

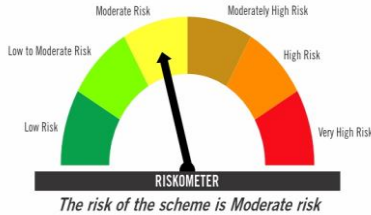
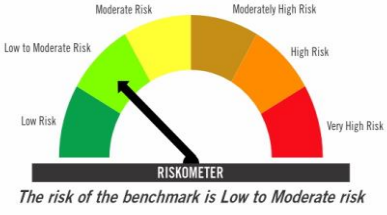
## SCHEME INFORMATION DOCUMENT

### FRANKLIN INDIA FLOATING RATE FUND

An open-ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/ derivatives).

Potential Risk Class (PRC) description: A relatively high interest rate risk and moderate credit risk scheme.



#### SECTION I

| This product is suitable for investors who are seeking*:  | Scheme Riskometer as on March 31, 2025  | Benchmark Riskometer (as applicable) as on March 31, 2025   |
|---|---|---|
| <ul style="list-style-type: none"> <li>Regular income for short term</li> <li>Investment in floating rate and short term fixed rate debt instruments</li> </ul> |  | <p><b>Tier 1 Index</b></p> <p>Primary Benchmark: NIFTY Short Duration Debt Index A-II</p>  |

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

Please refer to our website (<https://www.franklintempletonindia.com/downloadsServlet/pdf/product-labels-jg9o5k7l>) or latest Risk-o-meters of scheme and primary benchmark calculated in accordance with Para 5.16, 5.17 and 17.4 of SEBI Master Circular on Mutual Funds dated June 27, 2024.

- Potential Risk Class (PRC) Matrix for Franklin India Floating Rate Fund in accordance with Para 17.5 of SEBI Master Circular on Mutual Funds dated June 27, 2024.

| <b>Max. Interest Rate Risk</b><br> | <b>Max. Credit Rate Risk</b>  |                             |                       |                              |
|---|---|-----------------------------|-----------------------|------------------------------|
|   | POTENTIAL RISK CLASS  | Relatively Low<br>(Class A) | Moderate<br>(Class B) | Relatively High<br>(Class C) |
|   | Relatively Low<br>(Class I)   |                             |                       |                              |
|   | Moderate<br>(Class II)  |                             |                       |                              |
|   | Relatively High<br>(Class III)  |                             | <b>B-3</b>            |                              |

**Description of potential risk: Relatively high interest rate risk and Moderate credit risk**

Potential Risk Matrix contains Maximum Interest rate risk (calculated using Macaulay Duration of the scheme) and Maximum Credit Risk (calculated using the Credit Risk Value).

**CONTINUOUS OFFER**

Offer for units on an ongoing basis at NAV based prices

|   |   |
|---|---|
| Mutual Fund: Franklin Templeton Mutual Fund   | Asset Management Company: Franklin Templeton Asset Management (India) Pvt. Ltd.<br>CIN - <u>U67190MH1995PTC093356</u> |
| Trustee Company: Franklin Templeton Trustee Services Pvt. Ltd.<br>CIN - U65991MH1995PTC095500 | Sponsor: Templeton International, Inc. (USA)  |

Address: One International Centre, Tower 2, 12th and 13th Floor, Senapati Bapat Marg, Elphinstone Road (West), Mumbai 400013

Website: [www.franklintempletonindia.com](http://www.franklintempletonindia.com)

**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 circulars issued thereunder 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 Franklin Templeton Mutual Fund, Standard Risk Factors, Special Considerations, Tax and Legal issues and general information on <https://www.franklintempletonindia.com/downloads/fund-documents>.**

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

**The Scheme Information Document (Section I and II) should be read in conjunction with the SAI and not in isolation.**

This Scheme Information Document is dated May 12, 2025.

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Part I. HIGHLIGHTS/SUMMARY OF THE SCHEME

| Sr. No.   | Title   | Description  |             |   |   |                              |
|---|---|--|-------------|---|---|------------------------------|
| I.  | Name of the scheme                                  | Franklin India Floating Rate Fund (FIFRF)  |             |   |   |                              |
| II.   | Category of the Scheme                              | Floating Rate Fund   |             |   |   |                              |
| III.  | Scheme type   | An open ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/ derivatives)<br>A relatively high interest rate risk and moderate credit risk scheme.   |             |   |   |                              |
| IV.   | Scheme code   | FTMF/O/D/FLF/01/04/0015  |             |   |   |                              |
| V.  | Investment objective                                | The primary investment objective of the Scheme is to provide income and liquidity consistent with the prudent risk from a portfolio comprising of floating rate debt instruments, fixed rate debt instruments swapped for floating rate return, and also fixed rate instruments and money market instruments.<br>There is no assurance that the investment objective of the Scheme will be achieved  |             |   |   |                              |
| VI.   | Liquidity/listing details                           | The Scheme will open for purchase/subscriptions, repurchase/redemption on all Business Days.The redemption proceeds will be despatched to the unitholders within the regulatory time limit of 3 working days of the receipt at the Official Point of Accepting Transactions (OPAT) of the Mutual Fund.<br><br>The Scheme is not proposed to be listed.   |             |   |   |                              |
| VII.  | Benchmark (Total Return Index)                      | NIFTY Short Duration Debt Index A-II<br>The AMC/ Trustees reserve the right to change benchmark in future for measuring performance of the scheme.   |             |   |   |                              |
| VIII.   | NAV disclosure                                      | <div>The NAV will be calculated for every Business Day and can be viewed on <a href="http://www.franklintempletonindia.com">www.franklintempletonindia.com</a> and <a href="http://www.amfiindia.com">www.amfiindia.com</a>. NAV will be calculated up to four decimal places using standard rounding criteria.</div> <table><tr><th>Particulars</th><th>NAV declaration time for a Business Day &amp; Rationale</th></tr><tr><td>If entire assets under management (AUM) is invested only in Indian securities</td><td>11 p.m. on same Business Day</td></tr></table> | Particulars | NAV declaration time for a Business Day & Rationale | If entire assets under management (AUM) is invested only in Indian securities | 11 p.m. on same Business Day |
| Particulars   | NAV declaration time for a Business Day & Rationale |  |             |   |   |                              |
| If entire assets under management (AUM) is invested only in Indian securities | 11 p.m. on same Business Day                        |  |             |   |   |                              |

| Sr. No. | Title  | Description   |  |
|---------|--|---|--|
|         |  | If entire or part of AUM is invested in overseas securities   | As the prices of overseas securities would be determined as per a different time zone, the Scheme(s) may declare the NAV for a Business Day by the next Business Day by 10:00 a.m. |
|         |  | Further details provided in Section II.   |  |
| IX.     | <b>Applicable timelines</b>  | <p><b>Dispatch of redemption proceeds</b> - 3 working days from date of receipt of the valid redemption request at the Official Points of Acceptance of Transactions (OPAT) of the Mutual Fund. In case of exceptional situations, additional time for redemption payment may be taken. This shall be in line with AMFI letter dated January 16, 2023.</p> <p><b>Dispatch of Payout of Income Distribution cum capital withdrawal (IDCW) option</b> - 7 working days from record date.</p>  |  |
| X.      | <b>Plans and Options</b><br>Plans/Options and sub options under the Scheme | <ul style="list-style-type: none"> <li>• <b>Growth Plan</b></li> <li>• <b>IDCW Plan</b> (with reinvestment only)</li> <li>• <b>Direct - Growth Plan</b></li> <li>• <b>Direct - IDCW Plan</b> (with reinvestment only)</li> </ul> <p>All the plans have a common portfolio. The face value of the Units is Rs.10 each.</p> <p>The investors must clearly indicate the plan/option (Growth, Direct - Growth, IDCW or Direct - IDCW) in the relevant space provided for in the Application Form. In the absence of such instruction, it will be assumed that the investor has opted for the <b>Default Plan</b> which shall be <b>Direct Plan</b> (for investments not routed through an AMFI registered mutual fund distributor) and <b>Default Option</b>, which is Growth in case Growth or IDCW is not indicated.</p> <p>For detailed disclosure on default plans and options, kindly refer SAI.</p> |  |
| XI.     | <b>Load Structure</b>  | <p>Exit Load - Nil</p> <p>Subject to the Regulations, the Trustee / AMC reserves the right to modify / change the load structure on a prospective basis.</p>  |  |
| XII.    | <b>Minimum Application Amount/ Switch in</b>                               | <p><b>Subscription/ Redemption:</b> Rs.1,000</p> <p><b>Systematic Investment Plan (SIP)</b> - Rs. 500</p> <p>The amount for subscription, SIP in excess of the minimum amount specified above is any amount in multiple of Re. 1/-</p>  |  |

|              |  |   |
|--------------|--|---|
| <b>XIII.</b> | <b>Minimum Additional Purchase Amount</b>  | Rs.1,000 and multiples of Re.1 thereafter<br>The amount for subscription, SIP in excess of the minimum amount specified above is any amount in multiple of Re. 1/-  |
| <b>XIV.</b>  | <b>Minimum Redemption/switch out amount</b>  | Minimum of Rs.1,000/-<br>The amount for redemption in excess of the minimum amount specified above is any amount in multiple of Re. 1/  |
| <b>XV.</b>   | <b>New Fund Offer Period</b><br>This is the period during which a new scheme sells its units to the investors.   | Not applicable  |
| <b>XVI.</b>  | <b>New Fund Offer Price:</b> This is the price per unit that the investors have to pay to invest during the NFO. | Not applicable  |
| <b>XVII.</b> | <b>Segregated portfolio/side pocketing disclosure</b>  | AMC may create segregated portfolio in the scheme. For details, kindly refer SAI  |
| <b>XVIII</b> | <b>Swing pricing disclosure</b>  | Swing Pricing Framework may be implemented after following procedure as prescribed by SEBI. For details, kindly refer SAI   |
| <b>XIX.</b>  | <b>Stock lending/short selling</b>   | The scheme may engage in stock lending/ short selling of securities in accordance with the guidelines issued by SEBI.<br>For details, kindly refer SAI.   |
| <b>XX.</b>   | <b>How to Apply and other details</b>  | Investors can subscribe for the Units of the Scheme by completing the Application Form and delivering it at any Investor Service Centre or Collection Centre. KYC complied investor/ Investors who are able to provide necessary information and/or documents to perform KYC can perform a web-based transaction to purchase units of the Scheme on website of the Mutual Fund ( <a href="http://www.franklintempletonindia.com">www.franklintempletonindia.com</a> ), FT Mobile App or through any other electronic mode introduced from time to time.<br><br>Please refer to the SAI and the Key Information Memorandum/ Application Form for the instructions. Further details provided in Section II. |
| <b>XXI.</b>  | <b>Investor services</b>   | <b>Contact details for general service requests:</b>  |

|       |  |   |
|-------|--|---|
|       |  | <p>Good Shepherd Square, 4th Floor, No.82, MGR Salai (Erstwhile Kodambakkam High Road), Chennai-600034, Tamil Nadu.</p> <p><b>Tel:</b> 1-800-425-4255 or 1-800-258-4255 (toll-free numbers). International Callers can reach at 91-44-28885200 or 91-44-69030702 (Local call rates apply to both the numbers) from 8.00 a.m. to 9.00 p.m., Monday to Saturday.</p> <p><b>Email:</b> <a href="mailto:service@franklintempleton.com">service@franklintempleton.com</a></p> <p><b>Contact details for complaint resolution: Ms. Rini Krishnan</b> has been appointed as the Investor Relations Officer of the AMC. She can be contacted at the above address.</p>  |
| XXII  | Specific attribute of the scheme (such as lock in, duration in case of target maturity scheme/close ended schemes) (as applicable) | Not Applicable  |
| XXIII | Special product/facility available during the NFO and on ongoing basis   | <p>Following facilities are available:</p> <ul style="list-style-type: none"> <li>• Exchange/Switch</li> <li>• Systematic Investment Plan (SIP)</li> <li>• Systematic Investment Plan (SIP) Variants facility</li> <li>• Step Up SIP</li> <li>• Pause SIP</li> <li>• Any Date SIP</li> <li>• SIP Amount Change</li> <li>• Flexi SIP</li> <li>• Systematic Transfer Plan (STP)</li> <li>• Flex STP</li> <li>• Value Systematic Transfer Plan</li> <li>• Systematic Withdrawal Plan (SWP)</li> <li>• Family Solutions' Facility</li> <li>• Transfer Of Income Distribution Cum Capital Withdrawal Plan (TIDCW)</li> <li>• Facility for subscription, redemption and switch of units through stock exchange infrastructure</li> </ul> <p>For Details, kindly refer SAI</p> |
| XXIV. | Weblink  | <p>TER for last 6 months, Daily TER as well as scheme factsheet shall be made available on <u>Reports</u> (<a href="http://franklintempletonindia.com">franklintempletonindia.com</a>) under Total Expense Ratio of schemes and</p>   |

|  |  |  |
|--|--|--|
|  |  | <a href="http://www.franklintempletonindia.com/downloads/fund-literature">www.franklintempletonindia.com/downloads/fund-literature</a> respectively. |
|--|--|--|

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

It is confirmed that:

- (i) The Scheme Information Document submitted to SEBI is in accordance with the SEBI (Mutual Funds) Regulations, 1996 and the guidelines and directives issued by SEBI from time to time.
- (ii) All legal requirements connected with the launching of the Scheme as also the guidelines, instructions, etc., issued by the Government and any other competent authority in this behalf, have been duly complied with.
- (iii) The disclosures made in the Scheme Information Document are true, fair and adequate to enable the investors to make a well informed decision regarding investment in the Scheme.
- (iv) The intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and their registration is valid, as on date.
- (v) The contents of the Scheme Information Document including figures, data, yields etc. have been checked and are factually correct.
- (vi) A confirmation that the AMC has complied with the compliance checklist applicable for Scheme Information Documents and other than cited deviations/ that there are no deviations from the regulations.
- (vii) Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.
- (viii) The Trustees have ensured that Franklin India Floating Rate Fund approved by them is a new product offered by Franklin Templeton Mutual Fund and is not a minor modification of any existing scheme/fund/product.

**Date: May 12, 2025**

**Place: Mumbai  
Officer**

**Name: Saurabh Gangrade  
Designation: Compliance**

## Part II. INFORMATION ABOUT THE SCHEME

### A. How will the scheme allocate its assets?

Under normal market circumstances, the investment range would be as follows:

| Instruments   | Indicative allocations (% of total assets) |         |
|---|--|---------|
|   | Maximum                                    | Minimum |
| Floating Rate debt instruments (including fixed rate instruments converted to floating rate exposures using swaps/ derivatives)                         | 100  | 65      |
| Debt (other than floating rate instruments), Money market instruments and Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) | 35   | 0       |

The cumulative gross exposure through debt and derivative positions (*including fixed income derivatives*), *repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time*) 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. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.

The Scheme may have exposure in the following:

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

| Sl. no | Type of Instrument | Percentage of exposure   | Circular references*   |
|--------|--------------------|--|--|
| 1      | Securities Lending | <p>A maximum of 40% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk.</p> | Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024 |

|   |   |  |  |
|---|---|--|--|
|   |   | Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.   |  |
| 2 | <b>Securitized Debt</b>                                 | Upto 50% of the net assets   | Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024   |
| 3 | <b>Derivatives for hedging and rebalancing purposes</b> | up to a maximum of 100% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures, Interest Rate Swaps and any other derivatives instrument as prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time. | Para 12.25 of SEBI Master Circular dated June 27, 2024.                  |
| 4 | <b>Credit default Swaps</b>                             | As per applicable regulations  | Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024   |
| 5 | <b>Covered call options</b>                             | The scheme will not invest in covered call options   | Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024 |
| 6 | <b>Repos/reverse repo in corporate debt securities</b>  | Upto 10% of net assets   | Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024   |
| 7 | <b>Overseas Securities</b>                              | upto 50% of net assets   | Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024   |
| 8 | <b>ReITS and InVITS</b>                                 | A maximum of 10% of net assets may be deployed in REITs and InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.  | Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024   |

|    |   |  |   |
|----|---|--|---|
| 9  | <b>Securities borrowing &amp; Short selling</b>   | If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.   | Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024  |
| 10 | <b>Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)</b> | The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following:<br>a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer<br>b) A Mutual Fund scheme shall not invest:<br>a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and<br>b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer | Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024                               |
| 11 | <b>Debt instruments with Credit enhancement/structured obligations</b>  | Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme  | Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024 |

|    |                                     |  |   |
|----|-------------------------------------|--|---|
| 12 | <b>Units of mutual Fund schemes</b> | The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund | Schedule 7 of SEBI (Mutual Funds) Regulations, 1996 |
| 13 | <b>Tri-party repos</b>              | Upto 35% of net assets   | Not applicable                                      |

It must be clearly understood that the percentages stated above are only indicative and not absolute and that they can vary substantially (subject to and within the maximum limits prescribed above) depending upon the perception of the Investment Manager, the intention being at all times to seek to protect the interests of the Unit holders. The asset allocation pattern described above may alter from time to time on a short-term basis on defensive considerations (As per Para 1.14.1.2.b of SEBI Master circular on Mutual Funds dated June 27, 2024), keeping in view market conditions, market opportunities, applicable regulations and political and economic factors (i.e., for reasons other than downgrade in rating) and would, in such cases, shall be rebalanced within 30 calendar days from date of deviation. However, if the asset allocation pattern is to be altered for other reasons, as this is a fundamental attribute, the procedure outlined in the paragraph on fundamental attributes below, shall be followed.

In accordance with the requirement of regulation 43A of SEBI (Mutual Funds) Regulations, 1996 read with Para 16A.1 of SEBI Master Circular on Mutual Funds dated June 27, 2024 on Investment by Mutual Fund Schemes and AMCs in units of Corporate Debt Market Development Fund, scheme shall invest 25 bps of its AUM as on December 31, 2022 in the units of the Corporate Debt Market Development Fund ('CDMDF') within 10 working days from the request of CDMDF. Further, an incremental contribution to CDMDF shall be made every six months within 10 working days from the end of half year starting from December 2023 to ensure 25 bps of scheme AUM is invested in units of CDMDF. However, if AUM decreases there shall be no return or redemption from CDMDF. Contribution made to CDMDF, including the appreciations on the same, if any, shall be locked-in till winding up of the CDMDF.

However, in case of winding up of contributing Scheme, inter-scheme transfers within the same Mutual Fund or across Mutual Funds may be undertaken.

Further, investments in CDMDF units shall not be considered as violation while considering maturity restriction as applicable for various purposes (including applicable Investment limits) and the calculations of Potential Risk Class (PRC) Matrix, Risk-o-meter, Stress testing and Duration for various purposes shall be done after excluding investments in units of CDMDF.

#### **Portfolio rebalancing:**

In the event of deviations the portfolio will be rebalanced as per Para 2.9 of SEBI Master Circular on Mutual Funds dated June 27, 2024. In the event of deviation from mandated asset allocation mentioned in the Scheme Information Document (SID) due to passive breaches (occurrence of instances not arising out of omission and commission of AMCs), rebalancing period shall be 30 Business Days. Where the portfolio is not rebalanced within 30 Business Days justification in writing, including details of efforts taken to rebalance the portfolio shall be placed before the Investment Committee. The Investment committee shall then decide on the course of action. The Investment Committee, if so desires, can extend the timelines up to sixty (60) business days from the date of completion of mandated rebalancing period. However, at all times the portfolio will adhere to the overall investment objectives of the Scheme.

All the reporting and disclosure requirements as mentioned in Para 2.9 of SEBI Master Circular on Mutual Funds dated June 27, 2024 shall be complied with. This includes disclosure to investors in case the AUM of deviated portfolio is more than 10% of the AUM of main portfolio of scheme.

In accordance with Para 4.6 of SEBI Master Circular on Mutual Funds dated June 27, 2024, the scheme shall hold at least 10% of their net assets in liquid assets. For this purpose, 'liquid assets' shall include Cash, Government Securities, T-bills and Repo on Government Securities. Such investment shall not be included for determining the scheme characteristics as specified in Part IV of SEBI Master Circular on Mutual Funds dated June 27, 2024. In case, the exposure in such liquid assets / securities falls below the SEBI prescribed threshold, the AMC shall ensure compliance with the above requirement before making any further investments.

NOTE: The investment under Direct Plans shall have the same portfolio as that of the plan/option under which it is introduced, and hence the same investment objectives and investment pattern as that of the existing respective Scheme/Scheme Portfolio.

## **B. Where will the scheme invest?**

Subject to the SEBI Regulations, the Scheme may invest in various types of instruments including, but not limited to, any of the following:

- (a) Securities issued, guaranteed or supported by the Central Government or any state government (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills)
- (b) Securities issued by any domestic government agencies, quasi-government or statutory bodies, Public Sector Undertakings, which may or may not be guaranteed or supported by the Central Government or any state government
- (c) Domestic non-convertible securities as well as non-convertible portion of convertible securities, such as debentures, coupon bearing bonds, zero coupon bonds, deep discount bonds, Mibor-linked or other floating rate instruments, premium notes and other debt securities or obligations of public sector undertakings, banks, financial institutions, corporations, companies and other bodies corporate as may be permitted by SEBI / RBI from time to time
- (d) Domestic securitised debt, pass through obligations, various types of securitisation issuances including but not limited to Asset Backed Securitisation, Mortgage Backed Securitisation, single loan securitisation and other domestic securitisation instruments, and so on as may be permitted by SEBI from time to time.

- (e) Domestic Commercial Paper (CP), Certificate of Deposits (CD), Bills Rediscounting, TREPs, Reverse Repo, and other Money Market Instruments as may be permitted by SEBI / RBI from time to time.
- (f) Domestic derivatives including Interest Rate Futures, Interest rate swaps, imperfect hedging and other derivative instruments are permitted by SEBI from time to time
- (g) Deposits with domestic banks and other bodies corporate as may be permitted by SEBI from time to time
- (h) Foreign Securities
- (i) Real Estate Investment Trusts (REITs) and Infrastructure Investment Trusts (InvITs)
- (j) Repo of corporate debt securities
- (k) Any other domestic debt and money market instruments that may be available from time to time.

Further, the scheme investing in Foreign Securities may invest in various types of instruments including, but not limited to, any of the following:

- (a) foreign debt securities (non-convertible) in the countries with fully convertible currencies
- (b) overseas short term as well as long term debt instruments with rating not below investment grade by accredited/registered credit rating agencies
- (c) Overseas Money market instruments rated not below investment grade
- (d) Overseas repos in the form of investment, where the counterparty is rated not below investment grade (repos shall not however, involve any borrowing of funds by the Scheme)
- (e) Foreign government securities where the countries are rated not below investment grade
- (f) Overseas derivatives traded on recognized stock exchanges overseas (currently permitted only for hedging and portfolio balancing with underlying as securities)
- (g) Short term deposits with banks overseas where the issuer is rated not below investment grade
- (h) Overseas Exchange Traded Funds (ETFs)
- (i) units/securities issued by overseas mutual funds or unit trusts registered with overseas regulators and investing in permitted Foreign Securities, Real Estate Investment Trusts (REITs) listed in recognized stock exchanges overseas or unlisted overseas securities (not exceeding 10% of their net assets).
- (j) Units of Corporate Debt Market Development Fund
- (k) Any other permitted overseas securities / instruments that may be available from time to time.

Investment in Foreign Securities shall be made in accordance with the guidelines issued by SEBI and RBI from time to time. The securities mentioned above could be listed, unlisted, publicly offered, privately placed, secured, unsecured, rated or unrated and of varying maturity. The securities may be acquired through public offerings (IPOs), secondary market operations, private placement, rights offers or negotiated deals. The Scheme may also enter into repurchase and reverse repurchase obligations in all securities held by it as per the guidelines and regulations applicable to such transactions.

### **C. What are the investment strategies?**

Invests in floating rate instruments and other debt & money market instruments with an aim to minimise the risk arising from interest rate fluctuations.

The Scheme may use derivatives for such purposes as may be 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 margin money deployed on derivative positions would be included in Debt & Money Market Instruments. The cumulative gross exposure through equity, debt and derivative positions shall not exceed 100% of the net assets of the scheme.  
For detailed derivative strategies, please refer to SAI.

**D. How will the scheme benchmark its performance?**

| Index                                | Justification   |
|--------------------------------------|---|
| NIFTY Short Duration Debt Index A-II | The benchmark is reflective of the category of the scheme and same has been prescribed by AMFI. |

The AMC / Trustee reserves the right to change / modify the benchmark by issuing an addendum.

