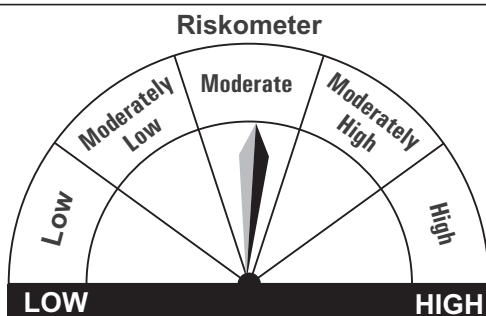


## DHFL Pramerica Fixed Duration Fund - Series AD

(Closed Ended Debt Scheme)

Product labeling for the scheme is as follows:

| This product is suitable for investors who are seeking*  |   |
|--|---|
| <ul style="list-style-type: none"> <li>Regular Fixed Income for Long Term.</li> <li>To generate returns by investing in a portfolio constituted of money market and debt instruments.</li> <li>Degree of risk - <b>MODERATE</b></li> </ul> |  <p style="font-size: small;">Investors understand that their principal will be at moderate risk.</p> |

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

### Offer for Units of ₹ 1,000/- Per Unit for cash during the New fund Offer Period

|                                  |   |
|----------------------------------|---|
| New Fund Offer Opens on          | February 20, 2017   |
| New Fund Offer Closes on         | February 22, 2017   |
| Name of Mutual Fund              | <b>DHFL PRAMERICA MUTUAL FUND</b>   |
| Name of Asset Management Company | <b>DHFL Pramerica Asset Managers Private Limited</b><br><i>(Erstwhile Pramerica Asset Managers Private Limited)</i> |
| Name of Trustee Company          | <b>DHFL Pramerica Trustees Private Limited</b><br><i>(Erstwhile Pramerica Trustees Private Limited)</i>             |
| Address of the entities          | Nirlon House, 2nd Floor, Dr. Annie Besant Road, Worli, Mumbai - 400 030. Tel. +91-22-61593000 Fax +91-22-61593100   |
| Website                          | <a href="http://www.dhflpramericamf.com">www.dhflpramericamf.com</a>  |

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

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

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

**SAI is incorporated by reference and 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, [www.dhflpramericamf.com](http://www.dhflpramericamf.com).**

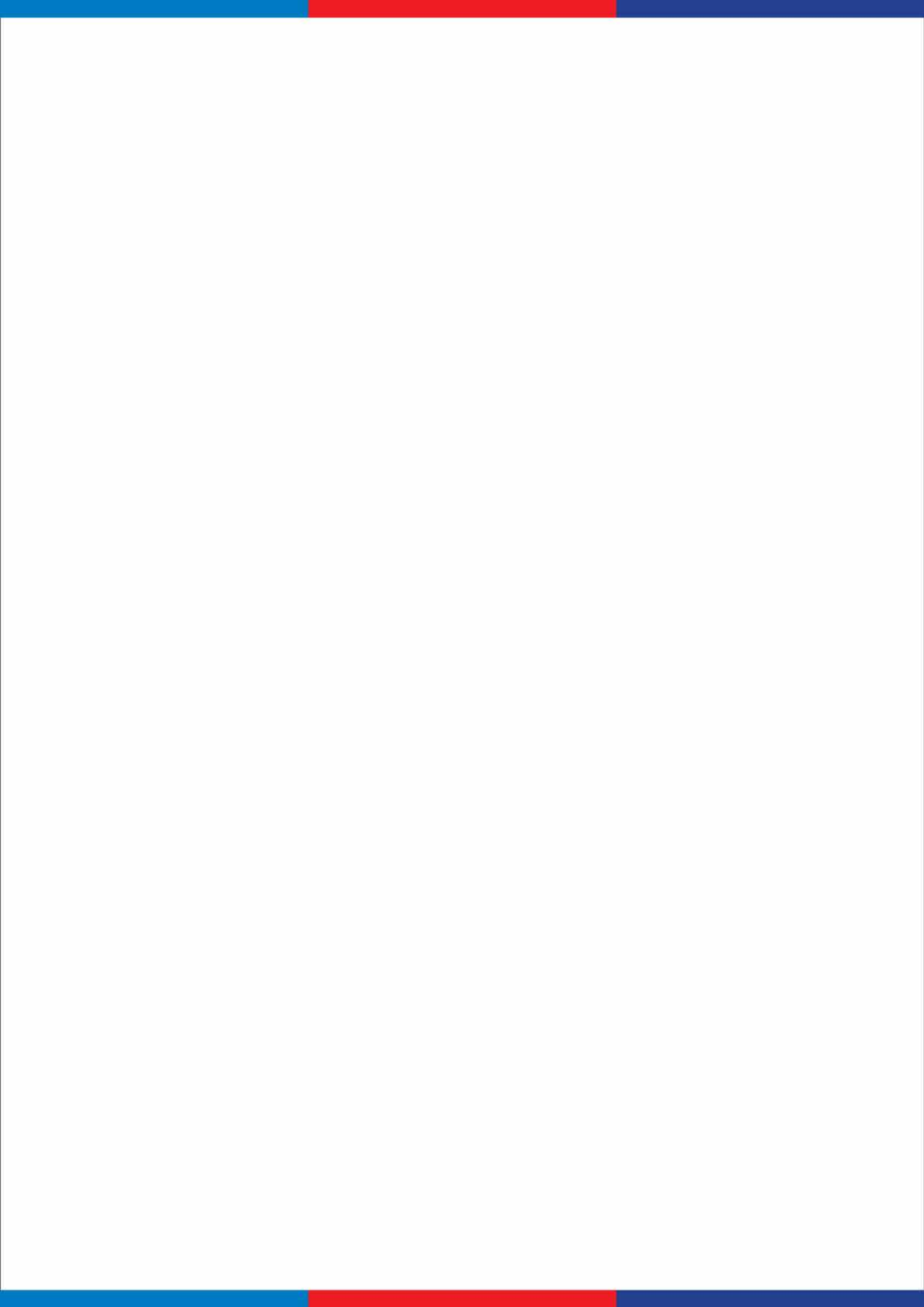
**The Scheme Information Document should be read in conjunction with the SAI and not in isolation.**

**NSE Disclaimer:** "As required, a copy of this Scheme Information Document has been submitted to National Stock Exchange of India Limited (hereinafter referred to as NSE). NSE has given vide its letter NSE/LIST/85881 dated September 2, 2016 permission to the Mutual Fund to use the Exchange's name in this Scheme Information Document as one of the stock exchanges on which the Mutual Fund's units are proposed to be listed subject to, the Mutual Fund fulfilling various criteria for listing. The Exchange has scrutinized this Scheme Information Document for its limited internal purpose of deciding on the matter of granting the aforesaid permission to the Mutual Fund. It is to be distinctly understood that the aforesaid permission given by NSE should not in any way be deemed or construed that the Scheme Information Document has been cleared or approved by NSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this Scheme Information Document; nor does it warrant that the Mutual Fund's units will be listed or will continue to be listed on the Exchange; nor does it take any responsibility for the financial or other soundness of the Mutual Fund, its sponsors, its management or any scheme of the Mutual Fund.

Every person who desires to apply for or otherwise acquire any units of the Mutual Fund may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the Exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription /acquisition whether by reason of anything stated or omitted to be stated herein or any other reason whatsoever."

**The Mutual Fund or AMC and its empanelled brokers have not given and shall not give any indicative portfolio and indicative yield in any communication, in any manner whatsoever. Investors are advised not rely on any communication regarding indicative yield/portfolio with regard to the Scheme.**

This Scheme Information Document is dated February 08, 2017



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## HIGHLIGHTS / SUMMARY OF THE SCHEME

|                                      |   |
|--------------------------------------|---|
| <b>Investment objective</b>          | The objective of the Scheme is to generate income by investing in debt and money market instruments maturing on or before the date of the maturity of the Scheme. However, there can be no assurance that the investment objective of the Scheme will be realized.  |
| <b>Tenure of the Scheme</b>          | <p>1140 days from the date of allotment of the Scheme (including the date of allotment). If the maturity date falls on a non business day, the maturity date shall be the next business day.</p> <p>The Scheme will be fully wound up at the end of the tenure of the Scheme.</p> <p>Units of the Scheme will be redeemed only on the Maturity Date (or immediately succeeding Business Day if that day is not a Business Day.)</p>   |
| <b>Liquidity</b>                     | No redemption/ repurchase of units shall be allowed prior to the maturity of the Scheme. However, Unit holders who wish to exit from the Scheme before maturity may do so through the Stock Exchange route, since the Scheme will be listed on a Stock Exchange. The Scheme shall be listed on the National Stock Exchange of India Limited (NSE). Unit holders, who wish to trade in Units of the Scheme before maturity, may do so through the stock exchange route at the listed price, which will be available on the NSE. Only the Units held in dematerialized form can be traded on the NSE.   |
| <b>Benchmark</b>                     | CRISIL Composite Bond Fund Index  |
| <b>Transparency / NAV Disclosure</b> | <p>The AMC will calculate and disclose the first NAV not later than 5 business days from the date of allotment. Subsequently, the NAV will be calculated and disclosed at the close of every Business Day which shall be published in at least two daily newspapers having nationwide circulation and also uploaded on the AMFI site <a href="http://www.amfiindia.com">www.amfiindia.com</a> and DHFL Pramerica Mutual Fund site i.e. <a href="http://www.dhflpramericamf.com">www.dhflpramericamf.com</a>. If the NAVs are not available before commencement of business hours on the following business 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.</p> <p>The AMC shall disclose details of the portfolio of the Scheme on a monthly basis on its website on or before the tenth day of the succeeding month in the prescribed format. Further, as prescribed under the SEBI (Mutual Funds) Regulations, a complete statement of the Scheme portfolio would be published by the Mutual Fund as an advertisement in one English daily Newspaper circulating in the whole of India and in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated within one</p> |

|                            |  |
|----------------------------|--|
|                            | month from the close of each half year (i.e. March 31 & September 30) or mailed to the Unit holders.   |
| <b>Loads</b>               | <p><b>Entry Load:</b> Not Applicable (Note:- The upfront commission on investment made by the investor, if any, shall be paid to the distributor (AMFI registered distributor/ARN Holder) directly by the investor, based on the investor's assessment of various factors including service rendered by the distributor.)</p> <p><b>Exit Load:- Nil</b></p> <p>Being a closed ended scheme, Units under the Scheme cannot be redeemed directly with the Fund until the Maturity Date. The Units of Scheme will be listed on the Stock Exchange(s). Investors shall note that the brokerage on sales of the units of the Scheme on the stock exchanges shall be borne by the investors.</p>   |
| <b>Plans &amp; Options</b> | <p>The Scheme shall offer two plans viz. Regular Plan and Direct Plan.</p> <p>Direct Plan is only for investors who purchase /subscribe Units in the Scheme directly with the Fund and is not available for investors who route their investments through a Distributor and is offered in accordance with Para D of SEBI Circular no. CIR/IMD/DF/21/2012 dated September 13, 2012.</p> <p>Each Plan has two Options, viz., Growth Option and Dividend Option. Dividend Option has the following two facilities:</p> <ol style="list-style-type: none"> <li>i. Dividend Payout facility;</li> <li>ii. Dividend Transfer facility.</li> </ol> <p>Dividend Frequency - Regular, Quarterly, Annual</p> <p>If distributor code is mentioned in application form but 'Direct plan' is mentioned in the scheme name, the distributor code will be ignored and the application will be processed under direct plan" &amp; in case neither distributor code nor "Direct" is indicated in the application form, the same will be treated as direct plan.</p> <p><b>A. Default Option/Sub-option:</b></p> <p>The investor must clearly specify his/her choice of Option/Sub-option in the application form, in the absence of which, the Default Option/Sub-option would be applicable and the application will be processed accordingly:</p> <p><b>Default Option:</b> Growth Option<br/>(if the investor has not indicated choice between 'Growth' or 'Dividend' Options).</p> <p><b>Default Frequency under Dividend Option:</b> Quarterly</p> |

|  |   |
|--|---|
|  | <p><b>Default Sub-option Under Dividend Option:</b> Dividend Payout Plan.</p> <p>It must be distinctly understood that the actual declaration of dividend and frequency thereof is at the sole discretion of Board of Directors of the Trustee Company. There is no assurance or guarantee to the Unit holders as to the rate of dividend distribution nor that the dividend will be paid regularly.</p> <p>All plans/options under the Scheme shall have common portfolio.</p>   |
| <p><b>Minimum Amount of Investment</b></p> | <p><b>Initial Purchase</b> – Minimum of Rs. 5,000/- and in multiples of Re.1/- thereafter.</p>  |
| <p><b>Transaction charges</b></p>          | <p>In accordance with SEBI Circular No. IMD/ DF/13/ 2011 dated August 22, 2011, with effect from November 1, 2011, the AMC/ Fund shall deduct a Transaction Charge on per purchase / subscription of Rs.10,000/- and above, as may be received from new investors (an investor who invests for the first time in any mutual fund schemes) and existing investors. Such deduction shall be as under (provided the distributor has opted in to receive the transaction charges). Please note that the distributor shall have the option to opt in or opt out based on the type of the product):-</p> <ul style="list-style-type: none"> <li>• For the new investor a transaction charge of Rs. 150/- shall be levied for per purchase / subscription of Rs 10,000/- and above; and</li> <li>• For the existing investor a transaction charge of Rs. 100/- shall be levied for per purchase / subscription of Rs 10,000/- and above.</li> </ul> <p>The transaction charge shall be deducted from the subscription amount and paid to the distributor and the balance amount (net of transaction charges) shall be invested. The transaction charges and the net investment amount and the number of units allotted will be clearly mentioned the Account Statement issued by the Mutual Fund. Distributors may choose to opt out of charging the transaction charge.</p> <p>However, the Transaction charges shall not be deducted if:</p> <ol style="list-style-type: none"> <li>a) The amount per purchases /subscriptions is less than Rs. 10,000/-;</li> <li>b) The transaction pertains to other than purchases/ subscriptions relating to new inflows such as Switch.</li> <li>c) Purchases/Subscriptions made directly with the Fund through any mode (i.e. not through any distributor/agent).</li> <li>d) Subscription made through Exchange Platform irrespective of investment amount.</li> </ol> |

|  |  |
|--|--|
|  | <p>Upfront commission to distributors shall continue to be paid by the investor directly to the distributor by a separate cheque based on his assessment of various factors including the service rendered by the distributor.</p> |
|--|--|

## I. INTRODUCTION

### A. RISK FACTORS

#### i. STANDARD RISK FACTORS:

- Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal;
- As the price/value/interest rates of the securities in which the Scheme invests fluctuates, the value of your investment in the Scheme may go up or down;
- Past performance of the Sponsors/AMC/Mutual Fund does not guarantee future performance of the Scheme;
- The name of the Scheme does not in any manner indicate either the quality of the scheme or its future prospects and returns;
- Save as otherwise provided in the Regulations, the Sponsors is not responsible or liable for any loss resulting from the operation of the Scheme beyond the initial contribution of Rs.1,00,000/- made by it towards setting up the Fund;
- The present Scheme is not guaranteed or assured return scheme.

#### ii. SCHEME SPECIFIC RISK FACTORS

Some of the Scheme specific risk factors include, but not limited, to the following:-

##### 1. Risk associated with investing in Fixed Income Securities

- **Interest Rate Risk:** Market value of fixed income securities is generally inversely related to interest rate movement. Accordingly, value of portfolio of the scheme may fall if the market interest rate rise and may appreciate when the market interest rate comes down.
- **Credit Risk:** - This is risk associated with default on interest and /or principal amounts by issuers of fixed income securities. In case of a default, scheme may not fully receive the due amounts and NAV of the scheme may fall to the extent of default.
- **Spread Risk:** - Credit spreads on corporate bonds may change with varying market conditions. Market value of debt securities in portfolio may depreciate if the credit spreads widen and vice –versa. Similarly, in case of floating rate securities, if the spreads over the benchmark security / index widen, then the value of such securities may depreciate.
- **Liquidity Risk:** - Liquidity condition in market varies from time to time. In an environment of tight liquidity, necessity to sell securities may have higher than usual impact cost. Further, liquidity of any particular security in portfolio may lessen depending on market condition, requiring higher discount at the time of selling.
- **Counterparty Risk:** - This is the risk of failure of counterparty to a transaction to deliver securities against consideration received or to pay consideration against securities delivered, in full or in part or as per the agreed specification. There could be losses to the Scheme in case of a counterparty default.
- **Re-investment Risk:** - Investment in fixed income securities carries re-investment risk. Interest rates prevailing on the coupon payment or maturity date may differ from the



purchase yield of the security. This may result in final realized yield to be lower than that expected at the time of purchase.

- **Risk associated with Exposure to Repos:** - Although repos are collateralized transactions, they are still exposed to Counterparty Risk and the Credit Risk (explained above) associated with the collateral. As far as the counterparty risk is concerned, the investor should be able to liquidate the securities received as collateral, thus largely offsetting any loss. Against this the seller /lender of bonds will hold cash or other securities as protection against non return of the lent securities. In both the cases it is to be ensured that the realisable value equals or exceeds the exposure. There is also the concentration risk resulting from illiquid issues which are used as collateral in the transaction.
- **Risks associated with unrated instruments:** - Investments in unrated instruments are subject to the risk associated with investments in any other fixed income securities, as referred above. However, investments in unrated instruments are considered to be subject to greater risk of loss of principal and interest than rated instruments.

## 2. Risks associated with the Listing:-

- Listing of the units of the Scheme does not necessarily guarantee their liquidity and there can be no assurance that an active secondary market for the units will develop or be maintained. Consequently, the Scheme may quote below its face value/NAV.
- Trading in Units of the Scheme on the Exchange may be halted because of market conditions or for reasons that in view of Exchange Authorities or SEBI, trading in Units of the Scheme is not advisable. In addition, trading in Units of the Scheme is subject to trading halts caused by extraordinary market volatility and pursuant to Exchange and SEBI 'circuit filter' rules. There can be no assurance that the requirements of Exchange necessary to maintain the listing of Units of the Scheme will continue to be met or will remain unchanged. Any changes in trading regulations by the Stock Exchange(s) or SEBI may inter-alia result in wider premium/ discount to NAV. The Units of the Scheme may trade above or below their NAV. The NAV of the Scheme will fluctuate with changes in the market value of the Scheme's holdings. The trading prices of Units of the Scheme will fluctuate in accordance with changes in their NAV as well as market supply and demand for the Units of the Scheme. The Units will be issued in Demat form through depositories. The records of the depository are final with respect to the number of Units available to the credit of Unit holder. Settlement of trades, repurchase of Units by the Mutual Fund on the maturity date will depend upon the confirmations to be received from depository(ies) on which the Mutual Fund has no control.
- The market price of the Units of the Scheme, like any other listed security, is largely dependent on two factors, viz., (1) the intrinsic value of the Unit (or NAV), and (2) demand and supply of Units in the market. Sizeable demand or supply of the Units in the Exchange may lead to market price of the Units to quote at premium or discount to NAV. As the Units allotted under the Scheme will be listed on the Exchange, the Mutual Fund shall not provide for redemption / repurchase of Units prior to maturity date of the Scheme.

## 3. Risk associated with investments in Derivatives

- Derivative products are leveraged instruments and can provide disproportionate gains as well as disproportionate losses to the investors. Execution of such strategies depends

upon the ability of the fund manager to identify such opportunities as well as to manage risks arising thereby. Identification and execution of the strategies to be pursued by the Scheme involve uncertainty and investment decisions may not always be profitable. No assurance can be given that the fund manager will be able to identify or execute such strategies. Derivative investments carry certain risks and issues arising out of such dealings. The risks associated with the use of derivatives are different from, and possibly greater than, the risks associated with investing directly in securities and other traditional investments. Certain other risks, one or more, that may arise consequent to use of derivatives are: risk of mis-pricing or improper valuation of derivatives, credit risk arising out of counterparty failing to honour its commitment, liquidity risk where the derivatives cannot be sold at prices that reflect the underlying assets, rates and indices, and price risk where the market price may move in adverse fashion. Derivatives require the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that a derivative adds to the portfolio and the ability to manage the risks as a result of the possible failure of the counterparty to comply with the terms of the derivative contract.

