

## SCHEME INFORMATION DOCUMENT

### MIRAE ASSET NIFTY NEXT 50 ETF (NSE Symbol: NEXT50 , BSE Scrip Code: 542922)

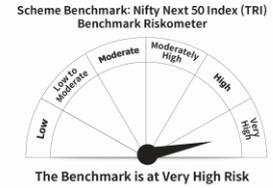
An open ended scheme replicating/tracking Nifty Next 50 Total Return Index

#### PRODUCT LABELLING

Mirae Asset Nifty Next 50 ETF is suitable for investors who are seeking\*

- Returns that are commensurate with the performance of the Nifty Next 50, subject to tracking errors over long term
- Investment in equity securities covered by the Nifty Next 50

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



The units of the Scheme are listed on the National Stock Exchange of India Ltd. (NSE) and BSE Limited (BSE). All investors including Market Makers and Large Investors can subscribe (buy) / redeem (sell) units on a continuous basis on the NSE/BSE on which the Units are listed during the trading hours on all the trading days. In addition, Market Makers can directly subscribe to / redeem units of the Scheme on all Business Days with the Fund in 'Creation Unit Size' at NAV based prices on an ongoing basis. Large Investors can transact directly with the Fund for an amount greater than INR 25 crores.

*Continuous Offer for units at NAV based prices.*

#### Mirae Asset Mutual Fund

**Investment Manager:** Mirae Asset Investment Managers (India) Private Limited  
CIN: U65990MH2019PTC324625

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

#### Registered & Corporate Office:

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

The SID sets forth concisely the information about **MIRAE ASSET NIFTY NEXT 50 ETF (NEXT50)** that a prospective investor ought to know before investing. The investor should also ascertain about any further changes to this SID after the date of this Document from the Mutual Fund/ Investor Service Centers/ Website/ Distributors or Brokers.

The Investors are advised to refer to the Statement of Additional Information (SAI) for details of Mirae Asset Mutual Fund, tax and legal issues and general information on [www.miraeassetmf.co.in](http://www.miraeassetmf.co.in)

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

The SID should be read in conjunction with SAI and not in isolation.

This SID is dated October 30, 2023

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## **DISCLAIMER OF NSE:**

As required, a copy of this Scheme Information Document has been submitted to National Stock Exchange of India Limited (hereinafter referred to as NSE). NSE has given vide its letter NSE/LIST/5166 dated September 24, 2019 and letter NSE/LIST/5192 dated January 29, 2020 permission to the Mutual Fund to use the Exchange's name in this Scheme Information Document as one of the stock exchanges on which the Mutual Fund's Units are proposed to be listed subject to, the Mutual Fund fulfilling the various criteria for listing. The Exchange has scrutinized this Scheme Information Document for its limited internal purpose of deciding on the matter of granting the aforesaid permission to the Mutual Fund. It is to be distinctly understood that the aforesaid permission given by NSE should not in any way be deemed or construed that the Scheme Information Document has been cleared or approved by NSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this Scheme Information Document; nor does it warrant that the Mutual Fund's Units will be listed or will continue to be listed on the Exchange; nor does it take any responsibility for the financial or other soundness of the Mutual Fund, its Sponsors, its management or any scheme of the Mutual Fund.

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

## **DISCLAIMER OF BSE:**

"BSE Ltd. ("the Exchange") has given vide its letter DCS/IPO/LK/MF/IP/226/2019-20 dated September 19, 2019 permission to use the Exchange's name in this SID as one of the Stock Exchanges on which this Mutual Fund's Units are proposed to be listed. The Exchange has scrutinized this SID for its limited internal purpose of deciding on the matter of granting the aforesaid permission to. The Exchange does not in any manner:-

- A. warrant, certify or endorse the correctness or completeness of any of the contents of this SID; or
- B. warrant that this scheme's units will be listed or will continue to be listed on the Exchange; or
- C. take any responsibility for the financial or other soundness of this Mutual Fund, its promoters, its management or any scheme or project of this Mutual Fund;

and it should not for any reason be deemed or construed that this SID has been cleared or approved by the Exchange.

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

## **DISCLAIMER NSE INDICES LIMITED**

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LIMITED is not responsible for or has participated in the determination of the timing of, prices at, or quantities of the Product(s) to be issued or in the determination or calculation of the equation by which the Product(s) is to be converted into cash. NSE INDICES LIMITED has no obligation or liability in connection with the administration, marketing or trading of the Product(s).

NSE INDICES LIMITED do not guarantee the accuracy and/or the completeness of the Nifty Next 50 Index or any data included therein and NSE INDICES LIMITED shall have not have any responsibility or liability for any errors, omissions, or interruptions therein. NSE INDICES LIMITED does not make any warranty, express or implied, as to results to be obtained by the Issuer, owners of the product(s), or any other person or entity from the use of the Nifty Next 50 Index or any data included therein. NSE INDICES LIMITED makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the index or any data included therein. Without limiting any of the foregoing, NSE INDICES LIMITED expressly disclaim any and all liability for any claims ,damages or losses arising out of or related to the Products, including any and all direct, special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

An investor, by subscribing or purchasing an interest in the Product(s), will be regarded as having acknowledged, understood and accepted the disclaimer referred to in Clauses above and will be bound by it.

