

Key Information Memorandum

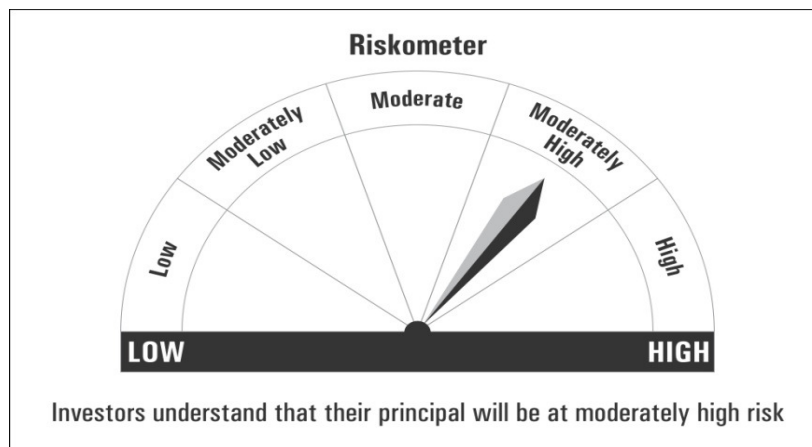
Indiabulls Value Discovery Fund

(An Open-Ended Equity Scheme)

RISKOMETER

THIS PRODUCT IS SUITABLE FOR INVESTORS WHO ARE SEEKING*

- Capital appreciation and provide long term capital growth.
- Investment primarily in companies that offer high relative value vis –a vis other companies and fall within top 500 by market capitalization.
- Moderately High Risk



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

Name of Mutual Fund	Indiabulls Mutual Fund
Name of Sponsor	Indiabulls Housing Finance Limited CIN: L65922DL2005PLC136029 Registered Office: M - 62 & 63, 1st Floor, Connaught Place, New Delhi - 110 001. Tel: (011) 3025 2900; Fax: (011) 3025 2901
Name of Asset Management Company	Indiabulls Asset Management Company Limited CIN: U65991DL2008PLC176627 Registered Office: M - 62 & 63, 1st Floor, Connaught Place, New Delhi - 110 001. Tel: (011) 3025 2900; Fax: (011) 3025 2901
Name of Trustee Company	Indiabulls Trustee Company Limited CIN: U65991DL2008PLC176626 Registered Office: M - 62 & 63, 1st Floor, Connaught Place, New Delhi - 110 001. Tel: (011) 3025 2900; Fax: (011) 3025 2901

Corporate Office	11 th Floor, Indiabulls Finance Centre Tower-1, Elphinston Mills Compound, Senapati Bapat Marg, Elphinston Road (West), Mumbai – 400 013. Tel: (022) 6189 1300; Fax: (022) 6189 1320
Website	www.indiabullsamc.com

This Key Information Memorandum (KIM) sets forth the information, which a prospective investor ought to know before investing. **For further details of the scheme/ Mutual Fund, due diligence certificate by the AMC, Key Personnel, investors' rights & services, risk factors, penalties & pending litigations etc. investors should, before investment, refer to the Scheme Information Document and Statement of Additional Information available free of cost at any of the Investor Service Centres or distributors or from the website www.indiabullsamc.com**

The Scheme particulars have been prepared in accordance with Securities and Exchange Board of India (Mutual Funds) Regulations 1996, as amended till date, and filed with Securities and Exchange Board of India (SEBI). The units being offered for public subscription have not been approved or disapproved by SEBI, nor has SEBI certified the accuracy or adequacy of this KIM.

This KIM is dated June 30, 2017.

I] KEY SCHEME FEATURES

Name of the Scheme	Indiabulls Value Discovery Fund (An Open-ended Equity Scheme)			
Investment Objective	The primary objective of the Scheme is to seek to generate capital appreciation by investing in a portfolio of Equity and Equity related securities of companies that meet the relative value criteria and fall within top 500 by market cap. A company is considered as showing high relative value if it has a combination of higher RoCE and higher earnings yield. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns.			
Asset Allocation	Type of Instrument	Normal Allocation (% of Net Assets)		
		Minimum	Maximum	Risk Profile (Low/Medium/High)
	Equity and Equity related instruments	65	100	High
	Debt, Money Market instruments, Cash and equivalent	0	35	Low
<ul style="list-style-type: none"> • The Scheme may use derivatives for such purposes as maybe permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The Scheme may also use fixed income derivative instruments subject to the guidelines as maybe issued by SEBI and RBI and for such purposes as maybe permitted from time to time. Investments in Derivatives shall strictly be in compliance with SEBI Circular No. Cir/ IMD/ DF/ 11/ 2010 dated August 18, 2010. • Total of investments in Equity, debt securities, money market instruments and gross cumulative exposure in derivatives shall not exceed 100% of the net assets of the Scheme. • The Scheme may invest in derivatives upto 50% of the net assets of the Scheme for the purpose of hedging and portfolio balancing purposes in accordance with conditions as may be stipulated by SEBI/RBI from time to time. • The Scheme may also engage in securities lending/ borrowing. The AMC shall comply with all reporting requirements and the Trustee shall carry out periodic review as required by SEBI guidelines. The Investment Manager will apply the following limits, should it desire to engage in Securities lending: <ul style="list-style-type: none"> • Not more than 20% of the net assets of the Scheme can generally be deployed in securities lending; and • Not more than 5% of the net assets of the Scheme can generally be deployed in securities lending to any single counter party. • The Scheme proposes to engage in short selling against the borrowed securities as per Securities Lending & Borrowing (SLB) scheme as defined under the framework of ‘Securities Lending Scheme, 1997’ of SEBI specified vide Circular No. SMD/POLICY/SL/CIR-09/97 dated May 7, 1997. The Scheme does not propose to engage in naked short selling. • The Scheme does not propose to engage in repo/ reverse repo in corporate debt securities, securitized debt, credit default swaps or make investments in equity linked debentures. • The Scheme does not propose to invest in foreign securities. <p>Details pertaining to the same are mentioned under the heading “HOW WILL THE SCHEME ALLOCATE ITS ASSETS?” in the Combined Scheme Information Document (SID).</p>				

<p>Investment Strategy</p>	<p>Equity Investments: The Scheme aims to provide long term capital growth by investing in a well-diversified portfolio of equity and equity related securities. The Scheme will endeavor to invest in companies that offer high 'relative value' vis –a vis other companies and fall within top 500 by market capitalization. The Scheme will invest across market capitalization and without any sector bias.</p> <p>A company is considered as showing high relative value if it has a combination of higher Return on Capital Employed (RoCE) and higher Earnings Yield (EBITDA/EV). Top 500 stocks by market capitalization would be ranked individually on both these criterion separately. Both these criterion would be assigned certain weights based on the prevailing market conditions and valuations. These individual ranks would then be multiplied with respective weights and added to arrive at a final rank score for each stock. These stocks would then be screened on the basis of strength & quality of the business & balance sheet using Piotroski score, etc., apart from certain other criteria like corporate governance standards, liquidity, etc., to arrive at a final list of eligible securities. Stock with highest rank scores would then be included in the portfolio. Maximum number of stocks in the portfolio would not exceed 40.</p> <p>Portfolio would ideally be reviewed on a quarterly basis or on happening of certain events like poor corporate governance practice by a company, liquidity profile changing or valuations getting stretched for individual stock or for market as a whole.</p> <p>Debt Investments: The Scheme will retain the flexibility to invest in the entire range of debt instruments and money market instruments. Investment in Debt securities and Money Market Instruments will be as per the limits in the asset allocation table of the Scheme, subject to permissible limits laid under SEBI (MF) Regulations. The actual percentage of investment in various fixed income securities will be decided after considering the prevailing political conditions, the economic environment (including interest rates and inflation), the performance of the corporate sector and general liquidity and other considerations in the economy and markets. The investment management team is allowed full discretion to make sale and purchase decisions within the limits established.</p> <p>Equity Derivative Strategies A derivative is a financial instrument whose value depends on other, more basic, underlying variables like stock or commodity, any kind of economical index. A derivative is essentially a contract whose payoff depends on the behavior of some benchmark. The derivatives shall be marked-to-market by the Investment Manager at all times. Transactions in derivatives include a wide range of instruments, including, but not limited to futures, options, swaps, and interest rate swaps, forward rate agreements and any other instrument as may be permitted by SEBI/RBI from time to time.</p> <p>Derivatives may be used for hedging and portfolio balancing purposes or such other purpose as may be permitted by SEBI/RBI from time to time, to seek to optimize performance in the Scheme and will be subject to applicable Regulations of SEBI/RBI from time to time. Trading is permitted only in exchange-traded derivatives. Derivative markets in India are now fairly liquid with daily average volumes to the tune of Rs. 150000 – 180000 crore as compared to cash market volumes of Rs. 15000-20000 crore</p> <p>Use of derivatives to further investment objective of the Scheme: Investment Manager may use derivatives to seek outcomes that are not possible in the cash market. For example:</p> <ul style="list-style-type: none"> • A short position in index futures or futures on a particular stock may be initiated to hedge a long position in the cash market; • The Investment Manager can buy put options with appropriate strike price as a hedge for a decline in price of stocks owned in the Scheme; • The Investment Manager can buy call options with appropriate stock price to build position where the underlying might be illiquid or for tactical reasons. • Options may be sold to augment income through the premium paid by the buyer*; -Sell puts on a stock with strike prices at levels the fund seeks to buy the stock;
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-Sell calls on stocks in the portfolio of the Scheme at strike prices that are at levels viewed as a selling opportunity by the Investment Manager

- If the index futures trade at a steep discount or premium to the spot, the Scheme can take advantage of the situation by switching out of stocks into futures or vice versa. At the expiry of the futures contract, its price will have to converge with the spot, as the last settlement will be with reference to the spot price. Arbitrage profit, if any, may augment NAV of the Scheme.