- To the extent that Derivatives are utilised to seek to achieve the investment objectives of the Scheme, and for purposes other than hedging, the overall risk of loss to the Scheme may be increased. To the extent that Derivatives are utilised for hedging purposes, the risk of loss to the Scheme may be increased where the value of the Derivative instrument and the value of the Security or position which it is hedging are insufficiently correlated.

#### **4. Risk associated with Investing in Securitized Debt:-**

The Scheme may be exposed to risks associated with investing in securitized debt. The underlying assets in the case of investment in securitized debt could be mortgages, being Mortgage Backed Securities (MBS) or Asset Backed Securities (ABS) other assets like credit card receivables, automobile / vehicle, consumer durables, personal, commercial or corporate loans and any other receivables, loans or debt etc. Securitised debt carry credit risk of the obligors and are dependent on the servicing of the PTC / Contributions, etc. Though these are off-set suitably by appropriate pool selection as well as credit enhancements specified by Credit Rating Agencies, the credit enhancement stipulated in a securitization transaction represents a limited loss cover only. Delinquencies and credit losses may cause depletion of the amount available under the cash collateral account and thereby the scheduled payouts of the investors may get affected if the amount available in the cash collateral account is not enough to cover the shortfall. In cases where the underlying facilities are linked to benchmark rates, the securitized debt papers may be adversely impacted by adverse movements in benchmark rates. However, this risk is mitigated to an extent by appropriate credit enhancement specified by Credit Rating Agencies. Securitised debt papers also carry the risks of pre-payment by the obligors. In case of pre-payments, it may result in reduced actual duration as compared to the expected duration of the paper at the time of purchase, which may adversely impact the portfolio yield. These securities also carry risk associated with the collection agent who is responsible for collection of receivables and depositing them.

#### **5. Risks associated with close ended schemes**

A close ended scheme endeavors to achieve the desired returns only at the scheduled maturity of the scheme. Investors who wish to exit/redeem before the scheduled maturity date of the scheme may do so through the stock exchange mode, if they have opted to hold Units in demat form, by mentioning their demat details on the NFO application form. For the units listed on the exchange, it is possible that the market price at which the units are traded may be at a discount to the NAV of such Units. Hence, Unit Holders who sell their Units in a Scheme prior to maturity may not get the desired returns.

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

The Scheme shall have a minimum of 20 investors and no single investor shall account for more than 25% of the corpus of the Scheme. These conditions will be complied with immediately after the close of the NFO itself i.e. at the time of allotment. In case of non-fulfillment with the condition of minimum 20 investors, the Scheme shall be wound up in accordance with Regulation 39(2)(c) of SEBI (Mutual Funds) Regulations automatically without any reference from SEBI. In case of non-fulfillment with the condition of 25% holding by a single investor on the date of allotment, the application to the extent of exposure in excess of the stipulated 25% limit would be liable to be rejected and the allotment would be effective only to the extent of 25% of the corpus collected. Consequently, such exposure over 25% limits will lead to refund within 5 business days from the date of closure of the New Fund Offer.

## **C. SPECIAL CONSIDERATIONS**

- Prospective investors should study this Scheme Information Document ('SID) and Statement of Additional Information ('SAI') carefully in its entirety and should not construe the contents hereof as advice relating to legal, taxation, financial, investment or any other matters and are advised to consult their legal, tax, financial and other professional advisors to determine possible legal, tax, financial or other considerations of subscribing to or redeeming units, before making a decision to invest / redeem / hold Units.
- Neither this SID or SAI nor the Mutual Fund has been registered in any jurisdiction outside India. The distribution of this SID in certain jurisdictions may be restricted or totally prohibited and accordingly, persons who come into possession of this SID are required to inform themselves about, and to observe, any such restrictions and or legal compliance requirements. No persons receiving a copy of this SID or Key Information Memorandum and any accompanying application form in such jurisdiction may treat this SID or such application form as constituting an invitation to them to subscribe for Units, nor should they in any event use any such application form, unless such an invitation could lawfully be made to them in the relevant jurisdiction and such application form could lawfully be used without compliance of any registration or other legal requirements.
- This is not an offer for sale, or a solicitation of an offer to buy, in the United States or to any "US Person" of any Units of the Scheme. *"US Person" includes a natural person, residing in the United States or any entity organized or incorporated under the laws of the United States.* US Citizens living abroad may also be deemed "US Persons" under certain rules. The Scheme offered hereunder has not been and will not be registered under the United States Securities Act of 1933 as amended (the "Securities Act"), for offer or sale as part of its distribution and the Fund or the AMC have not been and will not be registered under the United States Investment Company Act of 1940. This does not constitute, and should not be construed as, "general solicitation or general advertising" as defined under Regulation D of the Securities Act, or "directed selling efforts" under Regulation S of the Securities Act.
- The AMC may have certain reporting obligations under U.S. tax laws in respect of investments by and payments to US based clients of the India operation. The AMC may also be obligated to withhold US tax under US tax laws, if the AMC makes any payment / distributions to US clients who do not have or who have not provided their US taxpayer ID, and also report all such payments to US clients in a (US) Form 1099. Thus, notwithstanding what is stated in the foregoing paragraph, if any US based NRI or PIO invests in any schemes of the Mutual Fund, such investor may be required to fill in and sign the prescribed Form W-9 (including US taxpayer ID/Social Security Number), if he/she is a US citizen or US resident to avoid U.S. tax withholding, if required, at the time of any payments; and if such an investor is a not a US citizen or resident, he/she may be required fill in and sign the prescribed

Form W-8. The respective forms are available at <http://www.irs.gov/pub/irs-pdf/fw9.pdf> and <http://www.irs.gov/pub/irs-pdf/iw8ben.pdf>

- The AMC, Trustee or the Mutual Fund have not authorized any person to issue any advertisement or to give any information or to make any representations, either oral or written, other than that contained in this SID or the SAI or as is provided by the AMC in connection with this offering. Prospective investors are advised not to rely upon any information or representation not incorporated in the SID or SAI or provided by the AMC as having been authorized by the Mutual Fund, the AMC or the Trustee. Any subscription, purchase or sale made by any person on the basis of statements or representations which are not contained in this SID or which are inconsistent with the information contained herein shall be solely at the risk of the investor.
- Investment decisions made by the Investment Manager may not always be profitable.
- Pursuant to the provisions of Prevention of Money Laundering Act, 2002 and U.S. Office of Foreign Assets Control (OFAC) laws and regulations, if after due diligence, the AMC believes that any transaction is suspicious in nature as regards money laundering or violating any provisions of the OFAC laws and regulations, on failure to provide required documentation, information, etc. by the investor, the AMC shall have absolute discretion to report such suspicious transactions to Financial Intelligence Unit – India (FIU-IND) and/or Prudential Financial Inc or its affiliates for reporting under OFAC laws and regulations and/or to freeze the Units under folios of the investor(s), reject any application(s) / allotment of Units.
- The Mutual Fund may disclose details of the investor’s account and transactions there under to those intermediaries whose stamp appears on the application form. In addition, the Mutual Fund may disclose such details to the bankers, as may be necessary for the purpose of effecting payments to the investor. The Fund may also disclose such details to regulatory and statutory authorities/bodies as may be required or necessary.
- The tax benefits described in this Scheme Information Document and Statement of Additional Information are as available under the present taxation laws and are available subject to relevant conditions. The information given is included only for general purpose and is based on advice received by the AMC regarding the law and practice currently in force in India as on the date of this Scheme Information Document and the Unit holders should be aware that the relevant fiscal rules or their interpretation may change. As is the case with any investment, there can be no guarantee that the tax position or the proposed tax position prevailing at the time of an investment in the Scheme will endure indefinitely. In view of the individual nature of tax consequences, each Unit holder is advised to consult his / her own professional tax advisor.

**Investors are urged to study the terms of the offer carefully before investing in the Scheme, and to retain this SID and the SAI for future reference.**

## D. DEFINITIONS

|  |  |
|--|--|
| <b>AMC or Asset Management Company or Investment Manager</b> | DHFL Pramerica Asset Managers Private Limited (erstwhile Pramerica Asset Managers Private Limited) incorporated under the provisions of the Companies Act, 1956 and approved by SEBI to act as the Asset Management Company for the scheme(s) of DHFL Pramerica Mutual Fund.   |
| <b>Applicable NAV</b>  | NAV applicable for Purchase or Redemption or Switching of Units based on the time of the Business Day on which the application is time stamped.  |
| <b>ASBA</b>  | Application Supported by Blocked Amount  |
| <b>Bonus Unit</b>  | Means and includes, where the context so requires, a unit issued as fully paid-up bonus unit under the Scheme as prescribed by SEBI (Mutual Funds) Regulations, 1996.  |
| <b>Book Closure</b>  | The period during which the Asset Management Company would temporarily suspend sale, redemption and switching of Units.  |
| <b>Business Day</b>  | <p>A day other than:-</p> <ul style="list-style-type: none"> <li>i) Saturday and Sunday; or</li> <li>ii) A day on which the banks in Mumbai and / or RBI are closed for business / clearing; or</li> <li>iii) A day which is a public and / or bank holiday at an Investor Service Centre (ISC)/Official Point of Acceptance (OPA) where the application is received; or</li> <li>iv) A day on which subscription / redemption / switching of Units is suspended by the AMC; or</li> <li>v) A day on which normal business cannot be transacted due to storms, floods, bandhs, terrorist attack, strikes or such other events as the AMC may specify from time to time.</li> </ul> <p>The AMC reserves the right to declare any day as a Business Day or otherwise at any or all Investor Service Centres/Official Points of Acceptance.</p> |
| <b>Business Hours</b>  | 9.30 a.m. to 5.30 p.m. on all Business Days or such other time as may be applicable from time to time.   |
| <b>Cut-off timing</b>  | In respect of subscriptions, redemptions and switches received by the Scheme, it means the outer limit of timings within a Business Day which are relevant for determination of the NAV / related prices to be applied for a transaction.  |
| <b>Custodian</b>   | A person who has been granted a certificate of registration to carry on the business of custodian of securities under the Securities and Exchange Board of India (Custodian of Securities) Regulations 1996, which for the time being in respect of DHFL Pramerica Mutual Fund is Standard Chartered Bank.   |
| <b>Depository</b>  | Depository as defined in the Depositories Act, 1996.   |
| <b>Derivative</b>  | Means:-<br>(i) a security derived from a debt instrument, share, loan whether secured  |

|  |   |
|--|---|
|  | <p>or unsecured, risk instrument or contract for differences or any other form of security; or</p> <p>(ii) a contract which derives its value from the prices, or index of prices, or underlying securities.</p>  |
| <b>Dividend</b>                        | Income distributed by the Mutual Fund on the Units.   |
| <b>FII</b>                             | Foreign Institutional Investor, registered with SEBI under the Securities and Exchange Board of India (Foreign Institutional Investors) Regulations, 1995, as amended from time to time.  |
| <b>First Time Mutual Fund Investor</b> | An investor who invests for the first time ever in any mutual fund either by way of Subscription or via Systematic Investment Plan.   |
| <b>Govt or Government Securities</b>   | Securities created and issued by the Central Government and/ or a State Government (including Treasury Bills) or Government Securities as defined in the Public Debt Act, 1944, as amended or re-enacted from time to time.   |
| <b>GOI</b>                             | Government of India.  |
| <b>IMA</b>                             | The Investment Management Agreement dated July 30, 2009 entered into between DHFL Pramerica Trustees Private Limited (erstwhile Pramerica Trustees Private Limited) and DHFL Pramerica Asset Managers Private Limited (erstwhile Pramerica Asset Managers Private Limited), as amended from time to time.   |
| <b>ISC</b>                             | The offices of the AMC and/or the RTA or such other centres/offices, which are designated as Investor Service Centre by the AMC from time to time.  |
| <b>Load</b>                            | In the case of Redemption / Switch out of a Unit, the amount deducted from the Applicable NAV on the Redemption / Switch out (Exit Load) and in the case of Sale / Switch in of a Unit, amount to be paid by the investor on the Sale / Switch in of a Unit (Entry Load) in addition to the Applicable NAV. |
| <b>Money Market Instruments</b>        | Includes Commercial Papers, Commercial Bills, Treasury Bills, Government Securities having an unexpired maturity upto one year, Call or Notice Money, Certificate of Deposit, Usance Bills and any other like instruments as specified by the Reserve Bank of India from time to time.                      |
| <b>Mutual Fund or the Fund</b>         | DHFL Pramerica Mutual Fund, a trust set up under the provisions of the Indian Trusts Act, 1882 and registered with SEBI under Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.  |
| <b>Net Asset Value or NAV</b>          | Net Asset Value per Unit of the Scheme, calculated in the manner described in this Scheme Information Document or as may be prescribed by the SEBI (Mutual Funds) Regulations, 1996 from time to time.  |
| <b>NRI</b>                             | Non - Resident Indian or a Person of Indian Origin residing outside India as per the meaning assigned to the term under Foreign Exchange Management (Deposit) Regulations, 2000 framed by Reserve Bank of India under Foreign Exchange Management Act, 1999 (42 of 1999).                                   |
| <b>OPA</b>                             | Official Points of Acceptance, as specified by the AMC from time to time where application for all financial transactions (i.e., Subscription/  |

|  |  |
|--|--|
|  | Redemption / Switch) and non-financial transactions will be accepted on ongoing basis.   |
| <b>Person of Indian Origin or PIO</b>                  | A citizen of any country other than Bangladesh or Pakistan, if (a) he at any time held an Indian passport; or (b) he or either of his parents or any of his grandparents was a citizen of India by virtue of Constitution of India or the Citizenship Act, 1955 (57 of 1955); or (c) the person is a spouse of an Indian citizen or person referred to in sub-clause (a) or (b). |
| <b>Rating</b>  | An opinion regarding securities, expressed in the form of standard symbols or in any other standardized manner, assigned by a credit rating agency and used by the issuer of such securities, to comply with any requirement of the SEBI (Credit Rating Agencies) Regulations, 1999.   |
| <b>RBI</b>   | Reserve Bank of India, established under the Reserve Bank of India Act, 1934.  |
| <b>Record Date</b>                                     | Record date is the date which is considered for the purpose of determining the eligibility of the investors whose names appear in the Scheme's Unitholders' register for receiving Dividend / Bonus in accordance with SEBI (MF) Regulations, 1996.  |
| <b>Redemption / Repurchase</b>                         | Redemption of Units of the Scheme in accordance with the Regulations.  |
| <b>Registrar, Registrar &amp; Transfer Agent, RTA,</b> | Karvy Computershare Pvt. Ltd (Karvy), Hyderabad, currently acting as registrar to the Scheme(s) of DHFL Pramerica Mutual Fund, or any other Registrar appointed by the AMC from time to time.  |
| <b>Regulatory Agency</b>                               | GOI, SEBI, RBI, Income Tax Department or any other statutory authority or agency entitled to issue or give any directions, instructions or guidelines to the Mutual Fund.  |
| <b>Statement of Additional Information or SAI</b>      | The document containing details of DHFL Pramerica Mutual Fund, its constitution, and certain tax, legal and general information. SAI is legally a part of the Scheme Information Document.   |
| <b>Sale / Subscription</b>                             | Sale of Units to consequent upon subscription by an investor under the Scheme.   |
| <b>Scheme</b>  | DHFL Pramerica Fixed Duration Fund – Series AD.  |
| <b>Scheme Information Document or SID</b>              | This document issued by DHFL Pramerica Mutual Fund, offering for Subscription of Units of DHFL Pramerica Fixed Duration Fund – Series AD read with any addendum which may be issued by the Mutual Fund from time to time.  |
| <b>SEBI</b>  | Securities and Exchange Board of India, established under the Securities and Exchange Board of India Act, 1992.  |
| <b>SEBI (MF) Regulations or Regulations</b>            | Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended from time to time  |
| <b>Short Selling</b>                                   | Selling a stock which the seller does not own at the time of the trade.  |
| <b>Sponsors</b>  | Prudential Financial, Inc. (PFI)* of U.S.A and Dewan Housing Finance   |

|  |   |
|--|---|
|  | Corporation Limited.<br><br>*PFI is not affiliated in any manner with Prudential plc, a company incorporated in the United Kingdom.   |
| <b>Switch</b>                            | Purchase/allotment of Unit(s) in any scheme of the Mutual Fund against Redemption of Unit(s) in another scheme of the Mutual Fund.  |
| <b>Stock Lending</b>                     | Lending of securities to another person or entity for a fixed period of time, at a negotiated compensation in order to enhance returns of the portfolio.  |
| <b>Systematic Investment Plan or SIP</b> | An investment plan enabling investors to save and invest in the Scheme on a recurrent basis for a specified period at predetermined intervals.  |
| <b>Systematic Transfer Plan or STP</b>   | An investment plan enabling Unitholders to transfer specified amounts from one scheme of DHFL Pramerica Mutual Fund to another on a recurrent basis for a specified period at predetermined intervals by providing a single / standing instruction.   |
| <b>Systematic Withdrawal Plan or SWP</b> | A plan enabling Unitholders to withdraw / redeem fixed amounts from the Scheme on a recurrent basis for a specified period at predetermined intervals by providing a single / standing instruction.   |
| <b>Trust Deed</b>                        | The Trust Deed dated July 28, 2009 establishing an irrevocable trust, named “DHFL Pramerica Mutual Fund”, as amended by the first Deed of Amendment dated April 20, 2010 and by the second Deed of Amendment dated September 18, 2015 thereto, executed by and between the Sponsors /settler and the Trustee. |
| <b>Trustee or Trustee Company</b>        | DHFL Pramerica Trustees Private Limited (erstwhile Pramerica Trustees Private Limited), incorporated under the provisions of the Companies Act, 1956 and appointed by the Settlor / Sponsors to act as the trustee to the Schemes of “DHFL Pramerica Mutual Fund”.  |
| <b>Unit</b>                              | The interest of the Unit holder which consists of each Unit representing one undivided share in the assets of the Scheme.   |
| <b>Unit holder</b>                       | A person holding Units in the Fund.   |

## INTERPRETATION

For all purposes of this SID, except as otherwise expressly provided or unless the context otherwise requires:-

- a. All references to the masculine shall include the feminine and all references to the singular shall include the plural and vice versa.
- b. All references to “Dollars” or “\$” or USD refer to Dollars of United States of America and “₹” or INR refer to Indian Rupees. A “Crore” means “ten million” and a “lakh” means a “hundred thousand”.
- c. All references to timings relate to Indian Standard Time (IST).
- d. References to a day are to a calendar day, including a non Business Day.



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

It is confirmed that:

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

Place: Mumbai

Date: August 31, 2016

**Signature** : Sd/-

**Name** : Suresh Soni

**Designation** : Chief Executive Officer

## II. INFORMATION ABOUT THE SCHEME

### A. TYPE OF THE SCHEME

DHFL Pramerica Fixed Duration Fund - Series AD is a Closed Ended Debt Scheme.

**Tenure of the Scheme:** - 1140 days from the date of allotment of the Scheme (including the date of allotment). If the maturity date falls on a non business day, the maturity date shall be the next business day.

The Scheme will be fully wound up at the end of the tenure of the Scheme.

Units of the Scheme will be redeemed only on the Maturity Date (or immediately succeeding Business Day if that day is not a Business Day.)

### B. INVESTMENT OBJECTIVE OF THE SCHEME

The objective of the Scheme is to generate income by investing in debt and money market instruments maturing on or before the date of the maturity of the Scheme. However, there can be no assurance that the investment objective of the Scheme will be realized.

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

The asset allocation in the Scheme under normal circumstances will be as follows:

| Asset Class   | Indicative Allocation<br>(% of Total Assets) |         | Risk Profile** |
|---|--|---------|----------------|
|   | Minimum                                      | Maximum |                |
| Domestic Debt* instruments including government securities and securitized debt, excluding money market instrument <sup>#</sup> | 80%  | 100%    | Low to Medium  |
| Money Market Instruments  | 0%   | 20%     | Low            |

\*Includes securitized debt up to 50% of the net assets of the Scheme.