**HIGHLIGHTS / SUMMARY OF THE SCHEME:**

|                               |  |
|-------------------------------|--|
| <b>Name of the Scheme</b>     | <b>MIRAE ASSET NIFTY NEXT 50 ETF</b>   |
| <b>Category of the Scheme</b> | Exchange Traded Fund (ETF)   |
| <b>Type of the Scheme</b>     | An open ended scheme replicating/tracking Nifty Next 50 Total Return Index   |
| <b>Scheme Code</b>            | MIRA/O/O/EET/19/11/0017  |
| <b>Investment Objective</b>   | The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty Next 50 Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns.  |
| <b>Plans/Options offered</b>  | <p>The Scheme does not offer any Plans/Options for investment.</p> <p>The AMC and the Trustees reserve the right to introduce such other Plans/Options as they deem necessary or desirable from time to time, in accordance with the SEBI Regulations.</p>   |
| <b>Liquidity Facility</b>     | <p>The Units of the ETF are listed on the Capital Market Segment of the National Stock Exchange of India Ltd (NSE) /BSE Limited (BSE) and/or any other recognised stock exchanges as may be decided by the AMC from time to time. All investors including Market Makers and Large Investors can subscribe (buy) / redeem (sell) Units of the Scheme on a continuous basis on the NSE and/ or BSE on which the Units are listed during the trading hours on all the trading days. The Units of the Scheme may be bought or sold on all trading days at prevailing listed price on such Stock Exchange(s). Alternatively, the Market Makers may subscribe to and/or redeem the units of the Scheme with the Mutual Fund on any business day at approximately indicative NAV based prices (along with applicable charges and execution variations) for applications directly received at AMC, provided the units offered for subscription and/or redemption are not less than Creation Unit size &amp; in multiples thereof. Large investors can subscribe/redeem directly with the AMC for an amount greater than 25 crores. The price of Units of the Scheme in the secondary market on the Stock Exchange(s) will depend on demand and supply at that point of time. There is no minimum trade amount, although Units are normally traded in round lots of 1 Unit.</p> <p>In addition, Market Makers can directly subscribe to/ redeem Units of the Scheme on all Business Days with the Fund in 'Creation Unit Size' and Large investors can subscribe to/ redeem Units of the Scheme for an amount greater than 25 crores on all Business Days on an ongoing basis.</p> <p>The AMC will appoint at least two Market Maker(s) to provide for the liquidity in secondary market on an ongoing basis. The Market Maker(s) would offer two-way quotes (buy and sell quotes) in the secondary market for ensuring liquidity in the Units of the Scheme.</p> <p>The list of Market Makers will be updated on our website.<br/><a href="https://www.miraeassetmf.co.in">https://www.miraeassetmf.co.in</a>. Presently, following Market Makers have been appointed by the AMC:</p> <ul style="list-style-type: none"> <li>• Mirae Asset Capital Markets (India) Private Limited.</li> <li>• East India Securities Limited</li> <li>• Kanjalochana Finserve Private Limited</li> <li>• Parwati Capital Market Private Limited</li> </ul> |

|                                   |   |
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|                                   | <p>Redemption of units directly with the Mutual Fund (other than Authorized Participants): Investors other than Market Makers can redeem units directly with the Fund for less than Creation Unit size at approximately indicative NAV based prices (along with applicable charges and execution variations) of units without any exit load if:</p> <ol style="list-style-type: none"> <li>Traded price (closing price) of the ETF units is at discount of more than 1% to the day end NAV for 7 continuous trading days, or</li> <li>No quotes for such ETFs are available on stock exchange(s) for 3 consecutive trading days, or</li> <li>Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.</li> </ol> <p>Such instances shall be tracked by the AMC on an ongoing basis and in case any of the above mentioned scenarios arises, the same shall be disclosed on the website of the Mutual Fund.</p> <p>Under these circumstances, investors, as specified above, can redeem units of the Scheme directly with the fund house without any exit load.</p> <p>The aforesaid criteria for the direct redemption with the fund house are also available at the website of the AMC at <a href="https://www.miraeassetmf.co.in/Acceptance-of-DirectRedemption-for-ETFs.aspx">https://www.miraeassetmf.co.in/Acceptance-of-DirectRedemption-for-ETFs.aspx</a>". The mutual fund will track the aforesaid liquidity criteria and display it on its website viz., <a href="https://www.miraeassetmf.co.in/">https://www.miraeassetmf.co.in/</a> if the same is triggered, no exit load would be applicable in such cases.</p> <p><b>Redemption by NRIs/FIIs/FPI</b></p> <p>Credit balances in the account of a NRIs/FIIs/FPI unitholder may be redeemed by such unit holder subject to any procedures laid down by the RBI. Payment to NRI/FII/FPI, unit holder will be subject to the relevant laws/guidelines of RBI as are applicable from time to time (subject to deduction of tax at source as applicable). The Fund will not be liable for any delays or for any loss on account of exchange fluctuations while converting the rupee amount in US Dollar or any other currency. In case of redemptions by NRIs, requisite TDS will be deducted from the respective redemption proceeds.</p> <p>Note: The mutual fund will rely on the NRI status and his account details as recorded in the depository system. Any changes to the same can be made only through the depository system.</p> <p>Mutual fund will repurchase units from Market Makers and large investors on any business day provided the value of units offered for repurchase is not less than creation unit size. The redemption consideration shall normally be the basket of securities represented by Nifty Next 50 Index in the same weightage as in the Index and cash component.</p> |
| <b>Benchmark Index</b>            | <b>Nifty Next 50 TRI (Total Return Index)</b>   |
| <b>Dematerialization of Units</b> | <p>The Units of the Scheme are available only in dematerialized (electronic) form. Investors intending to invest in Units of NEX50 will be required to have a beneficiary account with a Depository Participant (DP) of 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 directly from the fund in Creation Unit Size.</p>   |

