trading price of units on the stock market may be significantly lower than the prevailing NAV.

## **RISK ASSOCIATED WITH IMPERFECT HEDGING**

**Basis Risk:** The Future Rate (as defined by the future prices) moves approximately but not precisely in line with the cash market rate. An error in estimation of basis risk can lead to wrong prediction of futures closing price.



## **B. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME**

The Scheme shall have a minimum of 20 investors and no single investor shall account for more than 25% of the corpus of the Scheme. However, if such limit is breached during the NFO of the Scheme, the Fund will endeavour to ensure that within a period of three months or the end of the succeeding calendar quarter from the close of the NFO of the Scheme, whichever is earlier, the Scheme complies with these two conditions. In case the Scheme does not have a minimum of 20 investors in the stipulated period, the provisions of Regulation 39(2)(c) of the SEBI (MF) Regulations would become applicable automatically without any reference from SEBI and accordingly the Scheme shall be wound up and the units would be redeemed at applicable NAV. The two conditions mentioned above shall also be complied within each subsequent calendar quarter thereafter, on an average basis, as specified by SEBI. If there is a breach of the 25% limit by any investor over the quarter, a rebalancing period of one month would be allowed and thereafter the investor who is in breach of the rule shall be given 15 days' notice to redeem his exposure over the 25% limit. Failure on the part of the said investor to redeem his exposure over the 25% limit within the aforesaid 15 days would lead to automatic redemption by the Mutual Fund on the applicable Net Asset Value on the 15th day of the notice period. The Fund shall adhere to the requirements prescribed by SEBI from time to time in this regard.

## **C. SPECIAL CONSIDERATIONS, IF ANY**

- Changes in Government Policy in general and changes in tax benefits applicable to mutual funds may impact the returns to investors in the Scheme.
- The NAV of the scheme may be affected by changes in the general market conditions, factors and forces affecting capital market in particular, level of interest rates, various market related factors, settlement periods and transfer procedures.
- Mutual Funds are vehicles of securities investments that are subject to market and other risks and there can be no guarantee against loss resulting from investing in the Scheme. The various factors that impact the value of the Scheme' investments include, but are not restricted to, fluctuations in the markets, fluctuations in interest rates, prevailing political and economic environment, changes in government policy, factors specific to the issuer of the securities, tax laws, liquidity of the underlying instruments, settlement periods, trading volumes etc.
- Redemptions due to change in the fundamental attributes of the Scheme or due to any other reasons may entail tax consequences. The Trustees, the Mutual Fund, the AMC, their directors or their employees shall not be liable for any tax consequences that may arise.
- Execution of investment strategies depends upon the ability of the fund manager to identify such opportunities which may not be available at all times and that the decisions made by the fund manager may not always be profitable. Investors may note that AMC/Fund Manager's investment decisions may not always be profitable, as actual market movements may be at variance with anticipated trends.
- Investors should study this Scheme Information Document carefully in its entirety and should not construe the contents hereof as advice relating to legal, taxation, investment or any other matters. Investors may, if they wish, consult their legal, tax, investment and other professional advisors to determine possible legal, tax, financial or other considerations of subscribing to or redeeming Units, before making a decision to invest/redeem Units.
- Neither this Document nor the Units have been registered in any jurisdiction. The distribution of this Document in certain jurisdictions may be restricted or totally prohibited due to registration requirements and accordingly, persons who come into possession of this Document are required to inform themselves about and to observe any such restrictions and or legal compliance requirements.
- No person has been authorized to issue any advertisement or to give any information or to make any representations other than that contained in this Document. Circulars in connection with this offering not authorized by the Mutual Fund and any information or representations not contained herein must not be relied upon as having been authorized by the Mutual Fund.

## D. DEFINITIONS & ABBREVIATIONS

### I. DEFINITIONS

<b>“Allotment Date”</b>	The date on which the units of the schemes are allotted to the successful applicants from time to time and includes allotment made to unit holders of the merged schemes.
<b>“AMFI Certified Stock Exchange Brokers”</b>	A person who is registered with Association of Mutual Funds in India (AMFI) as Mutual Fund Advisor and who has signed up with LIC Mutual Fund Asset Management Ltd. and also registered with BSE & NSE as Participant.
<b>“Applicable NAV”</b>	The NAV applicable for purchase or redemption or Switching of Units based on the time of the Business Day on which the application is time stamped.
<b>“Applicant”</b>	Applicant means a person who applies for allotment of units of the scheme in pursuance of this Offer Document.
<b>“Application Supported by Blocked Amount or ASBA”</b>	ASBA is an application containing an authorization to a Self Certified Syndicate Bank (SCSB) to block the application money in the bank account maintained with the SCSB, for subscribing to an issue.
<b>“Asset Management Company or Investment Manager or AMC”</b>	LIC Mutual Fund Asset Management Limited incorporated under the provisions of the Companies Act, 1956 and approved by Securities and Exchange Board of India to act as the Investment Managers to the Scheme(s) of LIC Mutual Fund.
<b>“ARN Holder / AMFI Registered Distributors”</b>	Intermediary registered with AMFI to carry out the business of selling and distribution of mutual fund units and having AMFI Registration Number (ARN) allotted by AMFI.
<b>“Book Closure”</b>	The time during which the Asset Management Company would temporarily suspend sale, redemption and switching of Units.
<b>“Business Day”</b>	<p>A day other than:</p> <ul style="list-style-type: none"> <li>i. Saturday and Sunday;</li> <li>ii. A day on which the banks in Mumbai and /or RBI are closed for business /clearing;</li> <li>iii. A day on which the National Stock Exchange of India Limited and/or the Bombay Stock Exchange Limited are closed;</li> <li>iv. A day which is a public and /or bank Holiday at an Investor Service Centre/Official Point of Acceptance where the application is received;</li> <li>v. A day on which Sale / Redemption / Switching of Units is suspended by the AMC;</li> <li>vi. A day on which normal business cannot be transacted due to storms, floods, bandhs, strikes or such other events as the AMC may specify from time to time.</li> </ul> <p>Further, the day(s) on which the money markets are closed / not accessible, shall not be treated as Business Day(s).</p> <p>The AMC reserves the right to declare any day as a Business Day or otherwise at any or all Customer Service Centres /Official Points of Acceptance of the Mutual Fund or its Registrar.</p>
<b>“Business Hours”</b>	Presently 9.00 a.m. to 5.30 p.m. on any Business Day or such other time as may be applicable from time to time.
<b>“Collecting Bank”</b>	Branches of Banks authorized to receive application(s) for units, as mentioned in this document.

<b>“Custodian”</b>	A person who has been granted a certificate of registration to carry on the business of custodian of securities under the Securities and Exchange Board of India (Custodian of Securities) Regulations 1996. Currently we have Standard Chartered Bank as our custodian.
<b>“Cut off time”</b>	In respect of subscriptions and redemptions received by the Scheme, it means the outer limit of timings within a particular day/ Business Day which are relevant for determination of the NAV/ related prices to be applied for a transaction.
<b>Credit Event (With respect to creation of a Segregated Portfolio)</b>	<p>Credit Event refers to issuer level downgrade in credit rating by a SEBI registered Credit Rating Agency (CRA), as under:</p> <ul style="list-style-type: none"> <li>a) Downgrade of a debt or money market instrument to ‘below investment grade’, or</li> <li>b) Subsequent downgrades of the said instruments from ‘below investment grade’, or</li> <li>c) Similar such downgrades of a loan rating</li> </ul> <p>In case of difference in rating by multiple CRAs, the most conservative rating shall be considered.</p> <p><i>Note: The AMC may create a Segregated Portfolio, in case of a Credit Event as above. Creation of Segregated Portfolio shall be optional and at the discretion of the AMC.</i></p>
<b>“Day”</b>	Any day (including Saturday, Sunday and holiday) as per the English Calendar including a Non-business Day, unless otherwise specified.
<b>“Debt Instruments”</b>	Government securities, corporate debentures, bonds, promissory notes, money market instruments, pass-through certificates, asset backed securities/securitised debt and other possible similar securities.
<b>“Depository”</b>	A Depository as defined in the Depositories Act, 1996 and includes National Securities Depository Limited (NSDL) and Central Depository Services Limited (CDSL).
<b>“Depository Participant or DP”</b>	Depository Participant (DP) is an agent of the Depository who acts like an intermediary between the Depository and the investors. DP is an entity who is registered with SEBI to offer depository-related services.
<b>“Derivative”</b>	Derivative includes (i) a security derived from a debt instrument, share, loan whether secured or unsecured, risk instrument or contract for differences or any other form of security; (ii) a contract which derives its value from the prices, or index of prices, or underlying securities.
<b>“Dividend”</b>	Income distributed by the Mutual Fund on the Units of scheme, where applicable.
<b>“Electronic Fund Transfer/ EFT”</b>	Electronic Fund Transfer includes all the means of electronic transfer like Direct Credit / Debit, National Electronic Clearing System (NECS), RTGS, NEFT, Wire Transfer or such like modes may be introduced by relevant authorities from time to time.
<b>“Equity Related Instruments”</b>	Equity Related Instruments includes convertible bonds and debentures, convertible preference shares, warrants carrying the right to obtain.
<b>“Entry Load”</b>	Entry Load means a one-time charge that the investor pays at the time of entry into the scheme. Presently, entry load cannot be charged by mutual fund schemes.
<b>“Exit Load”</b>	A charge paid by the investor at the time of exit from the scheme.

<b>“Fixed Income Securities”</b>	Debt Securities created and issued by, inter alia, Central Government, State Government, Local Authorities, Municipal Corporations, PSUs, Public Companies, Private Companies, Bodies Corporate, Special Purpose Vehicles(incorporated or otherwise) and any other entities, which yield at fixed rate by way of interest, premium, discount or a combination of any of them.
<b>“Floating Rate Debt Instruments”</b>	Floating rate debt instruments are debt securities issued by Central and / or State Government, corporate or PSUs with interest rates that are reset periodically. The periodicity of the interest reset could be daily, monthly, quarterly, half yearly, annually or any other periodicity that may be mutually agreed with the issuer and the Fund. The interest on the instruments could also be in the nature of fixed basis points over the benchmark gilt yields.
<b>“Foreign Institutional Investor (FII)”</b>	Foreign Institutional Investor, registered with SEBI under the Securities and Exchange Board of India (Foreign Institutional Investors) Regulations, 1995, as amended from time to time.
<b>“Foreign Securities”</b>	ADRs / GDRs/ equity / debt securities of overseas companies listed on the recognized stock exchanges overseas or other securities as may be specified and permitted by SEBI and/or RBI from time to time.
<b>“Forward Rate Agreement or FRA”</b>	An FRA is an agreement to pay or receive the difference between the agreed fixed rate and actual interest prevailing at a stipulated future date. The interest rate is fixed now for a future agreed period wherein only the interest is settled between the counter parties.
<b>“Gilts or Government Securities”</b>	Securities created and issued by the Central Government and/or a State Government (including Treasury Bills) or Government Securities as defined in the Public Debt Act, 1944, as amended from time to time.
<b>“GOI”</b>	Government of India.
<b>“Holiday”</b>	Holiday means the day(s) on which the banks (including the Reserve Bank of India) are closed for business or clearing in Mumbai or their functioning is affected due to a strike / bandh call made at any part of the country or due to any other reason and on the day(s) on which the stock exchanges are closed.
<b>“Interest Rate Swap or IRS”</b>	IRS is a financial contract between two parties exchanging a stream of interest payments for a notional principal amount on multiple occasions till maturity. Typically, one party receives a pre-determined fixed rate of interest while the other party receives a floating rate, which is linked to a mutually agreed benchmark with provision for mutually agreed periodic resets.
<b>“Investment Management Agreement”</b>	The agreement between LIC Mutual Fund Trustee Private Limited and LIC MF Asset Management Limited, as amended from time to time
<b>“Investor”</b>	Any resident (person resident in India under the Foreign Exchange Management Act) or non-resident person (a person who is not a resident of India) whether an individual or not (legal entity), who is eligible to subscribe for Units under the laws of his/her/its/their state/country of incorporation, establishment, citizenship, residence or domicile and who has made an application for subscribing for Units under the Scheme.
<b>“Investor Service Centres / Customer Service Centres or CSCs/ Official Points of Acceptance”</b>	CSCs, as designated from time to time by the AMC, whether of the Registrar or AMC's own branches, being official points of acceptance, authorized to receive application forms for Purchase/ Redemption /Switch and other service requests/queries from investors/Unit Holders.
<b>“InvIT” or “Infrastructure Investment Trust”</b>	“InvIT” or “Infrastructure Investment Trust” shall have the meaning assigned in clause (za) of sub-regulation (1) of regulation 2 of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014;

<b>“Money Market Instruments”</b>	Money Market Instruments as defined in Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended from time to time. Generally, Money Market Instruments includes commercial papers, commercial bills, and treasury bills, Government securities having an unexpired maturity up to one year, call or notice money, Triparty Repo, certificate of deposit and any other like instruments as specified by the Reserve Bank of India from time to time.
<b>“Mutual Fund or the Fund”</b>	Entity registered with SEBI as a Mutual Fund under SEBI (MF) Regulations, 1996.
<b>“Net Asset Value or NAV”</b>	Net Asset Value per Unit of the Scheme (including options there under), calculated in the manner described in this Scheme Information Document or as may be prescribed by the SEBI (MF) Regulations from time to time.
<b>“Non-resident Indian”</b>	A Non-Resident Indian or a Person of Indian Origin residing outside India.
<b>“Offer Document”</b>	This Scheme Information Document (SID) and Statement of Additional Information (SAI) (collectively).
<b>“Ongoing Offer”</b>	The period during which the Ongoing Offer / Continuous Offer Period for subscription to the Units of the Scheme is made and not suspended.
<b>“Person of Indian Origin”</b>	A citizen of any country other than Bangladesh or Pakistan, if (a) he at any time held an Indian passport; or (b) he or either of his parents or any of his grandparents was a citizen of India by virtue of Constitution of India or the Citizenship Act, 1955 (57 of 1955); or (c) the person is a spouse of an Indian citizen or person referred to in sub clause (a) or (b).
<b>“Rating”</b>	Rating means an opinion regarding securities, expressed in the form of standard symbols or in any other standardized manner, assigned by a credit rating agency and used by the issuer of such securities, to comply with any requirement of the SEBI (Credit Rating Agencies) Regulations, 1999.
<b>“Reserve Bank of India or RBI”</b>	Reserve Bank of India, established under the Reserve Bank of India Act, 1934.
<b>“Registrar and Transfer Agents or Registrar or RTA”</b>	KFin Technologies Private Limited. Currently acting as Registrar and Transfer Agent to the Scheme, or any other Registrar appointed by the AMC from time to time.
<b>“Redemption”</b>	Redemption/Repurchase of Units of the Scheme as specified in this Document.
<b>“Regulatory Agency”</b>	GOI, SEBI, RBI or any other authority or agency entitled to issue or give any directions, instructions or guidelines to the Mutual Fund.
<b>“Repo”</b>	Sale of Government Securities with simultaneous agreement to repurchase them at a later date.
<b>“Reverse Repo”</b>	Purchase of Government Securities with simultaneous agreement to sell them at a later date.
<b>“REIT” or “Real Estate Investment Trust”</b>	“REIT” or “Real Estate Investment Trust” shall have the meaning assigned in clause (zm) of sub-regulation 1 of regulation 2 of the Securities and Exchange Board of India (Real Estate Investment Trusts) Regulations, 2014;
<b>“Statement of Additional Information (SAI)”</b>	The document issued by LIC Mutual Fund containing details of LIC Mutual Fund, its constitution, and certain tax, legal and general information, as amended from time to time. SAI is legally a part of the Scheme Information Document.
<b>“Sale or Subscription”</b>	Sale or allotment of Units to the Unit holder upon subscription by the Investor / Applicant under the Scheme.
<b>“Scheme”</b>	LIC MF Savings Fund

<b>“SEBI”</b>	Securities and Exchange Board of India, established under the Securities and Exchange Board of India Act, 1992
<b>“SEBI (MF) Regulations or SEBI Regulations”</b>	Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended and re-enacted from time to time including notifications/circulars/guidelines issued there under, from time to time.
<b>“Securities”</b>	As defined in Securities Contract (Regulation) Act, 1956 & includes shares, scripts, notes, bonds, debentures, debenture stock, warrants, etc., futures, options, derivatives, etc. or other transferable securities of a like nature in or of any incorporated company or other body corporate, Gilts / Government Securities, Mutual Fund Units, Money Market Instruments like Call Deposit, Commercial Paper, Treasury Bills, etc. and such other instruments as may be declared by GOI and / or SEBI and / or RBI and / or any other regulatory authority to be securities and rights or interest in securities but subject to the Asset Allocation of the respective SID.
<b>“Short Selling”</b>	Short selling means selling a stock which the seller does not own at the time of trade.
<b>“Sponsor”</b>	Life Insurance Corporation of India.
<b>“Switch”</b>	Redemption of a unit in any scheme (including the Options therein) of the Mutual Fund against purchase / allotment of a unit in another scheme (including the Options therein) of the Mutual Fund, subject to completion of Lock-in Period, if any, of the units of the scheme(s) from where the units are being switched.
<b>“Stock Lending”</b>	Lending of securities to another person or entity for a fixed period of time, at a negotiated compensation in order to enhance returns of the portfolio.
<b>“Systematic Investment Plan (SIP)”</b>	Facility given to the Unit holders to invest specified fixed sums in the Scheme on periodic basis by giving a single instruction.
<b>“Systematic Transfer Plan (STP)”</b>	Facility given to the Unit holders to transfer sums on periodic basis from one scheme to another scheme launched by the Mutual Fund from time to time by giving a single instruction.
<b>“Systematic Withdrawal Plan (SWP)”</b>	Facility given to the Unit holders to withdraw amounts from the Scheme on periodic basis by giving a single instruction.
<b>“Trust Deed”</b>	The Trust Deed made between the Sponsor and LIC Mutual Fund Trustee Private Limited, as amended from time to time, thereby establishing an irrevocable trust, called LIC Mutual Fund.
<b>“Trustee or Trustee Company”</b>	LIC Mutual Fund Trustee Pvt. Ltd incorporated under the provisions of the Companies Act, 1956 and act as the Trustee to the Schemes of the Mutual Fund.
<b>“Unit”</b>	The interest of the Unit holder which consists of each Unit representing one undivided share in the assets of the Scheme.
<b>“Unit holder”</b>	A person holding Unit(s) in the Scheme offered under this Document.

## II.ABBREVIATIONS

<b>AMC</b>	LIC MF Asset Management Limited	<b>NFO</b>	New Fund Offer
<b>AMFI</b>	Association of Mutual Funds in India	<b>NRI</b>	Non-Resident Indian
<b>ASBA</b>	Application Supported by Blocked Amount.	<b>NEFT</b>	National Electronic Funds Transfer
<b>AWOCA</b>	Automatic Withdrawal of Capital Appreciation	<b>NRE</b>	Non Resident External
<b>BSE</b>	Bombay Stock Exchange Limited	<b>NSE</b>	National Stock Exchange
<b>BSE StAR MF</b>	BSE Stock Exchange Platform for Allotment and Repurchase of Mutual Funds	<b>NRO</b>	Non Resident Ordinary
<b>CDSL</b>	Central Depository Services (India) Limited	<b>NSDL</b>	National Securities Depository Limited
<b>TREPS</b>	Triparty Repo	<b>OIS</b>	Overnight Indexed Swap
<b>CSC/ ISC</b>	Customer Service Centre / Investor Service Centre	<b>PAN</b>	Permanent Account Number
<b>CDSC</b>	Contingent Deferred Sales Charge	<b>PIO</b>	Person of Indian Origin
<b>CVL</b>	CDSL Ventures Limited	<b>PMLA</b>	Prevention of Money Laundering Act, 2002
<b>ECS</b>	Electronic Clearing System	<b>POS</b>	Points of Service
<b>EFT</b>	Electronic Funds Transfer	<b>PSU</b>	Public Sector Undertaking
<b>FCNR</b>	Foreign Currency Non Resident	<b>RBI</b>	Reserve Bank of India
<b>FI</b>	Financial Institution	<b>RTGS</b>	Real Time Gross Settlement
<b>FII</b>	Foreign Institutional Investor	<b>SAI</b>	Statement of Additional Information
<b>FIMMDA</b>	Fixed Income Money Market & Derivatives Dealers Association	<b>SEBI</b>	Securities and Exchange Board of India
<b>G-Sec</b>	Government Securities	<b>SID</b>	Scheme Information Document
<b>HUF</b>	Hindu Undivided Family	<b>SIP</b>	Systematic Investment Plan
<b>IMA</b>	Investment Management Agreement	<b>SPV</b>	Special Purpose Vehicle
<b>KFin</b>	KFin Technologies Private Limited	<b>SWP</b>	Systematic Withdrawal Plan
<b>KYC</b>	Know Your Customer	<b>STP</b>	Systematic Transfer Plan
<b>MFSS</b>	Mutual Fund Service System	<b>STT</b>	Securities Transaction Tax
<b>MIBOR</b>	Mumbai Inter-bank Offer Rate	<b>T-Bills</b>	Treasury Bills
<b>NAV</b>	Net Asset Value	<b>LIC MF</b>	LIC Mutual Fund

## INTERPRETATION

For all purposes of this Scheme Information Document, except as otherwise expressly provided or unless the context otherwise requires:

1. All references to the masculine shall include the feminine and all references, to the singular shall include the plural and vice-versa.
2. All references to "dollars" or "\$" refer to United States Dollars and "Rs." refer to Indian Rupees. A "crore" means "ten million" and a "lakh" means a "hundred thousand".
3. All references to timings relate to Indian Standard Time (IST).

**E. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY**

It is confirmed that:

- (i) The Scheme Information Document forwarded to SEBI is in accordance with the SEBI (Mutual Funds) Regulations, 1996 and the guidelines and directives issued by SEBI from time to time.
- (ii) All legal requirements connected with the launching of the Scheme as also the guidelines, instructions, etc., issued by the Government and any other competent authority in this behalf, have been duly complied with.
- (iii) The disclosures made in the Scheme Information Document are true, fair and adequate to enable the investors to make a well informed decision regarding investment in the proposed scheme.
- (iv) The intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and their registration is valid, as on date.

**LIC Mutual Fund Asset Management Ltd.**

**PLACE: MUMBAI  
DATE: 29/06/2020**

**Sd/-  
MAYANK ARORA  
CHIEF COMPLIANCE OFFICER & COMPANY SECRETARY**



## II. INFORMATION ABOUT THE SCHEME

### A. TYPE OF THE SCHEME

An open ended low duration debt scheme investing in instruments with Macaulay duration of the portfolio is between 6 months and 12 months (Please refer Page No.27)

### B. INVESTMENT OBJECTIVE OF THE SCHEME?

The investment objective of the Scheme is to generate income by investing in a portfolio of quality short term debt securities. However, there is no assurance that the investment objective of the Schemes will be realized.

### C. HOW WILL THE SCHEME ALLOCATE ITS ASSETS?

Instruments	Indicative Allocation (% of total assets)		Risk Profile
	Minimum	Maximum	
Debt/Money Market* (Debt includes securitized debt & govt. securities)	0	100	Low to Medium
Units issued by REITs & InvIT *	0	10	Medium to High

\*The Cumulative Gross Exposure to Debt, Money Market, Derivative, REITs, InvITs and repo in corporate debt securities will not exceed 100% of the Net Assets of the Scheme.

The Scheme may participate upto 10% of the AUM of the scheme in repo of corporate debt securities.

The Scheme may invest in securitized debt assets.

#### Applicable Investment Limits

**a. At the Mutual Fund level:** - Not more than 10% of units issued by a single issuer of REIT and InvIT;

**b. At a single Mutual Fund scheme level:** i. not more than 10% of its NAV in the units of REIT and InvIT; and ii. not more than 5% of its NAV in the units of REIT and InvIT issued by a single issuer. The limits mentioned in sub-clauses (i) and (ii) above will not be applicable for investments in case of index fund or sector or industry specific scheme pertaining to REIT and InvIT.

The AMC reserves the right to change the asset allocation pattern in the interest of the investors depending on the market conditions for a short term period of defensive consideration.

In the event of any deviations, the Investment Manager shall rebalance the portfolio within 30 days from the date of said deviation. Where the portfolio is not rebalanced within 30 Days, justification for the same shall be placed before the Investment Committee and reasons for the same shall be recorded in writing. The Investment Committee shall then decide on the course of action. However, at all times the portfolio will adhere to the overall investment objectives of the Schemes. Such changes in the investment pattern will be for a short term and for defensive considerations and the intention being at all times to seek to protect the interests of the Unit Holders.

#### **D. WHERE WILL THE SCHEME INVEST?**

The Scheme proposes to invest in a mix of fixed income securities including securitized debt, asset backed securities, corporate debentures, bonds and money market instruments with the aim of generating income. The Fund proposes to continuously monitor the potential for debt instruments to arrive at an optimum asset allocation between the asset classes. The Scheme may invest in money markets instruments including call money market, or any other alternative permitted by Reserve Bank of India in lieu of Call money, term/ notice money market and repos in order to meet the liquidity requirements or to meet the defensive nature the portfolio. The Scheme may also invest in Govt. Securities, which may be those supported by the ability to borrow from the treasury; those with sovereign or state guarantee or those supported by the state govt. or the govt. of India in some other way. The Fund may invest, subject to necessary approvals, in ADR's / GDR's of Indian Companies listed overseas.

The Fund will employ necessary measures to manage foreign exchange movements arising out of such investments. The Fund may also invest in overseas securities with the approval of RBI/SEBI, subject to such guidelines as may be issued by RBI/SEBI. The Fund may also use trading in derivatives for the purpose of hedging and portfolio balancing in accordance with SEBI regulations. The Scheme may participate upto 10% of the AUM of the scheme in repo of corporate debt securities.

The Scheme will invest in Debt and Money Market instruments having Macaulay duration of the portfolio is between 6 months to 12 months

## Concept of Macaulay Duration

The Macaulay duration is the [weighted average term to maturity](#) of the cash flows from a bond. The weight of each cash flow is determined by dividing the [present value](#) of [the cash flow](#) by the price.