<sup>#</sup>Investments in derivative instruments shall be restricted to 50% of the net assets of the scheme as permitted vide SEBI Circular no. DNPD/Cir 29/2005 dated September 14, 2005 and SEBI Circular No. DNPD/Cir-30/ 2006 dated January 20, 2006, SEBI circular No. SEBI/DNPD/Cir- 31/2006 dated September 22, 2006 and SEBI Circular No. Cir/ IMD/ DF/ 11/ 2010 dated August 18, 2010. The Scheme may use fixed income derivatives for such purposes as maybe permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time.

The Scheme will not have a leveraged position in derivatives. Investment in Interest Rate Future (IRF) will be counted as exposure unless it is a perfect hedge (i.e. have the same security).

In terms of SEBI Circular no Cir/ IMD/ DF/ 11/ 2010 dated August 18, 2010, the cumulative gross exposure through debt and derivative positions shall not exceed 100% of the net assets of the scheme.

The Scheme does not intend to invest in overseas/foreign securities/ equity linked debentures. Also, the scheme does not intend to engage in stock lending/short selling or repo transactions in corporate debt securities. The Scheme shall also not participate in Credit Default Swaps.

Pending deployment of funds of the Scheme in securities in terms of the investment objective of the Scheme the AMC may park the funds of the Scheme in short term deposits of scheduled commercial banks, subject to the guidelines issued by SEBI vide its circular dated April 16, 2007, as amended from time to time.

Pending deployment of funds of the Scheme in securities in terms of the investment objective of the Scheme the AMC may invest the funds of the Scheme in the liquid & debt schemes of DHFL Pramerica Mutual Fund in conformity with the investment objective and prevailing Regulations.

Subject to the SEBI Regulations, the asset allocation pattern indicated above may change from time to time, keeping in view market conditions, market opportunities, applicable regulations and political and economic factors. It must be clearly understood that the percentages stated above are only indicative and not absolute. These proportions can vary substantially depending upon the perception of the fund manager; the intention being at all times to seek to protect the interests of the Unit holders. Such changes in the investment pattern will be for short term and for defensive considerations only. In case of deviation, the portfolio would be rebalanced within 30 days from the date of deviation. In case the same is not aligned to the above asset allocation pattern within the specified timeline, justification shall be provided to the Investment Committee and reasons for the same shall be recorded in writing. The Investment committee shall then decide on the course of action.

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

The corpus of the Scheme will be invested in Debt Instruments and Money Market Instruments, Liquid & Debt Schemes of DHFL Pramerica Mutual Fund and other permitted securities which will include but not limited to:

##### **1. Debt & Money Market Instruments:-**

- **Money Market Instruments:-** Money Market Instruments include commercial papers, commercial bills, treasury bills, Government securities having an unexpired maturity up to one year, CBLOs (Collateralized Borrowing and Lending Obligation), certificate of deposit and any other like instruments as specified by the Reserve Bank of India from time to time.

**Commercial Paper (CP)** - CP is an unsecured negotiable money market instrument issued in the form of a promissory note, generally issued by the corporates, primary dealers and all -India Financial Institutions as an alternative source of short term borrowings. CP is traded in secondary market and can be freely bought and sold before maturity;

**Certificate of Deposit (CD)** - CD is a negotiable money market instrument issued by scheduled commercial banks and select All India Financial Institutions that have been permitted by the RBI to raise short term resources. The maturity period of CDs issued by the Banks is between 7 days to one year, whereas, in case of FIs, maturity is one year to 3 years from the date of issue.

**Treasury Bill (T-Bill)** - T-Bills are issued by the Government of India to meet their short term borrowing requirements. T - Bills are issued for maturities of 14 days, 91 days, 182 days and 364 days.

**Collateralized Borrowing and Lending Obligations (CBLO)** - CBLO is a money market instrument that enables entities to borrow and lend against sovereign collateral security. The maturity ranges from 1 day to 90 days and can also be made available upto 1 year. Central Government securities including T-bills are eligible securities that can be used as collateral for borrowing through CBLO.

**Repo** - Repo is a money market instrument, which enables collateralised short term borrowing and lending through sale/purchase operations in debt instruments. Repo or Reverse Repo is a transaction in which two parties agree to sell and purchase the same security with an agreement to purchase back or sell back the same security at a mutually decided future date and price. The difference between the sale and repurchase price of the securities is the implicit interest rate for the borrowing/lending.

- **Government Securities**:- Securities created and issued by the Central and State Governments as may be permitted by RBI, securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills). State Government securities (popularly known as State Development Loans or SDLs) are issued by the respective State Government in co-ordination with the RBI.
- **Non convertible debentures and bonds** - Non convertible debentures and bonds are securities issued by companies/ institutions promoted/ owned by the Central or State Governments and statutory bodies which may or may not carry a Central/ State Government guarantee, Public and private sector banks, all India Financial Institutions and private sector companies. These instruments may be secured or unsecured against the assets of the company and generally issued to meet the short term and long term fund requirements. The Scheme may also invest in the non convertible part of convertible debt securities.
- **Floating rate debt instruments**: - Floating rate debt instruments are instruments where the coupon rate is reset periodically with reference to a pre-defined benchmark rate.
- **'When, as and if issued' security**: - 'When, as and if issued' security (commonly known as "when-issued" (WI)) security refers to a security that has been authorized for issuance but not yet actually issued. WI trading takes place between the time a new issue is announced and the time it is actually issued. All "when issued" transactions are on an "if" basis, to be settled if and when the actual security is issued. SEBI has on April 16, 2008, allowed Mutual Funds to undertake 'When Issued (WI)' transactions in Central Government securities, at par with other market participants.
- **Debt derivative instruments**:

**Interest Rate Swap** - An Interest Rate Swap (IRS) is a financial contract between two parties exchanging or swapping a stream of interest payments for a "notional principal" amount on multiple occasions during a specified period. Such contracts generally involve exchange of a "fixed to floating" or "floating to fixed rate" of interest. Accordingly, on each payment date that occurs during the swap period, cash payments based on fixed/ floating and floating rates are made by the parties to one another.

**Forward Rate Agreement** - A Forward Rate Agreement (FRA) is a financial contract between two parties to exchange interest payments for a 'notional principal' amount

on settlement date, for a specified period from start date to maturity date. Accordingly, on the settlement date, cash payments based on contract (fixed) and the settlement rate, are made by the parties to one another. The settlement rate is the agreed bench-mark/reference rate prevailing on the settlement date.

Interest Rate Futures: A futures contract is a standardized, legally binding agreement to buy or sell a commodity or a financial instrument in a designated future month at a market determined price (the futures price) by the buyer and seller. The contracts are traded on a futures exchange. An Interest Rate Future is a futures contract with an interest bearing instrument as the underlying asset.

- **Securitized Assets:**

Securitization is a structured finance process which involves pooling and repackaging of cash flow producing financial assets into securities that are then sold to investors. They are termed as Asset Backed Securities (ABS) or Mortgage Backed Securities (MBS). ABS are backed by other assets such as credit card, automobile or consumer loan receivables, retail installment loans or participations in pools of leases. Credit support for these securities may be based on the underlying assets and/or provided through credit enhancements by a third party. MBS is an asset backed security whose cash flows are backed by the principal and interest payments of a set of mortgage loans. Such Mortgage could be either residential or commercial properties. ABS/MBS instrument reflect the undivided interest in the underlying assets and do not represent the obligation of the issuer of ABS/MBS or the originator of underlying receivables. Securitization often utilizes the services of SPV.

Pass through Certificate (PTC):- PTC represents beneficial interest in an underlying pool of cash flows. These cash flows represent dues against single or multiple loans originated by the sellers of these loans.

The following are certain additional disclosures w.r.t. investment in securitized debt:

- 1. How the risk profile of securitized debt fits into the risk appetite of the scheme?**

Securitized debt is a form of conversion of normally non-tradable loans to transferable securities. This is done by assigning the loans to a special purpose vehicle (a trust), which in turn issues Pass-Through-Certificates (PTCs). These PTCs are transferable securities with fixed income characteristics. The risk of investing in securitized debt is similar to investing in debt securities. However it differs in two respects. Typically the liquidity of securitized debt is less than similar debt securities. For certain types of securitized debt (backed by mortgages, personal loans, credit card debt, etc.), there is an additional pre-payment risk. Pre-payment risk refers to the possibility that loans are repaid before they are due, which may reduce returns if the re-investment rates are lower than initially envisaged. Because of these additional risks, securitized debt typically offers higher yields than debt securities of similar credit rating and maturity. If the fund manager judges that the additional risks are suitably compensated by the higher returns, he may invest in securitized debt up to the limits specified in the asset allocation table above.

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

The originator is the person who has initially given the loan. The originator is also usually responsible for servicing the loan (i.e. collecting the interest and principal payments). An analysis of the originator is especially important in case of retail loans as this affects the credit quality and servicing of the PTC. The key risk is that of the underlying assets and not of the originator. For example, losses or performance of earlier issuances does not indicate quality of current series. However, such past performance may be used as a guide to evaluate the loan standards, servicing capability and performance of the originator. Originators may be: Banks, Non Banking Finance Companies, Housing Finance Companies, etc. The fund manager / credit analyst evaluates originators based on the following parameters:-

- Track record;
- Willingness to pay, through credit enhancement facilities etc;
- Ability to pay;
- Business risk assessment, wherein following factors are considered:
  - Outlook for the economy (domestic and global)
  - Outlook for the industry
  - Company specific factors

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

The following additional evaluation parameters are used as applicable for the originator / underlying issuer for pool loan and single loan securitization transactions:

- Default track record/ frequent alteration of redemption conditions / covenants;
- High leverage ratios of the ultimate borrower (for single-sell downs) – both on a standalone basis as well on a consolidated level/ group level;
- Higher proportion of reschedulement of underlying assets of the pool or loan, as the case may be;
- Higher proportion of overdue assets of the pool or the underlying loan, as the case may be;
- Poor reputation in market;
- Insufficient track record of servicing of the pool or the loan, as the case may be.

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

An analysis of the originator is especially important in case of retail loans as the size and reach affects the credit quality and servicing of the PTC. In addition, the quality of the collection process, infrastructure and follow-up mechanism; quality of MIS; and credit enhancement mechanism are key risk mitigants for the better originators / servicers. In case of securitization involving single loans or a small pool of loans, the credit risk of the underlying borrower is analyzed. In case of diversified pools of loans, the overall characteristic of the loans is analyzed to determine the credit risk. The credit analyst looks at ageing (i.e. how long the loan has been with the originator before securitization) as one way of evaluating the performance potential of the PTC. Securitization transactions may include some risk mitigants (to reduce credit risk). These may include interest subvention (difference in interest rates on the underlying loans and the PTC serving as margin against defaults), overcollateralization (issue of PTCs of lesser value than the

underlying loans, thus even if some loans default, the PTC continues to remain protected), presence of an equity / subordinate tranche (issue of PTCs of differing seniority when it comes to repayment - the senior tranches get paid before the junior tranche) and / or guarantees.

**4. The level of diversification with respect to the underlying assets, and risk mitigation measures for less diversified investments**

In case of securitization involving single loans or a small pool of loans, the credit risk of the borrower is analyzed. In case of diversified pools of loans, the overall characteristic of the loans is analyzed to determine the credit risk. The credit analyst looks at ageing (i.e. how long the loan has been with the originator before securitization) as one way of judging the performance potential of the PTC. Additional risk mitigants may include interest subvention, over collateralization, presence of an equity / subordinate tranche and / or guarantees. The credit analyst also uses analyses by credit rating agencies on the risk profile of the securitized debt.

Currently, the following parameters are used while evaluating investment decision relating to a pool securitization transaction. The Investment Committee may revise the parameters from time to time.

| Characteristics/<br>Type<br>of Pool  | Mortgage<br>Loan     | Commercial<br>Vehicle<br>and<br>Construction<br>Equipment | CAR              | 2<br>wheelers    | Micro<br>Finance<br>Pools | Personal<br>Loans | Single<br>Sell<br>Downs | Others          |
|--|----------------------|---|------------------|------------------|---------------------------|-------------------|-------------------------|-----------------|
| Approximate<br>Average maturity<br>(in<br>Months)  | Up to<br>10<br>years | Up to 3<br>years  | Up to 3<br>years | Up to 3<br>years | Up to 3<br>years          | Up to 3<br>years  | Refer<br>Note 1         | Refer<br>Note 2 |
| Collateral margin<br>(including cash<br>guarantees,<br>excess<br>interest spread,<br>subordinate<br>tranche) | >10%                 | >10%  | >10%             | >10%             | >10%                      | >10%              | Refer<br>Note 1         | Refer<br>Note 2 |
| Average Loan to<br>Value Ratio   | <90%                 | <80%  | <80%             | <80%             | <80%                      | <80%              | Refer<br>Note 1         | Refer<br>Note 2 |
| Average<br>seasoning<br>of the Pool  | >3<br>months         | >3<br>months  | >3<br>months     | >3<br>months     | >3<br>months              | >3<br>months      | Refer<br>Note 1         | Refer<br>Note 2 |
| Maximum single<br>exposure range   | <1%                  | <1%   | <1%              | <1%              | <1%                       | <1%               | Refer<br>Note 1         | Refer<br>Note 2 |
| Average single<br>exposure range<br>%  | <1%                  | <1%   | <1%              | <1%              | <1%                       | <1%               | Refer<br>Note 1         | Refer<br>Note 2 |

**Note 1:** In case of securitization involving single loans or a small pool of loans, the credit risk of the borrower is analyzed. The investment limits applicable to the underlying borrower are applied to the single loan sell-down.

**Note 2:** Other investments will be decided on a case-to-case basis.

The credit analyst may consider the following risk mitigating measures in his analysis of the securitized debt:

- Size of the loan

- Average original maturity of the pool
- Loan to Value Ratio
- Average seasoning of the pool
- Default rate distribution
- Geographical Distribution
- Credit enhancement facility
- Liquid facility
- Structure of the pool

**5. Minimum retention period of the debt by originator prior to securitization**

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

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

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

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

The key risk is securitized debt relates to the underlying borrowers and not the originator. In a securitization transaction, the originator is the seller of the debt(s) and the fund is the buyer. However, the originator is also usually responsible for servicing the loan (i.e. collecting the interest and principal payments). As the originators may also invest in the scheme, the fund manager shall ensure that the investment decision is based on parameters as set by the Investment Committee (IC) of the AMC and IC shall review the same at regular interval.

**8. The resources and mechanism of individual risk assessment with the AMC for monitoring investment in securitized debt**

The fund management team has the experience to analyze securitized debt. In addition, credit research agencies provide analysis of individual instruments and pools. On an on-going basis (typically monthly) the servicer provides reports regarding the performance of the pool. These reports would form the base for ongoing evaluation where applicable. In addition, rating reports indicating rating changes would be monitored for changes in rating agency opinion of the credit risk.



### **Investments in Units of Mutual Fund Schemes**

The Scheme may invest in other debt & liquid schemes managed by the AMC or in the debt & liquid schemes of any other mutual fund, provided it is in conformity with the investment objective of the Scheme and in terms of prevailing Regulations. As per the Regulations, the AMC will not charge investment management fees for such investments.

### **Investment in Short-Term Deposits**

Pending deployment of the funds as per the investment objective of the Scheme, the Funds may be parked in short term deposits of the Schedule Commercial Bank, subject to guidelines and limits specified by SEBI.

Investment in unrated debt instruments shall be subject to complying with the provisions of Regulations and within the limit as specified in Schedule VII to the Regulations. Pursuant to SEBI Circular No. MFD/CIR/9/120/2000 dated November 24, 2000 the AMC may constitute committee(s) to approve proposals for investments in unrated debt instruments. The AMC Board and the Trustee shall approve the detailed parameters for such investments. However, in case any unrated debt security does not fall under the parameters, the prior approval of Board of AMC and Trustee shall be sought.

The securities/ instruments mentioned above could be listed, unlisted, privately placed, secured, unsecured, rated or unrated in line with the investment objective and asset allocation of the Scheme. The securities may be acquired through initial public offering (IPOs), secondary market, private placement, rights offers, negotiated deals. The Fund Manager reserves the right to invest in such securities as maybe permitted from time to time and which are in line with the investment objectives of the Scheme.

For applicable regulatory investment limits please refer to the section “Investment Restrictions”.

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

The Fund Management team endeavors to meet the investment objective whilst maintaining a balance between safety and return on investments. Since the Scheme is a close ended scheme with a defined maturity, the fund manager would invest in securities maturing within the maturity period of the Scheme. The Scheme shall be actively managed and the Fund Management team may endeavor to generate returns whilst moderating credit and interest rate risk. The Fund Manager shall formulate a view of the interest rate movement based on various parameters of the Indian economy, as well as developments in global markets. Investment views/decisions inter alia may be taken on the basis of the following parameters:

- Returns offered relative to alternative investment opportunities.
- Prevailing interest rate scenario
- Quality of the security/instrument (including the financial health of the issuer)
- Maturity profile of the instrument
- Any other factors considered relevant in the opinion of the Fund Management team.

The Scheme may also use derivatives to reduce the volatility of the portfolio and/or to enhance the portfolio returns. The Scheme may try to identify securities that yield relative value over others for similar risk and liquidity level. Various analytical tools like yield curve analysis, spreads between asset classes, horizon returns, forward implied interest rates, may be deployed to evaluate various investment options.

The Fund will invest only in those securitization issuances, which have at least an investment grade credit rating indicating the highest level of safety from credit risk point of view at the time of making an investment. The fund does not propose to limit its exposure to only one asset class or to have asset class based sub-limits as it will primarily look towards the rating of the offering. The fund will conduct an independent due diligence on the cash margins, collateralisation, guarantees and other credit enhancements and the portfolio characteristic of the securitization to ensure that the issuance fits in to the overall objective of the investment in high investment grade offerings irrespective of underlying asset class.

The Scheme may try to identify securities that yield relative value over others for similar risk and liquidity level. Various analytical tools like yield curve analysis, spreads between asset classes, horizon returns, forward implied interest rates, may be deployed to evaluate various investment options.

Investments in debt instruments carry various risks like interest rate risk, liquidity risk, default risk, reinvestment risk etc. Whilst these cannot be done away with, they may be minimized by diversification and effective use of hedging techniques.

The Scheme will invest in debt & money market instruments maturing on or before the maturity date of the Scheme.

#### **Credit Evaluation Policy:-**

The AMC has structured an internal credit risk management process. The process comprise of detailed analysis of both quantitative and qualitative factors, including financial statement analysis, business outlook, future expansion/ capex plans, capital market data, management reputation, corporate governance, capital raising pattern, equity market inputs, etc and other relevant factors as deemed appropriate. Ratings assigned by the recognised external rating agencies are also taken into account. Based on the analysis an internal grade is assigned to each issuer. Taking the internal grading of the issuers into account, the credit portfolio is constructed judiciously to attain scheme objectives while balancing the credit risk profile of the Scheme.

#### **List of Sectors the Scheme would not be investing:-**

The Scheme do not intend to invest in Companies falling within Airlines, Gems & Jewellery Sector.

#### **Floors and ceilings within a range of 5% of the intended allocation (in %) against each sub asset class/rating:-**

The Scheme will invest in various instruments as mentioned in the matrix below with the ratings mentioned against the type of instrument. As per SEBI circular no Cir/IMD/DF/12/2011 dated August 1, 2011 the Scheme is allowed to invest within a range of 5% of the intended debt allocation (floor and cap) against each sub asset class/credit rating.

The Scheme will invest in various instruments as mentioned in the matrix below with the ratings mentioned against the type of instrument. As per SEBI circular no Cir/IMD/DF/12/2011 dated August 1, 2011 the Scheme is allowed to invest within a range of 5% of the intended debt allocation (floor and cap) against each sub asset class/credit rating.

