

## SCHEME INFORMATION DOCUMENT

### SECTION I

#### Mirae Asset Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index Fund

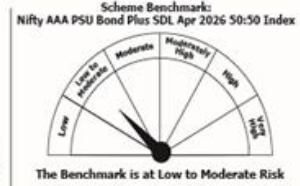
(An open-ended target maturity Index Fund investing in the constituents of Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index. A scheme with relatively high interest rate risk and relatively low credit risk)

#### PRODUCT LABELLING

Mirae Asset Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index Fund is suitable for investors who are seeking\*

- Income over the Target maturity period
- Open ended target maturity index fund that seeks to track Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index

\*Investors should consult their financial advisors if they are not clear about the suitability of the product.



*Continuous Offer for units at NAV based prices.*

Potential Risk Class			
Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	A-III		

**Name of Mutual Fund: Mirae Asset Mutual Fund**

**Name of Asset Management Company:** Mirae Asset Investment Managers (India) Private Limited  
CIN: U65990MH2019PTC324625

**Name of Trustee Company:** Mirae Asset Trustee Company Private Limited  
CIN: U65191MH2007FTC170231

#### Registered & Corporate Office:

Unit No.606, Windsor Building, Off. C.S.T Road, Kalina, Santacruz (East), Mumbai – 400098

Tel. No.: 022-678 00 300 Fax No.: 022- 6725 3940 - 47

Website: [www.miraeassetmf.co.in](http://www.miraeassetmf.co.in) E-mail: [miraeasset@miraeassetmf.co.in](mailto:miraeasset@miraeassetmf.co.in)

<p>The particulars of the Scheme have been prepared in accordance with Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 (hereinafter referred to as SEBI (MF) Regulations) as amended till date and filed with SEBI, along with Due Diligence Certificate from the Asset Management Company. 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.</p>
<p>The SID sets forth concisely the information about Mirae Asset Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index Fund that a prospective investor ought to know before investing. The investor should also ascertain about any further changes to this SID after the date of this Document from the Mutual Fund/ Investor Service Centers/ Website/ Distributors or Brokers.</p>
<p>The Investors are advised to refer to the Statement of Additional Information (SAI) for details of Mirae Asset Mutual Fund, standard risk factors, special considerations, tax and legal issues and general information on <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a></p>
<p>SAI is incorporated by reference (is legally a part of the SID). For a free copy of the current SAI, please contact your nearest Investor Service Centre or log on to our website.</p>
<p>The SID (section I &amp; II) should be read in conjunction with SAI and not in isolation.</p>
<p>This SID is dated June 29, 2024</p>

## **DISCLAIMER NSE INDICES LIMITED**

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**Part I. HIGHLIGHTS/SUMMARY OF THE SCHEME**

Sr. No.	Title	Description
I.	<b>Name of the scheme</b>	<b>Mirae Asset Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index Fund</b>
II.	<b>Category of the Scheme</b>	Index Funds
III.	<b>Scheme type</b>	An open-ended target maturity Index Fund investing in the constituents of Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index. A scheme with relatively high interest rate risk and relatively low credit risk.
IV.	<b>Scheme code</b>	MIRA/O/O/DIN/22/09/0041
V.	<b>Investment objective</b>	The investment objective of the scheme is to track Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index by investing in AAA rated Public Sector Undertaking (PSU) Bonds and State Development Loans (SDL), maturing on or before April 30, 2026, subject to tracking errors. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns
VI.	<b>Liquidity details</b>	<p>The Scheme will offer units for purchases/switch-ins and redemptions/switch-outs at NAV based prices on all business days on an ongoing basis. Repurchase of Units will be at the NAV prevailing on the date the units are tendered for repurchase.</p> <p>As per SEBI Regulations, the Mutual Fund shall dispatch redemption proceeds within 3 Business Days of receiving a valid redemption request. A penal interest of 15% per annum or such other rate as may be prescribed by SEBI from time to time, will be paid in case the redemption proceeds are not made within 3 Business Days from the date of receipt of a valid redemption request. Further, AMFI vide circular dated January 17, 2023 has provided list of exceptional instances wherein additional time has been allowed for payment of redemption proceeds.</p>
VII.	<b>Benchmark (Total Return Index)</b>	<p>The performance of the scheme will be benchmarked to the Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index.</p> <p>The benchmark has been chosen as the Scheme will invest in securities which are constituents of Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index. Thus, the composition of the aforesaid benchmark is such that it is most suited for comparing the performance of the Scheme.</p>
VIII.	<b>NAV disclosure</b>	<p>The AMC will update the NAVs on AMFI website <a href="http://www.amfiindia.com">www.amfiindia.com</a> before 11.00 p.m. on every business day and also on its website (<a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a>).</p> <p>Further Details in Section II.</p>

IX.	<b>Applicable timelines</b>	<p>Timeline for</p> <ul style="list-style-type: none"> <li>Dispatch of redemption proceeds: 3 working days from the date of redemption</li> <li>Dispatch of IDCW (if applicable) etc.: within 7 working days from the record date</li> </ul>										
X.	<b>Plans and Options Plans/Options and sub options under the Scheme</b>	<p>The Scheme will have Regular Plan and Direct Plan** with a common portfolio and separate NAVs. Investors should indicate the Plan for which the subscription is made by indicating the choice in the application form.</p> <p>Each of the above Regular and Direct Plan under the scheme will have the following Options / Sub-options: (1) Growth Option and (2) Income Distribution cum Capital Withdrawal option (IDCW). The Income Distribution cum capital withdrawal option shall have 2 sub options: (a) Payout of Income Distribution cum capital withdrawal option (“Payout of IDCW”) (b) Reinvestment of Income Distribution cum capital withdrawal option (“Reinvestment of IDCW”).</p> <p>Amounts can be distributed out of investors capital (Equalization Reserve), which is part of sale price that represents realized gains.</p> <p>The default option for the unitholders will be Regular Plan - Growth Option if the investor is routing its investments through a distributor and Direct Plan – Growth option in case of direct investor.</p> <p>If the unit holders select IDCW option but does not specify the sub-option then the default sub-option shall be Reinvestment of IDCW.</p> <p>**DIRECT PLAN: Direct Plan is only for investors who purchase /subscribe Units in a Scheme directly with the Mutual Fund and is not available for investors who route their investments through a Distributor.</p> <p><b><u>Guidelines for Processing of transactions received under Regular Plan with invalid ARN</u></b></p> <p>In accordance with AMFI circular no. 135/BP/ 111 /2023-24 dated February 2, 2024, transactions received in Regular Plan with Invalid ARN shall be processed in Direct Plan of the same Scheme (even if reported in Regular Plan), applying the below logic:</p> <table border="1" data-bbox="619 1659 1497 1892"> <thead> <tr> <th data-bbox="619 1659 751 1892"><b>Trans action Type</b></th> <th data-bbox="751 1659 997 1892"><b>Primary ARN</b></th> <th data-bbox="997 1659 1171 1892"><b>SUB distributor ARN</b></th> <th data-bbox="1171 1659 1251 1892"><b>EU IN *</b></th> <th data-bbox="1251 1659 1348 1892"><b>Exec ution Only Mentioned</b></th> <th data-bbox="1348 1659 1497 1892"><b>Regular Plan / Direct Plan</b></th> </tr> </thead> </table>					<b>Trans action Type</b>	<b>Primary ARN</b>	<b>SUB distributor ARN</b>	<b>EU IN *</b>	<b>Exec ution Only Mentioned</b>	<b>Regular Plan / Direct Plan</b>
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			Valid	Invalid	Empowered	Valid	Invalid	Valid	Yes	
	Lump Sum/Registration	Y		Y					Y	Regular
		Y		N	Not applicable					Direct
		Y		Y	N.A.	N.A.	N.A.	N		Regular*
		Y		Y	Y		Y			Regular
			Y							Direct
		Y		Y	Y			Y		Regular
		Y		Y		Y				Direct
	Trigger	Y			Not applicable					Regular
			Y		Not applicable					Direct
	<p>The AMC reserves the right to introduce a new option / investment Plan at a later date, subject to the SEBI (MF) Regulations. The AMC also reserves the right to discontinue / withdraw any option / investment plan, if deemed fit, after taking approval of the Board of Directors of AMC and Trustee.</p> <p>For detailed disclosure on default plans and options, kindly refer SAI.</p>									
XI.	<b>Load Structure</b>	<b>Exit Load:</b> Nil								
XII.	<b>Minimum Application Amount/switch in</b>	Investors can invest under the Scheme during ongoing offer period with a minimum investment of Rs.5,000/- and in multiples of Re. 1/- thereafter.								
XIII.	<b>Minimum Additional Purchase Amount</b>	During ongoing offer period, for subsequent additional purchases, the investor can invest with the minimum amount of Rs. 1,000/- and in multiples of Re. 1/- thereafter.								
XIV.	<b>Minimum Redemption/switch out amount</b>	The minimum redemption amount shall be ‘any amount’ or ‘any number of units’ as requested by the investor at the time of redemption.								
XVII.	<b>Segregated portfolio/side pocketing disclosure</b>	<p>The Scheme has the provision to segregate a portfolio comprising of debt or money market instrument affected by a credit event.</p> <p>For Details, kindly refer SAI</p>								
XVIII.	<b>Swing pricing disclosure</b>	The AMC has a Swing Pricing policy in place to help in case of severe liquidity stress at an AMC level or a severe dysfunction at market level. The Swing Pricing offers the contingency plan in case of extreme exigencies. Investors are suggested to read the detail disclosure pertaining to this policy in “ <b>Swing Pricing Framework</b> ”.								

XIX.	<b>Stock lending/short selling</b>	The Scheme does not intend to participate in securities lending.
XX.	<b>How to Apply and other details</b>	<p>Application form and Key Information Memorandum may be obtained from Official Points of Acceptance (OPAs) / Investor Service Centres (ISCs) of the AMC or RTA or Distributors or can be downloaded from our website <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a>.</p> <p>The list of the OPA / ISC are available on our website as well.</p> <p>Investors intending to trade in Units of the Schemes, through the exchange platform will be required to provide demat account details in the application form.</p> <p>Details in Section II.</p>
XXII.	<b>Investor services</b>	<p>Contact Details for general service requests and complaint resolution:</p> <p><b>Mr. Chaitanya Chaubal</b>  Mirae Asset Investment Managers (India) Pvt. Ltd.  606, 6<sup>th</sup> Floor, Windsor Bldg, Off CST Road, Kalina, Santacruz (E), Mumbai - 400 098.  Telephone Nos.: 6780 0300  e-mail: <a href="mailto:customercare@miraeasset.com">customercare@miraeasset.com</a></p> <p><b>Investors may contact any of the ISCs or the AMC by calling the investor line of the AMC at "1800 2090 777" or visit the website at <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a> for complete details.</b></p>
XXIII.	<b>Specific attribute of the scheme (such as lock in, duration in case of target maturity scheme/close ended schemes) (as applicable)</b>	<p>The Scheme will mature on Thursday, April 30, 2026. If such a Maturity Date is a non-Business Day, the subsequent Business Day shall be considered as the Maturity Date for the Scheme.</p> <p>The scheme will distribute all of its maturity proceeds (Net Assets) to the Unitholders within 3 Working days from the date of maturity of the Scheme, in line with current regulatory timelines.</p>
XXIV.	<b>Special product/facility available during ongoing basis</b>	<p>The following facilities are available under the Scheme:</p> <ul style="list-style-type: none"> <li>• Systematic Investment Plan <ul style="list-style-type: none"> <li>○ Top-up facility under Systematic Investment Plan (SIP)</li> <li>○ SIP Pause facility:</li> <li>○ Multi-SIP Facility</li> </ul> </li> <li>• Systematic Transfer Plan <ul style="list-style-type: none"> <li>○ Flex STP (Flexible STP) (erstwhile Variable Transfer Plan)</li> </ul> </li> <li>• Systematic Withdrawal Plan</li> <li>• C- SIP (Corporate SIP) (erstwhile Group Investment Plan)</li> <li>• WhatsApp Chatbot facility:</li> <li>• One Time Mandate (OTM) Facility:</li> <li>• UPI (Unified Payments Interface) AutoPay Mandate facility</li> </ul>

		<ul style="list-style-type: none"> <li>• Interscheme Switching</li> <li>• Intrascheme Switching</li> </ul> <p>For further details of above special products / facilities, kindly refer SAI.</p>
XXV.	<b>Weblink</b>	<p>A weblink for Daily TER and TER for last 6 months:  <a href="https://www.miraeassetmf.co.in/downloads/statutory-disclosure/total-expense-ratio">https://www.miraeassetmf.co.in/downloads/statutory-disclosure/total-expense-ratio</a></p> <p>A weblink for scheme factsheet:  <a href="https://www.miraeassetmf.co.in/downloads/factsheet">https://www.miraeassetmf.co.in/downloads/factsheet</a></p>

### **DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY**

It is confirmed that:

- (i) The Scheme Information Document submitted 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 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.
- (v) The contents of the Scheme Information Document including figures, data, yields etc. have been checked and are factually correct
- (vi) A confirmation that the AMC has complied with the compliance checklist applicable for Scheme Information Documents and other than cited deviations/ that there are no deviations from the regulations
- (vii) Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.
- (viii) The Trustees have ensured that the Mirae Asset Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index Fund approved by them is a new product offered by Mirae Asset Mutual Fund and is not a minor modification of any existing scheme/fund/product.

Date: **June 29, 2024**  
Place: **Mumbai**

Sd/-  
Name: **Rimmi Jain**  
Designation: **Compliance Officer**



## Part II. INFORMATION ABOUT THE SCHEME

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

Under normal circumstances, the asset allocation will be as follows:

Types of Instruments	Indicative allocation	
	(% of total assets)	
	Minimum	Maximum
#Bonds issued by AAA rated Public Sector Undertaking (PSU) and State Development Loans (SDLs) representing Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index	95%	100%
Money Market instruments (Treasury Bills, Government Securities and Tri-party Repo on government securities or T-bills Only)*	0%	5%

\*Money Market Instruments will include only treasury bills and government securities having a residual maturity upto one year, Tri-party Repo on government securities or T-bills and any other like instruments as specified by the Reserve Bank of India from time to time.

During normal circumstances, the Scheme's exposure to money market instruments will be in line with the asset allocation table. However, in case of maturity of SDLs in the Scheme portfolio, the reinvestment will be in line with the index methodology.

The scheme will not participate in repo in corporate debt. The scheme will neither make any investment in ADR/ GDR/ Foreign Securities/ Securitized Debt nor will it engage in short selling and securities lending. Further, it shall not take any exposure in derivative instruments. The scheme does not intend to invest into any credit default swaps. The scheme shall not invest in instruments having Special Features as defined in Clause of 12.2 of SEBI Master Circular dated May 19, 2023.

The cumulative gross exposure through Bonds issued by AAA rated Public Sector Undertaking, State Development Loans and Money Market instruments shall not exceed 100% of the net assets of the scheme or guidelines as may be specified by SEBI from time to time.

#Pursuant to Clause 3.5 SEBI Master Circular dated May 19, 2023 on development of passive funds, replication of the Index by the Scheme shall be as follows:

The Scheme shall be considered to be replicating the underlying index, provided:

- i. The duration of the portfolio of Scheme replicates the duration of the underlying index within a maximum permissible deviation of +/- 10%.
- ii. The following norms for permissible deviation in duration shall apply:
  - a. Either +/- 6 months or +/- 10% of duration, whichever is higher.
  - b. However, at no point of time, the residual maturity of any security forming part of the portfolio shall be beyond the target maturity date of the Scheme.

#### Rebalancing Period:

For rebalancing the portfolio of the Scheme, the following norms shall apply:

- a) In case of change in constituents of the index due to periodic review, the portfolio of Scheme will be rebalanced within 7 calendar days.
- b) In case the rating of any security is downgraded to below the rating mandated in the index methodology (including downgrade to below investment grade), the portfolio be rebalanced within 30 calendar days.
- c) In case the rating of any security is downgraded to below investment grade, the said security may be segregated in accordance with in accordance with clause 4.4.4 and 4.4.5 of SEBI Master Circular dated May 19, 2023 on “Creation of segregated portfolio in mutual fund schemes”.

The Fund Manager would monitor the Tracking Error of the Scheme on an ongoing basis and would seek to minimize the Tracking Error to the maximum extent possible.