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|  | The Units of the Scheme will be issued, traded and settled compulsorily in dematerialized (electronic) form.  |
| <b>Creation Unit Size</b>                              | <p>Creation Unit is fixed number of units of the Scheme, which is exchanged for a basket of securities underlying the index called the "Portfolio Deposit" and a "Cash Component" or cash of equivalent value. The Portfolio Deposit and Cash Component are defined as follows:</p> <p><b>Portfolio Deposit:</b> Portfolio Deposit consists of pre-defined basket of securities that represent the underlying index and announced by AMC from time to time.</p> <p><b>Cash Component:</b> Cash component represents the difference between the applicable net asset value of a creation unit and the market value of the Portfolio deposit. The Portfolio Deposit and Cash Component may change from time to time due to change in NAV and will be announced by the AMC on its website. The Creation Unit size for the scheme shall be 10,000 units. For redemption of Units, it is vice versa i.e., fixed number of units of the Scheme and a cash component is exchanged for Portfolio Deposit. The Portfolio Deposit and the cash component will change from time to time as decided by AMC. The Creation Unit size may be changed by the AMC at their discretion and the notice of the same shall be published on website of Mutual Fund (<a href="http://www.miraeassetmf.com">www.miraeassetmf.com</a>)</p>   |
| <b>Rounding Off of units</b>                           | Based on the Allotment Price, the number of Units allotted to the nearest unit  |
| <b>Transparency / Net Asset Value (NAV) Disclosure</b> | <p>The NAVs will be calculated and disclosed at the close of every Business Day. As required by SEBI, the NAVs shall be disclosed in the following manner:</p> <ul style="list-style-type: none"> <li>• Displayed on the website of the Mutual Fund <a href="https://www.miraeassetmf.co.in/">https://www.miraeassetmf.co.in/</a></li> <li>• Displayed on the website of Association of Mutual Funds in India (AMFI) (<a href="http://www.amfiindia.com">www.amfiindia.com</a>).</li> <li>• Any other manner as may be specified by SEBI from time to time. The same shall also be communicated to the Stock exchange(s), where the units will be listed. Mutual Fund / AMC will provide facility of sending latest available NAVs to unitholders through SMS, upon receiving a specific request in this regard.</li> </ul> <p>NAV of the Units of the Scheme (including options thereunder) calculated in the manner provided in this SID or as may be prescribed by the Regulations from time to time. The NAV will be computed upto 4 decimal places.</p> <p>The AMC shall update the NAVs on the website of the Mutual Fund <a href="https://www.miraeassetmf.co.in/">https://www.miraeassetmf.co.in/</a> and on the website of Association of Mutual Funds in India - AMFI (<a href="http://www.amfiindia.com">www.amfiindia.com</a>) by 11.00 p.m. on every Business Day. In case of any delay, the reasons for such delay would be explained to AMFI in writing. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Mutual Fund shall issue a press release giving reasons and explaining when the Mutual Fund would be able to publish the NAVs.</p> |
| <b>Indicative Net Asset Value (iNAV)</b>               | iNAV i.e. the per unit NAV based on the current market value of the scheme portfolio during the trading hours of the scheme, will be disclosed on a continuous basis on NSE and BSE and will be updated within a maximum time lag of 15 seconds from underlying market.   |

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| <p><b>Monthly/ Half yearly Portfolio</b></p>   | <p>The Mutual Fund/ AMC will disclose portfolio (along with ISIN) of the Scheme in the prescribed format, as on the last day of the month / half-year i.e. March 31 and September 30, on its website viz. <a href="https://www.miraeassetmf.co.in/">https://www.miraeassetmf.co.in/</a> and on the website of Association of Mutual Funds in India (AMFI) viz. www.amfiindia.com within 10 days from the close of each month/ half year respectively. In case of unitholders whose e-mail addresses are registered, the Mutual Fund/ AMC will send via email both the monthly and half yearly statement of scheme portfolio within 10 days from the close of each month/ half year respectively. Mutual Fund / AMC will publish an advertisement every half year in the all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the half-yearly statement of the Scheme portfolio on its website and on the website of Association of Mutual Funds in India (AMFI). Mutual Fund / AMC will provide a physical copy of the statement of its Scheme portfolio, without charging any cost, on specific request received from a unitholder.</p>   |
| <p><b>Minimum Application Amount &amp; Minimum Additional Application Amount</b></p> | <p>Market Makers /Large Investors: Application for subscription of the Units in Creation Unit Size can be made either:</p> <ul style="list-style-type: none"> <li>• In exchange of Cash*[as determined by the AMC equivalent to the cost incurred towards the purchase of predefined basket of securities that represent the underlying index (i.e. Portfolio Deposit)], Cash component and other applicable transaction charges; or</li> <li>• in exchange of Portfolio Deposit [i.e. by depositing basket of securities constituting Nifty Next 50 Index] along with the cash component and applicable transaction charges.</li> </ul> <p>Each Creation Unit Size will consist of 10,000 Units and 1 Unit will be approximately equal to 1/100th of the value of Nifty Next 50 Index.</p> <p>*Cash means payments shall be made only by means of payment instruction of Real Time Gross Settlement (RTGS) / National electronic Funds Transfer (NeFT) or Funds Transfer Letter / Transfer Cheque of a bank where the Scheme has a collection account.</p> <p>Redemption of Units of the ETF in Creation Unit Size will be allowed both by means of exchange of Portfolio Deposit and in cash.</p> <p>On an on-going Basis:</p> <p><b>Market Maker:</b> Application for subscription of Units directly with the Fund in Creation Unit Size at NAV based prices in exchange of Portfolio Deposit and Cash Component.</p> <p><b>Large Investors:</b> Minimum amount of Rs. 25 crores for transacting directly with the AMC.</p> <p><b>Other investors (including Market Maker, Large Investors and Regulated Entities):</b> Units of the Scheme can be subscribed (in lots of 1 Unit) during the trading hours on all trading days on the NSE and BSE on which the Units are listed</p> |
| <p><b>Transaction Charges</b></p>  | <p>Pursuant to Clause 10.5 of the SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the AMC shall deduct the Transaction Charges on purchase / subscription of Rs.10,000 and above received from first time mutual fund investors and investor other than first time mutual fund investors through the distributor/agent (who have opted-in to receive the transaction charges on basis of type of product) as under:</p>   |