*Under extant SEBI Guidelines a Mutual Fund cannot write options. If and when SEBI permits writing options, Investment Manager shall utilize the same to enhance investor interest.

Futures:

Futures are contracts to buy or sell an asset on or before a future date at a price specified today. Futures can be cash settled or delivery settled. Currently, the transaction is netted at the end of the contract and the difference settled between the investor & the clearing house. Payoffs in futures are linear with reference to the underlying and the risk is basically directional. Buyers and sellers of futures carry equal risk.

In India, three futures of 1 month, 2 months, and 3 months are presently traded on BSE & NSE. These futures expire on the last working Thursday of the respective months. The futures are cash settled and there is no delivery of the underlying stock. The Profitability of the Index / Stock Future as compared to underlying individual securities / security will inter-alia depend on

- Carrying Cost
- Interest accrued on surplus funds
- Transaction Costs
- Cost Associated with rolling over of the futures trade, if applicable
- Liquidity in the markets etc

Index Futures

Stock index futures are instruments designed to give exposure to the equity markets indices. The Stock Exchange, Mumbai (BSE) and The National Stock Exchange (NSE) have trading in index futures of 1, 2 and 3 month maturities. The pricing of an index future is the function of the underlying index, short term interest rates and market expectations. Index futures are cash settled, there is no delivery of the underlying stocks.

If a Scheme buys 100 futures contracts, each contract value is 25 times the futures index price. On purchase date, Spot index: 8400, Future price: 8425. If the exchange imposes a margin of 10%, the Investment Manager will be required to provide Rs.2106250 (i.e. $10\% * 8425 * 100 * 25$) by way of eligible securities and/or cash. The balance 90% can be parked in cash equivalents. If on the date of expiry - the S&P CNX Nifty Index closes at 8525, the net impact will be a profit of Rs. 250,000 for the Scheme ($(8525-8425) * 100 * 25$) plus the interest earned on the 90% deployed in cash equivalents. The profit or loss for the Scheme will be the difference between the closing price (which can be higher or lower than the purchase price) and the purchase price.

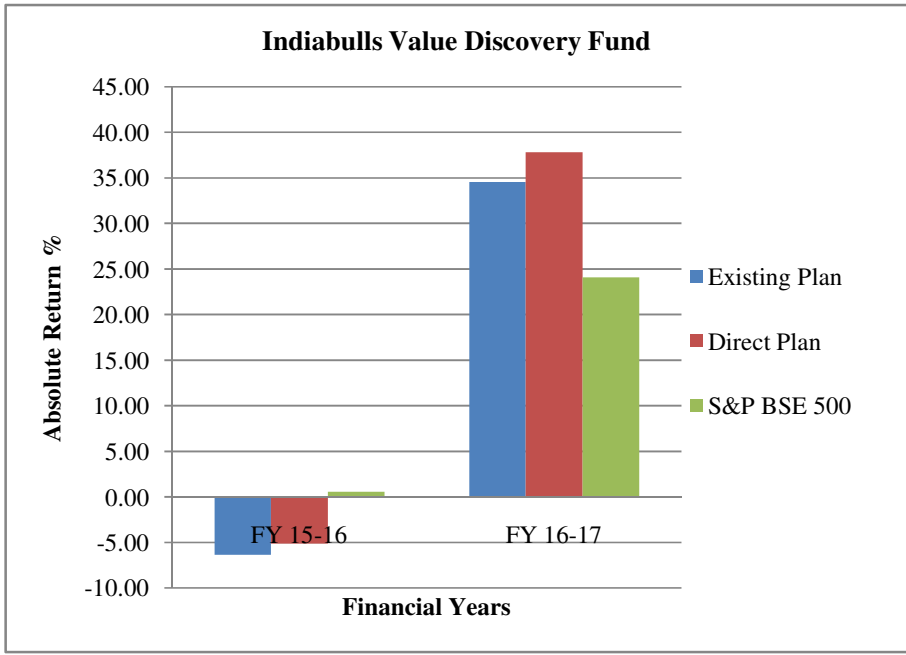
Strategies that employ index futures and their objectives:

(a) The fund has an existing equity portion invested in a basket of stocks. In case the fund manager has a view that the equity markets are headed downwards, the fund can then hedge the exposure to equity either fully or partially by initiating short positions in the Index futures.

(b) A similar position in the long direction can also be initiated by the fund to hedge its position of cash and permissible equivalents. Considering that Derivative market is more liquid than Cash market, fund manager can also use it to take exposure to equities and then build the cash market positions over time.

The extent to which this can be done is determined by guidelines issued by SEBI from time to time.

Plans & Options	<p>Plans: The Scheme offers following two plans for investment into the Scheme:</p> <p>A. Direct: This Plan is suitable for investors who wish to invest directly in the scheme without routing their investment through any distributor. Direct shall have lower expense ratio compared to Regular and no commission shall be paid out of the Direct.</p> <p>B. Regular: This Plan is suitable for investors who wish to invest in the Scheme through any distributor. This Plan shall have higher expense ratio compared to the Direct and distributor commission may be paid out of this Plan.</p> <p>Direct and Regular shall have separate NAVs. However, there will be a common portfolio for both plans. The various options available under Direct and Regular and the salient features common to both plans are given below:</p> <p>Options: The Scheme has the following Options across a common portfolio:</p> <p><input type="checkbox"/> Growth Option: This option is suitable for investors who are not looking for current income but who invest only with the intention of capital appreciation. However, there can be no assurance of the capital appreciation.</p> <p><input type="checkbox"/> Dividend Option: This option is suitable for investors seeking income through dividend declared by the Scheme. Under this Option, the Scheme will endeavor to declare dividends from time to time. The dividend shall be dependent on the availability of distributable surplus.</p> <p>The Dividend option has the following facilities: Dividend Re-investment Facility Dividend Pay-out Facility</p> <p>In cases where the investor fails to opt for a particular Option at the time of investment, the default Option will be Growth. If the investor chooses Dividend Option and fails to mention facility then the default facility will be Reinvestment.</p> <p>If Dividend payable under Dividend Payout option is equal to or less than Rs. 250/- then the Dividend would be compulsorily reinvested in the option of the Scheme.</p> <p>Introduction of New Dividend Option w.e.f March 01, 2017:</p> <table border="1"> <thead> <tr> <th>Scheme Name</th> <th>Distribution Policy</th> <th>Default Option</th> </tr> </thead> <tbody> <tr> <td> <ul style="list-style-type: none"> • Indiabulls Value Discovery Fund - Direct Plan- Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund- Direct Plan- Monthly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund- Direct Plan- Quarterly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund- Direct Plan- Half Yearly Dividend Option (Payout & Reinvestment) </td> <td>Dividend Option</td> <td>Dividend Option – Reinvestment</td> </tr> <tr> <td> <ul style="list-style-type: none"> • Indiabulls Value Discovery Fund - Regular Plan- Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund - Regular Plan- Monthly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund - Regular Plan- Quarterly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund - Regular Plan- Half Yearly Dividend Option (Payout & Reinvestment) </td> <td>Dividend Option</td> <td>Dividend Option – Reinvestment</td> </tr> </tbody> </table>			Scheme Name	Distribution Policy	Default Option	<ul style="list-style-type: none"> • Indiabulls Value Discovery Fund - Direct Plan- Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund- Direct Plan- Monthly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund- Direct Plan- Quarterly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund- Direct Plan- Half Yearly Dividend Option (Payout & Reinvestment) 	Dividend Option	Dividend Option – Reinvestment	<ul style="list-style-type: none"> • Indiabulls Value Discovery Fund - Regular Plan- Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund - Regular Plan- Monthly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund - Regular Plan- Quarterly Dividend Option (Payout & Reinvestment) • Indiabulls Value Discovery Fund - Regular Plan- Half Yearly Dividend Option (Payout & Reinvestment) 	Dividend Option	Dividend Option – Reinvestment
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Minimum Application Amount/ Number of Units	Purchase (First purchase during continuous offer)	Additional Purchase (Subsequent purchase)	Redemption									
	Rs. 500 and in multiple of Re. 1 thereafter. Rs. 500 and in multiples of Re. 1 thereafter (For Systematic Investment Plan (SIP))	Rs. 500 and in multiple of Re. 1 thereafter	100 units or Rs. 1000 and in multiple of Re. 1 thereafter In case of investors/ unitholders having available balance less than Rs. 5,000 in their respective folio on the day of submission of valid redemption request, AMC reserves the right to redeem the full available balance.									