1. Floor and Cap (within a range of 5%) of the intended debt allocation against each sub asset class/credit rating will be as follows:

| Instruments   | Credit Rating |     |            |    |   |    |                |
|---|---------------|-----|------------|----|---|----|----------------|
|   | AAA           | A1+ | AA         | A1 | A | BB | Not Applicable |
| Certificate of Deposits (CD)  | -             | -   | -          | -  | - | -  | -              |
| Commercial Papers (CP)  | -             | -   | -          | -  | - | -  | -              |
| Non Convertible Debentures (NCD)  | -             | -   | 40% to 45% | -  | - | -  | -              |
| Securitised Debt  | -             | -   | -          | -  | - | -  | -              |
| G-Secs  | -             | -   | -          | -  | - | -  | 50% to 55%     |
| <ul style="list-style-type: none"> <li>• CBLO</li> <li>• T-Bills</li> <li>• Repos on Government Securities</li> </ul> | -             | -   | -          | -  | - | -  | 0% to 5%       |

2. Securities with rating A & AA shall include A+ & A- and AA+ & AA- respectively. Similarly, securities with A1 rating shall include A1+
3. In case of non availability of and taking into account the risk reward analysis of CP, NCD and Securitized Debt, the scheme may invest in CD having the highest credit ratings (i.e. A1+)/ TBills/ CBLO/ Repos on Government Securities. Such deviation may exist till such suitable NCD/ Securitized Debt /CP of desired quality are not available in the market.
4. Positive variation in investments towards higher credit rating in same instruments shall be allowed;
5. All investments shall be made based on the rating prevalent at the time of investment. If more than one rating is prevailing for any particular instrument in which investment is being made, the Scheme would consider the most conservative publically available rating for the said instrument, for the purpose of intended allocation range.
6. The Scheme may have higher allocation towards cash or cash equivalents immediately post NFO closure or towards the maturity of the Scheme.
7. Further, the above allocation may vary during the duration of the Scheme. Some of these instances are: (i) coupon inflow; (ii) the instrument is called or bought back by the issuer (iii) in anticipation of any adverse credit event etc. In case of such deviations, the Scheme may invest in Bank CDs having highest ratings (i.e. A1+ or equivalent) / CBLOs / T-Bills. Deviation, if any, due to such instances, may continue till maturity, if suitable NCDs / CPs of desired credit quality are not available.
8. In the event of any deviation from the floor and ceiling of credit ratings specified for any instrument, the same shall be rebalanced within 30 days from the date of the said deviation. In case the same is not aligned to the above allocation pattern within the specified timeline, justification shall be provided to the Investment Committee and reasons for the same shall be recorded in writing. The Investment committee shall then decide on the course of action.

9. There shall be no deviation between the intended allocation and actual allocation post the New Fund Offer period, except for the situation stated in (3), (4), (6) and (7) above.

### Position of Debt Market in India

The debt market in India is estimated at about Rs. 4,000,000 Crores as of now. A bulk of the debt market consists of Government Securities. Other instruments available currently include Corporate Debentures, Bonds issued by Financial Institutions, Commercial Paper, Certificates of Deposits and Securitized Debt. Securities in the Debt market typically vary based on their tenure and rating. Government Securities have tenures from one year to thirty years whereas the maturity period of the Corporate Debt varies from one year to fifteen years. Recently some banks have also issued perpetual bonds. Securities may be both listed and unlisted and increasingly most securities of maturities of over one year are being listed by issuers. While in the corporate bond market, deals are conducted over telephone and are entered on principal-to-principal basis, due to the introduction of the Reserve Bank of India's NDS- Order Matching system a significant proportion of the government securities market is trading on the new system. The yields and liquidity on various securities as of February 06, 2017, are as under:

| Issuer    | Instrument          | Maturity   | Yields (%)   | Liquidity      |
|-----------|---------------------|------------|--------------|----------------|
| GOI       | Treasury Bill       | 91 days    | 6.10%        | High           |
| GOI       | Treasury Bill       | 364 days   | 6.14%        | High           |
| GOI       | Short Dated         | 1-3 Years  | 6.20%-6.32%* | High           |
| GOI       | Medium Dated        | 3-5 Years  | 6.32%-6.48%* | High           |
| GOI       | Long Dated          | 5-10 Years | 6.40%-6.56%* | High           |
| Corporate | Taxable Bonds (AAA) | 1-3 Years  | 6.69%-6.92%  | Medium         |
| Corporate | Taxable Bonds (AAA) | 3-5 Years  | 6.92%-7.05%  | Low to medium  |
| Corporate | CPs (A1+)           | 3 months   | 6.63%***     | Medium to High |
| Corporate | CPs (A1+)           | 1 Yr       | 6.80%***     | Medium         |

\*Semi-annual yield \*\*Annualised yield \*\*\*Money Market yield

### DERIVATIVE STRATEGY

The Scheme may invest in various derivative instruments which are permissible under the applicable regulations. Such investments shall be subject to the investment objective and strategy of the Scheme and the internal limits if any, as laid down from time to time. Derivatives are financial contracts of pre-determined fixed duration, whose values are derived from the value of an underlying primary financial instrument such as interest rates, exchange rates, commodities and equities. There are several advantages in using derivatives in the portfolio. The use of derivatives provides flexibility to the Scheme to hedge whole or part of the portfolio.

The risks associated with derivatives are similar to those associated with underlying investments. The additional risks of using derivative strategies could be on account of:

- Illiquidity;
- Potential mispricing of the Futures/Options;
- Lack of opportunity;
- Inability of derivatives to correlate perfectly with the underlying (Indices, Assets, Exchange Rates);
- Cost of hedge can be higher than adverse impact of market movements;
- An exposure to derivatives in excess of the hedging requirements can lead to losses;
- An exposure to derivatives can also limit the profits from a genuine investment transaction.

- The prices which are seen on the screen need not be the same at which execution will take place.

For detailed risks associated with use of derivatives, please refer paragraph “Scheme Specific Risk Factors”

The Scheme may use Derivative instruments like interest rate swaps like overnight indexed swaps (OIS), forward rate agreements, interest rate futures(as and when permitted) or such other Derivative instruments as may be permitted under the applicable regulations.

Derivatives will be used for the purpose of hedging, and portfolio balancing or such other purpose as may be permitted under the regulations and Guidelines from time to time.

As per the guidelines issued by RBI permitting participation by Mutual Funds in interest rate swaps and forward rate agreements, the Fund will use Derivative instruments for the purpose of hedging and portfolio balancing. The Fund may also use derivatives for such purposes as maybe permitted from time to time. Further, the guidelines issued by RBI from time to time for forward rate agreements and interest rate swaps and other derivative products would be adhered to by the Mutual Fund. IRS and FRAs do also have inherent credit and settlement risks. However, these risks are substantially reduced as they are limited to the interest streams and not the notional principal amounts.

Investments in Derivatives will be in accordance with the extant SEBI regulations / guidelines. The circumstances under which such transactions would be entered into would be when, for example using the IRS route it is possible to generate better returns / meet the objective of the Scheme at a lower cost. e.g. if buying a 2 Yr Mibor based instrument and receiving the 2 Yr swap rate yields better return than the 2 Yr AAA corporate, the Scheme would endeavor to do that. Alternatively, the Scheme would also look to hedge existing fixed rate positions if the view on interest rates is that it would likely rise in the future.

The following information provides a basic idea as to the nature of the Derivative instruments proposed to be used by the Fund and the benefits and risks attached therewith. Please note that the examples have been given for illustration purposes only.

#### Using Overnight Indexed Swaps

In a rising interest rate scenario, the Scheme may enhance returns by hedging the risk on its fixed interest paying assets by entering into an OIS contract where the Scheme agrees to pay a fixed interest rate on a specified notional amount, for a pre determined tenor and receives floating interest rate payments on the same notional amount. The fixed returns from the Scheme assets and the fixed interest payments to be made by the Scheme on account of the OIS transaction offset each other and the Scheme benefits on the floating interest payments that it receives. The Scheme may enter into an opposite position in case of a falling interest rate scenario, i.e. to hedge the floating rate assets in its portfolio the Scheme enters into an OIS transaction wherein it receives a fixed interest rate on a specified notional amount for a specified time period and pays a floating interest rate on the same notional amount. The floating interest payments that the Scheme receives on its floating rate securities and the floating interest payments that the Scheme has to pay on account of the OIS transaction offset each other and the Scheme benefits on the fixed interest payments that it receives in such a scenario.

#### Swap

Assume that the Scheme has a Rs. 20 Crore floating rate investment linked to MIBOR (Mumbai Inter Bank Offered Rate). Hence, the Scheme is currently running an interest rate

risk and stands to lose if the interest rate moves down. To hedge this interest rate risk, the Scheme can enter into a 6 month MIBOR swap. Through this swap, the Scheme will receive a fixed predetermined rate (assume 12%) and pays the “benchmark rate” (MIBOR), which is fixed by the NSE or any other agency. This swap would effectively lock-in the rate of 12% for the next 6 months, eliminating the daily interest rate risk. This transaction is usually routed through an intermediary who runs a book and matches deals between various counterparties. The steps will be as follows:

Assuming the swap is for Rs. 20 Crores for June 1, 2012 to December 1, 2012. The Scheme is a fixed rate receiver at 12% and the counterparty is a floating rate receiver at the overnight rate on a compounded basis (say NSE MIBOR).

On June 1, 2012 the Scheme and the counterparty will exchange only a contract of having entered this swap. This documentation would be as per International Swap Dealers Association (ISDA) norms.

On a daily basis, the benchmark rate fixed by NSE will be tracked by them. On December 1, 2012 they will calculate the following:

- The Scheme is entitled to receive interest on Rs. 20 Crores at 12% for 184 days i.e. Rs. 1.21 Crores, (this amount is known at the time the swap was concluded) and will pay the compounded benchmark rate;
- The counterparty is entitled to receive daily compounded call rate for 184 days & pay 12% fixed.
- On December 1, 2012, if the total interest on the daily overnight compounded benchmark rate is higher than Rs. 1.21 Crores, the Scheme will pay the difference to the counterparty. If the daily compounded benchmark rate is lower, then the counterparty will pay the Scheme the difference.
- Effectively the Scheme earns interest at the rate of 12% p.a. for six months without lending money for 6 months fixed, while the counterparty pays interest @ 12% p.a. for 6 months on Rs. 20 Crores, without borrowing for 6 months fixed.

The above example illustrates the use of Derivatives for hedging and optimizing the investment portfolio. Swaps have their own drawbacks like credit risk, settlement risk. However, these risks are substantially reduced as the amount involved is interest streams and not principal.

#### Forward Rate Agreement

Assume that on June 30, 2012, the 30 day commercial paper (CP) rate is 8% and the Scheme has an investment in a CP of face value Rs. 50 Crores, which is going to mature on July 31, 2012. If the interest rates are likely to remain stable or decline after July 31, 2012, and if the fund manager, who wants to re-deploy the maturity proceeds for 1 more month does not want to take the risk of interest rates going down, he can then enter into a following Forward Rate Agreement (FRA) say as on June 30, 2012:

He can receive 1 × 2 FRA on June 30, 2009 at 8.00% (FRA rate for 1 months lending in 1 months time) on the notional amount of Rs. 50 Crores, with a reference rate of 30 day CP benchmark. If the CP benchmark on the settlement date i.e. July 30, 2012 falls to 7.75%, then the Scheme receives the difference 8.00 – 7.75 i.e. 25 basis points on the notional amount Rs. 50 Crores.

#### Interest Rate Futures

Assume that the Scheme holds an Indian ten year benchmark and the fund manager has a view that the yields will go up in the near future leading to decrease in value of the investment and subsequent decrease in NAV of the Scheme. The fund manager decides to use Interest Rate Futures to mitigate the risk of decline of NAV of the Scheme.

20th October 2012

- The benchmark 10 year paper 6.88% 2012 is trading at INR 98.00 at a yield of 7.19%.
- December 2012 futures contract on the 10 year notional 7% coupon bearing Government paper is trading at a yield of 7.29% at a price of INR 98.50.
- The mutual fund decides to hedge the exposure by taking a short position in December 2012 interest rate futures contract.

25th November 2012

- As expected by the fund manager the yield of the benchmark ten year paper has increased to 8% and the price has decreased to 92.70.
- The December 2012 futures contract is trading at a price of INR 93.17 indicating a yield of 8.05%
- The mutual fund unwinds the short position by buying the December 2012 futures contract. The transaction results in profit from the futures position, against the corresponding loss from the Government of India security position.

For details of risk factors relating to use of Derivatives, the investors are advised to refer to Scheme Specific Risk Factors.

### **Portfolio Turnover**

The scheme is a close-ended scheme and intends to buy securities that mature within the maturity date of the Scheme. Portfolio turnover may arise out of reinvestment of maturity / coupon proceeds as well as through selling and buying securities as part of active management of the scheme. It is anticipated that the turnover would be lower than an open-ended scheme. However, the scheme does not have a target for portfolio turnover. The fund manager will endeavor to optimize portfolio turnover to maximize gains and minimize risks keeping in mind the cost associated with it. However, it is difficult to estimate with reasonable measure accuracy, the likely turnover in the portfolio of the Scheme.

### **Investments by the AMC in the Scheme**

The AMC may invest in the Scheme, subject to the Regulations and to the extent permitted by its Board from time to time. As per the existing Regulations, the AMC will not charge investment management and advisory fee on the investment made by it in the Scheme.

## **F. FUNDAMENTAL ATTRIBUTES**

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

- i. Type of scheme - **A Close Ended Debt Scheme**
- ii. Investment Objective and Asset Allocation – **Refer Section II, Point B & C**
- iii. Terms of Issue:-
  - Liquidity provisions such as listing, repurchase, redemption. **Refer Section III, Point no. 1 – NEW FUND OFFER (NFO)**
  - Aggregate maximum fees and expenses charged to the Scheme. – **Refer Section IV, Point no. 2 – Annual Scheme recurring Expenses**
  - Any safety net or guarantee provided (The Scheme is does not provide any guaranteed or assured return).

In accordance with Regulation 18(15A) of the SEBI (Mutual Funds) Regulations, the Trustee will ensure that no change in the Fundamental Attributes of the Scheme or the Trust or fees and expenses payable or any other change which would modify the Scheme and Options thereunder and affect the interest of the Unit holders is carried out unless:

- a. a written communication about the proposed change is sent to each Unit holder 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
- b. the Unit holders are given an option for a period of 30 days to exit at the prevailing NAV without any exit load.

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

The Scheme's benchmark is CRISIL Composite Bond Fund Index.

The composition of the aforesaid benchmark is such that, it is most suited for comparing performance of the Scheme.

The Trustee/AMC reserves the right to change the benchmark for evaluating the performance of the Scheme from time to time, in conformity with the investment objective of the Scheme and the appropriateness of the benchmark, subject to SEBI guidelines and other prevalent guidelines.

#### H. WHO MANAGES THE SCHEME?

| Name, Designation, Age, Educational Qualifications & Tenure in managing scheme   | Experience   | Name of schemes under his management  |
|--|--|---|
| <p><b>Mr. Rakesh Suri</b><br/>Fund Manager<br/><br/>Age: 43 yrs<br/><br/><b>Qualification:</b><br/>B.Sc.,<br/>B.Ed., PGDBM (Finance)<br/><br/><b>Tenure in managing scheme:</b><br/>Not Applicable</p> | <p>Over 16 years of experience in Fixed Income Market:</p> <ul style="list-style-type: none"> <li>• From March 08, 2016 - DHFL Pramerica Asset Managers Private Limited - Fund Manager</li> <li>• November 2010 – March 07, 2016 - Deutsche Asset Management (India) Private Limited – (last position held) - Fund Manager - Fixed Income;</li> <li>• September 2008 to October 2010 - Samba Financial Group, Riyadh, KSA - Fixed Income Trader;</li> <li>• December 2005 to August</li> </ul> | <p>DHFL Pramerica Short Term Floating Rate Fund (jointly with Mr. Nitish Gupta), DHFL Pramerica Income Advantage Fund (Debt portion), DHFL Pramerica Balanced Advantage Fund (Debt portion), DHFL Pramerica Premier Bond Fund, DHFL Pramerica Fixed Maturity Plan - Series (31, 32, 33, 34, 37, 38, 39, 45, 47, 49, 54, 56, 57, 58, 60, 61, 62, 63, 64, 66, 68, 69, 70, 71, 72, 75, 77, 78, 82, 85, 86, 87, 91 &amp; 95), DHFL Pramerica Interval Fund - Annual Plan - Series 1, DHFL Pramerica Hybrid Fixed Term Fund – Series (4, 5, 6, 7, 10, 11, 12, 13, 14, 17, 19, 21, 22, 23, 26, 27, 29, 31, 32, 33, 34, 35, 37, 39, 40 &amp; 41) (Debt portion) and DHFL Pramerica Fixed Duration Fund - Series (29, 31, AA &amp; AB).</p> |



|  |   |  |
|--|---|--|
|  | <p>2008 - ICICI Bank Ltd. - Sr. Manager - Treasury;</p> <ul style="list-style-type: none"> <li>• December 2002 to November 2005 – Derivium Capital Pvt. Ltd - Sr. Trader - Fixed Income;</li> <li>• May 2001 to November 2002 - SREI International Securities Limited - Dealer – Fixed Income;</li> <li>• June 1998 to April 2001 - RR Financial Limited - Manager – Debt.</li> </ul> |  |
|--|---|--|

## I. WHAT ARE THE INVESTMENT RESTRICTIONS?

Pursuant to Regulations, specifically the Seventh Schedule and amendments thereto, the following investment restrictions are currently applicable to the Scheme:

- The Scheme shall not invest more than 10% of its net assets in debt instruments comprising money market & non money market instruments issued by a single issuer, which are rated not below investment grade by a credit rating agency authorized to carry out such activity under the SEBI Act. Such investment limit may be extended to 12% of the net assets of the Scheme with the prior approval of the Trustees and the Board of the AMC. Such limit shall not be applicable for investments in government securities, treasury bills & CBLO. Provided further that investment within such limit can be made in mortgage backed securitised debts which are rated not below investment grade by a credit rating agency registered with SEBI.
- The Scheme shall not invest more than 10% of its net assets in unrated debt instruments issued by a single issuer and the total investment in such instruments shall not exceed 25% of the net assets of the Scheme. All such investments shall be made with the prior approval of the Trustees and the Board of the AMC
- The Scheme may invest in another scheme of the Mutual Fund or any other mutual fund. The aggregate inter-scheme investment made by all the schemes under the same management or in schemes under management of any other asset management company shall not exceed 5% of the net asset value of the Fund. No investment management fees shall be charged by the Scheme for investing in other schemes of the Mutual Fund or in the schemes of any other mutual fund.
- The Scheme shall not make any investment in:
  - a. Any unlisted Security of an associate or group company of the Sponsors; or
  - b. Any Security issued by way of private placement by an associate or group company of the Sponsors; or
  - c. the listed Securities of group companies of the Sponsors which is in excess of 25% of the net assets of the Scheme of the Mutual Fund.
- Transfer of investments from one scheme to another scheme in the Mutual Fund is permitted provided –

- a) such transfers are done at the prevailing market price for quoted instruments on Spot Basis (Spot Basis shall have the same meaning as specified by a stock exchange for spot transactions); and
  - b) the Securities so transferred shall be in conformity with the investment objective of the Scheme to which such transfer has been made.
- The Mutual Fund shall get the Securities purchased or transferred in the name of the Fund on account of the Scheme, wherever investments are intended to be of a long-term nature.
  - The Mutual Fund shall buy and sell securities on the basis of deliveries and shall in all cases of purchases take delivery of the relevant securities and in all cases of sale, deliver the securities. The sale of government securities already contracted for purchase shall be permitted in accordance with the guidelines issued by the RBI in this regard.
  - The Scheme shall not invest in a fund of funds scheme.
  - SEBI, vide its circular no. Cir/IMD/DF/11/2010 dated August 18, 2010 has prescribed the following investment restrictions with respect to investment in derivatives:
    - a) The cumulative gross exposure through debt and derivative positions should not exceed 100% of the net assets of the scheme. Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure.
    - b) Mutual Fund shall not write options or purchase instruments with embedded written options.
    - c) The total exposure related to option premium paid must not exceed 20% of the net assets of the scheme.
    - d) Exposure due to hedging positions may not be included in the above mentioned limits subject to the following:-
      - (i) Hedging positions are the derivative positions that reduce possible losses on an existing position in securities and till the existing position remains;
      - (ii) Hedging positions cannot be taken for existing derivative positions. Exposure due to such positions shall have to be added and treated under limits mentioned in Point (a) above.
      - (iii) Any derivative instrument used to hedge has the same underlying security as the existing position being hedged.
      - (iv) The quantity of underlying associated with the derivative position taken for hedging purposes does not exceed the quantity of the existing position against which hedge has been taken.
    - e) Mutual Fund may enter into plain vanilla interest rate swaps for hedging purposes. The counter party in such transactions has to be an entity recognized as a market maker by RBI. Further, the value of the notional principal in such cases must not exceed the value of respective existing assets being hedged by the scheme. Exposure to a single counterparty in such transactions should not exceed 10% of the net assets of the scheme.