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|   | <p><b>First Time Mutual Fund Investor (across Mutual Funds):</b> Transaction charge of Rs. 150/- for subscription of Rs. 10,000/- and above will be deducted from the subscription amount and paid to the distributor / agent of the first time investor. The balance of the subscription amount shall be invested and accordingly units allotted.</p> <p><b>Investor other than First Time Mutual Fund Investor:</b> Transaction charge of Rs.100/- per subscription of Rs.10,000/- and above will be deducted from the subscription amount and paid to the distributor/ agent of the investor. The balance of the subscription amount shall be invested and accordingly units allotted.</p> <p><b>Transaction charges shall not be deducted/applicable for:</b></p> <ul style="list-style-type: none"> <li>- Purchases /subscriptions for an amount less than Rs.10,000/-;</li> <li>- Transaction other than purchases / subscriptions relating to new inflows such as Switches, etc. or</li> <li>- Transactions carried out through the Stock Exchange Platforms for Mutual Funds</li> </ul> <p>For further details on transaction charges refer to the section VI-C - 'Transaction Charges'.</p> |
| <p><b>Cost of trading on the stock exchange</b></p> | <p>The investor shall have to bear costs in the form of bid/ask spread and brokerage or such other cost as charged by the broker for transacting in units of the Scheme through secondary market</p>   |
| <p><b>Loads</b></p>                                 | <p>a) <b>Entry Load:</b> Not Applicable<br/>In accordance with the requirements specified by in Clause 10.4 of SEBI Master Circular dated May 19, 2023, no entry load will be charged for purchase/additional purchase/switch-in accepted by AMC.</p> <p>b) <b>Exit Load:</b></p> <ul style="list-style-type: none"> <li>• <b>For investors transacting directly with the AMC:</b> No Exit load will be levied on redemptions made by Market Makers / Large Investors directly with the AMC.</li> <li>• <b>For investors transacting on the exchange:</b> Not Applicable.</li> </ul>   |
| <p><b>Repatriation Facility</b></p>                 | <p>Permitted NRIs and FPIs may invest in the scheme on a full repatriation basis as per the relevant notifications and/ or guidelines issued by RBI &amp; FEMA in this regard.</p>   |
| <p><b>Product Labeling</b></p>                      | <p>The Risk-o-meter shall have following six levels of risk:</p> <ol style="list-style-type: none"> <li>i. Low Risk</li> <li>ii. Low to Moderate Risk</li> <li>iii. Moderate Risk</li> <li>iv. Moderately High Risk</li> <li>v. High Risk and</li> <li>vi. Very High Risk</li> </ol> <p>The evaluation of risk levels of a scheme shall be done in accordance with Clause 17.4 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023.</p> <p>Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders. The risk-o-meter shall be evaluated on a monthly basis and the risk-o-meter alongwith portfolio</p>  |

disclosure shall be disclosed on the AMC website as well as AMFI website within 10 days from the close of each month.

The AMC shall disclose the risk level of schemes as on March 31 of every year, along with number of times the risk level has changed over the year, on its website and AMFI website.

Further, in accordance with Clause 5.16 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the AMC shall disclose:

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

## I INTRODUCTION

### A. RISK FACTORS

#### Standard Risk Factors:

- Investment in Mutual Fund units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal
- As the price / value / interest rate of the securities in which the Scheme invests fluctuates, the value of your investment in the scheme can go up or down depending on various factors and forces affecting capital markets and money markets.
- Past performance of the Sponsor/ AMC/ Mutual Fund does not guarantee the future performance of the Scheme.
- The name of the Scheme does not in any manner indicate its quality or its future prospects and returns.
- The Sponsor is not responsible or liable for any loss resulting from the operation of the Scheme beyond the initial contribution of Rs. 1 lakh made by it towards setting up the Fund.
- The present scheme is not a guaranteed or assured return scheme.