The annualized tracking difference averaged over one year period shall not exceed 1.25%. In case the average annualized tracking difference over one year period is higher than 1.25%, the same shall be brought to the notice of trustees with corrective actions taken by the AMC, if any.

The Scheme does not intend to undertake/ invest/ engage in

- Derivatives;
- Short selling of securities;
- Unrated instruments (except TREPs/ Government Securities/ SDL / Repo in Government Securities);
- Foreign securities/ADR/GDR;
- Securitised debts;
- Fund of Fund Schemes;
- Instruments having Special Features as defined Clause of 12.2 of SEBI Master Circular dated May 19, 2023
- Repo in Corporate Debt
- Credit Enhancements & Structured Obligations; and
- Credit Default Swaps.

**Maturity Date of the Scheme:**

The Scheme will mature on Thursday, April 30, 2026. If such a Maturity Date is a non-Business Day, the subsequent Business Day shall be considered as the Maturity Date for the Scheme.

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

Sl. no	Type of Instrument	Percentage of exposure	Circular references*
1.	Securities Lending	0%	Clause 12.11 of SEBI Master Circular dated May 19, 2023
2.	Equity Derivatives for non-hedging purposes	0%	--
3.	Securitized Debt	0%	Clause 12.15 of SEBI Master Circular dated May 19, 2023

4.	Overseas Securities	0%	Clause 12.19 of SEBI Master Circular dated May 19, 2023
5.	Structured Obligations/ Credit Enhancements	0%	Clause 12.3 of SEBI Master Circular dated May 19, 2023
6.	Repo in Corporate Debt Securities	0%	Clause 12.18 of SEBI Master Circular dated May 19, 2023
7.	Credit default swaps	0%	Clause 12.28 of SEBI Master Circular dated May 19, 2023
8.	Debt Instruments having Special Features	0%	Clause 12.2 of SEBI Master Circular dated May 19, 2023
9.	Fund of Fund Schemes	0%	Clause 9A of Seventh Schedule of SEBI (Mutual Funds) Regulations, 1996

\*SEBI circular references (wherever applicable) in support of exposure limits of different types of asset classes in asset allocation shall be provided.

#### **Rebalancing Period:**

For rebalancing the portfolio of the Scheme, the following norms shall apply:

- a) In case of change in constituents of the index due to periodic review, the portfolio of Scheme will be rebalanced within 7 calendar days.
- b) In case the rating of any security is downgraded to below the rating mandated in the index methodology (including downgrade to below investment grade), the portfolio be rebalanced within 30 calendar days.
- c) In case the rating of any security is downgraded to below investment grade, the said security may be segregated in accordance with in accordance with clause 4.4.4 and 4.4.5 of SEBI Master Circular dated May 19, 2023 on “Creation of segregated portfolio in mutual fund schemes”.

The Fund Manager would monitor the Tracking Error of the Scheme on an ongoing basis and would seek to minimize the Tracking Error to the maximum extent possible.

The annualized tracking difference averaged over one year period shall not exceed 1.25%. In case the average annualized tracking difference over one year period is higher than 1.25%, the same shall be brought to the notice of trustees with corrective actions taken by the AMC, if any.

#### **Change in Asset Allocation:**

Subject to the Regulations, the asset allocation pattern indicated above may deviate depending on factors as follows:

1. After the launch of the Scheme and until full deployment is achieved.
2. In case of the process of rebalancing of the portfolio in the following events:
  - a. Event of credit rating changes,
  - b. Corporate events,
  - c. Generating liquidity for IDCW payout.

In the event that the asset allocation of the Scheme should deviate from the ranges as noted in the asset allocation table above, then the Fund Manager will rebalance the portfolio of the Scheme to the position indicated in the asset allocation table above within a period of 7 days. Such changes in the asset allocation will be for short term and defensive considerations. However, in case of deviation in the asset allocation beyond 7 Days, the justification for the same shall be provided by the Fund Manager of the Scheme to the Investment Committee and the reason for the same shall be recorded in writing. Subject to the above, any change in the asset allocation affecting the investment profile of the Scheme shall be affected only in accordance with the provisions of sub regulation (15A) of Regulation 18 of the Regulations, as detailed later in this document.

### **Tracking Error**

Tracking error is defined as the standard deviation of the difference between the daily returns of the Underlying Index and the NAV of the Scheme. Theoretically, the corpus of the Scheme has to be fully invested in the securities comprising the Underlying Index in the same proportion of weights as the securities have in the Underlying Index. However, deviations from the stated index replication may occur due to reason that the Scheme has to incur expenses, corporate actions pertaining to the Index including changes to the constituents, regulatory policies, ability of the Fund Manager to closely replicate the Underlying Index, delay in purchase or non-availability of underlying securities forming part of the index etc. The Scheme's returns may therefore deviate from those of its Underlying Index. Tracking Error may arise due to the following reasons:

Tracking error could be the result of a variety of factors including but not limited to:

- Delay in the purchase or non- availability of securities which are part of the Index
- Delay in liquidation of bonds which have been removed by the Index
- Due to timing of transactions either on RFQ platforms or in open market
- Due to investment in out of index investments such as Government securities, Repo in Government securities and TREPs
- Due to over-weight / under-weight investment in bonds of issuers at ISIN level which are part of the Index
- Due to mismatch in the weight of the issuers forming part of the Index and the Scheme throughout life of the Scheme.
- Change in asset allocation between the Index and the Scheme in the last year of the Scheme.
- Difference in valuation of underlying bonds by the Index Provider and AMC's valuation providers.
- Available funds may not be invested at all times as the Scheme may keep a portion of the funds in cash to meet Redemptions, or corporate actions or otherwise
- Fees and expenses of the Scheme.
- The Scheme has to invest in the securities in whole numbers and has to round off the quantity of securities.
- Interest/Payout of Income Distribution cum capital withdrawal Option.
- Changes in the constituents of the underlying Index. Whenever there are any changes, the Scheme has to reallocate its investment as per the revised Index but market conditions may not offer an opportunity to rebalance its portfolio to match the Index and such delay may affect the NAV of the Scheme.

While the intent of the scheme is to track the performance of the underlying index by investing in the bond forming part of the index, due to issues pertaining to liquidity of the debt market in India, the SEBI has prescribed guidelines within which the passive scheme may manage the allocation in the bonds and issuers which may or may not form part of the index, with same or different weightages, in order to ensure the risk replication of the underlying index within the allowed range. This will result in fund portfolio different from the index portfolio with difference in the performance and volatility of the scheme.

Due to lack of liquidity in the underlying bonds, the scheme may not be able to deploy the subscription in the desired bonds and issuers, leading to tracking error. During redemption, the scheme may not be able to liquidate the underlying bonds, resulting in delay in investor realizing the redemption proceeds. Though, AMC shall strive to do so within the regulatory guidelines on the same.

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

- Investment in Bonds
- Investment in money market instruments

Detailed definition and applicable regulations/guidelines for each instrument shall be included in **Section II**.

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

The fund is a passively managed index fund which will employ an investment approach designed to track the performance of Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index.

The Scheme will follow Buy and Hold investment strategy in which existing constituents will be held till maturity unless sold for meeting redemptions requirement.

Pursuant to Clause 3.5 of SEBI Master Circular dated May 19, 2023, replication of the Index by the Scheme shall be as follows:

The Scheme shall be considered to be replicating the underlying index, provided:

For portion of portfolio comprising of corporate debt securities, following provisions shall apply:

- i. Investment in securities of issuers accounting for at least 60% of weight in the index, represents at least 80% of net asset value (NAV) of the Scheme.
- ii. At no point of time the securities of issuers not forming part of the index exceed 20% of NAV of the Scheme.
- iii. The investment in various securities are aggregated at issuer level for the purpose of exposure limits.
- iv. Total exposure of the Scheme in a particular group (excluding investments in securities issued by PSUs, PFIs and PSBs) shall not exceed 25% of NAV of the scheme. For the purpose of this provision, 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.

- v. Total exposure of the Scheme in a particular sector (excluding G-sec, t-Bills, SDLs and AAA rated securities issued by PSUs, PFIs and PSBs) shall not exceed 25% of the NAV of the scheme. However, this provision shall not be applicable for schemes based on sectoral or thematic debt indices.
- vi. The Macaulay Duration (hereinafter referred as “duration”) of the portfolio of the ETF/ Index Fund replicates the duration of the underlying index within a maximum permissible deviation of +/- 10%.

The following norms for permissible deviation in duration shall apply:

For a portfolio with residual maturity of up to 5 years: Either +/- 3 months or +/- 10% of duration, whichever is higher.

However, at no point of time, the residual maturity of any security forming part of the portfolio shall be beyond the target maturity date of the Scheme.

- vii. The rating wise weightage of debt securities in the portfolio of the Scheme replicates the underlying index. However, greater allocation of up to 10% of the portfolio may be made to higher rated debt securities.

Further, the exposure limit to a single issuer by Scheme shall be as under:

- a) For AAA rated securities, exposure to a single issuer by the Scheme shall not have more than 10% weight in the portfolio. However, for AAA rated securities of PSU and AAA rated securities of PFI issuers the said limit shall be 15%.
- b) For AA rated securities, exposure to a single issuer by the Scheme shall not have more than 8% weight in the portfolio.
- c) For A and below rated issuances, exposure to a single issuer by the Scheme shall not have more than 6% weight in the portfolio.

For portion of portfolio comprising of SDLs, following provisions shall apply:

- i. The duration of the portfolio of the Scheme replicates the duration of the underlying index within a maximum permissible deviation of +/- 10%.
- ii. In case of Target Maturity Index Funds, the following norms for permissible deviation in duration shall apply:
- Either +/- 3 months or +/- 10% of duration, whichever is higher.
  - However, at no point of time, the residual maturity of any security forming part of the portfolio shall be beyond the target maturity date of the ETF/ Index Fund.

During normal circumstances, the Scheme’s exposure to money market instruments will be in line with the asset allocation table. However, in case of maturity of G-Secs in the Scheme portfolio, the reinvestment will be in line with the index methodology.

## **RISK CONTROL**

The Scheme will predominantly invest in AAA rated PSU Bonds and SDLs which are constituents of the underlying Index viz. Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index. Based on the availability of issuances, it is expected that the portfolio allocation could be different than that of underlying index allocation and could result in Tracking Error. That said broad risk parameters of the portfolio of the Scheme such as credit rating, weighted average YTM, weighted average maturity, asset allocation etc. are expected to be similar to the Underlying Index.

The Scheme's exposure to money market instruments will be in line with the asset allocation table.

This allocation will be monitored periodically and it shall be ensured that investments are made in accordance with the Scheme objective and within the regulatory and internal investment restrictions prescribed from time to time.

Since disciplined investing requires risk management, the AMC would incorporate adequate safeguards for controlling risks in the portfolio construction process. The Scheme has a detailed process to identify, measure, monitor and manage various portfolio risks.

The objective is to understand these risks and mitigate them wherever possible.

<b>Risk &amp; Description specific to the Scheme</b>	<b>Risk mitigants / Management Strategy</b>
<b>Market/Volatility Risk:</b> Risk arising due to price fluctuations and volatility, having material impact on the overall returns of the Scheme.	The Scheme, being a Target Maturity Date index fund structure, is expected to follow a Buy and Hold investment strategy in a passive manner. Based on that, we expect to mitigate intermittent price volatility in the underlying assets. Investors who remain invested until the maturity of the Scheme are expected to mitigate market / volatility risk to large extent.
<b>Credit risk:</b> Risk associated with repayment of investment	The Scheme intends to invest predominantly in AAA rated PSU bonds issued by CPSEs/CPSUs/CPFIs issued by other Government organizations & SDLs issued by State governments. These CPSEs/CPSUs/CPFIs and other Government organizations are controlled by the Government of India. As a result, the bond issued by them are considered as relatively safe. SDLs are issued and serviced by the RBI. SDLs are eligible for SLR investments
<b>Interest rate risk:</b> Price volatility due to movement in interest rates	The Scheme being passively managed and a Target Maturity Date index fund structure, is expected to follow a Buy and Hold investment strategy in a passive manner. All investments are within the maturity date of the Scheme and the underlying Index. This should help mitigate the interest rate risk.
<b>Concentration risk:</b> Risk arising due to over exposure in few securities	The index intends to invest across SDLs issued by different states and diversified portfolio of AAA rated PSU entities.
<b>Event risk:</b> Price risk due to company or sector specific event	The Scheme intends to invest in SDLs issued by State governments. These bonds SDLs are perceived to be relatively safe with quasi sovereign risk due their government ownership.
<b>Performance risk:</b> Risk arising due to change in factors affecting the market	The scheme is passively managed

#### Tracking Error

Tracking error is defined as the standard deviation of the difference between the daily returns of the Underlying Index and the NAV of the Scheme. Theoretically, the corpus of the Scheme has to be fully invested in the securities comprising the Underlying Index in the same proportion of weights as the securities have in the Underlying Index. However, deviations from the stated index replication may occur due to reason that the Scheme has to incur expenses, corporate actions pertaining to the Index including changes to the constituents, regulatory policies, ability of the Fund Manager to closely replicate the Underlying Index, delay in purchase or non-availability of underlying securities forming part of the index etc. The Scheme's returns may therefore deviate from those of its Underlying Index. Tracking Error may arise due to the following reasons:

Tracking error could be the result of a variety of factors including but not limited to:

- Delay in the purchase or non- availability of securities which are part of the Index
- Delay in liquidation of bonds which have been removed by the Index
- Due to timing of transactions either on RFQ platforms or in open market
- Due to investment in out of index investments such as Government securities, Repo in Government securities and TREPs
- Due to over-weight / under-weight investment in bonds of issuers at ISIN level which are part of the Index
- Due to mismatch in the weight of the issuers forming part of the Index and the Scheme throughout life of the Scheme.
- Change in asset allocation between the Index and the Scheme in the last year of the Scheme.
- Difference in valuation of underlying bonds by the Index Provider and AMC's valuation providers.
- Available funds may not be invested at all times as the Scheme may keep a portion of the funds in cash to meet Redemptions, or corporate actions or otherwise
- Fees and expenses of the Scheme.
- The Scheme has to invest in the securities in whole numbers and has to round off the quantity of securities.
- Interest/Payout of Income Distribution cum capital withdrawal Option.
- Changes in the constituents of the underlying Index. Whenever there are any changes, the Scheme has to reallocate its investment as per the revised Index but market conditions may not offer an opportunity to rebalance its portfolio to match the Index and such delay may affect the NAV of the Scheme.

While the intent of the scheme is to track the performance of the underlying index by investing in the bond forming part of the index, due to issues pertaining to liquidity of the debt market in India, SEBI has prescribed guidelines within which the passive scheme may manage the allocation in the bonds and issuers which may or may not form part of the index, with same or different weightages, in order to decrease the risk replication of the underlying index within the allowed range. This will result in fund portfolio different from the index portfolio with difference in the performance and volatility of the scheme.