- f) Exposure due to derivative positions taken for hedging purposes in excess of the underlying position against which the hedging position has been taken, shall be treated under the limits mentioned in Point (a) above.
- Pending deployment of funds of a Scheme in terms of the investment objectives of the Scheme, the AMC may invest the funds of the Scheme in short term deposits of scheduled commercial banks in accordance with the guidelines set out by SEBI under the Regulations. The Scheme will comply with the following guidelines/restrictions for parking of funds in short term deposits, as per SEBI Circular No. SEBI/IMD/CIR No.1/91171/07 dated April 16, 2007 and SEBI/IMD/CIR No.7/129592/08 dated June 23, 2008:-
    - a. "Short Term" for parking of funds shall be treated as a period not exceeding 91 days.
    - b. Such short-term deposits shall be held in the name of the Scheme.
    - c. The Scheme shall not park more than 15% of the net assets in short term deposit(s) of all the scheduled commercial banks put together. However, such limit may be raised to 20% with the approval of the Trustee.
    - d. Parking of funds in short term deposits of associate and sponsors scheduled commercial banks together shall not exceed 20% of total deployment by the Mutual Fund in short term deposits.
    - e. The Scheme shall not park more than 10% of the net assets in short term deposit(s), with any one scheduled commercial bank including its subsidiaries.
    - f. The Scheme shall not park funds in short-term deposit of a bank which has invested in the said Scheme.
    - g. The AMC shall not charge any investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks.

However, the above provisions will not apply to term deposits placed as margins for trading in cash and derivatives market.

- Save as otherwise expressly provided under SEBI (Mutual Funds) Regulations, 1996, the Scheme shall not advance any loans.
- The Fund shall not borrow except to meet temporary liquidity needs of the Fund for the purpose of repurchase/redemption of Units or payment of interest and/or dividend to the Unit holders. Provided that the Fund shall not borrow more than 20% of the net assets of the individual Scheme and the duration of the borrowing shall not exceed a period of 6 month.
- Scheme shall not have total exposure exceeding 25% of its net assets in a particular sector (excluding investments in Bank Certificate of Deposits, Short Term Deposits with scheduled commercial banks, CBLO, Government of India Securities, Treasury Bills and AAA rated Securities issued by Public Financial Institutions and Public Sector Banks). Provided that an additional exposure to financial services sector (over and above the limit of 25%) not exceeding 10% of the net assets of the Scheme shall be allowed by way of increase in exposure to Housing Finance Companies (HFCs) only. Provided further that the additional exposure to such securities issued by HFCs are rated AA and above and these HFCs are registered with National Housing Bank and the total investment/exposure in HFCs shall not exceed 25% of the net assets of the Scheme.
- Total exposure of the Scheme in a group (excluding investments in securities issued by Public Sector Units, Public Financial Institution and Public Sector Banks) shall not exceed 20% of the net assets of the Scheme. Such investment limit may be extended to

25% of the net assets of the Scheme with the prior approval of the Board of Trustees. For this purpose, 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.

All investment restrictions shall be applicable at the time of making investment. The AMC/Trustee may alter these above stated restrictions from time to time to the extent the Regulations change, so as to permit the Scheme to make its investments in the full spectrum of permitted investments for mutual funds to achieve its respective investment objective.

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

This Scheme is a new scheme and hence the same is not applicable.

**K. PORTFOLIO OF THE SCHEME:**

1. **Portfolio Holdings (Top 10 holdings) of the Scheme:** This Scheme is a new scheme and hence the same is not applicable.
2. **Sector Allocation:** This Scheme is a new scheme and hence the same is not applicable.
3. **Portfolio turnover ratio of the Scheme:** This Scheme is a new scheme and hence the same is not applicable.

**L. AGGREGATE INVESTMENT IN THE SCHEME BY THE AMC'S BOARD OF DIRECTORS, FUND MANAGER AND OTHER KEY MANAGERIAL PERSONNEL:**

This Scheme is a new scheme and hence the same is not applicable.

### III. UNITS AND OFFER

This section provides details you need to know for investing in the Scheme.

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

|   |  |
|---|--|
| <b>New Fund Offer Period</b><br><br>This is the period during which a new scheme sells its units to the investors.  | NFO opens on: February 20, 2017<br>NFO closes on: February 22, 2017<br><br>The AMC/Trustee reserves the right to close the NFO of the Scheme before the above mentioned date. The AMC/Trustee reserves the right to extend the closing date of the New Fund Offer Period, subject to the condition that the New Fund Offer shall not be kept open for more than 15 days. Any such changes shall be announced by way of a newspaper advertisement in one vernacular daily of Mumbai and one English national daily. |
| <b>New Fund Offer Price</b><br><br>This is the price per unit that the investors have to pay to invest during the NFO.  | The New Fund Offer price will be Rs. 1,000/- per unit.   |
| <b>Minimum Amount for Application in the NFO (For both Plans)</b>   | Rs. 5,000/- and in multiples of Re. 1/- thereafter   |
| <b>Minimum Target amount</b><br><br>This is the minimum amount required to operate the scheme and if this is not collected during the NFO period, then all the investors would be refunded the amount invested without any return. However, if AMC fails to refund the amount within 5 business days from the closure of NFO, interest as specified by SEBI (currently 15% p.a.) will be paid to the investors from the expiry of 5 business days from the closure of NFO | In accordance with SEBI circular Cir/ IMD/ DF/ 15 /2014 dated June 20, 2014, the minimum target amount of the Scheme shall be Rs.20 Crores.  |
| <b>Maximum amount to be raised (if any)</b><br><br>This is the maximum amount which can be collected during the NFO period, as decided by the AMC.  | There will not be any maximum limit on the amount to be raised and the Fund will make full and firm allotment against all valid applications.  |
| <b>Plans / Options offered</b>  | The Scheme shall offer two plans viz. Regular Plan and Direct Plan.  |

Each Plan has two Options, viz., Growth Option and Dividend Option. Dividend Option has the following two facilities:

- i. Dividend Payout facility;
- ii. Dividend Transfer facility.

Dividend Frequency - Regular, Quarterly, Annual

**Growth Option:** - Dividends will not be declared under this Option. The income attributable to Units under this Option will continue to remain invested and will be reflected in the Net Asset Value of Units under this Option. Hence, the unit holders who opt for this Option will not receive any dividend.

**Dividend Option:** - Under the Dividend Option, dividend will be declared, subject to availability of distributable profits, as computed in accordance with SEBI (MF) Regulations. Under Dividend option, the following facilities are available:-

- **Dividend Payout Facility** – Under this facility, dividends, if declared, will be paid (subject to deduction of tax at source, if any) to those Unit holders / Beneficial Owners whose names appear in the Register of Unit holders maintained by the Mutual Fund/ statement of beneficial ownership maintained by the Depositories, as applicable, on the notified record date.
- **Dividend Transfer Facility:** - Under this facility, dividends, if declared, will be invested (subject to deduction of tax at source, if any) in any other schemes of DHFL Pramerica Mutual Fund, as opted by the unit holder.

The following shall be the treatment of applications under "Direct" / "Regular" Plans:

| Scenario | Distributor Code (ARN Code) mentioned by the Investor | Plan mentioned by the Investor | Default Plan |
|----------|---|--------------------------------|--------------|
| 1        | Not mentioned   | Not mentioned                  | Direct Plan  |
| 2        | Not mentioned   | Direct                         | Direct Plan  |
| 3        | Not mentioned   | Regular                        | Direct Plan  |
| 4        | Mentioned   | Direct                         | Direct Plan  |
| 5        | Direct  | Not Mentioned                  | Direct Plan  |
| 6        | Direct  | Regular                        | Direct Plan  |
| 7        | Mentioned   | Regular                        | Regular Plan |
| 8        | Mentioned   | Not Mentioned                  | Regular Plan |

In cases of wrong/ invalid/ incomplete ARN codes mentioned on the application form, the application shall be processed under Regular

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|                        | <p>Plan. The AMC shall contact and obtain the correct ARN code within 30 calendar days of the receipt of the application form from the investor/ distributor. In case, the correct code is not received within 30 calendar days, the AMC shall reprocess the transaction under Direct Plan from the date of application without any exit load.</p> <p><b>Default Option/Sub-option:</b></p> <p>The investor must clearly specify his/her choice of Option/Sub-option in the application form, in the absence of which, the Default Option/Sub-option would be applicable and the application will be processed accordingly:</p> <p><b>Default Option:</b> Growth Option<br/>(if the investor has not indicated choice between ‘Growth’ or ‘Dividend’ Options).</p> <p><b>Default Frequency under Dividend Option:</b> Quarterly</p> <p><b>Default Sub-option Under Dividend Option:</b> Dividend Payout Plan.</p> <p>It must be distinctly understood that the actual declaration of dividend and frequency thereof is at the sole discretion of Board of Directors of the Trustee Company. There is no assurance or guarantee to the Unit holders as to the rate of dividend distribution nor that the dividend will be paid regularly.</p> <p>All plans/options under the Scheme shall have common portfolio.</p> <p>Direct Plan is only for investors who purchase /subscribe Units in the Scheme directly with the Fund and is not available for investors who route their investments through a Distributor and is offered in accordance with Para D of SEBI Circular no. CIR/IMD/DF/21/2012 dated September 13, 2012. <b>Investors may please note that the Direct Plan under the Scheme is meant for investors who understand the capital market, mutual funds and the risks associated therewith. The risks associated with the investments in the schemes of mutual funds may vary depending upon the investment objective, asset allocation and investment strategy of the Schemes and the investments may not be suited for all categories of investors. The AMC believes that investors investing under the Direct Plan of the Scheme are aware of the investment objective, asset allocation, investment strategy, risks associated therewith and other features of the Scheme and has taken an informed investment decision. Please note that SID, SAI, Key Information Memorandum or any other advertisements and its contents are for information only and do not constitute any investment advice or solicitation or offer for sale of units of the Scheme from the AMC.</b></p> |
| <b>Dividend Policy</b> | <p>Under the Dividend option, the Trustee will have the discretion to declare the dividend, subject to availability of distributable surplus calculated in accordance with the Regulations. The actual declaration of dividend and frequency will inter-alia, depend on availability of</p>   |

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|                         | <p>distributable surplus calculated in accordance with the Regulations and the decisions of the Trustee shall be final in this regard. There is no assurance or guarantee to the Unit holders as to the rate of dividend nor that the dividend will be paid regularly.</p> <p><b><u>Dividend Distribution Procedure</u></b></p> <p>In accordance with SEBI Circular no. SEBI/IMD/ Cir No. 1/64057/06 dated April 4, 2006, the procedure for Dividend distribution would be as under:</p> <ol style="list-style-type: none"> <li>1. Quantum of dividend and the record date will be fixed by the Trustee. Dividend so decided shall be paid, subject to availability of distributable surplus.</li> <li>2. Within one calendar day of decision by the Trustee, the AMC shall issue notice to the public communicating the decision about the dividend including the record date, in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the head office of the Mutual Fund is situated.</li> <li>3. Record date shall be the date, which will be considered for the purpose of determining the eligibility of investors whose names appear on the register of Unit holders for receiving dividends. The Record Date will be 5 calendar days from the date of issue of notice.</li> <li>4. The NAV will be adjusted to the extent of dividend distribution and statutory levy, if any, at the close of business hours on record date.</li> </ol> |
| <p><b>Allotment</b></p> | <p>Full allotment will be made to all valid applications received, whose subscription proceeds have been realized, during the New Fund Offer Period. Allotment of units shall be completed not later than 5 business days after the close of the New Fund Offer Period. On acceptance of the application for subscription, an allotment confirmation specifying the number of units allotted by way of e-mail and/or SMS within 5 business days from the date of closure of new fund offer period will be sent to the Unit Holders registered e-mail address and/or mobile number.</p> <p>In case of Unit holder who have provided their e-mail address the Fund will provide the Account Statement only through e-mail message, subject to Regulations and unless otherwise required. In cases where the email does not reach the Unit holder, the Fund / its Registrar &amp; Transfer Agents will not be responsible, but the Unit holder can request for fresh statement. The Unit holder shall from time to time intimate the Fund / its Registrar &amp; Transfer Agent about any changes in his e-mail address.</p> <p>Normally no Unit certificates will be issued. However, if the applicant so desires, the AMC shall issue a non-transferable Unit certificate to the applicant within 5 Business Days of the receipt of request for the certificate. Unit certificate, if issued, must be surrendered at the time of maturity of the Scheme.</p>   |



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|   | <p>All Units will rank pari passu, among Units within the same Option in the Scheme concerned as to assets, earnings and the receipt of dividend distributions, if any, as may be declared by the Trustee.</p> <p>Applicants under the Scheme will have an option to hold the Units either in physical form (i.e. account statement) or in dematerialized form. The AMC shall issue units in dematerialized form to the unitholder within two working days of the receipt of request from the unitholder.</p> <p>In case the Unit Holder desires to hold Units in dematerialized/rematerialized form at a later date, the request for conversion of Units held in non-dematerialized form into dematerialized form or vice-versa should be submitted along with a dematerialized/rematerialized request form to their Depository Participants.</p> <p>Please refer disclosure under “Accounts Statements” under Section B. Ongoing Offer.</p>   |
| <p><b>Refund</b></p>  | <p>Fund will refund the application money to applicants whose applications are found to be incomplete, invalid or have been rejected for any other reason whatsoever. Refund instruments will be dispatched within 5 business days of the closure of NFO period. In the event of delay beyond 5 business days, the AMC shall be liable to pay interest at 15% per annum or such other rate of interest as maybe prescribed from time to time. Refund orders will be marked “A/c Payee only” and drawn in the name of the applicant (in the case of a sole applicant) and in the name of the first applicant in all other cases. All refund orders will be sent by registered post or as permitted by Regulations.</p>   |
| <p><b>Who can invest</b></p> <p><i>This is an indicative list and prospective investors are advised to consult their financial advisors to ascertain whether the scheme is suitable to their respective risk profile. Prospective investors are advised to satisfy themselves that they are not prohibited by any law governing them and any Indian law from investing in the Scheme and are authorised to purchase units of mutual funds as per their respective constitutions, charter documents, corporate/other authorisations and relevant statutory provisions.</i></p> | <p>The following persons are eligible to invest in the Units of the Scheme (subject, wherever relevant, to the Purchase of Units of the Scheme of the Mutual Fund being permitted and duly authorized under their respective by-laws /constitutions, charter documents, corporate / other authorisations and relevant statutory provisions etc):-</p> <ol style="list-style-type: none"> <li>1. Resident Indian adult individuals either singly or jointly (not exceeding three) or on an Anyone or Survivor basis;</li> <li>2. Hindu Undivided Family (HUF) through Karta;</li> <li>3. Resident Indian Minors or Non-Resident Indian Minors through their parent/ legal guardian;</li> <li>4. Partnership Firms;</li> <li>5. Proprietorship in the name of the sole proprietor;</li> <li>6. Companies, Bodies Corporate, Public Sector Undertakings (PSUs.), Association of Persons (AOP) or Bodies of Individuals (BOI) and societies registered under the Societies Registration Act, 1860;</li> </ol> |

7. Banks (as permitted by RBI) and Financial Institutions;
8. Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as “Public Securities” as required) and Private trusts authorised to invest in mutual fund schemes under their trust deeds;
9. Non-Resident Indians (NRIs)/ Persons of Indian origin (PIOs) residing abroad on repatriation basis or on non - repatriation basis;
10. Foreign Portfolio Investors, subject to provisions of Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014;
11. Army, Air Force, Navy and other para-military units and bodies created by such institutions;
12. Scientific and Industrial Research Organisations;
13. Multilateral Funding Agencies/ Bodies Corporate incorporated outside India with the permission of Government of India/ RBI
14. Provident/ Pension/ Gratuity Fund to the extent they are permitted;
15. Other schemes of DHFL Pramerica Mutual Fund or any other mutual fund subject to the conditions and limits prescribed by SEBI Regulations;

**The following persons cannot invest in the Scheme:**

1. Any individual who is a foreign national or any entity that is not an Indian Resident under the Foreign Exchange Management Act, 1999, except where registered with SEBI as a FII or FII sub account;
2. Non-Resident Indians residing in the Financial Action Task Force (FATF) Non Compliant Countries and Territories (NCCTs);
3. Overseas Corporate Bodies;
4. Non Resident Indians residing in Cuba, Iran, Myanmar, North Korea, Sudan and Syria. In case of existing investors who are residing in these Jurisdictions and if an Investor becomes a resident of any of these Prohibited Jurisdictions after purchasing Units of the Scheme, such investor will not be allowed to do any additional purchase or switch transactions of the Units of the Schemes.

The AMC reserve the right to include/exclude new/existing categories of investors to invest in the Scheme from time to time, subject to applicable Laws, if any. Prospective investors are advised to satisfy themselves that they are not prohibited by any law

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|   | <p>governing such entity and any Indian law from investing in the Scheme and are authorized to invest in mutual fund units as per their respective constitutions, charter documents, corporate / other authorizations and relevant statutory provisions.</p> <p><b>Subject to the Regulations and applicable law, an application for Units from an applicant may be accepted or rejected at the sole and absolute discretion of the AMC/Trustee.</b></p>   |
| <b>Cash Investments in mutual funds</b>                 | <p>In order to help enhance the reach of mutual fund products amongst small investors, who may not be tax payers and may not have PAN/bank accounts, such as farmers, small traders/businessmen/workers, SEBI has permitted receipt of cash transactions for fresh purchases/ additional purchases to the extent of Rs.50,000/- per investor, per mutual fund, per financial year shall be allowed subject to:</p> <p>i. compliance with Prevention of Money Laundering Act, 2002 and rules framed there under; the SEBI Circular(s) on Anti Money Laundering (AML) and other applicable Anti Money Laundering Rules, Regulations and Guidelines.</p> <p>ii. sufficient systems and procedures in place.</p> <p>However, payment towards redemptions, dividend, etc. with respect to aforementioned investments shall be paid only through banking channel.</p> <p><b>The Fund/ AMC is currently not offering this facility. Appropriate notice shall be displayed on the website of the AMC as well as at the Investor Service Centres, once the facility is made available to the investors.</b></p> |
| <b>Where can you submit the filled up applications.</b> | <p>Please refer the back cover page of the Scheme Information Document.</p> <p>For existing investors' convenience, the Mutual Fund will endeavor to offer Online Transaction facility on its Website viz. <a href="http://www.dhflpramericamf.com">www.dhflpramericamf.com</a> for transacting in the Units of DHFL Pramerica Mutual Fund.</p>  |
| <b>How to Apply</b>                                     | <p>Please refer to the SAI and Application form for the instructions.</p>  |
| <b>Listing</b>  | <p>The AMC/Mutual Fund will list the Units of the Scheme on National Stock Exchange of India Limited (NSE) within 5 Business Days from the date of allotment. Investors holding the units by way of an account statement (physical form) will not be able to trade their units till they are dematerialized. The Units of the Scheme are available for trading and transfer only in demat mode via the stock exchanges. An investor can buy/sell Units on the exchange during the trading hours like any other publicly traded stock.</p> <p>The trading facility on the NSE would be available from the date of listing till the date of issue of notice by the AMC for fixing the record</p>   |

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|  | <p>date for determining the eligibility of Unitholders (being the list of Beneficial owners as per the Depositories Records (NSDL/CDSL)) for the purpose of maturity pay out.</p> <p>The trading of Units on the NSE will automatically get suspended from the date of issue of the above notice and also no off-market trades shall be permitted by the Depositories. The AMC may at its sole discretion list the Units on any other recognized exchange(s) at a later date during the tenure of the Scheme. The AMC may also decide to delist the Units from a particular exchange, provided that the Units are listed on at least one exchange.</p> <p>The price of the Units in the market on Exchange will depend on demand and supply and market factors and forces. There is no minimum investment amount for investment through Exchange, although Units dealt in minimum in lots of 1.</p>  |
| <p><b>Special Products available</b></p>   | <p><b>Switch option:-</b></p> <p>During the NFO period (Switch request will be accepted upto 3.00 p.m. on the last day of the NFO), the Unit holders will be able to invest in the NFO of the Scheme by switching part or all of their Unit holdings held in the existing scheme(s) of the DHFL Pramerica Mutual Fund.</p> <p>This Switch option is useful to investors who wish to alter the allocation of their investment among the schemes of the Mutual Fund in order to meet their changed investment needs. Switch transaction will be effected by way of a Redemption of Units from the Source Scheme (Switch-Out) at applicable NAV, subject to Exit Load, if any, and investment of the Redemption proceeds into the Target (Switch-In) Scheme (only during NFO) opted by the investor at the allotment NAV and accordingly, Switch transaction must comply with the Redemption rules of 'Switch Out scheme' and the Subscription rules of the 'Switch In scheme'.</p> |
| <p><b>The policy regarding reissue of repurchased units</b> (including the maximum extent, the manner of reissue, the entity (the scheme or the AMC) involved in the same.</p> | <p>Units once redeemed will be extinguished and will not be reissued.</p>  |
| <p><b>Restrictions, if any, on the right to freely retain or dispose of units being offered.</b></p>   | <p><b>Pledge of Units:-</b></p> <p>The Units under the Scheme may be offered as security by way of a pledge / charge in favour of scheduled banks, financial institutions, non-banking finance companies (NBFC's), or any other body. The AMC/RTA will note and record such Pledged Units. A standard form for this purpose is available on request at all ISCs and the Mutual Fund website (<a href="http://www.dhflpramericamf.com">www.dhflpramericamf.com</a>). The AMC shall mark a lien on the specified units only upon receiving the duly completed form and documents as it may require. Disbursement of such loans will be at the entire discretion of the bank / financial institution / NBFC or any other body concerned and the Mutual Fund assumes no</p>  |

responsibility thereof.