#### Scheme Specific Risk Factors

- **Risk Factors associated with Exchange traded Schemes**

The Scheme is subject to the specific risks that may adversely affect the Scheme's NAV, return and / or ability to meet its investment objective. The specific risk factors related to the Scheme include, but are not limited to the following:

#### Passive Fund Investment Risks

##### 1. Market Risk

The NAV of the Scheme will react to the securities market movements. The Investor may lose money over short or long periods due to fluctuation in the Scheme's NAV in response to factors such as economic, political, social instability or diplomatic developments, changes in interest rates and perceived trends in stock prices, market movements and over longer periods during market downturns. Investments may be adversely affected by the possibility of expropriation or confiscatory taxation, imposition of withholding taxes on Dividend or interest payments, limitations on the removal of funds or other assets of the Scheme. The Scheme may not be able to immediately sell certain types of illiquid Securities. The purchase price and subsequent valuation of restricted and illiquid Securities may reflect a discount, which may be significant, from the market price of comparable Securities for which a liquid market exists.

##### 2. Market Trading Risks

- A. **Absence of prior Active Market:** Although the Scheme is listed on NSE/BSE, there can be no assurance that an active secondary market will develop or be maintained. Hence there would be time when trading in the Units of the Scheme would be infrequent.
- B. **Trading in Units may be Halted:** Trading in the Units of the Scheme on NSE/BSE may be halted because of market conditions or for reasons that in view of NSE/BSE or SEBI, trading in the Units of the Scheme are not advisable. In addition, trading of the Units of the Scheme are subject to trading halts caused by extraordinary market volatility and pursuant to NSE and SEBI 'circuit filter' rules. There can be no assurance that the requirements of NSE/BSE necessary to maintain the listing of the Units of the Scheme will continue to be met or will remain unchanged.
- C. **Lack of Market Liquidity:** The Scheme may not be able to immediately sell certain types of illiquid Securities. The purchase price and subsequent valuation of restricted and illiquid Securities may reflect a discount, which may be significant, from the market price of comparable Securities for which a liquid market exists.
- D. **Units of the Scheme May Trade at prices Other than NAV:** The Units of the Scheme may trade above or below their NAV. The NAV of the Scheme will fluctuate with changes in the market

value of the holdings of the Scheme. The trading prices of the Units of the Scheme will fluctuate in accordance with changes in their NAV as well as market supply and demand for the Units of the Scheme. However, given that Units of the Scheme can be created and Redeemed in Creation Units directly with the Fund, it is expected that large discounts or premiums to the NAV of Units of the Scheme will not sustain due to arbitrage opportunity available.

- E. Regulatory Risk: Any changes in trading regulations by NSE/BSE or SEBI may affect the ability of market maker to arbitrage resulting into wider premium/discount to NAV.
- F. Reinvestment Risk: This risk refers to the interest rate levels at which cash flows received from the Securities in the Scheme are reinvested. The additional income 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.
- G. Risk of Substantial Redemptions: Substantial Redemptions of Units within a limited period of time could require the Scheme to liquidate positions more rapidly than would otherwise be desirable, which could adversely affect the value of both the Units being Redeemed and that of the outstanding Units of the Scheme. The risk of a substantial Redemption of the Units may be exacerbated where an investment is made in the Scheme as part of a structured product with a fixed life and where such structured products utilize hedging techniques. Please also refer Statement of Additional Information for additional details.
- H. Regardless of the period of time in which Redemptions occur, the resulting reduction in the NAV of the Scheme could also make it more difficult for the Scheme to generate profits or recover losses. The Trustee, in the general interest of the Unit holders of the Scheme offered under this SID and keeping in view of the unforeseen circumstances/unusual market conditions, may limit the total number of Units which can be Redeemed on any Working Day depending on the total “Saleable Underlying Stock” available with the Fund.

### 3. Volatility Risk

The equity markets and Derivative markets are volatile and the value of Securities, Derivative contracts and other instruments correlated with the equity markets may fluctuate dramatically from day to day. This volatility may cause the value of investment in the Scheme to decrease.

### 4. Redemption Risk

Investors may note that even though the Scheme is an open-ended Scheme, the Scheme would ordinarily repurchase Units in Creation Unit Size from Market Makers /large investors. Thus Unit holdings less than creation unit size for Market Makers and Large investors can only be sold through the secondary market on the Exchange unless any of the scenarios mentioned below have occurred:

- a. Traded price (closing price) of the ETF units is at discount of more than 1% to the day end NAV for 7 continuous trading days, or
- b. No quotes for such ETFs are available on stock exchange(s) for 3 consecutive trading days, or
- c. Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.

### 5. Asset Class Risk

The returns from the types of Securities in which the Scheme invests may under perform returns of general Securities markets or different asset classes. Different types of Securities tend to go through cycles of out-performance and under-performance in comparison of Securities markets.

### 6. Passive Investments

As the Scheme proposes to invest not less than 95% of the net assets in the securities of the underlying Index, the Scheme will not be actively managed.. The Scheme which is linked to the underlying index may be affected by a general decline in the Indian markets relating to its underlying index. The Scheme as per its investment objective invests in in Securities which are constituents of its underlying index

regardless of its investment merit. The AMC does not attempt to individually select stocks or to take defensive positions in declining markets.