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

**Benchmark (Total Returns Index):** Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index.

#### E. WHO MANAGES THE SCHEME?

Sr. No.	Particulars	Details
i.	Name	Mr. Amit Modani
ii.	Age	36 years
iii.	Qualification	CA/CS/BCOM
iv.	Previous experience	<p>Mr. Modani has over 12 years of professional experience with primary responsibility being portfolio management. Prior to this assignment, he was associated with BOI AXA Investment Managers Pvt Ltd as Fund Manager and with Quantum Asset Managers Pvt Ltd and Pramerica Asset Managers Pvt Ltd as Dealer – Fixed Income.</p> <p>Following schemes are managed/co-managed by him:</p> <ul style="list-style-type: none"><li>• Mirae Asset Nifty SDL Jun 2027 Index Fund</li><li>• Mirae Asset Corporate Bond Fund</li><li>• Mirae Asset CRISIL IBX Gilt Index - April 2033 Index Fund</li><li>• Mirae Asset Multi Asset Allocation Fund</li><li>• Mirae Asset Nifty 8 - 13 yr G-sec ETF</li><li>• Mirae Asset Nifty 1D Rate Liquid ETF</li><li>• Mirae Asset Dynamic Bond Fund</li><li>• Mirae Asset Money Market Fund</li></ul>
v.	Tenure for which the fund manager has been managing the scheme	1 year 5 months (since January 2023)

#### F. HOW IS THE SCHEME DIFFERENT FROM EXISTING SCHEMES OF THE MUTUAL FUND?

The existing Index Funds of Mirae Asset Mutual Fund are as below:

1. Mirae Asset Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index Fund
2. Mirae Asset Nifty SDL June 2027 Index Fund
3. Mirae Asset CRISIL IBX Gilt Index-April 2033 Index Fund
4. Mirae Asset Nifty SDL June 2028 Index Fund

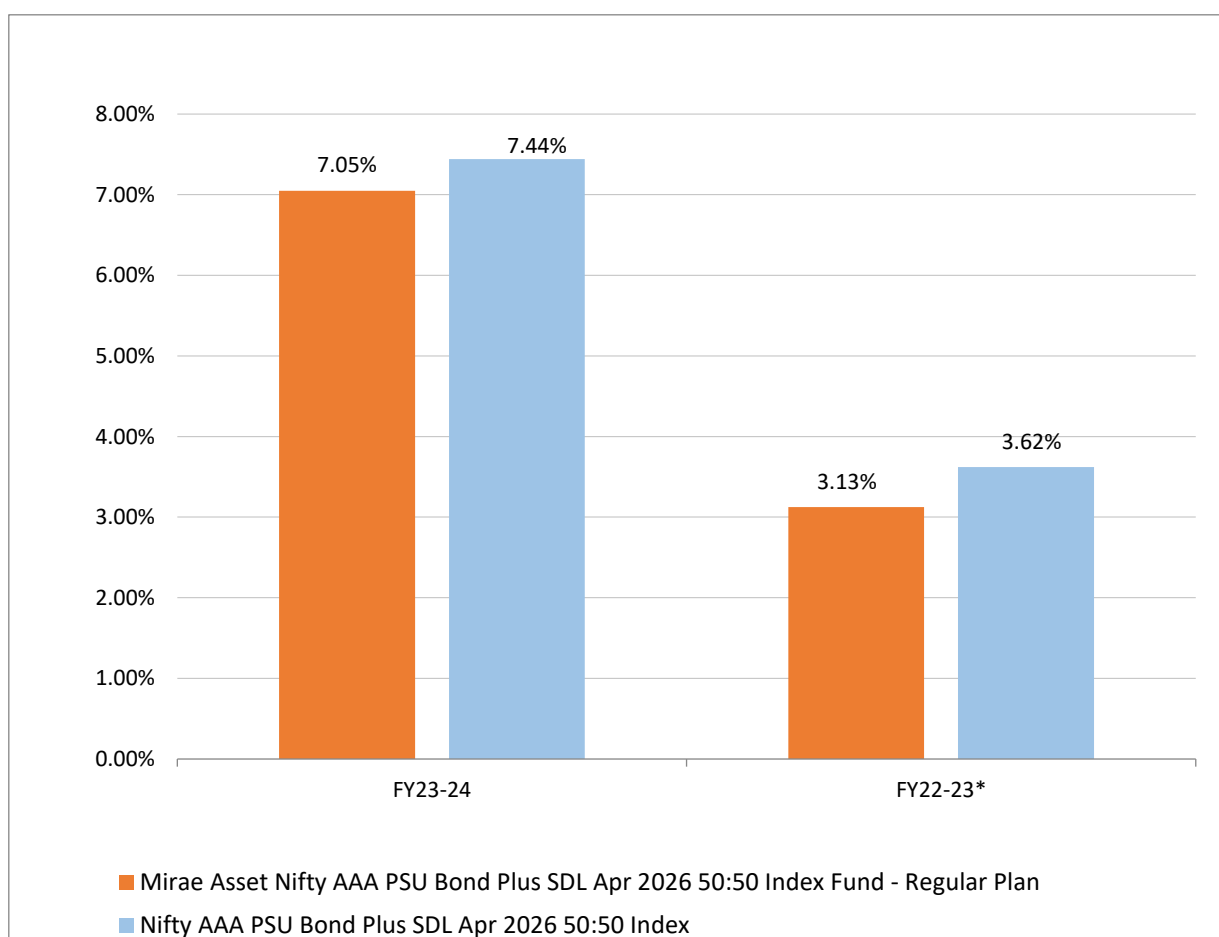
The table showing the differentiation of the Scheme with the existing ETFs of Mirae Asset Mutual Fund is available at: <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data>

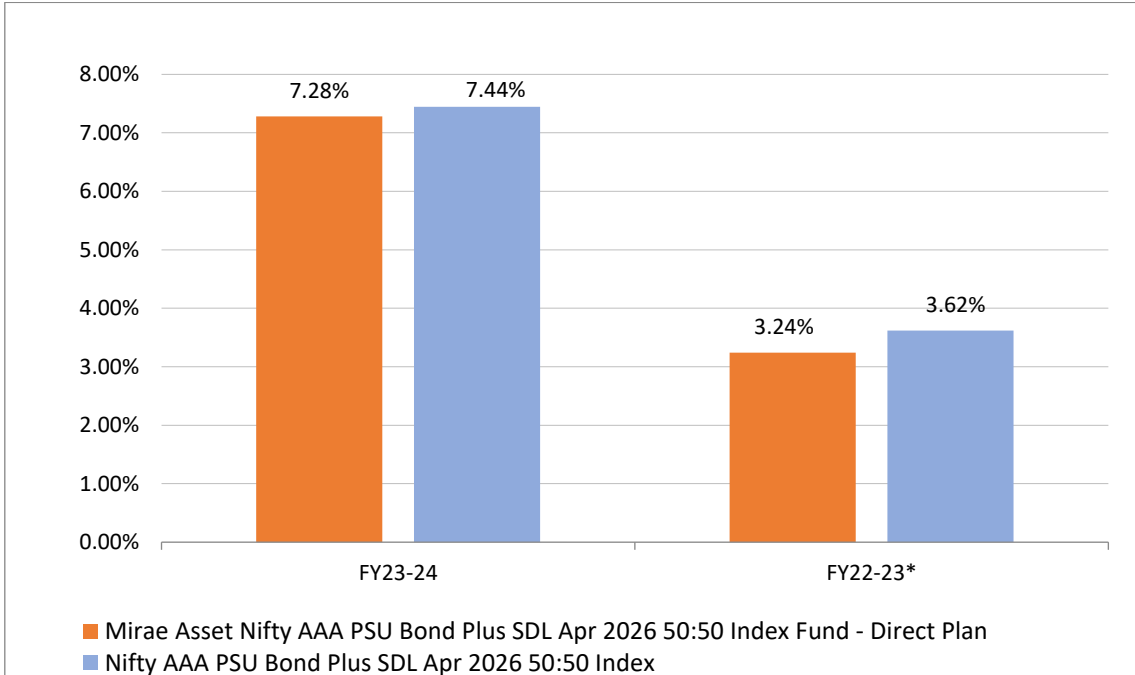
**G. HOW HAS THE SCHEME PERFORMED?**

Particulars	Regular Plan – Growth option		Direct Plan – Growth option	
	Scheme returns (%)	Benchmark Returns (%)	Scheme returns (%)	Benchmark Returns (%)
<b>Compounded Annualised Growth Returns (CAGR)</b>				
<b>Since Inception*</b>	7.07	7.68	7.31	7.68
<b>Last 1 year</b>	6.61	6.98	6.82	6.98
<b>Last 3 years</b>	NA	NA	NA	NA
<b>Last 5 years</b>	NA	NA	NA	NA
<b>NAV as on 31/05/2024</b>	11.1651	1130.71	11.2062	1130.71

Since Inception date of the Scheme: October 20, 2022

**Graph showing Absolute Return for Each Financial Year for the Last 2 years**





\* from inception (20-Oct-22 to 31-Mar-23)

**Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments.**

As per the SEBI standards for performance reporting, the returns are calculated at allotment NAV. For this purpose the inception date is deemed to be the date of allotment. The calculations of returns shall assume reinvestment of all payouts at the then prevailing NAV. The absolute graph of is computed from the Date of Allotment/1st April, as the case maybe, to 31st March of the respective financial year.

## H. ADDITIONAL SCHEME RELATED DISCLOSURES

- i. Scheme's portfolio holdings (top 10 holdings by issuer and fund allocation towards various sectors are available on functional website link: <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data>
- ii. Disclosure of name and exposure to Top 7 issuers, stocks, groups and sectors as a percentage of NAV of the scheme in case of debt and equity ETFs/index funds through a functional website link that contains detailed description - <https://www.miraeassetmf.co.in/downloads/portfolio>
- iii. Functional website link for Portfolio Disclosure - <https://www.miraeassetmf.co.in/downloads/portfolio>
- iv. Portfolio Turnover Ratio: N.A. since it is a Debt scheme
- v. Aggregate investment in the Scheme by:

Sr. No.	Category of Persons	Net Value

1.	Fund Manager(s)	Units	NAV per unit	Market Value
	Mr. Amit Modani	-	-	-

For any other disclosure w.r.t investments by key personnel and AMC directors including regulatory provisions in this regard kindly refer SAI.

**Investments of AMC in the Scheme** – <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data>

The AMC shall not invest in any of the schemes unless full disclosure of its intention to invest has been made in the Scheme Information Document and that the AMC shall not be entitled to charge any fees on such investment

### Part III- OTHER DETAILS

#### A. COMPUTATION OF NAV

The NAV of the Units of the Scheme will be computed by dividing the net assets of the Scheme by the number of Units outstanding on the valuation date.

NAV of Units under the Options there under can be calculated as shown below:

$$\frac{\text{(Market or Fair Value of Scheme's investments + Current assets including Accrued Income - Current Liabilities and provisions including accrued expenses)}}{\text{NAV}} = \frac{\text{No. of Units outstanding under the Scheme/Option.}}{\text{NAV}}$$

The NAV, the sale and repurchase prices of the Units will be calculated and announced at the close of each working day. The NAVs of the Scheme will be computed and units will be allotted upto 4 decimals.

Computation of NAV will be done after taking into account Income Distribution Cum Capital Withdrawal paid, if any, and the distribution tax thereon, if applicable.

The valuation of the Schemes' assets and calculation of the Schemes' NAVs shall be subject to audit on an annual basis and such regulations as may be prescribed by SEBI from time to time.

#### Illustration on Computation of NAV:

If the net assets of the Scheme are Rs. 10,65,44,345.34 and units outstanding are 1,00,00,000 then the NAV per unit will be computed as follows:

$$10,65,44,345.34 / 1,00,00,000 = \text{Rs. } 10.6544 \text{ p.u. (rounded off to four decimals)}$$

For other details such as policies w.r.t computation of NAV, rounding off, investment in foreign securities, procedure in case of delay in disclosure of NAV etc. refer to SAI

## B. NEW FUND OFFER (NFO) EXPENSES

These expenses are incurred for the purpose of various activities related to the NFO like sales and distribution fees paid marketing and advertising, registrar expenses, printing and stationary, bank charges etc. Details of source for meeting these expenses may be disclosed. NFO expenses shall be borne by the AMC. No NFO expenses were charged to the Scheme.

## C. ANNUAL SCHEME RECURRING EXPENSES

These are the fees and expenses for operating the Scheme. These expenses include Investment Management and Advisory Fee charged by the AMC, Registrar and Transfer Agents' fee, marketing and selling costs etc. as given in the table below:

The AMC has estimated the following recurring expenses, as detailed in table related to maximum permissible expense below. The expenses are estimated have been made in good faith as per the information available to the AMC based on past experience and are subject to change inter se. The purpose of the below table is to assist the investor in understanding the various costs and expenses that an investor in the scheme will bear directly or indirectly.

The recurring expenses of operating the Scheme on an annual basis, which shall be charged to the Scheme, are estimated to be as follows (each as a percentage per annum of the daily net assets)

Particulars	% p.a. of daily net assets	
Investment Management & Advisory Fee	Upto 1.00%	
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 redemption cheques and IDCW warrants		
Costs of statutory Advertisements		
Cost towards investor education & awareness (1 bps)		
Brokerage & transaction cost over and above 12 bps for cash market transactions @@		
GST on expenses other than investment and advisory fees		
GST on brokerage and transaction cost		
Other Expenses*		
<b>Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i) and (6) (a)</b>		Upto 1.00%
^ Additional expenses under regulation 52 (6A) (c) Upto 0.05%		Upto 0.05%
Additional expenses for gross new inflows from specified cities***	Upto 0.30%	

\*Other expenses: Any other expenses which are directly attributable to the Scheme, may be charged with approval of the Trustee within the overall limits as specified in the Regulations except those expenses which are specifically prohibited.

^ In terms of Clause 10.1.7 of SEBI Master Circular dated May 19, 2023, in case exit load is not levied / not applicable, the AMC shall not charge the said additional expenses.

@@ Brokerage and transaction costs which are incurred for the purpose of execution of trade and is included in the cost of investment shall not exceed 0.12 per cent in case of cash market transactions.

For the actual current expenses being charged, the investor should refer to the website of the Mutual Fund.

The purpose of the above table is to assist the investor in understanding the various costs & expenses that the investor in the Scheme will bear directly or indirectly. These estimates have been made in good faith as per the information available to the AMC and the above expenses (including investment management and advisory fees) are subject to inter-se change and may increase/decrease as per actual and/or any change in the Regulations, as amended from time to time.

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.

In addition to the limits as specified in Regulation 52(6) of SEBI (Mutual Funds) Regulations 1996 [‘SEBI Regulations’] or the Total Recurring Expenses (Total Expense Limit) as specified above, the following costs or expenses may be charged to the scheme namely:-

Additional expenses for gross new inflows from specified cities:

(a) expenses not exceeding of 0.30 per cent of daily net assets, if the new inflows from such cities as specified by SEBI from time to time are at least -

(i) 30 per cent of gross new inflows in the scheme, or;

(ii) 15 per cent of the average assets under management (year to date) of the scheme, whichever is higher:

Provided that if inflows from such cities is less than the higher of sub-clause (i) or sub-clause (ii), such expenses on daily net assets of the Scheme shall be charged on proportionate basis.

Provided further that, expenses charged under this clause shall be utilized for distribution expenses incurred for bringing inflows from such cities.

Provided further that amount incurred as expense on account of inflows from such 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.

Currently, SEBI has specified that the above additional expenses may be charged for inflows from beyond 'Top 30 cities.' The top 30 cities shall mean top 30 cities based on Association of Mutual Funds in India (AMFI) data on 'AUM by Geography – Consolidated Data for Mutual Fund Industry' as at the end of the previous financial year.

Provided further that, additional TER can be charged based on inflows only from retail investors from B30 cities in terms of clause 10.1 of SEBI Master circular dated May 19, 2023.

'Retail investors' are defined as individual investors with an inflow of an amount upto Rs 2,00,000/- per transaction.

\*\*\* Note: SEBI vide its letter no. SEBI/HO/IMD-SEC-3/P/OW/2023/5823/1 dated February 24, 2023 and AMFI letter dated No. 35P/ MEM-COR/ 85/ 2022-23 dated March 02, 2023 has directed AMCs to keep B-30 incentive structure in abeyance with effect from March 01, 2023 till further notice.

(b) GST payable on investment and advisory service fees ('AMC fees') charged by Mirae Asset Investment Managers (India) Private Limited ('Mirae Asset AMC');

Within the Total Expense Limit chargeable to the Scheme, following will be charged to the Scheme:

- (a) GST on other than investment and advisory fees, if any, (including on brokerage and transaction costs on execution of trades) shall be borne by the Scheme;
- (b) Investor education and awareness initiative fees of 1 basis points on daily net assets of respective Scheme.

The current expense ratios will be updated on the AMC website <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/total-expense-ratio> at least 3 working days prior to the effective date of the change.

Further, the notice of change in base TER (i.e. TER excluding additional expenses provided in Regulation 52(6A) (b) and 52(6A)(c) of SEBI (Mutual Funds) Regulations, 1996) in comparison to previous base TER charged to the scheme will be communicated to investors of the scheme through notice via email or SMS at least three working days prior to effecting such change.

However, any decrease in TER due to decrease in applicable limits as prescribed in Regulation 52 (6) (i.e. due to increase in daily net assets of the scheme) would not require issuance of any prior notice to the investors. Further, such decrease in TER will be immediately communicated to investors of the scheme through email or SMS and uploaded on the AMC website.