The Pledgor will not be able to redeem Units that are pledged until the entity to which the Units are pledged provides a written authorisation to the Mutual Fund that the pledge / lien/ charge may be removed. As long as Units are pledged, the Pledgee will have complete authority to redeem such Units but not before the maturity of the Scheme. Dividends declared on Units under lien will be paid to the Unit Holder and not the lien holder unless specified otherwise in the lien letter.

For units of the Scheme held in electronic (Demat) form, the rules of Depository applicable for pledge will be applicable for Pledge/Assignment of units of the Scheme. Pledgor and Pledgee must have a beneficial account with the Depository. These accounts can be with the same DP or with different DPs.

**Transferability of Units:-**

The Units of the Scheme are not transferable except for Units held in dematerialized form. In view of the same, additions / deletions of names will not be allowed under any folio of the Scheme. However, the said provisions will not be applicable in case a person (i.e. a transferee) becomes a holder of the Units by operation of law or upon enforcement of pledge, then the AMC shall, subject to production of such satisfactory evidence and submission of such documents, proceed to effect the transfer, if the intended transferee is otherwise eligible to hold the Units of the Scheme. The said provisions in respect of deletion of names will not be applicable in case of death of a Unit holder (in respect of joint holdings) as this is treated as transmission of Units and not transfer.

As the Units of the Scheme will also be issued in dematerialized form, the Units will be transferable through the Stock Exchange(s) on which the said Units are listed. The delivery instructions for transfer of Units will have to be lodged with the DP in the 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 form.

**Suspension of Sale / Redemption of the Units:-**

The Sale / Redemption of the Units may be temporarily suspended, on the stock exchange(s) on which the Units of the Scheme are listed, under the following conditions:

- During the period of Book Closure.
- During the period from the date of issue of the notice for fixing the record date for determining the Unit holders whose name(s) appear on the list of beneficial owners as per the Depositories (NSDL/CDSL) records for the purpose of redemption of Units on Maturity / Final Redemption date.
- In the event of any unforeseen situation that affects the normal functioning of the stock exchange(s).
- If so directed by SEBI.

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|  | The above list is not exhaustive and may also include other factors. |
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## B. ONGOING OFFER DETAILS

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| <p><b>Ongoing Offer Period</b></p> <p><i>This is the date from which the scheme will reopen for subscriptions/ redemptions after the closure of the NFO period.</i></p>                                | <p>Being a close ended Scheme, Investors can subscribe to the Units of the Scheme during the New Fund Offer Period only and the Scheme will not re-open for subscriptions after the closure of NFO. The redemption facility would be provided only on Maturity.</p> <p>However, subsequent to closure of NFO and upon listing of Units on Exchange, buying or selling of Units by Unit holders / Investors can be made on the Exchange. Units can be bought or sold like any other listed stock on the Exchange at prevailing market prices.</p> |
| <p><b>Ongoing price for subscription (purchase)/ switch-in (from other Schemes of the Mutual Fund) by investors.</b></p> <p>This is the price you need to pay for purchase /switch-in.</p>             | <p>Units cannot be subscribed after the closure of NFO. After the NFO, the persons can invest in the Scheme only through Demat mode by purchasing the units on NSE or any other Stock Exchange where the scheme will list its units.</p> <p>The minimum number of Units that can be bought or sold on the Exchange is one Unit. The Units' market prices may be at a premium/discount to its NAV. Dealings by the Unit holders / Investors on the Exchange will be also subject to Exchange Rules and Regulations.</p>                           |
| <p><b>Ongoing price for redemption (sale) /switch outs (to other schemes of the Mutual Fund) by investors.</b></p> <p>This is the price you will receive for redemptions/switch outs.</p>              | <p>No redemption/repurchase/switch-out of units shall be allowed prior to the maturity of the scheme. Investors wishing to exit may do so by selling their units through stock exchanges. The scheme shall be fully redeemed on the date of maturity and redemption proceeds shall be paid out within 10 business days, subject to availability of all relevant documents and details.</p>   |
| <p><b>Cut off timing for subscriptions/ redemptions/ switches</b></p> <p>This is the time before which your application (complete in all respects) should reach the official points of acceptance.</p> | <p>After close of NFO Period, the Fund will not provide facility for subscription/redemption/switches, and hence cut-off timing provisions do not apply.</p> <p>Dealings by the Unit holders/Investors on Exchange will be also subject to Exchange Rules and Regulations.</p>   |
| <p><b>Where can the applications for purchase/redemption switches be submitted?</b></p>  | <p>The Scheme will not be available for subscriptions / switch-in after the closure of NFO Period of the Scheme.</p>   |
| <p><b>Minimum Amount for Purchase/Redemption/ Switches</b></p>   | <p>Not Applicable</p>  |
| <p><b>Minimum balance to be maintained and consequences of non maintenance.</b></p>  | <p>Not Applicable</p>  |
| <p><b>Minimum balance to be</b></p>  | <p>Not Applicable</p>  |

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| <p><b>maintained consequences of maintenance.</b></p> | <p><b>and non</b></p>  |
| <p><b>Special Products available</b></p>              | <p>Not Applicable</p>  |
| <p><b>Accounts Statements</b></p>                     | <ul style="list-style-type: none"> <li>• The unit holders whose valid application for subscription has been accepted by the Fund, a communication specifying the number of units allotted, in the form of an email and/or SMS at the registered email address and/or mobile number, shall be sent within five business days from the date of closure of the initial subscription list.</li> <li>• Thereafter, a Common Account Statement ('CAS') shall be issued which shall enable a single consolidated view of all the investments of an investor in mutual funds and securities held in demat form with the Depositories. CAS shall contain details relating to all the transactions carried out by the investors across all schemes of all mutual funds during the month and holding at the end of the month including transaction charges paid to the distributor.</li> <li>• The following shall be applicable with respect to CAS, for unit holders having a Demat Account:- <ul style="list-style-type: none"> <li>- Investors having mutual funds investments and holding securities in Demat account shall receive a CAS from the Depository;</li> <li>- CAS shall be issued on the basis of PAN. In case of multiple holding, it shall be PAN of the first holder and pattern of holding. The CAS shall be generated on a monthly basis.</li> <li>- If there is any transaction in any of the Demat accounts or in any of the mutual fund folios of the investor, depositories shall send the CAS within ten days from the month end. In case there is no transaction in any of the mutual fund folios and demat accounts then CAS with holding details shall be sent to the investor on half yearly basis.</li> <li>- Investors will have an option not to receive CAS through the Depository. Investors who do not wish to receive CAS through the Depository can indicate their negative consent to the Depository and such Investors will receive CAS from AMC / the Fund.</li> </ul> </li> <li>• Unit holders who do not have Demat account shall be issued the CAS for each calendar month on or before 10th of the immediately succeeding month in whose folio(s) transaction(s) has/have taken place during the month by physical form or email (wherever the investors have provided the email address). For the purpose of sending CAS, common investors across mutual funds shall be identified by their PAN;</li> <li>• As the CAS will be issued on the basis of PAN, the Unit holders</li> </ul> |

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|                   | <p>who have not provided their PAN will not receive CAS.</p> <ul style="list-style-type: none"> <li>• Further, the CAS detailing holding across all schemes of all mutual funds at the end of every six months ended September 30 or March 31, shall be sent in physical form/email on or before tenth day of succeeding month to all such unit holders in whose folios transactions have not taken place during that period. The half-yearly CAS will be sent by email to the Unitholders whose email is available, unless a specific request is made to receive in physical.</li> <li>• In case of a specific request received from the Unitholders, the AMC will provide the account statement to the Unitholder within 5 Business Days from the receipt of such request.</li> <li>• If a Unitholder so requests, a non-transferable Unit certificate will be issued within 5 working days of the receipt of such request.</li> </ul>  |
| <b>Dividend</b>   | <p>The Dividend warrants/cheque/demand draft shall be dispatched to the Unit holders within 30 days of the date of declaration of the Dividend. The Dividend proceeds will be paid by way of ECS / EFT / NEFT / RTGS / Direct credits/ any other electronic manner if sufficient banking account details are available with Mutual Fund for Investor.</p> <p>In case of specific request for Dividend by warrants/cheques/demand drafts or unavailability of sufficient details with the Mutual Fund, the Dividend will be paid by warrant/cheques/demand drafts and payments will be made in favour of the Unit holder (registered holder of the Units or, if there are more than one registered holder, only to the first registered holder) with bank account number furnished to the Mutual Fund.</p> <p>The dividend warrants/cheques/demand drafts will be sent by courier or (if the addressee city is not serviced by the courier) by registered post / UCP to the registered address of the sole / first holder as per the records of the Registrars. For the purpose of delivery of the dividend instrument, the dispatch through the courier / Postal Department, as the case may be, shall be treated as delivery to the investor. The AMC / Registrar are not responsible for any delayed delivery or non-delivery or any consequences thereof, if the dispatch has been made correctly as stated above.</p> |
| <b>Redemption</b> | <p>As the Scheme is closed ended scheme, investors will not be able to redeem their units during the tenor of the Scheme. Units under the Scheme will be compulsorily and without any further act by the Unit holder(s) redeemed on the Maturity Date of the Scheme. The redemption proceeds shall be dispatched to the unit holders within 10 working days from the Maturity Date of the Scheme.</p> <p>In case of investors holding units in dematerialised form, the maturity proceeds would be payable to investors as per the bank details provided in beneficiary position details received from depositories.</p>  |



**Procedure for payment of maturity proceeds:**

**1. Resident Investors:-**

Maturity proceeds will be paid to the investor through RTGS, NEFT, Direct Credit, Cheque or Demand Draft, as follows:-

- a) If investor has provided IFSC code in the application form, by default maturity proceeds shall be credited to Investor's bank account through RTGS / NEFT.
- b) If the Investor has not provided IFSC code but has a bank account with a bank with whom the Fund has an arrangement for Direct Credit, the proceeds will be paid through direct credit.
- c) If the Investor's bank account does not fall under a) and b) above the maturity proceeds will be paid by cheque or demand draft, marked "Account Payee only" and drawn in the name of the sole holder / first-named holder (as determined by the records of the Registrar). The bank name and bank account number of the sole/first holder as specified in the Registrar's records will be mentioned in the cheque / demand draft. The cheque / demand draft will be payable at the city, as per the bank mandate of the investor. The maturity proceeds will be sent by courier or (if the addressee city is not serviced by the courier) by registered post / UCP to the registered address of the sole / first holder as per the records of the Registrars. For the purpose of delivery of the maturity proceeds instrument, the dispatch through the courier / Postal Department, as the case may be, shall be treated as delivery to the investor. The AMC / Registrar are not responsible for any delayed delivery or non-delivery or any consequences thereof, if the dispatch has been made correctly as stated above.

The AMC reserves the right to change the sequence of payment from (a) to (c) without any prior notice.

**2. Non-Resident Investors:-**

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

- (i) Repatriation basis: Where Units have been purchased through direct remittance 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 maintained in India the proceeds will be remitted to the Unitholder's bankers in India for crediting his/her NRE/FCNR bank account.
- (ii) Non-Repatriation basis: 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

|   |  |
|---|--|
|   | <p>address / bankers for crediting to the Unit Holder's non-resident (Ordinary) account.</p> <p>For FIIs, 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 FII maintained in accordance with the approval granted to it by the RBI.</p> <p>The Fund will not be liable for any delays or for any loss on account of any exchange fluctuations, while converting the rupee amount in foreign exchange in the case of transactions with NRIs/ FIIs. The Fund may make other arrangements for effecting payment of Redemption proceeds in future.</p>   |
| <b>Delay in payment of redemption / repurchase proceeds</b> | <p>As the Scheme is closed ended scheme, investors will not be able to redeem their units during the tenor of the Scheme. Units under the Scheme will be compulsorily and without any further act by the Unit holder(s) redeemed on the Maturity Date of the Scheme, subject to availability of all relevant documents and details. The maturity proceeds shall be dispatched to the unitholders within 10 Business days from the date of maturity. The AMC shall be liable to pay interest to the Unit holders @ 15% p.a. or such other rate as may be prescribed by SEBI from time to time, in case the maturity proceeds are not dispatched within 10 Business days from the date of maturity.</p> <p>However, the AMC shall not be liable to pay any interest or compensation in case of any delay in processing the maturity beyond 10 Business Days if the AMC/RTA is required to obtain from the Investor/Unit holders any additional details for verification of identity or bank details or such additional information under applicable regulations or as may be requested by a Regulatory Agency or any government authority, which may result in delay in processing the maturity.</p> |

### C. PERIODIC DISCLOSURES

|   |   |
|---|---|
| <p><b>Net Asset Value</b></p> <p>This is the value per unit of the scheme on a particular day. You can ascertain the value of your investments by multiplying the NAV with your unit balance.</p> | <p>The AMC will calculate and disclose the NAV of the Scheme on all the Business Days. The NAV of the Scheme shall be published at least in two daily newspapers on daily basis in accordance with the Regulations. The AMC shall update the NAVs on the website of the AMC (<a href="http://www.dhflpramericamf.com">www.dhflpramericamf.com</a>) and of the Association of Mutual Funds in India – AMFI (<a href="http://www.amfiindia.com">www.amfiindia.com</a>) before 9.00 p.m. on every Business Day. If the NAVs are not available before the commencement of Business Hours on the following day due to any reason, the Mutual Fund shall issue a press release giving reasons and explaining when the Mutual Fund would be able to publish the NAV.</p> |
| <p><b>Half –yearly / Monthly Disclosures: Portfolio / Financial Results</b></p> <p>This is a list of securities</p>   | <p>The Scheme shall publish, by way of an advertisement, in one English daily circulating in the whole of India and in a newspaper published in the language of the region where the head office of the Mutual Fund is situated the complete scheme portfolio before the expiry of one month of the close of each half year i.e., 31st March</p>  |

| <p>where the corpus of the scheme is currently invested. The market value of these investments is also stated in portfolio disclosures.</p>   | <p>and 30th September. This shall also be displayed on the website of the Mutual Fund and that of AMFI.</p> <p>The AMC shall also disclose details of the portfolio of the Scheme on a monthly basis on its website on or before the tenth day of the succeeding month in the prescribed format.</p>  |                           |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |
|---|---|---------------------------|--|----------------------------|--------------------|--|-----|---------------------------|---|----------------------------------|-----|--------------------|---|-----|
| <p><b>Half Yearly Results</b></p>   | <p>The Mutual Fund shall within one month of the close of each half year i.e., 31st March and 30<sup>th</sup> September, upload the soft copy of its unaudited financial results containing the details specified in Regulation 59 on its website and shall publish an advertisement disclosing uploading of such financial results on its website, in one English newspaper having nationwide circulation and in one regional newspaper circulating in the region where the head office of the Mutual Fund is situated. This shall also be displayed on the website of AMFI.</p>   |                           |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |
| <p><b>Annual Report</b></p>   | <p>The Scheme wise annual report or an abridged summary thereof shall be mailed to all Unit holders not later than four months (or such other period as may be specified by SEBI from time to time) from the date of closure of the relevant accounting year (i.e., 31st March each year).</p> <p>In case of unitholders whose email addresses are available with the Mutual Fund, the scheme annual reports or abridged summary would be sent only by email. Unitholders whose email addresses are not available with the Mutual Fund shall be sent physical copies of scheme annual reports or abridged summary by post / courier. The AMC shall provide a physical copy of scheme annual report or abridged summary upon receipt of a specific request from the unitholders, irrespective of registration of their email addresses. The full annual report shall be available for inspection at the Head Office of the Mutual Fund and a copy shall be made available to the Unit holders on request on payment of nominal fees, if any. Scheme wise annual report shall also be displayed on the website of the AMC (<a href="http://www.dhflpramericamf.com">www.dhflpramericamf.com</a>) and Association of Mutual Funds in India (<a href="http://www.amfiindia.com">www.amfiindia.com</a>).</p> |                           |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |
| <p><b>Associate Transactions</b></p>  | <p>Please refer to Statement of Additional Information.</p>   |                           |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |
| <p><b>Taxation</b></p> <p>The information is provided for general information only. However, in view of the individual nature of the implications, each investor is advised to consult his or her own tax advisors/authorised dealers with respect to the specific amount of tax and other implications arising out of his or her participation in the schemes.</p> | <table border="1"> <thead> <tr> <th data-bbox="603 1541 963 1608"></th> <th data-bbox="970 1541 1155 1608"><b>Resident Investors*</b></th> <th data-bbox="1161 1541 1410 1608"><b>Mutual Fund</b></th> </tr> </thead> <tbody> <tr> <td data-bbox="603 1617 963 1684">Tax on Dividend distributed by Mutual Fund</td> <td data-bbox="970 1617 1155 1684">Nil</td> <td data-bbox="1161 1617 1410 1684">Please refer Note 1 below</td> </tr> <tr> <td data-bbox="603 1693 963 1796">Capital Gains:<br/>Long-term (Note 3) (Held for more than 36 months)</td> <td data-bbox="970 1693 1155 1796">20% with indexation <sup>3</sup></td> <td data-bbox="1161 1693 1410 1796">Nil</td> </tr> <tr> <td data-bbox="603 1805 963 2022">Short-term(Note 4)</td> <td data-bbox="970 1805 1155 2022">Income tax rate applicable to the Unit holders as per their</td> <td data-bbox="1161 1805 1410 2022">Nil</td> </tr> </tbody> </table>  |                           |  | <b>Resident Investors*</b> | <b>Mutual Fund</b> | Tax on Dividend distributed by Mutual Fund | Nil | Please refer Note 1 below | Capital Gains:<br>Long-term (Note 3) (Held for more than 36 months) | 20% with indexation <sup>3</sup> | Nil | Short-term(Note 4) | Income tax rate applicable to the Unit holders as per their | Nil |
|   | <b>Resident Investors*</b>  | <b>Mutual Fund</b>        |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |
| Tax on Dividend distributed by Mutual Fund  | Nil   | Please refer Note 1 below |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |
| Capital Gains:<br>Long-term (Note 3) (Held for more than 36 months)   | 20% with indexation <sup>3</sup>  | Nil                       |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |
| Short-term(Note 4)  | Income tax rate applicable to the Unit holders as per their   | Nil                       |  |                            |                    |  |     |                           |   |                                  |     |                    |   |     |

**Notes:**

1. Income distribution by mutual fund other than equity oriented mutual funds shall attract distribution tax under Section 115R of the Income-tax Act, 1961 (IT Act) at:

- In case income is distributed to individuals and Hindu Undivided Family (HUF): 28.84% (inclusive of surcharge @ 12% and education cess @ 3%) and;
- In case income is distributed to persons other than Individual and HUF: 34.608% (inclusive of surcharge @ 12% and education cess @ 3%).