#### 7. Tracking Error and Tracking Difference Risk

The Fund Manager would not be able to invest the entire corpus exactly in the same proportion as in the underlying index due to certain factors such as the fees and expenses of the Scheme, corporate actions, cash balance, changes to the underlying index and regulatory restrictions, which may result in Tracking Error with the underlying index. The Scheme's returns may therefore deviate from those of the underlying index. "Tracking Error" is defined as the standard deviation of the difference between daily returns of the underlying index and the NAV of the Scheme. "Tracking Difference" is the annualized difference of daily returns between the Index and the NAV of the scheme (difference between fund return and the index return). Tracking Error and Tracking difference may arise including but not limited to the following reasons:

1. Expenditure incurred by the Fund.
2. Available funds may not be invested at all times as the Scheme may keep a portion of the funds in cash to meet Redemptions, for corporate actions or otherwise.
3. Securities trading may halt temporarily due to circuit filters.
4. Corporate actions such as debenture or warrant conversion, rights issuances, mergers, change in constituents etc.
5. Rounding-off of the quantity of shares in the underlying index.
6. Dividend payout.
7. Index providers undertake a periodical review of the scrips that comprise the underlying index and may either drop or include new scrips. In such an event, the Fund will try to reallocate its portfolio but the available investment/reinvestment opportunity may not permit absolute mirroring immediately.

SEBI Regulations (if any) may impose restrictions on the investment and/or divestment activities of the Scheme. Such restrictions are typically outside the control of the AMC and may cause or exacerbate the Tracking Error.

It will be the endeavor of the fund manager to keep the tracking error as low as possible. However, in case of events like, dividend received from underlying securities, rights issue from underlying securities, and market volatility during rebalancing of the portfolio following the rebalancing of the underlying index, etc. or in abnormal market circumstances may result in tracking error. There can be no assurance or guarantee that the Scheme will achieve any particular level of tracking error relative to performance of the Index.

#### **Risks Associated with Equity Investments:**

1. Equity and equity related securities are volatile and prone to price fluctuations on a daily basis. The liquidity of investments made in the Scheme may be restricted by trading volumes and settlement periods. Settlement 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. Similarly, the inability to sell securities held in the Scheme portfolio 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 portfolio. Also, the value of the Scheme investments may be affected by interest rates, changes in law/ policies of the government, taxation laws and political, economic or other developments which may have an adverse bearing on individual Securities, a specific sector or all sectors.
2. Investments in equity and equity related securities involve a degree of risk and investors should not invest in the equity Schemes unless they can afford to take the risk of losing their investment.

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

- 1) **Price-Risk or Interest-Rate Risk:** Fixed income securities such as bonds, debentures and money market instruments run price-risk or interest-rate risk. Generally, when interest rates rise, prices of existing fixed income securities fall and when interest rates drop, such prices increase. The extent of fall or rise in the prices is a function of the existing coupon, days to maturity and the increase or decrease in the level of interest rates.
- 2) **Credit Risk:** In simple terms this risk means that the issuer of a debenture/ bond or a money market instrument may default on interest payment or even in paying back the principal amount on maturity. Even where no default occurs, the price of a security may go down because the credit rating of an issuer goes down. It must, however, be noted that where the Scheme has invested in Government securities, there is no credit risk to that extent.
- 3) **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.
- 4) **Reinvestment Risk:** Investments in fixed income securities may carry reinvestment risk as interest rates prevailing on the interest or maturity due dates may differ from the original coupon of the bond. Consequently, the proceeds may get invested at a lower rate.
- 5) **Pre-payment Risk:** Certain fixed income securities give an issuer the right to call back its securities before their maturity date, in periods of declining interest rates. The possibility of such prepayment may force the fund to reinvest the proceeds of such investments in securities offering lower yields, resulting in lower interest income for the fund.
- 6) **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.
- 7) **Concentration Risk:** The Scheme portfolio may have higher exposure to a single sector, subject to maximum of 20% of net assets, depending upon availability of issuances in the market at the time of investment, resulting in higher concentration risk. Any change in government policy / businesses environment relevant to the sector may have an adverse impact on the portfolio.
- 8) **Different types of securities in which the scheme would invest as given in the SID carry different levels and types of risk.** Accordingly the scheme's risk may increase or decrease depending upon its investment pattern. E.g. corporate bonds carry a higher amount of risk than Government securities. Further even among corporate bonds, bonds, which are AA rated, are comparatively more risky than bonds, which are AAA rated.

## **Risks Associated with Derivatives**

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 instruments. Such risks include mispricing or improper valuation and the inability of derivatives to correlate perfectly with underlying assets, rates and indices. 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. The options buyer's risk is limited to the premium paid, while the risk of an options writer is unlimited. However the gains of an options writer are limited to the premiums earned. The writer of a call option bears a risk of loss if the value of the underlying asset increases above the exercise price. The loss can be unlimited as underlying asset can increase to any levels. The writer of

a put option bears the risk of loss if the value of the underlying asset declines below the exercise price and the loss is limited to strike price.

Investments in futures face the same risk as the investments in the underlying securities. The extent of loss is the same as in the underlying securities. However, 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. The derivatives are also subject to liquidity risk as the securities in the cash markets. 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 in the values. For further details please refer to section “Investments Limitations and Restrictions in Derivatives” in this SID.

#### **Risk factors associated with Securities Lending:**

In accordance with the Regulations and applicable guidelines, the Fund may engage in stock lending activities. The Securities will be lent by the Approved Intermediary against collateral received from borrower, for a fixed period of time, on expiry of which the securities lent will be returned by the borrower. There are risks inherent to securities lending, including the risk of failure of the other party, in this case the approved intermediary which is the clearing corporations of the Stock exchanges, to comply with the terms of the agreement entered into between the lender of securities i.e. the Scheme and the approved intermediary. Such failure can result in the possible loss of rights to 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 risk is adequately covered as Securities Lending & Borrowing (SLB) is an Exchange traded product. Exchange offers an anonymous trading platform and gives the players the advantage of settlement guarantee without the worries of counter party default. However, the Fund may not be able to sell such lent securities during contract period or have to recall the securities which may be at higher than the premium at which the security is lent.