Benchmark Index	BSE 500																							
Name of the Fund Manager	Mr. Sumit Bhatnagar & Mr. Malay Shah																							
Performance of the Scheme	<table border="1"> <thead> <tr> <th>Period (as at March 31, 2017)</th> <th>Indiabulls Value Discovery Fund – Growth – Regular Plan Returns (%) ^</th> <th>Indiabulls Value Discovery Fund – Growth – Direct Plan Returns (%) ^</th> <th>S&P BSE 500 - Benchmark Returns (%)</th> </tr> </thead> <tbody> <tr> <td>Last 1 year</td> <td>35.5561</td> <td>38.8610</td> <td>24.0231</td> </tr> <tr> <td>Last 3 Years</td> <td>NA</td> <td>NA</td> <td>15.0334</td> </tr> <tr> <td>Last 5 Years</td> <td>NA</td> <td>NA</td> <td>13.3052</td> </tr> <tr> <td>Since inception*</td> <td>16.4654</td> <td>19.2417</td> <td>9.6787 1</td> </tr> </tbody> </table>	Period (as at March 31, 2017)	Indiabulls Value Discovery Fund – Growth – Regular Plan Returns (%) ^	Indiabulls Value Discovery Fund – Growth – Direct Plan Returns (%) ^	S&P BSE 500 - Benchmark Returns (%)	Last 1 year	35.5561	38.8610	24.0231	Last 3 Years	NA	NA	15.0334	Last 5 Years	NA	NA	13.3052	Since inception*	16.4654	19.2417	9.6787 1	<p>^Past performance may or may not be sustained in the future. The above Returns are compounded annualized (CAGR) *Inception Date: September 08, 2015. Since inception returns are calculated on allotment price.</p>		
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Absolute Returns for the Financial Year																								
																								
Expenses of the Scheme i. Load Structure	<p>Entry Load: Not Applicable Exit Load: 1%, if redeemed/ switched out within 1 year from the date of allotment; Nil, if redeemed/ switched out after 1 year from the date of allotment.</p>																							

RISK FACTORS

i. Standard Risk Factors:

- 1) Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.
- 2) As the price/ value/ interest rate of the securities in which the Scheme invests fluctuates, the value of your investment in the Scheme may go up or down.
- 3) Past performance of the Sponsor/ AMC/ Mutual Fund does not guarantee future performance of the Scheme.
- 4) The name of the Scheme does not in any manner indicate either the quality of the Scheme or its future prospects and returns.
- 5) The Sponsor is not responsible or liable for any loss resulting from the operation of the Scheme beyond the initial contribution of Rs. 50,000 made by it towards setting up the Fund.
- 6) The present Schemes are not guaranteed or assured return Schemes.

ii. Scheme Specific Risk Factors

Mutual Fund Units involve Investment risks including the possible loss of principal. Please read the SID carefully for details on risk factors before investment. Scheme specific Risk Factors are summarized below:

1. Risk factors associated with investment in equity

The Scheme proposes to invest in equity and equity related securities. Trading volumes, settlement periods and transfer procedures may restrict the liquidity of these investments. Different segments of Indian financial markets have different settlement periods and such periods may be extended significantly by unforeseen circumstances. The inability of the Scheme to make intended securities' purchases due to settlement problems could cause the Scheme to miss certain investment opportunities. Delays or other problems in settlement of transactions could result in temporary periods when the assets of the Scheme are not invested and no return is earned thereon. The inability to sell securities held in the Scheme's portfolio, due to the absence of a liquid secondary market, would result at times, in potential losses to the Scheme, should there be a subsequent decline in the value of securities held in the Scheme's portfolio.

- **Market risk:** Any type of risk due to the market conditions and evolution, such as volatility in the capital markets, interest rates, changes in policies of the Government, taxation laws or any other political and economic development, which may negatively affect the prices of the securities invested in by the scheme.
- **Business risk:** Risk related to uncertainty of income caused by the nature of a company's business and having an impact on price fluctuations.
- **Liquidity risk:** This risk pertains to how saleable a security is in the market or the ease at which a security can be sold at or close to its' quoted or published price/value. Securities that are listed on the stock exchange generally carry lower liquidity risk; the ability to sell these investments is limited by the overall trading volume on the stock exchanges.

2. Risk associated with investments in Debt Instruments

Interest-Rate Risk: Fixed income securities such as government bonds, corporate bonds, Money Market Instruments and Derivatives run price-risk or interest-rate risk. Generally, when interest rates rise, prices of existing fixed income securities fall and when interest rates drop, such prices increase. The extent of fall or rise in the prices depends upon the coupon and maturity of the security. It also depends upon the yield level at which the security is being traded.

Re-investment Risk: Investments in fixed income securities carry re-investment risk as interest rates prevailing on the coupon payment or maturity dates may differ from the original coupon of the bond.

Basis Risk: The underlying benchmark of a floating rate security or a swap might become less active or may cease to exist and thus may not be able to capture the exact interest rate movements, leading to loss of value of the portfolio.

Spread Risk: In a floating rate security the coupon is expressed in terms of a spread or mark up over the benchmark rate. In the life of the security this spread may move adversely leading to loss in value of the portfolio. The yield of the underlying benchmark might not change, but the spread of the security over the underlying benchmark might increase leading to loss in value of the security.

Liquidity Risk: The liquidity of a bond may change, depending on market conditions leading to changes in the liquidity premium attached to the price of the bond. At the time of selling the security, the security can become illiquid, leading to loss in value of the portfolio.

Credit Risk: This is the risk associated with the issuer of a debenture/bond or a Money Market Instrument defaulting on coupon payments or in paying back the principal amount on maturity. Even when there is no default, the price of a security may change with expected changes in the credit rating of the issuer. It is to be noted here that a Government Security is a sovereign security and is the safest. Corporate bonds carry a higher amount of credit risk than Government Securities. Within corporate bonds also there are different levels of safety and a bond rated higher by a particular rating agency is safer than a bond rated lower by the same rating agency.

Liquidity Risk on account of unlisted securities: The liquidity and valuation of the Scheme investments due to their holdings of unlisted securities may be affected if they have to be sold prior to their target date of divestment. The unlisted security can go down in value before the divestment date and selling of these securities before the divestment date can lead to losses in the portfolio.

Settlement Risk: Fixed income securities run the risk of settlement which can adversely affect the ability of the fund house to swiftly execute trading strategies which can lead to adverse movements in NAV.

3. Risks associated with investments in derivatives:

- The Scheme may invest in derivative products in accordance with and to the extent permitted under the Regulations and by RBI. Derivative products are specialized instruments that require investment techniques and risk analysis different from those associated with stocks and bonds. The use of a derivative requires an understanding not only of the underlying instrument but of the derivative itself. Trading in derivatives carries a high degree of risk although they are traded at a relatively small amount of margin which provides the possibility of great profit or loss in comparison with the principal investment amount. Thus, derivatives are highly leveraged instruments. Even a small price movement in the underlying security could have an impact on their value and consequently, on the NAV of the Units of the Scheme.
- The derivatives market in India is nascent and does not have the volumes that may be seen in other developed markets, which may result in volatility to the values.
- Investment in derivatives also requires the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that a derivative adds to the portfolio and the ability to forecast price or interest rate movements correctly. Even a small price movement in the underlying security could have an impact on their value and consequently, on the NAV of the Units of the Scheme.
- The Scheme may face execution risk, whereby the rates seen on the screen may not be the rate at which the ultimate execution of the derivative transaction takes place.
- 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.
- The options buyer's risk is limited to the premium paid.
- The 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.