Macaulay duration can be calculated:

$$\text{Macaulay Duration} = \frac{\sum_{t=1}^n \frac{t * C}{(1+y)^t} + \frac{n * M}{(1+y)^n}}{\text{Current Bond Price}}$$

Where:

- t = respective time period
- C = periodic coupon payment
- y = periodic yield
- n = total number of periods
- M = maturity value
- Current Bond Price = Present value of cash flows

**Explanation with an example:** Assume there is a bond priced at Rs. 1000 that pays a 6% coupon and matures in three years. Interest rates are at 6%. The bond pays the coupon once a year and pays the principal on the final payment. Given this, the following cash flows are expected over the next three years:

- Year 1: Rs. 60
- Year 2: Rs. 60
- Year 3: Rs. 1060

With the periods and the cash flows known, a discount factor must be calculated for each period. This is calculated as  $1 / (1 + r)^n$ , where r is the interest rate and n is the period number in question. Thus, the discount factors would be:

- Period 1 Discount Factor =  $1 / (1 + 6\%)^1 = 0.9434$
- Period 2 Discount Factor =  $1 / (1 + 6\%)^2 = 0.89$
- Period 3 Discount Factor =  $1 / (1 + 6\%)^3 = 0.8396$

Next, multiply the period's cash flow by the period number and by its corresponding discount factor to find the present value of the cash flow:

- Year 1 =  $1 * \text{Rs. } 60 * 0.9434 = \text{Rs. } 56.60$
- Year 2 =  $2 * \text{Rs. } 60 * 0.89 = \text{Rs. } 106.79$
- Year 3 =  $3 * \text{Rs. } 1060 * 0.8396 = \text{Rs. } 2669.99$

Sum these values = Rs. 2833.39 is the numerator

Current Bond Price = sum of Present Value of Cash Flows =  $60 / (1 + 6\%)^1 + 60 / (1 + 6\%)^2 + 1060 / (1 + 6\%)^3 = \text{Rs. } 1000$  = the denominator

- Macaulay duration =  $\text{Rs. } 2833.39 / \text{Rs. } 1000 = 2.83$

## Imperfect Hedging

In addition to the existing provisions of SEBI circular No. IMD/DF/11/2010 dated August 18, 2010, the following are prescribed under the recent circular no SEBI/HO/IMD/DF2/CIR/P/2017/109 dated September 27, 2017:

I. To reduce interest rate risk in a debt portfolio, mutual funds may hedge the portfolio or part of the portfolio (including one or more securities) on weighted average modified duration basis by using Interest Rate Futures (IRFs). The maximum extent of short position that may be taken in IRFs to hedge interest rate risk of the portfolio or part of the portfolio, is as per the formula given below:

$(\text{Portfolio Modified Duration} * \text{Market Value of the Portfolio}) / (\text{Futures Modified Duration} * \text{Future Price} / \text{PAR})$

2. In case the IRF used for hedging the interest rate risk has different underlying security(s) than the existing position being hedged, it would result in imperfect hedging.

3. Imperfect hedging using IRFs may be considered to be exempted from the gross exposure, upto maximum of 20% of the net assets of the scheme, subject to the following:

Exposure to IRFs is created only for hedging the interest rate risk based on the weighted average modified duration of the bond portfolio or part of the portfolio. Mutual Funds are permitted to resort to imperfect hedging, without it being considered under the gross exposure limits, if and only if, the correlation between the portfolio or part of the portfolio (excluding the hedged portions, if any) and the IRF is at least 0.9 at the time of initiation of hedge. In case of any subsequent deviation from the correlation criteria, the same may be rebalanced within 5 working days and if not rebalanced within the timeline, the derivative positions created for hedging shall be considered under the gross exposure computed in terms of Para 3 of SEBI circular dated August 18, 2010. The correlation should be calculated for a period of last 90 days.

Explanation: If the fund manager intends to do imperfect hedging upto 10% of the portfolio using IRFs on weighted average modified duration basis, either of the following conditions need to be complied with: The correlation for past 90 days between the portfolio and the IRF is at least 0.9 or The correlation for past 90 days between the part of the portfolio (excluding the hedged portions, if any) i.e. at least 10% of the net asset of the scheme (including one or more securities) and the IRF is at least 0.9.

c) At no point of time, the net modified duration of part of the portfolio being hedged should be negative.

d) The portion of imperfect hedging in excess of 20% of the net assets of the scheme should be considered as creating exposure and shall be included in the computation of gross exposure in terms of Para 3 of SEBI circular dated August 18, 2010.

4. The basic characteristics of the scheme should not be affected by hedging the portfolio or part of the portfolio (including one or more securities) based on the weighted average modified duration.

Explanation: In case of Medium Term fund, after hedging the portfolio based on the modified duration of the portfolio, the net modified duration should not be less than the minimum modified duration of the portfolio as required to consider the fund as a Medium Term fund.

Perfect Hedging is when we take short / reverse position in same security where we have long position in cash market. Example: We have a long position in 6.68% GOI 17-09-2031 in cash and if we take short position in same security in IRF (Interest Rate Futures) that will be the perfect hedging.

Imperfect hedging is when we take short/reverse position in similar/other security compare to our long position in cash market.

Example: We have Dynamic bond portfolio consisting of various corporate bonds having maturities between 10 – 17 years with overall portfolio duration of 10 years and we take a short position in Interest Rate Futures in a 6.68% GOI 2031 (a 13yr GOI Bond) as a proxy to reduce the interest rate risk in portfolio. Here this short position would protect the portfolio against adverse interest movement however this protection would not be perfect as movement in interest rate of corporate bonds and GOI bond may not be the same.

#### **Changes in investment pattern:**

Depending upon the market conditions, market opportunities available, the political and economic factors and subject to the Regulations, the percentage investments of the fund may vary at times, based on the perception of the Fund Manager within the overall investment objective of the scheme.

**Investment of subscription money:**

Pending deployment of funds of the scheme in securities in terms of investment objectives of the scheme, the AMC can invest the funds of the scheme in money market instruments. The income earned on such investments will be merged with the income of the scheme.

**DEBT AND MONEY MARKETS IN INDIA:**

The instruments available in Indian Debt Market are classified into two categories, namely Government and Non - Government debt. The following instruments are available in these categories:

**A] Government Debt**

• Central Government Debt • Zero Coupon Bonds • Treasury Bills • State Government Debt • Dated Government Securities • State Government Loans • Coupon Bearing Bonds • Floating Rate Bonds

**B] Non-Government Debt**

• Instruments issued by Government Agencies and other Statutory Bodies • Instruments issued by Banks and Development Financial institutions • Government Guaranteed Bonds • PSU Bonds • Instruments issued by Public Sector Undertakings • Instruments issued by Corporate Bodies • Fixed Coupon Bonds • Floating Rate Bonds • Zero Coupon Bonds • Certificates of Deposit • Promissory Notes • Commercial Paper • Non-Convertible Debentures • Fixed Coupon Debentures • Floating Rate Debentures • Zero Coupon Debentures

**Certificate of Deposit (CD):**

Certificate of Deposit (CD) is a negotiable money market instrument issued by scheduled commercial banks (SCBs) and select All India Financial Institutions (FIs), within their umbrella limit. The scheme introduced by RBI allows these institutions to mobilize bulk deposits from the market, which they can have at competitive rates of interest. The maturity period of CDs issued by the SCBs is between 7 days to 1 year. CDs also are issued at a discount to face value and can be traded in secondary market. Duplicate can be issued after giving a public notice & obtaining indemnity.

**Triparty Repo (TREPS):**

"Triparty repo" means a repo contract where a third entity (apart from the borrower and lender), called a Tri-Party Agent, acts as an intermediary between the two parties to the repo to facilitate services like collateral selection, payment and settlement, custody and management during the life of the transaction. TREPS facilitates, borrowing and lending of funds, in Triparty Repo arrangement.

Currently the borrowing/ lending is facilitated for tenors upto next 7 days and for three months end dates. A member can request for making available of a particular tenor up to a period of 365 days, by requesting in the format available in sub menu of Request forms under TREPS. The eligible securities that can be used as collateral for borrowing through TREPS are as per list prescribed by CCIL.

**Commercial Paper (CP):**

Commercial Paper (CP) is an unsecured negotiable money market instrument issued in the form of a promissory note, generally issued by the corporates, primary dealers and All India Financial Institutions as an alternative source of short-term borrowings. CP is traded in secondary market and can be freely bought and sold before maturity. CP can be issued for maturities between a minimum of 15 days and a maximum up to 1 year from the date of issue.

**Non Convertible Debentures and Bonds**

Non convertible debentures as well as bonds are securities issued by companies / institutions promoted / owned by the Central or State Governments and statutory bodies which may or may not carry a guarantee. Nonconvertible debentures are unsecured bonds that cannot be converted to company equity or stock. Nonconvertible debentures usually have higher interest rates than convertible debentures. These instruments may be secured or unsecured against the assets of the Company and generally issued to meet the short term and

long term fund requirements.

### Debt Instruments

Activity in the Primary and Secondary Market is dominated by Central Govt. Securities including Treasury Bills. These instruments comprise close to 60% of the all outstanding debt and more than 75% of the daily trading volume on the wholesale Debt Market Segment of the National Stock Exchange of India Limited.

In the money market, activity levels of the Government and Non-Government Debt vary from time to time. Instruments that comprise a major portion of money market activity include Overnight Call, Triparty Repo, Treasury Bills, Government Securities with a residual maturity of less than 1 year, Commercial Papers, Certificate of Deposit.

Apart from these, there are some other options available for short tenure investments that include MIBOR linked debentures with periodic exit options and other such instruments. Though, not strictly classified as Money Market Instruments, PSC / DFI / Corporate Paper with a residual maturity of less than 1 year are actively traded and offer a viable investment option.

Currently the indicative yields for some of the money market instruments are as follows:

INSTRUMENTS	INDICATIVE YIELDS as on 31st May 2020
Call Rate	3.62
Triparty Repo (Weigh Avg)	3.14
<b>Certificate of Deposit</b>	
3 Months	3.35
6 Months	3.82
1 Year	4.05
<b>Commercial Paper (NBFC)</b>	
3 Months	4.35
6 Months	5.02
1 Year	5.50
<b>Treasury Bills</b>	
91 Days	3.25
364 Days	3.40
<b>Government Securities</b>	
1 Year	3.90
2 Year	4.27
<b>Corporate Bonds</b>	
1 Year	4.25

Source – CCIL India, RBI NDS-OM

Note: The above rates are indicative and are subject to fluctuations in general interest rates and market conditions.

## **Trading in Derivatives**

SEBI has permitted Mutual Funds to participate in derivatives trading subject to observance of guidelines issued by it in this behalf. Accordingly, Mutual Funds may use various derivative products from time to time, as would be available and permitted by SEBI, in an attempt to protect the value of the portfolio and enhance Unit holders' interest.

The scheme intends to use long call options. The Fund will invest only in exchange traded options, and not in OTC (Over The Counter) derivatives. The Mutual Fund would comply with the provisions of SEBI Circular Ref. No. DNP/DF-29/2005 dated September 14, 2005 and SEBI circular Ref. No. Cir/IMD/DF/11/2010 dated August 18, 2010 and such other amendments issued by SEBI from time to time while trading in derivatives.

Presently, the position limits for trading in derivatives by Mutual Fund specified by SEBI vide its circular Ref. No. DNP/DF-29/2005 dated September 14, 2005, circular Ref. No. DNP/DF-30/2006, dated January 20, 2006 and September 22, 2006 are as follows:

Mutual Funds may enter into plain vanilla interest rate swaps for hedging purposes. The counter party in such transactions has to be an entity recognized as a market maker by RBI. Further, the value of the notional principal in such cases must not exceed the value of respective existing assets being hedged by the scheme. Exposure to a single counterparty in such transactions should not exceed 10% of the net assets of the scheme.

## **Investments in repo of corporate debt securities.**

The Scheme shall participate in repo transactions in corporate debt securities subject to following guidelines:

### **A. Category and Credit Rating of Counterparty:**

The AMC follows an issuer selection and approval process for fixed income investments and the same shall be used for selection of counterparties for repo in corporate debt securities. Repo transactions shall be carried out with only those counterparties which are AAA and listed.

### **B. Eligible Collateral:**

The underlying collateral will be PSU entity with AAA rating and the residual maturity of the same will not be more than 10 years.

### **C. Tenor of Repo:**

As per the current RBI guidelines, repo in corporate debt securities shall be undertaken for a minimum period of one day and a maximum period of one year.

In terms of Regulation 44 (2) of the SEBI (Mutual Funds) Regulations, 1996, mutual funds shall borrow through repo transactions only if the tenor of the transaction does not exceed a period of six months and not exceeding 20% of the net asset of the borrowing Scheme. The tenor of repo transaction shall be always within the residual maturity of the collateral.

### **D. Applicable Hair-Cut:**

The applicable minimum haircut of the collateral is 5%, irrespective of counterparty and/or underlying collateral.

### **E. Disclosure**

The details of repo transactions of the Schemes in corporate debt securities, including details of counterparties, amount involved and percentage of the net asset value shall be disclosed to investors in the half yearly portfolio statements.

### **Investment Process and Recording of Investment Decisions**

The AMC through its various policies and procedures defines prudential and concentration limits to de-risk the portfolio. The investment management team is allowed full discretion to make sale and purchase decisions within the limits established. The responsibility for the investment decisions is with the portfolio managers and the CEO of the AMC does not have any role in the day to day decision making process. All the decisions will be recorded along with their justifications. The AMC and Trustee will review the performance of the scheme in their Board meetings. The performance would be compared with the performance of the benchmark index and with peer group in the industry.

### **Investments by the Schemes of the AMC and other AMC**

The Scheme may, in line with its investment objectives, invest in another Scheme under the management of AMC or of any other Asset Management Company. The aggregate Interscheme investment by LIC MF under all its Schemes, other than fund of fund schemes, taken together, in another Scheme managed by AMC or in any other Scheme of any other Mutual Fund, shall not be more than 5% of the net asset value of the Fund. No fee shall be charged by the AMC on any investment in another Scheme under the management of AMC or of any other Asset Management Company.

### **Investments in the Scheme by the AMC, Sponsor, or their affiliates in the Scheme**

The AMC, Sponsor, Trustee and their associates or affiliates may invest in the scheme during the New Fund Offer Period or through Stock Exchange subject to the SEBI Regulations & circulars issued by SEBI and to the extent permitted by its Board of Directors from time to time. As per the existing SEBI Regulations, the AMC will not charge investment management and advisory fee on the investment made by it in the scheme.

### **Investment of Subscription Money**

The AMC shall commence investment out of the NFO proceeds received in accordance with the investment objectives of the Scheme only on or after the closure of the NFO period.

## **E. WHAT ARE THE INVESTMENT STRATEGIES?**

### **Approach to investment in debt:**

The investment in debt securities will usually be in instruments, which have been assigned as investment grade ratings by a recognized credit rating agency. In case a debt instrument is not rated, prior approval of Board of directors will be obtained for such investments. The Maturity profile of debt instruments will be selected in line with the outlook for the market. The investment strategy would emphasize investments in securities that give consistent returns at low levels of risks. If the Scheme decides to invest in Securitised Debt and or Asset backed securities it is the intention of the investment manager that such investments will not normally exceed 30% of the corpus of the Scheme.

### **Trading in derivatives:**

The Scheme may use derivatives with respect to debt in accordance with SEBI regulations in an attempt to protect the portfolio values and unit holder interest. The AMC in appropriate circumstances may use futures, options and other derivatives subject to applicable regulations and counter party risk assessment as and when they become permissible in the Indian markets subject to necessary authorization. In addition, subject to applicable regulations and counter party risk assessment the scheme may also borrow or lend stock. The value of the derivative contracts outstanding will be limited to 20% of the net assets of the Scheme.

### **Debt Market Derivatives:**

The deregulation of interest rates has resulted in presenting an assortment of risks to market participants. To



provide an effective hedge against interest rate risks on account of lending or borrowings made at fixed/variable rates of interest, RBI has allowed the use of such instruments as the **Interest Rate swaps (IRS)** and Forward Rate Agreements (FRAs).

**IRS:** An IRS is an off balance sheet contract between two counterparties to exchange a stream of payments on specified dates based on a notional principal.

Presently the most common form of IRS in the domestic market is the Overnight Index Swap (OIS), wherein a fixed rate is exchanged with the floating leg linked to the MIBOR (Mumbai Interbank offered rate/ the call money rate). The tenure of the OIS ranges from 2 to 365 days.

E.g.: The scheme may park its funds in the call money market from time to time. The scheme thus becomes a lender in the market. Say Y - a corporate is a borrower in the call money market. Suppose the Fund manager of the scheme has a view that overnight rates may fall, while Y expects volatility and is looking to hedge or lock in to a fixed rate. Now the scheme is a fixed rate receiver and Y is the floating rate receiver. Consider a 3 day OIS at 8.25% for a notional principal of Rs. 1 Crore between the two.

Now the scheme would receive a fixed rate from Y on the notional principal of Rs. 1 Crore @ 8.25% for 3 days = Rs. 6780/-. The scheme in turn would have to pay Y the floating rate of interest on the same principal of Rs. 1 Crore which is calculated as follows:

DAY (%)	MIBOR	PRINCIPAL (Rs.)	INTEREST (Rs.)	AMOUNT (Rs.)
1	8.00	10000000	2192	10002192
2	8.25	10002192	2261	10004453
3	7.75	10004453	2124	10006577
<b>TOTAL</b>			<b>6577</b>	

As shown in the table the scheme will be required to pay Y a sum of Rs. 6577/-. Instead of exchanging the gross amounts Y will pay the scheme the difference amount i.e. 6780-6577= Rs. 203. Thus at the end of the swap the scheme has earned a fixed rate while Y has been able to fix the cost of its funds irrespective of the movements in the market.

**FRA (forward rate agreement):** A FRA is a cash settled agreement where 2 parties (the buyer and the seller) agree to exchange interest payments for a notional principal amount for a specified period on a settlement date. A FRA is quoted by the forward month in which it matures, for e.g. A 3x6 FRA is a contract maturing 6 months from now and starting 3 months from now.

E.g.: Suppose the scheme has exposure to 91 day T Bills and the Fund manager takes a view that the yields are going to fall, then using FRAs he can lock into the available rates. Assume that on the last day of a given month the spot 91 day T Bill rate is 9.50% and the 3x6 FRA is quoted at 9.40%/9.60%. Assuming a notional principal of 10 Crore the scheme now receives fixed 9.40% (and pays the 91 day T bill rate 3 months from now) on the 3x6 FRA for a notional principal of RS. 10 crore. On the settlement date the scheme receives the fixed rate from the swap market maker and pays the floating rate. Assuming the fund manager's view is correct and the 91day T-Bill cut off, 3 months from now is 9.25% then the scheme receives - Rs.2343562 and pays Rs.2306164. The difference Rs.37397 is to be discounted to settlement at a mutually negotiated rate based on the credit of the counterparty.

Assuming a discounted rate of 10% the actual cash settlement =  $37397 / (1 + 10\%)^{91/365}$  = Rs. 36488/-.

**RISKS:**

Though these instruments are effective in removal of the interest rate risk they are still subject to

1. Counterparty risks i.e. default or delay in payment settlement, as well as

2. Market risks i.e. liquidity risk which is the ease with which a swap can be unwound or reversed, basis risk which is the risk of asset liability mismatch and price risk resulting from unexpected changes in the market value of the swap.

### **Risk control**

The overall portfolio structuring will be aimed at controlling risk at a low level. Both very aggressive and very defensive postures would be avoided under normal market conditions. The risk would also be minimized through broad diversification of portfolio within the framework of the investment objectives of the scheme.

### **Interest Rate Future (IRF)**

IRF means a standardized interest rate derivative contract traded on a recognized stock exchange to buy or sell a notional security or any other interest bearing instrument or an index of such instruments or interest rates at a specified future date, at a price determined at the time of the contract.

Currently, the underlying security for IRF would be Government Securities, or as specified by the respective stock exchanges from time to time.

Currently, exchange traded Interest Rate Futures traded on exchange are standardized contracts based on 5 to 15 years Government of India Securities. IRF contracts are cash settled.

IRFs gives an opportunity in the fixed income market to hedge interest rate risk or rebalance the portfolio by using them. By locking into a price, the IRF contract can help to eliminate the interest rate risk. Thus, in order to protect against a fall in the value of the portfolio due to falling bond prices, one can take short position in IRF contracts.

#### **Risk Factors of Interest Rate Futures**

- **Credit Risk:** This is the risk of defaults by the counterparty. This is usually negligible, as there is no exchange of principal amounts in a derivative transaction.
- **Market Risk:** Market movements may adversely affect the pricing and settlement of derivatives.
- **Liquidity Risk:** The risk that a derivative cannot be sold or purchased quickly enough at a fair price, due to lack of liquidity in the market.

#### **Example:**

Date: January 01, 2019

Spot price of the Government Security: Rs. 109.73

Price of IRF - January contract: Rs. 109.80

On January 01, 2019, Fund buys 1000 units of the Government security from the spot market at Rs. 109.73. Subsequently, it is anticipated that the interest rate will rise in the near future. Therefore, to hedge the exposure in underlying Government security, Fund sells January 2019 Interest Rate Futures contracts at Rs. 109.80.

On January 16, 2019 due to increase in interest rate:

Spot price of the Government Security: Rs. 108.34

Futures Price of IRF Contract: Rs. 108.30

Loss in underlying market will be  $(108.34 - 109.73) * 1000 = (Rs. 1,390)$

Profit in the Futures market will be  $(109.80 - 108.30) * 1000 = Rs. 1,500$

Please note that the above example is given for illustration purposes only and the actual returns may vary depending on the terms of contract and the market conditions.

### **Investment by LIC MF Savings Fund in Other Schemes Managed By the AMC:**

LIC MF Savings Fund may invest its funds with other schemes managed by LIC MF AMC subject to regulations 44 (1) of the SEBI Regulations 1996 and the AMC shall not charge any investment management fee for such investments.

### **PORTFOLIO TURNOVER:**

Generally, the AMC's Fund management encourages a low portfolio turnover rate. A high portfolio turnover may result in an increase in transaction, brokerage costs. However, a high portfolio turnover may also be representative of the arising trading opportunities to enhance the total return of the portfolio.

## **F. FUNDAMENTAL ATTRIBUTES**

Following are the Fundamental Attributes of the Scheme, in terms of Regulation 18 (15A) of the SEBI (MF) Regulations:

### **(i) TYPE OF SCHEME**

An open ended low duration debt scheme investing in instruments with Macaulay duration of the portfolio is between 6 months and 12 months (Please refer Page No.27)

### **(ii) INVESTMENT OBJECTIVE**

**Main Objective:** The investment objective of the Scheme is to generate income by investing in a portfolio of quality short term debt securities. However, there is no assurance that the investment objective of the Scheme will be realized.

**Investment Pattern:** The indicative portfolio break-up with minimum and maximum asset allocation is detailed in the section "**HOW WILL THE SCHEME ALLOCATE ITS ASSETS?**". The fund manager reserves the right to alter the asset allocation for a short-term period on defensive considerations.

### **(iii) TERMS OF ISSUE**

#### **LIQUIDITY PROVISIONS SUCH AS LISTING, REPURCHASE / REDEMPTION:**

The Scheme offers Units for subscription and redemption at NAV based prices on all Business Days on an ongoing basis, commencing not later than five business days from the date of allotment. Under normal circumstances the AMC shall dispatch the Redemption proceeds within 10 Business Days from date of receipt of request of valid redemption request of Unit holder.

- Listing – The Units of the scheme is not listed on any Stock Exchange. However an option is provided to hold units either in physical or demat form at NSE Platform. Accordingly the subscriber shall receive the allotment of units in their demat account provided by them in the application form, if he opts to held units in demat form.

**Aggregate fees and expenses charged to the scheme:** The aggregate fees and expenses charged to the Scheme will be in line with the limits defined in the SEBI (MF) Regulations as amended from time to time. The aggregate fee and expenses to be charged to the Scheme is detailed in Section IV of this document.

**Any safety net or guarantee provided:**

The Scheme does not provide any safety net or guarantee, nor does it provide any assurance regarding the realization of the investment objective of the scheme or in respect of declaration of dividend.

**Changes in Fundamental Attributes -**

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations, the Trustees shall ensure that no change in the fundamental attributes of the Scheme(s) and the Plan(s)/ Option(s) thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme(s) and the Plan(s) / Option(s) there under and affect the interests of Unitholders is carried out unless:

- A written communication about the proposed change is sent to each Unitholder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated; and
- The Unitholders are given an option for a period of 30 days to exit at the prevailing Net Asset Value without any exit load.

**Creation of Segregated Portfolio:**

The term 'segregated portfolio' shall mean a portfolio comprising of debt or money market instrument affected by a credit event, that has been segregated in a mutual fund Scheme and the term 'main portfolio' shall mean the scheme portfolio excluding the segregated portfolio. The term 'total portfolio' shall mean the scheme portfolio including the securities affected by the credit event.

Creation of segregated portfolio shall be subject to guidelines specified by SEBI from time to time and in terms of SEBI Circular Ref No. SEBI/HO/IMD/DF2/CIR/P/2018/160 dated December 28, 2018 and SEBI/HO/IMD/DF2/CIR/P/2019/127 dated November 07, 2019 which includes the following:

1. Segregated portfolio may be created, in case of a credit event at issuer level i.e. downgrade in credit rating by SEBI registered Credit Rating Agency (**CRA**), as under:
  - a. Downgrade of a debt or money market instrument to 'below investment grade', or
  - b. Subsequent downgrades of the said instruments from 'below investment grade', or
  - c. Similar such downgrades of a loan rating
2. In case of difference in rating by multiple CRAs, the most conservative rating shall be considered. Creation of segregated portfolio shall be based on issuer level credit events as mentioned above and implemented at the ISIN level.
3. Creation of segregated portfolio is optional and at the discretion of the LIC Mutual Fund Asset Management Ltd. ('AMC').

**Process for Creation of Segregated Portfolio**

1. Once the AMC decides on creation of segregated portfolio on the day of credit event, it shall follow the process laid down below:
  - a) AMC will seek approval of Trustees prior to creation of the segregated portfolio.
  - b) AMC will immediately issue a press release disclosing its intention to segregate such debt and money market instrument and its impact on the investors. LIC Mutual Fund will also disclose that the segregation shall be subject to approval of Trustee. Additionally, the said press release will be prominently disclosed on the website of the AMC.
  - c) AMC will ensure that till the time the Trustee approval is received, which in no case shall exceed 1 (one) business day from the day of credit event, the subscription and redemption in the scheme shall be suspended for processing with respect to creation of units and payment on redemptions.

2. Upon receipt of approval from Trustee:
  - a) Segregated portfolio will be effective from the day of credit event.
  - b) AMC shall issue a press release immediately with all relevant information pertaining to the segregated portfolio. The said information shall also be submitted to SEBI.
  - c) An e-mail or SMS will be sent to all unit holders of the concerned scheme(s).
  - d) The NAV of both segregated and main portfolio will be disclosed from the day of the credit event.
  - e) All existing investors in the scheme as on the day of the credit event will be allotted equal number of units in the segregated portfolio as held in the main portfolio.
  - f) No redemption and subscription will be allowed in the segregated portfolio. However, upon recovery of any money from segregated portfolio, it shall be immediately distributed to the investors in proportion to their holding in the segregated portfolio.
  - g) In order to facilitate exit to unit holders in segregated portfolio, AMC will enable listing of units of segregated portfolio on the recognized stock exchange within 10 working days of creation of segregated portfolio and also enable transfer of such units on receipt of transfer requests.
  - h) All subscription and redemption requests for which NAV of the day of credit event or subsequent day is applicable will be processed as per the existing SEBI circular on applicability of NAV as under:  
Upon trustees' approval to create a segregated portfolio -
    - Investors redeeming their units will get redemption proceeds based on the NAV of main portfolio and will continue to hold the units of segregated portfolio.
    - Investors subscribing to the scheme will be allotted units only in the main portfolio based on its NAV.
 After creation of segregated portfolio, investors redeeming their units will get redemption proceeds based on the NAV of main portfolio and will continue to hold the units of segregated portfolio. Further investors subscribing to the scheme will be allotted units only in the main portfolio based on its NAV.
3. If the Trustees do not approve the proposal to segregate portfolio, AMC will issue a press release immediately informing investors of the same and subscription and redemption applications will be processed based on the NAV of total portfolio.
4. Notwithstanding the decision to segregate the debt and money market instrument, the valuation will take into account the credit event and the portfolio will be valued based on the principles of fair valuation (i.e. realizable value of the assets) in terms of the relevant provisions of SEBI (Mutual Funds) Regulations, 1996 and Circular(s) issued thereunder.