2. Since the scheme would not qualify as equity oriented mutual fund, no securities transaction tax is payable by unit holder on purchase, sale or redemption of units by mutual fund.

3. Capital gains arising on transfer or redemption of units other than units of equity oriented funds (as defined under section 115T of the Act), after 10 July 2014, would be regarded as long term capital gains only if the units are held for a period of more than 36 months. In case of resident individuals and HUFs, where the total income as reduced by long-term capital gains, is below the basic exemption limit, the long-term capital gains will be reduced to the extent of the shortfall and only the balance long-term capital gains will be subjected to the 20 per cent tax.

4. Assuming that the total income in case of individuals/ HUF/ Association of Persons (AOP)/ Body of Individual (BOI) exceeds the basic exemption limit [(Rs. 500,000/- (Rupees Five Lakhs only) in case of resident individual of an age 80 years or more, Rs. 300,000/- (Rupees Three Lakhs only) in case of resident individual of an age of sixty (60) years or more but less than eighty (80) years and Rs. 250,000/- (Rupees Two Lakh Fifty Thousand only) in case of resident in India below sixty (60) years of age (including HUF, AOP/BOI)]

\*The tax rate would be increased by a surcharge of:

- a) 7 per cent - in case of domestic corporate Unit Holders, where the total income exceeds Rs 10,000,000/- (Rupees One Crore only) but does not exceed Rs 100,000,000/- (Ten Crore Rupees).
- b) 12 per cent – in case of domestic corporate Unit Holders, where the total income exceeds Rs 100,000,000/- (Ten Crore Rupees)
- c) 12 per cent – in case of firms, local authority and co-operative societies, where total income exceeds Rs 10,000,000/- (One Crore Rupees).
- d) 15 per cent – in case of Individuals/ Hindu Undivided Family (HUF)/ Association of People (AOP)/ Body of Individuals (BOI), where total income exceeds Rs 10,000,000/- (One

|                          |  |
|--------------------------|--|
|                          | <p>Crore Rupees).</p> <p>Further, an additional surcharge of 3 per cent by way of education cess would be charged on amount of tax inclusive of surcharge for all Unit Holders.</p> <p>Tax rebate up to Rs 5,000 per annum would be available for resident individuals having total income up to Rs 500,000 (Rupees Five Lakhs).</p> <p><b>FOR FURTHER DETAILS ON TAXATION PLEASE REFER TO THE CLAUSE ON TAXATION IN THE SAI.</b></p>  |
| <b>Investor services</b> | <p>Investors may make any service request or complaints or enquiries by calling the AMC's Investor Helpline "1800 266 2667" (toll-free) or send an e-mail to <a href="mailto:customercare@dhflpramericamf.com">customercare@dhflpramericamf.com</a>.</p> <p>The customer service representatives may require personal information of the customer for verification of the customer's identity in order to protect confidentiality of information. The AMC will at all times endeavour to handle transactions efficiently and to resolve any grievances promptly. For any queries / complaints / feedbacks investors may contact:</p> <p><b>Mr. Murali Ramasubramanian,</b><br/> Investor Relations Officer<br/> 2nd floor, Nirlon House,<br/> Dr. Annie Besant Road,<br/> Worli, Mumbai - 400030<br/> Tel: 91 22 6159 3000<br/> Fax: 91 22 6159 3100</p> |

#### D. COMPUTATION OF NAV

NAV of Units under the Scheme may be calculated by either of the following methods shown below:

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

**Or**

$$\text{NAV (Rs.)} = \frac{\text{Unit Capital} + \text{Reserves and Surplus}}{\text{No. of Units outstanding under the Scheme}}$$

The NAV shall be calculated up to four decimal places. However the AMC reserves the right to declare the NAVs up to additional decimal places as it deems appropriate. Separate NAV will be calculated and disclosed for each Plan/Option. The AMC will calculate and disclose the NAV of the Scheme on all the Business Days.

## **E. MANDATORY INFORMATION**

As per the directives issued by SEBI, it is mandatory for applicants to mention their bank account details in their applications for purchase/redemption of units, without which, the application will be treated as incomplete and is liable to be rejected by the Registrar/AMC. In case the Investment cheque attached with the application form is different from the Bank Mandate mentioned therein then the Investor needs to provide a cancelled cheque of the Bank account mentioned in the application form. For the convenience of the investors, the AMC offers multiple bank accounts registration facility. The investors may register multiple Bank Mandates in a single folio using a prescribed form, namely, "Multiple Bank Accounts Registration form", available on the Mutual Fund's website and also at the ISCs. An investor may register upto 5 bank accounts in case the investor is an individual/ HUF and upto 10 bank accounts in case the investor is a non-individual. For more details on multiple bank accounts registration, please refer SAI.

It is mandatory for all investors (including joint holders, NRIs, POA holders and guardians in the case of minors) to comply with the Know Your Customers (KYC) requirements under the AML Laws. Applications from investors who have not complied with such KYC requirement will be rejected. For more details on KYC requirements, please refer SAI.

It is mandatory for all investors (including guardians, joint holders, NRIs and power of attorney holders) to provide their Income Tax Permanent Account Number (PAN) and also submit a photo copy of the PAN card issued to them by the Income Tax Department at the time of purchase of Units in the Scheme. For more details on the PAN requirements and exceptions available from such requirements, please refer SAI.

**All investments in DHFL Pramerica Mutual Fund need to comply with the PAN and KYC requirements as stated above, failing which the applications are liable to be rejected. It is clarified that all categories of investors seeking exemption from PAN still need to complete the KYC requirements stipulated from time to time, irrespective the amount of investment.**

#### **IV. FEES AND EXPENSES**

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

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

These expenses are incurred for the purpose of various activities related to the NFO like sales and distribution fees marketing and advertising, Registrar expenses, printing and stationary, bank charges etc. In accordance with the provisions of SEBI Circular No. SEBI / IMD / CIR No.1 / 64057/ 06 dated April 04, 2006 and SEBI / IMD / CIR No. 4 /168230 / 09 dated June 30, 2009, the NFO expenses of the Scheme shall be borne by the AMC/Sponsors.

##### **B. ANNUAL SCHEME RECURRING EXPENSES**

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

- a) The maximum annual recurring expenses that can be charged to the Scheme, excluding issue or redemption expenses, whether initially borne by the mutual fund or by the AMC, but including the investment management and advisory fee shall be as follows:
  - On the first Rs. 100 Crores of the daily net assets – 2.25%;
  - On the next Rs. 300 Crores of the daily net assets – 2.00%;
  - On the next Rs. 300 Crores of the daily net assets – 1.75%;
  - On the balance of the assets – 1.50%.
- b) In addition to the annual recurring expenses stated in (a) above, the following costs or expenses may be charged to the Scheme:-
  - i. Brokerage and transaction costs which are incurred for the purpose of execution of trade and is included in the cost of investment, not exceeding 0.12 per cent in case of cash market transactions and 0.05 per cent in case of derivatives transactions. The brokerage and transaction cost incurred for the purpose of execution of trade may be capitalized to the extent of 0.12 per cent for cash market transactions and 0.05 per cent in case of derivatives transactions. Any payment towards brokerage and transaction cost, over and above the said 0.12 per cent for cash market transactions and 0.05 per cent in case of derivatives transactions may be charged to the scheme within the maximum limit of annual recurring expenses as prescribed under (a) above. Any expenditure in excess of the said prescribed limit (including brokerage and transaction cost, if any) shall be borne by the AMC or by the trustee.
  - ii. Expenses not exceeding of 0.30 per cent of daily net assets, if the new inflows from such cities as specified by the Board 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.

The expenses charged under this clause shall be utilised 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.

iii. Service tax on investment and advisory fees.

Within such total recurring expenses charged to the Scheme as above, the investment management and advisory fee (charged as a percentage of daily net assets) would be as decided by the AMC from time to time, provided that the investment management and advisory fee shall not exceed the aggregate of expenses charged under clause (a) above.

\*Service tax on other than investment and advisory fees, if any, and the service tax on brokerage and transaction cost paid for execution of trade shall be borne by the scheme within the maximum limit of annual recurring expenses stated in (a) above.

In terms of SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the AMC shall annually set apart at least 0.02% on daily net assets within the maximum limit of recurring expenses as per Regulation 52 for investor education and awareness initiatives.

The maximum annual recurring expenses of the Scheme including the investment management and advisory fee (together with additional management fee wherever applicable) shall not exceed the limit stated in Regulation 52 read with aforesaid SEBI circular dated September 13, 2012, as explained above. Any excess over these specified ceilings would be borne by the AMC.

The Direct Plan under the Scheme shall have a lower expense ratio as compared to the Regular Plan. Commission/ Distribution expenses will not be charged in case of Direct Plan. The total expense ratio of Direct Plan will be lower by at least 5% than that of the Regular Plan. The Direct Plan shall also have separate NAV.

The AMC has estimated the following maximum expenses for the first Rs. 100 Crores of the daily net assets of the Scheme. For the actual current expenses being charged, the investor should refer to the website of the Mutual Fund.

| <b>Expense Head</b>   | <b>% of daily Net Assets (Regular Plan)</b> |
|---|---|
| Investment Management and Advisory Fees   | Upto 2.25%                                  |
| Trustee fee   |   |
| Audit fees  |   |
| Custodian fees  |   |
| RTA Fees  |   |
| Marketing & Selling expense incl. agent commission                                  |   |
| Cost related to investor communications   |   |
| Cost of fund transfer from location to location                                     |   |
| Cost of providing account statements and dividend redemption cheques and warrants   |   |
| Costs of statutory Advertisements   |   |
| Listing expenses/fees and other expenses/fees payable to exchanges and depositories |   |
| Cost towards investor education & awareness (at least 2 bps)                        |   |



|  |                   |
|--|-------------------|
| Brokerage & transaction cost over and above 0.12 per cent for cash market trades and 0.05 per cent in case of derivatives transactions |                   |
| Service tax on expenses other than investment and advisory fees  |                   |
| Service tax on brokerage and transaction cost  |                   |
| Other Expenses*  |                   |
| <b>Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i)</b>   | <b>Upto 2.25%</b> |
| Additional expenses for gross new inflows from specified cities  | Upto 0.30%        |

\*Any other expenses any other expenses which are directly attributable to the Scheme, except those expenses which are specifically prohibited, may be charged with the approval of the Trustee within the overall limits specified in the SEBI (Mutual Funds) Regulations.

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.

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

If the investor has invested Rs. 10,000 on April 30, 2015 under Regular Plan of the Scheme and value of his investment is Rs. 11,000 on April 30, 2016, his return on investment is 10% p.a. which is net of expense ratio @ 2.25% p.a. His return on investment before charging expense @ 2.25% p.a. would be Rs. 11,225 i.e. 12.25% p.a.

The present illustration is calculated pursuant to the requirements of SEBI Circular No. SEBI/HO/IMD/DF2/CIR/P/2016/42 dated March 18, 2016. The purpose of an illustration is to purely explain the impact of expense ratio charged to the Scheme and should not be construed as providing any kind of investment advice or guarantee of returns on investments. Actual returns on your investment may be more, or less. The expenses of the Direct Plan under the Scheme will be lower to the extent of distribution expenses/ commission. The NAVs published by the AMC are net of scheme expenses and they reflects return on investment to investors, provided investment is not subject to exit load. Any tax impact has not been considered in the above example, in view of the individual nature of the tax implications. Each investor is advised to consult his or her own financial advisor.

#### **C. LOAD STRUCTURE**

Load is an amount which is paid by the investor to subscribe to the units or to redeem the units from the scheme. Load amounts are variable and are subject to change from time to time.

The load structure of the Scheme is as follows:

**Entry Load** – Not Applicable (Note:- The upfront commission on investment made by the investor, if any, shall be paid to the distributor (AMFI registered distributor/ARN Holder) directly by the investor, based on the investor's assessment of various factors including service rendered by the distributor.)

**Exit Load** – Nil.

Being a closed ended scheme, Units under the Scheme cannot be redeemed directly with the Fund until the Maturity Date. Investors shall note that the brokerage on sales of the units of the Scheme on the stock exchanges shall be borne by the investors.

#### **D. TRANSACTION CHARGES:-**

In accordance with SEBI Circular No. IMD/ DF/13/ 2011 dated August 22, 2011, with effect from November 1, 2011, the AMC/ Fund shall deduct a Transaction Charge on per purchase / subscription of Rs. 10,000/- and above, as may be received from new investors (an investor who invests for the first time in any mutual fund schemes) and existing investors. Such deduction shall be as under (provided the distributor has opted in to receive the transaction charges). Please note that the distributor shall have the option to opt in or opt out based on the type of the product):-

- For the new investor a transaction charge of Rs. 150/- shall be levied for per purchase / subscription of Rs. 10,000/- and above; and
- For the existing investor a transaction charge of Rs. 100/- shall be levied for per purchase / subscription of Rs. 10,000/- and above.

The transaction charge shall be deducted from the subscription amount and paid to the distributor and the balance amount (net of transaction charges) shall be invested. The transaction charges and the net investment amount and the number of units allotted will be clearly mentioned the Account Statement issued by the Mutual Fund. Distributors may choose to opt out of charging the transaction charge.

However, the Transaction charges shall not be deducted if:

- (a) The amount per purchases /subscriptions is less than Rs. 10,000/-;
- (b) The transaction pertains to other than purchases/ subscriptions relating to new inflows such as Switch/STP/ DTP, etc.
- (c) Purchases/Subscriptions made directly with the Fund through any mode (i.e. not through any distributor/agent).
- (d) Subscription made through Exchange Platform irrespective of investment amount.

Upfront commission to distributors shall continue to be paid by the investor directly to the distributor by a separate cheque based on his assessment of various factors including the service rendered by the distributor.

#### **E. WAIVER OF LOAD FOR DIRECT APPLICATIONS**

Not Applicable

## V. RIGHTS OF UNITHOLDERS

Please refer to the Statement of Additional Information for details.

## VI. PENALTIES, PENDING LITIGATION OR PROCEEDINGS BY ANY REGULATORY AUTHORITY

Details of 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 are as follows:

1. Penalties and action(s) taken against foreign Sponsors during the last three years in the jurisdiction of the country where the principal activities (in terms of income / revenue) of the Sponsors are carried out or where the headquarters of the Sponsors is situated: - *None*
2. Monetary penalties imposed and/ or action taken against Indian Sponsors(s) (if any) during the last three years or pending with any financial regulatory body or governmental authority, against Sponsors(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to share holders or debenture holders and depositors, or for economic offences, or for violation of securities law including details of settlement, if any, arrived at with the aforesaid authorities during the last three years:-

Details of penalties paid by Dewan Housing Finance Corporation Limited (DHFL) to National Housing Bank and other Regulators during last 3 financial years:

- National Housing Bank (NHB) has imposed penalties on DHFL in respect of the following:-
  - On October 09, 2012, a penalty of INR 5,000/- was levied under section 52A of National Housing Bank Act, 1987 (the Act), in relation to non- disclosure of amounts transferred to reserve fund, separately in annual accounts for years 2007-08 & 2010-11, under section 29C of the Act. The penalty was paid by DHFL;
  - On March 31, 2014, a penalty INR 5,000/- was levied in terms of provisions of paragraph 29(5) of the Housing Finance Companies (NHB) direction 2010, in relation to non-disclosure of amounts transferred to reserve fund, separately in annual accounts for year 2012-13, under section 29C of National Housing Bank Act, 1987. The penalty was paid by DHFL under protest;
  - In May 2014, a penalty of INR 20,000/- was levied on DHFL, in relation to non-compliance of the provisions of paragraph 21 of Housing Finance Companies (NHB) Directions, 2010, in relation to closure of branches at 2 locations. The penalty was paid by DHFL;
  - In November, 2014, a penalty of INR 25,000/- was levied on DHFL, on account of delay in submitting certain quarterly reports to NHB in accordance with the provisions of the guidelines on Asset Liability Management. The penalty was paid by DHFL;
- On January 03, 2013, the Competition Commission of India has imposed a penalty of INR 1,000,000/- on DHFL on account of delay in submitting the notice of combination, within the time period specified in Section 6 (2) of the Competition Act, 2002. The penalty was paid by DHFL;

3. Details of violations and enforcement actions taken by SEBI in the last three years and/ or pending with SEBI for the violation of SEBI Act, 1992 and Rules and Regulations framed there under including debarment and/ or suspension and/ or cancellation and/ or imposition of monetary penalty/adjudication/enquiry proceedings, if any, to which the Sponsors and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel (especially the fund managers) of the AMC and Trustee Company were/ are a party: - *None*
4. Any pending material civil or criminal litigation incidental to the business of the Mutual Fund to which the Sponsors and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel are a party:- *None*
5. Any deficiency in the systems and operations of the Sponsors and/ or the AMC and/ or the Board of Trustees/Trustee Company requiring disclosure here by SEBI has specifically advised to be disclosed in the SID, or which has been notified by any other regulatory agency:- *None*

The above information has been disclosed in good faith as per the information available to the AMC.

The Scheme under this Scheme Information Document was approved by the Board of Directors of DHFL Pramerica Trustees Private Limited (Trustees to DHFL Pramerica Mutual Fund) on August 31, 2016.