The above change in the base TER in comparison to previous base TER charged to the scheme shall be intimated to the Board of Directors of AMC along with the rationale recorded in writing.

The changes in TER shall also be placed before the Trustees on quarterly basis along with rationale for such changes.

### Illustration of impact of expense ratio on scheme's returns

#### Regular Plan

Particulars		NAV
Opening NAV per unit	A	10.000
Gross Scheme Returns @ 8.75%	B	0.875
Expense Ratio @ 1.00 % p.a. (including distribution expenses) charged during the year	$C = (A \times 1.00\%)$	0.100
Closing NAV per unit	$D = A + B - C$	10.775
Net 1 Year Return	$D/A - 1$	<b>7.75%</b>

#### Direct Plan

Particulars		NAV
Opening NAV per unit	A	10.000
Gross Scheme Returns @ 8.75%	B	0.875
Expense Ratio @ 0.80 % p.a. charged during the year (no distribution expense)	$C = (A \times 0.80\%)$	0.080
Closing NAV per unit	$D = A + B - C$	10.795
Net 1 Year Return	$D/A - 1$	<b>7.95%</b>

The above calculation is provided to illustrate the impact of expenses on the scheme returns and should not be construed as indicative Expense Ratio, yield or return.

#### D. LOAD STRUCTURE

Exit Load is an amount which is paid by the investor to redeem the units from the scheme. 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 (<https://www.miraeassetmf.co.in/>) or may call at '1800 2090 777' or your distributor.

Type of Load	Load chargeable (as % of NAV)
Exit	Nil

As per clause 10.6 of SEBI Master Circular dated May 19, 2023, no load would be charged on Bonus units.

The Mutual Fund may charge the load within the stipulated limit of 5% and without any discrimination to any specific group. The Repurchase Price however, will not be lower than 95% of the NAV.

The exit load charged if any shall be credited to the scheme.



The Trustee reserves the right to modify/alter the load structure and may decide to charge an exit load on the Units with prospective effect, subject to the maximum limits as prescribed under the SEBI Regulations. At the time of changing the load structure, the AMC shall take the following steps:

- Arrangements shall be made to display the changes/modifications in the SID in the form of a notice in all the Mirae Asset ISCs' and distributors' offices and on the website of the AMC.
- The notice-cum-addendum detailing the changes shall be attached to SIDs and Key Information Memoranda. The addendum will be circulated to all the distributors so that the same can be attached to all SIDs and Key Information Memoranda already in stock.
- The introduction of the exit load along with the details shall be stamped in the acknowledgement slip issued to the investors on submission of the application form and may also be disclosed in the statement of accounts issued after the introduction of such load.
- Any other measures which the mutual funds may feel necessary.

The AMC may change the load from time to time and in case of an exit/repurchase load this may be linked to the period of holding. It may be noted that any such change in the load structure shall be applicable on prospective investment only. The exit load (net off GST, if any, payable in respect of the same) shall be credited to the Scheme of the Fund.

The distributors should disclose all the commissions (in the form of trail commission or any other mode) payable to them for the different competing schemes of various mutual funds from amongst which the scheme is being recommended to the investor.

## Section II

### **I. Introduction**

#### **A. Definitions/interpretation**

Please refer the definitions/interpretation as disclosed under:  
<https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data>

#### **B. 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 rate of the securities in which the Scheme invests fluctuates, the value of your investment in the scheme can go up or down depending on various factors and forces affecting capital markets and money markets.
- Past performance of the Sponsor/ AMC/ Mutual Fund does not guarantee the future performance of the Scheme.
- The name of the Scheme does not in any manner indicate its quality 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. 1 lakh made by it towards setting up the Fund.
- The present scheme is not a guaranteed or assured return scheme. In addition, the scheme does not guarantee or assure any Income Distribution Cum Capital Withdrawal and also does not guarantee or assure that it will make any Income Distribution Cum Capital Withdrawal, though it has every intention to make the same in the Income Distribution Cum Capital Withdrawal option. Income Distribution Cum Capital Withdrawal will be subjected to the investment performance of the Scheme

##### **Scheme Specific Risk Factors**

##### **Risks Associated with Debt & Money Market Instruments**

- **Price-Risk or Interest-Rate Risk:** Fixed income securities such as bonds, debentures and money market instruments run price-risk or interest-rate risk. Generally, when interest rates rise, prices of existing fixed income securities fall and when interest rates drop, such prices increase. The extent of fall or rise in the prices is a function of the existing coupon, days to maturity and the increase or decrease in the level of interest rates.
- **Credit Risk:** In simple terms this risk means that the issuer of a debenture/ bond or a money market instrument may default on interest payment or even in paying back the principal amount on maturity. Even where no default occurs, the price of a security may go down because the credit rating of an issuer goes down. It must, however, be noted that where the Scheme has invested in Government securities, there is no credit risk to that extent.

- **Liquidity or Marketability Risk:** This refers to the ease with which a security can be sold at or near to its valuation yield-to-maturity (YTM). The primary measure of liquidity risk is the spread between the bid price and the offer price quoted by a dealer. Liquidity risk is today characteristic of the Indian fixed income market.
- **Reinvestment Risk:** Investments in fixed income securities may carry reinvestment risk as interest rates prevailing on the interest or maturity due dates may differ from the original coupon of the bond. Consequently, the proceeds may get invested at a lower rate.
- **Pre-payment Risk:** Certain fixed income securities give an issuer the right to call back its securities before their maturity date, in periods of declining interest rates. The possibility of such prepayment may force the fund to reinvest the proceeds of such investments in securities offering lower yields, resulting in lower interest income for the fund.
- **Spread Risk:** In a floating rate security the coupon is expressed in terms of a spread or mark up over the benchmark rate. In the life of the security this spread may move adversely leading to loss in value of the portfolio. The yield of the underlying benchmark might not change, but the spread of the security over the underlying benchmark might increase leading to loss in value of the security.
- **Concentration Risk:** The Scheme portfolio may have higher exposure to a single sector, subject to maximum of 20% of net assets, depending upon availability of issuances in the market at the time of investment, resulting in higher concentration risk. Any change in government policy / businesses environment relevant to the sector may have an adverse impact on the portfolio.
- **Different types of securities in which the scheme would invest as given in the SID 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, bonds, which are AA rated, are comparatively more risky than bonds, which are AAA rated.

**Risk Factors associated with Scheme:**

- **Passive Investments:** The Scheme being an Index Fund, will not be actively managed and will be managed as under the SEBI guidelines. Performance of the Underlying Index will have a direct bearing on the performance of the Scheme.
- **Tracking Error and Tracking Difference Risk:** Tracking error is the standard deviation of the difference in daily returns between the Scheme and the underlying index annualized over 1 year period. Tracking Difference is the annualized difference of daily returns between the index and the NAV of the Scheme. Tracking Error and Tracking difference is divergence of the performance (return) of the Fund's portfolio from that of the Underlying Index. Based on that the availability of issuances, it is expected that the Portfolio allocation could be different than that of underlying index allocation and could result in Tracking Error. That said, the risk parameters of the portfolio of the Scheme and underlying index could be similar. The AMC would monitor the tracking difference of the Scheme on an ongoing basis and would seek to minimize tracking difference to the maximum extent possible. The annualized tracking difference averaged over one year period shall not exceed 1.25%

Tracking error and tracking difference could be the result of a variety of factors including but not limited to:

- Delay in the purchase or non- availability of securities which are part of the Index
- Delay in liquidation of bonds which have been removed by the Index
- Due to timing of transactions either on RFQ platforms or in open market
- Due to investment in out of index investments such as Government securities, Repo in Government securities and TREPs
- Due to over-weight / under-weight investment in bonds of issuers at ISIN level which are part of the Index
- Due to mismatch in the weight of the issuers forming part of the Index and the Scheme throughout life of the Scheme.
- Change in asset allocation between the Index and the Scheme in the last year of the Scheme.
- Difference in valuation of underlying bonds by the Index Provider and AMC's valuation providers.
- Available funds may not be invested at all times as the Scheme may keep a portion of the funds in cash to meet Redemptions, or corporate actions or otherwise
- Fees and expenses of the Scheme.
- The Scheme has to invest in the securities in whole numbers and has to round off the quantity of securities.
- Interest/Payout of Income Distribution cum capital withdrawal Option.
- Changes in the constituents of the underlying Index. Whenever there are any changes, the Scheme has to reallocate its investment as per the revised Index but market conditions may not offer an opportunity to rebalance its portfolio to match the Index and such delay may affect the NAV of the Scheme.

While the intent of the scheme is to track the performance of the underlying index by investing in the bond forming part of the index, due to issues pertaining to liquidity of the debt market in India, the SEBI has prescribed guidelines within which the passive scheme may manage the allocation in the bonds and issuers which may or may not form part of the index, with same or different weightages, in order to ensure the risk replication of the under lying index within the allowed range. This will result in fund portfolio different from the index portfolio with difference in the performance and volatility of the scheme.

Due to lack of liquidity in the underlying bonds, the scheme may not able to deploy the subscription in the desired bonds and issuers, leading to tracking error. During redemption, the scheme may not be able to liquidate the underlying bonds, resulting in delay in investor realizing the redemption proceeds. Though, AMC shall strive to do so within the regulatory guidelines on the same.

#### **Trade Execution Risk on RFQ Platforms:**

Current SEBI regulations mandates Mutual Funds to execute certain % of their monthly trading volume in corporate bonds on RFQ platforms. RFQ platforms are peer-to-peer platforms and are still in development stage. Therefore, they have lower level of secondary market liquidity. Mandatory execution of trades on RFQ among MFs may hamper trade execution efficiency during periods of heavy outflows.

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

- 1) Investor holding units of segregated portfolio may not be able to liquidate their holding till the time recovery of money from the issuer.
- 2) Security comprises of segregated portfolio may not realize any value.
- 3) 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.

### **C. Risk mitigation strategies**

#### **Risk associated with Government securities:**

Investment in Government securities like all other debt instruments is subject to price and interest rate risk. Generally, when interest rates rise, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fall or rise in prices is a function of the existing coupon, days to maturity and the increase or decrease in interest rates. Price-risk is not unique to Government securities but is true for all fixed income securities. Despite a high degree of liquidity in comparison with other debt instruments on occasions, there could be difficulties in transacting in the market due to extreme volatility or unusual constriction in market volumes or on occasions when an unusually large transaction has to be put through.

#### **Risks associated with investing in Tri-Party Repo through CCIL (TREPS)**

The mutual fund is a member of securities segment and Tri-party Repo trade settlement of the Clearing Corporation of India (CCIL). All transactions of the mutual fund in government securities and in Triparty Repo trades are settled centrally through the infrastructure and settlement systems provided by CCIL; thus, reducing the settlement and counterparty risks considerably for transactions in the said segments. CCIL maintains prefunded resources in all the clearing segments to cover potential losses arising from the default member. In the event of a clearing member failing to honour his settlement obligations, the default Fund is utilized to complete the settlement. The sequence in which the above resources are used is known as the "Default Waterfall". As per the waterfall mechanism, after the defaulter's margins and the defaulter's contribution to the default fund have been appropriated, CCIL's contribution is used to meet the losses. Post utilization of CCIL's contribution if there is a residual loss, it is appropriated from the default fund contributions of the non-defaulting members. Thus, the scheme is subject to risk of the initial margin and default fund contribution being invoked in the event of failure of any settlement obligations. In addition, the fund contribution is allowed to be used to meet the residual loss in case of default by the other clearing member (the defaulting member). However, it may be noted that a member shall have the right to submit resignation from the membership of the Security segment if it has taken a loss through replenishment of its contribution to the default fund for the segments and a loss threshold as notified have been reached. The maximum contribution of a member towards replenishment of its contribution to the default fund in the 7 days (30 days in case of securities segment) period immediately after the afore-mentioned loss threshold having been reached shall not exceed 5 times of its contribution to the Default Fund based on the last re-computation of the Default Fund or specified amount, whichever is lower. Further, it may be noted that, CCIL periodically prescribes a list of securities eligible for contributions as collateral by members. Presently, all Central

Government securities and Treasury bills are accepted as collateral by CCIL. The risk factors may undergo change in case the CCIL notifies securities other than Government of India securities as eligible for contribution as collateral.

#### **Risk Management & Liquidity Management tools:**

**Potential Risk Matrix (PRC) & Risk-o-meter:** Investors are requested to review this scheme's Potential Risk Matrix (PRC) to understand the maximum risk that this scheme will run as per design and & Risk-o-meter to understand periodical measurement of that risk on a regular basis. Investors are suggested to read about various disclosures under the section "PERIODIC DISCLOSURES" pertaining to "Potential Risk Class Matrix" & "Product Labelling and Risk-o-meter" to understand in detail the disclosure frequency and remedial measures in case of breaches in the boundaries

**Mandatory Liquidity requirement:** The scheme adopts the Liquidity Risk Management framework mandated by SEBI and AMFI which helps estimates liquidity requirement by determining liquidity risk arising from the liability side and tries to covers all potential liquidity risk scenarios up to agreed confidence interval and has mandated remedial measures both for managing the risk on an ongoing basis (LRaR & LCRaR) as well as action plan in case there is a difference between actual outcome and projected outcome. Investors can refer to the circular 135/BP/93/ 2021-22 dated July 24, 2021 and subsequent circulars for detail understanding on the Liquidity Risk Management Framework.

Further Investment manager also evaluates and monitors the Asset Liability Mismatch (ALM) which addresses the gap in the estimated potential liquidity requirement over a 90-day period and schemes investment / assets liquidity to meet the potential requirement and best ensures that scheme has necessary liquidity to meets its liability obligations

**Stress testing the scheme portfolio:** The investment manager periodically stress tests the scheme portfolio to address the asset side risk from an Interest Rate, Credit and Liquidity Risk perspective at an aggregate portfolio level and evaluate the stress in terms of its impact on the NAV of the scheme. The stress test is performed using the methodology and periodicity as mandated by AMFI in consultation to SEBI.

**Swing Pricing:** The AMC has a Swing Pricing policy in place to help in case of severe liquidity stress at an AMC level or a severe dysfunction at market level, the Swing Pricing offers the contingency plan in case of extreme exigencies. Investors are suggested to read the detail disclosure pertaining to this policy in "**Swing Pricing Framework**".

#### **RISK CONTROL**

The Scheme will predominantly invest in SDLs which are constituents of the underlying Index viz. Nifty SDL June 2028 Index. Based on the availability of issuances, it is expected that the portfolio allocation could be different than that of underlying index allocation and could result in Tracking Error. That said broad risk parameters of the portfolio of the Scheme such as credit rating, weighted average YTM, weighted average maturity, asset allocation etc. are expected to be similar to the Underlying Index.

The Scheme's exposure to money market instruments will be in line with the asset allocation table.

This allocation will be monitored periodically and it shall be ensured that investments are made in accordance with the Scheme objective and within the regulatory and internal investment restrictions prescribed from time to time.

Since disciplined investing requires risk management, the AMC would incorporate adequate safeguards for controlling risks in the portfolio construction process. The Scheme has a detailed process to identify, measure, monitor and manage various portfolio risks.

The objective is to understand these risks and mitigate them wherever possible.

<b>Risk &amp; Description specific to the Scheme</b>	<b>Risk mitigants / Management Strategy</b>
<b>Market/Volatility Risk:</b> Risk arising due to price fluctuations and volatility, having material impact on the overall returns of the Scheme.	The Scheme, being a Target Maturity Date index fund structure, is expected to follow a Buy and Hold investment strategy in a passive manner. Based on that, we expect to mitigate intermittent price volatility in the underlying assets. Investors who remain invested until the maturity of the Scheme are expected to mitigate market / volatility risk to large extent.
<b>Credit risk:</b> Risk associated with repayment of investment	The Scheme intends to invest predominantly in State Development Loans (SDL) issued and serviced by Reserve Bank of India (RBI). SDLs are eligible for SLR investment
<b>Interest rate risk:</b> Price volatility due to movement in interest rates	The Scheme being passively managed and a Target Maturity Date index fund structure, is expected to follow a Buy and Hold investment strategy in a passive manner. All investments are within the maturity date of the Scheme and the underlying Index. This should help mitigate the interest rate risk.
<b>Concentration risk:</b> Risk arising due to over exposure in few securities	The index intends to invest across SDLs issued by different states.
<b>Event risk:</b> Price risk due to company or sector specific event	The Scheme intends to invest in predominantly SDLs issued by State governments. These bonds SDLs are perceived to be relatively safe with quasi sovereign risk due their government ownership.
<b>Performance risk:</b> Risk arising due to change in factors affecting the market	The scheme is passively managed

## II. Information about the scheme:

### A. Where will the scheme invest

Investment in State Development Loans (SDLs): The Scheme would invest in State Development Loans representing the State Development Loans comprising Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index and endeavor to track the benchmark index.