**Disclosure requirements:**

In order to enable the existing as well as the prospective investors to take informed decision, the following shall be adhered to as mandated by SEBI:

- a) A statement of holding indicating the units held by the investors in the segregated portfolio along with the NAV of both segregated portfolio and main portfolio as on the day of the credit event will be communicated to the investors within 5 working days of creation of the segregated portfolio.
- b) Adequate disclosure of the segregated portfolio will appear in all scheme related documents, in monthly and half-yearly portfolio disclosures and in the annual report of the mutual fund and the scheme.
- c) The Net Asset Value (NAV) of the segregated portfolio will be declared on daily basis.
- d) The information regarding number of segregated portfolios created in a scheme will appear prominently under the name of the scheme at all relevant places such as SID, KIM-cum-Application Form, advertisement, AMC and AMFI websites, etc.
- e) The scheme performance required to be disclosed at various places will include the impact of creation of segregated portfolio. The scheme performance should clearly reflect the fall in NAV to the extent of the portfolio segregated due to the credit event and the said fall in NAV along with recovery(ies), if any, will be disclosed as a footnote to the scheme performance.

- f) The disclosures at point (d) and (e) above regarding the segregated portfolio will be carried out for a period of at least 3 years after the investments in segregated portfolio are fully recovered/ written-off.
- g) The investors of the segregated portfolio will be duly informed of the recovery proceedings of the investments of the segregated portfolio. Status update may be provided to the investors at the time of recovery and also at the time of writing-off of the segregated securities.

#### **TER for the Segregated Portfolio**

- a) AMC will not charge investment and advisory fees on the segregated portfolio. However, TER (excluding the investment and advisory fees) can be charged, on a pro-rata basis only upon recovery of the investments in segregated portfolio.
- b) The TER so levied shall not exceed the simple average of such expenses (excluding the investment and advisory fees) charged on daily basis on the main portfolio (in % terms) during the period for which the segregated portfolio was in existence. In addition to the TER mentioned above, the legal charges related to recovery of the investments of the segregated portfolio may be charged to the segregated portfolio as mentioned below:
  - The legal charges related to recovery of the investments of the segregated portfolio may be charged to the segregated portfolio in proportion to the amount of recovery. However, the same shall be within the maximum TER limit as applicable to the main portfolio. The legal charges in excess of the TER limits, if any, shall be borne by the AMC.
  - The costs related to segregated portfolio will not be charged to the main portfolio.

#### **Monitoring by Trustees**

In order to ensure timely recovery of investments of the segregated portfolio, the Trustee would continuously monitor the progress and take suitable action as mentioned in the SEBI Circular. The trustees shall monitor the compliance of SEBI Circulars and guidelines issued from time to time and disclose in the half-yearly trustee reports filed with SEBI, the compliance in respect of every segregated portfolio created.

In order to avoid mis-use of segregated portfolio, Trustees have put a mechanism in place to negatively impact the performance incentives of Fund Managers, Chief Investment Officers (CIOs), etc. involved in the investment process of securities under the segregated portfolio, mirroring the existing mechanism for performance incentives of the AMC, including claw back of such amount to the segregated portfolio of the scheme.

#### **Risks associated with segregated portfolio**

- a) Investor holding units of segregated portfolio may not be able to liquidate their holding till the time recovery of money from the issuer.
- b) Security of segregated portfolio may not realize any value.
- c) Listing of units of segregated portfolio in recognized stock exchange does not necessarily guarantee their liquidity. There may not be active trading of units in the stock market. Further trading price of units on the stock market may be significantly lower than the prevailing NAV.

In addition to the above requirements, SEBI vide its circular no. SEBI/HO/IMD/DF2/CIR/P/2019/127 dated November 07, 2019 in partial modification to SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2018/160 dated December 28, 2018 has allowed creation of segregated portfolio of unrated debt or money market instruments by mutual fund schemes of an issuer that does not have any outstanding rated debt or money market instruments, subject to the following:

- Segregated portfolio of such unrated debt or money market instruments may be created only in case of actual default of either the interest or principal amount.
- Asset Management Companies shall inform AMFI immediately about the actual default by the issuer. Upon being informed about the default, AMFI shall immediately inform the same to all the Asset Management Companies. Pursuant to dissemination of information by AMFI about actual default by the issuer, the Asset Management Companies may segregate the portfolio of debt or money market instruments of the said issuer in terms of SEBI

circular dated December 28, 2018.

### Illustration of Segregated Portfolio

Portfolio Date 30-Sept-19

Downgrade Event Date 30-Sept-19

Downgrade Security 9.30% R Ltd from AA+ to B

Valuation Marked Down by 20%

Mr. A is holding 1000 Units of the Scheme, amounting to (1000\*44.95920) Rs. 44959.20

### Portfolio before Downgrade Event

Security	Rating	Type of the Security	Qty	Price Per Unit (Rs.)	Market Value (Rs. in Lacs)	% of Net Assets
8.96% P LTD	CRISIL AAA	NCD	2200	10,03,573	22078.61	49.11
9.02% Q FINANCE LTD	CRISIL AAA	NCD	2000	10,04,985	20099.70	44.71
S Ltd		CP	200	5,00,000	1000.00	2.22
<b>9.30 % R Ltd</b>	<b>CRISIL B*</b>	<b>NCD</b>	<b>50</b>	<b>10,06,139</b>	<b>503.07</b>	<b>1.12</b>
9.32 % T LTD		NCD	100	11,67,721	1167.72	2.60
Cash / Cash Equivalents					110.10	0.24
		Net Assets			<b>44959.20</b>	
		Unit Capital (no of units)			<b>1000.00</b>	
		NAV Rs.			<b>44.95920</b>	

\* Marked down by 20% on the date of credit event. Before mark down the security was valued at Rs. 12,57,673.75 per unit on the date of credit event i.e. on 30th Sept 2019, NCD of R Ltd (9.30%) will be segregated as separate portfolio.

### Main Portfolio as on 30<sup>th</sup> September 2019

Security	Rating	Type of the Security	Qty	Price Per Unit (Rs.)	Market Value (Rs. in Lacs)	% of Net Assets
8.96% P LTD	CRISIL AAA	NCD	2200	10,03,573	22078.61	49.66
9.02% Q FINANCE LTD	CRISIL AAA	NCD	2000	10,04,985	20099.70	45.21
S Ltd		CP	200	5,00,000	1000.00	2.25
9.32 % T LTD		NCD	100	11,67,721	1167.72	2.63
Cash / Cash Equivalents					110.10	0.25
		Net Assets			44456.13	
		Unit Capital (no of units)			1000.00	
		NAV Rs.			44.45613	

### Segregated Portfolio as on 30<sup>th</sup> September 2019

Security	Rating	Type of the Security	Qty	Price Per Unit (Rs.)	Market Value (Rs. in Lacs)	% of Net Assets
<b>9.30 % R Ltd</b>	<b>CRISIL B*</b>	<b>NCD</b>	<b>50</b>	<b>10,06,139</b>	<b>503.07</b>	<b>100</b>
		Unit Capital (no of units)			<b>1000.00</b>	
		NAV Rs.			<b>0.50307</b>	

### Value of Holding of Mr. X after creation of Segregated Portfolio

	Segregated Portfolio	Main Portfolio	Total Value Rs.
No. of Units	1000	1000	
NAV Rs.	0.50307	44.45613	
Total Value	503.07	44,456.13	44,959.20

### G. HOW WILL THE SCHEME BENCHMARK ITS PERFORMANCE?

The Scheme being an open ended Income scheme, it will broadly track the CRISIL Low Duration Debt Index based on the specified asset allocation pattern herein.

Performance of the Scheme vis-à-vis the Benchmark and peers will be periodically discussed and reviewed by the Investment Committee of the AMC and Board of Directors of the AMC and Trustee Company in their respective meetings.

The Trustee reserves the right to change the benchmark for the evaluation of the performance of the Scheme from time to time, keeping in mind the investment objective of the Scheme and the appropriateness of the benchmark, subject to the Regulations and other prevalent guidelines.

### H. WHO MANAGES THE SCHEME?

The following are the details of the fund managers within the AMC who will manage the investments of the Schemes under the supervision of the Chief Investment Officer (CIO) – Fixed Income :-

Name	Qualification	Experience	Other Schemes managed
Mr. Rahul Singh (38 years) (Managing this scheme from 07.09.2015)	Bsc. Economics Hons., PGDM (MBA) – IIM Ahmedabad	<ul style="list-style-type: none"><li>• Fund Manager, Debt - LIC Mutual Fund (w.e.f. 07/09/2015)</li><li>• Dealer - Fixed Income - BOI AXA Investment Managers (August 2009 – August 2015)</li><li>• Credit Analyst – ING Investment Management (May 2008 – August 2009)</li><li>• Internship – Standard Chartered Bank (April 2007 – May 2007)</li><li>• Research Analyst – Ashika Capital (Jan 2004 to April 2006)</li></ul>	<ul style="list-style-type: none"><li>• LIC MF Liquid Fund</li><li>• LIC MF Overnight Fund</li><li>• LIC MF Ultra Short Term Fund</li></ul>



## I. WHAT ARE THE INVESTMENT RESTRICTIONS?

As per the Trust Deed read with the SEBI (MF) Regulations, the following investment restrictions apply in respect of the Schemes at the time of making investments. However, all investments by the Schemes will be made in accordance with the investment objective, asset allocation and where will the schemes invest, described earlier, as well as the SEBI (MF) Regulations, including schedule VII thereof, as amended from time to time.

1) The scheme shall not invest more than 10% of its NAV in debt instruments comprising money market instruments and non-money market instruments issued by a single issuer which are rated not below investment grade by a credit rating agency authorized to carry out such activity under the SEBI Act. Such investment limit may be extended to 12% of the NAV of the scheme with the prior approval of the Boards of the Trustee Company and the asset management company;

Provided that such limit shall not be applicable for investment in Government Securities, treasury bills and Tri-Party Repo;

Provided further that investment within such limit can be made in mortgaged backed securitized debt which are rated not below investment grade by a credit rating agency registered with SEBI.

2) Investment in unrated debt and money market instruments, other than government securities, treasury bills, derivative products such as Interest Rate Swaps (IRS), Interest Rate Futures (IRF), etc. by mutual fund schemes shall be subject to the following:

- Investments should only be made in such instruments, including bills re-discounting, usance bills, etc., that are generally not rated and for which separate investment norms or limits are not provided in SEBI (Mutual Fund) Regulations, 1996 and various circulars issued thereunder.
- Exposure of mutual fund schemes in such instruments, shall not exceed 5% of the net assets of the schemes.
- All such investments shall be made with the prior approval of the Board of AMC and the Board of trustees.

Investment in debt instruments having Structured Obligations / Credit Enhancements

The investment of mutual fund schemes in the following instruments shall not exceed 10% of the debt portfolio of the schemes and the group exposure in such instruments shall not exceed 5% of the debt portfolio of the schemes:

- Unsupported rating of debt instruments (i.e. without factoring-in credit enhancements) is below investment grade and
- Supported rating of debt instruments (i.e. after factoring-in credit enhancement) is above investment grade.

Investment in debt instruments, having credit enhancements backed by equity shares directly or indirectly, shall have a minimum cover of 4 times considering the market value of such shares.

3) Total exposure of debt schemes of mutual funds in a particular sector (excluding investments in Bank CDs, Triparty Repo, G-Secs, T-Bills, short term deposits of scheduled commercial banks and AAA rated securities issued by Public Financial Institutions and Public Sector Banks) shall not exceed 20% of the net assets of the scheme;

Provided that an additional exposure to financial services sector (over and above the limit of 20%) not exceeding 10% of the net assets of the scheme shall be allowed only by way of increase in exposure to Housing Finance Companies (HFCs);

Provided further that the additional exposure to such securities issued by HFCs are rated AA and above and these HFCs are registered with National Housing Bank (NHB) and the total investment/ exposure in HFCs shall not exceed 20% of the net assets of the scheme. An additional exposure of 5% of the net assets of the scheme has been allowed for investments in securitized debt instruments based on retail housing loan portfolio and/or affordable housing loan portfolio.

4) Total exposure of debt schemes of mutual funds in a group (excluding investments in securities issued by Public Sector Units, Public Financial Institutions and Public Sector Banks) shall not exceed 20% of the net assets of the scheme. Such investment limit may be extended to 25% of the net assets of the scheme with the prior approval of the Board of Trustees.

5) The investments by debt mutual fund schemes in debt and money market instruments of group companies of both the sponsor and the asset management company shall not exceed 10% of the net assets of the scheme. Such investment limit may be extended to 15% of the net assets of the scheme with the prior approval of the Board of Trustees.

For the purpose of above restrictions, a group means a group as defined under regulation 2 (mm) of SEBI (Mutual Funds) Regulations, 1996 (Regulations) and shall include an entity, its subsidiaries, fellow subsidiaries, its holding company and its associates.

6) Transfer of investments from one Scheme to another Scheme in the Mutual Fund shall be allowed only if: such transfer is done at the prevailing market price for quoted instruments on spot basis (spot basis shall have the same meaning as specified by a stock exchange for spot transactions); the securities so transferred shall be in conformity with the investment objective of the Scheme to which such transfer has been made.

7) The Schemes may invest in another scheme (except fund of funds Schemes) under the ASSET MANAGEMENT or any other mutual fund without charging any fees, provided that the 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. No investment management fees shall be charged for investing in other schemes of the fund or in the schemes of any other Mutual Fund.

8) The Mutual Fund shall get the securities purchased/transferred in the name of the Mutual Fund on account of the Schemes, wherever the instruments are intended to be of a long term nature.

9) Pending deployment of funds of the Schemes in terms of the investment objective of the Schemes, the Mutual Fund may invest them in short term deposits of scheduled commercial banks, in terms of SEBI circular no. SEBI/IMD/CIR No. 1/91171/07 dated April 16, 2007, subject to the following conditions:

- a) "Short Term" for parking of funds shall be treated as a period not exceeding 91 days.
- b) Such short-term deposits shall be held in the name of the Scheme.
- c) The Schemes shall not park more than 15% of their 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.
- d) The Schemes shall not park more than 10% of their net assets in short term deposit(s) with any one scheduled commercial bank including its subsidiaries.
- e) The Trustee shall ensure that the funds of the Schemes are not parked in the short term deposits of a bank which has invested in the Schemes.

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

10) The AMC will not charge any investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks.

11) No Scheme shall make any investment in:

- a) any unlisted security of any associate or group company of the Sponsors; or
- b) any security issued by way of private placement by an associate or group company of the Sponsors; or
- c) the listed securities of group companies of the Sponsors, which is in excess of 25% of the net assets.

12) The Schemes shall not make any investment in any fund of funds scheme.

13) No term loans for any purpose may be advanced by the Mutual Fund and the Mutual Fund shall not borrow except to meet temporary liquidity needs of the Schemes for the purpose of repurchase, redemption of Units or payment of interest or dividends to Unit Holders, provided that the Mutual Fund shall not borrow more than 20% of the net assets of each of the Schemes and the duration of such borrowing shall not exceed a period of six months.

14) The Scheme will comply with following exposure limits while participating in repo in corporate debt securities or such other limits as may be prescribed by SEBI from time to time:

- The gross exposure to repo transactions in corporate debt securities shall not be more than 10% of the net assets of the scheme. Further the amount lent to counter-party under repo transaction in corporate debt securities will be included in single issuer debt instrument limit.
- The cumulative gross exposure through repo transactions in corporate debt securities along with debt shall not exceed 100% of the net assets of the Scheme.
- In case the Scheme borrows under repo in corporate debt securities, then such borrowing together with any other borrowings shall not exceed 20% of the net asset of that Scheme and tenor of borrowing shall not exceed six months.

15) If any company invests more than 5 percent of the NAV of any of the Schemes, investment made by that or any other Scheme of the Mutual Fund in that company or its subsidiaries will be disclosed in accordance with the SEBI (MF) Regulations.

16) The cumulative gross exposure through debt and derivatives position shall not exceed 100% of the net assets of the respective scheme. However, the following shall not be considered while calculating the gross exposure:

- a) Security-wise hedged position and
- b) Exposure in cash or cash equivalents with residual maturity of less than 91 days.

17) The Schemes will comply with any other Regulations applicable to the investment of mutual funds from time to time.

18) Aggregate value of "illiquid securities" shall not exceed 15% of the total assets of the scheme.

19) A mutual fund scheme shall not invest in unlisted debt instruments including commercial papers, except Government Securities and other money market instruments.

Provided that Mutual Fund Schemes may invest in unlisted nonconvertible debentures up to a maximum of 10% of the debt portfolio of the scheme subject to such conditions as may be specified by SEBI from time to time:

Provided further that the norms for investments by mutual fund schemes in unrated debt instruments shall be specified by SEBI from time to time.

These investment limitations/parameters as expressed (linked to the Net Asset/Net Asset Value/capital) shall, in the ordinary course, apply as at the date of the most recent transaction or commitment to invest, and changes do not have to be effected merely because, owing to appreciation or depreciation in value or by reason of the receipt of any rights, bonuses or benefits in the nature of capital or of any Scheme of arrangement or for amalgamation, reconstruction or exchange, or at any repayment or redemption or other reason outside the control of the Mutual Fund, any such limits would thereby be breached. If these limits are exceeded for reasons beyond its control, the ASSET MANAGEMENT shall adopt as a priority objective the remedying of that situation, taking due account of the interests of the Unit Holders.

The Trustee /ASSET MANAGEMENT may alter the above stated limitations from time to time, and also to the extent the SEBI (MF) Regulations change, so as to permit the Schemes to make their investments in the full spectrum of permitted investments in order to achieve their investment objective.

All the investment restrictions shall be applicable at the time of making investments

## J. HOW HAS THE SCHEME PERFORMED?

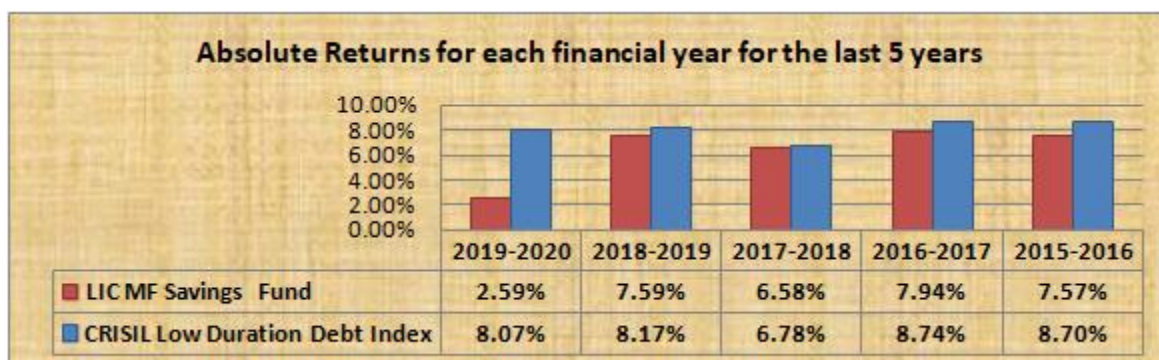
### Regular Plan- Growth Option

Compounded Annualized Returns	Scheme Returns (%)^	Benchmark Returns (%) CRISIL Low Duration Debt Index	Additional Benchmark Returns (%) CRISIL 1 Yr T-Bill Index
Returns for the last 1 year	3.61	8.22	8.03
Returns for the last 3 years	5.67	7.87	7.24
Returns for the last 5 years	6.50	8.12	7.21
Returns since inception	6.62	7.39	6.15

^Past performance may or may not be sustained in the future.

Returns are as on 29/05/2020

### Absolute Returns for each financial year for the last 5 years



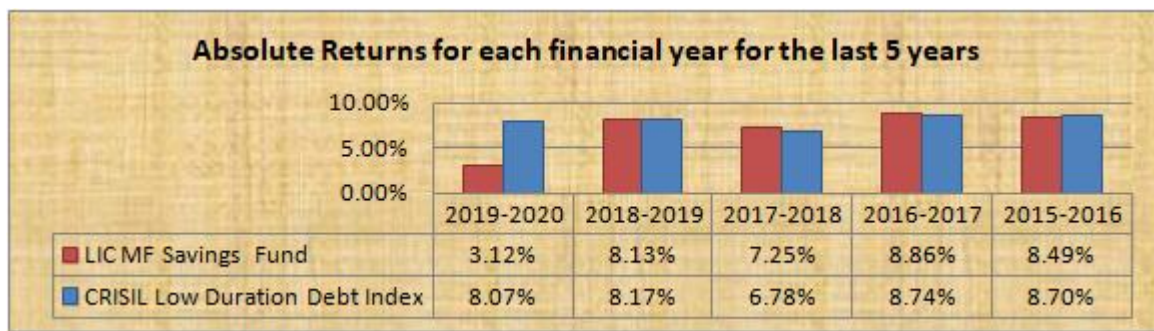
**Direct Plan- Growth Option**

Compounded Annualized Returns	Scheme Returns (%) ^	Benchmark Returns (%) CRISIL Low Duration Debt Index	Additional Benchmark Returns (%) CRISIL 1 Yr T-Bill Index
Returns for the last 1 year	4.14	8.22	8.03
Returns for the last 3 years	6.24	7.87	7.24
Returns for the last 5 years	7.21	8.12	7.21
Returns since inception	7.82	8.55	7.28

^Past performance may or may not be sustained in the future.

Returns are as on 29/05/2020

**Absolute Returns for each financial year for last 5 years**



^Past performance may or may not be sustained in the future.

**RETURNS GREATER THAN ONE YEAR ARE COMPOUNDED ANNUALIZED (CAGR).**

The performance of the scheme is benchmarked to the Total Return variant of the Index.

## K. COMPARISON BETWEEN THE SCHEME(S)

Scheme Name	Investment Objectives	Asset Allocation Pattern	AUM as on 31/05/2020 (Rs. in Crs)		No. of Folios as on 31/05/2020	
			Direct	Regular	Direct	Regular
<b>LIC MF Multi Cap Fund</b>	<p><b>Investment Objective:</b> The main investment objective of the scheme is to provide capital growth by investing mainly in equities. The investment portfolio of the scheme will be constantly monitored and reviewed to optimise capital growth. However, there is no assurance that the investment objective of the Schemes will be realized.</p>	<ul style="list-style-type: none"> <li>Equity and equity related instruments - 65%-100% - Medium to High</li> <li>Debt and debt related instruments, G-Secs, Money market instruments and cash - 0%-35%- Low to Medium</li> </ul>	15.53	241.85	1,469	81,362
<b>LIC MF Bond Fund</b>	<p><b>Investment Objective:</b> LIC MF Bond Fund is an open-ended debt Scheme which will endeavor to generate attractive returns for its investors by investing in a portfolio is between 4 years and 7 years (Please refer to the Scheme Information Document (SID) Page No.35 on which the concept of Macaulay's duration has been explained.). However, there is no assurance that the investment objective of the Schemes will be realized.</p>	<ul style="list-style-type: none"> <li>Debt - 60% -100% - Low to Medium</li> <li>Money Market - 0%-40% - Low</li> <li>Units issued by REITs &amp; InvIT - 0%-10% - Medium to High</li> </ul>	35.18	143.62	266	4,646
<b>LIC MF Large Cap Fund</b>	<p><b>Investment Objective:</b> To achieve long term capital appreciation by investing in a diversified portfolio predominantly consisting of equity and equity related securities of Large Cap companies including derivatives. However, there can be no assurance that the investment objective of the Scheme will be achieved.</p>	<ul style="list-style-type: none"> <li>Equity and equity - 80%-100%- Medium to High</li> <li>Debt and debt related instruments, G-Secs, Money market instruments and cash - 0%-20% -Low to Medium</li> </ul>	63.59	245.73	3,488	42,037

<b>LIC MF Infrastructure Fund</b>	<b>Investment Objective:</b> The investment objective of the scheme is to generate long-term growth from a portfolio of equity / equity related instruments of companies engaged either directly or indirectly in the infrastructure sector. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>• Equity and equity related instruments of companies engaged either directly or indirectly in the infrastructure sector – 80% -100%- Medium to High</li> <li>• Debt and Money Market - 0% - 20% - Low to Medium</li> </ul>	2.83	38.85	637	12,957
<b>LIC MF Index Fund - Nifty Plan</b>	<b>Investment Objective:</b> The main investment objective of the fund is to generate returns commensurate with the performance of the index based on the plans by investing in the respective index stocks subject to tracking errors. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>• Equity / Equity Futures (in Nifty 50) - 95%-100% - High</li> <li>• Money Market Instruments and Cash -0% - 5% - Low</li> </ul>	8.98	13.44	783	2,245
<b>LIC MF Index Fund - Sensex Plan</b>	<b>Investment Objective:</b> The main investment objective of the fund is to generate returns commensurate with the performance of the index Sensex based on the plans by investing in the respective index stocks subject to tracking errors. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>• Equity / Equity Futures (in Sensex) - 95%-100% - High</li> <li>• Money Market Instruments and Cash – 0% - 5% - Low</li> </ul>	8.91	12.81	1,457	2,849
<b>LIC MF Equity Hybrid Fund</b>	<b>Investment Objective:</b> An open ended balanced scheme which seeks to provide regular returns and capital appreciation according to the selection of plan by investing in equities and debt. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>• Equity / Equity Related Instruments -65%-80%- Medium to High</li> <li>• Debt / Money market (Wherein Debt includes securitized debt &amp; government securities) - 20%-35% - Low to Medium</li> <li>• Units issued by REITs and InvIT - 0%-10% - Medium to High</li> </ul>	86.10	280.22	981	16,883
<b>LIC MF Tax Plan</b>	<b>Investment Objective:</b> To provide capital growth along with tax rebate and tax relief to our investors through prudent investments in the	<ul style="list-style-type: none"> <li>• Equity and equity related instruments – 80%-100% - Medium to High</li> <li>• Debt and debt related instruments, G-Secs,</li> </ul>	14.88	208.15	6,494	28,024

	stock markets. However, there is no assurance that the investment objective of the Schemes will be realized.	Money market instruments and cash – 0%-20% - Low to Medium				
<b>LIC MF Liquid Fund</b>	<b>Investment Objective:</b> An open ended scheme which seeks to generate reasonable returns with low risk and high liquidity through judicious mix of investment in money market instruments and quality debt instruments. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>Debt and Money Market Securities with maturity of upto 91 days only - 0% 100% - Low</li> </ul>	6,115.98	1,152.99	2,709	6,942
<b>LIC MF Government Securities Fund</b>	<b>Investment Objective:</b> The primary objective of the scheme is to generate credit risk free and reasonable returns for its investors through investments in sovereign securities issued by the central and /or state Government and /or any security unconditionally guaranteed by the central/ state government for repayment of Principal and interest and/or reverse repos in such securities as and when permitted by RBI. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>G-Sec Instruments - 80%-100% - Low to Medium</li> <li>Debt/Money Market (Debt includes securitized debt) - 0%-20% - Low to Medium</li> </ul>	12.72	42.25	661	548
<b>LIC MF Banking &amp; PSU Debt Fund</b>	<b>Investment Objective:</b> The primary investment objective of the Scheme is to seek to generate income and capital appreciation by primarily investing in a portfolio of high quality debt and money market securities that are issued by banks, public sector undertakings, public financial institutions and Municipal Bonds. There is no assurance that the investment objective of the Scheme will be realized.	<ul style="list-style-type: none"> <li>Minimum Investment in debt instruments of banks, Public sector Undertakings, Public Financial Institutions and Municipal Bonds. - 80% - 100% - Low to Medium</li> <li>Other debt and money market securities - 0%-20% - Low to Medium</li> <li>Units issued by REITs &amp; InvIT - 0%-10% - Medium to High</li> </ul>	1,043.78	388.27	2,010	17,904
<b>LIC MF Debt Hybrid Fund</b>	<b>Investment objective:</b> The investment objective of the Scheme is to generate	<ul style="list-style-type: none"> <li>Debt/Money Market – 75% -90% - Low to medium</li> </ul>	2.82	60.47	240	6,894



	regular income by investing mainly in a portfolio of quality debt securities and money market instruments. It also seeks to generate capital appreciation by investing some percentage in a mix of equity instruments. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>• Equity – 10%-25%- Medium to High</li> <li>• Units issued by REITs &amp; InvIT - 0%-10% - Medium to High</li> </ul>				
<b>LIC MF Children's Gift fund</b>	<b>Investment Objective:</b> The primary investment objective of the scheme is to seek to generate capital appreciation & provide long-term growth opportunities by investing in a portfolio constituted of equity securities & equity related securities and the secondary objective is to generate consistent returns by investing in debt and money market securities.	<ul style="list-style-type: none"> <li>• Equity &amp; Equity related instruments - 65%- 90% - High</li> <li>• Debt / Money Market - 10%-35% - Low to Medium</li> <li>• Units issued by REITs and InvIT - 0%-10% - Medium to High</li> </ul>	0.70	9.67	118	3,793
<b>LIC MF Banking &amp; Financial Services Fund</b>	<b>Investment Objective:</b> The investment objective of the scheme is to generate long-term capital appreciation for unit holders from a portfolio that is invested substantially in equity and equity related securities of companies engaged in banking and financial services sector. However, there is no assurance that the investment objective of the Schemes will be realized.	<ul style="list-style-type: none"> <li>• Equity and Equity related securities of Banking and Financial Services Companies - 80% - 100% - High</li> <li>• Debt &amp; Money market instruments. - 0%-20% - Low to Medium</li> </ul>	5.35	36.78	1,106	7,248
<b>LIC MF ULIS</b>	<b>Investment Objective:</b> The investment Objective of the LIC MF Unit Linked Insurance Scheme (LIC MF ULIS) is to generate long-term capital appreciation through growth in NAV and reinvestment of income distributed on units of the scheme. The scheme offers Tax rebate on investment u/s 80C of Income Tax Act as well as a life cover and a free accident insurance cover.	<ul style="list-style-type: none"> <li>• Equity and Equity related instruments- 65%- 80% - Medium to High</li> <li>• Debt &amp; Money Mkt – 20% - 35% - Low to Medium</li> </ul>	6.70	240.75	711	21,562