- Investments in index futures face the same risk as the investments in a portfolio of shares representing an index. The extent of loss is the same as in the underlying stocks.
- The Scheme bears a risk that it may not be able to correctly forecast future market trends or the value of assets, indices or other financial or economic factors in establishing derivative positions for the Scheme.
- The risk of loss in trading futures contracts can be substantial, because of the low margin deposits required, the extremely high degree of leverage involved in futures pricing and the potential high volatility of the futures markets
- There is the possibility that a loss may be sustained by the portfolio as a result of the failure of another party (usually referred to as the "counter party") to comply with the terms of the derivatives contract. The

counter party may default on a transaction before settlement and therefore, the Scheme is compelled to negotiate with another counterparty at the then prevailing (possibly unfavourable) market price.

- Derivatives also carry a market liquidity risk where the derivatives cannot be sold (unwound) at prices that reflect the underlying assets, rates and indices.
- Where derivatives are used for hedging, such use may involve a basis risk where the instrument used as a hedge does not match the movement in the instrument/underlying asset being hedged. The risk may be inter-related also e.g. interest rate movements can affect equity prices, which could influence specific issuer/industry assets.
- Other risks in using derivatives include the risk of mispricing or improper valuation of derivatives and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.
- Derivative products are leveraged instruments and can provide disproportionate gains as well as disproportionate losses to the investor.
- Execution of investment strategies depends upon the ability of the fund manager(s) to identify such opportunities which may not be available at all times. Identification and execution of the strategies to be pursued by the fund manager(s) involve uncertainty and decision of fund manager(s) may not always be profitable. No assurance can be given that the fund manager(s) will be able to identify or execute such strategies.
- 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.

4. Risk associated with Securities Lending

- Securities Lending is a lending of securities through an approved intermediary to a borrower under an agreement for a specified period with the condition that the borrower will return equivalent securities of the same type or class at the end of the specified period along with the corporate benefits accruing on the securities borrowed. There are risks inherent in securities lending, including the risk of failure of the other party, in this case the approved intermediary to comply with the terms of the agreement. Such failure can result in a possible loss of rights to the collateral, the inability of the approved intermediary to return the securities deposited by the lender and the possible loss of corporate benefits accruing thereon.

RISK MITIGATION

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

The overall volatility of the portfolio would be maintained in line with the objective of the scheme. As the scheme is involved only in cash-futures arbitrage, the portfolio volatility depends on the spread between the cash and the futures prices.

A major part of the scheme is invested in liquid stocks & derivative instruments. The fund manager may also keep some portion of the portfolio in debt and money market instruments and/or cash within the specified asset allocation framework for the purpose of meeting redemptions.

Following exposure limits shall be maintained while dealing in derivative instruments to mitigate the risk,

- The cumulative gross exposure through equity, debt and derivative positions will not exceed 100% of the net assets of the scheme.
- The Scheme will not write options or purchase instruments with embedded written options.
- The total exposure related to option premium paid will not exceed 20% of the net assets of the scheme.
- Cash or cash equivalents with residual maturity of less than 91 days will be treated as not creating any exposure.
- Exposure due to hedging positions will not be included in the above mentioned limits subject to the following:
 - a. Hedging positions are the derivative positions that reduce possible losses on an existing position in securities and till the existing position remains.
 - b. Hedging positions cannot be taken for existing derivative positions. Exposure due to such positions shall have to be added and treated under limits mentioned in Point 3.
 - c. Any derivative instrument used to hedge has the same underlying security as the existing position being hedged.

- d. 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.
- The Scheme may enter into plain vanilla interest rate swaps for hedging purposes. The counter party in such transactions will be an entity recognized as a market maker by RBI. Further, the value of the notional principal in such cases will not exceed the value of respective existing assets being hedged by the scheme. Exposure to a single counterparty in such transactions will not exceed 10% of the net assets of the scheme.
 - Exposure due to derivative positions taken for hedging purposes in excess of the underlying position against which the hedging position has been taken, will be within 100% of net asset of the Scheme.

COMPARISON OF EXISTING OPEN-ENDED DEBT SCHEMES				
Name of the existing Scheme	Investment Objective	Differentiation	AUM as on March 31, 2017 (Rs. in crores)	Number of Folios as on March 31, 2017
Indiabulls Liquid Fund	To provide a high level of liquidity with returns commensurate with low risk through a portfolio of money market & debt securities with maturity of upto 91 days.	Portfolio Comprises of Money Market & Debt Instruments with Maturity up to 91 days only.	4387.30	2398
Indiabulls Ultra Short Term Fund	To provide liquidity with returns commensurate with low risk through a portfolio of money market and debt securities.	Portfolio comprises of Money Market & Debt Instruments with maturity less than 1 year as well as debt instruments with maturity greater than 1 year.	1072.69	722
Indiabulls Gilt Fund	The scheme seeks to generate income and capital appreciation by investing predominantly in sovereign securities issued by Central Government (including Treasury Bills) and/or by State Government, without any restriction on the maturity of the portfolio.	Portfolio comprises of Securities created and issued by Central Government and/ or State Governments including T-Bills and Cash & Cash Equivalent Securities, CBLO, Repos & Reverse Repos in Govt. Securities.	13.48	119
Indiabulls Income Fund	The primary investment objective of the Scheme is to generate a steady stream of income and or medium to long term capital appreciation/gain through investment in fixed income securities.	Portfolio comprises of Debt instruments and securitized debt and Money Market Instruments.	34.35	188
Indiabulls Short Term Fund	To generate stable returns over short term with a low risk strategy while maintaining liquidity through a portfolio comprising debt and money market instruments.	Portfolio comprises of Money market instruments and debt Instruments with maturity less than 3 years and 3 years to 5 years, resp.	614.61	1179
Indiabulls Monthly Income Plan	The primary objective of the Scheme is to generate regular monthly returns through investment primarily in debt securities. The secondary objective of the Scheme is to generate long-term capital	The asset allocation to the extent of 80% to 90% in Money market and Debt instruments and 10% to 20% in Equity and Equity related securities.	15.67	74

	<p>appreciation by investing a portion of the Scheme's assets in equity securities. Monthly Income is not assured and is subject to availability of distributable surplus.</p> <p>However, there can be no assurance that the investment objective of the scheme will be achieved.</p>			
Indiabulls FMP - Series V - (Plan 1) - 1175 Days	<p>The Primary Investment Objective of the Scheme is to generate returns and capital appreciation by investing in a portfolio of Debt and Money Market Securities. The Scheme will invest only in such securities which mature on or before the date of maturity of the Scheme. There is no assurance that the investment objective of the Scheme will be realized.</p>	<p>The asset allocation to the extent of 80% to 90% in Debt Securities and 0% - 20% in Money market Securities/Instruments.</p>	40.62	43
COMPARISON OF EXISTING OPEN-ENDED EQUITY SCHEMES				
Indiabulls Blue Chip Fund	<p>The primary investment objective of the Scheme is to seek to provide long-term capital appreciation from a portfolio that is invested predominantly in equity and equity-related securities of blue-chip large-cap companies.</p>	<p>Portfolio comprises of Equity and equity related securities and Debt & Money market securities/instruments.</p>	36.02	3012
Indiabulls Arbitrage Fund	<p>To generate income by predominantly investing in arbitrage opportunities in the cash and derivative segments of the equity markets and the arbitrage opportunities available within the derivative segment and by investing the balance in debt and money market instruments.</p>	<p>The asset allocation to the extent of 65% to 100% in Equity and Equity Derivatives is on account of arbitrage strategy pursued by the fund from the hedging perspective and not the exposure.</p>	645.40	486
Indiabulls Value Discovery Fund	<p>The primary objective of the Scheme is to seek to generate capital appreciation by investing in a portfolio of Equity and Equity related securities of companies that meet the relative value criteria and fall within top 500 by market cap. A company is considered as showing high relative value if it has a combination of higher RoCE and higher earnings yield.</p> <p>However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns.</p>	<p>The asset allocation to the extent of 65% to 100% Equity and Equity related instruments and Debt, Money Market instruments, Cash and equivalent upto 0% to 35%.</p>	40.22	420

Uniform disclosure on treatment of applications under "Direct"/ "Regular" Plans:

Scenario	Broker Code mentioned by the investor	Plan mentioned by the investor	Default Plan to be captured
1	Not mentioned	Not mentioned	Direct Plan
2	Not mentioned	Direct	Direct Plan
3	Not mentioned	Regular	Direct Plan
4	Mentioned	Direct	Direct Plan
5	Direct	Not Mentioned	Direct Plan
6	Direct	Regular	Direct Plan
7	Mentioned	Regular	Regular Plan
8	Mentioned	Not Mentioned	Regular Plan

In cases of wrong/ invalid/ incomplete ARN codes mentioned on the application form, the application shall be processed under Regular Plan. The AMC shall contact and obtain the correct ARN code within 30 calendar days of the receipt of the application form from the investor/ distributor. In case, the correct code is not received within 30 calendar days, the AMC shall reprocess the transaction under Direct Plan from the date of application without any exit load.