Investment in AAA rated PSU Bonds: The Scheme would invest in bonds issued by AAA rated Public Sector Undertaking (PSU) which are representing the AAA rated PSU bonds comprising in Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index and endeavor to track the benchmark index.

Investment in money market instruments: The Scheme may also invest in money market instruments, in compliance with Regulations. Money Market Instruments will include only treasury bills and government securities having a residual maturity up to one year, Tri-party Repo on government securities or T-bills and any other like instruments as specified by the Reserve Bank of India from time to time. The Scheme will not invest in Commercial Paper, Certificate of Deposits, Bill – rediscounting (BRDS).

### **Overview of Debt Markets in India**

Indian fixed income market, one of the largest and most developed in South Asia, is well integrated with the global financial markets. Screen based order matching system developed by the Reserve Bank of India (RBI) for trading in government securities, straight through settlement system for the same, settlements guaranteed by the Clearing Corporation of India and innovative instruments like TREPS have contributed in reducing the settlement risk and increasing the confidence level of the market participants.

The RBI reviews the monetary policy six times a year giving the guidance to the market on direction of interest rate movement, liquidity and credit expansion. The central bank has been operating as an independent authority, formulating the policies to maintain price stability and adequate liquidity. Bonds are traded in dematerialized form. Credit rating agencies have been playing an important role in the market and are an important source of information to manage the credit risk.

Government (Central and State) is the largest issuer of debt in the market. Public sector enterprises, quasi government bodies and private sector companies are other issuers. Insurance companies, provident funds, banks, mutual funds, financial institutions, corporates and FPIs are major investors in the market. Government loans are available up to 40 years maturity. Variety of instruments available for investments including plain vanilla bonds, floating rate bonds, money market instruments, structured obligations and interest rate derivatives make it possible to manage the interest rate risk effectively.

Indicative levels of the instruments as on May 31, 2024 are as follows:

Instrument	Maturity	Tenure	Yield	Liquidity
TREPS / Repo	Short	Overnight	6.76	Very High
CP / CD / T Bills	Short	3 months CP*	7.65	High



		3 months CD	7.15	
		1 Year CP*	8.12	
		1 Year CD	7.71	
Central Government securities	Low to High	10 years	6.98	Medium

Source: Bloomberg \*Data is for NBFC.

## B. What are the investment restrictions?

The following investment limitations and other restrictions, inter alia, as contained in the Trust Deed and the Regulations apply to the Scheme:

- Inter scheme transfers (ISTs) of investments from one scheme to another scheme in the same Mutual Fund shall be allowed only if such transfers are done at the prevailing market price for quoted instruments on spot basis. Explanation -“Spot basis” shall have same meaning as specified by 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.

Pursuant to Clause 12.30 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, ISTs may be allowed in the following scenarios:

- for meeting liquidity requirement in a scheme in case of unanticipated redemption pressure
- for Duration/ Issuer/ Sector/ Group rebalancing

No IST of a security shall be done, if there is negative news or rumors in the mainstream media or an alert is generated about the security, based on internal credit risk assessment.

- The Scheme shall not invest in unlisted debt instruments including commercial papers, except Government Securities and other money market instruments: Provided that the Scheme may invest in unlisted non-convertible debentures up to a maximum of 10% of the debt portfolio of the Scheme subject to such conditions as may be specified by the Board from time to time:

Provided further that the Scheme shall comply with the norms under this clause within the time and in the manner as may be specified by the Board.

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

Further the investments by the Scheme shall be in compliance as amended by SEBI from time to time.

- The Scheme may invest in another scheme under the same asset management company or in any other mutual fund without charging any fees, provided the aggregate inter scheme investments made by all Schemes under the same management company or in schemes under the management of any other AMC shall not exceed 5% of NAV of the Mutual Fund. [Provided that this clause shall not apply to any fund of funds scheme.]

- The Mutual Fund shall buy and sell securities on the basis of deliveries and shall in all cases of purchases, take delivery of relative securities and in all cases of sale, deliver the securities and shall in no case put itself in a position whereby it has to make short sale or carry forward transactions or engage in badla finance.
- The Fund shall get the securities purchased or transferred in the name of the Fund on account of the concerned scheme, wherever investments are intended to be of a long-term nature.
- The Scheme shall not make any investment in: a) Any unlisted security of an associate or group company of the Sponsor; or b) Any security issued by way of private placement by an associate or group company of the sponsor; or c) The listed securities of group companies of the Sponsor which is in excess of 25% of the net assets.
- The Scheme shall not invest in a fund of funds scheme.
- The Mutual Fund having an aggregate of securities which are worth Rs.10 crores or more, as on the latest balance sheet date, shall subject to such instructions as may be issued from time to time by SEBI, settle their transactions entered on or after January 15, 1998 only through dematerialized securities. Further, all transactions in government securities shall be in dematerialized form.
- The mutual fund shall not borrow except to meet temporary liquidity needs of the mutual funds for the purpose of repurchase, redemption of units or payment of interest or IDCW to the unitholders. Provided that the mutual fund shall not borrow more than 20 per cent of the net asset of the scheme and the duration of such a borrowing shall not exceed a period of six months.
- Pursuant to Clause 3.5 of SEBI Master Circular dated May 19, 2023, the following norms as prescribed for the Underlying index shall be adopted:
  - a. Constituents of the index shall be aggregated at issuer level for the purpose of determining investment limits for single issuer, group, sector, etc.
  - b. Constituents of the index shall have a defined credit rating and defined maturity and the same shall be specified in the index methodology.
  - c. Rating of the constituents of the index shall be of investment grade and above.
  - d. Constituents of the index should have adequate liquidity and diversification (other than for the portion of indices comprising of SDLs) at issuer level.
  - e. Constituents of the index shall be periodically reviewed (at least on half-yearly basis).
  - f. The index shall not have more than 25% weight in a particular group (excluding securities issued by Public Sector Units (PSUs), Public Financial Institutions (PFIs) and Public Sector Banks (PSBs)). For the purpose of this provision, 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.
  - g. The index shall not have more than 25% weight in a particular sector (excluding G-sec, t-bills, SDLs and AAA rated securities issued by PSUs, PFIs and PSBs). However, this provision shall not be applicable for sectoral or thematic debt indices.
- Pursuant to Clause 3.5 of SEBI Master Circular dated May 19, 2023, replication of the Index by the Scheme shall be as follows

The Scheme shall be considered to be replicating the underlying index, provided:

For portion of portfolio comprising of corporate debt securities, following provisions shall apply:

- i. Investment in securities of issuers accounting for at least 60% of weight in the index, represents at least 80% of net asset value (NAV) of the Scheme.
- ii. At no point of time the securities of issuers not forming part of the index exceed 20% of NAV of the Scheme.
- iii. The investment in various securities are aggregated at issuer level for the purpose of exposure limits.
- iv. Total exposure of the Scheme in a particular group (excluding investments in securities issued by PSUs, PFIs and PSBs) shall not exceed 25% of NAV of the scheme. For the purpose of this provision, 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.
- v. Total exposure of the Scheme in a particular sector (excluding G-sec, t-Bills, SDLs and AAA rated securities issued by PSUs, PFIs and PSBs) shall not exceed 25% of the NAV of the scheme. However, this provision shall not be applicable for schemes based on sectoral or thematic debt indices.
- vi. The Macaulay Duration (hereinafter referred as “duration”) of the portfolio of the ETF/ Index Fund replicates the duration of the underlying index within a maximum permissible deviation of +/- 10%.

The following norms for permissible deviation in duration shall apply:

For a portfolio with residual maturity of up to 5 years: Either +/- 3 months or +/- 10% of duration, whichever is higher.

However, at no point of time, the residual maturity of any security forming part of the portfolio shall be beyond the target maturity date of the Scheme.

- vii. The rating wise weightage of debt securities in the portfolio of the Scheme replicates the underlying index. However, greater allocation of up to 10% of the portfolio may be made to higher rated debt securities.

Further, the exposure limit to a single issuer by Scheme shall be as under:

- a. For AAA rated securities, exposure to a single issuer by the Scheme shall not have more than 10% weight in the portfolio. However, for AAA rated securities of PSU and AAA rated securities of PFI issuers the said limit shall be 15%.
- b. For AA rated securities, exposure to a single issuer by the Scheme shall not have more than 8% weight in the portfolio.
- c. For A and below rated issuances, exposure to a single issuer by the Scheme shall not have more than 6% weight in the portfolio.

For portion of portfolio comprising of SDLs, following provisions shall apply:

- i. The duration of the portfolio of the Scheme replicates the duration of the underlying index within a maximum permissible deviation of +/- 10%.

- ii. In case of Target Maturity Index Funds, the following norms for permissible deviation in duration shall apply:
- Either +/- 3 months or +/- 10% of duration, whichever is higher.
  - However, at no point of time, the residual maturity of any security forming part of the portfolio shall be beyond the target maturity date of the ETF/ Index Fund.
  - The positioning of the Scheme in the PRC matrix shall be in the same cell as that of positioning of the index in the PRC matrix.

As per Clause 12.16 of SEBI Master Circular dated May 19, 2023:

- Total investment of the Scheme in Short term deposit(s) of all the Scheduled Commercial Banks put together shall not exceed 15% of the net assets. However, this limit can be raised upto 20% of the net assets with prior approval of the trustees. Further, investments 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.
- “Short Term” for parking of funds by Mutual Funds shall be treated as a period not exceeding 91 days
- The Scheme shall not invest more than 10% of the net assets in short term deposit(s), of any one scheduled commercial bank including its subsidiaries.
- The Scheme shall not invest in short term deposit of a bank which has invested in that Scheme. AMC shall also ensure that the bank in which a scheme has Short term deposit do not invest in the said scheme until the scheme has Short term deposit with such bank.
- Asset Management Company (AMC) shall not be permitted to charge any investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks.
- The investments in short term deposits of scheduled commercial banks will be reported to the Trustees along with the reasons for the investment which, inter-alia, would include comparison with the interest rates offered by other scheduled commercial banks. Further, AMC shall ensure that the reasons for such investments are recorded in the manner prescribed in Clause 12.23 of SEBI Master Circular dated May 19, 2023.
- The Scheme will comply with SEBI regulations and any other regulations applicable to the investments of Funds from time to time. The Trustee may alter the above restrictions from time to time to the extent that changes in the regulations may allow. All investment restrictions shall be applicable at the time of making investment.
- The aforesaid limits shall not be applicable to term deposits placed as margins for trading in cash and derivatives market.
- The Scheme will comply with any other regulations applicable to the investments of mutual funds from time to time.

- The cumulative gross exposure through State Development Loans and Money Market instruments shall not exceed 100% of the net assets of the scheme or guidelines as may be specified by SEBI from time to time.

All investment restrictions stated above shall be applicable at the time of making investment.

Apart from the investment restrictions prescribed under SEBI (MF) Regulations, the Fund does not follow any internal norms vis-à-vis limiting exposure to a particular scrip or sector etc.

### C. Fundamental Attributes

Following are the Fundamental Attributes of the scheme, in terms of Clause 1.14 of SEBI Master Circular for Mutual Funds dated May 19, 2023:

#### (i) Type of a scheme

- Open ended
- Any other type of Fund –Index Fund

An open-ended target maturity Index Fund investing in the constituents of Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index. A scheme with relatively high interest rate risk and relatively low credit risk.

**Investment Objective** The investment objective of the scheme is to track the Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index by investing in AAA rated Public Sector Undertaking (PUS) bonds and in State Development Loans (SDL), maturing on or before April 30, 2026, subject to tracking errors. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns.

- **Main Objective** - Growth
- **Investment pattern** -

Types of Instruments	Indicative allocation	
	(% of total assets)	
	Minimum	Maximum
#Bonds issued by AAA rated Public Sector Undertaking (PSU) and State Development Loans (SDLs) representing Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index	95%	100%
Money Market instruments (Treasury Bills, Government Securities and Tri-party Repo on government securities or T-bills Only)*	0%	5%

\*Money Market Instruments will include only treasury bills and government securities having a residual maturity upto one year, Tri-party Repo on government securities or T-bills and any other like instruments as specified by the Reserve Bank of India from time to time.

#### Portfolio Rebalancing:

The above mentioned investment pattern is indicative and subject to the SEBI (MF) Regulations, the asset allocation pattern indicated above may vary from time to time, on account of receipt of maturity proceeds, interest and/or receipt of subscription. As per clause 3.5.3.11 of SEBI Master Circular dated May 19, 2023 the Fund Manager, may deviate from the above investment pattern for short term period on defensive considerations. The same will be rebalanced within 7 Business Days and further action may be taken as specified under SEBI Circulars/ AMFI guidelines issued from time to time.

(ii) **Terms of Issue**

(a) **Listing:**

The Scheme being open ended; the Units are not proposed to be listed on any stock exchange.

(b) **Redemption of Units:**

The Unit Holder has the option to request for Redemption either in amount in rupees or in number of Units. The minimum redemption amount shall be 'any amount' or 'any number of units' as requested by the investor at the time of redemption request.

**Redemption Price:**

The Redemption Price of the Units is the price at which a Unit Holder can redeem Units of a scheme. It will be calculated as described below:

Redemption Price = Applicable NAV - (Applicable NAV x Exit Load\*)

\* Exit Load, whatever is applicable, will be charged.

Redemption Price will be calculated for up to four decimal places for the Scheme.

For example, if the Applicable NAV of a Scheme is Rs.10.5550, and it has a 2% Exit Load, the Redemption Price will be calculated as follows:

Redemption Price = 10.5550 - (10.5550 X 2.00%) i.e. 10.4550 - 0.2110 = 10.3440

If the Scheme has no Exit Load, the Redemption Price will be equal to the Applicable NAV.

The Securities Transaction Tax levied under the Income Tax Act, 1961, at the applicable rate on the amount of redemption will be reduced from the amount of redemption.

**To illustrate:**

If a Redemption of 4,900 units is sought by the Unit Holder at a Redemption Price of Rs. 10.3440 (as calculated above), the redemption amount is Rs. 50,685.60. Securities Transaction Tax (STT) for

instance is 0.001%. This will be further reduced by the STT of Re. 0.50 (i.e. Rs. 50,685.60 x 0.001%), making the net redemption amount Rs. 50,685.10.

If a Redemption of Rs. 10,000 is sought by the Unit Holder at a Net Redemption Price of Rs. 10.3440 (as calculated above), which will give 966.744 Units; the effective redemption amount will be grossed up to Rs. 10,204.08 (i.e.  $10,000 \div (1-2\%)$ ) and 966.744 units ( $10,204.08 \div 10.555$ ) will be redeemed. This is to ensure that the Unit Holder receives the net amount of Rs. 10,000 as desired.

Investors may note that the Trustee has a right to modify the existing Load structure in any manner subject to a maximum as prescribed under the Regulations and with prospective effect only.

Please refer section – LOAD STRUCTURE.

Applicable NAV for Redemption / Switch-Out / Systematic Transfer Plan:

- In respect of valid Redemption applications accepted at a Designated Collection Centre up to 3 p.m. on a Business Day, the NAV of such day will be applicable.
- In respect of valid Redemption applications accepted at a Designated Collection Centre after 3 p.m. on a Business Day, the NAV of the next Business Day will be applicable.

**(c) Aggregate fees and expenses charged to the scheme:**

For detailed fees and expenses charged to the scheme please refer to section ‘Fees and Expenses’.

**(d)** The Scheme does not provide any safety net or guarantee to the investors. There is no assurance OR guarantee of returns.

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations and Clause 1.14.1.4 of SEBI Master Circular for Mutual Funds dated May 19, 2023 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) thereunder and affect the interests of Unitholders is carried out unless:

- SEBI has reviewed and provided its comments on the proposal
- 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 atleast 30 calendar days to exit at the prevailing Net Asset Value without any exit load.