**E. Who manages the scheme?**

| Fund Manager  | Tenure of managing the scheme as on May 12, 2025 |
|---------------|--|
| Pallab Roy    | 18.78 year                                       |
| Rohan Maru    | 0.59 year  |
| Sandeep Manam | 3.57 years                                       |

Their details are as follows:

| Name  | Qualifications  | Functions & Experience   | Scheme Managed   |
|---|---|--|--|
| <b>Pallab Roy</b><br><br>Age: 51 Years<br>Total experience : 24 Years | MBA (Fin.),<br>M.Com., DBF  | <b>Assistant Vice President and Portfolio Manager - Fixed Income</b> (based at Mumbai).<br><br>Prior assignments:<br>Franklin Templeton Asset Management (India) Pvt. Ltd. (June 2001 - till date). Previous roles included Bond/Money market security trading along with responsibility for Liquidity Management & Portfolio MIS - Fixed Income funds | <ul style="list-style-type: none"> <li>Franklin India Debt Hybrid Fund</li> <li>Franklin India Floating Rate Fund</li> <li>Franklin India Pension Plan</li> <li>Franklin India Liquid Fund</li> <li>Franklin India Overnight Fund</li> <li>Franklin India Ultra Short Duration Fund</li> </ul> |
| <b>Rohan Maru</b><br><br>Age: 41 years<br><br>Total Years             | PGemBA -<br>Mumbai Education Trust (Finance)<br><br>Masters in Commerce - | <b>Vice President- Portfolio Manager, Fixed Income</b> (based in Mumbai).<br><br><b>Prior Assignments (last 10 years):</b><br>ICICI Prudential Asset Management  | <ul style="list-style-type: none"> <li>Franklin India Debt Hybrid Fund</li> <li>Franklin India Floating Rate Fund</li> <li>Franklin India Liquid Fund</li> </ul>   |

| Name  | Qualifications  | Functions & Experience  | Scheme Managed   |
|---|---|---|--|
| of<br>Experience<br>:17.5 Years   | RA Podar<br>College,<br>Mumbai<br>University<br><br>Bachelors in<br>management<br>studies - VES<br>College,<br>Mumbai<br>University.  | Company Pvt Ltd (05 November<br>2012 till 27 September 2024)  | <ul style="list-style-type: none"> <li>Franklin India Money Market Fund</li> <li>Franklin India Overnight Fund</li> <li>Franklin India Equity Savings Fund</li> <li>Franklin India Ultra Short Duration Fund</li> <li>Franklin India Arbitrage Fund</li> <li>Franklin India Low Duration Fund</li> </ul> |
| <b>Sandeep Manam</b><br><br>Age: 39<br>Years<br>Total<br>experience<br>: 15 Years | PGDM- IIM-<br>Ahmedabad<br>B.Tech<br>(Electronics &<br>Communicatio<br>n Engg.)-<br>National<br>Institute of<br>Technology<br>Calicut | <p>AVP &amp; Senior Research Analyst<br/>(based at Chennai)</p> <p>He is responsible for researching investment opportunities in automotive and airline sectors.</p> <p>Prior Assignments:<br/>Cognizant Technology Solutions<br/>(April 2014- July 2015)<br/>He was supporting UBS lead analyst in covering Indian Auto, Auto component sectors. Also supported coverage of Indian Pharma companies.<br/>Shapoorji Pallonji &amp; Company Private Limited<br/>(April 2011- March 2014)<br/>He was responsible for supporting the Group's Head (Strategy) in driving strategy at the group and company level.</p> | Dedicated Fund Manager for investment in Foreign Securities for Franklin Equity Team and also the fund manager of Franklin India Feeder – Franklin U.S Opportunities Fund and Franklin India Feeder – Templeton European Opportunities Fund.   |

**F. How is the scheme different from existing schemes of the mutual fund?**

As per Para 2.6 of SEBI Master Circular on Mutual Funds dated June 27, 2024, Franklin India Floating Rate Fund. It falls under 'Debt Schemes – Floating Rate Fund' category. The list of existing open ended Schemes falling under Debt scheme category are mentioned below

| <b>Debt Schemes</b>                                  | <b>Scheme Category</b>       | <b>Product Positioning</b>  |
|--|------------------------------|---|
| Franklin India Liquid Fund (FILF)                    | Liquid                       | A liquid fund that invests in short term and money market instruments.  |
| Franklin India Money Market Fund (FIMMF)             | Money Market Fund            | Invests in money market instruments with high liquidity and low to moderate credit risk.  |
| Franklin India Low Duration Fund (FILWD)             | Low Duration                 | A fixed income fund that invests in debt and money market instruments such that the Macaulay Duration of the portfolio is between 3 to 6 months.                          |
| Franklin India Floating Rate Fund (FIFRF)            | Floater Fund                 | Invests primarily in floating rate instruments and debt and money market instruments.   |
| Franklin India Corporate Debt Fund (FICDF)           | Corporate Bond Fund          | A corporate bond fund that focuses on income generation along with some capital gains by predominantly investing in AA+ and above rated Corporate Bonds                   |
| Franklin India Banking & PSU Debt Fund (FIBPDF)      | Banking and PSU Fund         | A fixed income fund that invests predominantly in debt and money market instruments issued by Banks, PSUs, PFIs and Municipal bonds.                                      |
| Franklin India Government Securities Fund (FIGSF)    | Gilt Fund                    | A fixed income fund that predominantly invests in government securities and manages the portfolio duration based on the market outlook.                                   |
| Franklin India Overnight Fund (FIONF)                | Overnight Fund               | A fund that invests in debt & money market instruments having maturity of one business day  |
| Franklin India Ultra Short Duration Fund (FIUSDF)    | Ultra Short Duration Fund    | A fixed income fund that invests in mix of short term debt and money market instruments such that the Macaulay duration of the portfolio is between 3 months to 6 months. |
| Franklin India Medium to Long Duration Fund (FIMLDF) | Medium to Long Duration Fund | A fixed income fund that invests in debt and money market instruments such that the Macaulay duration of the portfolio is between 4 years to 7 years                      |
| Franklin India Long Duration Fund (FILDrF)           | Long Duration Fund           | A fixed income fund that invests in debt and money market instruments such that the Macaulay duration of the portfolio is greater than 7 years.                           |

For detailed comparative table of the aforesaid schemes, please click here: <https://www.franklintempletonindia.com/download/en-in/odd-table-bw-schemes/77b11672-39af-4c36-aa6e-e6865dacbf67/Detailed-Comparative-table-of-existing-schemes.pdf>

**G. How has the scheme performed (if applicable)**

**FIFRF**

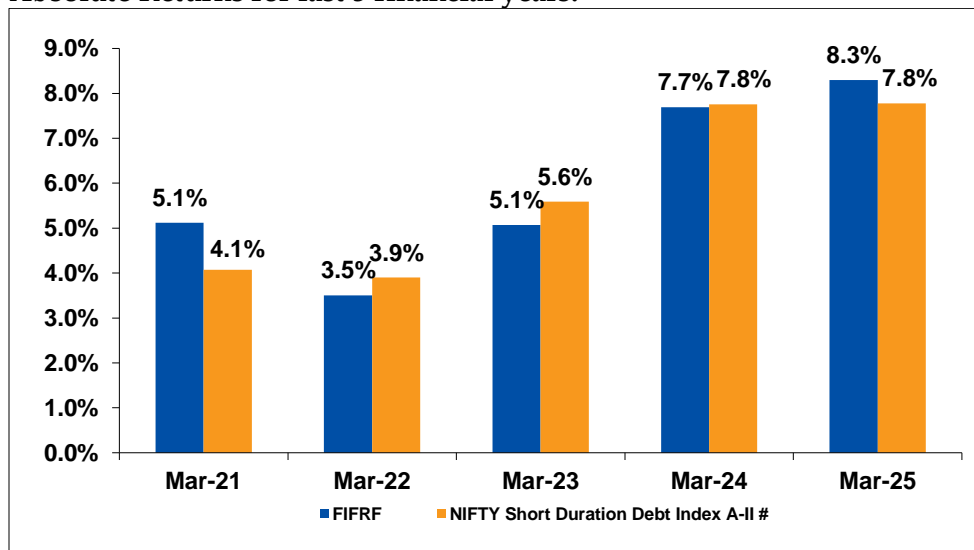
| Compounded annualised returns | FIFRF | NIFTY Short Duration Debt Index A-II # |
|-------------------------------|-------|--|
| Returns for the last 1 year   | 8.29% | 7.78%                                  |
| Returns for the last 3 years  | 7.00% | 7.03%                                  |
| Returns for the last 5 years  | 5.92% | 5.80%                                  |
| Returns since inception       | 5.93% | NA                                     |

Past performance may or may not be sustained in future and is not a guarantee of any future returns.

Based on Growth Plan NAVs of March 31, 2025. Inception date: April 23, 2001

# Index is adjusted for the period March 30, 2002 to December 1, 2021 with the performance of CRISIL Liquid Fund Index and for the period December 1, 2021 to April 1, 2024 with the performance of CRISIL Low Duration Debt Index. NIFTY Short Duration Debt Index A-II is the benchmark for FIFRF effective April 1, 2024

**Absolute Returns for last 5 financial years:**



**Past performance may or may not be sustained in future.**

Based on Growth Plan NAVs

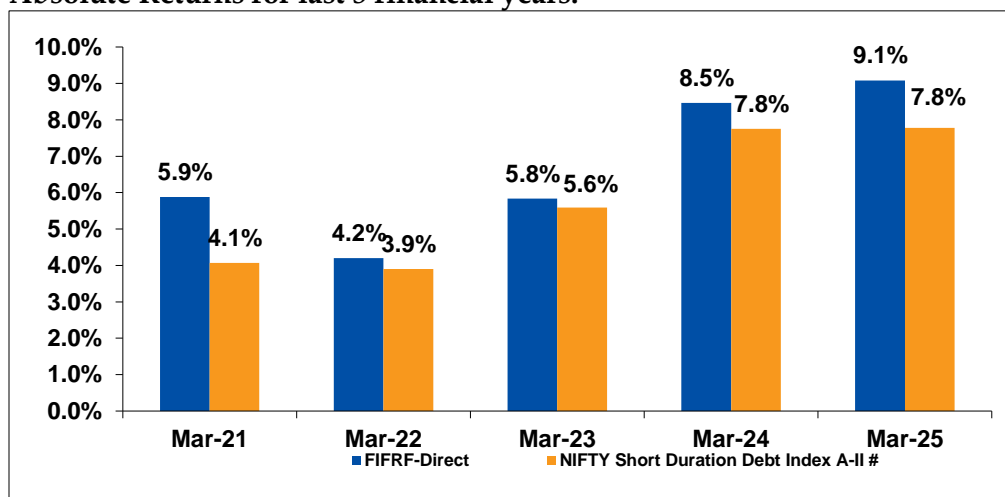
# Index is adjusted for the period March 30, 2002 to December 1, 2021 with the performance of CRISIL Liquid Fund Index and for the period December 1, 2021 to April 1, 2024 with the performance of CRISIL Low Duration Debt Index. NIFTY Short Duration Debt Index A-II is the benchmark for FIFRF effective April 1, 2024

**FIFRF - Direct**

| Compounded annualised returns | FIFRF - Direct | NIFTY Short Duration Debt Index A-II # |
|-------------------------------|----------------|--|
|-------------------------------|----------------|--|

|                              |       |       |
|------------------------------|-------|-------|
| Returns for the last 1 year  | 9.08% | 7.78% |
| Returns for the last 3 years | 7.78% | 7.03% |
| Returns for the last 5 years | 6.67% | 5.80% |
| Returns since inception      | 7.07% | 6.97% |

#### Absolute Returns for last 5 financial years:



**Past performance may or may not be sustained in future.**

Based on Growth Plan NAVs.

# Index is adjusted for the period March 30, 2002 to December 1, 2021 with the performance of CRISIL Liquid Fund Index and for the period December 1, 2021 to April 1, 2024 with the performance of CRISIL Low Duration Debt Index. NIFTY Short Duration Debt Index A-II is the benchmark for FIFRF effective April 1, 2024

#### H. Additional Scheme Related Disclosures

- Scheme's portfolio holdings (top 10 holdings by issuer and fund allocation towards various sectors - <https://www.franklintempletonindia.com/fund-details/fund-overview/2651/franklin-india-floating-rate-fund>
- Disclosure of name and exposure to Top 7 issuers, stocks, groups and sectors as a percentage of NAV of the scheme in case of debt and equity ETFs/index funds through a functional website link that contains detailed description: Not applicable
- Portfolio Disclosure - Fortnightly / Monthly/ Half yearly - <https://www.franklintempletonindia.com/reports> and <https://www.franklintempletonindia.com/funds-and-solutions/funds-explorer/all-mutual-funds>
- Portfolio Turnover Rate: Not applicable
- Aggregate investment in the Scheme by Concerned scheme's Fund Manager(s)

| Sl.No: | Category of Persons           | Net Value |              | Market Value (Rs.) |
|--------|-------------------------------|-----------|--------------|--------------------|
|        |                               | Units     | Nav Per Unit |                    |
| 1      | Fund Manager(s) of the scheme | 22,542.52 | 43.3555      | 977342.23          |

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

- vi. Investments of AMC in the Scheme – Franklin Templeton Asset Management (India) Private Limited, the asset management company may invest in the Scheme. However, as per SEBI (Mutual Funds) Regulations, 1996, Franklin Templeton Asset Management (India) Private Limited will not charge any Investment Management Fee for its investment in the Scheme. In addition, the funds managed by the sponsors, Franklin Templeton Group may invest in the Scheme.

The details are provided on <https://www.franklintempletonindia.com/reports> under AMC reports .

Pursuant to regulation 43A of SEBI (Mutual Funds) Regulations, 1996 and Para 16A.1 of SEBI Master Circular on Mutual Funds dated June 27, 2024 on Investment by Mutual Fund Schemes and AMCs in units of Corporate Debt Market Development Fund, AMC shall make a one-time contribution equivalent to 2 bps of the AUM of the specified debt oriented schemes as on December 31, 2022 in the units of the Corporate Debt Market Development Fund ('CDMDF') within 10 working days of request from CDMDF. Contribution made to CDMDF, including the appreciations on the same, if any, shall be locked-in till winding up of the CDMDF.

In case of delay in contribution by the Scheme and AMC, the AMC shall be liable to pay interest at fifteen percent (15%) per annum for the period of delay.

- vii. Risk-o-meter shall be evaluated on a monthly basis and the Risk-o-meter shall be disclosed along with portfolio disclosure on FTMF website (<https://www.franklintempletonindia.com/downloadsServlet/pdf/product-labels-jg9o5k7l>) and on AMFI website within 10 days from the close of each month.
- viii. Scheme Summary Document (SSD) shall be updated on a Monthly basis or on changes in any specified fields, whichever is earlier. The same shall be uploaded on websites of FTMF (<https://www.franklintempletonindia.com/downloads/fund-documents>), AMFI and stock exchanges.

### Part III- OTHER DETAILS

#### A. Computation of NAV

The Net Asset Value (NAV) is the value of a Unit and is computed as shown below:

|                       |   |   |
|-----------------------|---|---|
| <b>NAV</b>            | = | Market Value of the scheme's investments + other assets (including accrued interest) - all liabilities except unit capital & reserves |
| <b>(Rs. Per unit)</b> |   | Number of units outstanding at the end of the day   |

For example, if the market value of securities of a mutual fund scheme is INR 200 lakh and the mutual fund has issued 10 lakh units of INR 10 each to the investors, then the NAV per unit of the fund is INR 20 (i.e. 200 lakh/10 lakh).

The NAV will be normally computed for all Business Days of the Scheme and will be calculated to four decimals using standard rounding criteria.

While determining the price of the units, the mutual fund shall ensure that the repurchase price of an open ended scheme is not lower than 95 per cent of the Net Asset Value.

Valuation of the scheme's assets, calculation of the scheme's NAV and the accounting policies & standards will be subject to such norms and guidelines that SEBI may prescribe from time to time. For the detailed Valuation Policy and the accounting policy of the AMC, please refer the Statement of Additional Information.

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

#### B. Annual Scheme Recurring Expenses

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

The AMC has estimated that upto 2.00% of the daily average net assets of the scheme will be charged to the scheme as expenses. For the actual current expenses being charged, the investor should refer to the website of the mutual fund:  
<https://www.franklintempletonindia.com/reports?secondFilter=15>

In accordance with Regulations, the asset management company ("AMC") is entitled to charge the scheme with investment and advisory fees. In addition to such fees, the AMC may charge the scheme such expenses as may be permitted under Regulations from time to time.

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 asset management company, but including the investment management and advisory fee shall be within the limits stated in Regulations 52 read with SEBI notification no. SEBI/LAD-NRO/GN/2018/51 dated December 13, 2018 and Para 10. 1 of Master Circular on Mutual Funds dated June 27, 2024, as follows:

(I) Recurring expenses including the investment management and advisory fee subject to the limits specified in the table below (as % of daily net assets):

|                               |   |
|-------------------------------|---|
| on the first Rs. 500 crores   | 2.00%   |
| on the next Rs. 250 crores    | 1.75%   |
| on the next Rs. 1,250 crores  | 1.50%   |
| on the next Rs. 3,000 crores  | 1.35%   |
| on the next Rs. 5,000 crores  | 1.25%   |
| On the next Rs. 40,000 crores | Total expense ratio reduction of 0.05% for every increase of Rs.5,000 crores of daily net assets or part thereof. |
| Above Rs. 50,000 crores       | 0.80%   |

(II) In addition to the above, the following costs or expenses may be charged to the Scheme, as per sub regulation 52(6A) namely-

(a) brokerage and transaction costs which are incurred for the purpose of execution of trade up to 0.12 per cent of trade value in case of cash market transactions and 0.05 per cent of trade value in case of derivatives transactions

(b) expenses not exceeding 0.30% of daily net assets, if the new inflows from retail investors from such cities as specified by SEBI from time to time are at least - (i) 30% of gross new inflows in the scheme, or; (ii) 15% of the average assets under management (year to date) of the scheme, whichever is higher.

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

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

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

These expenses are in abeyance with effect from March 1, 2023 till further instructions from SEBI.

(c) additional expenses not exceeding 0.05% of daily net assets of the scheme towards various permissible expenses.

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

Any expenditure in excess of the limits specified in sub-regulations 52 (6) and 52 (6A)] shall be borne by the asset management company or by the trustee or sponsors.

(III) The AMC may charge Goods and Service Tax on investment and advisory fees to the Scheme in addition to the maximum limit of annual recurring expenses as prescribed in Regulation 52. Further, the below mentioned expenses and charges shall be borne by the Scheme within the maximum limit of annual recurring expenses as prescribed in Regulation 52.

- a) Goods and Service Tax on expenses other than investment and advisory fees; and,
- b) brokerage and transaction costs (including Goods and Service Tax) incurred for the purpose of execution of trade in excess of 0.12% in case of cash market transactions and 0.05% in case of derivatives transactions, if any.

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 (I) and (II)(c) above.

The total 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 Para 10.1.16 of SEBI Master Circular on Mutual Funds dated June 27, 2024, as explained above.

As per Para 10.1.16 of SEBI Master Circular on Mutual Funds dated June 27, 2024, 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 investments under 'Direct' shall have a lower expense ratio excluding distribution expenses, commission, etc., and no commission shall be paid on investments under Direct Plan. The Direct Plan shall also have a separate NAV.

The Trustee / AMC reserves the right to charge higher operating expenses in relation to investing overseas as and when SEBI permits.

The AMC has estimated the following recurring expenses for the first Rs.500 crores of Average Daily Net Assets:

| Particulars   | % of Average Daily Net Assets                       |
|---|---|
| Recurring expenses permissible under Regulation 52(6)(c)(i):<br>(a) Investment Management and Advisory Fee<br>(b) Expenses -<br>- Custodial Fees<br>- Registrar & Transfer Agent Fees including cost related to providing accounts statement, IDCW/redemption cheques/warrants etc., Listing Fees<br>- Marketing & Selling Expenses including distributor /agent Commission, brokerage & transaction Cost pertaining to the | (a) + (b) - not exceeding 2.00% of daily net assets |

| Particulars  | % of Average Daily Net Assets  |
|--|--|
| <ul style="list-style-type: none"> <li>distribution of units and statutory advertisements</li> <li>- Costs related to investor communications</li> <li>- Expenses towards investor education and awareness initiatives (at least 0.02%)</li> <li>- Fees and Expenses of Trustees / Audit Fees</li> <li>- Costs of fund transfer from location to location</li> <li>- Goods and Service Tax on expenses other than investment and advisory fees</li> <li>- Brokerage and transaction costs (including Goods and Service Tax) incurred for the purpose of execution of trade in excess of 0.12% (in case of cash market transactions) / 0.05% (in case of derivatives transactions)</li> <li>- Other permissible expenses</li> </ul> |  |
| (c) Goods and Service Tax on investment and advisory fees  | At actual  |
| (d) Additional expenses permissible under Regulation 52(6A)(c) towards various permissible expenses  | not exceeding 0.05% of daily net assets  |
| (e) Expenses in case of inflows from retail investors from cities beyond Top 30 cities charged proportionately under Regulation 52(6A)(b) (refer II(b) above)  | not exceeding 0.30% of daily net asset (These expenses are in abeyance with effect from March 1, 2023 till further instructions from SEBI) |

The above estimates have been made in good faith as per the information available to the Investment Manager based on past experience and are subject to change inter-se and types of the expenses charged shall be as per the Regulations.

For the actual Annual Scheme Recurring expenses currently being charged, the investor should refer to

<https://www.franklintempletonindia.com/reports?secondFilter=15>

The tables relating to Annual Scheme Recurring Expenses given above and the Load structure given below have been given to the investor to assist him / her in understanding the various costs and expenses that an investor of the scheme will bear directly or indirectly.

Investment management fees are payable monthly in arrears. The direct expenses incurred by each scheme of Franklin Templeton Mutual Fund shall be chargeable to that scheme. The common expenses incurred on various schemes could be allocated to the schemes based on various parameters such as number of unitholders, the size of the corpus / assets, equally or any other basis in conformity with generally accepted accounting principles.

| Illustration of expenses and impact on the return   |              |         |              |              |         |              |
|---|--------------|---------|--------------|--------------|---------|--------------|
|   | Regular Plan |         |              | Direct Plan* |         |              |
|   | Amount       | Units   | NAV Per Unit | Amount       | Units   | NAV Per Unit |
| Opening Investment and NAV Per Unit for the Day (a) | 1,000,000    | 100,000 | 10.0000      | 1,000,000    | 100,000 | 10.0000      |
| Closing Investment and NAV Per Unit for the Day (b) | 1,099,940    | 100,000 | 10.9994      | 1,099,970    | 100,000 | 10.9997      |
| NAV Movement (c = a - b)                            | 99,940       |         | 0.9994       | 99,970       |         | 0.9997       |
| Return for the Day after expenses (d = (c / a) %)   | 9.9940%      |         | 9.9940%      | 9.9970%      |         | 9.9970%      |
| TER % (e)   | 2%           |         |              | 1%           |         |              |
| Distribution Expenses % (j)                         | 1%           |         |              |              |         |              |
| Expenses for the Day (f = (b * e)/365 days)         | 60           |         | 0.0006       | 30           |         | 0.0003       |
| Impact on Return due to Expenses % (g = (f / a) %)  | 0.0060%      |         |              | 0.0030%      |         |              |
| Value of investment prior to expense (h = b + f)    | 1,100,000    |         | 11.0000      | 1,100,000    |         | 11.0000      |
| Return prior to expenses for the Day (i = d + g)    | 10.00000%    |         |              | 10.00000%    |         |              |

\*The investments under 'Direct' has lower expense ratio excluding distribution expenses, commission, etc., and no commission is paid on investments under Direct Plan. The Direct Plan also has a separate NAV as illustrated above.

#### **Notes:**

- The above illustration is provided only to explain the impact of expense ratio on scheme's returns, and not to be construed as providing any kind of investment advice or guarantee on returns on investments.
- The Expense are charged on the closing asset under management and are subject to change on a periodic basis.

The tax impact has not been considered in the above illustration. 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.

#### **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. For the current applicable structure, please visit Franklin Templeton India's website ([www.franklintempletonindia.com](http://www.franklintempletonindia.com)) or call at 1800 425 4255 or 1-800 -258 4255 (Please prefix the city STD code if calling from a mobile phone. Local call rates apply to both the number) or contact your distributor.

| Sr. No | Particulars                                   | As % of NAV |
|--------|---|-------------|
| 1      | Sales / Entry load on purchase / subscription | 0%          |
| 2      | Exit Load on redemption / repurchase          | 0%          |
| 3      | Load on Switch / Exchange                     | 0%          |

For investments under 'Direct' plan, the Exit load applicable shall be the same as the exit load applicable in the respective Scheme/Scheme Portfolio.

The applicability of exit load in respect of switches between plans and options within the same Scheme will be as follows:

| Nature of investment  | Exit Load applicability  |
|---|--|
| Existing and new investments made under a Distributor code      | No load will be charged on switches to Direct Plan   |
| Existing and new investments made without a Distributor code    | No load will be charged on switches to Direct.   |
| Investment made under Direct route on or after January 01, 2013 | No load will be charged on switches from Direct to other plans and options under the Scheme available for investment under a Distributor code. |

For determining whether an investment was made under a Distributor code or not, the Distributor code as per the records of the AMC/Registrar on the date of the switch transaction will be considered.

As per Para 10.4.1.a of SEBI Master Circular on Mutual Funds dated June 27, 2024, no entry load will be charged for purchase/additional purchase/switches accepted by the Mutual Fund. Similarly, no entry load will be charged with respect to all applications for registrations under the Systematic Investment Plan (SIP)/Systematic Transfer Plan (STP) accepted by the Mutual Fund including SIPs registered prior to August 1, 2009.

The upfront commission on investment made by the investor, if any, shall be paid to the ARN Holder (AMFI registered distributor) directly by the investor, based on the investor's assessment of various factors including service rendered by the ARN Holder.

All the switches / exchanges will be treated as redemption in the source scheme and subscription in the destination scheme, with the entry and exit load as may be applicable. The switches of Units will be considered on First-in-First-Out (FIFO) basis.

The AMC/Trustee reserves the right to modify the Load/Fee mentioned above at any time in future on a prospective basis, subject to the limits prescribed under the SEBI Regulations.

For the information of the investors, any introduction / change of load in the Scheme may be put up on the website of the Mutual Fund. The addendum detailing the changes may be circulated among the Investor Service Centres / Distributors / Brokers under directions to display it at their respective offices in form of a Notice and attach it to the copies of Scheme Information Documents and Key Information Memorandum (if required) already in stock. The load may also be disclosed in the account statement issued after the introduction of such load.