Risk Profile

Mutual Fund Units involve Investment risks including the possible loss of principal. Please read the SID carefully for details on risk factors before investment. Scheme specific Risk Factors are summarized below: The scheme carries risks associated with investing in debt and money market securities, derivatives, securitized debt and securities lending. Investment in mutual fund units involves investment risks such as trading volumes, settlement risk, liquidity risk and default risk. Trading volume may restrict liquidity. AMC may choose to invest in unlisted securities which may increase the risk on the portfolio. Investments in debt and money market instruments are subject to interest rate risk, basis risk, credit risk, spread risk, pre-payment risk etc. Please refer to SID for further details.

Applicable NAV

In respect of valid applications of investment amount less than Rs. 2 lakhs received up to 3.00 pm on a Business Day, the closing NAV of the day of receipt of application will be applicable;

- In respect of valid applications of investment amount equal to or more than Rs. 2 lakhs received up to 3.00 pm on a Business Day, and the funds are available for utilisation before the cut-off time without availing any credit facility, whether intra-day or otherwise, the closing NAV of the day of receipt of application will be applicable;
- In respect of valid applications of investment amount less than Rs. 2 lakhs received after 3.00 pm on a Business Day, the closing NAV of the next Business Day will be applicable.
- In respect of valid applications of investment amount equal to or more than Rs. 2 lakhs received after 3.00 pm on a Business Day, and the funds are available for utilisation on the same day without availing any credit facility, whether intra-day or otherwise, the closing NAV of the next Business Day will be applicable, and
- Irrespective of the time of receipt of application of investment amount equal to or more than Rs. 2 lakhs, where the funds are not available for utilisation before the cut-off time without availing any credit facility, whether intra-day or otherwise, the closing NAV of the day on which the funds are available for utilisation will be applicable.

SIP/ STP/ SWP/ Dividend Sweep Facilities

SIP Facility	<p>Systematic Investment Plan (SIP):</p> <p>This facility enables investors to save and invest periodically over a longer period of time. It is a convenient way to “invest as you earn” and affords the investor an opportunity to enter the market regularly, thus averaging the acquisition cost of</p>
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	<p>Units. The conditions for investing in SIP will be as follows: SIP Frequency : Monthly and Quarterly;</p> <p>Minimum SIP installment amount: Monthly: Rs. 500/- and in multiples of Re.1/- thereafter;</p> <p>Quarterly: Rs. 1500/- and in multiples of Re.1/- thereafter;</p> <p>Minimum No. of SIP installments: monthly - 12 installments, quarterly – 4 installments [including the first SIP cheque]. Investors may also choose to invest in SIP without the first SIP installment cheque.</p> <p>SIP Dates: 1st /5th / 10th / 15th / 20th/ 25th of the month/ quarter.</p> <p>Registration period: There must be at least 30 days between the first SIP cheque and subsequent due date of ECS [debit clearing];</p> <p>In case of the auto debit facility, the default options (where auto debit period, frequency and SIP date are not indicated) will be as follows:</p> <ul style="list-style-type: none"> • SIP auto debit period: The SIP auto debit will continue till 5 years. • SIP date: 15th of the month (commencing 30 days after the first SIP instalment date); and • SIP frequency: Monthly <p>The load structure prevailing at the time of submission of the SIP application [whether fresh or extension] will apply for all the installments indicated in such application;</p> <p>All the cheques/ payment instructions [including the first cheque/payment instruction] shall be of equal amounts in case of SIP applications;</p> <p>Investors may also choose to invest any lumpsum amount along with the first SIP installment by way of a single cheque/ payment instruction. However, in such a scenario, the minimum amount of the first cheque/payment instruction has to be Rs. 500/-</p> <p>Investors will have the right to discontinue the SIP facility at any time by sending a written request to any of the Official Point(s) of Acceptance. Notice of such discontinuance should be received at least 30 days prior to the due date of the next debit. On receipt of such request, the SIP facility will be terminated. It is clarified that if the Fund fails to get the proceeds for three consecutive Installments out of a continuous series of Installments submitted at the time of initiating a SIP), the AMC reserves the right to discontinue the SIP.</p>
STP Facility	<p>Systematic Transfer Plan (STP): This facility enables unitholders to transfer a fixed specified amount from one open-ended scheme of the Fund (source scheme) to another open-ended scheme of the Fund (target scheme), in existence at the time of availing the facility of STP, at applicable NAV, subject to the minimum investment criteria of the target scheme. Investors can opt for the Systematic Transfer Plan by investing a lump sum amount in one scheme of the fund and providing a standing instruction to transfer sums at regular intervals. Investors could also opt for STP from an existing account by quoting their account/ folio number. However, units marked under lien or pledged in the source scheme shall not be eligible for STP.</p>

The conditions for investing in STP will be as follows:
At the time of availing / registering for the STP facility, the minimum invested amount in the source scheme should be Rs. 17000

STP Frequency : Daily, Weekly, Monthly and Quarterly ;

Minimum STP installment amount: Rs. 500/- per installment and in multiples of Re.1/- thereafter for Daily/ Weekly/ Monthly/ Quarterly.

Minimum No. of STP installments :

Daily - 4 installments
Weekly - 4 installments
Monthly - 4 installments
Quarterly - 4 installments

STP Dates:

Weekly option - On every Friday of the week

Monthly/ Quarterly option – 2nd, 8th, 15th or 23rd of the month/ of any month in the quarter.

Daily Systematic Transfer Plan (STP) Facility

Transfer Out/ Switch Out Scheme			
Transfer In/ Switch In Scheme			
Minimum Amount	Daily	STP	Rs.50/- per installment and in multiple of Re. 1 thereafter.
Minimum Period	Daily	STP	6 months (Daily STP will not be processed on Saturday, Sunday & Public Holidays).

Registration period: A minimum period of 8 business days shall be required for registration under STP.

The default options (where the period, frequency and STP date are not indicated) will be as follows:

- STP frequency: Monthly
- STP period: 12 installments.
- STP date: 15th of every month.

Unitholder may change the amount (but not below the minimum specified amount)/ frequency by giving written notice to any of the Official Point(s) of Acceptance at least 8 business days prior to next STP execution date. Units will be allotted/ redeemed at the applicable NAV of the respective dates of the Scheme on which such investments/withdrawals are sought from the Scheme.

The STP may be terminated on a written notice of 8 business days by a unitholder of the Scheme. The STP will be automatically terminated if all units are liquidated or withdrawn from the source scheme or pledged or upon receipt of intimation of death of the unitholder.

<p>SWP Facility</p>	<p>Systematic Withdrawal Plan (SWP): This facility enables unitholders to withdraw a fixed sum (subject to tax deduction at source, if applicable) by redemption of units in the unitholder's account at regular intervals through a one-time request.</p> <p>The conditions for investing in SWP will be as follows: At the time of availing/ registering for the SWP facility, the minimum invested amount in the source scheme should be Rs. 17000/-</p> <p>SWP Frequency : Monthly; Minimum SWP instalment amount: Monthly: Rs. 500/- and in multiples of Re.1/- thereafter; Monthly: Rs. 1000/- and in multiples of Re.1/- thereafter</p> <p>Minimum No. of SWP installments : monthly - 12 installments [including the first SWP]; SWP Dates: 2nd, 8th, 15th or 23rd of every month as the STP date (in case any of these days fall on a non-business day, the transaction will be effected on the next business day of the Scheme).</p> <p>Registration period: A minimum period of 8 calendar days shall be required for registration under SWP.</p> <p>The default options (where the period, frequency and SWP date are not indicated) will be as follows:</p> <ul style="list-style-type: none"> • SWP period: The SWP will continue till 5 years. • SWP date: 15th of every month. <p>Unit holder may change the amount (but not below the minimum specified amount)/ frequency by giving written notice to any of the Official Point(s) of Acceptance at least 8 calendar days prior to next SWP execution date.</p> <p>The SWP may be terminated on a written notice of 8 calendar days by a unitholder of the Scheme.</p> <p>SWP will be automatically terminated if all units are liquidated or withdrawn from the Scheme or pledged or upon receipt of intimation of death of the unitholder.</p>
<p>Dividend Sweep Facility</p>	<p>Dividend Sweep Facility</p> <p>Dividend Sweep facility shall be in addition to the existing Dividend Payout and Dividend Reinvestment Option. Default Dividend Option shall be Dividend Payout.</p> <p>Under Dividend Sweep Facility, Unit holders can opt for switching the dividend earned under any Schemes (Source Scheme) of Indiabulls Mutual Fund into any other Schemes (Target Scheme) of Indiabulls Mutual Fund. The dividend (net of applicable DDT, if any) shall be swept subject to minimum investment eligibility requirements of the Target Scheme at applicable NAV based prices.</p> <p>The minimum amount for sweep out to be Rs. 500/-. In case the sweep amount is less than Rs. 500/-, the dividend amount shall be reinvested in the Source scheme. This facility shall be processed on the record date of the dividend declared under the Source Scheme. Further, this facility shall not allow for switch of partial dividend or switch of dividend to multiple schemes. In case the investor fails to</p>

	specify his preference of Option for the Target scheme into which the dividend has to be swept, Sweep-in amount shall be invested in default plan / option as mentioned in Scheme Information Document (SID) of Target scheme.
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The Load Structure prevailing at the time of submission of the STP/ SWP application will apply for all the installments indicated in such application.