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

- 1) Investor holding units of segregated portfolio may not be able to liquidate their holding till the time recovery of money from the issuer.
- 2) Security comprises of segregated portfolio may not realise any value.
- 3) Listing of units of segregated portfolio in recognised stock exchange does not necessarily guarantee their liquidity. There may not be active trading of units in the stock market. Further trading price of units on the stock market may be significantly lower than the prevailing NAV.

#### **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 Fund has no control. However, units of the Scheme can only be subscribed in demat mode. Moreover, transactions conducted through the stock exchange mechanism shall be governed by the operating guidelines and directives issued by respective recognized stock exchange(s).

## **B. REQUIREMENT OF MINIMUM NUMBER OF INVESTORS AND MINIMUM HOLDING BY SINGLE INVESTOR**

As the Scheme is an Exchange Traded Scheme, the provisions of minimum number of Investors and maximum holding of the Investors are not applicable as per SEBI Regulations and circulars.

## **C. SPECIAL CONSIDERATIONS**

Mutual funds, like securities investments, are subject to market risks and there is no guarantee against loss in the Scheme or that the objective(s) of the scheme are achieved.

No person receiving a copy of Statement of Additional Information (SAI) & Scheme Information Document (SID) or any accompanying application form in such jurisdiction may treat this SAI & SID or such application form as constituting an invitation to them to subscribe for Units nor should they in any event use any such application form unless, in the relevant jurisdiction such an invitation could lawfully be made to them and such application form could lawfully be used without compliance of any registration or other legal requirements.

The tax benefits described in this SID and SAI are as available under the present taxation laws and are available subject to relevant conditions. The information given is included only for general purpose and is based on advice received by the AMC regarding the law and practice currently in force in India as on the date of this SID and the Unitholders should be aware that the relevant fiscal rules or their interpretation may change. As is the case with any investment, there can be no guarantee that the tax position or the proposed tax position prevailing at the time of an investment in the Scheme will endure indefinitely. In view of the individual nature of tax consequences, each Unitholder is advised to consult his / her own professional tax advisor.

The SAI, SID or the Units have not been registered in any jurisdiction. The distribution of this SID in certain jurisdictions may be restricted or totally prohibited due to registration requirements and accordingly, persons who come into possession of this SID are required to inform themselves about and to observe any such restrictions and or legal compliance requirements.

No person has been authorized to issue any advertisement or to give any information or to make any representations other than that contained in this SID. Circulars in connection with this offering not authorized by the Mutual Fund and any information or representations not contained herein must not be relied upon as having been authorized by the Mutual Fund. Any subscription, Purchase or Sale made by any person on the basis of statements or representations which are not contained in this Offer Document or which are inconsistent with the information contained herein shall be solely at the risk of the investor.

Prospective investors should review / study this Statement of Additional Information along with SID carefully and in its entirety and shall not construe the contents hereof or regard the summaries contained herein as an advice relating to legal, taxation, or financial / investment matters and are advised to consult their own professional advisor(s) as to the legal, tax, financial or any other requirements or restrictions relating to the subscription, gifting, acquisition, holding, disposal (by way of sale, switch or redemption or conversion into money) of Units and to the treatment of income (if any), capitalization, capital gains, any distribution, and other tax consequences relevant to their subscription, acquisition, holding, capitalization, disposal (by way of sale, transfer, switch or conversion into money) of Units within their jurisdiction of nationality, residence, incorporation, domicile etc. or under the laws of any jurisdiction to which they or any managed funds to be used to Purchase / gift Units are subject, and also to determine possible legal, tax, financial or other consequences of subscribing / gifting, purchasing or holding Units before making an application for Units.

Mirae Asset Mutual Fund / the AMC have not authorized any person to give any information or make any representations, either oral or written, not stated in this SID in connection with issue of Units under the Scheme. Prospective investors are advised not to rely upon any information or representations not

incorporated in this SID as the same have not been authorized by the Mutual Fund or the AMC. Any subscription, Purchase or Sale made by any person on the basis of statements or representations which are not contained in this SID or which are inconsistent with the information contained herein shall be solely at the risk of the investor.

From time to time and subject to the Regulations, funds managed by the associates of the Sponsor may invest either directly or indirectly in the Scheme. The funds managed by these associates may acquire a substantial portion of the Scheme’s Units and collectively constitute a major investment in the Scheme.

**Suspicious Transaction Reporting:** If after due diligence, the AMC believes that any transaction is suspicious in nature as regards money laundering, the AMC shall report such suspicious transactions to competent authorities under PMLA and rules/guidelines issued thereunder by SEBI and/or RBI, furnish any such information in connection therewith to such authorities and take any other actions as may be required for the purposes of fulfilling its obligations under PMLA and rules/guidelines issued thereunder by SEBI and/or RBI without obtaining the prior approval of the investor/Unit holder/any other person.