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

All loads collected on units shall be retained in the Fund and maintained in a separate account and would strictly and fully be utilised by the Investment Manager in providing distribution related services to the Mutual Fund relating to the sale, promotion, advertising and marketing of Units of the Scheme, including payments to brokers / registrars for their services in connection with the distribution of the Units. Any surplus in this account may be credited to the scheme, whenever felt appropriate by the AMC. As per Para 10.4.1.a of SEBI Master Circular on Mutual Funds dated June 27, 2024, effective August 01, 2009, of the exit load charged to the investor, a maximum of 1% of the redemption proceeds shall be maintained in a separate account which can be used by the AMC to pay commissions to the distributor and to take care of other marketing and selling expenses. Any balance shall be credited to the scheme immediately.

Effective October 01, 2012, exit load(if any) charged to the unit holders by the Mutual Fund on redemption (including switch-out) of units shall be credited to the respective scheme net of Goods and service tax. Goods and Service tax on exit load, if any, shall be paid out of the exit load proceeds.

**Load on bonus/Reinvestment of Income Distribution cum capital withdrawal option units:** As per Para 10.6 of SEBI Master Circular on Mutual Funds dated June 27, 2024, no entry and exit load shall be charged on bonus units or units allotted on reinvestment of IDCW.

## Section II

### I. Introduction

#### A. Definitions/interpretation

In this SID, all references to “U.S.\$” or “\$” are to United States of America Dollars and “Rs.” are to Indian Rupees.

For detailed description please click the link: [https://www.franklintempletonindia.com/download/en-in/odd-definitions/f92ebc52-1aaa-4233-a032-1445e20b9739/Definitions\\_scheme-docs.pdf](https://www.franklintempletonindia.com/download/en-in/odd-definitions/f92ebc52-1aaa-4233-a032-1445e20b9739/Definitions_scheme-docs.pdf)

#### B. Risk factors

#### SCHEME SPECIFIC RISK FACTORS

1. The performance of the scheme may be affected by the corporate performance, macro-economic factors, changes in Government policies, general levels of interest rates and risk associated with trading volumes, liquidity and settlement systems in the securities markets.
2. Low trading volumes, settlement periods and transfer procedures may restrict the liquidity of the scheme's investments. Transacting may become difficult due to extreme volatility in the market resulting in constriction in volumes. Additionally, changes in the SEBI/ RBI regulations/Guidelines may have an adverse impact on the liquidity of the scheme. Different segments of the Indian financial markets have different settlement periods, and such period may be extended significantly by unforeseen circumstances. The length of time for settlement may affect the Scheme in the event the Scheme has to meet an inordinately large number of redemption requests. In addition, the Trustee at its sole discretion reserves the right to limit or withdraw sale and/or repurchase/redemption and/or switching of the units in the scheme (including any one of the Plans of the scheme) temporarily or indefinitely under certain circumstances. For details refer the Section '**Suspension of sale of units**' and '**Suspension of redemption of units**'. The scheme will retain certain investments in cash or cash equivalent for the day to day liquidity requirements.
3. **Interest rate risk:** This risk results from changes in demand and supply for money and other macroeconomic factors and creates price changes in the value of debt instruments. Consequently, the Net Asset Value of the scheme may be subject to fluctuation. Changes in the interest rates may affect the Scheme's Net Asset Value as the prices of securities generally increase as interest rates decline and generally decrease as interest rates rise. Prices of long term securities generally fluctuate more in response to interest rate changes than do short-term securities. Indian debt markets can be volatile leading to the possibility of price movements up or down in fixed income securities and thereby possible movements in the NAV. This may expose the schemes to possible capital erosion
4. **Credit risk or default risk:** This refers to the risk that an issuer of a fixed income security may default (i.e. will be unable to make timely principal and interest payments on the security). Default risk / credit risk arises due to an issuer's inability to meet obligations on the principal repayment and interest payments. Because of this risk corporate debentures are sold at a yield above those offered on Government Securities, which are sovereign obligations and free of credit risk. Normally the value of a fixed income security will fluctuate depending upon the changes in the perceived level of credit risk as well as any actual event of default. The greater the credit risk, the greater the yield required for someone to be compensated for the increased risk.

5. **Market risk:** This risk arises due to price volatility due to such factors as interest sensitivity, market perception or the credit worthiness of the issuer and general market liquidity, change in interest rate expectations and liquidity flows. This may expose the schemes to possible capital erosion.
6. **Reinvestment risk:** This risk refers to the interest rate levels at which cash flows received for the securities in the Scheme are reinvested. Investments in debt instruments are subject to reinvestment risks as interest rates prevailing on interest or maturity due dates may differ from the original coupon of the bond, which might result in the proceeds being invested at a lower rate. The additional risk from reinvestment is the "interest on interest" component. The risk is that the rate at which interim cash flows can be reinvested may be lower than that originally assumed.
7. **Liquidity or Marketability Risk:** This refers to the ease with which a security can be sold at or near to its valuation yield-to-maturity (YTM). The primary measure of liquidity risk is the spread between the bid price and the offer price quoted by a dealer. Liquidity risk is today characteristic of the Indian fixed income market.
8. Certain fixed income securities give an issuer the right to call its securities, before their maturity date, in periods of declining interest rates. The possibility of such pre-payment risk may force the fund to re-invest the proceeds of such investments in securities offering lower yields, thereby reducing the fund's interest income.
9. The scheme may invest in non-publicly offered debt securities. This may expose the scheme to liquidity risks.
10. Different types of securities in which the scheme would invest as given in the Scheme Information Document carry different levels and types of risks. Accordingly the scheme's risk may increase or decrease depending upon its investment pattern. e.g. corporate bonds carry a higher amount of risk than Government securities. Further even among corporate bonds, bonds which are AAA rated are comparatively less risky than bonds which are AA rated.
11. Money market securities, while fairly liquid, lack a well-developed secondary market, which may restrict the selling ability of the scheme.

#### **Risks associated with Securitised Debts**

12. Different types of Securitised Debts in which the scheme would invest carry different levels and types of risks. Accordingly the scheme's risk may increase or decrease depending upon its investments in Securitised Debts. e.g. AAA securitised bonds will have low Credit Risk than a AA securitised bond. Credit Risk on Securitised Bonds may also depend upon the Originator, if the Bonds are issued with Recourse to Originator. A Bond with Recourse will have a lower Credit Risk than a Bond without Recourse. Underlying Assets in Securitised Debt may be the Receivables from Auto Finance, Credit Cards, Home Loans or any such receipts. Credit risk relating to these types of receivables depends upon various factors including macro-economic factors of these industries and economies. To be more specific, factors like nature and adequacy of property mortgaged against these borrowings, loan agreement, mortgage deed in case of Home Loan, adequacy of documentation in case of Auto Finance and Home Loan, capacity of borrower to meet its obligation on borrowings in case of Credit Cards and intentions of the borrower influence the risks relating to the assets (borrowings) underlying the Securitised Debts. Holders of Securitised Assets may have Low Credit Risk with Diversified Retail Base on Underlying Assets, especially when Securitised Assets are created by High Credit Rated Tranches. Risk profiles of Planned Amortisation Class Tranches (PAC), Principal Only Class Tranches (PO) and Interest Only Class Tranches (IO) will also differ, depending upon the interest rate movement and Speed of Pre-payments. A change in market interest rates/prepayments may not change the absolute amount of receivables for the investors, but affects the reinvestment of the periodic cash flows that the investor receives in the securitised paper.
13. Presently, secondary market for securitised papers is not very liquid. There is no assurance that a deep secondary market will develop for such securities. This could limit the ability of the investor to resell them. Even if a secondary market develops and sales were to take place, these secondary transactions may be at a discount to the initial issue price due to changes in the interest rate structure

14. Securitised transactions are normally backed by pool of receivables and credit enhancement as stipulated by the rating agency, which differ from issue to issue. The Credit Enhancement stipulated represents a limited loss cover to the Investors. These Certificates represent an undivided beneficial interest in the underlying receivables and there is no obligation of either the Issuer or the Seller or the originator, or the parent or any affiliate of the Seller, Issuer and Originator. No financial recourse is available to the Certificate Holders against the Investors' Representative. Delinquencies and credit losses may cause depletion of the amount available under the Credit Enhancement and thereby the Investor Payouts may get affected if the amount available in the Credit Enhancement facility is not enough to cover the shortfall. On persistent default of an Obligor to repay his obligation, the Seller may repossess and sell the underlying Asset. However many factors may affect, delay or prevent the repossession of such Asset or the length of time required to realize the sale proceeds on such sales. In addition, the price at which such Asset may be sold may be lower than the amount due from that Obligor.

#### **Risks associated with Securities Lending**

15. Engaging in securities lending is subject to risks related to fluctuations in collateral value and settlement/liquidity and counter party risks. The risks in lending portfolio securities, as with other extensions of credit, consist of the failure of another party, in this case the approved intermediary, to comply with the terms of agreement entered into between the lender of securities i.e. the Scheme and the approved intermediary. Such failure to comply can result in the possible loss of rights in the collateral put up by the borrower of the securities, the inability of the approved intermediary to return the securities deposited by the lender and the possible loss of any corporate benefits accruing to the lender from the securities deposited with the approved intermediary. The Mutual Fund may not be able to sell such lent securities and this can lead to temporary illiquidity.

#### **Risks associated with Short-selling of Securities**

16. Purchasing a security entails the risk of the security price going down. Short selling of securities (i.e. sale of securities without owning them) entails the risk of the security price going up there by decreasing the profitability of the short position. Short selling is subject to risks related to fluctuations in market price, and settlement/liquidity risks. If required by the Regulations, short selling may entail margin money to be deposited with the clearing house and daily mark to market of the prices and margins. This may impact fund pricing and may induce liquidity risks if the fund is not able to provide adequate margins to the clearing house. Failure to meet margin requirements may result in penalties being imposed by the exchanges and clearing house.

#### **Risks associated with derivatives**

17. Derivatives are high risk, high return instruments as they may be highly leveraged. A small price movement in the underlying security could have a large impact on their value and may also result in a loss. The risks associated with the use of derivatives are different from or possibly greater than, the risks associated with investing directly in securities and other traditional investments.
18. Derivative products are leveraged instruments and can provide disproportionate gains as well as disproportionate losses to the investor. Execution of such strategies depends upon the ability of the fund manager to identify such opportunities. Identification and execution of the strategies to be pursued by the fund manager involve uncertainty and decision of fund manager may not always be profitable. No assurance can be given that the fund manager will be able to identify or execute such strategies.
19. Interest rate swaps and Forward Rate Agreement require the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that the derivative adds to the portfolio and the ability to forecast failure of another party (usually referred to as the "counter-party") to comply with the terms of the derivatives contract. Other risks in using derivatives include the risk of mis-pricing or improper valuation of derivatives, the credit risk where the danger is that of a counter-party failing to honor its commitment, liquidity risk where the danger is that the derivative 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.

20. The Scheme may find it difficult or impossible to execute derivative transactions in certain circumstances. For example, when there are insufficient bids or suspension of trading due to price limit or circuit breakers, the Scheme may face a liquidity issue.
21. The Stock Exchange may impose restrictions on exercise of options and may also restrict the exercise of options at certain times in specified circumstances and this could impact the value of the portfolio.

#### **Risks associated with Imperfect Hedging using Interest Rate Futures (IRF)**

22. **Basis risk** – While correlation between the underlying portfolio and IRF are tested, these are historical numbers and could diverge going forward. This could result in the hedge not working as desired.
23. **Yield curve slope risk** – The IRF hedge is done on a modified duration basis. This means that the maturity of the underlying instrument and the maturity of the IRF could be different. The hedge ratio is arrived at using the prescribed formula. This hedges the risk arising from a parallel shift in the yield curve. Any change in the slope of the yield curve (flattening/steepening) remains unhedged as residual risk.
24. **Spread risk** – The IRF is based on government securities and treasury bills. Imperfect hedging can be applied on portfolios comprised of corporate bonds as well. Corporate bond yield theoretically comprises of the risk free rate (systemic risk) and a credit spread (idiosyncratic risk). IRF would hedge out only the risk free rate. Any compression/expansion of credit spread of the underlying portfolio would not be hedged by the IRF.
25. **Liquidity/execution risk** – IRF are relatively new instruments traded on the exchanges and don't have as much liquidity as the OTC market in the underlying bond. This could expose the hedge to liquidity (execution and wider bid-offer spread) risk and associated impact cost.
26. **Change in benchmark bond** – IRF of government bonds are based on the liquid, on the run securities. When the underlying security is phased out for issuance by Government of India, a new bond is typically issued. IRFs are subsequently issued on the new bond and the market liquidity shifts to the new bond and away from the older bond. This would also expose the hedge to liquidity risk and impact cost to shift from the older instrument to the newer instrument.
27. **Rollover risk** – IRF instruments are available upto a year in maturity, but typically the first few months are more liquid. If the holding period of the hedge exceeds the maturity of the IRF instrument's maturity, then the IRF would have to be rolled over at maturity. This could create rollover risk at maturity and associated costs.
28. **Unwinding risk** – An unexpected change in market conditions may require unwinding the derivative positions at disadvantageous prices during periods of heightened volatility e.g. if the yields slide lower due to a surprise RBI rate cut, participants with short Interest Rate Futures positions would seek to cut their losses and exit, leading to an increase in the price of the IRF, and negative price impact on the hedged portfolio there from.
29. **Correlation risk** – As per the extant regulation, the IRF has to have a 0.90 correlation coefficient with the underlying bond/ portfolio, for the past 90 days, to be considered for imperfect hedging. If the correlation deteriorates going forward, the hedge may have to be removed with attendant impact costs.

#### **Risks associated with participation in repo transactions in Corporate Debt Securities**

30. **Counter-party risk** - Credit risk would arise if the counter-party fails to repurchase the security as contracted or if counterparty fails to return the security or interest received on due date. To mitigate such risks, the Schemes shall carry out repo transactions with only those counterparties, which has a credit rating of 'AA- and above'. In case of lending of funds as a repo buyer, minimum haircuts on the value of the collateral security have been stipulated, and we would receive the collateral security in the Scheme's account through an exchange settled matching process. Generally, we would have a limited number of counter-parties, comprising of Mutual Funds, Scheduled Commercial banks, Financial Institutions and Primary dealers etc. Similarly, in the event of the Scheme being unable to pay back the money to the counterparty as contracted,

the counter-party may dispose off the assets (as they have sufficient margin) and the net proceeds may be refunded to the Scheme. Thus, the Scheme may suffer losses in such cases.

31. **Collateral Risk (as a repo buyer)** - Collateral risks arise due to fall in the value of the security (change in credit rating and/or interest rates) against which the money has been lent under the repo arrangement. To mitigate such risks, minimum haircuts have been stipulated on the value of the security. The Investment Manager may ask for a higher haircut depending upon the market conditions.

#### **Risks associated with Investments in REITs and InvITs:**

32. **Market Risk:** REITs and InvITs Investments are volatile and subject to price fluctuations on a daily basis owing to factors impacting the underlying assets. AMC/Fund Manager's will do the necessary due diligence but actual market movements may be at variance with the anticipated trends.
33. **Liquidity Risk:** As the liquidity of the investments made by the Scheme(s) could, at times, be restricted by trading volumes, settlement periods, dissolution of the trust, potential delisting of units on the exchange etc, the time taken by the Mutual Fund for liquidating the investments in the scheme may be high in the event of immediate redemption requirement. Investment in such securities may lead to increase in the scheme portfolio risk.
34. **Reinvestment Risk:** Investments in REITs & InvITs may carry reinvestment risk as there could be repatriation of funds by the Trusts in form of buyback of units or dividend pay-outs, etc. Consequently, the proceeds may get invested in assets providing lower returns.
35. **Regulatory/Legal Risk:** REITs and InvITs being new asset classes, rights of unit holders such as right to information etc may differ from existing capital market asset classes under Indian Law.

#### **Risks associated with overseas investment**

36. To the extent the assets of the scheme are invested in overseas financial assets, there may be risks associated with currency movements, restrictions on repatriation and transaction procedures in overseas market. Further, the repatriation of capital to India may also be hampered by changes in regulations or political circumstances as well as the application to it of other restrictions on investment. In addition, country risks would include events such as introduction of extraordinary exchange controls, economic deterioration, bi-lateral conflict leading to immobilisation of the overseas financial assets and the prevalent tax laws of the respective jurisdiction for execution of trades or otherwise.
37. **Currency Risk:** The fund may invest in overseas mutual fund / foreign securities as permitted by the concerned regulatory authorities in India. Since the assets will be invested in securities denominated in foreign currencies, the Indian Rupee equivalent of the net assets, distributions and income may be adversely affected by changes/fluctuations in the value of the foreign currencies relative to the Indian Rupee.

**Country Risk:** The Country risk arises from the inability of a country, to meet its financial obligations. It is the risk encompassing economic, social and political conditions in a foreign country, which might adversely affect foreign investors' financial interests.

#### **Risks of investing in floating rate debt instruments or fixed rate debt instruments swapped for floating rate return:**

38. **Interest rate movement (Basis Risk):** As the fund will invest in floating rate instruments, these instruments' coupon will be reset periodically in line with the benchmark index movement. Normally, the interest rate risk of a floating rate instrument compared to a fixed rate instrument is limited. The changes in the prevailing rates of interest will likely affect the value of the Scheme's holdings until the next reset date and thus the value of the Scheme's Units. Increased rates of interest, which frequently accompany inflation and / or a growing economy, are likely to have a negative effect on the value of the Units. The value of securities held by the Scheme generally will vary inversely with changes in prevailing interest rates. The fund could be exposed to the interest

rate risk (i) to the extent of time gap in resetting of the benchmark rates, and (ii) to the extent the benchmark index fails to capture the interest rate movement.

39. **Spread Movement (Spread Risk):** Though the basis (i.e. benchmark) gets readjusted on a regular basis, the spread (i.e. markup) over benchmark remains constant. This can result in some volatility to the holding period return of floating rate instruments.

40. **Settlement Risk (Counterparty Risk):** The floating rate assets may also be created by swapping a fixed return to a floating rate return. In such a swap, there may be an additional risk of counterparty who will pay floating rate return and receive fixed rate return.

**41. Risk factors associated with processing of transaction through Stock Exchange Mechanism**

The trading mechanism introduced by the stock exchange(s) is configured to accept and process transactions for mutual fund units in both Physical and Demat Form. The allotment and/or redemption of Units through NSE and/or BSE or any other recognised stock exchange(s), on any Business Day will depend upon the modalities of processing viz. collection of application form, order processing/settlement, etc. upon which the AMC has no control. Moreover, transactions conducted through the stock exchange mechanism shall be governed by the operating guidelines and directives issued by respective recognized stock exchange(s).

**42. Risk factors associated with investment in Tri-Party Repo**

All transactions of the mutual fund in government securities and in Tri-party Repo trades are settled centrally through the infrastructure and settlement systems provided by Clearing Corporation of India (CCIL). This reduces the settlement and counterparty risks considerably.

Mutual funds are member of securities segment and Triparty Repo trade settlement of CCIL. The members are required to contribute an amount from time to time to the default fund maintained by CCIL as a part of the default waterfall (a loss mitigating measure of CCIL in case of default by any member in settling transactions routed through CCIL). As per the waterfall mechanism, after the defaulter's margins and the defaulter's contribution to the default fund have been appropriated, CCIL's contribution is used to meet the losses. Post utilization of CCIL's contribution if there is a residual loss, it is appropriated from the default fund contributions of the non-defaulting members. Thus, the scheme is subject to risk of the initial margin and default fund contribution being invoked in the event of failure of any settlement obligations. Additionally, the fund contribution is allowed to meet the residual loss in case of default by the other clearing member (the defaulting member). CCIL maintains two separate Default Funds with respect to the Securities Segment. One with a view to meet losses arising out of any default by its members from outright and repo trades and the other for meeting losses arising out of any default by its members from Triparty Repo trades.

Therefore, mutual fund is exposed to the extent of its contribution to the default fund of CCIL, in the event that the contribution of the mutual fund is called upon to absorb settlement/default losses of another member by CCIL, as a result the scheme may lose an amount equivalent to its contribution to the default fund.

**43. Backstop facility in form of investment in Corporate Debt Market Development Fund (CDMDF):**

CDMDF is set up as a scheme of the Trust registered as an Alternative Investment Fund ('AIF') in accordance with the SEBI (Alternative Investment Funds) Regulations, 2012 ("AIF Regulations"). The objective of the CDMDF is to help to develop the corporate debt market by providing backstop facility to instill confidence amongst the market participants in the corporate debt/bond market during times of market dislocation and to enhance the secondary market liquidity. In times of market dislocation, CDMDF shall purchase and hold eligible corporate debt securities from the participating investors (i.e., specified debt-oriented MF schemes to begin with) and sell as markets recover. The CDMDF will thus act as a key enabler for facilitating liquidity in the corporate debt market and to respond quickly in times of market dislocation. The trigger and period for which the backstop facility will be open shall be as decided by SEBI. Thus, this backstop facility will help fund managers of the aforementioned Schemes to better generate liquidity during market dislocation to help the schemes fulfill liquidity obligations under stress situation.

In accordance with the requirement of regulation 43A of SEBI (Mutual Funds) Regulations, 1996 read with Para 16A.1 of SEBI Master Circular on Mutual Funds dated June 27, 2024 on Investment by Mutual Fund Schemes in units of Corporate Debt Market Development Fund, the aforementioned schemes shall invest 25 bps of its AUM as on December 31, 2022 in the units of the Corporate Debt Market Development Fund ('CDMDF'). An incremental contribution to CDMDF shall be made every six months to ensure 25 bps of scheme AUM is invested in units of CDMDF. However, if AUM decreases there shall be no return or redemption from CDMDF. Contribution made to CDMDF, including the appreciations on the same, if any, shall be locked-in till winding up of the CDMDF.

Investments in CDMDF units shall not be considered as violation while considering maturity restriction as applicable for various purposes (including applicable Investment limits) and the calculations of Potential Risk Class (PRC) Matrix, Risk-o-meter, Stress testing and Duration for various purposes shall be done after excluding investments in units of CDMDF.

**C. Risk Mitigation Strategies:**

- Interest Rate Risk: The Fund seeks to mitigate this risk by keeping the maturity of the schemes in line with the interest rate expectations.
- Credit risk or default risk: The Fund will endeavour to minimise Credit/Default risk by primarily investing in medium-high investment grade fixed income securities rated by SEBI registered credit rating agencies. Historical default rates for investment grade securities (BBB and above) have been low.
- Reinvestment Risk: Reinvestment risks will be limited to the extent of coupons received on debt instruments, which will be a very small portion of the portfolio value.
- The schemes may take positions in interest rate derivatives to hedge market/interest rate risks.
- Liquidity or Marketability Risk: The fund will endeavour to minimise liquidity risk by investing in securities having a liquid market.

Further, below is the synopsis through which we monitor and manage the liquidity risk:

| <b>Liquidity Management tool</b>             | <b>Description</b>   |
|--|--|
| Potential Risk Class Matrix and Risk-o-meter | The Potential Risk Class (PRC) matrix of the scheme is defined. The same is being monitored on a regular basis. Any change in the positioning of the scheme into a cell resulting in a risk (in terms of credit risk or duration risk) which is higher than the maximum risk specified for the chosen PRC cell, shall be considered as a fundamental attribute change of the scheme in terms of regulation 18(15A) of SEBI (Mutual Fund) Regulations, 1996.<br>Risk-o-meter of the scheme is also reviewed on a monthly basis and latest risk-o-meter is published on website. |
| Liquidity Risk Management                    | All potential Liquidity Risk scenarios arising from the liability side is measured upto 99% confidence interval. The remedial measures are available for both for managing this risk on an ongoing basis (LRaR & LCRaR) as well as action plan in case there is a difference between actual outcome and projected outcome.   |
| Stress Testing                               | The stress test is carried out on a monthly basis and if the market conditions require so, AMC may conduct more frequent stress test. This   |

|                                |   |
|--------------------------------|---|
|                                | addresses the asset side risk from an Interest Rate, Credit and Liquidity Risk perspective at an aggregate portfolio level in terms of its impact on NAV of the scheme.   |
| Asset liability mismatch (ALM) | ALM requirement is monitored in accordance with Para 4.1 of SEBI Master Circular on Mutual Funds date June 27, 2024 which addresses potential Liquidity requirement over a 90-day period and required relevant asset side liquidity to be maintained.   |
| Swing Pricing Framework        | In case of severe liquidity stress on account of dysfunction at market level, the Swing Pricing guidelines get triggered which offers the contingency plan in case all else fails. The swing pricing framework will be made applicable only for scenarios related to net outflows from the schemes. |

## II. Information about the scheme:

### A. Where will the scheme invest

Detailed description of the instruments (including overview of debt markets in India, if applicable) mentioned in Section I is provided below:

- **Debt Securities:**

Debt instruments (in the form of non-convertible debentures, bonds, secured premium notes, zero interest bonds, deep discount bonds, floating rate bonds/notes, securitised debt, pass through certificates, asset backed securities, mortgage backed securities and any other domestic fixed income securities including structured obligations etc.) include, but are not limited to:

1. Debt issuances of the statutory bodies (which may or may not carry a state/central government guarantee),
2. Debt securities that have been guaranteed by Government of India and State Governments,
3. Debt securities issued by Corporate Entities (Public /Private sector undertakings),
4. Debt securities issued by Public/Private sector banks and development financial institutions,
5. Securitized Debt, Structured Obligations, Credit enhanced Debt,
6. Non Convertible Preference Shares.

- **Money Market Instruments include:**

1. Commercial papers
2. Commercial bills
3. Tri-party Repos on Government securities or treasury bills (TREPS)
4. Certificate of deposit
5. Usance bills
6. Permitted securities under a repo/reverse repo agreement
7. Any other like instruments as may be permitted by RBI/SEBI for liquidity requirements from time to time.

