

INDIABULLS MUTUAL FUND (IBMF)

Investment Manager: Indiabulls Asset Management Co. Ltd.(AMC)

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CIN: U65991DL2008PLC176627

Notice cum Addendum No. 26/ 2018

NOTICE CUM ADDENDUM TO THE SCHEME INFORMATION DOCUMENT (SID) AND KEY INFORMATION MEMORANDUM (KIM) OF INDIABULLS GILT FUND

CHANGE IN FUNDAMENTAL ATTRIBUTES

This is to inform that Securities & Exchange Board of India (SEBI) has mandated all Mutual Funds to Categorize and Rationalize their schemes based on the directions provided vide SEBI Circular No. SEBI/HO/IMD/DF3/CIR/P/2017/114 dated October 6, 2017 and SEBI circular no. SEBI/HO/IMD/DF3/CIR/P/2017/126 dated December 04, 2017. SEBI has initiated these steps in order to bring uniformity in the practice, across Mutual Funds and to standardize the scheme categories and characteristics of each category. This would ensure that an investor of Mutual Funds is able to evaluate the different options available, before taking an informed decision to invest in a scheme. In this respect, following notice is given,

NOTICE is hereby given to the Unit holders of **Indiabulls Gilt Fund (“IBGF”)**, an Open-ended Gilt Scheme, that the Board of Directors of Indiabulls Asset Management Company Limited (“**the AMC**”) and the Board of Directors of Indiabulls Trustee Company Limited (“**the Trustee Company**”), have approved the following changes which include changes to the fundamental attributes of IBGF with effect from **March 03, 2018 (“Effective Date”)**. Further, it may be noted that SEBI has vide letter no. IMD/DF3/OW/P/2018/195/1 dated January 3, 2018 granted its no-objection for the following changes.

Type of Scheme ^	Existing Scheme Type	Proposed Scheme Type	
	An Open-ended Gilt Scheme	An open ended debt scheme investing in government securities across maturity.	

Asset Allocation of the Scheme ^	Instrument	Existing Indicative Allocation	New Indicative Allocation
	Securities created and issued by Central Government and/or State Governments including T Bills*		65% to 100%
Cash & Cash Equivalent Securities, CBLO, Repos & Reverse Repos in Govt. Securities		0% to 35%	0% to 20%

* Investment in Debt Derivatives - upto 50% of the net assets of the Scheme

^ All other terms and conditions under these sections in the existing SID of IBGF which are not mentioned herein will remain unchanged.

The proposed change includes the change in the asset allocation pattern of the Scheme, which is in the nature of change in the fundamental attributes of the Scheme as referred to in Regulation 18 (15A) of the SEBI (Mutual Funds) Regulations, 1996. As per aforementioned circular, the change in ‘Type of Scheme’ would not be considered as a change in fundamental attribute.

Regulation 18 (15A) of the SEBI (Mutual Funds) Regulations, 1996 states that the Trustees shall ensure that no change in the fundamental attributes of any scheme or the trust or fees and expenses payable or any other change which would modify the scheme and affect the interest of unitholders be carried out unless a written communication about the proposed change is sent to each unitholder and an advertisement is given in one English daily newspaper having nationwide circulation and 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 to exit at the prevailing Net Asset Value (NAV) without any exit load.

Accordingly, Unit holders of IBGF are requested to take note of the aforesaid proposed changes, and are hereby given an option to exit the investments made by them in IBGF at the prevailing NAV without exit load, as per the process stated herein below, if they do not wish to stay invested in IBGF pursuant to the above proposed changes.

The exit option will be available to all the Unit holders of the IBGF** as per the records of the Registrar as at the close of business hours on January 31, 2018.

The option to exit without exit load (“Exit Option”) can be exercised from February 01, 2018 to March 02, 2018 (up to 3 p.m.) (both days inclusive) (“Exit Option Period”). All redemption requests received after 3 p.m. on March 02, 2018, will be subject to load as per the provisions of the SID of IBGF. The provisions in relation to prevailing NAV and cut-off timings for redemptions in the SID of IBGF would be applicable to redemption requests received during the Exit Option Period. The redemption proceeds shall be dispatched to the Unit holders within 10 working days from the date of redemption.