## **D. Index methodology**

### **About the index**

#### **Introduction**

Nifty AAA PSU Bond Plus SDL Apr 2026 50:50 Index seeks to measure the performance of portfolio of AAA rated bonds issued by PSUs and of State Development Loans (SDLs) maturing during the six month period ending April 30, 2026.

The index is computed using the total return methodology including price return and coupon return.

### **Methodology**

The methodology is in compliance with the Norms for Debt Exchange Traded Funds (ETFs)/Index Funds as per Clause 3.5 of SEBI Master circular dated May 19, 2023.

### **Index Structure**

The index contains 2 equal weighted components as on the base date of index

- AAA PSU Bond component: Constituting 50% of the Index
- SDL component: Constituting 50% of the Index

## **1) Methodology for AAA PSU Bond component – Constituting 50% of the index**

### **Eligibility Norms**

#### **• Issuer eligibility**

- Issuing entity should be domiciled in India and should satisfy either of the following:
- PSUs including:
  - Central Public Sector Enterprises (CPSEs) as listed on DPE & DIPAM website
  - Maharatna, Navratna and Miniratna as listed on DPE website, if not included in CPSEs list as mentioned in point 1
  - Public Financial Institutions (PFIs) owned and managed by GOI and not included in points 1 and 2 above
  - Statutory body set-up by Act of Parliament and included in the list of public enterprises sourced from <https://www.indiabudget.gov.in/> having outstanding bonds of more than Rs. 100 crores

#### **• Bond eligibility**

- Bond should be
  1. Plain vanilla with fixed coupon and fixed maturity
  2. Denominated in INR
  3. Be listed and traded on NSE and/or BSE and should be rated
- Bond should not be
  1. Tax Free
  2. Floating Rate Bond
  3. Partially Paid up
  4. Perpetual
  5. Having Single Option (Call/Put)
  6. Having step up/step down coupon which is linked to any contingent event
  7. Convertible bonds
  8. Having staggered redemption

### **Selection Criteria**

#### **• Issuer Selection**



- Eligible issuers having credit rating of “AAA” (Triple A) and having eligible bonds maturing during the six month period ending April 30, 2026 at the time of index creation/review are shortlisted. In case an entity is rated by multiple rating agencies, the lowest rating assigned to the Non-Convertible Debenture/Long Term Debt of the entity is considered for the index selection purpose.
- Further, issuers from the above step which have individual total outstanding amount of minimum Rs. 1,000 crores in eligible bonds maturing during the six month period ending April 30, 2026 are selected to be part of the index.
- **Bond Selection**
  - As on September 12, 2022, for every selected issuer, eligible bond with the longest maturity maturing during the six month period ending April 30, 2026 is selected to be part of the index.
  - Only one bond per issuer to be part of the index

#### **Weight Assignment**

- Each issuer that is part of the AAA PSU Bond component (constituting 50% of index) is given weight based on the total outstanding amount in eligible bonds of the issuer maturing during the six month period ending April 30, 2026 as on the data cut-off date. This will be subject to issuer/group/sector limit in compliance with the Norms for Debt Exchange Traded Funds (ETFs)/Index Funds announced by SEBI vide circular no. SEBI/HO/IMD/DOF2/P/CIR/2022/69 on May 23, 2022.
- Single issuer weight is to be capped at 12% as on the base date of the index.
- Subsequently, the security level weights may drift due to price movement and accordingly, the total 50% weight of the AAA PSU Bond component may also drift.
- Any coupon amount received is assumed to be reinvested in the portfolio on the same date, in the proportion of the existing weights.

## **2) Methodology for SDL component – Constituting 50% of the index**

#### **Eligibility norms**

- SDL should not be a special security

#### **Issuer Selection**

- 10 states/UTs are selected based on the highest total outstanding amount as on August 29, 2022 maturing during the six month period ending April 30, 2026

#### **Security Selection**

- As on September 12, 2022, for every selected state/UT, SDL with the longest maturity maturing during the six months period ending April 30, 2026 is selected to be part of the index.
- Only one SDL per state/UT to be part of the index

#### **Weight Assignment**

- Each state that is part of the SDL component (constituting 50% of index) is given equal weight as on the base date of the index.
- Subsequently, the security level weights may drift due to price movement and accordingly, the total 50% weight of the SDL component may also drift.

- Any coupon amount received is assumed to be reinvested in the portfolio on the same date, in the proportion of the existing weights.

### **Index Rebalancing/Reconstitution**

- On a semi-annual basis, index will be screened for compliance with the Norms for Debt Exchange Traded Funds (ETFs)/Index Funds announced by SEBI vide Clause 3.5 of SEBI Master circular dated May 19, 2023. In case of non-compliance, suitable corrective measures will be taken to ensure compliance with the norms.
- Index will be reviewed at the end of each calendar half-year with data cut-off date being 15 working days (T-15) before last working day of calendar half-year (T). Changes shall be effective from last working day of calendar half-year
- During the semi-annual review, for AAA PSU Bond component, if there is an eligible bond available with a longer maturity of the same issuer, maturing during the six month period ending April 30, 2026, the existing bond will be replaced by the available longer maturity bond of the same issuer, otherwise the existing bond will continue to be part of the index. If there is any AAA PSU issuer that is not already a part of the index and meets the eligibility and selection criteria and has total issuance/re-issuance size of a minimum Rs. 200 crores in eligible bonds during the previous half-year (from the previous cut-off date to the current cut-off date) as per data available on relevant sources on the data cut-off date, then such issuer will be selected to be part of the index. This is subject to the availability of conclusive term sheet with relevant data for pricing of bonds as on the data cut-off date. In absence of unavailability of term sheet as on the data cut-off date such bonds shall not be considered for the index during that half-year and subsequently. For such an issuer that is being selected to be part of the index, eligible bond with the longest maturity maturing during the six month period ending April 30, 2026 will be selected to be part of the index
- During the semi-annual review, for SDL component, if there is an eligible SDL available with a longer maturity of the same state/UT, maturing during the six month period ending April 30, 2026, the existing SDL of that state/UT will be replaced by the available longer maturity SDL of the same state/UT, otherwise the existing SDL of that state/UT will continue to be part of the index. If there is any state/UT that is not already a part of the index and meets the eligibility and selection criteria, then such state/UT will be selected to be part of the index. For such a state/UT, eligible SDL with the longest maturity maturing during the six month period ending April 30, 2026 will be part of the index
- During the semi-annual review, the total weights to the AAA PSU Bond and SDL components will be reset to the original 50:50. Further, the security level
- weights within AAA PSU Bond component will be reset based on the total outstanding amount in eligible bonds of the issuer maturing during the six month period ending April 30, 2026 as on the data cut-off date. The security level weights within SDL component will be reset to equal weight. This will be subject to issuer limit in compliance with the Norms for Debt Exchange Traded Funds (ETFs)/Index Funds announced by SEBI vide circular no. SEBI/HO/IMD/DOF2/P/CIR/2022/69 on May 23, 2022.
- Based on the governments 'in principle approval' to disinvest its stake in some of the PSUs, such entities are not included to be part of the index at launch/inception of the index. On account of disinvestment in an existing constituent, such issuer shall be excluded from the index effective next rebalancing/reconstitution only if the disinvestment process has been completed.
- In case a new eligible issuer gets downgraded post data cut-off date but before the portfolio disclosure date (T-3), such issuer shall not be included in the index.

- Apart from scheduled review, in case an existing issuer gets downgraded below AAA, bonds of such issuer to be excluded from the index within 5 working days of such downgrade, in compliance with the Norms for Debt Exchange Traded Funds (ETFs)/Index Funds announced by SEBI vide Clause 3.5 of SEBI Master circular dated May 19, 2023. After such exclusion, the total weight of the AAA PSU Bond component as on that date will be redistributed among the remaining AAA PSU securities, subject to minimum of 4 AAA PSU issuers, based on the total outstanding amount in eligible bonds of the issuer maturing during the six month period ending April 30, 2026 as on the data cut-off date of the previous review.
- As the index includes securities that shall mature during the six month period ending on the final maturity date of the index, any proceeds from the security redemption prior to the final maturity date of the index shall be re-invested using the following waterfall approach:
  - The proceeds from security redemption will be reinvested in the longest maturity outstanding security issued by the same issuer (SDL in case of state/UT and Bond/money market instrument in case of corporate bond) and maturing on or just before the index maturity date with the same weightage. This will be subject to single issuer limit in compliance with the Norms for Debt Exchange Traded Funds (ETFs)/Index Funds announced by SEBI vide Clause 3.5 of SEBI Master circular dated May 19, 2023.
  - In case a replacement in the form of outstanding security of the same issuer cannot be found for reinvestment then the proceeds from such redemption shall be reinvested in the remaining portfolio on the same date in the proportion of the existing weights. This will be subject to single issuer limit in compliance with the Norms for Debt Exchange Traded Funds (ETFs)/Index Funds announced by SEBI vide Clause 3.5 of SEBI Master circular dated May 19, 2023.
  - In case due to any reason, it is not possible to meet any norms as prescribed by SEBI vide Clause 3.56 of SEBI Master circular dated May 19, 2023, then the proceeds from such redemption shall be reinvested in a T-Bill maturing on or just before the index maturity date.
  - If the last outstanding security (including T-Bill) in the index matures before the final index maturity date, all redemption proceeds shall be re-invested in The Clearing Corporation of India Ltd.'s (CCIL) TREPS overnight rate tracked by Nifty 1D Rate Index for any subsequent days till the maturity of the index.

### **Index Termination**

The index shall mature on April 30, 2026. If the index matures on a holiday, the index value will be computed till the prior working day.

The constituents of Nifty AAA PSU Bond SDL April 2026 50:50 Index as on May 31, 2024 is as under:

<b>ISIN</b>	<b>Issue Name</b>	<b>WEIGHT</b>
INE556F08KC2	SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA 7.23% 09Mar2026	12.43
INE261F08DW2	NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT 7.57% 19Mar26	11.55
INE020B08EL2	REC LIMITED 7.44% 30Apr2026	9.92
IN1020200078	06.70 AP SDL 2026	5.02
IN3320160010	08.02 UP SDL 2026	4.99
IN2920160016	07.98 RJ SDL 2026	4.99

IN3120160020	07.96 TN SDL 2026	4.99
IN3420150176	08.10 WB SDL 2026	4.99
IN1520160020	07.96 GJ SDL 2026	4.99
IN1920180198	08.28 KA SDL 2026	4.98
IN2220150204	08.51 MH SDL 2026	4.98
IN1320150056	08.60 BR SDL 2026	4.98
IN2120150106	08.76 MP SDL 2026	4.97
INE053F08239	INDIAN RAILWAY FINANCE CORPORATION LIMITED 7.4% 18Apr26	4.08
INE134E07AJ9	POWER FINANCE CORPORATION LIMITED 5.80% 22Jan26	2.92
INE733E08247	NTPC LIMITED 7.35% 17Apr26	2.48
INE514E08FB6	EXPORT IMPORT BANK OF INDIA 8.02% 20Apr2026	2.22
INE031A08855	HOUSING AND URBAN DEVELOPMENT CORPORATION LIMITED 7.54% 11Feb26	1.03
INE206D08261	NUCLEAR POWER CORPORATION OF INDIA LIMITED 8.14% 25Mar2026	0.90
INE242A08494	INDIAN OIL CORPORATION LIMITED 5.60% 23Jan2026	0.90
INE103A08043	MANGALORE REFINERY AND PETROCHEMICALS LIMITED 6.18% 29Dec2025	0.89
INE589A08035	NLC INDIA LIMITED 6.05% 12Feb2026	0.81

For additional details, please refer to index methodology on [https://www.niftyindices.com/Methodology/Method\\_NIFTY\\_Fixed\\_Income\\_Indices.pdf](https://www.niftyindices.com/Methodology/Method_NIFTY_Fixed_Income_Indices.pdf) ([niftyindices.com](https://www.niftyindices.com))

#### **E. Principles of incentive structure for market makers**

Not Applicable

#### **F. Other Scheme Specific Disclosures:**

Listing and Transfer of units	<p>The Scheme being open ended, the Units are not proposed to be listed on any stock exchange and no transfer facility on the exchange is provided. However, the Trustee reserves the right to list the units as and when open-end Schemes are permitted to be listed under the Regulations, and if the Trustee considers it necessary in the interest of unit holders of the Scheme.</p> <p>Units held in Demat form are transferable (subject to lock-in period, if any and subject to lien, if any marked on the units) in accordance with the provisions of SEBI (Depositories and Participants) Regulations, 2018, as may be amended from time to time. Transfer can be made only in favor of transferees</p>
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	<p>who are capable of holding Units and having a Demat Account. The delivery instructions for transfer of Units will have to be lodged with the DP in requisite form as may be required from time to time and transfer will be effected in accordance with such rules / regulations as may be in force governing transfer of securities in dematerialized mode. Further, for the procedure of release of lien, the investors shall contact their respective Depository.</p> <p>However, if a person becomes a holder of the Units consequent to operation of law or upon enforcement of a pledge, the Mutual Fund will, subject to production of satisfactory evidence, effect the transfer, if the transferee is otherwise eligible to hold the Units. Similarly, in cases of transfers taking place consequent to death, insolvency etc., the transferee's name will be recorded by the Mutual Fund subject to production of satisfactory evidence.</p> <p>Please refer SAI for details on transmission, nomination, lien, pledge, duration of the Scheme and Mode of Holding.</p>
Dematerialization of units	<p>The Unit holders are given an Option to hold the units by way of an Account Statement (Physical form) or in Dematerialized ('Demat') form.</p> <p>Mode of holding shall be clearly specified in the KIM cum application form.</p> <p>The Unit holder intending to hold the units in Demat form are required to have a beneficiary account with the Depository Participant (DP) (registered with NSDL / CDSL). Unit holders opting to hold the units in demat form must provide their Demat Account details like the DP's name, DP ID Number and the beneficiary account number of the applicant with the DP, in the specified section of the application form. In case Unit holders do not provide their Demat Account details, unit will be allotted to them in physical form and an Account Statement shall be sent to them.</p> <p>Investors holding units in dematerialized form as well as investors holding units in physical form, both shall be able to trade on the BSE StAR MF Platform, NSE NMF II and ICEX.</p>
Dividend Policy (IDCW)	<p>The IDCW warrants shall be dispatched to the unit holders within 7 working days from the record date.</p> <p>In case of Unit Holder having a bank account with certain banks with which the Mutual Fund would have made arrangements from time to time, the IDCW proceeds shall be directly credited to their account.</p>

	<p>The IDCW will be paid by warrant and payments will be made in favor of the Unit holder (registered holder of the Units or, if there is more than one registered holder, only to the first registered holder) with bank account number furnished to the Mutual Fund (please note that it is mandatory for the Unit holders to provide the Bank account details as per the directives of SEBI).</p> <p>Further, the IDCW proceeds may be paid by way of ECS/EFT/NEFT/RTGS/any other manner through which the investor's bank account specified in the Registrar &amp; Transfer Agent's records is credited with the IDCW proceeds as per the instructions of the Unit holders.</p> <p>In case the delay is beyond seven working days, then the AMC shall pay interest @ 15% p.a. from the expiry of seven working days till the date of dispatch of the warrant.</p>
Allotment	<p>An account statement will be sent by ordinary post/courier/secured encrypted electronic mail to each Unit Holder, stating the number of Units purchased, not later than 5 business days from the receipt of such request without any charges. Allotment of Units and dispatch of Account Statements to FPIs will be subject to RBI approval, if required.</p> <p>For investors who have given Demat account details in the application form, the Units issued by the AMC shall be credited by the Registrar to the investors' beneficiary account with the DP as per information provided in the application form and information of allotment will be accordingly sent by the Registrar.</p> <p>Full allotment will be made to all valid applications received during the New Fund Offer Period. Allotment of Units shall be completed not later than five business days after the close of the New Fund Offer Period. The Units will be computed and accounted for up to whole numbers (complete integers) only and no fractional units will be allotted for all Subscriptions/Application Money.</p> <p>If any fractional units are calculated as a result of the switch application, the units in the resultant scheme would be allotted to the extent of the entire such application money from the source scheme and will be computed and accounted for up to 3 decimal places and that no refund shall be paid/refunded to the investor for said such fractional Units. Accordingly, the clause for multiples of Re.1 will not be</p>