### **Investment In Foreign Securities**

The Scheme may invest in permitted Foreign Securities and any other overseas instruments as may be permitted by SEBI/RBI/other regulatory authorities from time to time.

As per Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024, has issued guidelines pertaining to investments in overseas financial assets. Accordingly, the investments in Foreign Securities shall be made in compliance with the said circular.

The Fund has appointed a dedicated fund manager for the purpose of investment in overseas

financial assets (except for investment in units/securities of overseas mutual funds/unit trusts/ETFs and such other securities/instruments as may be permitted by SEBI from time to time) as prescribed in the aforesaid SEBI circular. Service of custodian and other intermediaries/advisors of international repute will be used for managing and administering such investments. The appointment of such intermediaries shall be in accordance with the applicable requirements of SEBI and within the permissible ceilings of expenses. The fees and expenses would include, besides the investments management fees, custody fees and costs, fees of appointed advisors and sub-managers, transaction costs and overseas regulatory costs.

Offshore investment will be made subject to any/ all approvals/conditions thereof as may be stipulated by SEBI/ RBI/ other regulatory authorities. Boards of asset management companies (AMCs) and trustees shall exercise due diligence in making investment decisions as required under Regulation 25(2). They shall make a detailed analysis of risks and returns of investment in foreign securities and how these investments would be in the interest of investors. Investment must be made in liquid actively traded securities/instruments and such other types of securities/instruments as may be permitted by SEBI from time to time. Boards of AMCs and trustees may prescribe detailed parameters for making such investments, which may include identification of countries, country rating, country limits, etc. They shall satisfy themselves that the AMC has experienced key personnel, research facilities and infrastructure for making such investments. Other specialised agencies and service providers associated with such investments e.g. custodian, bank, advisors, etc should also have adequate expertise and infrastructure facilities. Their past track record of performance and regulatory compliance record, if they are registered with foreign regulators, may also be considered. Necessary agreements may be entered into with them as considered necessary. All investment decisions shall be recorded in accordance with para 12.19.3.2.a of SEBI Master Circular on Mutual Funds dated June 27, 2024. Such investments shall be disclosed while disclosing half-yearly portfolios in the prescribed format by making a separate heading "Foreign Securities/overseas ETFs." Scheme-wise percentage of investments made in such securities shall be disclosed while publishing half-yearly results in the prescribed format, as a footnote.

It is the investment manager's belief that overseas securities offer new investment and portfolio diversification opportunities into multi-market and multi-currency products. However, such investments also entail additional risks.

Investment in derivatives traded on recognised stock exchanges overseas shall be made only for hedging and portfolio balancing with underlying as securities.

As advised by SEBI, in order to avoid breach of industry-wide overseas investment limits as allowed by RBI and as per Para 12.19 of SEBI Master Circular of Mutual Funds dated June 27, 2024, the total investment in overseas funds or securities across all schemes of FTMF is capped at the level as of February 1, 2022. The aforesaid capping is temporary in nature and will continue only till further enhancement of limit by Regulators in this regard.

## **Investments In Derivative Instruments**

### **Brief note on investment in derivative instruments**

As part of the Fund Management process, the Trustee may permit the use of derivative instruments such as index futures, stock futures and options contracts, warrants convertible securities, swap agreements, Forward Rate Agreement (FRA) or any other derivative instruments that are permissible or may be permissible in future under applicable regulations and such investments shall be in accordance with the investment objectives of the scheme.

On the fixed income side, an interest rate swap agreement from fixed rate to floating rate is an example of how derivatives can be an effective hedge for the portfolio in a rising interest rate environment.

Derivatives can be either exchange traded or can be over the counter (OTC). Exchange traded derivatives are listed and traded on Stock Exchanges whereas OTC derivative transactions are generally structured between two counterparties.

Derivatives may be high risk - high return instruments, upon leveraging. As they are highly leveraged, a small price movement in the underlying security could have a large impact on their value and may also result in a loss.

### **Position Limits:**

The schemes may enter into derivative transactions in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.

Currently, the position limits for Mutual Funds and its schemes, as permitted by the SEBI Regulations, are as under:

The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme. Exposure due to hedging positions may not be included in the above mentioned limit subject to the following:

- Hedging positions are the derivative positions that reduce possible losses on an existing position in securities and till the existing position remains.
- Hedging positions cannot be taken for existing derivative positions. Exposure due to such positions shall have to be added and treated under limits mentioned above.
- Any derivative instrument used to hedge has the same underlying security as the existing position being hedged.
- 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.

- 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 above.

Further, the total exposure related to option premium paid must not exceed 20% 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.

Pursuant to SEBI letter dated November 03, 2022, Cash or cash equivalents shall consist of following securities having residual maturity of less than 91 days:

- 1) Government Securities
- 2) T-Bills
- 3) Repo on Government Securities

**Purpose of investment:**

- Trading in derivatives by the scheme shall be restricted to hedging and portfolio balancing purposes.
- The scheme shall fully cover its positions in the derivatives market by holding underlying securities/cash or cash equivalents/option and/or obligation for acquiring underlying assets to honour the obligations contracted in the derivatives market.
- Separate records shall be maintained for holding the cash and cash equivalents/securities for this purpose.
- The securities held shall be marked to market by the AMC to ensure full coverage of investments made in derivative products at all time.

**Valuation:**

- The traded derivatives shall be valued at market price in conformity with the stipulations of sub clauses (i) to (v) of clause 1 of the Eighth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.
- The valuation of untraded derivatives shall be done in accordance with the valuation method for untraded investments prescribed in sub clauses (i) and (ii) of clause 2 of the Eighth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.

**Interest Rate Swaps:**

The Indian markets have faced high volatility in debt and equity markets. An interest rate swap is a contractual agreement between two counter-parties to exchange streams of interest amount on a notional principal basis. In this, one party agrees to pay a fixed stream of interest amount against receiving a variable or floating stream of interest amount. The variable or floating part is determined on a periodical basis.

The Scheme may enter into plain vanilla Interest Rate Swaps (IRS) for hedging purposes. The value of the notional principal in such cases must not exceed the value of respective existing assets being hedged by the scheme.

In case of participation in IRS is through over the counter transactions, the counter party has to be an entity recognized as a market maker by RBI and exposure to a single counterparty in

such transactions should not exceed 10% of the net assets of the scheme. However, if Scheme is transacting in IRS through an electronic trading platform offered by the Clearing Corporation of India Ltd. (CCIL) and CCIL is the central counterparty for such transactions guaranteeing settlement, the single counterparty limit of 10% shall not be applicable.

➤ **Purpose of Interest Rate Swaps:**

- The Indian markets have faced high volatility in debt and equity markets. An interest rate swap is a contractual agreement between two counter-parties to exchange streams of interest amount on a notional principal basis. In this, one party agrees to pay a fixed stream of interest amount against receiving a variable or floating stream of interest amount. The variable or floating part is determined on a periodical basis.
- The scheme shall use derivative position for hedging the portfolio risk on a non-leverage basis. The scheme shall fully cover their positions in the derivatives market by holding underlying securities / cash or cash equivalents / option and / or obligation for acquiring underlying assets to honour the obligations contracted in the derivatives market.

**Let us look at an example of an interest rate swap:**

Entity A has Rs.20 crores, 3 month asset which is being funded through call. Entity B, on the other hand, has deployed Rs.20 crores in overnight call money market, 3 month liability. Both the entities are taking on an interest rate risk.

To hedge against the interest rate risk, both the entities can enter into a 3 month swap agreement based on say MIBOR (Mumbai Inter Bank Offered Rate). Through this swap, entity B will receive a fixed pre-agreed rate (say 8%) and pay NSE MIBOR ("the benchmark rate") which will neutralize the interest rate risk of lending in call. Similarly, entity A will neutralize its interest rate risk from call borrowing as it will pay 8% and receive interest at the benchmark rate.

Assuming the swap is for Rs.20 crores 1 September to 1 December, Entity A is a floating rate receiver at the overnight compounded rate and Entity B is a fixed rate receiver. On a daily basis, the benchmark rate fixed by NSE will be tracked by them.

On December 1, they will calculate as explained below:

Entity A is entitled to receive daily compounded call rate for 92 days and pay 8% fixed.

Entity B is entitled to receive interest on Rs.20 crores @ 8% i.e. Rs.40.33 lakhs, and pay the compounded benchmark rate.

Thus on December 1, if the total interest on the daily overnight compounded benchmark rate is higher than Rs.40.33 lakhs, entity B will pay entity A the difference and vice versa.

**Forward Rate Agreement (FRA)**

A FRA is basically a forward starting IRS. It is an agreement between two parties to pay or receive the difference between an agreed fixed rate (the FRA rate) and the interest rate (reference rate) prevailing on a stipulated future date, based on a notional principal amount for an agreed period. The only cash flow is the difference between the FRA rate and the

reference rate. As is the case with IRS, the notional amounts are not exchanged in FRAs.

**Example:** Let us assume that a scheme has an investment of Rs.10 crore in an instrument that pays interest linked to NSE Mibor. Since the NSE Mibor would vary daily, the scheme is running interest rate risk on its investment and would stand to lose if rates go down. To hedge itself against this risk, the Scheme could do an IRS where it receives a fixed rate (assume 10%) for the next 5 days on the notional amount of Rs. 10 crore and pay a floating rate (NSE Mibor). In doing this, the scheme would effectively lock itself into a fixed rate of 10% for the next five days. The steps would be:

1. The scheme enters into an IRS on Rs. 10 crore from December 1 to December 6. It receives a fixed rate of interest at 10% and the counter party receives the floating rate (NSE Mibor). The scheme and the counter party exchange a contract of having entered into this IRS.
2. On a daily basis, the NSE Mibor will be tracked by the counterparties to determine the floating rate payable by the scheme.
3. On December 6, the counterparties will calculate the following:
  - The scheme will receive interest on Rs. 10 crore at 10% p.a. for 5 days i.e. Rs.1,36,986/-
  - The scheme will pay the compounded NSE Mibor for 5 days by converting its floating rate asset into a fixed rate through the IRS.
  - If the total interest on the compounded NSE Mibor rate is lower than Rs. 1,36,986/-, the scheme will receive the difference from the counterparty and vice-versa. In case the interest on compounded NSE Mibor is higher, the scheme would make a lower return than what it would have made had it not undertaken IRS.

**Risks:**

Interest rate swaps and FRA require the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that the derivative adds to the portfolio and the ability to forecast failure of another party (usually referred to as the “counter-party”) to comply with the terms of the derivatives contract. Other risks in using derivatives include the risk of mis-pricing or improper valuation of derivatives, the credit risk where the danger is that of a counter-party failing to honour its commitment, liquidity risk where the danger is that the derivative 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.

As is clear from the above examples, engaging in derivatives has the potential to help the scheme in minimising the portfolio risk and/or improve the overall portfolio returns.

**Please note these examples are hypothetical in nature and are given for illustration purposes only. The actual returns may vary depending on the market conditions.**

The AMC retains the right to enter into such derivative transactions as may be permitted by the applicable regulations from time to time

## **INVESTMENTS IN REPO OF CORPORATE DEBT SECURITIES**

### **Guidelines for participation in repo of corporate debt securities**

As per Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024 enabled mutual funds to participate in repos in corporate debt securities as per the guidelines issued

by Reserve Bank of India (RBI) from time to time and subject to few conditions listed in the said SEBI circular.

Currently applicable guidelines are as follows:

- The gross exposure of any mutual fund scheme to repo transactions in corporate debt securities shall not be more than 10 % of the net assets of the concerned scheme.
- The cumulative gross exposure through repo transactions in corporate debt securities along with equity and debt - shall not exceed 100% of the net assets of the concerned scheme.
- Mutual funds shall participate in repo transactions in: 1. AA and above rated corporate debt securities; and 2. Commercial Papers (CPs) and Certificate of Deposits (CDs).
- In terms of Regulation 44 (2) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, mutual funds shall borrow through repo transactions only if the tenor of the transaction does not exceed a period of six months.
- **Category of counter party & Credit rating of counter party**  
All entities eligible for transacting in corporate bond repos as defined by SEBI and RBI shall be considered for repo investments with the caveat that the credit rating of the counterparty should be equal to or higher than AA- (long term rating)
- **Tenor of Repo**  
Tenor of repo shall be capped to 3 months as against maximum permissible tenor of 6 months. Any repo for a tenor beyond 3 months shall require prior approval from investment committee of the fund. There shall be no restriction / limitation on the tenor of collateral.
- **Applicable haircut**  
As per the RBI circular RBI/2012-13/365 IDMD.PCD.09/14.03.02/2012-13, the minimum haircut applicable on the market value of the corporate debt securities prevailing on the date of trade of 1st leg, would be as under:

| Rating          | AAA  | AA+  | AA  |
|-----------------|------|------|-----|
| Minimum Haircut | 7.5% | 8.5% | 10% |

As per the SEBI guidelines, Mutual Funds may undertake repo in only AA and above rated corporate bond securities. Also, the Fund Manager may ask for a higher haircut (while lending) or give a higher haircut (while borrowing) depending on the prevailing market situation.

SEBI has recommended for setting up a Limited Purpose Clearing Corporation (LPCC) for clearing and settling repo transactions in corporate debt securities by contributing an amount of INR 150 crore at the industry level. The AMC shall contribute INR 150 Cr. towards share capital of LPCC in proportion to the Asset Under Management (AUM) of open ended debt oriented mutual fund schemes (excluding overnight, gilt fund and gilt fund with 10 year constant duration but including conservative hybrid schemes) managed by them.

The investment restrictions applicable to scheme's participation in corporate bond repos will also be as prescribed or varied by SEBI or by the Board of Trustee and AMC (subject to SEBI restrictions) from time to time.

## **SECURITIES LENDING**

If permitted by SEBI under extant regulations/guidelines, the Scheme may also engage in scrip lending as provided under Securities Lending Scheme 1997, as per Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024, and other applicable guidelines/regulations, as amended from time to time. Scrip lending means lending a security to another person or entity for a fixed period of time, at a negotiated compensation. The security lent will be returned by the borrower on or before the expiry of the stipulated period.

The AMC will comply with the required reporting obligations and the Trustee will carry out the reviews required under SEBI/RBI guidelines. Further a maximum of 40% of net assets will be deployed in securities lending and the maximum single party exposure will be restricted to 10%# of net assets outstanding at any point of time.

# Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.

Engaging in scrip lending is subject to risks related to fluctuations in the collateral value / settlement / liquidity / counter party.

## **SHORT SELLING OF SECURITIES**

If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.

Engaging in short sale of securities is subject to risks related to fluctuations in market price, and settlement/ liquidity risks.

## **INVESTMENT IN SECURITISED DEBT**

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

Securitization is the fact or process of securitizing assets i.e. the conversion of loans into securities, usually in order to sell them on to other investors. 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 mainly in two respects. One, the liquidity of securitized debt is less than similar debt securities. Two, 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. After considering these additional risks, the investment is no different from investment in a normal debt security. Considering the investment objective of the scheme, these instruments with medium risk profile can be considered in the investment universe. Thus 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.

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

Investments in securitized debt will be done based on the assessment of the originator and the securitized debt which is carried out by the Fixed Income team based on the in-house research capabilities as well as the inputs from the independent credit rating agencies and by following Franklin Templeton's internal credit process.

Specifically, in order to mitigate the risk at the issuer/originator level the Fixed Income team will consider various factors which will include -

- Track record of the originator in the specific business to which the underlying loans correspond to;
- size and reach of the issuer/originator;
- Collection infrastructure & collection policies;
- Post default recovery mechanism & infrastructure;
- Underwriting standards & policies followed by originator;
- Management information systems;
- Financials of the originators including an analysis of leverage, NPAs, earnings, etc.;
- Future strategy of the company for the specific business to which the underlying loans correspond to;
- Performance track record of Originator's portfolio & securitized pools, if any;
- Utilization of credit enhancement in the prior securitized pools;
- The quality of information disseminated by the issuer/ originator; and
- The credit enhancement for different types of issuer/originator.

Also, assessment of business risk would be carried out which includes -

- Outlook for the economy (both domestic and global); and
- Outlook for the industry

In addition, the fund analyses the specific pool and the broad evaluation parameters are as follows:

- Average seasoning of the loans in the pool
- Average Loan to value ratio of the loans in the pool
- Average ticket size of the loans
- Borrower profile (salaried / self employed, etc)

- Geographical profile of the pool
- Tenure profile of the pool
- Obligor concentration
- Credit enhancement cover available over and above the historic losses on Originator's portfolio
- Expected Prepayment rate in the specific asset class experienced by the originator in the past as well as the industry
- Limited Liquidity and Price Risk.

The scheme will invest in securitized debt which are rated investment grade and above by a credit rating agency recognized by SEBI. The investment team analyses the Rating Rationale in detail before investing in any PTCs, and also discusses with the concerned rating agency on a need basis. The rating agency would normally take in to consideration the following factors while rating a securitized debt:

Credit risk at the asset/originator/portfolio/pool level

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

Counterparty risk

- This includes Servicer Risk, co-mingling risk etc. The rating agencies generally mitigate such risks through the usage of stringent counterparty selection and replacement criteria to reduce the risk of failure.

Bankruptcy risk

- Of the Originator –
  - o Normally, specific care is taken in structuring the securitization transaction so as to minimize the risk of the sale to the trust not being construed as a 'true sale'. It is also in the Interest of the originator to demonstrate the transaction as a true sell to get the necessary revenue recognition and tax benefits.
- Of the Investors' agent
  - o All possible care is normally taken in structuring the transaction and drafting the underlying documents so as to provide that the assets/receivables if and when held by Investor's Agent is held as agent and in Trust for the Investors and shall not form part of the personal assets of Investor's Agent.

Legal risks

- The rating agency normally conducts a detailed study of the legal documents to ensure that the investors' interest is not compromised and relevant protection and safeguards are built into the transaction.
  - o Various market risks like interest rate risk, macro-economic risks

- Assessment of risks related to business for example outlook for the economy, outlook for the industry and factors specific to the issuer/originator.

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

The examples of securitized assets which may be considered for investment by the Scheme and the various risk mitigation parameters (please read in continuation with point 2 above) which will be considered include;

A) Asset backed securities issued by banks or non-banking finance companies.

Underlying assets may include receivables from loans against cars, commercial vehicles, construction equipment or unsecured loans such as personal loans, consumer durable loans. The various factors which will be usually considered while making investments in such type of securities include profile of the issuer, analysis of underlying loan portfolio – nature of asset class, seasoning of loans, geographical distribution of loans and coverage provided by credit-cum-liquidity enhancements.

B) Mortgage backed securities issued by banks or housing finance companies, where underlying assets are comprised of mortgages/home loan.

The various factors which will be usually considered while making investments in such type of securities include issuer profile of the issuer, quality of underlying portfolio, seasoning of loans, coverage provided by credit-cum-liquidity enhancements and prepayment risks.

C) Single loan securitization, where the underlying asset comprises of loans issued by a bank/non-banking finance company.

The factors which will be usually considered while making investments in such type of securities include assessment of credit risk associated with the underlying borrower as well as the originator. The Fixed Income team will adhere to the Franklin Templeton's internal credit process and perform a detailed review of the underlying borrower prior to making investments. This analysis is no different from the analysis undertaken by Fund when it invests in Debentures or Commercial papers issued by the same borrower.

#### **Critical Evaluation Criteria**

Typically the Fund would avoid investing in securitization transaction (without specific risk mitigation strategies / additional cash/security collaterals/ guarantees) if there are concerns on the following issues regarding the originator / underlying issuer:

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

6. Insufficient track record of servicing of the pool or the loan, as the case may be.

Further, investments in securitized debt will be done in accordance with the investment restrictions specified under the SEBI Regulations/ this Scheme Information Document which would help in mitigating certain risks. Currently, as per the Regulations, the Scheme cannot invest more than 10% of its net assets in debt instruments (irrespective of residual maturity) 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 Act. Such investment limit may be extended to 12% of the net assets of the Scheme with the prior approval of the Board of Trustees and the Board of the AMC.

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

The framework which will generally be applied by the Fund Manager while evaluating the investment decision with respect to securitized debt will be as follows:

| Characteristics/ Type of Pool   | Mortgage Loan    | Commercial Vehicle and Construction Equipment | CAR              | 2 wheelers       | Micro Finance Pools | Personal Loans   | Single Sell down \$ | Others  |
|---|------------------|---|------------------|------------------|---------------------|------------------|---------------------|---|
| Approximate Average maturity (in Months)  | Upto 10 years    | Upto 5 years                                  | Upto 5 years     | Upto 48 months   | Upto 80 weeks       | Upto 3 years     | Case by case basis  | As and when new asset classes of securitized debt are introduced, the investments in such instruments will be evaluated |
| Collateral margin (including cash, guarantees, excess interest spread, subordinate tranche) | In excess of 3%  | In excess of 4%                               | In excess of 4%  | In excess of 4%  | In excess of 5%     | In excess of 5%  | Case by case basis  |   |
| Average Loan to Value Ratio   | 95% or lower     | 100% or lower **                              | 95% or lower     | 95% or lower     | Unsecured           | Unsecured        | Case by case basis  |   |
| Average seasoning of the Pool   | Minimum 2 months | Minimum 2 months                              | Minimum 2 months | Minimum 2 months | Minimum 2 weeks     | Minimum 2 months | Case by case basis  |   |
|   |                  |   |                  |                  |                     |                  |                     |   |

| Characteristics/ Type of Pool     | Mortgage Loan | Commercial Vehicle and Construction Equipment | CAR              | 2 wheeler s      | Micro Finance Pools         | Personal Loans   | Single Sell down \$ | Others                      |
|-----------------------------------|---------------|---|------------------|------------------|-----------------------------|------------------|---------------------|-----------------------------|
| Maximum single exposure range *   | < 5%          | < 5%  | NA (retail pool) | NA (retail pool) | NA (Very Small retail pool) | NA (retail pool) | Not applicable      | ted on a case by case basis |
| Average single exposure range % * | < 5%          | < 5%  | < 2%             | < 1%             | < 1%                        | < 1%             | Not applicable      |                             |

\* denotes % of a single ticket/loan size to the overall assets in the securitized pool.

\*\* LTV Based on chassis value

\$ Broad evaluation criteria as per point 3 above

Notes:

1. Retail pools are the loan pools relating to Car, 2 wheeler, micro finance and personal loans, wherein the average loan size is relatively small and spread over large number of borrowers.
2. The information illustrated in the table above is based on current scenario relating to securitized debt market and is subject to change depending upon the change in the related factors.

In addition to the framework stated in the table above, in order to mitigate the risks associated with the underlying assets where the diversification is less, at the time of investment the Fixed Income team could consider various factors including but not limited to -

- Size of the loan - the size of each loan is generally analysed on a sample basis and an analysis of the static pool of the originator is undertaken to ensure that the same matches with the static pool characteristics. It also indicates whether there is high reliance on very small ticket size borrower which could result in delayed and expensive recoveries.
- Average original maturity of the pool of underlying assets
- The analysis of average maturity of the pool is undertaken to evaluate whether the tenor of the loans are generally in line with the average loans in the respective industry and repayment capacity of the borrower.
- Loan to value ratio, average seasoning of the pool of underlying assets - these parameters would be evaluated based on the asset class as mentioned in the table above.
- Default rate distribution - the Fixed Income team generally ensures that all the contracts in the pool are current to ensure zero default rate distribution.
- Geographical distribution - the analysis of geographical distribution of the pool is undertaken to ensure prevention of concentration risk.

- Credit enhancement facility - credit enhancement facilities in the form of cash collateral, such as fixed deposits, bank guarantee etc could be obtained as a risk mitigation measure.
- Liquidity facility - these parameters will be evaluated based on the asset class as mentioned in the table above.
- Structure of the pool of underlying assets - The structure of the pool of underlying assets would be either single asset class or combination of various asset classes as mentioned in the table above. We could add new asset class depending upon the securitization structure and changes in market acceptability of asset classes.

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

The minimum retention period of the debt by the originator prior to securitization and the minimum retention percentage by originator of debts will be as per the guidelines/regulations issued by the RBI/other regulatory agencies from time to time. Also, please refer the table in point 4. The Fund will adopt that policy, whichever is stricter.

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

Same as point 5 above.

#### **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.**

An investment by the scheme in any security is done after detailed analysis by the Fixed Income team and in accordance with the investment objectives and the asset allocation pattern of a scheme. All investments are made on an arm's length basis without consideration of any investments (existing/potential) in the schemes made by any party related/involved in the transaction. The robust credit process ensures that there is no conflict of interests when a scheme invests in securitized debt of an originator and the originator in turn makes investments in that particular scheme.

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

The resources for and mechanisms of individual risk assessment with the AMC for monitoring investment in securitized debt are as follows:

- Fixed Income Team - Currently, the AMC has a well experienced team, which is responsible for credit research and monitoring and fund management, for all exposures including securitized debt.
- Ratings are monitored for any movement - Based on the cash flow report and Fixed Income Team's view, periodic review of utilization of credit enhancement shall be conducted and ratings shall be monitored accordingly.
- For legal and technical assistance with regard to the documentation of securitized debt instruments, the team can make use of resources within the internal legal team and if required take help of our external legal counsel as well.

As per the prevailing SEBI guidelines, the investments in securitised debt instruments will be shown as a separate category under debt instruments in the half yearly disclosure of scheme portfolio.

#### **Real Estate Investment Trusts (REITs) and Infrastructure Investment Trusts (InvITs):**

In accordance with Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 and amendments thereto from time to time, the Scheme may invest in units of Infrastructure Investment Trusts (InvITs) and Real Estate Investment Trusts (REITs) within the stipulated investment limits.