**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.**

**For DHFL Pramerica Asset Managers Private Limited**  
(Asset Management Company to DHFL Pramerica Mutual Fund)

**Sd/-**  
**Suresh Soni**  
**Chief Executive Officer**

Date: February 08, 2017  
Place Mumbai

## INVESTOR SERVICE CENTRE AND OFFICIAL POINTS OF ACCEPTANCE

**Agra:** 1st Floor Deepak Wasan Plaza, Behind Holiday Inn, Opp Megdoot Furnitures, Sanjay Place, Agra - 282002. • **Ahmedabad:** 201/202 Shail Complex Opp. Madhusudan House, B/H Girish Cold Drink, Off C G Road, Navrangpura, Ahmedabad - 380006. • **Ajmer:** 302, 3rd Floor Ajmer Auto Building, Opposite City Power House, Jaipur Road, Ajmer - 305001. • **Akola:** Yamuna Tarang Complex, Shop No 30, Ground Floor, N.H. No-06, Murtizapur Road, Opp Radhakrishna Talkies, Akola - 444004. • **Aligarh:** 1st Floor, Kumar Plaza, Aligarh - 202001. • **Allahabad:** RSA Towers, 2nd Floor, Above Sony TV Showroom, 57, S P Marg, Civil Lines, Allahabad - 211001. • **Alwar:** 101, Saurabh Tower, Opp. UIT, Near Bhagat Singh Circle, Road No.2, Alwar - 301001. • **Amaravathi:** Shop No. 21, 2nd Floor, Gulshan Tower, Near Panchsheel Talkies, Jaistambh Square, Amaravathi - 444601. • **Ambala:** 6349, Nicholson Road, Adjacent KOS Hospitalambala Cant, Ambala - 133001. • **Amritsar:** 72-A, Taylor'S Road, Opp Agra Heritage Club, Amritsar - 143001. • **Anand:** B-42 Vaibhav Commercial Center, Nr TVS Down Town Show Room, Grid Char Rasta, Anand - 380001. • **Ananthapur:** #15/149, 1st Floor, S R Towers, Subash Road, Opp. To Lalitha Kala Parishad, Anantapur - 515001. • **Ankleshwar:** L/2 Keval Shopping Center, Old National Highway, Ankleshwar, Ankleshwar - 393002. • **Asansol:** 114/71 G T Road, Near Sony Centre, Bhanga Pachil, Asansol - 713303. • **Aurangabad:** Ramkunj Niwas, Railway Station Road, Near Osmanpura Circle, Aurangabad - 431005. • **Balalore:** M.S Das Street, Gopalgaon, Balasore, Orissa, Balasore - 756001. • **Bangalore:** 59, Skanda puttanna Road, Basavanagudi, Bangalore - 560004. • **Bankura:** Ambika Market Complex (Ground Floor), Nutanganj, Post & Dist Bankura, -Bankura - 722101. • **Bareilly:** 1st Floor, 165, Civil Linesopp. Hotel Bareilly Palace, Near Railway Station, Bareilly - 243001. • **Barhampore (WB):** Thakur Market Complex, Gorabazar, Post Berhampore Dist Murshidabad, 72 No Nayasarak Road, Barhampore (WB) - 742101. • **Baroda:** SB-5, Mangaldeep Complex, Opp. Masonic Hall, Productivity Road, Alkapuri, Baroda - 390007. • **Begusarai:** Near Hotel Diamond Surbhi Complex, O.C Township Gate, Kapasiya Chowk, Begusarai - 851117. • **Belgaum:** CTS No 3939/ A2 A1, Above Raymonds Show Room, Beside Harsha Appliances, Club Road, Belgaum - 590001. • **Bellary:** No. 1, KHB Colony, Gandhi Nagar, Bellary - 583103. • **Berhampur (OR):** Opp -Divya Nandan Kalyan Mandap, 3rd Lane Dharam Nagar, Near Lohiya Motor, Berhampur (OR) - 760001. • **Bhagalpur:** 2nd Floor, Chandralok Complex, Ghantaghar, Radha Rani Sinha Road, Bhagalpur - 812001. • **Bharuch:** Shop No 147-148, Aditya Complex, Near Kasak Circle, Bharuch - 392001. • **Bhavnagar:** Krushna Darshan Complex, Parimal Chowk, Office No. 306-307, 3rd Floor, Above Jed Blue Show Room, Bhavnagar - 364002. • **Bhilai:** Shop No -1, First Floor, Old Sada Office Block, Plot No -1, Commercial Complex, Nehru Nagar- East, Bhilai - 490020. • **Bhilwara:** Shop No. 27-28, 1st Floor, Heera Panna Market, Pur Road, Bhilwara - 311001. • **Bhopal:** Kay Kay Business Centre, 133, Zone I, MP Nagar, Above City Bank, Bhopal - 462011. • **Bhubaneswar:** A/181, Back Side Of Shivam Honda Show Room, Saheed Nagar, Bhubaneswar - 751007. • **Bikaner:** 70-71, 2nd Floor, Dr.Chahar Building, Panchsati Circle, Sadul Ganj, Bikaner - 334001. • **Bilaspur:** Shop No-201 & 202, 1st Floor, V R Plaza, Link Road, Bilaspur, C.G., Bilaspur - 495001. • **Bokaro:** B-1, 1st Floor, City Centre, Sector- 4, Near Sona Chandi Jewellers, Bokaro - 827004. • **Burdwan:** 63 GT Road, Halder Complex, 1st Floor, Burdwan - 713101. • **Chandigarh:** SCO 2423-2424, Sector 22-C, First Floor, Chandigarh - 160022. • **Chandrapur:** Rauts Raghuvanshi Complex, Shop No-1, Office No-2, 1st Floor, Beside Azad Garden Main Road, Chandrapur - 442402. • **Chennai:** F-11, Akshaya Plaza, 1st Floor, 108, Adhithanar Salai, Egmore, Opp To Chief Metropolitan Court, Chennai - 600002. • **Chinsura:** J C Ghosh Saranu, Bhanga Gara, Chinsurah, Hooghly, Chinsurah - 712101. • **Cochin:** Ali Arcade, 1st Floor, Kizhavana Road, Panampilly Nagar, Near Atlantis Junction, Ernakulam - 682036. • **Coimbatore:** 3rd Floor, Jaya Enclave, 1057 Avinashi Road, Coimbatore - 641018. • **Cuttack:** Po - Buxi Bazar, Cuttack, Opp Dargha Bazar Police Station, Dargha Bazar, Cuttack - 753001. • **Davangere:** D.No 376/2, 4th Main, 8th Cross, P J Extension, Opp Byadgishetta School, Davangere - 577002. • **Dehradun:** Kaulagarh Road, Near Sirmaur Margabove, Reliance Webworld, Dehradun - 248001. • **Dewas:** 27 RMO House, Station Road, Above Maa Chamunda Gaes Agency, Dewas - 455001. • **Dhanbad:** 208 New Market 2nd Floor, Bank More, Dhanbad - 826001. • **Dharwad:** 307/9-A 1st Floor, Nagarkar Colony, Elite Business Center, Nagarkar Colony, P B Road, Dharwad - 580001. • **Dhule:** Ground Floor Ideal Laundry, Lane No 4, Khol Galli, Near Muthoot Finance, Opp Bhavasara General Store, Dhule - 424001. • **Durgapur:** MWAV-16 Bengal Ambuja, 2nd Floor City Centre, 16 DT Burdwan, Durgapur - 713216. • **Erode:** No: 4, Veerappan Traders Complex, KMY Salai, Sathy Road, Opp. Erode Bus Stand, Erode - 638003. • **Faridabad:** A-2B, 1st Floor, Nehru Groundnit, Faridabad - 121001. • **Gandhidham:** 204 2nd Floor, Bhagwati Chamber, Kutchkala Road, Gandhidham - 382007. • **Gandhinagar:** Plot No - 945/2, Sector - 7/C, Opp Pathika, Gandhinagar - 382007. • **Gaya:** 1st Floor Lal Bhawan, Tower Chowk, Near Kiran Cinema, Gaya - 823001. • **Ghaziabad:** 1st Floor C-7, Lohia Nagar, Ghaziabad - 201001. • **Gorakhpur:** Above V.I.P. Houseadjacent, A.D. Girls College, Bank Road, Gorakhpur - 273001. • **Gulbarga:** CTS No 2913, 1st Floor, Asian Towers, Jagath Station Main Road, Next To Adithya Hotel, Gulbarga - 585105. • **Guntur:** D No 6-10-27, Srinilayam, Arundelpet, 10/1, Guntur - 522002. • **Gurgaon:** Shop No.18, Ground Floor, Sector - 14, Opp. AKD Tower, Near Huda Office, Gurgaon - 122001. • **Guwahati:** 1st Floor, Rajrangbali Building, Near Bora Service Station, GS Road, Guwahati - 781007. • **Gwalior:** 2nd Floor, Rajeev Plaza, Jayendra Ganj, Lashkar, Gwalior - 474009. • **Haridwar:** 8, Govind Puri, Opp. LIC - 2, Above Vijay Bank, Main Road, Ranipur More, Haridwar - 249401. • **Hassan:** SAS No-212, Ground Floor, Sampige Road, 1st Cross, Near Hotel Southern Star, K R Puram, Hassan - 573201. • **Hubli:** CTC No.483/A1/A2, Ground Floor, Shri Ram Palza, Behind Kotak Mahindra Bank, Club Road, Hubli - 580029. • **Hyderabad:** 8-2-596, Avenue 4, Karvy Plaza, Street No 1, Banjara Hills, Hyderabad - 500034. • **Indore:** 2nd Floor, 203-205 Balaji Corporates, Above ICICI bank, 19/1 New Palasia, Near Curewell Hospital, Janjeerwala Square Indore, Indore - 452001. • **Jabalpur:** Grover Chamber, 43 Naya Bazar Malviya Chowk, Opp Shyam Market, Jabalpur - 482002. • **Jaipur:** S16/A, 3rd Floor, Land Mark Building Opp Jai Club, Mahaver Marg C Scheme, Jaipur - 302001. • **Jalandhar:** 1st Floor, Shanti Towers, SCO No. 37, PUDA Complex, Opposite Tehsil Complex, Jalandhar - 144001. • **Jalgaon:** 269, Jae Vishva, 1st Floor, Baliram Peth, Above United Bank Of India, Near Kishor Agencies, Jalgaon - 425001. • **Jalpaiguri:** D B C Road Opp Nirala Hotel, Opp Nirala Hotel, Jalpaiguri - 735101. • **Jammu:** 5 A/D Extension 2, Near Panama Chowk Petrol Pump, Panama Chowk, Jammu - 180012. • **Jamnagar:** 136-137-138 Madhav Palaza, Opp SBI Bank, Nr Lal Bungalow, Jamnagar - 361001. • **Jamshedpur:** 2nd Floor, R R Square, SB Shop Area, Near Reliance Foot Print & Hotel- BS Park Plaza, Main Road, Bistupur, Jamshedpur - 831001. • **Jodhpur:** 203, Modi Arcade, Chopasni Road, Jodhpur - 342001. • **Junagadh:** 124-125 Punit Shopping Center, M.G Road, Ranavav Chowk, Junagadh - 362001. • **Kanpur:** 15/46, B, Ground Floor, Opp. Muir Mills, Civil Lines, Kanpur - 208001. • **Karimnagar:** H.No.4-2-130/131, Above Union Bank, Jafri Road, Rajeev Chowk, Karimnagar - 505001. • **Karur:** No.6, Old No.1304, Thiru-vi-ka Road, Near G.R.Kalyan Mahal, Karur - 639001. • **Kharagpur:** 180 Malancha Road, Beside Axis Bank Ltd, Kharagpur - 721304. • **Kolhapur:** 605/1/4 E Ward, Shahupuri 2nd Lane, Laxmi Niwas, Near Sultane Chambers, Kolhapur - 416001. • **Kolkata:** 166 A Rashbihari Avenue 2nd Floor, Opp- Fortish Hospital, Kolkata - 700029. • **Kota:** 29, 1st Floor, Near Lala Lajpat Rai Circle, Shopping Centre, Kota - 324007. • **Kurnool:** Shop No.43, 1st Floor, S V Complex, Railway Station Road, Near SBI Main Branch, Kurnool - 518004. • **Lucknow:** 1st Floor. A. A. Complex, Thaper House, 5 Park Road, Hazratganj, Lucknow - 226001. • **Ludhiana:** SCO 136, 1st Floor Above Airtel Showroom, Feroze Gandhi Market, Ludhiana - 141001. • **Madurai:** Rakesh Towers, 30-C, 1st Floor, Bye pass Road, Opp Nagappa Motors, Madurai - 625010. • **Malda:** Sahis Tuli, Under Ward No.6, No.1 Govt Colony, English Bazar Municipality, Malda - 732101. • **Mangalore:** Mahendra Arcade, Opp Court Road, Karangal Padi, Mangalore - 575003. • **Margao:** 2nd Floor, Dalal Commercial Complex, Pajifond, Margao - 403601. • **Meerut:** 1st Floor, Medi Centre, Opp ICICI Bank, Hapur Road, Near Bachha Park, Meerut - 250002. • **Mehsana:** UI/47 Apollo Enclave, Opp Simandhar Temple, Modhera Cross Road, Mehsana - 384002. • **Moradabad:** Om Arcade, Parker Road, Above Syndicate Bank, Chowk Tari Khana, Moradabad - 244001. • **Mumbai:** 24/B, Raja Bahadur Compound, Ambalal Doshi Marg, Behind BSE Bldg, Fort - 400001. • **Mumbai:** Vile Parle: 104, Sangam Arcade, V. P. Road, Opp. Railway Station, Above Axis Bank ATM Vile Parle (West), Mumbai - 400056. • **Muzaffarpur:** 1st Floor, Uma Market, Thana Gumtimotoi Jheel, Muzaffarpur - 842001. • **Mysore:** L-350, Silver Tower, Ashoka Road, Opp Clock Tower, Mysore - 570001. • **Nadiad:** 104/105, Near Paras Cinema, City Point Nadiad, Nadiad - 387001. • **Nagpur:** Plot No 2/1, House No 102/1, Mata Mandir Road, Mangaldeep Apartment, Opp Khandelwal Jewelers, Dharampeth, Nagpur - 440010. • **Nanded:** Shop No.4, Santakripa Market, G G Road, Opp. Bank Of India, Nanded - 431601. • **Nasik:** F-1, Suyojit Sankul, Sharanpur Road, Nasik - 422002. • **Navsari:** 1/1 Chinmay Arcade, Opp Sattapir Rd, Tower Rd, Navsari - 396445. • **Nellore:** 16-2-230, Room No: 207, 2nd Floor, Keizen Heights, Gandhi Nagar, Pogathota, Nellore - 524001. • **New Delhi:** 305 New Delhi House, 27 Barakhamba Road, New Delhi - 110001. • **Nizamabad:** H No 5-6-430, Above Bank Of Baroda, First Floor, Beside HDFC Bank, Hyderabad Road, Nizamabad - 503003. • **Noida:** 405, 4th Floor, Vishal Chamber, Plot No. 1, Sector-18, Noida - 201301. • **Panipat:** 1st Floor, Krishna Tower, Above Amertex, G.T. Road, Panipat - 132103. • **Panjim:** City Business Centre, Coelho Pereira Building, "Room No 18, 19 & 20, Dada Vaidya Road. • **Patiala:** SCO 27 D, Chotti Baradari, Near Car Bazaar, Patiala - 147001. • **Patna:** 3A, 3rd Floor, Anand Tower, Exhibition Road, Opp ICICI Bank, Patna - 800001. • **Pondicherry:** No 7, Thiayagaraja Street, Pondicherry - 605001. • **Pune:** Mozaic Bldg, CTS No.1216/1, Final Plot No.576/1 TP, Scheme No.1, F C Road, Bhamburda, Shivaji Nagar, Pune - 411004. • **Raipur:** Shop No. 31, Third Floor, Millenium Plaza, Above Indian House, Behind Indian Coffee House, Raipur - 492001. • **Rajahmundry:** D.No.6-1-4, Rangachary Street, T.Nagar, Near Axis Bank Street, Rajahmundry - 533101. • **Rajkot:** 104, Siddhi Vinyak Com., Opp Ramkrishna Ashram, Dr Yagnik Road, Rajkot, Rajkot - 360001. • **Ranchi:** Room No 307, 3rd Floor, Commerce Tower, Beside Mahabir Tower, Ranchi - 834001. • **Ratlam:** 1 Nagpal Bhawan, Free Ganj Road, Do Batti, Near Nokia Care, Ratlam - 457001. • **Rourkela:** 1st Floor, Sandhu Complex, Kachery Road, Uditnagar, Rourekla - 769012. • **Salem:** No:40, Brindavan Road, Fairlands, Near Perumal Koil, Salem - 636016. • **Sambalpur:** Ground Floor, Quality Massion, Infront of Bazaar Kolkata, Nayapara, Sambalpur - 768001. • **Shillong:** Annex Mani Bhawan, Lower Thana Road, Near R K M LP School, Shillong - 793001. • **Shimla:** Triveni Building, By Pas Chowkhhallini, Shimla - 171002. • **Shimoga:** Sri Matra Naika Complex, 1st Floor, Above Shimoga Diagnostic Centre, LLR Road, Durgigudi, Shimoga - 577201. • **Silchar:** N.N. Dutta Road, Chowchakra Complex, Premtala, Silchar - 788001. • **Siliguri:** Nanak Complex, Sevoke Road, Siliguri - 734001. • **Solapur:** Block No 06, Vaman Nagar, Opp DMart, Jule Solapur, Solapur - 413004. • **Srikakulam:** D.No-4-1-28/1, Venkateswara Colony, Near Income Tax Office, Srikakulam - 532001. • **Surat:** G-5 Empire State Building, Nr Udhna Darwaja, Ring Road, Surat - 395002. • **Tirupathi:** H.No:10-13-425, 1st Floor, Tilak Road, Opp. Sridevi Complex, Tirupathi - 517501. • **Trichur:** 2nd Floor, Brothers Complex, Naikkanal Junction, Shornur Road, Near Dhanalakshmi Bank H O, Thrissur - 680001. • **Trichy:** 60, Sri Krishna Arcade, Thennur High Road, Trichy - 620017. • **Trivandrum:** 2nd Floor, Akshaya Tower, Sasthamangalam, Trivandrum - 695010. • **Tuticorin:** 4 - B, A34 - A37, Mangalmal Mani Nagar, Opp. Rajaji Park, Palayamkottai Road, Tuticorin - 628003. • **Udaipur:** 201-202, Madhav Chambers, Opp G P O, Chetak Circle, Udaipur - 313001. • **Ujjain:** 101 Aashta Tower, 13/1 Dhanwantri Marg, Freeganj, Ujjain - 456010. • **Valsad:** Shop No 2, Phiroza Corner, Opp Next Show Room, Tithal Road, Valsad - 396001. • **Vapi:** Shop No-12, Ground Floor, Sheetal Appatment, Near K P Tower, Vapi - 396195. • **Varanasi:** D-64/132, 1st Floor, Anant Complex, Siga, Varanashi - 221010. • **Vellore:** 1, M N R Arcade, Officers Line, Krishna Nagar, Vellore - 632001. • **Vijayawada:** 39-10-7, Opp. Municipal Water Tank, Labbipet, Vijayawada - 520010. • **Visakhapatnam:** Door No: 48-8-7, Dwaraka Diamond, Ground Floor, Srinagar, Visakhapatnam - 530016. • **Warangal:** 5-6-95, 1st Floor, Opp: B.Ed Collage, Lashkar Bazar, Chandra Complex, Hanmakonda, Warangal - 506001.

**LIST OF DESIGNATED COLLECTION CENTERS / INVESTOR SERVICE CENTRES**

**DHFL PRAMERICA ASSET MANAGERS PVT. LTD.**  
(Erstwhile Pramerica Asset Managers Private Limited)

|                    |   |
|--------------------|---|
| <b>Mumbai:</b>     | 2nd Floor, Nirlon House, Dr. Annie Besant Road, Worli, Mumbai - 400030.   |
| <b>Ahmedabad:</b>  | First Floor, Zodiac Avenue, Opp Mayor's Bungalow, Law Garden Road, Ellis Bridge, Ahmedabad - 380006.                                  |
| <b>Asansol:</b>    | H. No. 2, 1st Floor, ST No 1, Hindustan Park, Asansol - 713304 West Bengal.   |
| <b>Bangalore:</b>  | Unit No.806, 8th Floor, Prestige Meridian - I, 29 M.G. Road, Bangalore - 560001.  |
| <b>Baroda:</b>     | 1st Floor, Sidharath Complex, R.C. Dutt, Alkapuri, Baroda - 390007.   |
| <b>Chennai:</b>    | Gee Gee Plaza, 3rd Floor, Plot No.14A, Door No:1, Wheat Croft Road, Nungambakkam, 600034 Chennai, India.                              |
| <b>Hyderabad:</b>  | Unit No 305, 3rd Floor, Ashok Scintilla, H No 3-6-520, Himayatnagar, Hyderabad - 500029.  |
| <b>Kolkata:</b>    | Om Towers, 10th Floor, Unit No 1008, 32 Chowringhee Road, Kolkata - 700071.   |
| <b>New Delhi:</b>  | Premises No 1307/1308, Gopal Das Bhawan, 28, Barakhamba Road, Connaught Place, New Delhi - 110001.                                    |
| <b>Pune:</b>       | Office No. A-1, Ground Floor, Deccan Chambers, C.T.S. No. 33/40, Opposite Janata Sahakari Bank, Erandwana, Karve Road, Pune - 411004. |
| <b>Jaipur:</b>     | 326, 3rd Floor, Ganpati Plaza, M I Road, Jaipur - 302001.   |
| <b>Kanpur:</b>     | Unit No : 14/113, 1st Floor, KAN Chambers, 14/113, Civil Lines, Kanpur - 208001.  |
| <b>Chandigarh:</b> | SCO 811-812, 2nd Floor, Sector 22- A, Chandigarh - 160022.  |
| <b>Cochin:</b>     | 510, 5th Floor, Govardhan Business Centre, Chittoor Road, Cochin - 682035.  |

If Undelivered Please return to :

**DHFL Pramerica Asset Managers Private Limited**  
(Erstwhile Pramerica Asset Managers Private Limited)

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