The offer to exit is merely an option and is not mandatory. If you have no objection to the proposed change in the fundamental attributes of IBGF as stated above, no action needs to be taken by you.

Please note that Unit holders who do not opt for redemption on or before March 02, 2018 (up to 3 p.m.) shall be deemed to have consented to the aforesaid changes and shall continue to hold units in IBGF. In case the Unit holders disagree with the aforesaid changes, they may redeem the units in IBGF by exercising the Exit Option within the Exit Option Period.

****It may be noted that the Exit Option is not available** to investors whose units have been **pledged**, and Indiabulls Mutual Fund has been instructed to mark a lien on such units unless the release of the pledge/lien is obtained and appropriately communicated to the AMC/Registrar/Indiabulls Mutual Fund prior to submission of redemption requests.

The existing unit holders of IBGF are requested to note the following terms with regards to the aforesaid proposed changes:

- **Investors who want to continue holding units in IBGF:** No action needs to be taken in this regard.
- **Investors who wish to exit/redeem their investments from IBGF:** To redeem, Unit holders may submit the Transaction Form [along with other requisite details as may be specified in the SID/Statement of Additional Information (SAI)] on any business day during the Exit Option Period to any of the Official Points of Acceptance of Indiabulls Mutual Fund. The forms are available on our website www.indiabullsamc.com and also at any of the Official Points of Acceptance of Indiabulls Mutual Fund. For the procedure for change /update of bank details and change of address please refer to SID and SAI. **Unitholders who hold units of IBGF in dematerialised form and wish to exit can submit the redemption request with his / her /its Depository Participant during the Exit Option Period.**
- **Unitholders who have pledged or encumbered their units under a lien:** Unitholders will not have the option to exit unless they procure an effective release of their lien/pledge/encumbrances prior to the submission of redemption/switch-out requests. Further, those unitholders who do not opt to exit during the exit option period may note that the lien/pledge/encumbrance will continue on IBGF on the same terms.
- **Special products features / facilities:** Systematic Transfer Plan (STP) / Systematic Withdrawal Plan (SWP) etc. registered under IBGF will remain applicable and continue as per the terms therein. However, if you intend to change /discontinue any of the above facilities kindly submit the request in the manner prescribed in the SID/SAI to the nearest Official Points of Acceptance of Indiabulls Mutual Fund prior to the Effective Date.

Unit holders are requested to ensure that any change in address or bank mandate is updated in Indiabulls Mutual Fund’s records before exercising the Exit Option (Unit holders holding units in dematerialized form may approach their Depository Participant for such changes).

It may be further noted that all redemptions would be subject to the applicable tax laws. **In view of the individual nature of tax consequences, Unit holders are advised to consult their professional tax advisors in the above regard.**

A separate communication in this regard would be sent to the registered address of the Unit holders of IBGF as on January 31, 2018. In case, the communication is not received, the Unit holders of IBGF can contact the Investor Service Centers of the AMC/Registrar/Indiabulls Mutual Fund as per details provided on the website www.Indiabullsamc.com.

In case you need any further clarifications, please contact our Customer Service Centers/ Investor Service Centers. It may be noted that necessary/ incidental changes in this regard shall be made in the SID and KIM of IBGF.

The SID and KIM of IBGF will stand suitably modified to the extent mentioned above from the Effective Date. This addendum forms an integral part of the SID and KIM of IBGF. All other terms and conditions as mentioned in the SID and KIM of IBGF shall remain unchanged.

**For Indiabulls Asset Management Company Limited
(Investment Manager for Indiabulls Mutual Fund)**

Sd/-

Uday Diwale

Compliance Officer

Place : Mumbai

Date : January 29, 2018

MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.