#### **OVERVIEW OF DEBT MARKET**

The Indian debt markets are one of the largest markets in Asia. Government and Public Sector enterprises are predominant borrowers in the market. While interest rates were regulated till a few years back, there has been a rapid deregulation and currently both the lending and deposit rates are market determined.

The bond markets are developing fast with the rapid introduction of new instruments including derivatives. Foreign Institutional Investors are also allowed to invest in Indian debt markets now. Currently the daily average trading volume in the market ranges between Rs.50,000 crores to Rs.60,000 crores, of which about 90% comprises the government securities.

The various debt instruments currently available for investments are:

| <b>Instruments</b>                        | <b>Current Yields*</b> | <b>Liquidity</b> |
|---|------------------------|------------------|
| Central/State Government securities       | 5.75% to 7%            | Very high        |
| PSU Bonds/Corporate debentures            | 6.75% to 10.50%        | Medium - High    |
| Commercial Papers/Certificate of deposits | 6.50% to 9.25%         | High             |
| Call/Notice Money                         | 4.95% - 5.95%          | Very high        |
| Repo / TREPS                              | 5.60% to 6.05%         | Very high        |

\*Yields as of 07<sup>th</sup> May 2025

The actual yields will, however, vary in line with general levels of interest rates and debt/money market conditions prevailing from time to time.

#### **B. What are the investment restrictions?**

**In pursuance of the Regulations, the following restrictions are currently applicable to the scheme at the time of making investments:**

1. Investment in securities from the scheme's corpus would be only in transferable securities in accordance with Regulation 43 of Chapter VI of SEBI [Mutual Funds] Regulations, 1996.
2. The Scheme shall buy and sell securities on the basis of deliveries and shall in all cases of purchases, take delivery of relevant securities and in all cases of sale, deliver the securities; provided that the Scheme may engage in short selling of securities in accordance with the framework relating to short selling and securities lending and borrowing specified by SEBI; provided further that the Scheme may enter into derivative's transactions in a recognised stock exchange, subject to the framework specified by SEBI; provided further that sale of government

security already contracted for purchase shall be permitted in accordance with the guidelines issued by the Reserve Bank of India in this regard.

3. The Mutual Fund shall, get the securities purchased or transferred in the name of the mutual fund on account of the concerned scheme, wherever investments are intended to be of long term nature.
4. No investment shall be made in any Fund of Funds scheme.
5. The mutual fund shall not advance any loans for any purpose.
6. The Scheme may invest in any other scheme without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund.
7. Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of any company's voting rights.
8. Investment in unlisted debt instruments:
  - 8.1. The scheme shall not invest in unlisted debt instruments including commercial papers (CPs), other than (a) government securities, (b) other money market instruments and (c) derivative products such as Interest Rate Swaps (IRS), Interest Rate Futures (IRF), etc. which are used for hedging.

However, the scheme may invest in unlisted Non-Convertible Debentures (NCDs) not exceeding 10% of the debt portfolio of the scheme subject to the condition that such unlisted NCDs have a simple structure (i.e. with fixed and uniform coupon, fixed maturity period, without any options, fully paid up upfront, without any credit enhancements or structured obligations) and are rated and secured with coupon payment frequency on monthly basis.

- 8.2. The implementation of the provisions mentioned above would be subject to the following:
    - a) For the purpose of the provisions of point 8, listed debt instruments shall include listed and to be listed debt instruments.
    - b) all fresh investments by the scheme in CPs would be made only in CPs which are listed or to be listed.
9. Investment in unrated debt and money market instruments, other than government securities, treasury bills, derivative products such as Interest Rate Swaps (IRS), Interest Rate Futures (IRF), etc. by the scheme shall be subject to the following:
  - a) Investments should only be made in such instruments, including bills rediscounting, usance bills, etc., that are generally not rated and for which separate investment norms or limits are not provided in SEBI (Mutual Fund) Regulations, 1996 and various circulars issued thereunder.
  - b) Exposure of the scheme in such instruments, shall not exceed 5% of the net assets of the scheme.
  - c) All such investments shall be made with the prior approval of the Board of AMC and the Board of Trustees.
  - d) The Scheme may enter into plain vanilla Interest Rate Swaps (IRS) for hedging purposes. The value of the notional principal in such cases must not exceed the value of respective existing assets being hedged by the scheme.

In case of participation in IRS is through over the counter transactions, the counter party has to be an entity recognized as a market maker by RBI and exposure to a single counterparty in such transactions should not exceed 10% of the net assets of the scheme. However, if Scheme is transacting in IRS through an electronic trading platform offered by the Clearing Corporation of India Ltd.

(CCIL) and CCIL is the central counterparty for such transactions guaranteeing settlement, the single counterparty limit of 10% shall not be applicable.

**10. a. Sector exposure –**

The exposure in a particular sector (excluding investments in Bank CDs, TREPs, G-Secs, T-Bills and AAA rated securities issued by Public Financial Institutions and Public Sector Banks) under the portfolio will not exceed 20% of the net assets on account of purchase.

An additional exposure to financial services sector (over and above the limit of 20%) not exceeding 10% of the net assets of the scheme on account of purchase shall be allowed by way of increase in exposure to Housing Finance Companies (HFCs) only. Further, an additional exposure of 5% of the net assets of the scheme shall be allowed for investments in securitized debt instruments based on retail housing loan portfolio and/or affordable housing loan portfolio.

Provided that the additional exposure to such securities issued by HFCs are rated AA and above and these HFCs are registered with National Housing Bank (NHB) and the total investment/ exposure in HFCs shall not exceed 20% of the net assets of the scheme on account of purchase.

**b. Group exposure -**

The total exposure of Scheme in a Group (excluding investments in securities issued by Public Sector Units, Public Financial Institutions and Public Sector Banks) will 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.

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

For 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.

The above restriction will not be applicable to the equity portion of the Scheme's portfolio (where applicable)

11. Debentures, irrespective of any residual maturity period (above or below one year), shall attract the investment restrictions as applicable for debt instruments as specified under Clause 1 and 1A of Seventh Schedule to SEBI Regulations.
12. Transfers of investments from one Franklin Templeton Mutual Fund scheme to another will be done in inconformity with as per Para 12.30 of SEBI Master Circular on Mutual Funds dated June 27, 2024 and Interscheme Transfer policy of FTMF
13. No investment shall be made in
  - any unlisted security of an associate or group company of the sponsor; or
  - any security issued by way of private placement by an associate or group company of the sponsor; or
  - the listed securities of group companies of the sponsor which is in excess of 25% of the net assets.
14. The Scheme shall not invest more than 10% of its NAV in debt instruments comprising money market instruments and non-money market instruments issued by a single issuer, which are rated not below investment grade by a credit rating agency authorised to carry out such activity under the SEBI Act, 1992. Such investment limit may be extended to 12% of the NAV with prior approval of the Board of Trustees and Board of the AMC, provided that such limit shall not be

applicable for investment in government securities, treasury bills and triparty repo on Government securities or treasury bills.

Further, investment within such limit can be made in mortgage backed securitised debt which are rated not below investment grade by a credit rating agency registered with SEBI.

Effective November 29, 2022, the scheme shall not make any new investment in money market instrument more than:

- a. 10% of its NAV in debt and money market securities rated AAA; or
- b. 8% of its NAV in debt and money market securities rated AA; or
- c. 6% of its NAV in debt and money market securities rated A and below issued by a single issuer.

The above investment limits may be extended by up to 2% of the NAV of the scheme with prior approval of the Board of Trustees and Board of Directors of the AMC, subject to compliance with the overall 12% limit specified in clause 1 of Seventh Schedule of MF Regulation.

15. Pending deployment of funds in securities in terms of investment objectives of the Scheme, the Mutual Fund can invest the funds of the scheme in short term deposits of scheduled commercial banks in line with Para 4.5 of SEBI Master Circular on Mutual Funds dated June 27, 2024, as may be amended from time to time. The Scheme shall abide by the following guidelines for parking of funds in short term deposits:

- “Short Term” for such parking of funds by mutual funds shall be treated as a period not exceeding 91 days.
- Such short term deposits shall be held in the name of the scheme.
- 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 prior approval of the Trustees.
- Parking of funds in short term deposits of associate and sponsor scheduled commercial banks together shall not exceed 20% of total deployment by the mutual fund in short term deposits.
- 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.
- The Scheme shall not park funds in short-term deposit of a bank, which has invested in the Scheme. The bank in which the scheme has short-term deposit shall not be permitted to invest in the said scheme until the scheme has short-term deposit with such bank.
- AMC shall not charge any investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks.

The aforesaid limits are not applicable to term deposits placed as margins for trading in cash and derivatives market.

**16. Restrictions on Investment in debt instruments having Structured Obligations / Credit Enhancements:**

- In accordance with SEBI circular No. SEBI/HO/IMD/DF2/CIR/P/2019/104 dated October 1, 2019, Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme:
  - a) Unsupported rating of debt instruments (i.e. without factoring-in credit enhancements) is below investment grade.; and
  - b) Supported rating of debt instruments (i.e. after factoring-in credit enhancement) is above investment grade.

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.

- These investment limits mentioned above shall not be applicable on investments in securitized debt instruments, as defined in SEBI (Public Offer and Listing of Securitised Debt Instruments) Regulations 2008.
- Investment in debt instruments, having credit enhancements backed by equity shares directly or indirectly, shall have a minimum cover of 4 times considering the market value of such shares.

AMC may ensure that the investment in debt instruments having credit enhancements are sufficiently covered to address the market volatility and reduce the inefficiencies of invoking of the pledge or cover, whenever required, without impacting the interest of the investors. In case of fall in the value of the cover below the specified limit, AMC shall initiate necessary steps to ensure protection of the interest of the investors.

17. The scheme shall participate in Repo in corporate debt securities in accordance with As per Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024 and such other directions issued by RBI and SEBI from time to time. The Gross exposure of the scheme to repo transactions in corporate debt securities shall not be more than 10% of the net asset of the scheme.
18. In accordance with Para 4.4.4 of SEBI Master Circular on Mutual Funds dated June 27, 2024, the scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following:
  - a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer
  - b) A Mutual Fund scheme shall not invest:
    - a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and
    - b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer.

The above investment limit for a mutual fund scheme shall be within the overall limit for debt instruments issued by a single issuer, as specified at clause 1 of the Seventh Schedule of SEBI (Mutual Fund) Regulations, 1996, and other prudential limits with respect to the debt instruments.

19. The scheme may consider investment in other financial market investments as per guidelines issued by the Central Government/SEBI/RBI from time to time.

The AMC/Trustee may alter these investment restrictions from time to time to the extent SEBI regulations/applicable rules change/permit so as to achieve the investment objective of the scheme. Such alterations will be made in conformity with SEBI regulations. Further, apart from the investment restrictions prescribed under SEBI regulations, the scheme may follow any internal norms vis-à-vis limiting exposure to a particular scrip or sector, etc.

20. The investment restrictions specified as a percentage of net assets will be computed at the time of making the investment and it is clarified that changes need not be effected, merely by reason of appreciation or depreciation in value or by reason of factors beyond the control of the scheme (such as receipt of any corporate or capital benefits or amalgamations). In case the limits are

exceeded due to reasons beyond its control, the AMC shall adopt necessary measures of prudence to reset the situation having regard to the interest of the investors.

21. The scheme may consider investment in other financial market investments as per guidelines issued by the Central Government/SEBI/RBI from time to time.

The AMC/Trustee may alter these investment restrictions from time to time to the extent SEBI regulations/applicable rules change/permit so as to achieve the investment objective of the scheme. Such alterations will be made in conformity with SEBI regulations. Further, apart from the investment restrictions prescribed under SEBI regulations, the scheme may follow any internal norms vis-à-vis limiting exposure to a particular scrip or sector, etc.

The investment restrictions specified as a percentage of net assets will be computed at the time of making the investment and it is clarified that changes need not be effected, merely by reason of appreciation or depreciation in value or by reason of factors beyond the control of the scheme (such as receipt of any corporate or capital benefits or amalgamations). In case the limits are exceeded due to reasons beyond its control, the AMC shall adopt necessary measures of prudence to reset the situation having regard to the interest of the investors.

### C. Fundamental Attributes

Following are the Fundamental Attributes of the scheme, in terms of Clause 1.14 of SEBI Master Circular for Mutual Funds dated June 27, 2024:

#### (i) Type of a scheme

- o Open ended/~~Close ended/Interval scheme~~
- o ~~Sectoral Fund/Equity Fund/Balance Fund/Income Fund/Index Fund/Any other type of Fund~~

#### (ii) Investment Objective

- o **Main Objective** - ~~Growth/Income/Both~~
- o **Investment pattern** - Please refer to the section "How will the scheme allocate its assets?". The fund retains the option to alter the asset allocation on a short-term basis in the interest of unitholders on defensive considerations.

#### (iii) Terms of Issue

- o **Liquidity provisions such as listing, repurchase, redemption** - Please refer to the Part I.
- o **Aggregate fees and expenses charged to the scheme:** Please refer to the Part III - Other Details.
- o **Any safety net or guarantee provided:** None

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations and Clause 1.14.1.4 of SEBI Master Circular for Mutual Funds dated June 27, 2024 the Trustees shall ensure that no change in the fundamental attributes of the Scheme(s) and the Plan(s) / Option(s) thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme(s) and the Plan(s) / Option(s) thereunder and affect the interests of Unitholders is carried out unless:

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

**D. Index methodology (for index funds, ETFs and FOFs having one underlying domestic ETF) – Not applicable**

**E. Principles of incentive structure for market makers (for ETFs) – Not applicable**

**F. Floors and ceiling within a range of 5% of the intended allocation against each sub class of asset, as per clause 13.6.2 of SEBI master circular for mutual funds dated June 27, 2024 (only for close ended debt schemes) – Not applicable**

**G. Other Scheme Specific Disclosures:**

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| Listing and transfer of units | <p>The Scheme is open ended and the Units are not listed on any stock exchange. However, the Mutual Fund may, at its sole discretion, list the Units on one or more Stock Exchanges at a later date, and thereupon the Mutual Fund will make suitable public announcement to that effect. The Mutual Fund will offer and redeem Units on a continuous basis during the Continuous Offer Period.</p> <p>The Unit holders are given an option to hold the Units by way of an Account Statement (physical form) or in Dematerialized (demat form). Units held in Demat form are transferable (subject to lock-in period, if any and subject to lien, if any marked on the units) in accordance with the provisions of SEBI (Depositories and Participants) Regulations, 1996, as may be amended from time to time. Transfer can be made only in favor of transferees who are capable of holding Units and having a Demat Account. The delivery instructions for transfer of Units will have to be lodged with the DP in requisite form as may be required from time to time and transfer will be effected in accordance with such rules / regulations as may be in force governing transfer of securities in dematerialized mode. Further, for the procedure of release of lien, the investors shall contact their respective DP.</p> <p>For units held in paper form, normally, units are not certified. However, if an applicant so desires to transfer units, the AMC, upon submission of documents which</p> |
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|   | <p>will be prescribed from time to time, shall certify the units and issue a fresh statement/certificate to the extent of certified units to the investor within 5 business days of the receipt of request. If the investor intend to transfer units, it could be done to the extent of certified units mandatorily using the statement/certificate issued post certification of units. Certificate/ statement issued post certifying of units must be duly discharged by the Unit holder(s) and surrendered along with the request for Transfer / Redemption / Switch or any other transaction of Units covered therein. AMC reserves the right to accept the request for certification of units. The AMC reserves the right to reject the application for transfer, post acceptance of the same, if any of the requisite documents / declarations are unavailable or incomplete.</p> <p>However, if a person becomes a holder of the Units consequent to operation of law or upon enforcement of a pledge, the Mutual Fund will, subject to production of satisfactory evidence, effect the transfer, if the transferee is otherwise eligible to hold the Units. Similarly, in cases of transfers taking place consequent to death, insolvency etc., the transferee's name will be recorded by the Mutual Fund subject to production of satisfactory evidence.</p> |
| Dematerialization of units  | <p>The Unit holders have an option to hold the Units in dematerialized (demat) form or account statement (non-demat) form. Units held in Demat Form are freely transferable. The Applicant intending to hold Units in demat form will be required to have a beneficiary account with a Depository Participant (DP) of the NSDL/CDSL and will be required to mention in the application form DP's Name, DP ID No. and Beneficiary Account No. with the DP at the time of purchasing Units.</p>  |
| Minimum Target amount<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.) | Not Applicable.  |

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| Maximum Amount to be raised (if any) | Not applicable.   |
| Dividend Policy (IDCW)               | <p>The Trustee may, at its sole discretion distribute income under IDCW option/ plan in the fund at any time and at such frequency (such as daily, weekly, monthly, quarterly, half-yearly, annually etc.) as it deems appropriate. Although there is every intention to distribute income, there is no assurance or guarantee as to the frequency or quantum of such distribution nor that the distributions be regularly paid. Income Distribution cum capital withdrawal (IDCW) is based on the availability of adequate distributable surplus in the scheme. Distributions can be made out of available distributable surplus (including Equalization Reserve, which is part of sale price that represents realized gains). Such distributions are payable to the Unitholders in the IDCW Plan, whose names appear on the Unitholders' register on the record date. The Trustee may not distribute income at all in the event of inadequacy of distributable income.</p> <p>The scheme reserves the right to suspend sale of units for such period of time as it deems necessary before the record date to ensure proper processing.</p> <p>The amount of distribution will be distributed within 7 working days from the record date.</p> <p>IDCWs will be paid through electronic mode or by cheque (in exceptional circumstances only), net of taxes as may be applicable, and payments will be in favour of the first-named registered holder in the folio. To safeguard the interest of Unitholders from loss or theft of IDCW cheques, it is mandatory for investors to provide the details of their bank account in the Application Form. IDCW cheques or electronic payments will be sent in accordance with such information.</p> <p><b>Record dates for declaration of IDCW</b><br/>The procedure of declaring IDCW and fixing of record dates will be in accordance with Chapter 11 of SEBI Master Circular on Mutual Funds dated June 27, 2024.</p> |
| Allotment (Detailed Procedure)       | Full allotment will be made to all valid applications received during continuous offer period. Refund of  |

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|   | <p>subscription money will be made to applicants without any return, in case applications are invalid or are rejected. An Account Statement containing the number of Units allotted will be issued within 5 business days from the date of allotment.</p> <p>The allotment of units is subject to realisation of the payment instrument/receipt of credit.</p>   |
| Refund  | <p>Full allotment will be made to all valid applications received during continuous offer period. Refund of subscription money will be made to applicants without any return, in case applications are invalid or are rejected. An Account Statement containing the number of Units allotted will be issued within 5 business days from the date of allotment.</p> <p>The allotment of units is subject to realisation of the payment instrument/receipt of credit.</p>  |
| <p>Who can invest?</p> <p>This is an indicative list and investors shall consult their financial advisor to ascertain whether the scheme is suitable to their risk profile.</p> | <p>The scheme units can be purchased by the following entities (subject to the applicable legislation/regulation governing such entities):</p> <ol style="list-style-type: none"> <li>1. Adult individuals, either singly or jointly (not exceeding three), resident in India.</li> <li>2. Parents/Guardian on behalf of minors.</li> <li>3. Companies/ Domestic Corporate Bodies/ Public Sector Undertakings registered in India.</li> <li>4. Charitable, Religious or other Trusts authorised to invest in units of mutual funds.</li> <li>5. Banks, Financial Institutions and Investment Institutions.</li> <li>6. Non-Resident Indians (NRIs) and Overseas Citizen of India (OCI) (including erstwhile Person of Indian Origin card holders) on full repatriation basis and on non-repatriation basis but not (a) United States Persons within the meaning of Regulation 'S' under the United States Securities Act of 1933 or as defined by the U.S. Commodity Futures Trading Commission, as amended from time to time or (b) residents of Canada.</li> <li>7. Foreign institutional investors and their sub accounts on full repatriation basis/ Foreign Portfolio Investors (subject to RBI approval) and such other entities as may be permitted under SEBI (Foreign Portfolio Investors) Regulations, 2014, as amended from time to time.</li> <li>8. Hindu Undivided Family (HUF).</li> <li>9. Wakf Boards or Endowments / Societies / Co-operative societies / Association of Persons or Body of</li> </ol> |

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|                   | <p>individuals (whether incorporated or not), Trusts and clubs authorised to invest in units of mutual funds.</p> <p>10. Sole Proprietorship, Partnership Firms, Limited Liability Partnerships (LLPs).</p> <p>11. Army/ Air Force/ Navy/ Para-military funds and other eligible institutions.</p> <p>12. Scientific and/or industrial research organizations.</p> <p>13. Other Associations, Institutions, Bodies etc. authorized to invest in the units of mutual funds.</p> <p>14. Such other individuals/institutions/body corporate etc., as may be decided by the AMC from time to time, so long as wherever applicable they are in conformity with SEBI Regulations.</p> <p>15. Mutual fund Schemes/ Alternative Investment Funds can also invest in the Scheme, subject to SEBI Regulations applicable from time to time.</p> <p>Units of the schemes of Franklin Templeton Mutual Fund is an eligible investment for charitable and religious trusts under the provisions of Section 11(5)(xii) of the Income Tax Act, 1961, read with Rule 17C of the Income Tax Rules, 1962.</p> <p>Mutual Fund / AMC / Trustee reserves the right to redeem investors' investments in the event of failure on the part of the investor(s) to redeem his/her/their holdings, subsequent to his/her/their becoming (a) United States Persons with the meaning of Regulation (S) under the United States Securities Act of 1933 or as defined by the U.S. Commodity Futures Trading Commission, as amended from time to time or (b) residents of Canada.</p> <p>In view of the individual nature of implications, the investors are advised to consult their own advisors to ascertain if they are eligible to invest in the scheme as per the laws applicable to them and whether the scheme is suitable for their risk profile.</p> |
| Who cannot invest | <p>The below mentioned persons/entities shall not be eligible to invest in the Scheme, if such persons/entities are:</p> <p>1. United States Person (U.S. person*) as defined under the extant laws of the United States of America, except the following:</p>   |

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|                                | <p><i>*The term "U.S. person" means any person that is a U.S. person within the meaning of Regulation S under the Securities Act of 1933 of U.S. or as defined by the U.S. Commodity Futures Trading Commission or as per such further amended definitions, interpretations, legislations, rules etc, as may be in force from time to time.</i></p> <p>(a) NRI/PIOs</p> <p>NRIs/PIOs who may be US Persons may invest/transact, in the Scheme, when present in India, as lump sum subscription, redemption and/or switch transaction and registrations of systematic transactions only through physical form and upon submission of such additional documents/undertakings, etc., as may be stipulated by AMC/Trustee from time to time and subject to compliance with all applicable laws and regulations prior to investing in the Scheme.</p> <p>(b) FPIs</p> <p>FPIs may invest in the Scheme as lump sum subscription and/or switch transaction (other than systematic transactions) through submission of physical form in India, subject to compliance with all applicable laws and regulations and the terms, conditions, and documentation requirements stipulated by the AMC/Trustee from time to time, prior to investing in the Scheme.</p> <p>2. Residents of Canada</p> |
| How to Apply and other details | <p>Investors can subscribe for the Units of the Scheme by completing the Application Form and delivering it at any Investor Service Centre or Collection Centre. KYC complied investors/ Investors who are able to provide necessary information and/or documents to perform KYC can perform a web-based transaction to purchase units of the Scheme on website of the Mutual Fund (<a href="https://www.franklintempletonindia.com/downloads/forms-and-instructions">https://www.franklintempletonindia.com/downloads/forms-and-instructions</a>) , FT Mobile app or through any other electronic mode introduced from time to time. Please refer to the SAI and Application form for the instructions.</p> <p>The Applications Forms shall be made available at Investor Service Centres (ISCs)/Official Points of</p>  |

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|  | <p>Acceptance (OPAs) of Mutual Fund and/or may be downloaded from the website of AMC.</p> <p>The list of the Investor Service Centres (ISCs)/Official Points of Acceptance (OPAs) of the Mutual Fund will be provided on the website of the AMC<br/> <a href="https://www.franklintempletonindia.com/download/en-in/odd-list-of-opats/c948bf89-5b6e-4e15-9b17-def6817a7fbd/List-of-official-points-of-acceptance.pdf">https://www.franklintempletonindia.com/download/en-in/odd-list-of-opats/c948bf89-5b6e-4e15-9b17-def6817a7fbd/List-of-official-points-of-acceptance.pdf</a></p> <p>Please refer to Application form for the instructions.</p> <p><b>Email based non-commercial transactions (NCT) facility</b></p> <p>Will also accept specified non-commercial transactions (NCT) on email as attachments on nonfintransaction@franklintempleton.com will be dedicated for receiving specified non-commercial transaction requests.</p> <p>The list of Non-commercial Transactions that are eligible for this facility and Terms &amp; Conditions applicable to the NCT requests received through email mode for the same is available on our website <a href="https://www.franklintempletonindia.com/downloads/forms-and-instructions">https://www.franklintempletonindia.com/downloads/forms-and-instructions</a></p> <p>Name, address and contact no. of Registrar and Transfer Agent (R&amp;T), email id of R&amp;T, website address of R&amp;T, official points of acceptance, collecting banker details etc. are also provided on back cover page.</p> <p><b>As per the directives issued by SEBI, it is mandatory for applicants to mention their bank account numbers in their applications/request for redemption and therefore, investors are requested to fill-up the appropriate box in the application form failing which applications are liable to be rejected.</b></p> |
| The policy regarding reissue of repurchased units, including the maximum extent, the manner of reissue, the entity (the scheme or the AMC) involved in the same. | Not applicable.  |
| Restrictions, if any, on the right to freely retain or dispose of units being offered.   | <p><b>Suspension of sale of units</b></p> <p>With the approval of the Boards of Directors of the Trustee</p>   |