	<p>applicable for switch transactions both during the New Fund Offer Period and on On-Going basis.</p> <p><b>Dematerialization</b></p> <p>The Units of the Scheme will be available in dematerialized (electronic) form. The investor intending to invest in Units of the Scheme will be required to have a beneficiary account with a Depository Participant (DP) of the NSDL/CDSL and will be required to mention in the application form DP's Name, DP ID No. and Beneficiary Account No. with the DP at the time of purchasing Units.</p> <p>The Units of the Scheme will be issued, traded and settled compulsorily in dematerialized (electronic) form.</p> <p>The Units allotted will be credited to the DP account of the Unit holder as per the details provided in the application form.</p> <p>However, the Trustee / AMC reserves the right to change the dematerialization/rematerialization process in accordance with the procedural requirements laid down by the Depositories, viz. NSDL/ CDSL and/or in accordance with the provisions laid under the Depositories Act, 1996 and the Regulations thereunder.</p>
<p><b>Who can invest</b> This is an indicative list and investors shall consult their financial advisor to ascertain whether the scheme is suitable to their risk profile.</p>	<ul style="list-style-type: none"> <li>• Indian resident adult individuals, either singly or jointly (not exceeding three);</li> <li>• Minor through parent / lawful guardian; (please see the note below)</li> <li>• Companies, bodies corporate, public sector undertakings, association of persons or bodies of individuals and societies registered under the Societies Registration Act, 1860;</li> <li>• Partnership Firms constituted under the Partnership Act, 1932;</li> <li>• Limited Liability Partnerships (LLP);</li> <li>• A Hindu Undivided Family (HUF) through its Karta;</li> <li>• Banking Company as defined under the Banking Regulation Act, 1949;</li> <li>• Banks (including Co-operative Banks and Regional Rural Banks) and Financial Institutions;</li> <li>• Public Financial Institution as defined under the Companies Act, 1956;</li> <li>• Insurance Company registered with the Insurance Regulatory and Development Authority (IRDA);</li> </ul>

	<ul style="list-style-type: none"> <li>• Non-Resident Indians (NRIs) / Persons of Indian Origin (PIO) on full repatriation basis or on non-repatriation basis;</li> <li>• Foreign Portfolio Investors (FPI) (including overseas ETFs, Fund of Funds) registered with SEBI on repatriation basis;</li> <li>• Mutual Funds/ Alternative Investment Funds registered with SEBI</li> <li>• Army, Air Force, Navy and other para-military funds and eligible institutions;</li> <li>• Scientific and Industrial Research Organizations;</li> <li>• Provident / Pension / Gratuity and such other Funds as and when permitted to invest;</li> <li>• International Multilateral Agencies approved by the Government of India / RBI; and</li> <li>• The Trustee, AMC or Sponsor or their associates (if eligible and permitted under prevailing laws).</li> <li>• A Mutual Fund through its schemes if permitted by the regulatory authorities.</li> <li>• Special Purpose Vehicles (SPVs) approved by appropriate authority (subject to RBI approval).</li> <li>• Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private Trusts authorized to invest in mutual fund schemes under their trust deeds;</li> <li>• Qualified Foreign Investors subject to the conditions prescribed by SEBI, RBI, Income Tax authorities and the AMC, from time to time on repatriation basis.</li> <li>• Such other individuals/institutions/body corporate etc., as may be decided by the AMC from time to time, so long as wherever applicable they are in conformity with SEBI Regulations/RBI, etc.</li> </ul> <p><b>Note: 1.</b> Minor Unit Holder on becoming major may inform the Registrar about attaining majority and provide his specimen signature duly authenticated by his banker as well as his details of bank account and a certified true copy of the PAN card as mentioned under the paragraph “Anti Money Laundering and Know Your Customer” to enable the Registrar to update their records and allow him to operate the Account in his own right.</p> <p><b>Note 2. Applicants under Power of Attorney:</b> An applicant willing to transact through a power of attorney must lodge the photocopy of the Power of Attorney (PoA) attested by a Notary Public or the original PoA (which will be returned after verification) within 30 Days of submitting the</p>
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	<p>Application Form / Transaction Slip at a Designated Collection Centre. Applications are liable to be rejected if the power of attorney is not submitted within the aforesaid period.</p>
<p>Who cannot invest</p>	<p>It should be noted that the <b>following entities cannot invest in the scheme:</b></p> <ul style="list-style-type: none"> <li>• Any individual who is a foreign national or any other entity that is not an Indian resident under the Foreign Exchange Management Act, 1999, except where registered with SEBI as a FPI. However, there is no restriction on a foreign national from acquiring Indian securities provided such foreign national meets the residency tests as laid down by Foreign Exchange Management Act, 1999.</li> <li>• Overseas Corporate Bodies (OCBs) shall not be allowed to invest in the Scheme. These would be firms and societies which are held directly or indirectly but ultimately to the extent of at least 60% by NRIs and trusts in which at least 60% of the beneficial interest is similarly held irrevocably by such persons (OCBs.)</li> <li>• Non-Resident Indians residing in the Financial Action Task Force (FATF) Non-Compliant Countries and Territories (NCCTs)</li> <li>• “U.S. Person” under the U.S. Securities Act of 1933 and corporations or other entities organized under the laws of U.S.</li> <li>• Residents of Canada or any Canadian jurisdiction under the applicable securities laws.</li> <li>• The Fund reserves the right to include / exclude new / existing categories of investors to invest in the Scheme from time to time, subject to SEBI Regulations and other prevailing statutory regulations, if any.</li> </ul> <p>Subject to the Regulations, any application for subscription of Units may be accepted or rejected if found incomplete or due to unavailability of underlying securities, etc. For example, the Trustee may reject any application for the Purchase of Units if the application is invalid or incomplete or if, in its opinion, increasing the size of any or all of the Scheme's Unit capital is not in the general interest of the Unit Holders, or if the Trustee for any other reason does not believe that it would be in the best interest of the Scheme or its Unit Holders to accept such an application.</p> <p>The AMC / Trustee may need to obtain from the investor verification of identity or such other details relating to a</p>

	<p>subscription for Units as may be required under any applicable law, which may result in delay in processing the application.</p>
<p>How to apply and other details</p>	<p>Application form and Key Information Memorandum may be obtained from Official Points of Acceptance (OPAs) / Investor Service Centres (ISCs) of the AMC or RTA or Distributors or can be downloaded from our website <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a>.</p> <p>The list of the OPA / ISC are available on our website as well.</p> <p>Investors intending to trade in Units of the Schemes, through the exchange platform will be required to provide demat account details in the application form.</p> <p><b>Registrar &amp; Transfer Agent:</b>  <b>KFin Technologies Limited (Formerly known as “Karvy Fintech Private Limited”)</b></p> <p>Registered Office:  Karvy Selenium, Tower B, Plot Number 31 &amp; 32, Financial District, Gachibowli, Hyderabad - 500 034.</p> <p>Contact Persons:  Mr. Babu PV  Tel No. : 040 3321 5237  Email Id : <a href="mailto:babu.pv@kfintech.com">babu.pv@kfintech.com</a></p> <p>Mr. 'P M Parameswaran'  Tel No. : 040 3321 5396  Email Id : <a href="mailto:parameswaran.p@kfintech.com">parameswaran.p@kfintech.com</a></p> <p>Website address: <a href="https://mfs.kfintech.com/mfs/">https://mfs.kfintech.com/mfs/</a></p> <p><b>Branches:</b>  Applications can be submitted at collecting bankers and Investor Service Centers of Mirae Asset Investment Managers (India) Pvt. Ltd and KFin Technologies Limited. Details of which are furnished on back cover page of this document.</p> <p>Please refer the AMC website at the following link for the list of official points of acceptance, collecting banker details etc.:  <a href="https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data">https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data</a></p> <p><b>Website of the AMC:</b>  Investor can also subscribe to the Units of the Scheme through the website of the AMC i.e.</p>

	<p><a href="https://www.miraeassetmf.co.in/investor-center/investor-services">https://www.miraeassetmf.co.in/investor-center/investor-services</a></p> <p><b>Stock Exchanges:</b> A Unit holder may purchase Units of the Scheme through the Stock Exchange infrastructure. Investors can hold units only in dematerialized form.</p> <p><b>MF Utility (MFU):</b> A unitholder may purchase units of the Plan(s) under the Scheme through MFU.</p> <p>All financial and non-financial transactions pertaining to Schemes of Mirae Asset Mutual Fund can also be submitted through MFU either electronically or physically through the authorized Points of Service (“POS”) of MFUI. The list of POS of MFUI is published on the website of MFUI at <a href="http://www.mfuindia.com">www.mfuindia.com</a> and may be updated from time to time.</p> <p>Investors to note that it is mandatory to mention the bank account numbers in the applications/requests for redemption.</p> <p>Please refer to the SAI and application form for the instructions.</p>
<p>The policy regarding reissue of repurchased units, including the maximum extent, the manner of reissue, the entity (the scheme or the AMC) involved in the same.</p>	<p>All units can be reissued without any limit by the Scheme.</p>
<p>Restrictions, if any, on the right to freely retain or dispose of units being offered.</p>	<p>As the units of the Scheme are mandatorily to be held in demat mode, the same are freely transferable. Further, the unit holders will have to approach their DP for transfer, transmission, pledge related requests etc. which shall be done by the DP in accordance with the procedural requirements laid down by the Depositories, viz. NSDL/ CDSL and/or in accordance with the provisions laid under the Depositories Act, 1996 and the Regulations thereunder.</p> <p><b>RIGHT TO RESTRICT REDEMPTION AND / OR SUSPEND REDEMPTION OF THE UNITS:</b></p> <p>The Fund at its sole discretion reserves the right to restrict Redemption (including switchout) of the Units (including Plan /Option) of the Scheme of the Fund upon occurrence of the below mentioned events for a period not exceeding ten (10) working days in any ninety (90) days period subject to</p>

	<p>approval of the Board of Directors of the AMC and the Trustee. The restriction on Redemption (including switch-out) shall be applicable where the Redemption (including switch-out) request is for a value above Rs. 2,00,000/- (Rupees Two Lakhs). Further, no restriction shall be applicable to the Redemption / switch-out request upto Rs. 2,00,000/- (Rupees Two Lakhs). It is further clarified that, in case of redemption request beyond Rs. 2,00,000/- (Rupees Two Lakhs), no restriction shall be applicable on first Rs. 2,00,000/- (Rupees Two Lakhs).</p> <p>The Trustee / AMC reserves the right to restrict Redemption or suspend Redemption of the Units in the Scheme of the Fund on account of circumstances leading to a systemic crisis or event(s) that severely constrict market liquidity or the efficient functioning of the markets. A list of such circumstances under which the restriction on Redemption or suspension of Redemption of the Units in the Scheme of the Fund may be imposed are as follows:</p> <ol style="list-style-type: none"> <li>1. Liquidity issues- when market at large becomes illiquid affecting almost all securities rather than any issuer specific security; or</li> <li>2. Market failures / Exchange closures; or</li> <li>3. Operational issues; or</li> <li>4. If so directed by SEBI.</li> </ol> <p>It is clarified that since the occurrence of the abovementioned eventualities have the ability to impact the overall market and liquidity situation, the same may result in exceptionally large number of Redemption requests being made and in such a situation the indicative timelines (i.e. within 3-4 Business Days) mentioned by the Fund in the scheme offering documents, for processing of requests for Redemption may not be applicable.</p>
<p>Cut off timing for subscription/ redemption/ switch out</p> <p>(This is the time before which your redemption request (complete in all respects) should reach the official points of acceptance)</p>	<p>Cut-off time is the time before which the Investor's Application Form(s) (complete in all respects) should reach the Official Points of Acceptance to be entitled to the Applicable NAV of that Business Day.</p> <p>An application will be considered accepted on a Business Day, subject to it being complete in all respects and received and time stamped upto the relevant Cut-off time mentioned below, at any of the Official Points of Acceptance of transactions. Where an application is received and the time stamping is done after the relevant Cut-off time the request will be deemed to have been received on the next Business Day.</p>

	<p>Cut off timing for subscriptions/purchases/switch- ins:</p> <ol style="list-style-type: none"> <li>i. In respect of valid applications received upto 3.00 p.m. at the Official Point(s) of Acceptance and where the funds for the entire amount of subscription / purchase/switch-ins 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.</li> <li>ii. In respect of valid applications received 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.</li> <li>iii. Irrespective of the time of receipt of applications at the Official Point(s) of Acceptance, where the funds for the entire amount of subscription/purchase/ switch-ins 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.</li> </ol> <p>For Redemption/ Repurchases/Switch out</p> <ol style="list-style-type: none"> <li>i. In respect of valid application accepted at an Official Points of Acceptance up to 3 p.m. on a Business Day by the Fund, the closing NAV of that day will be applicable.</li> <li>ii. In respect of valid application accepted at an Official Point of Acceptance as listed in the SAI, after 3 p.m. on a Business Day by the Fund, the closing NAV of the next Business Day will be applicable.</li> </ol>
<p>Minimum amount for purchase/redemption/switches</p>	<p>Purchase : Rs. 5000/- and in multiples of Re. 1/- thereafter  Additional Purchase: Rs.1000/- and in multiples of Re.1/- thereafter.  Investments through SIP: Rs. 500/- and in multiples of Re.1/- thereafter.</p> <p>Redemption: The minimum redemption amount shall be ‘any amount’ or ‘any number of units’ as requested by the investor at the time of redemption request.</p> <p>The Minimum Application and redemption amount mentioned above shall not be applicable to the mandatory investments</p>

	made in the Scheme pursuant to the provisions of clause 6.10 of SEBI Master Circular dated May 19, 2023, as amended from time to time.
Accounts Statements	<p>The AMC shall send an allotment confirmation specifying the units allotted by way of email and/or SMS within 5 working days of receipt of valid application/transaction to the Unit holders registered e-mail address and/ or mobile number (whether units are held in demat mode or in account statement form).</p> <p>A Consolidated Account Statement (CAS) detailing all the transactions across all mutual funds (including transaction charges paid to the distributor) and holding at the end of the month shall be sent to the Unit holders in whose folio(s) transaction(s) have taken place during the month by mail or email on or before 15th of the succeeding month.</p> <p>Half-yearly CAS shall be issued at the end of every six months (i.e. September/ March) on or before 21st day of succeeding month, to all investors providing the prescribed details across all schemes of mutual funds and securities held in dematerialized form across demat accounts, if applicable</p> <p>For further details, refer SAI.</p>
Dividend/ IDCW	The payment of dividend/IDCW to the unitholders shall be made within seven working days from record date.
Redemption	<p>The redemption or repurchase proceeds shall be dispatched to the unitholders within three working days from the date of redemption or repurchase.</p> <p>For list of exceptional circumstances refer para 14.1.3 of SEBI Master Circular for Mutual Funds dated May 19, 2023.</p> <p><b>Non-Resident Investors</b></p> <p>For NRIs, Redemption proceeds will be remitted depending upon the source of investment as follows:</p> <p><b>(i) Repatriation basis</b> When Units have been purchased through remittance in foreign exchange from abroad or by cheque / draft issued from proceeds of the Unit Holder's FCNR deposit or from funds held in the Unit Holder's Non Resident (External) account kept in India, the proceeds can also be sent to his Indian address for crediting to his NRE/FCNR/non-resident (Ordinary) account, if desired by the Unit Holder.</p>

	<p><b>(ii) Non-Repatriation basis</b></p> <p>When Units have been purchased from funds held in the Unit Holder's non-resident (Ordinary) account, the proceeds will be sent to the Unit Holder's Indian address for crediting to the Unit Holder's non-resident (Ordinary) account.</p> <p>For FPIs, the designated branch of the authorized dealer may allow remittance of net sale / maturity proceeds (after payment of taxes) or credit the amount to the Foreign Currency account or Non-resident Rupee account of the FPI maintained in accordance with the approval granted to it by the RBI. 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/FPIs. The Fund may make other arrangements for effecting payment of redemption proceeds in future.</p> <p>The normal processing time may not be applicable in situations where necessary details are not provided by investors/Unit holders. The AMC will not be responsible for any loss arising out of fraudulent encashment of cheques and/or any delay/loss in transit.</p>
Bank Mandate	It is mandatory for every applicant to provide the name of the bank, branch, address, account type and number as per SEBI requirements and any Application Form without these details will be treated as incomplete. Such incomplete applications will be rejected. The Registrar / AMC may ask the investor to provide a blank cancelled cheque or its photocopy for the purpose of verifying the bank account number.
Delay in payment of redemption / repurchase proceeds/dividend	The Asset Management Company 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) in case the redemption proceeds are not made within 3 working Days from the date of receipt of a valid redemption request.
Unclaimed Redemption and Income Distribution cum Capital Withdrawal Amount	As per the Clause 14.3 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the unclaimed Redemption and dividend amounts shall be deployed by the Fund in call money market or money market instruments and in a separate plan of Liquid scheme / Money Market Mutual Fund scheme floated by Mutual Funds specifically for deployment of the unclaimed amounts. The investment management fee charged by the AMC for managing such unclaimed amounts shall not exceed 50 basis points. The AMCs shall not be permitted to charge any exit load in this plan.