<b>LIC MF G-Sec Long Term ETF</b>	<b>Investment Objective:</b> The investment objective of the scheme is to provide returns that closely correspond to the total returns of securities as represented by Nifty 8-10 yr G-Sec, subject to tracking errors. However, there is no assurance that the investment objective of the scheme will be achieved.	<ul style="list-style-type: none"> <li>• Securities comprising of underlying benchmark Index – 95%- 100%- Low</li> <li>• Other Debt and Money market instruments – 0% - 5%- Low</li> </ul>	NA	90.33	NA	1,206
<b>LIC MF Large &amp; Midcap Fund</b>	<b>Investment Objective:</b> To generate long term capital appreciation by investing substantially in a portfolio of equity and equity linked instruments of large cap and midcap companies.	<ul style="list-style-type: none"> <li>• Equity &amp; Equity related instruments of large cap companies , Mid Cap Companies – 70%-100% - High</li> <li>• Debt &amp; Money market instruments. (including investments in securitized debt) – 0%-30% - Low to Medium</li> </ul>	109.03	478.34	5,865	66,756
<b>LIC MF ETF Nifty 50</b>	<b>Investment Objective:</b> The investment objective of the scheme is to provide returns that closely correspond to the total returns of securities as represented by NIFTY 50 Index, subject to tracking errors. However, there is no assurance that the objective of the scheme will be achieved.	<ul style="list-style-type: none"> <li>• Securities covered by the Nifty 50 – 95% - 100% - Medium to High</li> <li>• Cash and cash equivalent /Money Market instruments including Triparty Repo (with maturity not exceeding 91 days)- 0% - 5% - Low</li> </ul>	NA	439.67	NA	690
<b>LIC MF ETF Sensex</b>	<b>Investment Objective:</b> The investment objective of the scheme is to provide returns that, closely correspond to the total returns of the securities as represented by the S&P BSE SENSEX by holding S&P BSE SENSEX stocks in same proportion, subject to tracking errors. However, there is no assurance that the objective of the scheme will be achieved.	<ul style="list-style-type: none"> <li>• Securities covered by the S &amp; P BSE Sensex – 95% - 100% - Medium to High</li> <li>• Cash and cash equivalent /Money Market instruments including Triparty Repo (with maturity not exceeding 91 days)- 0% - 5% - Low</li> </ul>	A	345.69	NA	195

<b>LIC MF ETF Nifty 100</b>	<b>Investment Objective:</b> The investment objective of the scheme is to provide returns that closely correspond to the total returns of securities as represented by NIFTY 100 INDEX, subject to tracking errors. However, there is no assurance that the objective of the scheme will be achieved.	<ul style="list-style-type: none"> <li>• Securities covered by the Nifty 100 – 95% - 100% - Medium to High</li> <li>• Cash and cash equivalent /Money Market instruments including Triparty Repo (with maturity not exceeding 91 days)- 0% - 5% - Low</li> </ul>	NA	270.75	NA	573
<b>LIC MF Arbitrage Fund</b>	<b>Investment Objective:</b> The investment objective of the scheme is to generate income by taking advantage of the arbitrage opportunities that potentially exists between cash and derivative market and within the derivative segment of the equity market along with investments in debt securities & money market instruments. However, there can be no assurance that the investment objective of the scheme will be realized	<ul style="list-style-type: none"> <li>• Equities and equity related instrument, Derivatives including index futures, stock futures, index options &amp; stock options, etc. – 65% - 100% - High</li> <li>• Debt and Money market instruments (including investments in securitized debt) - 0% - 35% - Low to Medium</li> </ul>	17.15	46.77	203	677
<b>LIC MF Short Term Debt Fund</b>	<b>Investment Objective:</b> The primary investment objective of the scheme is to generate returns commensurate with risk from a portfolio constituted of Debt securities and/or Money Market instruments. However, there can be no assurance that the investment objective of the scheme will be achieved.	<ul style="list-style-type: none"> <li>• Debt &amp; Money Market Securities – 0% - 100% - Low to Medium</li> </ul>	32.47	214.14	326	2,976

<b>LIC MF Overnight Fund</b>	<b>Investment Objective:</b> The Scheme aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity, through investments made primarily in overnight securities having maturity/residual maturity of 1 business day. However, there can be no assurance that the investment objective of the scheme will be achieved. The Scheme(s) does not assure or guarantee any returns.	<ul style="list-style-type: none"> <li>Overnight securities or debt instruments maturing on or before the next business day – 0% - 100% - Low</li> </ul>	100.13	32.14	91	165
<b>LIC MF Ultra Short Term Fund</b>	<b>Investment Objective:</b> The investment objective of the scheme is to generate returns through investment in Debt & Money Market instruments such that the Macaulay duration of the portfolio is between 3 months - 6 months. However, there is no assurance or guarantee that the investment objective of the Scheme will be achieved. The scheme does not assure or guarantee any returns.	<ul style="list-style-type: none"> <li>Debt &amp; Money Market Instruments (including Triparty Repo) – 0% - 100% - Low to Medium</li> </ul>	15.47	12.71	224	195

### III. UNITS AND OFFER

This section provides details an investor needs to know for investing in the Schemes.

#### A. NFO DETAILS

The section does not apply to the Schemes covered in this SID, as the ongoing offer of the Schemes has commenced after the NFO, and the Units are available for continuous subscription and redemption.

#### B. ONGOING OFFER DETAILS

<p><b>Ongoing Offer Period</b> (This is the date from which the Scheme will reopen for subscriptions /redemptions after the closure of the NFO period.)</p>	<p>Being an open ended scheme, units will be offered at NAV based price on a business day.</p>
<p><b>Ongoing price for subscription (purchase) / switch-in (from other Schemes/Plans of the Mutual Fund) by investors.</b> This is the price you need to pay for purchase/Switch-in.</p>	<p>Units of the Scheme shall be available for subscription (purchase) /switch-in at the Applicable NAV.</p> <p>The Mutual Fund shall ensure that the Purchase Price is not higher than 107% of the NAV, provided that the difference between the Redemption Price and Purchase Price of the Unit shall not exceed the permissible limit of 7% of the Purchase Price, as provided for under SEBI (MF) Regulations.</p> <p>Note: Purchase/Switch-in is not allowed under Segregated Portfolio. However, the unit of Segregated Portfolio will be listed on the recognized Stock Exchange</p>
<p><b>Ongoing price for redemption (sale) / Switch outs (to other schemes/plans of the Mutual Fund) by Investors.</b> This is the price you will receive for redemptions / Switch outs.  Example: If the applicable NAV is INR 10, exit load is 2% then redemption price will be:  INR 10* (1-0.02)= INR 9.80</p>	<p>Units of the Scheme can be redeemed/ switched out at the Applicable NAV subject to prevailing exit load.</p> <p>The Redemption Price, however, will not be lower than 93% of the NAV subject to SEBI Regulations as amended from time to time. Similarly, the difference between the Redemption price and Sale price at any point in time shall not exceed the permitted limit as prescribed by SEBI from time to time which is presently 7% calculated on the Sale Price.</p> <p>Note: Repurchase / Redemptions including Switch-outs for Segregated Portfolio is not allowed. However, the unit of Segregated Portfolio will be listed on the recognized Stock Exchange.</p> <p><b>BANK ACCOUNT DETAILS</b></p> <p>In order to protect unit holder interest from fraudulent encashment of cheques, the current SEBI Regulations has made it mandatory for investors to mention in their application/repurchase - redemption request, the Bank Name and Account Number of the Account holders. The AMC will not be responsible for any loss arising out of fraudulent encashment of cheques and/or any delay/loss in transit. In the absence of these details, applications are liable for rejection.</p>

**Cut off timing for subscriptions/ redemptions/ switches.**

This is the time before which your application (complete in all respects) should reach the Official Points of Acceptance

**A] Purchase (including switch-in) applications for amount less than Rs. 2 lakhs**

- In respect of valid applications received upto 3.00 p.m. on a Business Day by the Fund along with a local cheque or a demand draft payable at par at the Official Point(s) of Acceptance where the application is received, the closing NAV of the day on which application is received shall be applicable.
- In respect of valid applications received after 3.00 p.m. on a Business Day by the Fund along with a local cheque or a demand draft payable at par at the Official Point(s) of Acceptance where the application is received, the closing NAV of the next Business Day shall be applicable.
- However, in respect of valid applications, with outstation cheques / demand drafts not payable at par at the Official Point(s) of Acceptance where the application is received, closing NAV of the day on which the cheque / demand draft is credited shall be applicable.

**B] Applications for amount equal to or more than Rs. 2 lakhs**

**i) For Purchases:**

- In respect of valid applications received for an amount equal to or more than Rs. 2 lakh upto 3.00 p.m. at the Official Point(s) of Acceptance and where the funds for the entire amount of subscription/purchase as per the application are credited to the bank account of the Scheme before the cut-off time i.e. available for utilization before the cut-off time - the closing NAV of the day shall be applicable.
- In respect of valid applications received for an amount equal to or more than Rs. 2 lakh after 3.00 p.m. at the Official Point(s) of Acceptance and where the funds for the entire amount of subscription/purchase as per the application are credited to the bank account of the Scheme before the cut-off time of the next Business Day i.e. available for utilization before the cut-off time of the next Business Day - the closing NAV of the next Business Day shall be applicable.
- Irrespective of the time of receipt of applications for an amount equal to or more than Rs. 2 lakh at the Official Point(s) of Acceptance, where the funds for the entire amount of subscription/purchase as per the application are credited to the bank account of the Scheme before the cut-off time on any subsequent Business Day i.e. available for utilization before the cut-off time on any subsequent Business Day - the closing NAV of such subsequent Business Day shall be applicable.

**Third Party Payment:**

When a payment is from a bank account other than that of the beneficiary investor, the same is referred to as a "Third Party Payment". It is further clarified that In case of mutual fund subscriptions, the first unit holder is considered as the beneficiary investor, even if there are joint unit holders. In case of payments from a bank account jointly held, the first holder of the mutual fund subscription has to be one of the joint holders of the bank account from which the payment is made.

Payment for investment by means of Cheque, Demand Draft or any other mode shall be accepted from the bank account of the minor or from a joint account of the minor with the guardian only

(i) Payment by Parents/Grand-Parents/Related Persons\* on behalf

of a minor in consideration of natural love and affection or as gift for a value not exceeding Rs. 50,000/- for each regular Purchase or per SIP installment. However, this restriction of Rs. 50,000/- will not be applicable for payment made by a Guardian whose name is registered in the records of Mutual Fund in that folio (i.e. father, mother or court appointed Legal Guardian

\* 'Related Person' means any person investing on behalf of a minor in consideration of natural love and affection or as a gift

, (ii). Payment by an Employer on behalf of Employee under Systematic Investment Plans through Payroll deductions or (iii). Custodian on behalf of an FII or a client. Investors submitting their applications through the above mentioned 'exceptional situations' are required to comply with the following, without which applications for subscriptions for units will be rejected /not processed/refunded.

Mandatory KYC for all investor (guardian in case of minor) and the person making the payment i.e. third party. In order for an application to be considered as valid, investors and the person making the payment should attach their valid KYC to the application form irrespective of Third Party Payment Avoidance and additional documents / declaration required amount. Along with submission of a separate 'Third Party Payment Declaration Form' from investor (guardian in case of minor) and person making the payment i.e. third party.

**ii) For Switch-ins:**

For determining the applicable NAV, the following shall be ensured:

- Application for switch-in is received before the applicable cut-off time.
- Funds for the entire amount of subscription/purchase as per the switch-in request are credited to the bank account of the Scheme before the cut-off time.
- The funds are available for utilization before the cut-off time.

Further, the Applicable NAV in respect of Unitholders under the Dividend Option will be as under:

In respect of valid purchase/switch-in applications received till 3.00 p.m. on the Business Day, the ex - dividend NAV\*\* of the day of receipt of application will be applicable and the eligible investors will be entitled for dividends declared, if any, on the next Record Date by the Trustee.

Where application is received after the cut-off time on a day, but the funds are cleared on the same day, the closing NAV of the next Business Day shall be applicable.

For investments of an amount equal to or more than Rs. 2 lakhs through systematic investment routes such as Systematic Investment Plans (SIP), Systematic Transfer Plans (STP), the units will be allotted as per the closing NAV of the day on which the funds are available for utilization by the Target Scheme.

\*\* In respect of applications for an amount equal to or more than Rs.2 lakh, the Applicable NAV shall be subject to the provisions of SEBI Circulars No.Cir/IMD/DF/21/2012 dated September 13, 2012 and No.Cir/IMD/DF/19/2010 dated November 26, 2010, as may be

	<p>amended from time to time, on uniform cut-off timings for applicability of NAV.</p> <p>All multiple applications for investment at the Unit holders' PAN and holding pattern level in a Scheme (irrespective of amount or the plan/option/sub-option) received on the same Business Day, will be aggregated to ascertain whether the total amount equals to Rs. 2 lakh or more and to determine the applicable Net Asset Value. Transactions in the name of minor received through guardian will not be aggregated with the transaction in the name of same guardian. The AMC may have additional criteria for aggregation of multiple transactions. The criteria for aggregation of multiple transactions shall be as decided by the AMC at its sole discretion from time to time.</p> <p><b>C] For Redemption (including switch-out) applications</b></p> <ul style="list-style-type: none"> <li>• In respect of valid applications received upto 3 p.m. on a Business Day by the Fund, same day's closing NAV shall be applicable.</li> <li>• In respect of valid applications received after 3 p.m. on a Business Day by the Fund, the closing NAV of the next Business Day shall be applicable.</li> </ul> <p>Under no circumstances will LIC MF AM Ltd or its bankers or its service providers be liable for any lag / delay in realization of funds and consequent pricing of units.</p> <p>In respect of valid redemptions/switch-out requests received till 3.00 p.m. during the Business Day, the ex-dividend NAV of the day of receipt of application will be applicable and the investors will be eligible to receive the dividends declared.</p> <p>Transactions through online facilities/electronic modes: The time of transaction done through various online facilities/ electronic modes offered by the AMC, for the purpose of determining the applicability of NAV, would be the time when the request for purchase/sale/switch of units is received in the servers of AMC/RTA.</p> <p>The AMC has the right to amend cut off timings subject to SEBI (MF) Regulations for the smooth and efficient functioning of the Scheme.</p> <p>Investors can submit the application forms for purchase or redemption or switch at any of the Official Points of Acceptance, details of which are mentioned at the end of this SID Investors are requested to note that an Application Form accompanied by a payment instrument issued from a bank account other than that of the Applicant /Investor will not be accepted except in certain circumstances. In case of folios which are registered in minor's name, minor redemption pay-out will be credited to the minor's bank account only.</p>
<p><b>Where can the applications for purchase/redemption Switches be submitted?</b></p>	<p>Investors can submit the application forms for purchase or redemption or switch at any of the Official Points of Acceptance, details of which are mentioned at the end of this <b>SID under the heading "List of Official Point of Acceptance of Transactions"</b>.</p> <p><b>Domestic investors -</b> Duly filled in applications forms for subscriptions (along with local</p>



	<p>cheques/DD payable at the authorized centres only)/ redemptions/switches should be submitted at the authorized collection centres.</p> <p><b>NRI's on a fully repatriable basis-</b> In case of NRIs, payment may be made by means of a Draft in Indian Rupees purchased abroad or by cheque/DD drawn on Non resident (External) /FCNR Accounts, payable at the authorized centres only. Payments may also be made through Demand drafts or other instruments permitted under the Foreign Exchange Management Act.</p> <p><b>NRI's on a non-repatriable basis-</b> NRIs can invest by cheques/DD's drawn out of Non resident (Ordinary) Accounts. Presently area offices of LIC MF and Investor service centres of RTA are collection centres for the Scheme. The AMC may at its sole discretion change its authorised centres at a later date.</p> <p>Investors are requested to note that an Application Form accompanied by a payment instrument issued from a bank account other than that of the Applicant / Investor will not be accepted except in certain circumstances. For further details, please refer paragraph "Non – acceptance of Third Party Payment Instruments for subscriptions / investments" under the section "How to Apply?" in SAI.</p> <p><b>Note:</b> The application form no. should be noted on the reverse of all cheques and bank drafts accompanying the application form</p>
<p><b>Minimum balance to be maintained and consequences of non maintenance.</b></p>	<p>Currently, there is no minimum balance requirement.</p> <p>However, the AMC / Trustee may decide to introduce minimum balance requirements later, if they so deem fit. In such case, in the event of non- maintenance of minimum balance for any particular situations, the Unit may be compulsorily redeemed.</p> <p>In case balance in the account of the Unit holder does not cover the amount of Redemption request, then the Mutual Fund is authorized to redeem all the Unit in the folio and send the Redemption proceeds to the Unit holder.</p>
<p><b>Minimum amount for purchase/redemption /switches</b></p>	<p>Application Amount (Other than fresh purchase through SIP) – Rs.5,000/- and in multiples of Rs.1 thereafter. Additional Purchase – Rs.500/- and in multiples of Rs.1/- thereafter. Redemption Amount – Rs.500/- and in multiples of Rs.1/- thereafter (except demat units). SIP Amount – 1) Monthly – Rs.1,000/- and in multiples of Rs.1/- thereafter. 2) Quarterly – Rs.3,000/- and in multiples of Rs.1/- thereafter</p> <p>In case the investor specifies the number of units and amount to be redeemed, the number of units shall be considered for redemption. In case the unit holders do not specify the number of units or amount to be redeemed, the redemption request will not be processed.</p>

	The AMC reserves the right to change the minimum amounts for various purchase/ redemption/ switch. Such changes shall only be applicable to transactions on a prospective basis.																																				
<b>Plans Available under each Scheme</b>	Regular Plan and Direct Plan (The Regular and direct plan will be having a common portfolio)																																				
<b>Treatment of applications under "Direct" / "Regular" Plans</b>	<table border="1"> <thead> <tr> <th>Scenario</th> <th>Broker Code mentioned by the investor</th> <th>Plan mentioned by the investor</th> <th>Default Plan to be captured</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Not mentioned</td> <td>Not mentioned</td> <td>Direct Plan</td> </tr> <tr> <td>2</td> <td>Not mentioned</td> <td>Direct</td> <td>Direct Plan</td> </tr> <tr> <td>3</td> <td>Not mentioned</td> <td>Regular</td> <td>Direct Plan</td> </tr> <tr> <td>4</td> <td>Mentioned</td> <td>Direct</td> <td>Direct Plan</td> </tr> <tr> <td>5</td> <td>Direct</td> <td>Not Mentioned</td> <td>Direct Plan</td> </tr> <tr> <td>6</td> <td>Direct</td> <td>Regular</td> <td>Direct Plan</td> </tr> <tr> <td>7</td> <td>Mentioned</td> <td>Regular</td> <td>Regular Plan</td> </tr> <tr> <td>8</td> <td>Mentioned</td> <td>Not Mentioned</td> <td>Regular Plan</td> </tr> </tbody> </table> <p>In cases of wrong/ invalid/ incomplete ARN codes mentioned on the application form, the application shall be processed under Regular Plan. The AMC will contact and obtain the correct ARN code within 30 calendar days of the receipt of the application form from the investor/ distributor. In case, the correct code is not received within 30 calendar days, the AMC will reprocess the transaction under Direct Plan from the date of application without any exit load.</p>	Scenario	Broker Code mentioned by the investor	Plan mentioned by the investor	Default Plan to be captured	1	Not mentioned	Not mentioned	Direct Plan	2	Not mentioned	Direct	Direct Plan	3	Not mentioned	Regular	Direct Plan	4	Mentioned	Direct	Direct Plan	5	Direct	Not Mentioned	Direct Plan	6	Direct	Regular	Direct Plan	7	Mentioned	Regular	Regular Plan	8	Mentioned	Not Mentioned	Regular Plan
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6	Direct	Regular	Direct Plan																																		
7	Mentioned	Regular	Regular Plan																																		
8	Mentioned	Not Mentioned	Regular Plan																																		
<b>Options offered</b>	<p>The Scheme offers the following Options:</p> <ul style="list-style-type: none"> <li>• Growth option</li> <li>• Dividend option</li> </ul> <p>The Dividend Options Daily/Weekly/Monthly</p> <ul style="list-style-type: none"> <li>• Dividend Reinvestment Facility</li> <li>• Dividend Pay-out Facility</li> </ul> <p>The investors should indicate the option/facility for which Subscription is made by indicating the choice in the appropriate box provided for this purpose in the application form. In case of valid application received without any choice of option/facility, the following default Option/Facility will be considered. Default option/facility:</p> <p><b>Default Option – Growth Option</b> <b>Default Option facility under Dividend Option – Reinvestment</b></p>																																				
<b>Dividend Policy</b>	Under the Dividend option, the Trustee will have the discretion to declare the dividend as per the specified frequencies, subject to availability of distributable surplus calculated in accordance with the Regulations. The actual declaration of dividend and frequency will inter-alia, depend on availability of distributable surplus calculated in accordance with SEBI (MF) Regulations and the decisions of the Trustee shall be final in this regard. There is no assurance or guarantee to the Unit holder as to the rate of																																				

	<p>dividend nor that the dividend will be paid regularly.</p> <p>The AMC/Trustee reserves the right to change the frequency of declaration of dividend or may provide for additional frequency for declaration of dividend.</p> <p><b>Dividend Distribution Procedure</b></p> <p>In accordance with SEBI circular no. SEBI/ IMD/ Cir No. 1/ 64057/06 dated April 4, 2006, the procedure for Dividend distribution would be as under:</p> <ol style="list-style-type: none"> <li>1. Quantum of the Dividend and the record date will be fixed by the Trustee. Dividend so decided shall be paid, subject to availability of distributable surplus.</li> <li>2. Within one calendar day of decision by the Trustee, the AMC shall issue notice to the public communicating the decision about the Dividend including the record date, in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the head office of the Mutual Fund is situated.</li> <li>3. Record date shall be the date, which will be considered for the purpose of determining the eligibility of Investors whose names appear on the register of Unit holder for receiving dividends. The Record Date will be 5 calendar days from the date of issue of notice.</li> <li>4. The notice will, in font size 10, bold, categorically state that pursuant to payment of the Dividend, the NAV of the Scheme would fall to the extent of payout and statutory levy (if applicable).</li> <li>5. The NAV will be adjusted to the extent of dividend distribution and statutory levy, if any, at the close of Business Hours on record date.</li> <li>6. Before the issue of such notice, no communication indicating the probable date of dividend declaration in any manner whatsoever will be issued by Mutual Fund.</li> </ol> <p>However, the requirement of giving notice shall not be applicable for Dividend options having frequency up to one month.</p>
<p><b>Who can invest?</b></p> <p>This is an indicative list and you are requested to consult your financial advisor to ascertain whether the Scheme is suitable to your risk profile</p>	<p>The following persons (i.e. an indicative list of persons) are eligible and may apply for subscription to the Units of the Scheme provided they are not prohibited by any law / Constitutive documents governing them:</p> <ol style="list-style-type: none"> <li>1. Resident adult individuals either singly or jointly (not exceeding three) or on an Anyone or Survivor basis;</li> <li>2. Karta of Hindu Undivided Family (HUF);</li> <li>3. Minor (as the first and the sole holder only) through a natural guardian (i.e. father or mother, as the case may be) or a court appointed legal guardian. There shall not be any joint holding with minor investments.</li> <li>4. Partnership Firms &amp; Limited Liability Partnerships (LLPs);</li> <li>5. Companies, Bodies Corporate, Public Sector Undertakings, Association of Persons or bodies of individuals and societies</li> </ol>

registered under the Societies Registration Act, 1860, Co-Operative Societies registered under the Co-operative Societies Act, 1912, One Person Company;

6. Banks & Financial Institutions;
7. Mutual Funds/ Alternative Investment Funds registered with SEBI;
8. Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private trusts authorised to invest in mutual fund schemes under their trust deeds;
9. Non-resident Indians (NRIs)/Persons of Indian Origin residing abroad (PIO)/ Overseas Citizen of India (OCI) on repatriation basis or on non-repatriation basis;
10. Foreign Institutional Investors (FIIs) registered with SEBI on repatriation basis;
11. Foreign Portfolio Investors (FPI) registered with SEBI on repatriation basis;
12. Army , Air Force, Navy and other paramilitary units and bodies created by such institutions;
13. Council of Scientific and Industrial Research, India;
14. Multilateral Financial Institutions/ Bilateral Development Corporation Agencies/ Bodies Corporate incorporated outside India with the permission of Government of India/ Reserve Bank of India;
15. Other Schemes of LIC Mutual Fund subject to the conditions and limits prescribed by SEBI (MF) Regulations;
16. Such other category of investors as may be decided by the AMC from time to time in conformity with the applicable laws and SEBI (MF) Regulations.

Note:

1. NRIs and PIOs/ OCIs/ FIIs/ FPIs have been granted a general permission by Reserve Bank of India Schedule 5 of the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000 for investing in / redeeming Units of the mutual funds subject to conditions set out in the aforesaid regulations.