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|  | <p>and the Asset Management Company, the sale of Units may be suspended temporarily or indefinitely when any of the following conditions exist:</p> <ol style="list-style-type: none"> <li>1. The equity / debt market stops functioning or trading is restricted.</li> <li>2. Periods of extreme volatility in the equity / debt market, which, in the opinion of the Investment Manager, is prejudicial to the interest of the investors.</li> <li>3. When there is a strike by the banking community or trading is restricted by RBI or other authority.</li> <li>4. Period of extreme volatility in the equity / debt / money market, which in the opinion of the Board of Directors of AMC and Trustee is prejudicial to the interest of the scheme's investors.</li> <li>5. As and when directed by the Government of India or RBI or SEBI to do so or conditions relating to natural calamity/external aggression/internal disturbances etc. arises, so as to cause volatile movements in the money or debt market, which in the opinion of the AMC, will be prejudicial to the interest of the unitholders, if further trading in the scheme is continued.</li> <li>6. Break down in the information processing/communication systems affecting the valuation of investments/processing of sale/repurchase request.</li> <li>7. Natural calamity.</li> <li>8. SEBI, by order, so directs.</li> <li>9. Trustee views that increasing the Scheme's size further may prove detrimental to the existing/prospective Unitholders of the Scheme.</li> <li>10. Any other circumstances which in the opinion of the Board of Directors of AMC and Trustee is prejudicial to the interest of the existing/prospective investors.</li> </ol> <p><b>Suspension of redemption of units</b></p> <p>With the approval of the Boards of Directors of the Trustee and the Asset Management Company, the redemption of Units may be suspended temporarily when there are circumstances leading to a systemic crisis or event that severely constricts market liquidity or the efficient functioning of markets such as:</p> <ol style="list-style-type: none"> <li>i. Liquidity issues - when market at large becomes illiquid affecting almost all securities rather than any issuer specific security. Further, restriction on redemption due to</li> </ol> |
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|  | <p>illiquidity of a specific security in the portfolio of a scheme due to a poor investment decision, shall not be allowed.</p> <p>ii. Market failures, exchange closures - when markets are affected by unexpected events which impact the functioning of exchanges or the regular course of transactions. Such unexpected events could also be related to political, economic, military, monetary or other emergencies.</p> <p>iii. Operational issues - when exceptional circumstances are caused by force majeure, unpredictable operational problems and technical failures (e.g. a black out). Such cases can only be considered if they are reasonably unpredictable and occur in spite of appropriate diligence of third parties, adequate and effective disaster recovery procedures and systems.</p> <p>iv. Based on any other guidance/ circular issued by SEBI from time to time.</p> <p>Restriction on redemption may be imposed for a specified period of time not exceeding 10 working days in any 90 days period. The approval from the Boards of AMC / Trustee shall also be informed to SEBI in advance.</p> <p>When restriction on redemption is imposed, the following procedure shall be applied:</p> <p>i. No redemption requests upto Rs. 2 lakh shall be subject to such restriction.</p> <p>ii. Where redemption requests are above Rs. 2 lakh, AMC shall redeem the first Rs. 2 lakh without such restriction and remaining part over and above Rs. 2 lakh shall be subject to such restriction.</p> <p>Any Units which, by virtue of these limitations, are not redeemed on a particular Business Day will be carried forward for redemption on the next following Business Day in order of receipt. Redemptions carried forward will be made at the NAV in effect on the subsequent Business Day(s) on which the condition for redemption request is fulfilled. To the extent multiple redemptions are being satisfied in a single day under these circumstances, such payments will be made pro-rata based on the size of each redemption request. Under such circumstances, redemption cheques may be mailed out to investors within a reasonable period of time and will not be subject</p> |
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|  | <p>to the normal response time for redemption cheque mailing.</p> <p>In case where more than one application is received for redemption in a scheme for an aggregate redemption amount equal to or more than Rs.2 lakhs on any Business Day across all plans/options of the relevant scheme, then such applications shall be aggregated at the investor level (same holders/joint holders identified by their Permanent Account Numbers (PAN) in the same sequence).</p> <p>Such aggregation shall be done irrespective of the number of folios under which the investor is redeeming and irrespective of mode, location and time of application.</p>  |
| <p>Cut off timing for subscriptions/ redemptions/ switches.</p> <p>This is the time before which your application (complete in all respects) should reach the official points of acceptance.</p> | <p>For subscriptions:</p> <p>Pursuant to SEBI guidelines, the cut off timings and the applicability of Net Asset Value of the scheme is under:</p> <p>In respect of valid applications received* up to 3:00 p.m. by the Mutual Fund and the funds are available for utilisation on the same day before the cut-off time - the closing NAV of the day on which the funds are available for utilisation shall be applicable.</p> <p>In respect of valid applications received* after 3:00 p.m. by the Mutual Fund and the funds are available for utilisation on the same day - the closing NAV of the Business Day following the day on which the funds are available for utilisation shall be applicable.</p> <p>However, irrespective of the time of receipt of application, where the funds are not available for utilisation on the day of the application, the closing NAV of the Business Day on which the funds are available for utilisation before the cut-off time (3:00 p.m.) shall be applicable provided the application is received* prior to availability of the funds.</p> <p>Investors are encouraged to avail electronic payment modes to transfer funds to the bank account of the Scheme to expedite unit allotment.</p> <p>For determining the availability of funds for utilisation, the funds for the entire amount of subscription/purchase (including switch-in) as per the application should be credited to the bank account of the scheme before the cut-off time and the funds are available for utilisation before the cut-off time without</p> |

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|  | <p>availing any credit facility whether intra-day or otherwise, by the respective scheme.</p> <p>For investments through systematic investment routes such as Systematic Investment Plans (SIP), Systematic Transfer Plans (STP), Transfer of Income Distribution cum capital withdrawal plan (TIDCW) etc. the units will be allotted as per the closing NAV of the day on which the funds are available for utilization by the destination Scheme irrespective of the instalment date of the SIP, STP or record date of IDCW etc.</p> <p>The Trustee/AMC may alter the limits and other conditions in line with the SEBI Regulations.</p> <p>*Received at the Official Points of Acceptance of Transactions of Franklin Templeton Mutual Fund.</p> <p>For Redemptions:<br/>Pursuant to SEBI guidelines, the cut off timings and the applicability of Net Asset Value of the scheme is under:</p> <p>In respect of valid applications received up to 3:00 p.m. by the Mutual Fund, same day's closing NAV shall be applicable.</p> <p>In respect of valid applications received after 3:00 p.m. by the Mutual Fund, the closing NAV of the next business day shall be applicable.</p> |
| Minimum amount for purchase/redemption/switches (mention the provisions for ETFs, as may be applicable, for direct subscription/redemption with AMC. | <p>Subscription: Fresh Purchase - Rs.5,000/-. Additional Purchase - Rs.1,000/-.</p> <p>Systematic Investment Plan (SIP) - Rs. 500</p> <p>Redemption: Rs.1,000/-.</p> <p>The amount for subscription, SIP and redemption in excess of the minimum amount specified above is any amount in multiple of Re. 1/-.</p> <p>There is no upper limit. The Trustee / AMC reserves the right to vary these limits from time to time, in the interest of investors.</p> <p>Since the redemption request for units held in dematerialized mode can be given only in 'number of units' with Depository Participants or on Stock exchange Platform, the provision pertaining to 'Minimum redemption amount' shall not be applicable to such investors.</p> <p>Unitholder may request the redemption of a certain specified Rupee amount or of a certain number of Units.</p>  |

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|                     | <p>If a redemption request is for both a specified Rupee amount and a specified number of Units, the specified number of Units will be considered the definitive request. In the case where a Rupee amount is specified or deemed to be specified for redemption, the number of Units redeemed will be the amount redeemed divided by the applicable NAV. Redemption requests will be honoured to the extent permitted by the credit balance in the Unitholder's account. The number of Units so redeemed will be subtracted from the Unitholder's account and a statement to this effect will be issued to the Unitholder. If the redemption request exceeds the Balance in the account then the account would be closed and balance sent to the investors. To pay the investor the redemption amount requested for (in Rupees), Franklin Templeton will redeem that many units as would give the investor the net redemption amount requested for, after deducting exit load as applicable from time to time.</p>                             |
| Accounts Statements | <p>The AMC shall send an allotment confirmation specifying the units allotted by way of email and/or SMS within 5 working days of receipt of valid application/transaction to the Unit holders registered e-mail address and/ or mobile number (whether units. are held in demat mode or in account statement form).</p> <p>A Consolidated Account Statement (CAS) detailing all the transactions across all mutual funds (including transaction charges paid to the distributor) and holding at the end of the month shall be sent to the Unit holders in whose folio(s) transaction(s) have taken place during the month by mail or email on or before 15th of the succeeding month.</p> <p>Half-yearly CAS shall be issued at the end of every six months (i.e. September/ March) on or before 21st day of succeeding month, to all investors providing the prescribed details across all schemes of mutual funds and securities held in dematerialized form across demat accounts, if applicable</p> <p>For further details, refer SAI.</p> |
| Dividend/ IDCW      | <p>The payment of dividend/IDCW to the unitholders shall be made within seven working days from the record date.</p>  |
| Redemption          | <p>The redemption or repurchase proceeds shall be</p>   |

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|  | <p>dispatched to the unitholders within three working days from the date of redemption or repurchase.</p> <p>For list of exceptional circumstances refer para 14.1.3 of SEBI Master Circular for Mutual Funds dated June 27, 2024.</p>   |
| Bank Mandate   | <p>As per the directives issued by SEBI, it is mandatory for applicants to mention their bank account numbers in their applications and therefore, investors are requested to fill-up the appropriate box in the application form failing which applications are liable to be rejected.</p> <p>Change in Bank Mandate</p> <ul style="list-style-type: none"> <li>For investors holding units in demat mode, the procedure for change in bank details would be as determined by the depository participant.</li> <li>For investors holding units in non-demat mode, the Unit holders may change their bank details registered with the Mutual Fund by submitting an application for the same</li> </ul> <p>In an endeavour to protect the investors from possible fraudulent activities, the AMC may require the investors to submit such documents as may be deemed necessary or appropriate from time to time, for verification and validation of the bank account details furnished by the investors. The AMC reserves the right to deny the request for registration of a bank account for the investor's Folio in case the investor fails to submit the necessary document to the satisfaction of the AMC.</p> |
| Delay in payment of redemption / repurchase proceeds/dividend              | <p>The Asset Management Company shall be liable to pay interest to the unitholders at rate as specified vide clause 14.2 of SEBI Master Circular for Mutual Funds dated June 27, 2024 by SEBI for the period of such delay.</p>  |
| Unclaimed Redemption and Income Distribution cum Capital Withdrawal Amount | <p>The unclaimed redemption and IDCW amount may be deployed by the mutual fund in call money market, money market instruments or separate plan of Liquid scheme / Money Market Mutual Fund scheme floated specifically for deployment of the unclaimed amounts only. The investors who claim the unclaimed amounts during a period of three years from the due date shall be paid initial unclaimed amount along-with the income earned on its deployment. Investors who claim these amounts after 3 years, shall be paid initial unclaimed amount along-with the income earned on its deployment till the end of the third year. After the third year, the income earned on such unclaimed amounts shall be used for the purpose of investor education. The AMC would make a continuous effort to remind the</p>  |

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|                                       | <p>investors through letters to take their unclaimed amounts. The investment management fees charged by the AMC for managing unclaimed amounts will not exceed 50 basis points. The Fund/AMC shall not be liable to pay any interest or compensation on unclaimed amount.</p>   |
| Disclosure w.r.t investment by minors | <p>Investments in the name of a minor acting through guardian</p> <p>In case of investments held in the name of a minor, no joint holders will be registered. The minor, acting through the guardian, should be the first and sole holder in the Folio/ Account. The guardian should be either the parent (i.e. father or mother) or the court appointed legal guardian. The guardian of the minor may need to submit such declarations and/or other documents/information as a proof of guardianship, as may be prescribed by the AMC from time to time.</p> <p>Date of birth of the minor along with photocopies of the supporting documents (viz. birth certificate, school leaving certificate/ Mark sheet issued by Higher Secondary Board of respective states, ICSE, CBSE etc., or, passport or any other document evidencing the date of birth of the minor) should be mandatorily provided while opening the account.</p> <p>Payment for investment by any mode shall be accepted from the bank account of the minor, parent or legal guardian of the minor, or from a joint account of the minor with parent or legal guardian.</p> <p>Irrespective of the source of payment for subscription, all redemption proceeds shall be credited only in the verified bank account of the minor, i.e. the account the minor may hold with the parent/ legal guardian after completing all KYC formalities.</p> <p>Upon attainment of majority by the minor, the account should be regularised forthwith, the minor in whose name the investment was made, shall be required to provide all the KYC details, updated bank account details including cancelled original cheque leaf of the new account. No further transactions shall be allowed till the status of the minor is changed to major. The AMC may specify such procedures for regularisation of the Folio, as may be deemed appropriate from time to</p> |

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|   | <p>time. Post attainment of majority by the minor, the Mutual Fund/AMC will not be obliged to accept any instruction or transaction application made under the signature of the guardian. In case of an application for registration of a systematic transaction facility (Systematic Investment Plan / Systematic Transfer Plan / Systematic Withdrawal Plan or Transfer of Income Distribution cum capital withdrawal), if the end date of the facility extends beyond the date of attainment of majority by the minor, such facility will be registered only up to the date of attaining majority.</p>   |
| Non applicability Minimum Application Amount (Lump-sum) and Minimum Redemption amount | <p>Para 6.10 of SEBI Master Circular on Mutual Funds dated June 27, 2024 regarding Alignment of interest of Designated Employees of Asset Management Companies (AMCs) with the Unitholders of the Mutual Fund Schemes has, inter alia mandated that a certain percentage of gross annual CTC net of income tax and any statutory contributions of the Designated Employees of the AMCs shall be invested in units of the scheme(s) of the Fund in which they have a role/oversight.</p> <p>In accordance with the regulatory requirement, the minimum application amount and minimum redemption amount will not be applicable for investment made in schemes of the Fund in compliance with the aforesaid circular(s).</p> <p>The above-mentioned provisions shall override the conflicting provisions, if any.</p> |

### **III. Other Details:**

- A. In case of Fund of Funds Scheme, Details of Benchmark, Investment Objective, Investment Strategy, TER, AUM, Year wise performance, Top 10 Holding/ link to Top 10 holding of the underlying fund should be provided:** Not Applicable
- B. Periodic Disclosures such as Half yearly disclosures, half yearly results, annual report**
- Half yearly disclosures/ results: The Mutual Fund shall host half yearly disclosures of the Scheme's' unaudited financial results in the prescribed format on its website viz. [www.franklintempletonindia.com](http://www.franklintempletonindia.com) and on the website of Association of Mutual Funds in India (AMFI) viz. [www.amfiindia.com](http://www.amfiindia.com) within one month from the close of each half year i.e. on 31st March and on 30th September and shall publish an advertisement in this regard in at least one English daily newspaper having nationwide circulation and, in a newspaper, having wide circulation published in the language of the region where the Head Office of the Mutual Fund is situated.
  - Annual Report: Scheme Annual report in the format prescribed by SEBI, will be hosted on the website of the Fund viz. [www.hdfcfund.com](http://www.hdfcfund.com) and on the website of Association of Mutual Funds in India (AMFI) viz. [www.amfiindia.com](http://www.amfiindia.com) as soon as may be but not later than four months from the date of closure of the relevant accounts year (i.e. 31st March each year). Mutual Fund/AMC will publish an advertisement every year, in the all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the Scheme wise Annual Report on the website of the Fund and on the website of Association of Mutual Funds in India (AMFI). Mutual Fund/AMC will e-mail the Scheme Annual Report or Abridged Summary thereof to those unitholders, whose email addresses are registered with the Mutual Fund. Investors who have not registered their email id will have an option of receiving a physical copy of the Annual Report or Abridged Summary thereof. Mutual Fund/ AMC will provide a physical copy of the abridged summary of the Annual Report, without charging any cost, on specific request received from a unitholder through any mode. A physical copy of the scheme wise annual report shall be made available for inspection to the investors at the registered office of the AMC.
  - Other disclosures: To enhance investor awareness and information dissemination to investors, SEBI prescribes various additional disclosures to be made by Mutual Funds from time to time on its website/on the website of AMFI, stock exchanges, etc. These disclosures include Scheme Summary Documents, various activities of Mutual Funds with timelines, DOs and DON'Ts for Investors, Grievance Redressal Mechanism, etc.). Investors may refer to the same.
- C. Transparency/NAV Disclosure (Details with reference to information given in Section I)**
- The NAV shall be normally calculated for all Business Days.
  - The Scheme currently permits investment of a part of its corpus in overseas securities. Para 8.2.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024, states that

NAV of schemes shall be disclosed based on the value of underlying securities/ Funds as on the date of investment in MF units in India.

- Thus, the aforesaid Scheme(s) will declare the NAV as follows:

| Particulars   | NAV declaration time for a Business Day & Rationale  |
|---|--|
| If entire assets under management (AUM) is invested only in Indian securities | 11 p.m. on same Business Day   |
| If entire or part of AUM is invested in overseas securities                   | As the prices of overseas securities would be determined as per a different time zone, the Scheme(s) may declare the NAV for a Business Day by the next Business Day by 10:00 a.m. |

- The Mutual Fund is required to declare the NAV of the Scheme on AMFI's website [www.amfiindia.com](http://www.amfiindia.com) and also on our website [NAV of Mutual Funds: Latest NAV & Dividend Information - Franklin Templeton India®](#).
- NAV will be calculated up to four decimal places using standard rounding criteria.
  - The disclosure of NAV as outlined above is as per the prevailing SEBI Regulations and is subject to change from time to time.

**D. Transaction charges and stamp duty-** Indicate only the amount of transaction charges and stamp duty applicable. Details to be provided in SAI.

- Transaction charges: The AMC/Mutual Fund shall deduct Transaction Charges on purchase/subscription applications received from investors that are routed through a distributor/agent/broker as follows, provided the distributor/agent/broker has opted to receive the transaction charges. The distributors have the option to either opt in or opt out of levying transaction charge based on type of the product:
  - First time investor in Mutual Funds: Transaction Charge of Rs.150/- on purchase/subscription application of Rs.10,000 and above shall be deducted from the subscription amount and paid to the distributor/agent/broker of the investor. Units will be allotted for the balance subscription amount (net of the transaction charge deducted).
  - Investors other than first time investor in mutual funds: Transaction Charge of Rs.100/- per purchase/subscription application of Rs.10,000 and above shall be deducted from the subscription amount and paid to the distributor/agent/broker of the investor. Units will be allotted for the balance subscription amount (net of the transaction charge deducted).
  - Investments through Systematic Investment Plan (SIP) - the Transaction Charge shall be deducted only if the total commitment through SIP (i.e. amount per SIP instalment x No. of SIP instalments) amounts to Rs.10,000/- and above. The Transaction Charge shall be deducted in 3 or 4 instalments, as may be decided by the AMC from time to time.

- Stamp duty: Mutual fund units issued against Purchase transactions (whether through lump-sum investments or SIP or STP or switchins or reinvestment under IDCW Option) would be subject to levy of stamp duty @ 0.005% of the amount invested. Transfer of mutual fund units (such as transfers between demat accounts) are subject to payment of stamp duty @ 0.015%. The rate and levy of stamp duty may vary as amended from time to time.

Please refer to SAI for further details.

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

F. **Taxation-**

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

**This information is provided for general information only and is based on the prevailing tax laws, as applicable in case of this Scheme. 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.**

Franklin Templeton Mutual Fund is registered as a Mutual Fund with Securities and Exchange Board of India ('SEBI') under SEBI (Mutual Fund) Regulations, 1996. Any income earned by such mutual fund registered with SEBI is exempt from taxation as per section 10(23D) of the Income Tax Act, 1961 ('Act')

**Category of this Scheme:** As per section 50AA of the Act, this scheme is a **Specified Mutual Fund** as on March 31, 2025.

"Specified mutual fund" ^^^ means a mutual fund by whatever name called,

- which invests more than 65% or more of its total proceeds in debt and money market instruments or
- which invests 65% or more of its total proceeds in units of fund referred to in clause (i) above.

Provided that the percentage of investment in debt and money market instruments or in units of a fund, as the case may be, shall be computed with reference to the annual average of the daily closing figures:

Provided further that for the purposes of this clause, "debt and money market instruments" shall include any securities, by whatever name called, classified or regulated as debt and money market instruments by the Securities and Exchange Board of India.

#### ***Taxability in the hands of Investor***

If the units are held as stock-in-trade of a business, the said income will be taxed at the

rates at which the normal income of that investor is taxed.

If the units are held as investments, the said income will be taxed as capital gains. In such case, the tax rates applicable will depend on whether the gain on sale of units is classified as a short-term capital gain or a long-term capital gain.

#### **Tax Rates**

| <b>Nature of Income</b>  | <b>Resident Individual &amp; HUF</b>  | <b>Domestic Corporate</b>  | <b>Non-Resident Investor</b>             |
|--|---------------------------------------|----------------------------|--|
| <b>IDCW</b>  | As per applicable tax rate            | As per applicable tax rate | 20%                                      |
| <b>LTCG<sup>^^</sup></b><br><b>Listed Units - Holding Period &gt; 12 Months</b><br><b>Unlisted Units - Holding Period &gt; 24 Months</b>   | Deemed to be STCG as per section 50AA |                            |  |
| <b>LTCG<sup>\$\$</sup></b><br><b>Listed Units - Holding Period &gt; 12 Months</b><br><b>Unlisted Units - Holding Period &gt; 24 Months</b> | 12.5% (without indexation)            | 12.5% (without indexation) | 12.5% (without indexation)               |
| <b>STCG</b><br><b>Listed Units - Holding Period &lt;= 12 Months</b><br><b>Unlisted Units - Holding Period &lt;= 24 Months</b>              | As per applicable tax rate            | As per applicable tax rate | As per applicable tax rate<br>FPIs – 30% |

<sup>^^</sup>Applicable for units acquired on or after 1 April 2023

<sup>\$\$</sup>Applicable for units acquired prior to 1 April 2023

#### **Withholding Tax Rates (TDS)**

| <b>Nature of Income</b>  | <b>Resident Individual &amp; HUF</b> | <b>Domestic Corporate</b> | <b>Non-Resident Investor<sup>#</sup></b> |
|--|--------------------------------------|---------------------------|--|
| <b>IDCW</b>  | 10%*                                 | 10%*                      | 20%                                      |
| <b>LTCG<sup>^^</sup></b><br><b>Listed Units - Holding Period &gt; 12 Months</b><br><b>Unlisted Units - Holding Period &gt; 24 Months</b>   | Nil                                  | Nil                       | Deemed to be STCG as per section 50AA    |
| <b>LTCG<sup>\$\$</sup></b><br><b>Listed Units - Holding Period &gt; 12 Months</b><br><b>Unlisted Units - Holding Period &gt; 24 Months</b> | Nil                                  | Nil                       | 12.5% (without indexation)               |
| <b>STCG</b><br><b>Listed Units - Holding Period &lt;= 12 Months</b><br><b>Unlisted Units - Holding Period</b>                              | Nil                                  | Nil                       | Non-Corporate - 30%<br>Corporate – 35%   |

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| <b>&lt;= 24 Months</b> |  |  |  |
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^^Applicable for units acquired on or after 1 April 2023

\$\$ Applicable for units acquired prior to 1 April 2023

IDCW – Income Distribution cum capital withdrawal

LTCG – Long Term Capital Gain

STCG – Short Term Capital Gain

# In case of a foreign portfolio investor, no TDS is required on LTCG and STCG

\*\* As per provision of section 194K of the Act, where the amount of income credited or paid in a financial year, in aggregate, does not exceed Rs. 10,000, no withholding is required to be carried out. However, the scheme shall be withholding tax when the aggregate amount in financial year at Permanent Account Number (PAN) level exceeds Rs. 9,000.

Tax rates mentioned above are further increased by surcharge and health and education cess as may be applicable for respective investor.

Surcharge and cess shall not be applied on basic tax while deducting TDS, if any, on income of resident investors.

#### Surcharge Rates

| <b>Total income</b>                       | <b>Individual<br/>/HUF ~</b> | <b>Partnership Firms<br/>&amp; Co-operative<br/>Societies</b> | <b>Domestic<br/>Companies*</b> | <b>Foreign<br/>Companies</b> |
|---|------------------------------|---|--------------------------------|------------------------------|
| <b>Less than or equal to<br/>50 lakhs</b> | NIL                          | NIL   | NIL                            | NIL                          |
| <b>&gt;50 lakhs &lt;= 1 crore</b>         | 10%                          | NIL   | NIL                            | NIL                          |
| <b>&gt;1 crore &lt;= 2 crores</b>         | 15%                          | 12%   | 7%                             | 2%                           |
| <b>&gt;2 crores &lt;= 5 crores</b>        | 25%                          | 12%   | 7%                             | 2%                           |
| <b>&gt;5 crores &lt;= 10 crores</b>       | 37%                          | 12%   | 7%                             | 2%                           |
| <b>&gt;10 crores</b>                      | 37%                          | 12%   | 12%                            | 5%                           |

~~ Surcharge rate shall not exceed 25% in case of individual and HUF being taxed under tax regime under section 115BAC of the Act. In case total income includes income by way of dividend on shares, short-term capital gains on units of equity oriented mutual fund schemes and long-term capital gains on mutual fund schemes, the rate of surcharge on the said type of income not to exceed 15% [refer clause on Taxation in the SAI for further details]

\* 10% basic surcharge (irrespective of taxable income) for domestic companies availing benefit under section 115BAA and section 115BAB of the Act.

Tax plus surcharge shall be further increased by a health and education cess of 4 percent.