The AMC reserves the right to introduce SIP/ STP/ SWP/ Dividend Sweep Facility at any other frequencies or on any other dates as the AMC may feel appropriate from time to time.

Option to hold units in Demat Form

In terms of SEBI Circular CIR/IMD/DF/9/2011, dated May 19, 2011, investors have the option to receive allotment of Mutual Fund units in their demat account while subscribing to this scheme. Such units held in demat form shall be fully transferable.

Demat Facility for SIP Transactions

Demat option shall be available for SIP transactions. However, the units will be allotted on the applicable NAV as per SID and will be credited to investors demat account on weekly basis on realization of funds.

Despatch of Redemption Request

Within 10 working days of the receipt of the redemption request at the authorized centre of the Indiabulls Mutual Fund.

Dividend Policy

The Trustee will endeavour to declare the Dividend, subject to availability of distributable surplus calculated in accordance with the Regulations. The actual declaration of Dividend and frequency will inter-alia depend on availability of distributable surplus calculated in accordance with SEBI (MF) Regulations and the decisions of the Trustee shall be final in this regard. There is no assurance or guarantee to the unit holders as to the rate of Dividend nor that will the Dividend be paid regularly.

Expenses

ii. Annual Scheme Recurring Expenses (% of Daily Net Assets)

These are the fees and expenses for operating the Scheme. The AMC has estimated that up to 2.50%** of the daily net assets of the Scheme will be charged to the Scheme as expenses. These expenses include Investment Management and Advisory Fee charged by the AMC and other expenses as given in the table below:

Expense Head	% of daily Net Assets
(a) Investment Management and Advisory Fees	Upto 2.50%
(b) Trustee fee	
(c) Audit fees	
(d) Custodian fees	
(e) RTA Fees	
(f) Marketing & Selling expense incl. agent commission	
(g) Cost related to investor communications	
(h) Cost of fund transfer from location to location	
(i) Cost of providing account statements and dividend redemption cheques and warrants	
(j) Costs of statutory Advertisements	
(k) Cost towards investor education & awareness (at least 2 bps)	
(l) Brokerage & transaction cost over and above 12 bps and 5 bps for cash and derivative market trades resp.	
(m) Service tax on expenses other than investment and advisory fees	
(n) Service tax on brokerage and transaction cost	
(o) Other Expenses	
Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i) and (6) (a)*	Upto 2.50%
Additional expenses under regulation 52 (6A) (c)	Upto 0.20%
Additional expenses for gross new inflows from specified cities under Regulation 52 (6A) (b)**	Upto 0.30%

* The AMC may charge expenses under any one or more of the expense heads mentioned from (a) to (n) above subject to the maximum total expense ratio permissible under Regulation 52(6) (c) (i) and 52(6) (a).

** expenses not exceeding of 0.30 per cent of daily net assets, if the new inflows from beyond top 15 cities are at least-

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

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

Provided that if inflows from beyond top 15 cities is less than the higher of sub-clause (i) or sub-clause (ii), such expenses on daily net assets of the scheme shall be charged on proportionate basis as per below formula:

$$\frac{\text{Daily net assets} \times 30 \text{ basis points} \times \text{New inflows from beyond top 15 cities}}{365 \times \text{Higher of (a) or (b) above}}$$

* 366, wherever applicable.

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

Provided further that amount incurred as expense on account of inflows from such cities shall be credited back to the scheme in case, the said inflows are redeemed within a period of one year from the date of investment;

The top 15 cities shall mean top 15 cities based on AMFI data on 'AUM by Geography – Consolidated Data for Mutual Fund Industry' as at the end of the previous financial year.

As per Regulation 52(6) of the SEBI Regulations, the maximum recurring expenses (including the Investment Management and Advisory Fees) that can be charged to the respective schemes shall be subject to the percentage limit of daily net assets as given below:

- On the first Rs. 100 crores of the daily net assets – 2.50%
- On the next Rs. 300 crores of the daily net assets – 2.25%
- On the next Rs. 300 crores of the daily net assets – 2.00%
- On the balance of the assets – 1.75%

Subject to the SEBI Regulations and this document, expenses over and above the prescribed ceiling will be borne by AMC. The AMC may charge the Mutual Fund with investment and advisory fee as prescribed in the SEBI Regulations from time to time and as permitted by the Investment Management Agreement. The Direct Plan shall have lower expense ratio compared to the Regular Plan and no commission shall be paid out of the Direct Plan.

The current expense ratios will be updated on the AMC website viz. www.indiabullsamc.com within two working days mentioning the effective date of the change.

These estimates have been made in good faith as per the information available and estimates made by the Investment Manager/ AMC and are subject to change inter-se or in total subject to prevailing SEBI Regulations. The AMC may incur actual expenses which may be more or less than those estimated above under any head and/or in total and may charge expenses under any of the different heads given under Regulation 52(2) & 52(4) of the SEBI (MF) Regulations (hereinafter called as SEBI Regulations). These expenses shall be subject to the maximum ceiling under the SEBI Regulations. Types of expenses charged shall be as per the SEBI Regulations.

Provisions Relating to Service Tax (Applicable to All Schemes):

1. Service tax on investment and advisory fees shall be charged to the scheme in addition to the maximum limit of TER as prescribed in Regulation 52 of the SEBI Regulations.
2. Service tax on other than investment and advisory fees, if any, shall be charged to the scheme within the maximum limit of TER as per Regulation 52 of the SEBI Regulations.
3. Service tax on exit load, if any, shall be paid out of the exit load proceeds and exit load net of service tax, if any, shall be credited to the scheme.
4. Service tax on brokerage and transaction cost paid for asset purchases, if any, shall be charged within the limit prescribed under Regulation 52 of the SEBI Regulations.

Pursuant to SEBI (Mutual Funds) (Second Amendment) Regulations, 2012 dated September 26, 2012 and SEBI Circular No. CIR/IMD/DF/21/2012 dated September 13, 2012, service tax on exit load, if any, shall be paid out of the exit load proceeds and exit load net of service tax, if any, shall be credited to the scheme.

Waiver of Load for Direct Applications

Pursuant to SEBI Circular no. SEBI/IMD/CIR No.4/ 168230/09 dated June 30, 2009 no entry load will be charged for purchase / additional purchase / switch-in/ SIP/ STP transactions accepted by the Fund.

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.

Transaction Charges

In accordance with SEBI Circular No. Cir/IMD/DF/13/2011 dated August 22, 2011, the distributor (**who has opted in based on type of product**) would be allowed to charge the existing investor a sum of Rs. 100 per subscription of Rs 10,000 and above as transaction charge and Rs. 150 to the first time investor.

No charge can be made for investments below Rs. 10,000. The transaction charge (Rs100/ Rs150) if any, will be deducted by the AMC from the subscription amount and paid to the distributor; and the balance amount will be invested in the Scheme. Thus units will be allotted against the net investment.

There would be no transaction charge on

- (a) transactions other than purchases/ subscriptions relating to new inflows, &

(b) direct transactions with the Mutual Fund.

The transaction charges are in addition to the existing commission permissible to the distributors. In case of SIPs, the transaction charge shall be applicable only if the total commitment through SIPs amounts to Rs.10,000/- and above. In such cases the transaction charge shall be recovered in 3 instalments.

Tax Treatment for the Investors’ (Unitholders)

Investors are advised to refer to the paragraph on Taxation in the ‘Statement of Additional Information’ and to consult their own tax advisors with respect to their tax liability and other implications arising out of their participation in the scheme.