2. In case of application made by individual investors under a Power of Attorney, the original Power of Attorney or a duly notarized copy should be submitted along with the subscription application form. In case of applications made by non-individual investors, the authorized signatories of such non individual investors should sign the application form in terms of the authority granted to them under the Constitutional Documents/ Board resolutions/ Power of Attorneys, etc. A list of specimen signatures of the authorized signatories duly certified/ attested should also be attached to the Application Form. The Mutual Fund/AMC/Trustee shall deem that the investments made by such non individual investors are not prohibited by any law/Constitutional documents governing them and they possess the necessary authority to invest.

3. Investors desiring to invest / transact in mutual fund schemes are required to comply with the KYC norms applicable from time to time. Under the KYC norms, Investors are required to provide prescribed documents for establishing their identity and address such as copy of the Memorandum and Articles of Association / bye-laws/trust deed/partnership deed/Certificate of Registration along with the proof of authorization to invest, as applicable, to the KYC

Registration Agency (KRA) registered with SEBI.

Permanent Account Number (PAN) is mandatory to complete the KYC requirements for all unit holders, including for all joint holders and the guardian in case of folio of a minor investor.

Accordingly, financial transactions (including redemptions, switches and all types of systematic plans) and non-financial requests will not be processed if the unit holders have not completed KYC requirements. Unit holders must use the applicable KYC Form for completing the KYC requirements and submit the form at the official point of acceptance for schemes of LIC Mutual Fund.

Further, upon updation of PAN details with the KRA (KRA-KYC)/CERSAI (CKYC), the unit holders may intimate official point of acceptance their PAN information along with the folio details for updation in LIC MF records.

Pursuant to SEBI Circular No. SEBI/HO/IMD/DF3/CIR/P/2019/166 dated December 24, 2019, following process/change shall be applicable with respect to Investments made in the name of a minor through a guardian:

Payment for investment by means of Cheque, Demand Draft or any other mode shall be accepted from the bank account of the minor/Minor with guardian or from a joint account of the minor with the guardian only. For existing folios, in case the pay-out bank mandate is not held solely by minor or jointly by minor and guardian, the investors are requested to provide a change of Pay-out Bank mandate request before providing redemption request.

Upon the minor attaining the status of major, the minor in whose name the investment was made, shall be required to provide all the KYC and FATCA details, updated bank account details including cancelled original cheque leaf of the new account and his/her specimen signature duly authenticated by banker or guardian.

Investors/Unit holders shall additionally note that, upon the minor attaining the status of major, no further transactions shall be allowed till the status of the minor is changed to major.

The Mutual Fund/ AMC/ Trustee/ other intermediaries will rely on the declarations/ affirmations provided by the Investor in the Application/Transaction Form(s) and the documents furnished to the KRA. Further, the Investor shall be liable to indemnify the Fund/ AMC/ Trustee/ other intermediaries in case of any dispute regarding the eligibility, validity and authorization of the transactions and/ or the applicant who has applied on behalf of the Investor. The Mutual Fund/ AMC/ Trustee reserves the right to call for such other information and documents as may be required by it in connection with the investments made by the investors.

4. Returned cheques are not liable to be presented again for collection and the accompanying application forms are liable to be rejected by the AMC.

In case the returned cheques are presented again, the necessary charges are liable to be debited to the investor.

5. The Trustee reserves the right to recover from an investor any loss caused to the Schemes on account of dishonour of cheques issued by

	<p>the investor for purchase of Units of the Scheme.</p> <p>6. Subject to SEBI (MF) Regulations, any application for subscription of Units may be accepted or rejected in the sole and absolute discretion of the AMC/ Trustee. The AMC/Trustee may inter-alia reject any application for the purchase of Units if the application is invalid, incomplete or if the AMC/ Trustee for any other reason does not believe that it would be in the best interests of the Scheme or its Unitholders to accept such an application.</p> <p><b>Applicability and provisions of Foreign Account Compliance Act (FATCA):</b></p> <p>The AMC shall comply with FATCA as an when it becomes applicable. Accordingly, the AMC shall execute the requisite agreement with US Tax authorities (i.e. the Internal Revenue Service or IRS) by virtue of which the AMC shall report the required information/details of the investments made by US citizens and residents to IRS. For further details relating to FATCA, investors are requested to refer SAI which is available on the website viz. <a href="http://www.licmf.com">www.licmf.com</a></p> <p><b>• Non-acceptance of subscriptions from U.S. Persons and Residents of Canada in Schemes of the Fund</b></p> <p>United States Person (U.S. Person), corporations and other entities organized under the applicable laws of the U.S. and Residents of Canada as defined under the applicable laws of Canada should not invest in units of any of the Schemes of the Fund and should note the following:</p> <ol style="list-style-type: none"> <li>a. No fresh purchases (including Systematic Investment Plans and Systematic Transfer Plans) /additional purchases/switches in any Schemes of the Fund would be allowed. However, existing Unit Holder(s) will be allowed to redeem their units from the Schemes of the Fund. If an existing Unit Holder(s) subsequently becomes a U.S. Person or Resident of Canada, then such Unit Holder(s) will not be able to purchase any additional Units in any of the Scheme of the Fund.</li> <li>b. All existing registered Systematic Investment Plans and Systematic Transfer Plans would be ceased.</li> <li>c. For transaction from Stock Exchange platform, while transferring units from the broker account to investor account, if the investor has U.S./Canadian address then the transactions would be rejected.</li> <li>d. In case the AMC/Fund subsequently identifies that the subscription amount is received from U.S. Person(s) or Resident(s) of Canada, in that case the AMC/Fund at its discretion shall redeem all the units held by such person from the Scheme of the Fund at applicable Net Asset Value.</li> </ol>
<p><b>Special Products/Facilities available</b></p>	<p>The Special Products/Facilities available under the Scheme, are:</p> <ol style="list-style-type: none"> <li>1. Systematic Investment Plan (SIP)</li> <li>2. Systematic Transfer Plan (STP)</li> <li>3. Systematic Withdrawal Plan (SWP)</li> <li>4. Automatic withdrawal of capital appreciation (AWOCA)</li> <li>5. Dividend Transfer Plan</li> <li>6. Transactions through Electronic Mode</li> </ol>

**1. Systematic Investment Plan (SIP)**

This facility is useful for investors who wish to invest fixed specified amounts at regular intervals by submitting a one-time SIP application form along with the relevant documents. By using this facility an investor would end up buying units of the Scheme at different NAVs over a period of time due to which the average cost per unit to the unitholder may tend to be less as the fluctuations of the market are averaged out without the investor having to monitor the market movements on a day-to-day basis. SIP facility is available for both the Options viz. Growth and Dividend.

The investors can choose any date between 1<sup>st</sup> to 28<sup>th</sup> of every month as the SIP date (in case any of these days fall on a non-business day, the transaction (in case any of these days fall on a non-business day, the transaction will be effected on the next business day of the Scheme). SIP will register after 30 days from the time stamp date.

In case the SIP date is not specified or in case of ambiguity the default SIP date will be 7<sup>th</sup> of every month. The SIP frequency will be monthly and quarterly. In case the end date is not specified, the fund will continue SIP till it received termination notice from the investor or till the time all/the post dated cheques are utilised, whichever is earlier. The minimum SIP instalment size for monthly frequency INR 1000 and in multiples of INR 1 thereafter and the SIP request should be for a minimum period of 12 months.

The minimum SIP instalment size for quarterly frequency is Rs. 3000 and in multiples of Re. 1 thereafter.

SIPs will be registered in a folio held by a minor only till the date of the minor attaining majority, even though the instructions may be for a period beyond that date. The facility will automatically stand terminated upon the Unit Holder attaining 18 years of age.

**Any Day SIP:**

Investors can choose any date, as applicable, of his/her preference as SIP Debit Date. In case the chosen date falls on a Non-Business Day, then the SIP will be processed on the immediate next Business Day.

Any day SIP date is applicable from 1st to 28th, investor can choose any date between these dates.

**SIP Pause**

Under this facility, investor has an option to stop his SIP temporarily (at a folio level) for specified number of instalments. SIP would restart automatically after completion of Pause period specified by investor.

The features, terms and conditions for availing 'SIP Pause' facility are as follows:

- i. Under this facility, Investor has an option to temporarily stop his SIP for specific number of instalments. i.e. Minimum 1 instalment and Maximum 6 instalments. SIP

- would restart upon completion of the period specified by Investor.
- ii. Investor can request for pause only after 6 SIP instalments are processed. Investor can opt for pause facility only from 7th instalment onwards. Investor can opt for pause facility only twice during the tenure of particular SIP.
  - iii. If the SIP pause period is coinciding with the Step-Up facility, the SIP instalment amount post completion of pause period would be inclusive of SIP Step-up amount. For e.g. SIP instalment amount prior to Pause period is Rs 5,000/- and Step-up amount is Rs 1,000/-. If the pause period is completed after date of Step-up, then the SIP instalment amount post completion of pause period shall be Rs 6,000/-.
  - iv. Pause facility is not available for SIP registered through Standing Instructions at the bank's end.
  - v. Pause facility shall be available only for SIP registered under monthly frequency.
  - vi. The minimum gap between the pause request and next SIP instalment date should be at least 10 days.
  - vii. Pause facility shall get activated from immediate next eligible instalment from the date of receipt of SIP Pause request.
  - viii. Investors need to give the SIP pause request at least 10 calendar days in advance.
  - ix. Investors can request for pause request for SIP amount Rs 500/- and above in LIC MF Tax Plan and for SIP amount Rs 1000/- and above under other schemes.
  - x. Request for SIP Pause shall be processed only through pre-printed SIP Pause form

**SIP through post-dated cheques**

The date of the first cheque shall be the same as the date of the application while the remaining cheques shall be post dated cheques which shall be dated uniformly. Currently the SIP post dated cheques cycle dates are any date between 1<sup>st</sup> to 28<sup>th</sup> of every month. Investors can invest in SIP by providing post-dated cheques to Official Point(s) of Acceptance as notified by the Asset Management. All SIP cheques should be of the same amount and same date option (excluding first cheque which can be of a date / amount other than the SIP date opted for). Cheques should be drawn in favour of the Fund and "A/c Payee only". A letter will be forwarded to the investor on successful registration of SIP. The Post Dated cheques will be presented on the dates mentioned on the cheque and subject to realization of the cheque. The SIP date selected by the Investor should fall at least 30 calendar days after the date of the first cheque.



**SIP through National Automated Clearing House (NACH) / Electronic Clearing Service (ECS)/ Direct Debit**

Investors / unit holders may also enrol for SIP facility through National Automated Clearing House (NACH)/ ECS of the NPCI and RBI respectively or for SIP Direct Debit Facility available with specified Banks / Branches. To avail this facility, an investor must fill-up the SIP Application Form for SIP NACH/ ECS / Direct Debit facility. The first investment in SIP through the NACH/ECS/ Direct Debit Facility needs to be made by issuance of a cheque from the account from which the NACH/ECS/ Direct Debit is requested or the investor can submit a cancelled cheque or a photocopy of a cheque of the bank account for which the NACH/ECS/Direct Debit mandate is provided. All SIP cheques/payment instructions should be of the same amount and the same date (excluding first cheque which can be of a date other than the SIP date opted for). However, there should be a gap of 30 days between first SIP Instalment and the second instalment in case of SIP started during ongoing offer.

Currently the SIP through NACH/ ECS / Auto Debit is allowed any dates between 1<sup>st</sup> to 28<sup>th</sup> of every month.

If the SIP end date is not filled, the SIP NACH/ECS/Direct Debit will be considered perpetual till further instructions are received from the investor.

Unitholders are free to discontinue from the SIP facility at any point of time by giving necessary instructions in writing at least 30 calendar days prior to the next SIP due date. On receipt of such request, the SIP facility will be terminated.

It is clarified that if the Fund fails to get the proceeds from three instalments out of a continuous series of instalments submitted at the time of initiating a SIP, the SIP is deemed as discontinued. Units will be allotted at the Applicable NAV of the respective dates on which the investments are sought to be made. An extension of an existing SIP will be treated as a new SIP on the date of such application, and all the above conditions need to be met with.

**MICRO SYSTEMATIC INVESTMENT PLAN ("MICRO SIP")/ PAN EXEMPT INVESTMENTS**

Investment in mutual fund schemes [including through Systematic Investment Plan (SIP)] upto Rs. 50,000 per year per investor, are exempt from the requirement of PAN. Such PAN exempt SIPs are referred to as Micro SIP. Investors may make PAN exempt investments subject to the following provisions:

- The limit of Rs. 50,000/- is applicable at an aggregate level (SIP plus lumpsum investments) across all Schemes of the Fund in a rolling 12 month period or in a financial year i.e. April to March.
- This exemption is applicable only to investments by "Eligible Investors" i.e. individuals [including Joint Holders who are individuals, NRIs but not PIOs], Minors and Sole proprietary firms, who do not possess a PAN\*. Hindu Undivided Family (HUF) and other

categories are not eligible for PAN exemption.

\* In case of joint holders, first holder must not possess a PAN.

- Eligible Investors are required to undergo Know Your Customer (KYC) procedure with any of the SEBI registered KYC Registration Agency (KRA).

- Eligible Investors must attach a copy of the KYC acknowledgement letter containing the PAN Exempt KYC Reference No (PEKRN) issued by the KRA along with the application form. Eligible investors must hold only one PEKRN. Eligible Investors who wish to enrol for Micro SIP are required to fill in the SIP Enrolment Form available with the ISCs, distributors/agents and also displayed on the website [www.licmf.com](http://www.licmf.com)

All terms and conditions (including load structure and Transaction Charges) of Systematic Investment Plans (SIPs) (except availability of SIP STEP-up facility) shall apply to Micro SIPs.

The detailed procedures / requirements for accepting PAN exempt investments, including Micro SIPs, shall be as specified by Asset Management/Trustee from time to time and their decision in this behalf will be final and binding.

Please refer to the Micro SIP Enrolment Form for terms & conditions before enrolment.

**STEP-UP facility under Systematic Investment Plan (SIP):**

‘STEP-UP’ facility will enable investors to increase the amount of SIP installment at pre-defined frequency by a fixed amount during the tenure of SIP.

STEP-UP facility offers frequency at half yearly and yearly intervals. In case the STEP-UP frequency is not specified, it will be considered as half yearly frequency. Under this facility the Investor can increase the SIP installment at pre-defined intervals by a fixed amount. Minimum STEP-UP amount would be Rs.500/- and in multiples of Re. 1/- thereafter for all the schemes of the Fund that offer SIP facility except LIC MF Tax Plan where in minimum STEP-UP amount would be Rs. 500/- and in multiples of Rs. 500 thereafter. In case the investor does not specify STEP-UP amount, Rs. 500/- will be considered as the STEP-UP amount and the request will be processed accordingly.

STEP-UP facility would be available to all new SIP enrolments. Existing investors registered for SIP through NACH/ECS/Direct Debit facility and intending to avail STEP-UP facility will be required to cancel the existing SIP and enroll a fresh SIP with STEP-UP details. It would be mandatory for investor to mention in ‘SIP cum Registration Mandate’ the period (month - year) upto which he wishes to avail STEP-UP facility.

**2. Systematic Transfer Plan (STP)**

This facility enables unitholders to transfer a fixed specified amount from one open-ended scheme of the Fund (source scheme) to another open-ended scheme of the Fund (target scheme), in existence at the time of availing the facility of STP, at applicable NAV. Unitholders holding units in a non-demat form may enrol for STP.

Investors can opt for the Systematic Transfer Plan by investing a lump sum amount in one scheme of the fund and providing a standing instruction to transfer sums at regular intervals. This facility is allowed for the Growth Plan & Dividend Plan (only for dividend reinvestment and not for dividend pay-out). Under this two plans LIC Mutual Fund Offers Fixed Systematic Transfer Plan (FSTP) and Capital Appreciation Systematic Transfer Plan (CASTP).

FSTP offers transfer facility at daily, weekly, monthly and quarterly intervals and CASTP offers transfer facility at monthly and quarterly intervals. STP facility is available only on certain specified STP date(s) i.e. 1<sup>st</sup>, 7<sup>th</sup>, 10<sup>th</sup>, 15<sup>th</sup>, 21<sup>st</sup>, 25<sup>th</sup> and 28<sup>th</sup> of each month with daily, weekly, monthly and quarterly frequency under FSTP and under CASTP 15<sup>th</sup> of each month or quarter is specified as STP date. The minimum STP instalment size is INR 500 and in multiples of Rs. 1 thereafter for weekly, monthly and Quarterly frequency. STP with frequency as daily (10 days required for registration) is also available. The minimum STP instalment size is INR 100 and in multiples of Rs. 1 thereafter. If the unitholder want to opt for a Daily STP the minimum balance in the transferor scheme should be greater than or equal to the Initial Purchase Amount of the transferor scheme or 50 STP installments whichever is lower. The STP request should be for a minimum of 12 installments.

STP will register after 7 working days from the time stamp date. In case the chosen date falls on a Non-Business Day, then the STP will be processed on the next Business Day. In case the STP date is not specified or in case of ambiguity, the STP transaction will be processed on 1<sup>st</sup> for every month in monthly/quarterly Frequency and Friday for weekly frequency. In case the end date is not specified, the Fund will continue STP till it receives termination notice.

Investors could also opt for STP from an existing account by quoting their account / folio number. However, units marked under lien or pledged in the source scheme shall not be eligible for STP.

Units will be allotted/ redeemed at the applicable NAV of the respective dates of the Scheme on which such investments/withdrawals are sought from the Scheme.

The STP may be terminated on a written notice of 15 days by a unitholder of the Scheme. The STP will be automatically terminated if all units are liquidated or withdrawn from the source scheme or pledged or upon receipt of intimation of death of the unitholder.

Systematic Transfer Plan (STP) facility is available for all schemes of LIC Mutual Fund except LIC MF Unit Linked Insurance Scheme. However systematic transfer from another scheme to LIC MF Unit Linked Insurance Scheme is allowed.

STPs will be registered in a folio held by a minor only till the date of the minor attaining majority, even though the instructions may be for a period beyond that date. The facility will automatically stand terminated upon the Unit Holder attaining 18 years of age.

**3. Systematic Withdrawal Plan (SWP):**

This facility enables unitholders to withdraw a fixed sum (subject to tax deduction at source, if applicable) by redemption of units in the unit holder's account at regular intervals through a one-time request. This facility is allowed for the Growth Plan and sub option Dividend reinvestment plan of Dividend Option.

The investors can choose any date between 1<sup>st</sup> to 28<sup>th</sup> of every month as the SWP date (in case any of these days fall on a non-business day, the transaction will be effected on the next business day of the Scheme)

In case the SWP date is not specified or in case of ambiguity, the default SWP date will be 10<sup>th</sup> of every month (in case it falls on a non-business day, the transaction will be effected on the next business day of the Scheme). The SWP frequency will be monthly and quarterly. In case SWP frequency is not specified, the default frequency will be monthly. The minimum SWP installment size is INR 500, with an option for monthly, quarterly.

Registration can happen in 7 working days and maximum 30 days before the 1<sup>st</sup> withdrawal date.

The SWP may be terminated on a written notice of 15 days by a unitholder of the Scheme. SWP will be automatically terminated if all units are liquidated or withdrawn from the Scheme or pledged or upon receipt of intimation of death of the unitholder.

The Load Structure prevailing at the time of submission of the SIP/STP/SWP application will apply for all the installments indicated in such application.

SWP Facility is currently available in all plans and options of below mentioned schemes except dividend payout.

LIC MF Equity Hybrid Fund, LIC MF Banking and Financial Services Fund, LIC MF Bond Fund, LIC MF Children's Gift Fund, LIC MF Multi Cap Fund, LIC MF Large Cap Fund, LIC MF Index Fund - Nifty Plan, LIC MF Index Fund - Sensex Plan, LIC MF Infrastructure Fund, LIC MF Liquid Fund, LIC MF Large & Midcap Fund, LIC MF Tax Plan, LIC MF Savings Fund, LIC MF Banking & PSU Debt Fund, LIC MF Debt Hybrid Fund.

SWPs will be registered in a folio held by a minor only till the date of the minor attaining majority, even though the instructions may be for a period beyond that date. The facility will automatically stand terminated upon the Unit Holder attaining 18 years of age.

The Asset Management reserves the right to introduce SIPs/STPs/SWPs at any other frequencies or on any other dates as the Asset Management may feel appropriate from time to time.

**4. Automatic withdrawal of capital appreciation (AWOCA)**

AWOCA is facility whereby, capital appreciation, if any, will be paid out (subject to completion of lock-in/pledge period, if any), on any date between 1<sup>st</sup> to 28<sup>th</sup> of every month who has made such request

to the Asset Management. The amount paid will be considered as redemption to that extent. In case the payout date falls on a holiday or fall during a Book Closure period, the next Business Day will be deemed as the AWOCA date.

The frequency of AWOCA is monthly and is paid out on any date between 1<sup>st</sup> to 28<sup>th</sup> of every month. AWOCA will be registered in a folio held by a minor only till the date of the minor attaining majority, even though the instructions may be for a period beyond that date. The facility will automatically stand terminated upon the Unit Holder attaining 18 years of age.

**5. Dividend Transfer Plan (DTP):**

DTP has been introduced in all our schemes w.e.f. 01/07/2009. If an investor wants to opt for DTP, he can do so by filing of the transaction slip available at our offices. There is no assurance or guarantee to the unitholders as to rate of income distribution and regularity in declaration of income distribution. Rs.500/- will be the minimum amount.

DTPs will be registered in a folio held by a minor only till the date of the minor attaining majority, even though the instructions may be for a period beyond that date. The facility will automatically stand terminated upon the Unit Holder attaining 18 years of age.

**6. Transactions through Electronic Mode:**

The Mutual Fund may (at its sole discretion and without being obliged in any manner to do so and without being responsible and /or liable in any manner whatsoever) allow transactions in units by electronic mode (web/ electronic transactions) including transactions through the various web sites with which the Asset Management would have an arrangement from time to time. Subject to the investor fulfilling certain terms and conditions as stipulated by Asset Management from time to time, the Asset Management, Mutual Fund, Registrar or any other agent or representative of the Asset Management, Mutual Fund, the Registrar may accept transactions through any electronic mode including web transactions and as permitted by SEBI or other regulatory authorities from time to time. For details, investors are advised to refer to the SAI.

**a) Non-demat mode facility on BSE StAR MF Platform of Bombay Stock Exchange**

In addition to the facility of purchase, redemption and switch available for eligible Schemes of LIC Mutual Fund through demat mode on BSE StAR MF Platform of BSE, the facility of transaction in non-demat mode is being introduced for eligible schemes of LIC Mutual Fund. Now, the investors of LIC Mutual Fund can avail facility of purchase, redemption and switch through non demat mode among the eligible Scheme/s with effect from September 22, 2015

The investors can also avail the facility of the Systematic Investment Plan (SIP) on BSE StAR MF Platform for eligible schemes of LIC Mutual

	<p>Fund.</p> <p><b>b) Transactions through MF Utility portal &amp; MFUI Points of Services pursuant to appointment of MF Utilities India Pvt. Ltd.</b></p> <p>Investors may be provided facility to subscribe to Units of the Scheme through MF Utility (“MFU”) - a shared services initiative of various Asset Management Companies, which acts as a transaction aggregation portal for transacting in multiple Schemes of various Mutual Funds with a single form and a single payment instrument.</p> <p>The AMC reserves the right to discontinue the facility (ies) at any point of time.</p>
<p><b>Switching Options</b></p>	<p>Unitholders have the flexibility to alter the allocation of their investments among the scheme(s) offered by the Fund, in order to suit their changing investment needs, by easily switching between the scheme(s)/ options of the Fund.</p> <p>Investors may opt to switch Units between the Dividend Option and Growth Option of the Scheme at the Applicable NAV. Switching will also be allowed into/from any other eligible open-ended schemes of the Fund either currently in existence or a scheme(s) that may be launched / managed in future, as per the features of the respective scheme.</p> <p>Load shall be applicable for switches between eligible schemes of LIC Mutual Fund as per the prevailing load structure. However, no load shall be charged for switches between options within the schemes of LIC Mutual Fund.</p>
<p><b>Accounts Statements</b></p>	<p><b>Consolidated Accounts statements</b></p> <p>Pursuant to Regulation 36 of SEBI (Mutual Funds) Regulations, 1996 and amendments thereto, read with SEBI circular No. Cir/ IMD/ DF/16/ 2011 dated September 8, 2011, and SEBI Circular No. CIR/MRD/DP/31/2014 dated November 12, 2014 the investor whose transaction has been accepted by LIC Mutual Fund/KFin shall receive a confirmation by way of email and /or SMS within 5 Business Days from the date of receipt of transaction request, same will be sent to the Unit holders registered e-mail address and/or mobile number.</p> <p>Thereafter, a Consolidated Account Statement (“CAS”) shall be issued in line with the following procedure:</p> <ol style="list-style-type: none"> <li>1. Consolidation of account statement shall be done on the basis of PAN. In case of multiple holding, it shall be PAN of the first holder and pattern of holding.</li> <li>2. The CAS shall be generated on a monthly basis and shall be issued on or before 10th of the immediately succeeding month to the unit holder(s) in whose folio(s) transaction(s) has/have taken place during the month.</li> </ol>

	<p>3. In case there is no transaction in any of the mutual fund folios then CAS detailing holding of investments across all schemes of all Mutual Funds will be issued on half yearly basis [at the end of every six months (i.e. September/ March)]</p> <p>4. Investors having MF investments and holding securities in De mat account shall receive a Consolidated Account Statement containing details of transactions across all Mutual Fund schemes and securities from the Depository by email / physical mode.</p> <p>5. Investors having MF investments and not having Demat account shall receive a Consolidated Account Statement from the MF Industry containing details of transactions across all Mutual Fund schemes by email / physical mode.</p> <p>The word 'transaction' shall include purchase, redemption, switch, dividend payout, dividend reinvestment, systematic investment plan, systematic withdrawal plan, and systematic transfer plan.</p> <p>CAS shall not be received by the Unit holders for the folio(s) wherein the PAN details are not updated.</p> <p>The Unit holders are therefore requested to ensure that the folio (s) are updated with their PAN.</p> <p>In case of a specific request received from the Unit holders, LIC MF/KFin will provide the account statement to the investors within 5 Business Days from the receipt of such request.</p> <p>Investors are requested to update their email ID and mobile number to prevent fraudulent transactions.</p>
<p><b>Dividend</b></p>	<p>Depending upon the earnings, returns in the shape of dividend will be declared subject to availability of distributable surplus. The dividend income will be reinvested in the scheme units at the prevailing Selling Price in case of dividend reinvestment option. However, declaration of Dividend and /or issue of Bonus units to the unit holder will be on the basis of income earned and other factors including the taxation angle and at the absolute discretion of the Trustees. For dividend payout option, the dividend warrants shall be dispatched to the unitholders within 30 days of the date of declaration of the dividend.</p> <p>Unit holders having a bank account with certain banks with which the Mutual Fund would have an arrangement from time to time, the dividend proceeds shall be electronically credited to their account.</p> <p>In case of specific request for dividend by warrants/cheques/demand drafts or unavailability of sufficient details with the Fund, the dividend will be paid by warrant/cheques/demand drafts and payments will be made in favour of the unitholder (registered holder of the Unit or, if there are more than one registered holder, only to the first registered holder) with bank account number furnished to</p>

	<p>the Fund.</p> <p>Please note that it is mandatory for the unitholders to provide the bank account details as per SEBI guidelines</p>
<p><b>Redemption</b></p>	<p>The redemption or repurchase proceeds shall be dispatched to the unitholders within 10 working days from the date of redemption or repurchase.</p> <p>For redeeming units of the Scheme, an investor would need to submit a duly filled-in redemption application at any of ISC/Official Point of Acceptance. The redemption/ switch would be permitted to the extent of credit balance in the unit holder's account. The redemption/ switch request can be made by specifying either the number of units or the amount (in rupees) to be redeemed.</p> <p>In case the investor specifies the number of units and amount to be redeemed, the number of units shall be considered for redemption. In case the unitholder does not specify the number of units or amount to be redeemed, the redemption request will not be processed.</p> <p>For details regarding the minimum amount for redemption please see the point on "Minimum amount for purchase/Redemption /Switches" in this document.</p> <p><b>Restriction on redemption:</b> In the larger interest of the unitholders of the Scheme, the AMC may, in consultation with the Trustee, keeping in view unforeseen circumstances / unusual market conditions, limit the total number of units which may be redeemed on any business day to such a percentage of the total number of units issued and outstanding under any Scheme/Plan/Option as the AMC may determine. For details, please refer to the SAI. PAN/PERKN is mandatory for redemption.</p> <p><b>Payment of redemption proceeds:</b> Please note that it is mandatory for the investors of mutual fund schemes to mention their bank account numbers in their applications. /requests for redemption. Also, please refer to the point on "Registration of Multiple Bank Accounts in respect of investor folio" given elsewhere in the document for further details.</p> <p><b>Resident Investors:</b> In case of Unit holders having a bank account with certain banks with which the Mutual Fund would have an arrangement from time to time, the redemption proceeds shall be electronically credited to their account.</p> <p>The redemption proceeds shall be electronically credited to the extent feasible to the investor's bank account. In case of specific requests, redemption proceeds will be paid by way of cheques/demand drafts in favour of the unitholder (registered holder of the Unit or, if there are more than one registered holder,</p>



only to the first registered holder) with bank account number furnished to the Fund.