### **DTAA Benefits**

Taxability in the hands of non-resident investor shall be subject to Double Taxation Avoidance Agreement ("DTAA" or "tax treaty") benefits which can be claimed in the return of income to be filed by such investors, as applicable. Further, such DTAA benefit may also be claimed at the time of withholding of taxes (subject to requisite documents for claiming DTAA benefit made available by investor to the Mutual Fund). The investors should obtain specific advice from their tax advisors regarding the availability of the tax treaty benefits.

### **PAN-AADHAR Linking**

As per section 139AA of the Act read with rule 114AAA of the Income-tax Rules, 1962, in the case of a resident person, whose PAN has become inoperative due to non-linking of PAN with Aadhaar, it shall be deemed that he has not furnished the PAN and tax could be withheld at a higher rate of 20% as per section 206AA of the Act.

### **Securities Transaction Tax (STT)**

No STT is payable on sale (redemption) of units of a specified mutual fund.

DISCLAIMER: The information given here is neither a complete disclosure of every material fact of Income-tax Act 1961 nor does it constitute tax or legal advice. Investors are requested to review the prospectus carefully and obtain expert professional advice with regard to specific legal, tax and financial implications of the investment/participation in the scheme

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

**H. List of official points of acceptance:** Details are available on <https://www.franklintempletonindia.com/download/en-in/odd-list-of-opats/c948bf89-5b6e-4e15-9b17-def6817a7fbd/List-of-official-points-of-acceptance.pdf>

**I. 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.**

Please refer <https://www.franklintempletonindia.com/download/en-in/odd-penalties/6e03f15a-bb96-4cfb-a3cf-ca14711b1a82/Penalties-and-Pending-Litigation-Section.pdf>

Notwithstanding anything contained in the Scheme Information Document the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the Guidelines thereunder shall be applicable.

The Scheme under this Scheme Information Document was approved by the Trustee vide its resolution dated **August 10, 2001**.

## DIRECTORY

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| <b>Sponsor</b><br>Templeton International, Inc.<br>300 S.E. 2nd Street, 11th<br>Floor, Fort Lauderdale, FL<br>33301, USA.   | <b>Investment Manager</b><br>Franklin Templeton Asset<br>Management (India) Pvt.<br>Ltd.<br>One International Centre,<br>Tower 2, 12th and 13th<br>Floor, Senapati Bapat Marg,<br>Elphinstone Road (West),<br>Mumbai 400013 | <b>Trustee</b><br>Franklin Templeton Trustee<br>Services Pvt. Ltd.<br>One International Centre, Tower<br>2, 12th and 13th Floor, Senapati<br>Bapat Marg, Elphinstone Road<br>(West), Mumbai 400013          |
| <b>Registrars</b><br>Computer Age Management<br>Services Private Limited<br>No.10 (Old No.178), M.G.R.<br>Salai, Nungambakkam,<br>Chennai – 600 034<br>Website:<br><a href="http://www.camsonline.com">www.camsonline.com</a><br>Email:<br>enq_fti@camsonline.com | <b>Custodians</b><br>Hongkong and Shanghai<br>Banking Corporation<br>Limited (HSBC)<br>52/60, Mahatma Gandhi<br>Road,<br>Fort,<br>Mumbai 400 001  | <b>Auditors</b><br>B S R & Co. LLP, Chartered<br>Accountants – having its office<br>at 5 <sup>th</sup> Floor, Lodha Excelus,<br>Appollo Mills Compound, N. M.<br>Joshi Marg, Mahalaxmi,<br>Mumbai – 400 011 |

### Franklin Templeton Branch Offices (Investor Service Centres)

| Name of the Branch | Address  |
|--------------------|--|
| Ahmedabad          | Ground Floor/Part, Achal Raj Building, Opp. Mayor's House, Law Garden,Ahmedabad - 380006.  |
| Allahabad          | S N Tower, 4C Maharishi Dayananad Marg, Opp. Radio Station, Civil Lines, Allahabad-211001  |
| Bangalore          | 26-27, 1st floor, Northern Area West Wing, Raheja Towers MG Road, Bangalore - 560001. Fax-080-67149595                                     |
| Bhubaneswar        | 77, Kharavel Nagar, Unit III, Janpath, Bhubaneswar 751001<br>Fax: (0674) 2531026   |
| Bhopal             | Guru Arcade, 2nd Floor, Ramgopal Maheshwari Marg, Plot No.153, M P Nagar Zone 1, Bhopal - 462011   |
| Chandigarh         | S.C.O 413-414, 1st Floor, Sector 35-C, Chandigarh - 160022<br>Fax: (0172)-2622341  |
| Chennai            | Century Centre, 75 T.T.K. Road, Alwarpet, Chennai 600018<br>Fax: (044) 24987790  |
| Cochin (Kochi)     | 41/418-C, Chicago Plaza, First Floor, Rajaji Road, Ernakulam, Cochin 682035<br>Fax: (0484) 2373076   |
| Coimbatore         | 424-C Red Rose Towers, Second Floor, D. B. Road, R. S. Puram, Coimbatore 641002<br>Fax: (0422) 2470277                                     |
| Dehradun           | Shop No. 5 , 1st Floor, Swaraj Complex, Opp. Hotel Madhuban, Rajpur Road, Dehradun – 248001<br>Fax: (0135) 2719873                         |
| Guwahati           | ITAG Plaza, 2nd Floor, Office No. 2C, G.S. Road, Main Road, ABC, Guwahati - 781005   |
| Hyderabad          | Unit No 402, 6-3-1085/1 4th Floor, Dega Towers Rajbhavan Road, Somajiguda , Hyderabad-500 082<br>Fax: (040) 23400030                       |
| Indore             | Office No.101, 1 <sup>st</sup> Floor, Vikram Heights, Opposite Rani Sati Gate,25/2, Yashwant Niwas Road, Indore - 452001                   |
| Jaipur             | Office No.18, 2nd Floor, Laxmi Complex, M.I Road, Jaipur -302001, Rajasthan.   |
| Jalandhar          | Ground Floor, SCO- 15 PUDA Complex Ladowali Road Jalandhar - 144 001   |
| Jamshedpur         | Fair Deal Complex,1st Floor, Office Unit 1B, Main Road, Opp. Ram Mandir, Bistupur, Jamshedpur-831001                                       |
| Kanpur             | Office no 208, 209 & 210, 2nd floor KAN Chambers, Civil lines, Kanpur-208001   |
| Kolkata            | 4th Floor, A Block, 22, Abanindra Nath Thakur Sarani (Known as Camac Street), Kolkata - 700016   |
| Lucknow            | Office no. 2, Ground Floor, Regency Plaza, Opposite Dr. Shyama Prasad Mukherji Hospital (Civil), 5 Park road, Hazratganj, Lucknow - 226001 |
| Ludhiana           | SCO-37, First Floor, Feroze Gandhi Market, Ludhiana 141001   |

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|            | Fax: (0161) 3012101  |
| Madurai    | Suriya Towers, 1st floor ,Door No 272 /273 , Good Shed Street , Madurai 625001<br>Fax: (0452) 2350144  |
| Mangalore  | First Floor, Manasa Towers, M. G. Road, Kodialbail, Mangalore 575003<br>Fax: (0824) 2493749  |
| Mumbai     | (a) Unit No.202/203/204, 2nd Floor, Dalamal Tower, Plot No. 211, Free Press Journal Marg, Nariman Point, Mumbai - 400 021<br>Fax: (022) 22810923<br>(b) One International center, Tower 2, 13th Floor, Senapati Bapat Marg, Elphinstone (W), Mumbai - 400013 |
| Nagpur     | Shop No. 3 & 4, Ground Floor, Maharshi Shivpad Complex, Plot No. 262, West High Court Road, Bajaj Nagar, Nagpur 440010<br>Fax: (0712) 2242238  |
| Nasik      | Marvel Tanishq, Office No.402, 4th Floor, Sharanpur Road, New Pandit Colony, Nasik - 422002.   |
| New Delhi  | 707-710, 7th Floor, Ashoka Estate Building, 24 Barakhamba Road, New Delhi 110001<br>Fax: (011) 23752019  |
| Patna      | Unit No.402, 4th Floor, Sai Tower, New Dak Bungalow Road, Patna - 800 001  |
| Panjim     | Office Premises no.201, Unit No. PNJ B-O9, Level 2, 1st Floor, Nova Goa Building, Dr. Atmaram Borkar Road, Panaji, Goa- 403001.  |
| Pune       | 401, Karan Selene, above Yes Bank, 187, Bhandarkar Road, Pune 411004<br>Fax: (020) 25665221  |
| Raipur     | First Floor, Piyank tower, GE Road, Raja Talab, Raipur - 492001<br>Fax: (0771) 4033614   |
| Rajkot     | 408-409, 4th Floor, Sadhana DOWNTOWN, Jubilee Chowk, Jawahar Road, Rajkot - 360 001  |
| Ranchi     | Saluja Tower, 6th Floor, Peepe Compound, Sujata Chowk, Main Road, Ranchi - 834001  |
| Salem      | 214/215, Second Floor, Kandaswarna Shopping Mall, Sarada College Road, Salem 636016<br>Fax: (0427) 2446854   |
| Surat      | HG-29 International Trade Centre, Majura Gate Cross Road Signal, Ring Road, Surat 395002<br>Fax: (0261) 2473744  |
| Trichy     | Arun Arcade, 75/1, First Floor, First Cross, North East Extension, Thillainagar, Trichy 620018<br>Fax: (0431) 2760013  |
| Vadodara   | Unit No. - 306, Third Floor, Golden Icon, Opp. BSNL, Bird Circle, Old Padra Road, Vadodara - 390007  |
| Varanasi   | D-64/127, C-H, Arihant Complex, 4 <sup>th</sup> Floor, Sigra, Varanasi, Uttar Pradesh  |
| Vijayawada | White House, III Floor, Room # 2, M. G. Road, Opposite All India Radio,Vijayawada 520010   |

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|               | Fax: (0866) 6695550  |
| Visakhapatnam | 204, First Floor, Eswar Plaza, Dwaraka Nagar, Visakhapatnam<br>530016<br>Fax: (0891) 6666806 |

**National Call Centre:**

1800 425 4255 or 1800 258 4255 (please prefix the city STD code if calling from a mobile phone, Local call rates apply to both the numbers) from 8:00 a.m. to 9:00 p.m., Monday to Saturday.

**Collection Centres:****Branch Office of Computer Age Management Services Limited**

| Name of the branch        | Address   |
|---------------------------|---|
| Agartala(Tirupura)        | Advisor Chowmuhan (Ground Floor),KrishnanagarAgartala,Tripura,799001  |
| Agra(Uttarpradesh)        | No. 8, II Floor Maruti Tower Sanjay Place ,Agra ,Uttarpradesh-282002  |
| Ahmedabad(Gujarat)        | 111- 113,1 st Floor- Devpath Building Off C G Road Behind Lal Bungalow,Ellis Bridge, Ahmedabad Gujarat 380006               |
| Ahmednagar(Maharashtra)   | Office No.3.1st Floor,Shree Parvati,Plot No.1/175,Opp. Mauli Sabhagruh,Zopadi Canteen,Savedi,Ahmednagar-414003              |
| Ajmer(Rajasthan)          | AMC No. 423/30 Near ChurchOpp T B Hospital,Jaipur Road,Ajmer,Rajasthan,305001   |
| Akola(Maharashtra)        | Opp. RLT Science CollegeCivil Lines,Akola,Maharashtra,444001  |
| Aligarh(Uttarpradesh)     | City Enclave, Opp. Kumar Nursing Home Ramghat Road Aligarh Uttarpradesh-202001  |
| Allahabad(Uttarpradesh)   | 30/2, A&B, Civil Lines Station Besides ,Vishal Mega Mart Strachey Road, Allahabad ,Uttarpradesh-211001                      |
| Alleppey(Kerala)          | Doctor's Tower Building,Door No. 14/2562, 1st floor,North of Iorn Bridge, Near Hotel Arcadia Regency, AlleppeyKerala,688001 |
| Alwar(Rajasthan)          | 256A, Scheme No:1,Arya Nagar,Alwar,Rajasthan,301001   |
| Amaravati(Maharashtra)    | 81, Gulsham Tower,2nd Floor,Near Panchsheel Talkies,Amaravati,Maharashtra,444601  |
| Ambala(Haryana)           | Shop No.4250, Near B D Senior Secondary School, Ambala Cantt., Ambala, Haryana 133001                                       |
| Amritsar(Punjab)          | 3rd Floor,Bearing Unit No-313,Mukut House,Amritsar-143001   |
| Anand(Gujarat)            | 101, A.P. Tower,B/H, Sardhar Gunj,Next to Nathwani Chambers,AnandGujarat388001  |
| Anantapur(Andhra Pradesh) | 15-570-33, I FloorPallavi Towers,Subash RoadOpp:Canara Bank,Anantapur,AndhraPradesh,515001                                  |
| Andheri(Maharashtra)      | CAMS Pvt Ltd,No.351,Icon,501,5 <sup>th</sup> Floor,Western Express Highway,Andheri East,Mumbai-400069                       |
| Angul(Orissa)             | Similipada,Near Sidhi Binayak +2 Science Collage,Angul-759122   |
| Ankleshwar(Gujarat)       | Shop No - F -56First Floor,Omkar ComplexOpp Old Colony,Nr Valia Char Rasta,GIDC,Ankleshwar,Gujarat,393002                   |
| Arrah(Bihar)              | Old NCC Office,Ground Floor,Club Road,Arrah-802301  |

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| Asansol(West Bengal)                 | Block - G 1st Floor,P C Chatterjee Market Complex Rambandhu Talab PO, Ushagram Asansol Westbengal Pin No 713303                                    |
| Aurangabad(Maharashtra)              | 2nd Floor,Block No.D-21-D-22,Motiwala Trade Centre,Nirala Bazar,New Samarth Nagar,Opp.HDFC Bank,Aurangabad-431001                                  |
| Balasore(Orissa)                     | B C Sen Road,Balasore,Orissa,756001  |
| Ballari(Karnataka)                   | No.18/47/A,Govind Nilaya,Ward No.20,Sangankal Moka Road,Gandhinagar,Ballari-583102   |
| Bangalore (Karnataka)                | Trade Centre,1st Floor45, Dikensen Road ( Next to Manipal Centre) Bangalore,Karnataka,560042   |
| Bangalore (Wilson Garden)(Karnataka) | First Floor, No.17/1, (272) 12Th Cross Road,Wilson Garden,Bangalore-560027   |
| Bankura(West Bengal)                 | 1st Floor, Central Bank Building, Machantala, P.O. & District-Bankura, West Bengal- 722101   |
| Bagalkot (Karnataka)                 | Shop No. 2, 1st floor,Shreyas Complex,Near Old Bus Stand, Bagalkot - 587 101   |
| Barasat(West Bengal)                 | N/39, K.N.C Road, 1 <sup>st</sup> Floor, Shrikrishna Apartment, (Behind HDFC Bank Barasat Branch) Dist :24PGS (North) Barasat -700 124 West Bengal |
| Bareilly(Uttarpradesh)               | F-62-63,2nd Floor, Butler Plaza Commercial Complex Civil Lines Bareilly Uttarpradesh-243001  |
| Basti(Uttarpradesh)                  | CAMS C/O RAJESH MAHADEV & CO SHOP NO 3,1st Floor JAMIA COMLEX STATION ROAD BASTI PIN 272002  |
| Belgaum(Karnataka)                   | Classic Complex,Block No.104,1st Floor,Saraf Colony,Khanapur Road,Tilakwadi,Belgaum-590006   |
| Berhampur(Orissa)                    | Kalika temple Street,Ground Floor,Beside SBI BAZAR Branch,Berhampur-760002   |
| Bhadrak(Orissa)                      | Das & Das Complex, 1st Floor, By Pass Road, Opposite to Vishal Mega Mart, Chhapulia, Bhadrak-756100, Odisha  |
| Bhagalpur(Bihar)                     | Ground Floor, Gurudwara Road, Near Old Vijaya Bank, Bhagalpur - 812001   |
| Bharuch(Gujarat)                     | A-111,First Floor,R K Casta,Behind Patel Super Market,Station Road,Bharuch-392001  |
| Bhatinda(Punjab)                     | 2907 GH,GT Road,Near Zila Parishad,Bhatinda,Punjab,151001  |
| Bhavnagar(Gujarat)                   | 501 - 503 , Bhayani Skyline, Behind Joggers Park, Atabhai Road, Bhavnagar - 364001   |
| Bhilai(Chattisgarh)                  | 1st Floor,Plot No.3,Block No.1,Priyadarshini Pariswar west,Behind IDBI Bank,Nehru Nagar,Bhilai-490020  |
| Bhilwara(Rajasthan)                  | C/o Kodwani Associates Shope No 211-213 2nd floor Indra Prasth Tower syam Ki Sabji Mandi Near Mukerjee Garden Bhilwara-311001 (Rajasthan)          |
| Bhopal(Madhyapradesh)                | Plot no 10, 2nd Floor,Alankar Complex,Near ICICI Bank,MP Nagar, Zone II,Bhopal,MadhyaPradesh462011   |

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| Bhubaneswar(Orissa)                        | Plot No -111,Varaha Complex Building3rd Floor,Station Square,Kharvel Nagar,Unit 3-Bhubaneswar-Orissa-751001           |
| Bhuj(Gujarat)                              | Office No.4-5,First Floor,RTO Relocation Commercial Complex-B,Opp.Fire Station,Near RTO Circle,Bhuj-Kutch-370001      |
| Bhusawal (Parent: Jalgaon TP)(Maharashtra) | 3, Adelaide Apartment,Christain Mohala, Behind Gulshan-E-Iran Hotel,Amardeep Talkies Road,Bhusawal,Maharashtra,425201 |
| Bijapur (Karnataka)                        | Padmasagar Complex,1st floor, 2nd Gate,Ameer Talkies Road, Vijayapur(Bijapur) - 586101                                |
| Bikaner(Rajasthan)                         | Behind rajasthan patrika In front of vijaya bank 1404,amar singh pura Bikaner.334001                                  |
| Bilaspur(Chattisgarh)                      | Shop No.B-104, First Floor,Narayan Plaza,Link Road,Bilaspur(C.G)-495001   |
| Bohorompur(West Bengal)                    | No.107/1, A C Road,Ground Floor,Bohorompur,Murshidabad,West Bengal-742103   |
| Bokaro(Jharkhand)                          | 1st Floor, Plot No. HE-7 City Centre, Sector 4, Bokaro Steel City Bokaro- 827004                                      |
| Bolpur (West Bengal)                       | Netaji Market, 1st Floor Room No Fb 28, Bolpur Birbhum Birbhum Pin No 731204  |
| Borivali(Maharashtra)                      | 501 - TIARA, CTS 617, 617/1-4, off Chandavarkar Lane, Maharashtra Nagar, Borivali - West, Mumbai - 400092             |
| Burdwan(West Bengal)                       | 399 G T Road,Basement, Building Name: - Talk of the Town, Burdwan-713101.West- Bengal                                 |
| Calicut(Kerala)                            | 29/97G 2nd Floor,S A Arcade,Mavoor Road,Arayidathupalam,CalicutKerala-673016  |
| Chandigarh(Punjab)                         | Deepak TowerSCO 154-155,1st Floor-Sector 17-Chandigarh-Punjab-160017  |
| Chandrapur(Maharashtra)                    | Opp Mustafa décor,Behind Bangalore, BakeryKasturba Road,Chandrapur,Maharashtra,442402                                 |
| Chennai(Tamilnadu)                         | Ground Floor No.178/10,Kodambakkam High RoadOpp. Hotel Palmgrove,Nungambakkam-Chennai-Tamilnadu-600034                |
| Chennai-Satelite ISC(Tamilnadu)            | No.158,Rayala Tower-1,Anna salai,Chennai-600002   |
| Chhindwara(Madhyapradesh)                  | 2nd Floor,Parasia Road,Near Surya Lodge,Sood Complex,Above Nagpur CT Scan, Chhindwara,MadhyaPradesh 480001            |
| Chittorgarh(Rajasthan)                     | 3, Ashok Nagar, Near Heera Vatika,Chittorgarh, Rajasthan 312001   |
| Cochin(Kerala)                             | Building Name Modayil,Door No. 39/2638 DJ,2nd Floor 2A M.G. Road,Cochin - 682 016                                     |
| Coimbatore(Tamilnadu)                      | No.1334,Thadagam Road,Thirumurthy Layout,R.S.Puram,Behind Venketeswara Bakery,Coimbatore-641002                       |
| Coochbehar (West Bengal)                   | Nipendra Narayan Road (N.N Road) Opposite Udichi Market , Near Banik Decorators , PO & Dist : Coochbehar. Pin 736101  |
| Cuttack(Orissa)                            | Near Indian Overseas BankCantonment Road,Mata Math,Cuttack,Orissa,753001  |
| Darbhanga(Bihar)                           | Ground Floor , Belbhadrapur, Near Sahara Office, Laheriasarai Tower Chowk, Laheriasarai, Darbhanga- 846001.           |

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| Davangere(Karnataka)            | 13, Ist Floor,Akkamahadevi Samaj ComplexChurch Road,P.J.Extension,Davangere,Karnataka,577002            |
| Dehradun(Uttarkhand)            | 204/121 Nari Shilp Mandir Marg(Ist Floor) Old Connaught Place,Chakrata Road,Dehradun,Uttarakhand,248001 |
| Deoghar(Jharkhand)              | S S M Jalan RoadGround floorOpp. Hotel Ashoke,Caster Town,Deoghar,Jharkhand,814112                      |
| Dhanbad(Jharkhand)              | Urmila Towers,Room No: 111(1st Floor) Bank More,Dhanbad,Jharkhand,826001                                |
| Dharmapuri(Tamilnadu)           | 16A/63A, Pidamaneri Road, Near Indoor Stadium,Dharmapuri,Tamilnadu 636701                               |
| Dhule(Maharashtra)              | House No 3140, Opp Liberty Furniture,Jamnalal Bajaj Road, Near Tower Garden,Dhule,Maharashtra 424001    |
| Dibrugarh(Assam)                | Amba Complex,Ground Floor,H S Road,Dibrugarh-786001   |
| Dimapur(Nagaland)               | H/NO-2/2, SKK Building,OPP SUB-Urban Police Station,Dr Hokishe Sema Road,Signal Point,Dimapur-797112    |
| Durgapur(West Bengal)           | Plot No.3601,Nazrul Sarani,City Centre,Durgapur-713216  |
| Erode(Tamilnadu)                | No.197, Seshaiyer Complex,Agraharam Street,Erode,Tamilnadu,638001                                       |
| Faizabad(Uttarpradesh)          | 9/1/51, Rishi Tola, Fatehganj, Ayodhya (Faizabad), Uttar Pradesh-224001                                 |
| Faridabad(Haryana)              | LG3, SCO 12 Sector 16, Behind Canara Bank, Faridabad - 121002   |
| Firozabad(Uttarpradesh)         | 53,1st Floor ,Shastri Market, Sadar Bazar, Firozabad, Uttarpradesh-283203                               |
| Gandhi Nagar(Gujarat)           | No.507,5Th Floor,Shree Ugati Corporate Park,Opp Pratik Mall,Nr Hdfe Bank,Kudasan,Gandhinagar-382421     |
| Gandhidham(Gujarat)             | Shyam Sadan,First Floor,Plot No.120,Sector 1/A,Gandhidham-370201  |
| Gangtok(Sikkim)                 | House No: GTK /006/D/20(3), (Near Janata Bhawan) D.P.H. road, Gangtok-737101, Sikkim                    |
| D(Bihar)                        | C/o Sri Vishwanath Kunj, Ground Floor, Tilha Mahavir Asthan, Gaya - 823001                              |
| Ghatkopar(Maharashtra)          | Platinum Mall,Office No.307,3rd Floor,Jawahar Road,Ghatkopar East,Mumbai-400077                         |
| Ghaziabad(Uttarpradesh)         | 1st Floor,C-10 RDC Rajnagar,Opp Kacheri Gate No.2,Ghaziabad-201002                                      |
| Goa(Goa)                        | Office No.103,1st Floor,Unitech City Centre,M.G.Road,Panaji Goa,Goa-403001                              |
| Gondal (Parent Rajkot)(Gujarat) | A/177, Kailash Complex Opp. Khedut Decor Gondal,Gujarat,360311  |
| Gorakhpur(Uttarpradesh)         | Shop No.5 & 6,3Rd Floor,Cross Road The Mall,A D Tiraha,bank Road,Gorakhpur-273001                       |
| Gulbarga(Karnataka)             | Pal Complex, Ist Floor,Opp. City Bus Stop,SuperMarket,Gulbarga,Karnataka 585101                         |