Daily Net Asset Value (NAV) Publication

The NAV will be calculated on all calendar days. It will be declared for all business days and will be published in 2 newspapers, NAV can also be viewed on www.indiabullsamc.com and www.amfiindia.com . You may also call 1800 266 6002 (toll free no.)

COMPLIANCE WITH SEBI CIRCULAR NO. SEBI/HO/IMD/DF2/CIR/P/2016/42 DATED MARCH 18, 2016- ENHANCING SCHEME RELATED DISCLOSURE

Scheme’s portfolio holdings (top 10 holdings by issuer and fund allocation towards various sectors):

Company	Industry	% to NAV
Equity & Equity Related		
Mangalore Refinery Petrochemicals	Petroleum Products	3.65%
Century Plyboards (India) Ltd	Consumer Durables	3.20%
Finolex Industries Ltd	Industrial Products	3.16%
Greaves Cottan Ltd	Industrial Products	3.09%
Sun TV Network Limited	Media & Entertainment	3.02%
The Ramco Cements Ltd.	Cement	3.01%
Time Technoplast	Industrial Products	2.98%
Supreme Petrochem Limited	Chemicals	2.97%
Adani Power Limited	Power	2.96%
Firstsource Solutions Ltd	Software	2.96%

Website link to obtain scheme’s latest monthly portfolio holding <http://www.indiabullsamc.com/portfolio-disclosure/>

Aggregate investment in the Scheme (As on 31 March, 2017)

Key Personnel	Designation	Scheme	Holding as on March 31, 2017 (Amount in Rs.)
NIL			

Expense Ratio Illustration

Scheme	Expense Ratio (Apr 01, 2017)	NAV as on April 1, 2016	NAV as on March 31, 2017	Returns without Expense Ratio	Returns with Expense Ratio
Direct	0.25%	10.0000	13.1693	10.00%	9.75%
Regular	1.00%	10.0000	12.6928	10.00%	9.00%

For Investor Grievances (please contact)

Name and Address of Registrar & Transfer Agent

Karvy Computershare Private Limited,
 Karvy Selenium, Tower B, Plot number 31 & 32
 Financial District, Gachibowli, Hyderabad 500 032
 Tel: 040-33215281, Fax: 040-23311968
 Website: <https://www.karvymfs.com>

Ms. Nishima Avasthi

11th Floor, Tower-1, Indiabulls Finance Centre,
 Elphinston Mills Compound, Senapati Bapat Marg,
 Elphinston (West), Mumbai – 400 013.
 Tel: 022-6189 1373’ Fax: 022-6189 1320
 Toll free no. 1800 266 6002
 Email: customercare@indiabullsamc.com

UNITHOLDERS’ INFORMATION

Account Statement:

For normal transactions (other than SIP/STP/SWP/ Dividend Sweep) during ongoing sales and repurchase:

- The AMC shall issue to the investor whose application (other than SIP/STP/SWP/ Dividend Sweep) has been accepted, an account statement specifying the number of units allotted by e-mail to those unitholders who have provided an e-mail address.

For SIP/STP / SWP/ Dividend Sweep transactions:

- The first Account Statement under SIP/STP/ SWP/ Dividend Sweep shall be issued within 10 working days of the initial investment/ transfer.

Consolidated Account Statement (CAS):

In accordance amendment to Regulation 36 of SEBI (Mutual Funds) Regulations, 1996 read with SEBI Circular No. Cir/ IMD/ DF/ 16 / 2011 dated September 08, 2011 the following shall be applicable with respect to dispatch of Consolidated Account Statement (CAS):

- The AMC shall issue a CAS for each calendar month on or before tenth day of succeeding month detailing all the transactions and holding at the end of the month including transaction charges paid to the distributor, across all the schemes of all mutual funds in whose folios transaction has taken place during that month.
- The AMC shall issue a CAS every half-year (September/ March) on or before tenth day of succeeding month, detailing holding at the end of the six month, across all schemes of all mutual funds to all such investors in whose folios no transaction has taken place during that period.

- Alternately, a soft copy of the CAS shall be mailed to the investors' e-mail address, instead of physical statement, if so mandated.
- A CAS shall not be issued to the investor who has not updated their Permanent Account Number (PAN) in their respective folio.

Note:

- If an applicant so desires, the AMC will issue an Account Statement to the applicant within 5 working days from the receipt of such request without any charges.
- The unitholder may request for a physical Account Statement by writing/calling the AMC/ ISC/ Registrar & Transfer Agent.
- For normal transactions and SIP/ STP/ SWP/ Dividend Sweep transactions as stated above, in the event the account has more than one registered holder, the first-named Unit holder shall receive the Account Statement.
- Where units are held by investor in demat form, the demat statement issued by the Depository Participant will be deemed adequate compliance with the requirements in respect of dispatch of statements of account.
- Investor may opt out of CAS facility if they do not wish to avail the same.

Monthly Portfolio Disclosures:

The Mutual Fund/AMC shall disclose portfolio of the scheme as on the last day of the month on its website www.indiabullsamc.com on or before the 10th day of the succeeding month.

Monthly Average Asset Under Management (AAUM):

The Mutual Fund/AMC shall disclose AAUM of the scheme as on the last day of the month on its website www.indiabullsamc.com on or before the 7th working day of the succeeding month.

Half-Yearly Portfolio Disclosures:

The Mutual Fund and AMC shall publish the Scheme Portfolio within one month from the close of each half year (i.e. 31st March and 30th September), by way of an advertisement at least, in one National English daily and one regional newspaper in the language of the region where the head office of the Mutual Fund is located.

It will also be displayed on the website of the AMC (www.indiabullsamc.com) and AMFI (www.amfiindia.com).

Half-Yearly Unaudited Scheme Financial Results:

The Mutual Fund and AMC shall within one month from the close of each half year i.e. 31st March and on 30th September, publish an advertisement disclosing the hosting of Unaudited Scheme Financial Results on their website, in atleast one national English daily newspaper and in a regional newspaper published in the language of the region where the Head Office of the Mutual Fund is situated.

It will also be displayed on the website of the AMC (www.indiabullsamc.com) and AMFI (www.amfiindia.com).

Annual Report:

The Scheme wise Annual Report or an abridged summary thereof shall be mailed (emailed, where e-mail id is provided unless otherwise required) to all Unit holders not later than four months (or such other period as may be specified by SEBI from time to time) from the date of closure of the relevant accounting year (i.e. 31st March each year) and full annual report shall be available for inspection at the Head Office of the Mutual Fund and a copy shall be made available to the Unit holders on request on payment of nominal fees, if any.

It will also be displayed on the website of the AMC (www.indiabullsamc.com).

Employee Unique Identification Number (EUIIN):

Distributor shall provide EUIIN in the Application Form particularly in case of advisory transactions, as EUIIN would assist in tackling the problem of mis-selling even if the employee/relationship manager/sales person leaves the employment of the distributor.

LIST OF COLLECTION CENTRES

AMC Investor Service Centres:

- **Ahmedabad:** Radhika House, 2nd Floor, Opp. Mayor Bungalow, Law Garden, Navrangpura, Ahmedabad-380 006.
- **Bangalore:** No.103, 2nd floor, Samskruthi Chambers, K.H. Road, Bangalore-560027.
- **Chennai:** Apex Chambers, 3rd Floor, No. 20, Sir Theyagaraya Road (Pondy Bazar), T Nagar, Chennai - 600 017.
- **Hyderabad:** Park City Plaza, 3rd Floor, Road No. 1, Banjara Hills, Hyderabad – 500 034. Tel. No.: 040 - 47579911
- **Kolkatta:** 31, Chowringhee Road, 3rd Floor, Park Street Junction, Kolkata - 700016
- **Mumbai:** Indiabulls Finance Centre Tower - 1, 11th Floor, Senapati Bapat Marg, Elphinstone (West), Mumbai – 400 013.
- **New Delhi M - 62 & 63,** 1st Floor, Connaught Place, New Delhi - 110 001.
- **Pune:** No. 115, City Mall, 1st Floor, University Road, Opp. Pride House, Shivajinagar, Pune – 411007. Tel. No.: 020 - 30186714

KARVY Investor Service Centres:

- **Ahmedabad:** 201/202 Shail Complex, Opp: Madhusudan House, B/H Girish Cold Drink, Off C G Road, Navrangpura, Ahmedabad- 380006, Tel : 079-65445550, 079-26402967,
- **Alwar:** 101, Saurabh Tower , Opp. UTI , Near Bhagat Singh Circle, Road No.2, Alwar- 301001, Tel : 0144-2335550/ 0144-2335551,
- **Amritsar:** 72-A, Taylor'S Road, Opp Aga Heritage Club, Amritsar- 143001, Tel : 0183-5053802,
- **Asansol:** 114/71 G T Road, Near Sony Centre, Bhanga Pachil, - Asansol- 713303, Tel : 0341-2220077,
- **Bangalore:** 59, Skanda puttanna Road, Basavanagudi, Bangalore- 560004, Tel : 080-26602852,080-26609625
- **Baroda:** 203, Corner point, Jetalpur Road, Baroda, Gujarat, Baroda- 390007, Tel : 0265-2353506,0265-2353507
- **Bhagalpur:** 2nd Floor, Chandralok Complex, Ghantaghar, Radha Rani Sinha Road, Bhagalpur- 812001, Tel : 7857015102,
- **Bhilai:** Shop No -1, First Floor Plot No -1, Commercial Complex Nehru Nagar - East - Bhilai- 490020, Tel : 0788-2289499/ 2295332,
- **Bhubaneswar:** A/181, Back Side of Shivam Honda Show Room, Saheed Nagar - Bhubaneswar- 751007, Tel : 0674-6534585,0674-2360334
- **Bokaro:** B-1, 1st Floor, City Centre, Sector- 4, Near Sona Chandi Jewellers, Bokaro- 827004, Tel : 9204061959,06542-335616
- **Chandigarh:** Sco- 2423-2424, Above Mirchi Restaurent, New Aroma Hotel, First Floor, Sector 22-C, Chandigarh-160022, Tel : 0172-5101342,
- **Chennai:** F-11, Akshaya Plaza, 1St Floor, 108, Adhithanar Salai, Egmore, Opp to Chief Metropolitan Court, Chennai- 600002, Tel : 044-42028512,044-42028513, 044-42028858
- **Coimbatore:** 3rd Floor, Jaya Enclave, 1057 Avinashi Road - Coimbatore- 641018, Tel : 0422 - 4388011, 0422 - 4388013/0422 - 4388451/0422 - 4388012/0422 – 4388014
- **Cuttack:** Opp Dargha Bazar Police station, Dargha Bazar, Po - Buxi Bazar - Cuttack- 753001, Tel: 0-9238102118 (Tata Basephone),
- **Darbhanga:** Jaya Complex, 2nd Floor, Above Furniture Planet, Donar, Chowk, Darbhanga- 846003, Tel: 7857015103,
- **Dehradun:** Kaulagarh Road, Near Sirmaur Margabove, Reliance Webworld, Dehradun-248001, Tel : 8899928349/ 8899928350,
- **Dhanbad:** 208 New Market, 2nd Floor, Bank More – Dhanbad - 826001, Tel : 0326-6452027,
- **Durgapur:** MWAV-16 Bengal Ambuja, 2nd Floor City Centre, Distt. Burdwan, Durgapur-16, Durgapur- 713216, Tel : 0343-6512111,
- **Faridabad:** A-2B, 3rd Floor, Neelam Bata Road, Peer ki Mazar,, Nehru Groundnit, Faridabad- 121001, Tel: 8287922816,
- **Gaya:** 1st Floor Lal Bhawan, Tower Chowk,, Near Kiran Cinema, Gaya- 823001, Tel : 0631-2220065,
- **Ghaziabad:** 1st Floor C-7 - Lohia Nagar, Ghaziabad- 201001, Tel : 8287059970,

- **Gorakhpur:** Above V.I.P. House adjacent, A.D. Girls College, Bank Road, Gorakhpur- 273001, Tel: 8081127735, 0551 – 2333825
- **Gurgaon:** Shop No.18, Ground Floor, Sector - 14, Opp. Akd Tower, Near Huda Office, Gurgaon- 122001, Tel: 8287956344,
- **Guwahati:** 1st Floor, Bajrangbali Building, Near Bora Service Station, GS Road - Guwahati- 781007, Tel: 8811036746, 0361-2203324
- **Hyderabad:** Karvy House, No:46, 8-2-609/K, Avenue 4, Street No. 1, Banjara Hills, Hyderabad- 500034, Tel: 040-44857874 / 75 / 76,
- **Indore:** 2nd floor, 203-205 Balaji Corporate House, Above ICICI bank, 19/1 New Palasia, Near Curewell Hospital, Janjeerwala Square Indore, Indore- 452001, Tel : 0731-4266828/4218902,
- **Jaipur:** S16/A IIIrd Floor, Land Mark Building Opp Jai Club, Mahaver Marg C Scheme, Jaipur- 302001, Tel: 01414167715/17,
- **Jalandhar:** 1st Floor, Shanti Towers, SCO No. 37, PUDA Complex, Opposite Tehsil Complex, Jalandhar- 144001, Tel : 0181-5094410,
- **Jamshedpur:** 2nd Floor, R R Square, SB Shop Area, Near Reliance Foot Print & Hotel- BS Park Plaza, Main Road, Bistupur, Jamshedpur- 831001, Tel : 0657-6655003/ 6655004/ 6655005/ 6655006/ 6655007,
- **Kanpur:** 15/46, B, Ground Floor, Opp : Muir Mills, Civil Lines, Kanpur- 208001, Tel : 8081127738 / 8081127740,
- **Kolkata:** Apeejay House (Beside Park Hotel), C Block, 3rd Floor, 15 Park Street, Kolkata- 700016, Tel: 033 66285900,
- **Lucknow:** Ist Floor, A. A. Complex, 5 Park Road, Hazratganj, Thaper House, Lucknow- 226001, Tel: 8081127722, 0522-2236819/3213115
- **Ludhiana:** SCO - 136 , 1st Floor Above Airtel Showroom , Feroze Gandhi Market , Ludhiana- 141001, Tel: 0161-4648747,
- **Malda:** Sahis Tuli, Under Ward No.6, No.1 Govt Colony, English Bazar Municipality, Malda- 732101, Tel: 03512-223763,
- **Mumbai:** 24/B, Raja Bahadur Compound, Ambalal Doshi Marg, Behind Bse Bldg, Fort- 400001, Tel: 022-66235353,
- **Muzaffarpur:** First Floor, Shukla Complex, Near ICICI Bank, Civil Court Branch, Company Bagh, Muzaffarpur- 842001, Tel: 7857015105,
- **Mysore:** L-350, Silver Tower, Ashoka Road, Opp. Clock Tower, Mysore - 570001, Tel: 0821-2438006,
- **Nagpur:** Plot No 2/1 House No 102/1, Mata Mandir Road, Mangaldeep Apartment Opp Khandelwal Jewelers, Dharampeth, Nagpur- 440010, Tel: 0712-2533040,
- **Nasik:** F-1, Suyojit Sankul, Sharanpur Road, Near Rajiv Gandhi Bhavan, Nasik- 422002, Tel: 0253-6611395, 0755-3010732
- **New Delhi:** 305 New Delhi House, 27 Barakhamba Road - New Delhi - 110001, Tel: 011- 43681700 ,
- **Noida:** 405, 4th Floor, Vishal Chamber, Plot No.1, Sector-18, Noida- 201301, Tel: 8287831058,
- **Panjim:** Flat No.1-A, H. No. 13/70, Timotio Bldg, Heliodoro Salgado Road, Next to Navhind Bhavan (Market Area), Panjim- 403001, Tel: 0832-2426873, 0832-2426874
- **Patna:** 3A, 3rd Floor Anand Tower, Exhibition Road, Opp ICICI Bank, Patna- 800001, Tel : 0612-4323066,
- **Pune:** Mozaic Bldg, CTS No.1216/1, Final, Plot No.576/1 TP, Scheme No.1, F C Road, Bhamburda, Shivaji Nagar, Pune- 411004, Tel: 020-66496700 / 66496701, 9833067872
- **Raipur:** Shop No-TF-31, 3rd Floor, Millenium Plaza, Near Old Indian Coffee House, G E Road,, Raipur- 492001, Tel : 0771-4052620,
- **Ranchi:** Room No 307 3rd Floor, Commerce Tower, Beside Mahabir Tower , Ranchi- 834001, Tel: 0651-2331320,
- **Siliguri:** Nanak Complex, Sevoke Road - Siliguri- 734001, Tel: 0353-2522579,
- **Surat:** G-5 Empire State Buliding, Nr Udhna Darwaja, Ring Road, Surat - 395002, Tel: 0261-2311100/ 2339100, 0261-2339100
- **Trichy:** 60, Sri Krishna Arcade, Thennur High Road - Trichy- 620017, Tel: 0431-4020227,
- **Varanasi:** D-64/132 1st Floor, Anant Complex, Sigra, Varanashi- 221010, Tel: 8081127746,
- **Visakhapatnam:** Door No: 48-8-7, Dwaraka Diamond, Ground Floor, Srinagar, Visakhapatnam- 530016, Tel: 0891-2714125