The AMC reserves the right to provide the facility of redeeming Units of the Scheme through an alternative mechanism including but not limited to online transactions on the Internet through the AMC website or any other website, etc., as may be decided by the AMC from time to time. The alternative mechanisms would be applicable to only those investors who opt for the same in writing and/or subject to investor fulfilling such conditions as the AMC may specify from time to time.

**Redemption by NRIs:**

For NRIs, redemption proceeds will be remitted depending upon the source of investment as follows:

- Where the payment for the purchase of the units redeemed was made out of funds held in NRO account, the redemption proceeds will be credited to the NRI investor's NRO account
- Where the units were purchased on repatriation basis and the payment for the purchase of the units redeemed was made by inward remittance through normal banking channels or out of funds held in NRE / FCNR account, the redemption proceeds will be credited to his NRE / FCNR / NRO account

**Note:**

- i. The Fund will not be liable for any delays or for any loss on account of any exchange fluctuations, while converting the rupee amount in foreign exchange in the case of transactions with NRIs / FIIs.
- ii. Payment to NRI / FII Unit holders will be subject to the relevant laws / guidelines of the RBI as are applicable from time to time (also subject to deduction of tax at source as applicable).
- iii. The Fund may make other arrangements for effecting payment of redemption proceeds in future.
- iv. The cost related to repatriation, if any will be borne by the Investor.

**Effect of Redemptions**

The balances in the unit holder's account will stand reduced by the number of units redeemed. Units once redeemed will be extinguished and will not be reissued

**Unclaimed redemptions and dividends**

In partial modification of SEBI circular no. MFD / CIR / 9 / 120 / 2000, dated November 24, 2000, SEBI vide its circular No. Ref SEBI/HO/IMD/DF2/CIR/P/2016/37 dated February 25, 2016 has mandated that the unclaimed redemption and dividend amounts, that are currently allowed to be deployed only in call money market or money market instruments, shall also be allowed to be invested in a separate plan of Liquid scheme / Money Market Mutual Fund scheme floated by Mutual Funds specifically for deployment of the

unclaimed amounts. AMCs shall not be permitted to charge any exit load in this plan and TER (Total Expense Ratio) of such plan shall be capped at 50 bps.

Investors who claim the unclaimed amounts during a period of three years from the due date shall be paid initial unclaimed amount along-with the income earned on its deployment. Investors, who claim these amounts after 3 years, shall be paid initial unclaimed amount along-with the income earned on its deployment till the end of the third year. After the third year, the income earned on such unclaimed amounts shall be used for the purpose of investor education.

The AMC has provided on its website, the list of names and addresses of investors in whose folios there are unclaimed amounts. Please visit <https://online.licmf.com/General/unclaimeddividend.aspx> for the same.

**Bank Details:**

In order to protect the interest of Unit holders from fraudulent encashment of redemption / dividend cheques, SEBI has made it mandatory for investors to provide their bank details viz. name of bank, branch, address, account type and number, etc. to the Mutual Fund. Applications without complete bank details shall be rejected. The AMC will not be responsible for any loss arising out of fraudulent encashment of cheques / warrants and / or any delay / loss in transit.

**Registration of Multiple Bank Accounts in respect of an Investor Folio:**

An Investor can register with the Fund upto 5 bank accounts in case of individuals and HUFs and upto 10 in other cases.

Registering of Multiple Bank Accounts will enable the Fund to systematically validate the pay-in of funds and avoid acceptance of third party payments.

For the purpose of registration of bank account(s), Investor should submit Bank Mandate Registration Form (available at the ISCs/ AMC Website) together with any of the following documents:

- Cancelled original cheque leaf in respect of bank account to be registered where the name of the account number and names of the account holders are printed on the face of the cheque; or
- Bank statement or copy of Bank Passbook page with the Investor's Bank Account number, name and address.

The above documents will also be required for change in bank account mandate submitted by the Investor.

The AMC will register the Bank Account only after verifying that the sole/ first joint holder is the holder / one of the joint holders of the bank account. In case if a copy of the above documents is submitted, Investor shall submit the original to the AMC/ Service Centre for verification and the same shall be returned.

	<p>In case of Multiple Registered Bank Account, Investor may choose one of the registered bank accounts for the credit of redemption/dividend proceeds (being "Pay-out bank account").</p> <p>Investor may, however, specify any other registered bank accounts for credit of redemption proceeds at the time of requesting for the redemption. Investor may change such Pay-out Bank account, as necessary, through written instructions.</p> <p>However, if request for redemption is received together with change of bank account (unregistered new bank account) or before verification and validation of new bank account, the redemption request would be processed to the currently registered default old bank account.</p> <p>For further details please refer to the SAI. The AMC reserves the right to alter/ discontinue all / any of the abovementioned special product(s)/ facility (ies) at any point of time. Further, the AMC reserves the right to introduce more special product(s) / facility (ties) at a later date subject to prevailing SEBI Guidelines and Regulations.</p>
<p><b>Delay in payment of redemption / repurchase proceeds/ dividend</b></p>	<p>The redemption or repurchase proceeds shall be dispatched to the unitholders within 10 working days from the date of redemption or repurchase and the dividend warrants shall be dispatched to the unitholders within 30 days of the date of declaration of the dividend.</p> <p>The AMC shall be liable to pay interest to the unitholders at such rate as may be specified by SEBI for the period of such delay (presently @ 15% per annum).</p> <p>However, the AMC will not be liable to pay any interest or compensation or any amount otherwise, in case the AMC/Trustee is required to obtain from the investor/ unitholders, verification of identity or such other details relating to subscription for units under any applicable law or as may be requested by a regulatory body or any government authority, which may result in delay in processing the application.</p>
<p><b>Cash Investments in Mutual Fund</b></p>	<p>In partial modification of SEBI Circular Ref. No. CIR/IMD/DF/21/2012 dated 13/09/2012, SEBI vide its Circular Ref. No. :CIR/IMD/DF/10/2014 dated 22/05/2014 had increased the limit of cash transactions in Mutual Funds from Rs 20,000/- to Rs.50,000/- per investor, per Mutual Fund, per financial year subject to compliance with Prevention of Money Laundering Act, 2002 and Rules framed there under, the SEBI Circular(s) on Anti Money Laundering(AML) and other applicable AML rules, regulations and guidelines.</p> <p>a) Eligible Investors-</p> <ul style="list-style-type: none"> <li>• Only resident individuals,</li> <li>• Sole proprietorships and minors (through guardians)</li> <li>• who are KYC Compliant and have a Bank Account can make Cash Investments (for remitting redemption proceeds)?</li> </ul> <p>b) Subscription Limit:</p>

Rs. 50,000/- limit would be tracked on the basis PAN (Permanent Account Number) or PEKRN (PAN Exempted KYC Reference Number) issued by KRA.

c) LIC MF Savings Fund will be available for Cash Transaction:

d) Mode of application:

Applications for subscription with 'Cash' as mode of payment can be submitted in physical form only at all Branch Offices of LIC Mutual Fund and Registrar & Transfer Agent (KFin) which are designated as Point of Acceptance (POA) for schemes of LIC Mutual Fund. Cash Investments cannot be made through electronic modes such as website of the Asset Management Company, Channel Distributors or through Stock Exchange Platforms, etc.

e) Cash collection facility with Union Bank of India:

Currently, the Asset Management Company has made arrangement with Union Bank of India to collect cash at its all branches from investors (accompanied by a deposit slip issued and verified by the Asset Management Company)

f) Procedure for Subscription through Cash:

Investor who wish to subscribe through cash as a payment mode will have to follow the below procedure:

1. Collect the Cash Deposit Slip (available in triplicate) from at all Branch Offices of LIC Mutual Fund and Registrar & Transfer Agent (KFin) which are designated as Point of Acceptance (POA).
2. Investor is required to fill and submit the duly filled deposit slip with the scheme code and the amount of cash at the nearest Union Bank of India branch.
3. Acknowledged copy of the deposit slip received from the Bank along with the Scheme application form/ transaction slip duly filled and completed in all respect shall be submitted to branches of LIC Mutual Fund or Registrar & Transfer Agent (KFin) which are designated as Point of Acceptance (POA) for schemes of LIC Mutual Fund for time stamping.
4. Investors must mention their name and folio number/ application number on the reverse of the Bank-acknowledged deposit slip. The pay-out bank account details are also required to be specified in the application form by the investors.
5. Payment of proceeds pertaining to redemptions, dividend, etc. with respect to Cash Investments shall be made only through the pay-out bank account mentioned in the application form or as registered in the folio (as applicable) as Bank mandate.

g) Applicability of NAV:

Applicability of NAV shall be based on receipt and time stamping of application form along with Bank-acknowledged deposit slip.

h) Other Conditions:

- Maximum amount of subscription: If the amount of subscription (together with the investments already made through cash in the same financial year) exceeds Rs.50,000/-, the application will be rejected.
- Payment of proceeds pertaining to redemptions, dividend, etc. with respect to Cash Investments shall be made only through

	<p>the pay-out bank account mentioned in the application form or as registered in the folio (as applicable) as Bank mandate.</p> <ul style="list-style-type: none"> <li>• In case of mismatch in the amount mentioned in application form and cash deposited in bank, units shall be allotted as per credit received from bank.</li> <li>• Cash deposited but application not submitted: If cash is deposited directly at branch of Union Bank of India and application is not submitted at LIC Mutual Fund/KFin Offices, amount shall be refunded to investor based on receipt of following documents: <ul style="list-style-type: none"> <li>• Existing Investor: Request letter, Bank acknowledged deposit slip copy.</li> <li>• New Investor: Request letter containing the bank details alongwith personalised cancelled cheque in which the refund needs to be issued, bank acknowledged deposit slip copy, and PAN card copy or any other valid id proof.</li> </ul> </li> </ul>
<p><b>Option to hold in Demat form</b></p>	<p>As per SEBI Circular Ref CIR/IMD/DF/9/2011 dated May 19, 2011, the investors are provided an option with effect from October 1, 2011 to receive allotment of Mutual Fund units in their demat account while subscribing to any open ended/close ended/interval scheme ( except for daily/weekly/fortnightly dividend options under all schemes), and accordingly , an option to the investors to mention demat account details in the subscription form, in case they desire to hold units in demat form , is also provided.</p> <p>Further, as a compliance to SEBI’s letter ref IMD/30962/2011 dated 29th September 2011 to Association of Mutual Funds in India ( AMFI) and the guidelines issued by AMFI subsequently vide letter ref 35P/MEM-COR/35/11-12 dated 23rd December 2011, the investors are provided an option with effect from January 01, 2012 to receive allotment of Mutual Fund units in their demat account while subscribing to any open ended/close ended/interval scheme (daily/weekly/fortnightly dividend options under all schemes) also for SIP ( Systematic Investment Plan) transactions, however, the units will be allotted based on the applicable NAV as per Scheme Information Document and will be credited to investors Demat Account on weekly basis on realisation of funds.</p>
<p><b>Facility to transact in units of the Schemes through MF Utility portal &amp; MFUI Points of Services pursuant to appointment of MF Utilities India Pvt. Ltd.</b></p>	<p>AMC has entered into an Agreement with MF Utilities India Private Limited (“MFUI”), a “Category II – Registrar to an Issue” under SEBI (Registrars to an Issue and Share Transfer Agents) Regulations, 1993, for usage of MF Utility (“MFU”) - a shared services initiative of various Asset Management Companies, which acts as a transaction aggregation portal for transacting in multiple Schemes of various Mutual Funds with a single form and a single payment instrument.</p> <p>Accordingly, investors are requested to note that in addition to the existing official points of acceptance (“OPA”) for accepting transactions in the units of the schemes of the LIC Mutual Fund as disclosed in the SID, <a href="http://www.mfuonline.com">www.mfuonline.com</a> i.e. online transaction portal of MFU and the authorized Points of Service (“POS”)</p>

designated by MFUI shall also be the OPA with effect from the dates as may be specified by MFUI on its website/AMC by issuance of necessary communication.

All financial and non-financial transactions pertaining to Schemes of LIC Mutual Fund can be done through MFU either electronically on [www.mfuonline.com](http://www.mfuonline.com) or physically through the POS of MFUI with effect from the respective dates as published on MFUI website against the respective POS locations. The list of POSs of MFUI is published on the website of MFUI at [www.mfuindia.com](http://www.mfuindia.com). This will be updated from time to time.

The uniform cut-off time as prescribed by SEBI (Mutual Funds) Regulations 1996, circulars issued by SEBI and as mentioned in the SID / KIM of the Scheme shall be applicable for applications received on the portal of MFUI i.e. [www.mfuonline.com](http://www.mfuonline.com). However, investors should note that transactions on the MFUI portal shall be subject to the terms & conditions (including those relating to eligibility of investors) as stipulated by MFUI / LIC Mutual Fund / the AMC from time to time and in accordance to the laws applicable.

MFUI will allot a Common Account Number ("CAN"), a single reference number for all investments in the Mutual Fund industry, for transacting in multiple Schemes of various Mutual Funds through MFU and to map existing folios, if any. Investors can create a CAN by submitting the CAN Registration Form (CRF) and necessary documents at the MFUI POS. The AMC and / or its Registrar and Transfer Agent (RTA) shall provide necessary details to MFUI as may be needed for providing the required services to investors / distributors through MFU.

### C. PERIODIC DISCLOSURE

<p><b>Net Asset Value</b></p> <p>This is the value per unit of the scheme on a particular day. You can ascertain the value of your investments by multiplying the NAV with your unit balance</p>	<p>The AMC will calculate and disclose the Net Asset Value (NAV) of the Scheme on every Business Day. The AMC will prominently disclose the NAV under a separate head on the website of the Mutual Fund (www.licmf.com) and of the Association of Mutual Funds in India - AMFI (www.amfiindia.com) by 11.00 p.m. on every Business Day. In case of any delay, the reasons for such delay would be explained to AMFI in writing. If the NAVs are not available before commencement of Business Hours on the following day due to any reason, the Mutual Fund shall issue a press release giving reasons and explaining when the Mutual Fund would be able to publish the NAVs. In addition, NAV of the Scheme shall be made available at all the ISCs.</p> <p>The information on NAV of the scheme may be obtained by the unit holders, on any day by calling the office of the AMC or any of the ISCs at various locations Separate NAV will be calculated for Direct Plan and Regular Plan. NAV of dividend option and growth option will be different after declaration of dividend.</p> <p><b>Investor may write to AMC for availing facility of receiving the latest NAVs through SMS.</b></p>
<p><b>Half yearly / Monthly Portfolio</b></p> <p>This is a list of securities where the corpus of the scheme is currently invested. The market value of these investments is also stated in portfolio disclosures</p>	<p>The AMC, shall disclose portfolio (along with ISIN) in a user friendly &amp; downloadable spreadsheet format, as on the last day of the month/half year for the scheme(s) on its website www.licmf.com and on the website of AMFI (www.amfiindia.com) within 10 days from the close of each month/half year respectively.</p> <p>In case of unitholders whose email addresses are registered with LIC Mutual Fund, the AMC shall send via email both the monthly and half yearly statement of scheme portfolio within 10 days from the close of each month/half year, respectively.</p> <p>The AMC shall publish an advertisement every half-year, in the all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the half yearly statement of the scheme's portfolio on the AMC's website www.licmf.com and on the website of AMFI (www.amfiindia.com). The AMC shall provide physical copy of the statement of scheme portfolio without any cost, on specific request received from a unitholder.</p> <p>The latest monthly portfolio can be accessed at <a href="https://www.licmf.com/statutory_disclosure">https://www.licmf.com/statutory_disclosure</a></p>
<p><b>Half Yearly Results</b></p>	<p>Mutual Fund / AMC shall within one month from the close of each half year, (i.e. 31st March and on 30th September), host a soft copy of its unaudited financial results on its website (www.licmf.com). Further, the Mutual Fund / AMC shall publish an advertisement disclosing the hosting of such unaudited half yearly financial results on their website, in at least one national English daily newspaper and a regional newspaper published in the language of the region where the Head Office of the Mutual Fund is situated.</p>

<p><b>Annual Report</b></p>	<p>The Scheme wise annual report or an abridged summary thereof shall be provided to all Unit holders not later than four months (or such other period as may be specified by SEBI from time to time) from the date of closure of the relevant accounting year (i.e., 31st March each year). Scheme wise annual report shall be displayed on the website of the AMC (<a href="http://www.licmf.com">www.licmf.com</a>) and Association of Mutual Funds in India (<a href="http://www.amfiindia.com">www.amfiindia.com</a>) In case of unitholders whose email addresses are available with the Mutual Fund, the scheme annual reports or abridged summary would be sent only by email.</p> <p>The unitholders whose e-mail addresses are not registered with the Fund are requested to update / provide their email address to the Fund for updating the database. Physical copy of scheme wise annual report or abridged summary shall be provided to investors who have opted to receive the same.</p> <p>The AMC shall provide a physical copy of scheme annual report or abridged summary without charging any cost, upon receipt of a specific request from the unitholders, irrespective of registration of their email addresses. The full annual report shall be available for inspection at the Head Office of the Mutual Fund and a copy shall be made available to the Unit holders on request on payment of nominal fees, if any. The AMC shall publish an advertisement every year, in the all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the scheme wise annual report on the AMC website (<a href="http://www.licmf.com">www.licmf.com</a>) and on the website of AMFI (<a href="http://www.amfiindia.com">www.amfiindia.com</a>).</p>
<p><b>Associate Transactions</b></p>	<p>Please refer to Statement of Additional Information (SAI).</p>



<p><b>Taxation</b></p> <p>The information is provided for general information only. However, in view of the individual nature of the implications, each investor is advised to consult his or her own tax advisors / authorised dealers with respect to the specific amount of tax and other implications arising out of his or her participation in the schemes.</p>	<table border="1"> <thead> <tr> <th>Tax</th> <th>Resident Investors</th> <th>Non Resident Investors</th> <th>Mutual Fund</th> </tr> </thead> <tbody> <tr> <td>Tax on Dividend*</td> <td>Taxable at slab rates</td> <td>20%</td> <td>Nil</td> </tr> <tr> <td>Capital Gains*</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Long Term (Held for a period of more than 36 Months)</td> <td></td> <td></td> <td></td> </tr> <tr> <td>--Listed debt funds</td> <td>20% with indexation</td> <td>20% with indexation</td> <td>Nil</td> </tr> <tr> <td>--Unlisted debt funds</td> <td>20% with indexation</td> <td>10% (indexation benefit not available)</td> <td>Nil</td> </tr> <tr> <td>Short Term</td> <td>30%^</td> <td>30%^</td> <td>Nil</td> </tr> </tbody> </table> <p>Investors should be aware that the fiscal rules/ tax laws may change and there can be no guarantee that the current tax position may continue indefinitely.</p> <p>* plus, applicable surcharge and cess</p> <p>^ Assuming investor falls into highest tax bracket</p> <p>For Further details on taxation, please refer to the Section on 'Taxation' in 'Statement of Additional Information ('SAI').</p>	Tax	Resident Investors	Non Resident Investors	Mutual Fund	Tax on Dividend*	Taxable at slab rates	20%	Nil	Capital Gains*				Long Term (Held for a period of more than 36 Months)				--Listed debt funds	20% with indexation	20% with indexation	Nil	--Unlisted debt funds	20% with indexation	10% (indexation benefit not available)	Nil	Short Term	30%^	30%^	Nil
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--Unlisted debt funds	20% with indexation	10% (indexation benefit not available)	Nil																										
Short Term	30%^	30%^	Nil																										
<p><b>For Investor Grievances please contact</b></p>	<p>For enquires/complaints/service requests etc. the investors may contact: Phone:-022-66016000 or Send an e-mail to <a href="mailto:service@licmf.com">service@licmf.com</a> <b>LIC Mutual Fund Asset Management Limited</b> Ms. Sonali Pandit, Assistant General Manager (RTA- Operations) 4th Floor, Industrial Assurance Building, Opp. Churchgate Station, Mumbai – 400 020. EMAIL: <a href="mailto:service@licmf.com">service@licmf.com</a></p> <p>For verification of investor's identity, the service representatives may require personal information of the investor in order to protect confidentiality of information. The Asset Management will at all times endeavor to handle transactions efficiently and to resolve any investor grievances promptly.</p>	<p><b>M/s. KFin Technologies Private Limited</b> Karvy Selenium Tower B, Plot number 31 &amp; 32, Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad - 500032 PH: 040 3321 5277 <a href="http://www.kfintech.com">www.kfintech.com</a></p>																											

## D. COMPUTATION OF NAV

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The Net Asset Value (NAV) per Unit of the respective Plan(s) will be computed by dividing the net assets of the Plan(s) by the number of Units outstanding under the Plan(s) on the valuation date. The Mutual Fund will value its investments according to the valuation norms, as specified in Schedule VIII of the SEBI (MF) Regulations, or such norms as may be specified by SEBI from time to time. In case of any conflict between the Principles of Fair Valuation and valuation guidelines specified by SEBI, the Principles of Fair Valuation shall prevail. NAV of Units under each Plan shall be calculated as shown below:

$$\text{NAV (Rs.)} = \frac{\text{Market or Fair Value of the Plan's Investments} + \text{Current Assets} - \text{Current Liabilities and Provisions}}{\text{No. of Units outstanding under each Plan}}$$

The AMC will calculate and disclose the first NAV of the Plan(s) not later than 5 Business Days from the allotment of units of the respective Plan(s). Subsequently, the NAV of the Plan(s) will be calculated and disclosed at the close of every Business Day. Each Plan will be managed as a separate investment Portfolio. Separate NAV will be calculated and announced for each of the Options of the respective Plan(s) at the close of every Business Day. The NAVs will be calculated upto 4 decimals. Units will be allotted in whole figure.

**a) Methodology of calculating sale/repurchase prices**

Methodology of calculating sale price the price or NAV a unitholder is charged while investing in an open-ended scheme is called sale or subscription price. Pursuant to SEBI Circular No. SEBI /IMD/CIR No.4/168230/09 dated 30th June, 2009, no entry load will be charged by the scheme to the unitholders. Therefore, Sale or Subscription price = Applicable NAV

**b) Methodology of calculating repurchase price**

Repurchase or redemption price is the price or NAV at which an open-ended scheme purchases or redeems its units from the Unitholders. It may include exit load, if applicable. The exit load, if any, shall be charged as a percentage of Net Assets Value (NAV) i.e. applicable load as a percentage of NAV will be deducted from the "Applicable NAV" to calculate the repurchase price. Therefore, Repurchase or Redemption Price = Applicable NAV \* (1- Exit Load, if any) For example, If the Applicable NAV of the Scheme is Rs.10 and the Exit Load applicable at the time of investment is 2% if redeemed before completion of 1 year from the date of allotment of units and the unitholder redeems units before completion of 1 year, then the repurchase or redemption price will be: = Rs. 10 \* (1-0.02) =Rs.9.80

## E. ADDITIONAL DISCLOSURES

### 1) Scheme's portfolio: -

#### a) Issuer Exposure

Name of the issuer	% of NAV
REC Ltd.	7.79
Bajaj Finance Ltd.	7.28
Reliance Industries Ltd.	7.25
Axis Bank Ltd.	6.98
Reliance Jio Infocomm Ltd.	6.95
Bharat Petroleum Corporation Ltd.	5.73
Birla Group Holdings Pvt Ltd.	5.51
L&T Housing Finance Ltd.	4.92
Bank of Baroda	4.21
HDFC Bank Ltd.	3.69
Others	33.85
Cash & Cash Equivalent:	5.84
<b>Total</b>	<b>100.00</b>

#### b) Sector Allocation

Sector / Industry Classification	% of NAV
Finance	39.73
Banks	21.75
PETROLEUM PRODUCTS	12.98
TELECOM - SERVICES	6.95
Cash & Cash Equivalent:	5.84
Construction	3.64
Housing Finance	3.55
POWER	3.46
Government of India	2.10
<b>Total</b>	<b>100.00</b>

2) Scheme's Portfolio Turnover ratio:- NA

3) The aggregate investment in the scheme under the following Categories:-

- i) Asset Management's Board of Directors - NIL
- ii) Concerned scheme's Fund Manager(s) (Amt in Crs.) – NIL
- iii) Other key managerial personnel (Amt in Crs)–NIL

The latest monthly portfolio can be accessed at

<https://www.licmf.com/statutory-disclosure>

4) Illustration of impact of expense ratio on scheme's returns :-

Particulars		DEBT SCHEME			
		With Load		Without Load	
		Regular Plan	Direct Plan	Regular Plan	Direct Plan
Face Value of Scheme XY		1,000.00	1,000.00	1,000.00	1,000.00
Allotment NAV	A	1,000.00	1,000.00	1,000.00	1,000.00
Total Collections	B	150,000,000.00	150,000,000.00	150,000,000.00	150,000,000.00
No of Unit	C= B/A	150,000.00	150,000.00	150,000.00	150,000.00
Investment Income @ 7.50% (per day)	D	30,821.92	30,821.92	30,821.92	30,821.92
Net Assets before expenses	E=B+D	150,030,821.92	150,030,821.92	150,030,821.92	150,030,821.92
NAV Per Unit before Expenses	F	1,000.2055	1,000.2055	1,000.2055	1,000.2055
Expenses (2.00% for Regular Plan and 1.75% for Direct Plan )	G	8,221.32	7,193.60	8,221.32	7,193.60
Net Assets after Expenses	H=E-G	150,022,600.60	150,023,628.31	150,022,600.60	150,023,628.31
NAV Per Unit After Expenses	I=H/C	1,000.1507	1,000.1575	1,000.1507	1,000.1575
Load Applicable	L	0.25%	0.25%	0.00%	0.00%
Sale Price	M=I	1,000.1507	1,000.1575	1,000.1507	1,000.1575
Repurchase Price	N=I-(I*L)	997.6503	997.6571	1,000.1507	1,000.1575
Return post Expenses	J=((I-A)/A)*365	5.50%	5.75%	5.50%	5.75%
Return prior Expenses	K=((F-A)/A)*365	7.50%	7.50%	7.50%	7.50%

## IV. FEES AND EXPENSES

This section outlines the expenses that will be charged to the Schemes.