	<p>Provided that such schemes where the unclaimed redemption and IDCW amounts are deployed shall be only those Overnight scheme/ Liquid scheme / Money Market Mutual Fund schemes which are placed in A-1 cell (Relatively Low Interest Rate Risk and Relatively Low Credit Risk) of Potential Risk Class matrix.</p> <p>The investors who claim these amounts during a period of three years from the due date shall be paid at the prevailing NAV. After a period of three years, this amount can be transferred to a pool account and the investors can claim the said amounts at the NAV prevailing at the end of the third year. In terms of the circular, the onus is on the AMC to make a continuous effort to remind investors through letters to take their unclaimed amounts.</p> <p>The website of Mirae Asset Mutual Fund also provides information on the process of claiming the unclaimed amount and the necessary forms / documents required for the same.</p> <p>The details of such unclaimed amounts are also disclosed in the annual report sent to the Unit Holders.</p> <p>Important Note: All applicants must provide a bank name, bank account number, branch address, and account type in the Application Form.</p>
Disclosure w.r.t investment by minors	<ul style="list-style-type: none"> <li>• Payment for investment by any mode shall be accepted from the bank account of the minor, parent or legal guardian of the minor, or from a joint account of the minor with parent or legal guardian.</li> <li>• Irrespective of the source of payment for subscription, all redemption proceeds shall be credited only in the verified account of the minor i.e. the account the minor may hold with the parent/ legal guardian after completing all KYC formalities.</li> <li>• The AMC will send an intimation to Unit holders advising the minor (on attaining majority) to submit an application form along with prescribed documents to change the status of the account from 'minor' to 'major'.</li> <li>• All transactions / standing instructions / systematic transactions etc. will be suspended i.e. the Folio will be frozen for operation by the guardian from the date of beneficiary child completing 18 years of age, till the status of the minor is changed to major. 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 details,</li> </ul>



	<p>updated bank account details including cancelled original cheque leaf of the new bank account.</p> <ul style="list-style-type: none"> <li>• No investments (lumpsum/SIP/ switch in/ STP in etc.) in the scheme would be allowed once the minor attains majority i.e. 18 years of age.</li> </ul> <p>Please refer SAI for details on Transmission of Units.</p>
<p>Investments in Scheme by AMC, Sponsor &amp; Associates</p>	<p>Subject to the Regulations, the AMC and investment companies managed by the Sponsor(s), their associate companies and subsidiaries may invest either directly or indirectly, in the Scheme during the NFO and/or on ongoing basis. However, the AMC shall not charge any investment management fee on such investment in the Scheme, in accordance with sub-regulation 3 of Regulation 24 of the Regulations and shall charge fees on such amounts in future only if the SEBI Regulations so permit. The associates, the Sponsor, subsidiaries of the Sponsor and/or the AMC may acquire a substantial portion of the Scheme's units and collectively constitute a major investment in the Schemes. The AMC reserves the right to invest its own funds in the Scheme as may be decided by the AMC from time to time and required by applicable regulations and also in accordance with Clause 6.11 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023 regarding minimum number of investors in the Scheme.</p> <p>In terms of SEBI notification dated August 5, 2021 and as per Regulation 25, sub-regulation 16A of SEBI (Mutual Funds) Regulations, the asset management company shall invest such amounts in such schemes of the mutual fund, based on the risks associated with the schemes, as may be specified by the Board from time to time</p>

### III. Other Details

#### A. Periodic Disclosures

##### **Half yearly Disclosures: Financial Results**

The AMC/Mutual Fund shall within one month from the close of each half year, that is on March 31st and on September 30th, host a soft copy of its unaudited financial results on their website <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/financials>. The half-yearly unaudited financial results shall contain details as specified in Twelfth Schedule of the SEBI (Mutual Funds) Regulations, 1996 and such other details as are necessary for the purpose of providing a true and fair view of the operations of Mirae Asset Mutual Fund.

The AMC/Mutual Fund shall publish an advertisement disclosing the hosting of unaudited financial results on their website [www.miraeassetmf.co.in](http://www.miraeassetmf.co.in) in at least one English daily newspaper having nationwide circulation and in a newspaper having wide circulation published in the language of the region where the Head Office of the Mutual Fund is situated.

The mutual fund shall publish an advertisement 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 portfolio on its website and on the website of Association of Mutual Funds in India (AMFI). The AMC will provide a physical copy of the statement of its Scheme portfolio, without charging any cost, on specific request received from a unitholder.

### **Annual Report**

Pursuant to Regulation 56 of SEBI (Mutual Funds) Regulations, 1996 read with Clause 5.4 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the scheme wise annual report or abridged summary thereof will be hosted on the website of the Mirae Asset Mutual Fund viz. <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/financials> and on the website of AMFI, not later than four months after the close of each financial year (31st March). The AMCs shall display the link prominently on the website of the Mirae Asset Mutual Fund viz. <https://miraeassetmf.co.in> and make the physical copies available to the unitholders, at their registered offices at all times. Unit holders whose e-mail addresses are not registered will have to specifically 'opt in' to receive physical copy of scheme wise annual report or abridged summary thereof. The unit holders may request for a physical copy of scheme annual reports at a price and the text of the relevant scheme by writing to the Mirae Asset Investment Managers (India) Pvt Ltd. / Investor Service Centre / Registrar & Transfer Agents. The Mutual Fund / AMC shall provide a physical copy of abridged report of the annual report, without charging any cost, on specific request received from a unit holder. An advertisement shall be published every year disclosing the hosting of the scheme wise annual report on website of Mirae Asset Mutual Fund and on the website of AMFI and the modes such as SMS, telephone, email or written request (letter) through which a unitholder can submit a request for a physical or electronic copy of the scheme wise annual report or abridged summary thereof. Such advertisement shall be published in the all India edition of at least two daily newspapers, one each in English and Hindi.

### **Monthly/Half Yearly Portfolio Disclosures:**

The Mutual Fund/ AMC will disclose portfolio (along with ISIN) of the Scheme in the prescribed format, as on the last day of the month / half-year i.e. March 31 and September 30, on its website viz. <https://www.miraeassetmf.co.in/downloads/portfolio> and on the website of Association of Mutual Funds in India (AMFI) viz. [www.amfiindia.com](http://www.amfiindia.com) within 10 days from the close of each month/ half year respectively. In case of unitholders whose e-mail addresses are registered, the Mutual Fund/ AMC will 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. Mutual Fund / AMC will 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 portfolio on its website and on the website of Association of Mutual Funds in India (AMFI). Mutual Fund / AMC will provide a physical copy of the statement of its Scheme portfolio, without charging any cost, on specific request received from a unitholder.

### **Monthly Disclosures**

The AMC shall disclose the following on monthly basis on its website on <https://www.miraeassetmf.co.in/downloads/portfolio>:

- Name and exposure to top 7 issuers and stocks respectively as a percentage of NAV of the scheme
- Name and exposure to top 7 groups as a percentage of NAV of the scheme.
- Name and exposure to top 4 sectors as a percentage of NAV of the scheme.

Change in constituents of the index, if any, shall be disclosed on the AMC website on the day of change.

### **Monthly Average Asset under Management (Monthly AAUM) Disclosure**

The Mutual Fund shall disclose the Monthly AAUM under different categories Schemes as specified by SEBI in the prescribed format on a monthly basis on its website viz. <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure> and forward to AMFI within 7 working days from the end of the month.

### **Scheme Summary Document**

The AMC has provided on its website a standalone scheme document for all the Schemes which contains all the details of the Scheme viz. Scheme features, Fund Manager details, investment details, investment objective, expense ratios, portfolio details, etc. Scheme summary document is uploaded on the websites of AMC viz. <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/scheme-summary-document> , AMFI and stock exchanges in 3 data formats i.e. PDF, Spreadsheet and a machine readable format (either JSON or XML). The document shall be updated by the AMCs on a monthly basis or on changes in any of the specified fields, whichever is earlier.

### **Disclosures with respect to Tracking Error and Tracking Difference**

**Tracking Error (TE):** The AMC shall disclose tracking error based on past one year rolling data, on a daily basis, on the website of AMC on [ETF Mutual Fund: Invest in Exchange Traded Funds Online | Mirae Asset \(miraeassetmf.co.in\)](#) and AMFI.

**Tracking Difference (TD):** Tracking difference i.e. the annualized difference of daily returns between the index and the NAV of the scheme shall be disclosed on the website of the AMC on [ETF Mutual Fund: Invest in Exchange Traded Funds Online | Mirae Asset \(miraeassetmf.co.in\)](#) and AMFI, on a monthly basis, for tenures 1 year, 3 year, 5 year, 10 year and since the date of allotment of units

### **Product Labeling and Risk-o-meter:**

The Risk-o-meter shall have following six levels of risk:

1. Low Risk
2. Low to Moderate Risk
3. Moderate Risk
4. Moderately High Risk
5. High Risk and

## 6. Very High Risk

The evaluation of risk levels of a scheme shall be done in accordance with clause 17.4 of SEBI Master Circular dated May 19, 2023.

Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders. The risk-o-meter shall be evaluated on a monthly basis and the risk-o-meter along with portfolio disclosure shall be disclosed on the AMC website viz. <https://www.miraeassetmf.co.in/downloads/portfolio> as well as AMFI website within 10 days from the close of each month.

The AMC shall disclose the risk level of schemes as on March 31 of every year, along with number of times the risk level has changed over the year, on its website viz. <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure> and AMFI website.

Further, in accordance with clause 5.16 of SEBI Master Circular dated May 19, 2023, the AMC shall disclose:

- a. risk-o-meter of the scheme wherever the performance of the scheme is disclosed;
- b. risk-o-meter of the scheme and benchmark wherever the performance of the scheme vis-à-vis that of the benchmark is disclosed.
- c. scheme risk-o-meter, name of benchmark and risk-o-meter of benchmark while disclosing portfolio of the scheme.

## **B. Transparency/NAV Disclosure**

NAVs will be disclosed at the close of each business day. NAV of the Units of the Scheme (including options there under) calculated in the manner provided in this SID or as may be prescribed by the Regulations from time to time.

The NAV will be computed upto 4 decimal places.

Pursuant to Clause 8.1 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the NAV of the scheme shall be uploaded on the websites of the AMC ([miraeassetmf.co.in](http://miraeassetmf.co.in)) and Association of Mutual Funds in India ([www.amfiindia.com](http://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 and SEBI by the next day. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Fund shall issue a press release providing reasons and explaining when the Fund would be able to publish the NAVs.

## **C. Transaction charges and stamp duty-**

SEBI with the intent to enable investment by people with small saving potential and to increase reach of Mutual Fund products in urban areas and in smaller towns, wherein the role of the distributor is vital, has allowed AMCs under clause 10.5. of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023 to deduct transaction charges for subscription of Rs. 10,000/- and above. The said transaction charges will be paid to the distributors of the Mutual Fund products (based on the type of product).

In accordance with the said circular, AMC / Mutual Fund will deduct the transaction charges from the subscription amount and pay to the distributors (based on the type of product and those who have opted to receive the transaction charges) as shown in the table below. Thereafter, the balance of the subscription amount shall be invested.

(i) Transaction charges shall be deducted for Applications for purchase/ subscription received by distributor/ agent as under:

<b>Investor Type</b>	<b>Transaction Charges</b>
<b>First Time Mutual Fund Investor</b>	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. The balance of the subscription amount shall be invested.
<b>Investor other than First Time Mutual Fund Investor</b>	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. The balance of the subscription amount shall be invested.

(ii) **Transaction charges shall not be deducted for:**

- Purchases /subscriptions for an amount less than Rs. 10,000/-; and
- Transactions other than purchases/ subscriptions relating to new inflows such as Switches, etc.
- Any purchase/subscription made directly with the Fund (i.e. not through any distributor/ agent).
- Transactions carried out through the stock exchange platforms.

#### **Applicability of Stamp Duty:**

Pursuant to Notification No. S. O. 1226 (E) and G.S.R 226(E) dated March 30, 2020 issued by Department of Revenue, Ministry of Finance, Government of India, read with Part I of Chapter IV of Notification dated February 21, 2019 issued by Legislative Department, Ministry of Law and Justice, Government of India on the Finance Act, 2019, a stamp duty @ 0.005% of the transaction value shall be levied on applicable mutual fund transactions.

Accordingly, pursuant to levy of stamp duty, the number of units allotted on purchase transactions (including dividend reinvestment) to the unitholders would be reduced to that extent

For details refer in Statement of Additional Information.

**D. Associate Transactions-** Please refer to Statement of Additional Information (SAI)

**E. Taxation-** For details on taxation please refer to the clause on Taxation in the SAI apart from the following:

Rates of tax and tax deducted at source (TDS) under the Act for Capital Gains on units of non-Equity Oriented Fund:

<b>Type of Capital Gain</b>	<b>Income Tax Rates</b>	<b>TDS Rates</b>
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	<b>Resident/ PIO/ NRI/ Other non FII non-residents</b>	<b>FII</b>	<b>Resident</b>	<b>NRI/OCBs/ FII &amp; others</b>
<b>Short Term Capital Gain</b> (redemption before completing three year of holding)	Normal rates of tax applicable to the assessee	30%	Nil	30% for Non-resident other than corporates 40% for non-residents corporates, FII & Others
<b>++ Long Term Capital Gain</b> (redemption after completing three year of holding)	20%#	10%*	Nil	20%

#with indexation benefit (only where the Investments were made on or before 1<sup>st</sup> April, 2023)

\*without indexation benefit (only where the Investments were made on or before 1<sup>st</sup> April, 2023)

++ As per the amended Finance Bill 2023, a Specified Mutual Fund (SMF) acquired on or after April 1, 2023, shall be deemed to be short-term capital asset and hence, the gains arising on such transfer will be regarded as short-term capital gains (STCG) irrespective of period of holding. Additionally, SMF is a Mutual Fund holding less than 35% of its total investment in equity shares of domestic companies. Accordingly, a mutual fund investing in debt securities shall fall within the ambit of SMF and the gains arising on its transfer will be regarded as STCG and no indexation benefit will be available on transfer of such investments. Specified mutual funds may include debt mutual funds, gold ETFs, Fund of Funds etc. where investment in domestic companies is less than 35% of proceeds of the fund.

**F. Rights of Unitholders-** Please refer to SAI for details.

**G. List of official points of acceptance:** <https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data>

**H. 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**

<https://www.miraeassetmf.co.in/downloads/statutory-disclosure/other-disclosure/offer-documents-data>

**Notwithstanding anything contained in this SID, the provisions of the SEBI (Mutual Funds), Regulations, 1996 and the guidelines thereunder shall be applicable.**

**THE TERMS OF THE SCHEME WERE APPROVED BY THE DIRECTORS OF MIRAE ASSET TRUSTEE COMPANY PRIVATE LIMITED VIDE THEIR CIRCULAR RESOLUTION DATED May 09, 2022.**

For and on behalf of the Board of Directors of

**Mirae Asset Investment Managers (India) Private Limited  
(Asset Management Company for Mirae Asset Mutual Fund**

**Sd/-**

**Rimmi Jain**

Place: Mumbai

Date: June 29, 2024