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| Guntur(Andhra Pradesh)  | D No.31-13-1158,1st Floor,13/1 Arundelpet,Ward No.6,Guntur-522002   |
| Gurgaon(Haryana)        | Unit No-115, First Floor Vipul Agora Building Sector-28, Mehrauli Gurgaon Road Chakkar Pur, Gurgaon - 122001 Haryana  |
| Guwahati(Assam)         | Piyali Phukan Road,K.C.Path,House No.1,Rehabari,Guwahati-781008   |
| Gwalior(Madhyapradesh)  | G-6 Global Apartment,Kailash Vihar Colony, Opp. Income Tax Office, City Centre Gwalior Madhya Pradesh-474002          |
| Haldia(West Bengal)     | Mouza-Basudevpur, J.L. No. 126, Haldia Municipality, Ward No 10, Durgachak, Haldia Pin Code :- 721602                 |
| Haldwani(Uttarpradesh)  | Durga City Centre, Nainital Road, Haldwani, Uttarakhand-263139  |
| Haridwar(Uttarpradesh)  | F-3, Hotel Shaurya,New Model Colony,Haridwar-249 408  |
| Hazaribag(Jharkhand)    | Municipal Muktananda Chowk,Hazaribag,Jharkhand,825301   |
| Himmatnagar(Gujarat)    | Unit No. 326, Third Floor, One World - 1, Block - A, Himmatnagar, Gujarat - 383001                                    |
| Hisar(Haryana)          | No-12, Opp. HDFC Bank,Red Square Market,Hisar,Haryana,125001  |
| Hoshiarpur(Punjab)      | Near Archies Gallery,Shimla Pahari Chowk,Hoshiarpur ,Punjab 146001  |
| Hassan (Karnataka)      | Pankaja,2nd floor,Near Hotel Palika, Race Course Road,Hassan - 573201   |
| Hosur(Tamilnadu)        | Survey No.25/ 204,Attibele Road,HCF Post,Mathigiri,Above Time Kids School,Oppsite To Kuttys Frozen Foods,Hosur-635110 |
| Hubli(Karnataka)        | No.204 - 205,1st Floor' B ' Block, Kundagol ComplexOpp. Court, Club Road,Hubli,Karnataka,580029                       |
| Hyderabad(Telangana)    | 208, II FloorJade ArcadeParadise Circle,Hyderabad,Telangana,500003  |
| Indore(Madhyapradesh)   | 101, Shalimar Corporate Centre8-B, South Tukogunj,Opp.Greenpark, Indore,MadhyaPradesh,452001                          |
| Jabalpur(Madhyapradesh) | 8, Ground Floor, Datt Towers,Behind Commercial Automobiles,Napier Town,Jabalpur,MadhyaPradesh,482001                  |
| Jaipur(Rajasthan)       | R-7, Yudhisthir Marg C-SchemeBehind Ashok Nagar Police Station,Jaipur,Rajasthan,302001                                |
| Jalandhar(Punjab)       | 144,Vijay Nagar,Near Capital Small Finance Bank,Football Chowk,Jalandar City-144001                                   |
| Jalgaon(Maharashtra)    | Rustomji Infotech Services70, NavipethOpp. Old Bus StandJalgaon,Maharashtra,425001                                    |
| Jalna(Maharashtra)      | Shop No 6, Ground Floor,Anand Plaza Complex,Bharat Nagar,Shivaji Putla Road,Jalna,Maharashtra,431203                  |
| Jalpaiguri(West Bengal) | Babu Para, Beside Meenaar Apartment ,Ward No VIII, Kotwali Police Station,Jalpaiguri-735101 West Bengal               |
| Jammu(Jammu & Kashmir)  | JRDS Heights,Lane Opp. S&S Computers Near RBI Building, Sector 14, Nanak Nagar Jammu,Jammu &Kashmir,180004            |

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| Jamnagar(Gujarat)                    | 207,Manek Centre,P N Marg,Jamnagar,Gujarat,361001   |
| Jamshedpur(Jharkhand)                | Tee Kay Corporate Towers<br>3rd Floor,S B Shop Area,<br>Main Road, Bistupur,<br>Jamshedpur-831001                                     |
| Janakpuri(New Delhi)                 | Office Number 112, 1 <sup>st</sup> Floor Mahatta Tower, B Block Community Centre, Janakpuri, New Delhi -110058<br>Phone- 011-41254618 |
| Jaunpur(Uttarpradesh)                | 248, Fort Road Near Amber Hotel, Jaunpur Uttarpradesh-222001  |
| Jhansi(Uttarpradesh)                 | No.372/18D,1 <sup>st</sup> Floor Above IDBI Bank,Beside V-Mart,Near RAKSHAN,Gwalior Road,Jhansi-284001                                |
| Jodhpur(Rajasthan)                   | 1/5, Nirmal Tower,1 <sup>st</sup> Chopasani Road,Jodhpur,Rajasthan,342003   |
| Jorhat(Assam)                        | Singh Building, Ground Floor, C/o Prabhdeep Singh, Punjabi Gali, Opp V-Mart, Gar Ali, Po & Ps-Jorhat, Jorhat 785001                   |
| Junagadh(Gujarat)                    | "Aastha Plus", 202-A, 2nd FloorSardarbag Road, Nr. AlkapuriOpp. Zansi Rani Statue<br>Junagadh Gujarat-362001                          |
| Kadapa(Andhra Pradesh)               | Bandi Subbaramaiah Complex,D.No:3/1718, Shop No: 8, Raja Reddy Street,Kadapa,AndhraPradesh,516001                                     |
| Kakinada(Andhra Pradesh)             | D No.25-4-29,1St floor,Kommireddy vari street,Beside Warf Road,Opp swathi medicals,Kakinada-533001                                    |
| Kalyani(West Bengal)                 | A-1/50,Block A,Kalyani,Dist Nadia,Westbengal-741235   |
| Kannur(Kerala)                       | Room No.PP.14/435Casa Marina Shopping CentreTalap,Kannur,Kerala,670004  |
| Kangra (Himachal Pradesh)            | College Road Kangra, Opp. Vishal Mega Mart, Tehsil & Distt. Kangra Himachal Pardesh -176001   |
| Kanpur(Uttarpradesh)                 | I Floor 106 to 108City Centre Phase II,63/ 2, The Mall Kanpur Uttarpradesh-208001   |
| Karimnagar(Telangana)                | HNo.7-1-257, Upstairs S B H<br>mangammathota,Karimnagar,Telangana,505001  |
| Karnal (Parent :Panipat TP)(Haryana) | No.29,Avtar Colony,Behind vishal mega mart,Karnal-132001  |
| Karur(Tamilnadu)                     | 126 G, V.P.Towers, Kovai Road,Basement of Axis BankKarur,Tamilnadu,639002   |
| Katni(Madhyapradesh)                 | 1st Floor,Gurunanak dharmakanta,Jabalpur Road,Bargawan,Katni,MadhyaPradesh 483501   |
| Khammam(Telangana)                   | Shop No: 11 - 2 - 31/3, 1st floor,Philips Complex,Balajinagar, Wyr Road,Near Baburao Petrol Bunk,Khammam,Telangana 507001             |
| Kharagpur(West Bengal)               | "Silver Palace" OT Road,Inda-Kharagpur,G-P-Barakola,P.S.Kharagpur Local,Dist West Midnapore-721305                                    |
| Kolhapur(Maharashtra)                | 2 B, 3rd Floor,Ayodhya Towers,Station Road,Kolhapur,Maharashtra,416001  |
| Kolkata(West Bengal)                 | 2/1,Russell Street,2nd Floor,Kankaria Centre,Kolkata-700071   |

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| Kolkata (West Bengal)          | 3/1,R.N. Mukherjee Road, 3rd Floor, Office space -3C, Shreeram Chambers, Kolkata -700 001   |
| Kollam(Kerala)                 | Uthram Chanmbers(Ground Floor),Thamarakulam,Kollam-691006   |
| Korba(Chattisgarh)             | KH. No. 183/2G, Opposite Hotel Blue Diamond, T.P. Nagar, Korba- 495677  |
| Kota(Rajasthan)                | B-33 'Kalyan Bhawan, Triangle Part,Vallabh Nagar,Kota,Rajasthan,324007  |
| Kottayam(Kerala)               | 1307 B,Puthenparambil Building,KSACS Road,Opp.ESIC Office,Behind Malayala Manorama Muttambalam P O,Kottayam-686501                  |
| Kukatpally(Telangana)          | No.15-31-2M-1/4,1st floor,14-A,MIG,KPHB colony,Kukatpally,Hyderabad-500072  |
| Kumbakonam(Tamilnadu)          | No.28/8, 1st Floor, Balakrishna Colony, Pachaiappa Street, Near VPV Lodge, Kumbakonam - 612001                                      |
| Krishnanagar (West Bengal)     | Municipality More , Opposite Kotwali Thana. Pin 741101  |
| Kurnool(Andhra Pradesh)        | Shop No.26 and 27,Door No.39/265A and 39/265B,Second Floor,Skanda Shopping Mall,Old Chad Talkies,Vaddageri,39th Ward,Kurnool-518001 |
| Lucknow(Uttarpradesh)          | Office No.107,1st Floor,Vaisali Arcade Building,Plot No 11, 6 Park Road,Lucknow-226001  |
| Ludhiana(Punjab)               | U/ GF, Prince Market, Green Field,Near Traffic Lights,Sarabha Nagar Pulli,Pakhowal Road,Ludhiana,Punjab,141002                      |
| Madurai(Tamilnadu)             | Shop No 3 2nd Floor, Suriya Towers, 272/273 - Goodshed Street, Madurai -625001  |
| Malappuram(Kerala)             | Kadakkadan Complex,Opp central school,Malappuram-676505   |
| Malda(West Bengal)             | Daxhinapan Abasan,Opp Lane of Hotel Kalinga,SM Pally,Malda,Westbanganl 732101   |
| Mangalore(Karnataka)           | 14-6-674/15(1), Shop No -UG11-2,Maximus Complex, Light House Hill Road, Mangalore- 575001   |
| Mandi (Himachal Pradesh)       | 1st Floor, Above Ram Traders, 328/12, Ram Nagar, Mandi, Himachal Pradesh - 175001   |
| Manipal(Karnataka)             | Shop No-A2,Basement floor, Academy Tower,Opposite Corporation Bank,Manipal,Karnataka 576104   |
| Mapusa (Parent ISC : Goa)(Goa) | CAMS COLLECTION CENTRE,Office No.503,Buildmore Business Park,New Canca By pass Road,Ximer,Mapusa Goa-403507                         |
| Margao(Goa)                    | F4-Classic Heritage,Near Axis Bank,Opp.BPS Club,Pajifond,Margao,Goa-403601  |
| Mathura(Uttarpradesh)          | 159/160 Vikas Bazar Mathura Uttarpradesh-281001   |
| Meerut(Uttarpradesh)           | 108 Ist Floor Shivam Plaza,Opp: Eves Cinema, Hapur Road,Meerut,Uttarpradesh,250002  |
| Mehsana(Gujarat)               | 1st Floor,Subhadra ComplexUrban Bank RoadMehsana,Gujarat,384002   |
| Mirzapur(Uttarpradesh)         | 1st Floor,Canara Bank Building,Dhundhi Katra,Mirzapur-231001  |

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| Moga(Punjab)                | Street No 8-9 Center, Aarya Samaj Road. Near Ice Factory. Moga - 142 001  |
| Moradabad(Uttarpradesh)     | H 21-22, Ist Floor<br>Ram Ganga Vihar Shopping Complex,<br>Opposite Sale Tax Office,<br>Moradabad-244001  |
| Mumbai(Maharashtra)         | Rajabahdur Compound,Ground FloorOpp Allahabad Bank,<br>Behind ICICI Bank30, Mumbai Samachar Marg,<br>FortMumbai,Maharashtra,400023                  |
| Muzaffarnagar(Uttarpradesh) | No.235,Patel Nagar,Near Ramlila Ground,New<br>Mandi,Muzaffarnagar   |
| Muzaffarpur(Bihar)          | Brahman Toli,DurgasthanGola Road,Muzaffarpur,Bihar,842001   |
| Mysore(Karnataka)           | No.1,1st Floor,CH.26 7th Main, 5th Cross (Above Trishakthi<br>Medicals),Saraswati Puram,Mysore,Karnataka,570009                                     |
| Nadiad(Gujarat)             | F 134, First Floor,Ghantakarna Complex Gunj<br>Bazar,Nadiad,Gujarat,387001  |
| Nagpur(Maharashtra)         | 145 ,Lendra,New Ramdaspath,Nagpur,Maharashtra,440010  |
| Namakkal(Tamilnadu)         | 156A / 1, First Floor, Lakshmi Vilas BuildingOpp. To District<br>Registrar Office, Trichy Road,Namakkal,Tamilnadu 637001                            |
| Nanded(Maharashtra)         | Shop No.8,9 Cellar "Raj Mohammed Complex" Main Road Shri<br>Nagar,Nanded-431605   |
| Nasik(Maharashtra)          | 1st Floor,"Shraddha Niketan",Tilak Wadi,Opp Hotel City<br>Pride,Sharanpur Road,Nasik-422002   |
| Navsari(Gujarat)            | 214-215,2nd floor, Shivani Park,<br>Opp.Shankheswar Complex,Kaliawadi,Navsari -396445,Gujarat   |
| Nellore(Andhra Pradesh)     | Shop No. 2, 1st Floor,NSR Complex,James Garden, Near Flower<br>Market,Nellore - 524001  |
| New Delhi(New Delhi)        | 7-E, 4th FloorDeen Daya Research Institute BuildingSwami Ram<br>Tirath Nagar,Near Videocon Tower Jhandewalan Extension,New<br>Delhi,NewDelhi,110055 |
| New Delhi-CC(New Delhi)     | Flat no.512, Narian Manzil, 23 Barakhamba Road Connaught<br>Place,NewDelhi,110001   |
| Nizamabad(Telangana)        | 5-6-208, Saraswathi nagar, Opposite Dr.Bharathi rani nursing<br>home, Nizamabad, AndhraPradesh503001  |
| Noida(Uttarpradesh)         | Commercial Shop No.GF 10 & GF 38, Ground Floor, Ansal<br>Fortune Arcade, Plot No. K-82, Sector -18,Noida-201301                                     |
| Ongole<br>(Andhra Pradesh)  | Shop No 1128, 1st Floor, 3rd Line, Sri Bapuji Market complex,<br>Ongole- 523001   |
| Palakkad(Kerala)            | 10 / 688, Sreedevi Residency,Mettupalayam<br>Street,Palakkad,Kerala,678001  |
| Palanpur(Gujarat)           | Gopal Trade center,Shop No.13-14,3Rd Floor,Nr.BK Mercantile<br>bank,Opp.Old Gunj,Palanpur-385001  |
| Panipat(Haryana)            | SCO 83-84, First Floor, Devi Lal Shopping Complex, Opp RBL<br>Bank, G.T.Road , Panipat, Haryana, 132103   |

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| Pathankot(Punjab)           | 13 - A, Ist Floor, Gurjeet Market,Dhangu Road,Pathankot,Punjab 145001   |
| Patiala(Punjab)             | No.35 New Lal Bagh,Opp.Polo Ground,Patiala-147001   |
| Patna(Bihar)                | 301B, Third Floor, Patna One Plaza,Near Dak Bunglow Chowk Patna 800001  |
| Pitampura(New Delhi)        | Number G-8, Ground Floor,Plot No C-9, Pearls Best Height -II, Netaji Subhash Place,Pitampura, New Delhi - 110034  |
| Pondicherry(Pondicherry)    | S-8, 100,Jawaharlal Nehru Street(New Complex, Opp. Indian Coffee House),Pondicherry,Pondicherry,605001  |
| Pune(Maharashtra)           | Vartak Pride,1st Floor,Survey No.46,City Survey No.1477,Hingne budruk,D.P.Road,Behind Dinanath mangeskar Hospital,Karvenagar,Pune-411052                |
| Rae Bareli(Uttarpradesh)    | 17, Anand Nagar Complex Opposite Moti Lal Nehru Stadium SAI Hostel Jail Road Rae Bareilly Uttar pradesh -229001   |
| Raipur(Chattisgarh)         | HIG,C-23 Sector - 1Devendra Nagar,Raipur,Chattisgarh,492004   |
| Rajahmundry(Andhra Pradesh) | Door No: 6-2-12, 1st Floor,Rajeswari Nilayam,Near Vamsikrishna Hospital,Nyapathi Vari Street, T Nagar,Rajahmundry,AndhraPradesh,533101                  |
| Rajapalayam(Tamilnadu)      | No 59 A/1, Railway Feeder Road(Near Railway Station)RajapalayamTamilnadu626117  |
| Rajkot(Gujarat)             | Office 207 - 210, Everest BuildingHarihar ChowkOpp Shastri Maidan,Limda Chowk,Rajkot,Gujarat,360001   |
| Ranchi(Jharkhand)           | 4,HB RoadNo: 206,2nd Floor Shri Lok ComplexH B Road Near Firayalal,Ranchi,Jharkhand,834001  |
| Ratlam(Madhyapradesh)       | Dafria & Co,No.18, Ram Bagh, Near Scholar's School,Ratlam, MadhyaPradesh 457001   |
| Ratnagiri(Maharashtra)      | Orchid Tower,Gr Floor,Gala No.06,S.V.No.301/Paiki 1/2,Nachane Municiple Aat,Arogya Mandir,Nachane Link Road,At,Post,Tal.Ratnagiri Dist.Ratnagiri-415612 |
| Rohtak(Haryana)             | SCO 06,Ground Floor,MR Complex,Near Sonipat Stand Delhi Road,Rohtak-124001  |
| Roorkee(Uttarkhand)         | 22, Civil Lines, Ground Floor,Hotel Krish Residency,Roorkee,Uttarakhand 247667  |
| Rourkela(Orissa)            | 2nd Floor,J B S Market Complex,Udit Nagar,Rourkela-769012   |
| Sagar(Madhyapradesh)        | Opp. Somani Automobile,s Bhagwanganj Sagar, MadhyaPradesh 470002  |
| Saharanpur(Uttarpradesh)    | I Floor, Krishna ComplexOpp. Hathi GateCourt Road,Saharanpur,Uttarpradesh,247001  |
| Salem(Tamilnadu)            | No.2, I Floor Vivekananda Street,New Fairlands,Salem,Tamilnadu,636016   |
| Sambalpur(Orissa)           | C/o Raj Tibrewal & AssociatesOpp.Town High School,Sansarak Sambalpur,Orissa,768001  |
| Sangli(Maharashtra)         | Jiveshwar Krupa BldgShop. NO.2, Ground Floor,Tilak ChowkHarbhat Road,Sangli,Maharashtra-416416  |

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| Satara(Maharashtra)        | 117 / A / 3 / 22, Shukrawar Peth,Sargam , Apartment,Satara,Maharashtra,415002   |
| Seerampur(West Bengal)     | 47/5/1, Raja Rammohan Roy SaraniPO. Mallickpara,Dist. Hoogly,Seerampur,Westbangal,712203  |
| Shahjahanpur(Uttarpradesh) | Bijlipura, Near Old Distt Hospital, Jail Road ,Shahjahanpur Uttarpradesh-242001   |
| Shillong(Meghalaya)        | 3rd FloorRPG Complex,Keating Road,Shillong,Meghalaya,793001   |
| Shimla(Himachal Pradesh)   | I Floor, Opp. Panchayat Bhawan Main gateBus stand,Shimla,Himachal Pradesh,171001  |
| Shimoga(Karnataka)         | No.65 1st FloorKishnappa Compound1st Cross, Hosmane Extn,Shimoga,Karnataka,577201   |
| Sikar (Rajasthan)          | CAMS, C/O Gopal Sharma & Company, Third Floor Sukhshine Complex, Near Geetanjali Book depot, Tapadia Bagichi, Sikar - 332001, Rajasthan |
| Silchar (Assam)            | House No 18B , 1 <sup>st</sup> Floor , C/o Lt. Satyabrata Purkayastha Ambicapatty , Silchar 788004                                      |
| Siliguri(West Bengal)      | No.78,Haren Mukherjee Road,1st Floor,Beside SBI Hakimpara,Siliguri-734001   |
| Sirsa(Haryana)             | M G Complex, Bhawna marg , Beside Over Bridge, Sirsa Haryana,125055   |
| Sitapur(Uttarpradesh)      | Arya Nagar Near Arya Kanya School Sitapur Uttarpradesh-261001   |
| Solan(Himachal Pradesh)    | 1st Floor, Above Sharma General Store,Near Sanki Rest house,The Mall,Solan, Himachal Pradesh 173212                                     |
| Solapur(Maharashtra)       | Flat No 109, 1st FloorA Wing, Kalyani Tower126 Siddheshwar Peth,Near Pangal High SchoolSolapur,Maharashtra,413001                       |
| Sonepat (Haryana)          | CAMS, SCO - 12, 1st Floor, Pawan Plaza, Atlas Road, Subhash Chowk, Sonepat - 131001, Haryana  |
| Sri Ganganagar(Rajasthan)  | 18 L BlockSri Ganganagar,Rajasthan,335001   |
| Srikakulam(Andhra Pradesh) | Door No 4—4-96,First Floor.Vijaya Ganapathi Temple Back Side,Nanubala Street ,Srikakulam, Andhra Pradesh 532001                         |
| Sultanpur(Uttarpradesh)    | 967, Civil Lines Near Pant Stadium Sultanpur Uttarpradesh-228001  |
| Surat(Gujarat)             | Shop No.G-5,International Commerce Center,Nr.Kadiwala School,Majura Gate, Ring Road, Surat-395002                                       |
| Surendranagar(Gujarat)     | 2 M I Park, Near Commerce College, Wadhwan City,Surendranagar Gujarat 363035  |
| Suri (West Bengal)         | Police Line , Ramkrishna Pally , Suri , Birbhum 731101  |
| Tambaram(Tamilnadu)        | 3rd Floor, B R Complex,No.66,Door No.11A,Ramakrishna Iyer Street,Opp.National Cinema Theatre,West Tambaram,Chennai-600045               |
| Tezpur(Assam)              | Kanak Tower -1st Floor Opp. IDBI Bank/ ICICI Bank C.K. Das Road, Tezpur Sonitpur, Assam - 784001  |
| Thane(Maharashtra)         | Dev Corpora,1st Floor,Office No.102,Cadbury Junction,Eastern Express Way,Thane-400601   |

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| Tinsukia(Assam)                | CAMS Transaction Point, Bhowal Complex Ground Floor, Near Dena Bank, Rongagora Road PO / Dist - Tinsukia Assam PIN -786 125          |
| Tirunelveli(Tamilnadu)         | No.F4,Magnam Suraksaa Apatments,Tiruvananthapuram Road,Tirunelveli-627002  |
| Tirupati(Andhra Pradesh)       | Shop No : 6,Door No: 19-10-8,(Opp to Passport Office),AIR Bypass Road,Tirupati-517501,AndhraPradesh                                  |
| Tirupur(Tamilnadu)             | 1(1), Binny Compound,II Street,Kumaran Road,Tirupur,Tamilnadu,641601   |
| Tiruvalla(Kerala)              | 1st Floor,Room No-61(63),International shopping Mall,Opp.ST Thomas Evangelical Church,Above Thomsan Bakery,Manjady,Thiruvalla-689105 |
| Trichur(Kerala)                | Room No. 26 & 27Dee Pee Plaza,Kokkalai,Trichur,Kerala,680001   |
| Trichy(Tamilnadu)              | No 8, I Floor, 8th Cross West Extn,Thillainagar,Trichy,Tamilnadu,620018  |
| Trivandrum(Kerala)             | TC No: 22/902, 1st - Floor "Blossom" Bldg, Opp.Nss Karayogam, Sasthamangalam Village P.O, Thiruvananthapuram, Trivandrum-695010      |
| Tuticorin(Tamilnadu)           | 4B/A16, Mangal Mall Complex,Ground Floor,Mani Nagar,TuticorinTamilnadu628003   |
| Udaipur(Rajasthan)             | No.32,Ahinsapuri,Fatehpura Circle,Udaipur-313001   |
| Ujjain(Madhyapradesh)          | 109, 1st Floor, Siddhi Vinayak Trade Center, , Shahid Park, Ujjain - 456010  |
| Vadodara(Gujarat)              | 103 Aries Complex,Bpc Road, Off R.C.Dutt Road,Alkapuri,Vadodara,Gujarat,390007   |
| Valsad(Gujarat)                | 3rd floor,Gita Nivas, opp Head Post Office,Halar Cross LaneValsad,Gujarat,396001   |
| Vapi(Gujarat)                  | 208, 2nd Floor HEENA ARCADE,Opp. Tirupati TowerNear G.I.D.C. Char Rasta,Vapi,Gujarat,396195  |
| Varanasi(Uttarpradesh)         | Office no 1, Second floor, Bhawani Market, Building No. D-58/2-A1, Rathyatra Beside Kuber Complex, Varanasi, Uttarpradesh-221010     |
| Vasco(Parent Goa)(Goa)         | No DU 8, Upper Ground Floor, Behind Techoclean Clinic, Suvidha Complex Near ICICI Bank,Vasco,Goa,403802                              |
| Vashi(Maharashtra)             | BSEL Tech Park,B-505,Plot No.39/5 & 39/5A,Sector 30A,Opp.Vashi Railway StationmVashi,Navi Mumbai-400705                              |
| Vellore(Tamilnadu)             | Door No. 86, BA Complex, 1 <sup>st</sup> Floor, Shop No.3, Anna Salai (Officer Line), Tollgate, Vellore - 632 001                    |
| Vijayawada(Andhra Pradesh)     | 40-1-68, Rao & Ratnam Complex,Near Chennupati Petrol Pump,M.G Road, Labbipet,Vijayawada,AndhraPradesh,520010                         |
| Vijaynagaram (Andhra Pradesh)  | Door No. 4-8-73, Beside Sub Post Office, Kothagraharam, Vizianagaram - 535001, Andhra Pradesh  |
| Visakhapatnam (Andhra Pradesh) | Flat No GF2, D NO 47-3-2/2, Vigneswara Plaza, 5th Lane, Dwarakanagar, Visakhapatnam- 530 016   |

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| Warangal(Telangana)   | Hno. 2-4-641, F-7, 1st Floor, A.B.K Mall, Old Bus Depot Road, Ramnagar, Hanamkonda, Warangal.Telangana- 506001 |
| Yamuna Nagar(Haryana) | 124-B/R,Model TownYamunanagar,Yamuna Nagar,Haryana,135001  |
| Yavatmal(Maharashtra) | Pushpam, Tilakwadi,Opp. Dr. Shrotri Hospital,Yavatmal,Maharashtra 445001                                       |