### A. NEW FUND OFFER (NFO) EXPENSES:

This section does not apply to the schemes covered in this SID, as the ongoing offer of the Schemes has commenced after the NFO period, and the units are available for continuous subscription and redemption.

### B. ANNUAL SCHEME RECURRING EXPENSES: (as a % of daily net assets)

These are the fees and expenses for operating the Scheme. These expenses include Investment Management and Advisory Fee charged by the AMC, Registrar's fee, marketing and selling costs etc., as given in the table related to maximum permissible expense below.

The Schemes may be charged with the approval of the Trustee within overall limits as specified in the Regulations except those expenses which are specifically prohibited.

The recurring expenses of the Scheme (including the Investment Management and Advisory Fees) shall be as per the maximum permissible limits prescribed under the SEBI (MF) Regulations. These are as follows:

Daily Net Assets	As a % of daily net assets (per annum)
On the first Rs. 500 crores	2.00%
On the next Rs. 250 crores	1.75%
On the next Rs. 1,250 crores	1.50%
On the next Rs. 3,000 crores	1.35%
On the next Rs. 5,000 crores	1.25%
On the next Rs. 40,000 crores	Reduction of 0.05% for every increase of Rs.5,000 crores of daily net assets or part thereof;
Balance of assets over and above Rs. 50,000 crores	0.80%

The total expenses of the Scheme(s) including the investment management and advisory fee shall not exceed the limit stated in Regulation 52(6) of the SEBI (MF) Regulations.

In addition to expenses as permissible under Regulation 52 (6) (c), the AMC may charge the following to the concerned scheme of the Fund under Regulation 52(6A):

- a. Additional expenses upto 0.30 per cent of daily net assets of the concerned schemes of the Fund if new inflows from retail investors from B30 cities as may be specified by Regulations from time to time are at least:
  - (i) 30 per cent of gross new inflows in the concerned scheme, or;
  - (ii) 15 per cent of the average assets under management (year to date) of the concerned scheme, whichever is higher.

Provided that if inflows from retail investors from B30 cities are less than the higher of (i) or (ii) mentioned above, such expenses on daily net assets of the concerned scheme shall be charged on proportionate basis.

Further, the expenses charged under this clause shall be utilized for distribution expenses incurred for bringing inflows from retail investors from B30 cities. The amount incurred as expense on account of inflows from B30 cities shall be credited back to the scheme in case the said inflows are redeemed within a period of one year from the date of investment. "B30 cities" shall be beyond Top 30 cities as at the end of the previous financial year as communicated by AMFI. Inflows of amount upto Rs 2,00,000/- per transaction, by individual investors shall be considered as inflows from "retail investor".

- b. Brokerage and transaction costs which are incurred for the purpose of execution of trade and is included in the cost of investment, not exceeding 0.12 per cent in case of cash market transactions
- c. Additional expenses incurred towards different permissible heads under sub-regulation 52(2) & 52(4), not exceeding 0.05 percent of daily net assets of the concerned scheme.

"Provided that such additional expenses shall not be charged to the schemes where the exit load is not levied or applicable."

In Addition to expenses under Regulation 52(6) and (6A), AMC may charge GST on investment and advisory fees, expenses other than investment and advisory fees and brokerage and transaction cost as below:

- a. **GST on investment and advisory fees:** AMC may charge GST on investment and advisory fees of the scheme in addition to the maximum limit of TER as per the Regulation 52(6).
- b. **GST on expenses other than investment and advisory fees:** AMC may charge GST on expenses other than investment and advisory fees of the scheme, if any within the maximum limit of TER as per the Regulation under 52(6).
- c. **GST on brokerage and transaction cost:** The GST on brokerage and transaction costs which are incurred for the purpose of execution of trade, will be within the limit of TER as per the Regulation 52(6).

Further, it is clarified that the brokerage and transaction cost incurred for the purpose of execution of trade may be capitalized to the extent of 0.12 percent for cash market transactions. Any payment towards brokerage and transaction cost, over and above the said 12 bps cash market transactions may be charged to the scheme within the maximum limit of Total Expense Ratio (TER) as prescribed under regulation 52 of the SEBI (MF) Regulations. Any expenditure in excess of the said prescribed limit (including brokerage and transaction cost, if any) shall be borne by the AMC or by the trustee or sponsors.

At least 2 bps on daily net assets within the maximum limit of overall expense Ratio shall be annually set apart for investor education and awareness initiatives.

These estimates have been made in good faith by the AMC and are subject to change inter-se. The expenses may be more than as specified in the table above, but the total recurring expenses that can be charged to the Scheme will be subject to limits prescribed from time to time under the SEBI Regulations. Any expense other than those specified in the SEBI Regulations shall be borne by the AMC and/ or the Sponsors and/or Trust.

Any other expenses that are directly attributable to the Scheme, and permissible under SEBI (Mutual Funds) Regulations, 1996 from time to time, may be charged within the overall limits as specified in the Regulations.

The Scheme shall strive to reduce the level of these expenses so as to keep them well within the maximum limits currently allowed by SEBI and any revision in the said expenses limits by SEBI would be applicable.

All scheme related expenses including commission paid to distributors, by whatever name it may be called and in whatever manner it may be paid, shall necessarily be paid from the scheme only within the regulatory limits and not from the books of the Asset Management Companies (AMC), its associate, sponsor, trustee or any other entity through any route.

The AMC has estimated following recurring expenses, as summarized in the below table for each scheme. The expenses are estimated on a corpus size of INR 500 crores and have been made in good faith as per the information available to the AMC. The total expenses will be maximum permissible limit as specified in the table below. Expenses over and above the prescribed limit shall be charged / borne in accordance with the Regulations prevailing from time to time. The below expenses are subject to inter-se change and may increase/decrease as per actuals, and/or any change in the Regulations.

<b>Nature of Expense</b> \$	<b>% of daily net assets ***</b>
Investment Management and Advisory Fees	Upto 2.00%
Trustee fee	
Audit fees	
Custodian fees	
RTA Fees	
Marketing & Selling expense incl. agent commission	
Cost related to investor communications	
Cost of fund transfer from location to location	
Cost of providing account statements and dividend redemption cheques and warrants	
Costs of statutory Advertisements	
Cost towards investor education & awareness (at least 2 bps)	
Brokerage & transaction cost (inclusive of GST) over and above 12 bps cash.	
GST on expenses other than investment and advisory fees**	
<b>Maximum total expense ratio (TER) permissible under Regulation 52 (6)(c)</b>	<b>Upto 2.00%</b>
Additional expenses for gross new inflows from specified cities under Regulation 52 (6A) (b)#	Upto 0.30%

\*\* Mutual funds /AMCs may charge GST on investment and advisory fees to the scheme in addition to the maximum limit of TER as prescribed in regulation 52 of the Regulations.

\$ The nature of expenses can be any permissible expenses including management fees.

\*\*\* Direct Plan under the aforementioned Scheme shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

# Additional TER will be charged based on inflows only from retail investors (other than Corporates and Institutions) from B 30 cities.

**The above indicative expenses would be applicable to respective plans as mentioned in the above table.**

**The purpose of the above table is to assist the investor in understanding the various costs & expenses that the investor in the Schemes will bear directly or indirectly.**

Expense Structure for Direct Plan - The annual recurring expenses will be within the limits specified under the SEBI (Mutual Funds) Regulations, 1996.

The mutual fund would update the current expense ratios on its website (viz. <http://www.licmf.com>) at least three working days prior to the effective date of the change.

### C. TRANSACTION CHARGES

SEBI has allowed Asset Management Companies (AMCs) to deduct transaction charges per subscription of Rs.10,000/- and above, vide its Circular No. Cir/IMD/DF/13/2011 dated August 22, 2011.

In accordance with said circular, the AMC/Mutual Fund shall deduct the Transaction Charges on purchase/ subscription received from first time mutual fund investors and investor other than first time mutual fund investors through the distributor/agent (who have opted to receive the transaction charges) as under:

**(i) First Time Mutual Fund Investor (across Mutual Funds):**

Transaction charge of Rs. 150/- for subscription of Rs. 10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor and the balance shall be invested.

**(ii) Investor other than First Time Mutual Fund Investor:**

Transaction charge of Rs. 100/- per subscription of Rs. 10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the investor and the balance shall be invested.

However, transaction charges in case of investments through Systematic Investment Plan (SIP) shall be deducted only if the total commitment (i.e. amount per SIP installment x No. of installments) amounts to Rs. 10,000/- or more. The Transaction Charges shall be deducted in 3-4 installments.

**(iii) Transaction charges shall not be deducted for:** purchases /subscriptions for an amount less than Rs. 10,000/-; transaction other than purchases/ subscriptions relating to new inflows such as Switch/ STP/ SWP/ DTP, etc. purchases/subscriptions made directly with the Fund (i.e. not through any distributor/agent). Purchases/subscriptions carried out through NSE MFSS (or through other stock exchange platform(s) added from time to time

### D. LOAD STRUCTURE

Load is an amount that is paid by the investor to subscribe to the units or to redeem the units from the scheme. This amount is used by the AMC to pay commissions to the distributor and to take care of other marketing and selling expenses. Load amounts are variable and are subject to change from time to time. For the current applicable structure, please refer to the website of the AMC ([www.licmf.com](http://www.licmf.com)) or may call at Area offices / Business Centres or your distributor.

Type of Load	Load Chargeable (as % of NAV)
Entry	Nil
Exit	Nil

(i) No exit load shall be levied for switching between Options under the same Plan within the Scheme.

(ii) Switch of investments from Regular Plan to Direct Plan under the same Scheme/Plan shall be subject to applicable exit load, unless the investments were made directly i.e. without any distributor code. However, any subsequent switch-out or redemption of such investments from Direct Plan will not be subject to any exit load.

(iii) No exit load shall be levied for switch-out from Direct Plan to Regular Plan. However, any subsequent switch-out or redemption of such investment from Regular Plan shall be subject to exit load based on the original date of investment in the Direct Plan.

(iv) Switch of investments between Plans under a Scheme having separate portfolios, will be subject to applicable exit load.

(v) No exit load will be levied on Bonus Units and Units allotted on Dividend Re-investment.

Under the Scheme (s), the Trustee / AMC reserves the right to modify / change the Load structure if it so deems fit in the interest of smooth and efficient functioning of the Mutual Fund. The AMC reserves the right to introduce / modify the Load Structure depending upon the circumstances prevailing at that time subject to maximum limits as prescribed under the SEBI (MF) Regulations. The Load may also be changed from time to time and in the case of an Exit / Redemption Load this may be linked to the period of holding. Exit load (net of GST) charged, if any, shall be credited to the Scheme. The



investor is requested to check the prevailing load structure of the Scheme before investing. The investor is requested to check the prevailing load structure of the Scheme before investing.

Any imposition or enhancement of Exit Load in the load shall be applicable on prospective investments only. However, AMC shall not charge any load on issue of bonus units and units allotted on reinvestment of dividend for existing as well as prospective investors. At the time of changing the load structure the AMC / Mutual Fund may adopt the following procedure:

(i) The addendum detailing the changes will be attached to Scheme Information Document and Key Information

Memorandum and displayed on our website [www.licmf.com](http://www.licmf.com). The addendum will be circulated to all the distributors / brokers so that the same can be attached to all Scheme Information Document and Key Information Memorandum already in stock.

(ii) Arrangements will be made to display the changes / modifications in the Scheme Information Document in the form of a notice in all the Investor Service Centres and distributors / brokers office.

(iii) A public notice shall be given in respect of such changes in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of region where the Head Office of the Mutual Fund is situated.

**E. WAIVER OF LOAD**

Pursuant to SEBI Circular no SEBI/IMD/CIR No 4/16831/09 dated June 30 2009 there shall be no entry load for all mutual funds schemes (including additional purchases and switch-in to a scheme from other schemes) with effect from August 1, 2009. Therefore procedure for waiver of load for direct application is no longer applicable.

## **V. RIGHTS OF UNITHOLDERS**

Please refer to SAI for details

## **VI. PENALTIES, PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN THE PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY.**

This section shall contain the details of penalties, pending litigation, and action taken by SEBI and other regulatory and Govt. Agencies.

A penalty of INR.1 Lac each has been imposed on LIC Mutual Fund and LIC Mutual Fund Asset Management Ltd. for violation of investment norms as per SEBI (Mutual Funds) Regulations, 1996 Vide adjudication order dated 31/12/2002. The same has been paid off by both LIC Mutual Fund and LIC Mutual Fund Asset Management Ltd

1. All disclosures regarding penalties and action(s) taken against foreign Sponsor(s) may be limited to the jurisdiction of the country where the principal activities (in terms of income / revenue) of the Sponsor(s) are carried out or where the headquarters of the Sponsor(s) is situated. Further, only top 10 monetary penalties during the last three years shall be disclosed.

**NIL**

2. In case of Indian Sponsor(s), details of all monetary penalties imposed and/or action taken during the last three years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to shareholders or debenture holders and depositors, or for economic offences, or for violation of securities law. Details of settlement, if any, arrived at with the aforesaid authorities during the last three years shall also be disclosed.

### **Sponsor**

#### **With regard to Penalties paid in respect of Service Tax/GST**

- A. Service tax penalty paid for Financial Year 2016-17 was Rs 87.03 lakhs
- B. Service tax penalty paid for Financial Year 2017-18 was Rs 0.02 lakhs
- C. Service tax penalty paid for Financial Year 2018-19 was Rs 5.16 lakhs

#### **With regard to Penalties paid in respect of Income tax**

- A. Income tax penalty paid for Financial Year 2016-17 was Rs 294.86 lakhs
- B. Income tax penalty paid for Financial Year 2017-18 was Rs 58.78 lakhs
- C. Income tax penalty paid for Financial Year 2018-19 was Rs 18.52 lakhs

### **AMC**

- a) A penalty of INR 1 Lac each has been imposed on LIC Mutual Fund and LIC Mutual Fund Asset Management Ltd. for violation of investment norms as per SEBI (Mutual Funds) Regulations, 1996 Vide adjudication order dated 31/12/2002. The same has been paid off by both LIC Mutual Fund and LIC Mutual Fund Asset Management Ltd.

3. Details of all enforcement actions taken by SEBI in the last three years and/ or pending with SEBI for the violation of SEBI Act, 1992 and Rules and Regulations framed there under including debarment and/ or suspension and/ or cancellation and/ or imposition of monetary penalty/adjudication/enquiry proceedings, if any, to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel (especially the fund managers) of the AMC and Trustee Company were/ are a party. The details of the violation shall also be disclosed.

**NIL**

4. Any pending material civil or criminal litigation incidental to the business of the Mutual Fund to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel are a party should also be disclosed separately.

**NIL**

5. Any deficiency in the systems and operations of the Sponsor(s) and/ or the AMC and/ or the Board of Trustees/Trustee Company which SEBI has specifically advised to be disclosed in the SID, or which has been notified by any other regulatory agency, shall be disclosed.

**NIL**

**Notes:**

The Scheme under this Document was approved by the Trustee at its meeting. The Trustee has ensured that LIC MF Savings Fund is product offered by LIC Mutual Fund and is not a minor modification of its existing schemes.

The information contained in this Document regarding taxation is for general information purposes only and is in conformity with the relevant provisions of the tax laws, and has been included relying upon advice provided to the Fund's tax advisor based on the relevant provisions of the currently prevailing tax laws.

Any dispute arising out of this issue shall be subject to the exclusive jurisdiction of the Courts in India. Statements in this Scheme Information Document are, except where otherwise stated, based on the law, practice currently in force in India, and are subject to changes therein.

**Notwithstanding anything contained in this Scheme Information Document, the provisions of the**

**SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under and guidelines and directives issued by SEBI from time to time shall be applicable.**

**For and on behalf of the Board of Directors of the Asset Management Company of the Mutual Fund**

**Date: 29/06/2020**

**Place: Mumbai**

**Sd/-**

**Dinesh Pangtey  
Chief Executive Officer**

## VII. LIST OF OFFICIAL POINTS OF ACCEPTANCE OF TRANSACTIONS

### LIC Mutual Fund: Branch Offices

Website of LIC MF: [www.licmf.com](http://www.licmf.com) Email: [service@licmf.com](mailto:service@licmf.com)

BRANCH OFFICE	ADDRESS	Phone No.
AHMEDABAD	JEEVAN SADAN, LIC BUILDING, 3RD FLOOR, ASHRAM ROAD, OPP. CAPITAL COMMERCIAL CENTRE, AHMEDABAD - 380006	079-40380568
BENGALURU	NO.4, 2ND FLOOR, CANARA MUTUAL BUILDING (OPP: CASH PHARMACY), RESIDENCY ROAD, BANGALORE - 560 025	080-22118478
BHUBANESWAR	PLOT NO-2B & 2C, GROUND FLOOR, BEHIND RAM MANDIR, UNIT-3, KHARAVEL NAGAR, BHUBANESWAR- 751001, ODISHA	0674-2396522
CHANDIGARH	SCO -20-30, GROUND FLOOR, JEEVAN PARKASH BUILDING, LIC DIV. OFFICE, SECTOR - 17B, CHANDIGARH - 160017	0172-4622030
CHENNAI	SOUTH INDIA CO-OPERATIVE BUILDING, 3RD FLOOR, 15 ANNA SALAI, NEXT TO V.G.P BUILDING, CHENNAI 600 002	044 - 28411984 / 28555883
COIMBATORE	C/O LIC DIVISIONAL OFFICE, INDIA LIFE BUILDING, 1543/44, TRICHY ROAD, COIMBATORE-641 018	0422-4393014
DELHI	JEEVAN PRAKASH BUILDING, 7TH FLOOR, 25 KG MARG, NEW DELHI -110001	011 - 23359190/23314396
ERNAKULAM	11TH FLOOR, JEEVAN PRAKASH, LIC DIVISIONAL OFFICE, M.G ROAD, ERNAKULAM- 682011	0484 - 2367643
GHATKOPAR	Z-19, GROUND FLOOR, ZEST BUSINESS CENTRE, MG ROAD, NEAR DOSHI NURSING HOME, GHATKOPAR EAST, MUMBAI, MAHARASHTRA 400077	022-21020354
GOA	JEEVAN VISHWAS BUILDING, EDC COMPLEX, PLOT NO. 2, PATTO, PANAJI, GOA - 403001	0832-2988100
GUWAHATI	JEEVAN PRAKASH BUILDING, GROUND FLOOR, S.S. ROAD, FANCY BAZAR, GUWAHATI - 781001	0361 - 2730460
HYDERABAD	#5-9-57, 4TH FLOOR, JEEVAN JYOTHI BUILDING, BASHEERBAGH, HYDERABAD- 500029.	040 - 23244445 / 23210572
INDORE	9/1A "SNEHIL" U V HOUSE, SOUTH TUKOGANJ, NEAR- JAL SABHAGRAH, INDORE M.P - 452001	0731 - 4069162
JAIPUR	LIC DO-1 PREMISES, JEEVAN NIDHI-2, GROUND FLOOR, BHAWANI SINGH ROAD, AMBEDKAR CIRCLE, JAIPUR 302005	0141-2743620
KANPUR	16/275 JEEVAN VIKAS BUILDING, GROUND FLOOR, BESIDES CANARA BANK, M. G. ROAD, KANPUR -208001	0512 - 2360240 / 3244949
KOLKATA	HINDUSTAN BUILDING, GR. FL. 4, CHITTARANJAN AVENUE, KOLKATA - 700 072	033 - 22129455
LUCKNOW	JEEVAN PRAKASH, GROUND FLOOR MAIN & ANNEXE BUILDING, 30 HAZRATGANJ, LUCKNOW-226001	0522-2231186

MANGALORE	NO 6, GROUND FLOOR, POPULAR BUILDING, K S RAO ROAD, MANGALORE-575001	0824-2411482
MUMBAI	GROUND FLOOR, INDUSTRIAL ASSURANCE BUILDING, OPP. CHURCHGATE STATION, MUMBAI - 400020	022 - 66016178/ 80
NAGPUR	JEEVAN SEVA BUILDING, MOUNT ROAD, SADAR NAGPUR-440001	0712-2542497
NASHIK	RAJVE ENCLAVE, SHOP NO 2 GR. FLOOR, NR OLD MUNICIPAL CORPORATION, NEW PANDIT COLONY, NASHIK 422002	0253 - 2579507
PATNA	OFFICE NO -212, ADISON ARCADE, FRASERROAD, NEAR MAURYA HOTEL, PATNA 800001	0612 - 2321006
PUNE	C/O LIC OF INDIA, 1ST FLOOR, JEEVAN PRAKASH, DIVISIONAL OFFICE 1, NEAR ALL INDIA RADIO, SHIVAJI NAGAR UNIVERSITY ROAD, PUNE - 411005	020-25537301
RAIPUR	1st floor, Phase 1, Investment Building, LIC of India, Jeevan Bima Marg, Pandri, Raipur, Chhattisgarh 492004.	0771 - 2236780/4051137
RAJKOT	JEEVAN PRAKASH, LIC OF INDIA BUILDING CAMPUS, TAGORE MARG, RAJKOT - 360001	0281-2461522
RANCHI	2ND FLOOR, NARASARIA TOWER, OPPOSITE LALPUR POLICE STATION, RANCHI- 834001	0651-2206372
SURAT	OFFICE NO – D- 117, INTERNATIONAL TRADE CENTRE (ITC), MAJURAGATE CROSSING, RING ROAD- SURAT- 395002.	0261-4862626
THANE	JEEVAN CHINTAMANI, 2ND FLOOR, NEW RTO, EASTERN EXPRESS HIGHWAY, THANE - 400604	022- 62556011/ 12,

## LIC Mutual Fund : KFin Offices

Branch Name	State	Address	Pin Code	Phone No.
Bangalore	Karnataka	No 35, Puttanna Road, Basavanagudi, Bangalore	560004	080-26602852
Belgaum	Karnataka	Cts No 3939/ A2 A1, Above Raymonds Show Room  Beside Harsha Appliances, Club Road, Belgaum	590001	0831 2402544
Bellary	Karnataka	Shree Gayathri Towers, #4 1st Floor K.H.B.Colony, Gopalswamy Mudaliar Road, Gandhi Nagar-Bellary	583103	08392 – 254750
Davangere	Karnataka	D.No 162/6 , 1st Floor, 3rd Main, P J Extension, Davangere taluk, Davangere Manda, Davangere	577002	0819-2258714
Dharwad	Karnataka	307/9-A 1st Floor Nagarkar Colony, Elite Business Center, Nagarkar ColonyP B Road, Dharwad	580001	0836-2744207
Gulbarga	Karnataka	H NO 2-231,KRISHNA COMPLEX 2ND FLOOR Opp., Opp. Municipal corporation Office, Jagat, Station Main Road, KALABURAGI, Gulbarga	585105	08472 252503
Hassan	Karnataka	SAS no-212, Ground FloorSampige Road 1st cross, Near Hotel Souther Star K R Puram, Hassan	573201	08172 262065
Hubli	Karnataka	CTC No.483/A1/A2, Ground Floor Shri Ram Palza , Behind Kotak Mahindra Bank Club Road , Hubli	580029	0836-2252444
Mangalore	Karnataka	Mahendra Arcade Opp Court Road, Karangal Padi, -, Mangalore	575003	0824-2496289
Margao	Goa	2Nd Floor , Dalal Commercial Complex, Pajifond, Margao	403601	0832-2731823
Mysore	Karnataka	L-350Silver Tower, Ashoka Road, Opp.Clock Tower , Mysore	570001	0821-2438006
Panjim	Goa	Flat No.1-A H. No. 13/70, Timotio Bldg, Heliodoro Salgado Road Next to Navhind Bhavan (Market Area), Panjim	403001	0832-2426874
Shimoga	Karnataka	Sri Matra Naika Complex, 1St Floor Above Shimoga Diagnostic Centre, Llr Road Durgigudi, Shimoga	577201	08182-228799
Ahmedabad	Gujarat	Office No. 401, on 4th Floor, ABC-I, Off. C.G. Road, -, Ahmedabad	380009	9081903021
Anand	Gujarat	B-42 Vaibhav Commercial Center, Nr Tvs Down Town Shrow Room , Grid Char Rasta , Anand	380001	9081903038
Baroda	Gujarat	203 Corner point, Jetalpur Road, Baroda Gujarat, Baroda	390007	0265-2353506
Bharuch	Gujarat	123 Nexus business Hub, Near Gangotri Hotel, B/s Rajeshwari Petroleum,Makampur Road, Bharuch	392001	9081903042
Bhavnagar	Gujarat	303 STERLING POINT , WAGHAWADI ROAD , -, Bhavnagar	364001	278-3003149
Gandhidham	Gujarat	Shop # 12 Shree Ambica Arcade Plot # 300, Ward 12. Opp. CG High School , Near HDFC Bank, Gandhidham	370201	9081903027
Gandhinagar	Gujarat	123 First Floor, Megh Malhar Complex, Opp. Vijay Petrol Pump Sector - 11, Gandhinagar	382011	079 23244955
Jamnagar	Gujarat	131 Madhav Plaza, , Opp Sbi Bank, Nr Lal Bungalow, Jamnagar	361008	0288 3065810
Junagadh	Gujarat	124-125 Punit Shopping Center, M.G Road, Ranavav Chowk, Junagadh	362001	0285-2652220
Mehsana	Gujarat	FF-21 Someshwar Shopping Mall , Modhera Char Rasta, -, Mehsana	384002	02762-242950
Nadiad	Gujarat	311-3rd Floor City Center , Near Paras Circle, -, Nadiad	387001	0268-2563245
Navsari	Gujarat	103 1ST FLOORE LANDMARK MALL, NEAR SAYAJI LIBRARY , Navsari Gujarat, Navsari	396445	9081903040
Rajkot	Gujarat	302 Metro Plaza , Near Moti Tanki Chowk, Rajkot, Rajkot Gujarat	360001	9081903025
Surat	Gujarat	Office no: -516 5th Floor Empire State building , Near Udhna Darwaja, Ring Road, Surat	395002	9081903041
Valsad	Gujarat	406 Dreamland Arcade, Opp Jade Blue, Tithal Road, Valsad	396001	02632-258481



Vapi	Gujarat	A-8 FIRST FLOOR SOLITAIRE BUSINESS CENTRE, OPP DCB BANK GIDC CHAR RASTA, SILVASSA ROAD, Vapi	396191	9081903028
Chennai	Tamil Nadu	F-11 Akshaya Plaza 1St Floor, 108 Adhithanar Salai, Egmore Opp To Chief Metropolitan Court, Chennai	600002	044-42028512
T Nagar	Tamilnadu	No 23   Cathedral Garden Road, Cathedral Garden Road, Nungambakkam, Chennai	600 034	044 - 28309100
Alleppy	Kerala	1st Floor Jp Towers, Mullackal, Ksrtc Bus Stand, Alleppy	688011	0477 2263055
Calicut	Kerala	Second Floor, Manimuriyil Centre, Bank Road,, Kasaba Village, Calicut	673001	0495-4022480
Cochin	Kerala	Ali Arcade 1St FloorKizhavana Road, Panampilly Nagar, Near Atlantis Junction, Ernakualm	682036	0484 - 4025059
Kannur	Kerala	2 Nd Floor Prabhath Complex, Fort Road, Nr.Icici Bank, Kannur	670001	0497-2764190
Kollam	Kerala	GROUND FLOORA NARAYANAN SHOPPING COMPLEX, KAUSTHUBHSREE BLOCK, Kadapakada, Kollam	691008	474-2747055
Kottayam	Kerala	1St Floor Csiascension Square, Railway Station Road, Collectorate P O, Kottayam	686002	0481- 2300868/2302420
Malappuram	Kerala	First Floor Peekays Arcade, Down Hill, , Malappuram	676505	0483-2731480
Palghat	Kerala	No: 20 & 21 , Metro Complex H.P.O.Road Palakkad, H.P.O.Road, Palakkad	678001	9895968533
Tiruvalla	Kerala	2Nd FloorErinjery Complex, Ramanchira, Opp Axis Bank, Thiruvalla	689107	04862-211209
Trichur	Kerala	2Nd FloorBrothers Complex, Naikkanal JunctionShornur Road, Near Dhanalakshmi Bank H O, Thrissur	680001	0487- 6999987
Trivandrum	Kerala	2Nd Floor, Akshaya Tower, Sasthamangalam, Trivandrum	695010	0471 - 2725728
Coimbatore	Tamil Nadu	3rd Floor Jaya Enclave, 1057 Avinashi Road, -, Coimbatore	641018	0422 - 4388011
Dindigul	Tamil Nadu	NO 59B New Pensioner street, Palani Road, ,Opp Gomathi Lodge, Dindigul	624001	0451- 2436177
Erode	Tamil Nadu	No: 4 Veerappan Traders Complex, KMY Salai Sathy Road, Opp. Erode Bus Stand, Erode	638003	0424-4021212
Karur	Tamil Nadu	NO 108, ARULSIVAM COMPLEX, THIRU VI KA ROAD, Karur	639001	04324-241755
Madurai	Tamil Nadu	Rakesh towers 30-C 1st floor, Bye pass Road, Opp Nagappa motors, Madurai	625010	0452-2605856
Nagercoil	Tamil Nadu	HNO 45 , 1st Floor, East Car Street , Nagercoil	629001	04652 - 233552
Pollachi	Tamil Nadu	146/4Ramanathan Building, 1st Floor New Scheme Road , -, Pollachi	642002	04259- 235111
Pondicherry	Pondicherry	Building No:7 1st Floor, Thiayagaraja Street , -, Pondicherry	605001	0413-45490253
Salem	Tamil Nadu	NO 3/250 , Brindavan Road, 6th CrossPerumal kovil back side Fairland's, Salem	636016	0427-4020300
Thanjavur	Tamil Nadu	No. 70 Nalliah Complex, Srinivasam Pillai Road, -, Tanjore	613001	04362-275415
Tirunelveli	Tamil Nadu	55/18 Jeney Building, S N Road, Near Aravind Eye Hospital, Tirunelveli	627001	0462-4001416
Tirupur	Tamil Nadu	No 669A, Kamaraj Road,, Near old collector office,, Tirupur	641604	0421-2214221
Trichy	Tamil Nadu	No 23C/1 E V R road, Near Vekkaiamman Kalyana Mandapam, Putthur, -, Trichy	620017	0431-4020227
Tuticorin	Tamil Nadu	4 - B A34 - A37, Mangalmal Mani Nagar, Opp. Rajaji Park Palayamkottai Road, Tuticorin	628003	0461-2334603
Vellore	Tamil Nadu	No. 6 NEXUS Towers , 2nd Floor Officer's Line, Above Peter England & Bata Showroom opp. To Voorhees School, Vellore	632001	0416-41603806
Agartala	Tripura	OLS RMS CHOWMUHANI, MANTRI BARI ROAD1ST FLOOR NEAR TRAFFIC POINT, TRIPURA WEST, Agartala	799001	0381-2317519
Guwahati	Assam	1st Floor Bajrangbali Building, Near Bora Service Station GS Road, -, Guwahati	781007	8811036746
Shillong	Meghalaya	Annex Mani Bhawan , Lower Thana Road , Near R K M Lp School , Shillong	793001	0364 - 2506106
Silchar	Assam	N.N. Dutta Road, Chowchakra Complex, Premtala, Silchar	788001	3842261714
Ananthapur	Andhra Pradesh	Plot No: 12-313,, Balaji Towers, Suryanagar, Ananthapur Village, Anantapur	515001	08554-244449

Eluru	Andhra Pradesh	DNO-23A-7-72/73K K S PLAZA MUNUKUTLA VARI STREET, OPP ANDHRA HOSPITALS, R R PETA, Eluru	534002	08812-227851 / 52 / 53 / 54
Guntur	Andhra Pradesh	2nd Shatter, 1st Floor, Hno. 6-14-48, 14/2 Lane,, Arundal Pet, Guntur	522002	0863-2339094
Hyderabad	Telangana	No:303, Vamsee Estates, Opp: Bigbazaar, Ameerpet, Hyderabad	500016	040-44857874 / 75 / 76
Karimnagar	Telangana	2nd ShutterHNo. 7-2-607 Sri Matha , Complex Mankammathota , -, Karimnagar	505001	0878-2244773
Kurnool	Andhra Pradesh	Shop No:47, 2nd Floor, S komda Shoping mall, Kurnool	518001	08518-228550
Nanded	Maharashthra	Shop No.4 , Santakripa Market G G Road, Opp.Bank Of India, Nanded	431601	02462-237885
Nellore	Andhra Pradesh	D No:16-5-66 Ramarao Complex, No:2 Shop No:305,3rd Floor , Nagula Mitta Rodad, Opp Bank of baroda, Nellore	524001	0861 2349940
Nizamabad	Telangana	H No:5-6-430, Above Bank Of Baroda First Floor, Beside Hdfc BankHyderabad Road, Nizamabad	503003	08462-224366
Proddatur	Andhra Pradesh	D.NO: 4/625 BHAIRAVI COMPLEX , BHAIRAVI COMPLEX, UPSTAIRS KARUR VYSYA BANK GANDHI ROAD , Proddatur	516360	08564 - 242898
Rajahmundry	Andhra Pradesh	D.No.6-1-4Rangachary Street, T.Nagar, Near Axis Bank Street, Rajahmundry	533101	0883-2434468/70
Solapur	Maharashthra	Block No 06, Vaman Nagar Opp D-Mart, Jule Solapur, Solapur	413004	0217-2300021 / 2300318
Srikakulam	Andhra Pradesh	D No 4-4-97 First Floor Behind Sri Vijayaganapathi Temple, Pedda relli veedhi , Palakonda Road , Srikakulam	532001	8942229925
Tirupathi	Andhra Pradesh	H.No:10-13-425, 1st Floor Tilak Road , Opp: Sridevi Complex , Tirupathi	517501	9885995544 / 0877-2255797
Vijayanagaram	Andhra Pradesh	D No : 20-20-29, 1st Floor, Surya Nagar, Kalavapuvvu Meda, Near Ayodhya Stadium, Dharmapuri Road, Vizianagaram	535002	08922-236965
Vijayawada	Andhra Pradesh	HNo26-23, 1st Floor, Sundarammastreet, GandhiNagar, Krishna, Vijayawada	520010	0866-6604032/39/40
Visakhapatnam	Andhra Pradesh	Door No: 48-8-7, Dwaraka Diamond Ground Floor, Srinagar, Visakhapatnam	530016	0891-2714125
Warangal	Telangana	Shop No22 , , Ground Floor Warangal City Center,15-1-237, Mulugu Road Junction, Warangal	506002	0870-2441513
Khammam	Telangana	11-4-3/3 Shop No. S-9,1st floor, Srivenkata Sairam Arcade, Old CPI Office Near PriyaDarshini CollegeNehru Nagar , KHAMMAM	507002	8008865802
Hyderabad(Gachibowli)	Telangana	Selenium Plot No: 31 & 32, Tower B Survey No.115/22 115/24 115/25, Financial District Gachibowli Nanakramguda Serilingampally Mandal, Hyderabad	500032	040-33215122
Akola	Maharashthra	Yamuna Tarang Complex Shop No 30, Ground Floor N.H. No- 06 Murtizapur Road, Opp Radhakrishna Talkies, Akola	444004	0724-2451874
Amaravathi	Maharashthra	Shop No. 21 2nd Floor, Gulshan Tower, Near Panchsheel Talkies Jaistambh Square, Amaravathi	444601	0721 2569198
Aurangabad	Maharashthra	Ramkunj Niwas , Railway Station Road, Near Osmanpura Circle, Aurangabad	431005	0240-2343414
Betul	Madhya Pradesh	1071St Floor Hotel Utkarsh ,   J. H. College Road , -, Betul	460001	07141 - 231301
Bhopal	Madhya Pradesh	Gurukripa Plaza, Plot No. 48A, Opposite City Hospital, zone-2, M P nagar, Bhopal	462011	0755-4092712,0755-4092715
Chandrapur	Maharashthra	Shop No-6 Office No-2, 1St Floor Rauts Raghuvanshi Complex, Beside Azad Garden Main Road, Chandrapur	442402	07172-270262
Dewas	Madhya Pradesh	27 Rmo House, Station Road, Above Maa Chamunda Gaes Agency, Dewas	455001	07272-426010

Dhule	Maharashthra	Ground Floor Ideal Laundry Lane No 4, Khol Galli Near Muthoot Finance, Opp Bhavasar General Store, Dhule	424001	02562-282823
Indore	Madhya Pradesh	19/1 New Palasia Balaji Corporate 203-204-205, Above ICICI bank 19/1 New Palasia, NearCurewell Hospital Janjeerwala Square Indore, Indore	452001	0731-4266828/4218902
Jabalpur	Madhya Pradesh	3Rd floor , R.R. Tower.5 Lajpatkunj, near Tayabali petrol pump , Jabalpur	482001	0761-4923301
Jalgaon	Maharashthra	269 Jae Vishwa 1 St Floor, Baliram Peth Above United Bank Of India , Near Kishor Agencies., Jalgaon	425001	9421521406
Nagpur	Maharashthra	Plot No 2/1 House No 102/1, Mata Mandir Road, Mangaldeep Appartment Opp Khandelwal Jewelers Dharampeth, Nagpur	440010	0712-2533040
Nasik	Maharashthra	S-9 Second Floor, Suyojit Sankul, Sharanpur Road, Nasik	422002	0253-6608999
Ratlam	Madhya Pradesh	1 Nagpal Bhawan Free Ganj Road , Do Batti , Near Nokia Care , Ratlam	457001	07412-320398
Sagar	Madhya Pradesh	II floor Above shiva kanch mandir., 5 civil lines, Sagar, Sagar	470002	07582-402404
Ujjain	Madhya Pradesh	101 Aashta Tower, 13/1 Dhanwantri Marg, Freeganj, Ujjain	456010	0734-4250007 / 08
Asansol	West Bengal	112/N G. T. ROAD BHANGA PACHIL, G.T Road Asansol Pin: 713 303; , Paschim Bardhaman West Bengal, Asansol	713303	0341-2220077
Balasore	Orissa	1-B. 1st Floor, Kalinga Hotel Lane, Baleshwar, Baleshwar Sadar, Balasore	756001	06782-260503
Bankura	West Bengal	Plot nos- 80/1/ANATUNCHATI MAHALLA 3rd floor, Ward no-24 Opposite P.C Chandra, Bankura town, Bankura	722101	9434480586
Barhampore (Wb)	West Bengal	Thakur Market Complex Gorabazar, Post Berhampore Dist Murshidabad, 72 No Nayasarak Road, Barhampore (Wb)	742101	0348-2274494
Berhampur (Or)	Orissa	Opp Divya Nandan Kalyan Mandap, 3rd Lane Dharam Nagar, Near Lohiya Motor, Berhampur (Or)	760001	0680-2228106
Bhilai	Chatisgarh	Office No.2, 1st Floor, Plot No. 9/6, Nehru Nagar [East], Bhilai	490020	0788-2289499 / 2295332
Bhubaneswar	Orissa	A/181 Back Side Of Shivam Honda Show Room, Saheed Nagar, -, Bhubaneswar	751007	0674-2548981
Bilaspur	Chatisgarh	Shop.No.306, 3rd Floor,ANANDAM PLAZA, Vyapar Vihar Main Road, Bilaspur	495001	07752-470070
Bokaro	Jharkhand	B-1 1st Floor City Centre, Sector- 4 , Near Sona Chandi Jwellars, Bokaro	827004	7542979444
Burdwan	West Bengal	Anima Bhavan 1st Floor Holding No.-42, Sreepally G. T. Road, West Bengal, Burdwan	713103	0342-2665140
Chinsura	West Bengal	No : 96, PO: CHINSURAH, DOCTORS LANE, Chinsurah	712101	033-26810164
Cuttack	Orissa	SHOP NO-45,2ND FLOOR,, NETAJI SUBAS BOSE ARCADE,, (BIG BAZAR BUILDING) ADJUSENT TO RELIANCE TRENDS,, DARGHA BAZAR,Cuttack	753001	0671-2203077
Dhanbad	Jharkhand	208 New Market 2Nd Floor, Bank More, -, Dhanbad	826001	9264445981
Durgapur	West Bengal	MWAV-16 BENGAL AMBUJA, 2ND FLOOR CITY CENTRE, Distt. BURDWAN Durgapur-16 , Durgapur	713216	0343-6512111
Gaya	Bihar	Property No. 711045129, Ground FloorHotel Skylark, Swaraipuri Road, -, Gaya	823001	0631-2220065
Jalpaiguri	West Bengal	D B C Road Opp Nirala Hotel, Opp Nirala Hotel, Opp Nirala Hotel, Jalpaiguri	735101	03561-222136
Jamshedpur	Jharkhand	Madhukunj, 3rd Floor , Q Road, Sakchi, Bistupur, East Singhbhum, Jamshedpur	831001	0657-6655003/ 6655004/ 6655005/ 6655006/ 6655007
Kharagpur	West Bengal	Holding No 254/220, SBI BUILDING, Malancha Road, Ward No.16, PO: Kharagpur, PS: Kharagpur, Dist: Paschim Medinipur, Kharagpur	721304	3222253380
Kolkata	West Bengal	Apeejay House ( Beside Park Hotel ), C Block3rd Floor, 15 Park Street , Kolkata	700016	033 66285900

Malda	West Bengal	RAM KRISHNA PALLY; GROUND FLOOR, ENGLISH BAZAR, -, Malda	732101	03512-223763
Patna	Bihar	3A 3Rd Floor Anand Tower, Exhibition Road, Opp Icici Bank, Patna	800001	0612-4323066
Raipur	Chatisgarh	OFFICE NO S-13 SECOND FLOOR REHEJA TOWER, FAFADIH CHOWK, JAIL ROAD, Raipur	492001	0771-4912611
Ranchi	Jharkhand	Room No 307 3Rd Floor , Commerce Tower , Beside Mahabir Tower , Ranchi	834001	0651-2331320
Rourkela	Orissa	2nd Floor, Main Road, UDIT NAGAR, SUNDARGARH, Rourekla	769012	0661-2500005
Sambalpur	Orissa	First Floor; Shop No. 219, SAHEJ PLAZA, Golebazar; Sambalpur, Sambalpur	768001	0663-2533437
Siliguri	West Bengal	Nanak Complex, 2nd Floor, Sevoke Road, -, Siliguri	734001	0353-2522579
Agra	Uttar Pradesh	1St Floor, Deepak Wasan Plaza Behind Holiday Inn, Sanjay Place, Agra	282002	7518801801
Aligarh	Uttar Pradesh	Sebti Complex Centre Point, Sebti Complex Centre Point, -, Aligarh	202001	7518801802
Allahabad	Uttar Pradesh	Rsa Towers 2Nd Floor, Above Sony Tv Showroom, 57 S P Marg Civil Lines, Allahabad	211001	7518801803
Ambala	Haryana	6349, 2nd Floor, Nicholson Road, Adjacent Kos Hospitalambala Cant, Ambala	133001	7518801804
Azamgarh	Uttar Pradesh	House No. 290, Ground Floor, Civil lines, Near Sahara Office, -, Azamgarh	276001	7518801805
Bareilly	Uttar Pradesh	1ST FLOORREAR SIDEA -SQUARE BUILDING, 54-CIVIL LINES, Ayub Khan Chauraha, Bareilly	243001	7518801806
Begusarai	Bihar	C/o Dr Hazari Prasad Sahu, Ward No 13, Behind Alka Cinema, Begusarai (Bihar), Begusarai	851117	7518801807
Bhagalpur	Bihar	2Nd Floor, Chandralok ComplexGhantaghar, Radha Rani Sinha Road, Bhagalpur	812001	7518801808
Darbhanga	Bihar	Jaya Complex2Nd Floor, Above Furniture PlanetDonar, Chowk, Darbhanga	846003	7518801809
Dehradun	Uttaranchal	Kaulagarh Road, Near Sirmaur Margabove, Reliance Webworld, Dehradun	248001	7518801810
Deoria	Uttar pradesh	K. K. Plaza, Above Apurwa Sweets, Civil Lines Road, Deoria	274001	7518801811
Faridabad	Haryana	A-2B 3rd Floor, Neelam Bata Road Peer ki Mazar, Nehru Groundnit, Faridabad	121001	7518801812
Ghaziabad	Uttar Pradesh	FF - 31, Konark Building, Rajnagar, -, Ghaziabad	201001	7518801813
Ghazipur	Uttar Pradesh	House No. 148/19, Mahua Bagh, -, Ghazipur	233001	7518801814
Gonda	Uttar Pradesh	H No 782,Shiv Sadan, ITI Road,Near Raghukul Vidyapeeth, Civil lines, Gonda	271001	7518801815
Gorakhpur	Uttar Pradesh	Above V.I.P. House adjacent, A.D. Girls College, Bank Road, Gorakpur	273001	7518801816
Gurgaon	Haryana	No: 212A, 2nd Floor, Vipul Agora, M. G. Road, -, Gurgaon	122001	7518801817
Gwalior	Madhya Pradesh	City Centre, Near Axis Bank, -, Gwalior	474011	7518801818
Haldwani	Uttaranchal	Shoop No 5, KMVN Shoping Complex, -, Haldwani	263139	7518801819
Haridwar	Uttaranchal	Shop No. - 17, Bhatia Complex, Near Jamuna Palace, Haridwar	249410	7518801820
Hissar	Haryana	Shop No. 20, Ground Floor, R D City Centre, Railway Road, Hissar	125001	7518801821
Jaunpur	Uttar Pradesh	R N Complex 1-1-9-G, R. N. Complex, Opposite Pathak Honda, Above Oriental Bank of Commerce, Jaunpur	222002	7518801822
Jhansi	Uttar Pradesh	1st Floor, Puja Tower, Near 48 Chambers, ELITE Crossing, Jhansi	284001	7518801823
Kanpur	Uttar Pradesh	15/46 B Ground Floor, Opp : Muir Mills, Civil Lines, Kanpur	208001	7518801824
Korba	Chatisgarh	Nidhi Biz Complex, Plot No 5, Near Patidar Bhawan, T. P. Nagar, Korba	495677	7518801826

Lucknow	Uttar Pradesh	1st Floor, A. A. Complex, 5 Park Road Hazratganj Thaper House, Lucknow	226001	7518801830
Mandi	Uttar Pradesh	House No. 99/11, 3rd Floor, Opposite GSS Boy School, School Bazar, Mandi	175001	7518801833
Mathura	Uttar Pradesh	Shop No. 9, Ground Floor, Vihari Lal Plaza, Opposite Brijwasi Centrum, Near New Bus Stand, Mathura	281001	7518801834
Meerut	Uttar Pradesh	H No 5, Purva Eran, Opp Syndicate Bank, Hapur Road, Meerut	250002	7518801835
Mirzapur	Uttar Pradesh	Ground Floor, Triveni Campus, Ratan Ganj, -, Mirzapur	231001	7518801836
Moradabad	Uttar Pradesh	Chadha Complex, G. M. D. Road, Near Tadi Khana Chowk, Moradabad	244001	7518801837
Morena	Madhya Pradesh	House No. HIG 959, Near Court, Front of Dr. Lal Lab, Old Housing Board Colony, Morena	476001	7518801838
Muzaffarpur	Bihar	First Floor Saroj Complex, Diwam Road, Near Kalyani Chowk, Muzaffarpur	842001	7518801839
Noida	Uttar Pradesh	4054th Floor Vishal Chamber, Plot No.1 Sector-18, , Noida	201301	7518801840
Panipat	Haryana	Preet Tower, 3rd Floor, Behind Akash Institute, Near NK Tower, G.T. Road, Panipat	132103	7518801841
Renukoot	Uttar Pradesh	C/o Mallick Medical Store, Bangali Katra Main Road, Dist. Sonbhadra (U.P.), Renukoot	231217	7518801842
Rewa	Madhya Pradesh	Shop No. 2, Shree Sai Anmol Complex, Ground Floor, Opp Teerth Memorial Hospital, Rewa	486001	7518801843
Rohtak	Haryana	Shop No 14, Ground Floor, Rewa – 486 001, Madhya Pradesh, Delhi Road, Rohtak	124001	7518801844
Roorkee	Uttaranchal	Shree Ashadeep Complex 16, Civil Lines, Near Income Tax Office, Roorkee	247667	7518801845
Saharanpur	Uttar Pradesh	18 Mission Market, Court Road, -, Saharanpur	247001	7518801846
Satna	Madhya Pradesh	1st Floor Gopal Complex, Near Bus Stand, Rewa Road, Satna	485001	7518801847
Shimla	Himachal Pradesh	1st Floor, Hills View Complex, Near Tara Hall, Shimla	171001	7518801849
Shivpuri	Madhya Pradesh	A. B. Road, In Front of Sawarkar Park, Near Hotel Vanasthali, Shivpuri	473551	7518801850
Sitapur	Uttar Pradesh	12/12 Surya Complex, Station Road, Uttar Pradesh, Sitapur	261001	7518801851
Solan	Himachal Pradesh	Disha Complex, 1st Floor, Above Axis Bank, Rajgarh Road, Solan	173212	7518801852
Sonepat	Haryana	2nd floor, DP Tower, Model Town, Near Subhash Chowk, Sonepat	131001	7518801853
Sultanpur	Uttar Pradesh	1st Floor, Ramashanker Market, Civil Line, -, Sultanpur	228001	7518801854
Varanasi	Uttar Pradesh	D-64/132, 2nd Floor, KA, Mauza, Shivpurwa, Settlement Plot No 478 Pargana, Dehat Amanat, Mohalla Sigra, Varanashi	221010	7518801855
Yamuna Nagar	Haryana	B-V, 185/A, 2nd Floor, Jagadri Road,, Near DAV Girls College, (UCO Bank Building) Pyara Chowk, -, Yamuna Nagar	135001	7518801857
Kolhapur	Maharashthra	605/1/4 E Ward Shahupuri 2Nd Lane, Laxmi Niwas, Near Sultane Chambers, Kolhapur	416001	0231 2653656
Mumbai	Maharashthra	24/B Raja Bahadur Compound, Ambalal Doshi Marg, Behind Bse Bldg, Fort	400001	022-66235353
Pune	Maharashthra	Office # 207-210, second floor, Kamla Arcade, JM Road. Opposite Balgandharva, Shivaji Nagar, Pune	411005	020-66210449
Chembur	Maharashtra	Shop No 4 Ground Floor Shram Saflya Bldg, -, N G Acharya Marg, Chembur	400 071	022-662215536

		Mumbai		
Vile Parle	Maharashtra	Shop No.1 Ground Floor,, Dipti Jyothi Co-operative Housing Society,, Near MTNL office P M Road,, Vile Parle East	400057	022-26100967
Borivali	Maharashtra	Gomati SmutiGround Floor, Jambli Gully, Near Railway Station , Borivali Mumbai	400 092	022- 28916319
Thane	Maharashtra	Room No. 302 3rd FloorGanga Prasad, Near RBL Bank Ltd, Ram Maruti Cross RoadNaupada Thane West , Mumbai	400602	022 25303013
Ajmer	Rajasthan	302 3rd Floor, Ajmer Auto Building, Opposite City Power House, Jaipur Road; Ajmer	305001	0145-5120725
Alwar	Rajasthan	101 Saurabh Tower , Opp. Uit Near Bhagat Singh Circle, Road No.2, Alwar	301001	0144-2335550 / 0144-2335551
Amritsar	Punjab	72-A, Taylor'S Road, Opp Aga Heritage Club, Amritsar	143001	0183-5053802
Bhatinda	Punjab	#2047-A 2Nd Floor, The Mall Road, Above Max New York Life Insurance , Bhatinda	151001	0164- 5006725
Bhilwara	Rajasthan	Shop No. 27-28, 1St Floor Heera Panna Market, Pur Road, Bhilwara	311001	01482-246362 / 246364
Bikaner	Rajasthan	70-71 2Nd Floor   Dr.Chahar Building , Panchsati Circle, Sadul Ganj , Bikaner	334003	0151-2200014
Chandigarh	Union Territory	First floor, SCO 2469-70, Sec. 22-C, -, Chandigarh	160022	1725101342
Ferozpur	Punjab	The Mall Road Chawla Bulding 1st Floor, Opp. Centrail Jail, Near Hanuman Mandir, Ferozpur	152002	01632-241814
Hoshiarpur	Punjab	1St Floor The Mall Tower , Opp Kapila Hospital , Sutheri Road , Hoshiarpur	146001	01882-500143
Jaipur	Rajasthan	S16/A IIIrd Floor, Land Mark Building Opp Jai Club, Mahaver Marg C Scheme, Jaipur	302001	01414167715/17
Jalandhar	Punjab	1st FloorShanti Towers , SCO No. 37 PUDA Complex , Opposite Tehsil Complex, Jalandhar	144001	0181-5094410
Jammu	Jammu & Kashmir	Gupta's Tower, 2nd Floor CB-12, Rail Head complex, Jammu	180012	0191-2458820 / 2458818
Jodhpur	Rajasthan	Shop No. 6, GROUND FLOOR, GANG TOWER, OPPOSITE ARORA MOTER SERVICE CENTRE, NEAR BOMBAY MOTER CIRCLE, Jodhpur	342003	7737014590
Karnal	Haryana	18/369Char Chaman, Kunjpura Road, Behind Miglani Hospital, Karnal	132001	0184-2252524
Kota	Rajasthan	D-8, SHRI RAM COMPLEX, OPPOSITE MULTI PURPOSE SCHOOL, GUMANPUR, Kota	324007	0744-5100964
Ludhiana	Punjab	SCO 122, Second floor, Above Hdfc Mutual fun , Feroze Gandhi Market, Ludhiana	141001	0161-4670278
Moga	Punjab	1St FloorDutt Road, Mandir Wali Gali, Civil Lines Barat Ghar , Moga	142001	01636 - 230792
New Delhi	New Delhi	305 New Delhi House , 27 Barakhamba Road , -, New Delhi	110001	011- 43681700
Pathankot	Punjab	2nd Floor Sahni Arcade Complex, Adj.Indra colony Gate Railway Road, Pathankot, Pathankot	145001	0186-5080188
Patiala	Punjab	SCO 27 D , Chotti Baradari , Near Car Bazaar , Patiala	147001	0175-5004349
Sikar	Rajasthan	First FloorSuper Tower , Behind Ram Mandir Near Taparya Bagichi , -, Sikar	332001	01572-250398
Sri Ganganagar	Rajasthan	Address Shop No. 5, Opposite Bihani Petrol Pump, NH - 15, near Baba Ramdev Mandir, Sri Ganganagar	335001	0154-2470177
Udaipur	Rajasthan	Shop No. 202, 2nd Floor business centre, 1C Madhuvan, Opp G P O Chetak Circle , Udaipur	313001	0294 2429370



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Mutual Fund Investments Are Subject To Market Risks, Read All Scheme Related Document Carefully.