The AMC also acts as the investment manager for Mirae Asset AIF (“AIF Fund”), which is formed as a trust and has received registration as a Category II Alternative Investment Fund from SEBI vide Registration No. IN/AIF2/18-19/0541. The Certificate of Registration is valid till the expiry of the last Scheme set up under the AIF Fund. Mirae Asset Credit Opportunities Fund has been launched under the AIF Fund. The AMC has ensured that there are no material conflicts of interest. The AMC will ensure that there are no material conflicts of interest. Any potential conflicts between the AIF Fund and the Mutual Fund are adequately addressed by (a) compliance with the requirements under Regulation 24(b) of the SEBI (Mutual Funds) Regulations, 1996;

(b) ensuring that the fund manager(s) of each Scheme of the Mutual Fund, will not play any role in the day-today operations of the AIF Fund, and the key investment team of the AIF Fund is not involved with the activities of the Mutual Fund; and (c) ensuring that there is no interse transfer of assets between the Mutual Fund and any Scheme of the AIF Fund.

The AMC offers management and/or advisory services to: (a) Category II foreign portfolio investors which are appropriately regulated broad based funds investing in India through fund manager(s) managing the Schemes of the Fund (“Business Activity”) as permitted under Regulation 24(b) of the SEBI (Mutual Funds) Regulations, 1996, as amended from time to time (“the Regulations”). The services provided by the AMC for the said Business Activity shall inter-alia include India focused research, statistical and analytical information, investment management and non-binding investment advice on portfolios. While, undertaking the said Business Activity, the AMC shall ensures that (i) there is no conflict of interest with the activities of the Fund; (ii) there exists a system to prohibit access to insider information as envisaged under the Regulations; and (iii) Interest of the Unit Holder(s) of the Scheme of the Fund are protected at all times.

Further, SEBI vide its letter dated November 28, 2022 has issued No-objection Certificate to the AMC for setting up a branch in the GIFT IFSC. Accordingly the AMC has set up branch office in GIFT IFSC.

The above said activities are in compliance with the provisions of Regulation 24(b) of SEBI (Mutual Funds) Regulations, 1996 and are not in conflict with the mutual fund activities.

**D. DEFINITIONS**

The following definitions/terms apply throughout this SID unless the context requires otherwise:

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| <b>Allotment Date</b> | The date on which allotment of the scheme unit is made to the successful applicants from time to time and includes allotment made pursuant to the New Fund Offer. |
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| <b>AMC Fees</b>   | Investment Management fee charged by the AMC to the Scheme.  |
| <b>Asset Management Company (AMC)/ Investment Manager</b> | Mirae Asset Investment Managers (India) Private Limited, the asset management company, set up under the Companies Act, 2013, having its registered office at Unit No. 606, 6 <sup>th</sup> Floor, Windsor, Off. CST Road, Kalina, Santacruz (E), Mumbai – 400 098 authorized by SEBI to act as an Asset Management Company/Investment Manager to the schemes of Mirae Asset Mutual Fund.   |
| <b>Beneficial owner</b>                                   | As defined in the Depositories Act 1996 (22 of 1996) means a person whose name is recorded as such with a depository.  |
| <b>BSE Limited or BSE</b>                                 | ‘BSE’ means the Bombay Stock Exchange., a Stock Exchange recognized by the Securities and Exchange Board of India.   |
| <b>Business Day</b>                                       | A day not being:<br>(a) A Saturday or Sunday;<br>(b) A day on which the Stock Exchanges, the BSE and/or the NSE is closed;<br>(c) A day on which Purchase and Redemption of Units is suspended or a book closure period is announced by the Trustee / AMC; or<br>(d) A day on which normal business cannot be transacted due to storms, floods, bandhs, strikes or such other events as the AMC may specify from time to time.<br>(e) A day on which the banks and/or RBI are closed for business/clearing in India;<br>All applications received on these non-business days will be processed on the next business day at Applicable NAV. The AMC reserves the right to change the definition of Business Day. The AMC reserves the right to declare any day as a Business Day or otherwise at any or all Investors’ Service Centers. |
| <b>Cash Component</b>                                     | Cash Component represents the difference between the Applicable NAV of a Creation Unit size and the market value of Portfolio Deposit. This difference will represent accrued dividends, accrued annual charges including management fees and residual cash in the Scheme. In addition, the Cash Component will include transaction cost as charged by the Custodian/DP, equalization of dividend and other incidental expenses for Creating Units including statutory levies, if any.<br>The Cash Component will vary from time to time and will be decided and announced by the AMC.   |
| <b>Custodian</b>  | M/s. Deutsche Bank AG, Mumbai branch registered under the SEBI (Custodian of Securities) Regulations, 1996, or any other custodian who is approved by the Trustee.   |
| <b>Creation Unit Size</b>                                 | Creation Unit Size is fixed number of units of the Scheme which is, exchanged for a basket of securities (Portfolio Deposit) and a Cash Component, equal to the value of said predefined units of the Scheme, and/or subscribed in cash equal to the value of said predefined units of the Scheme.<br>For redemption of units it is vice versa i.e. fixed number of units of Scheme are exchanged for Portfolio Deposit and/ or Cash Component of the Scheme.<br>The Portfolio Deposit and/ or Cash Component will change from time to time.<br>The Creation Unit size may be changed by the AMC at their discretion and the notice of the same shall be published on AMC’s website.   |
| <b>Creation Date</b>                                      | The date on which NEXT50 Units are created.  |

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| <b>Cut-off time</b>                                 | A time prescribed in this SID up to which an investor can submit a Purchase request / Redemption request, to be entitled to the Applicable NAV for that Business Day.  |
| <b>Depository</b>                                   | As defined in the Depositories Act, 1996 and includes National Securities Depository Ltd (NSDL) and Central Depository Services Ltd (CDSL).  |
| <b>Depository Participant</b>                       | Means a person/entity registered as such under subsection (1A) of section 12 of the Securities and Exchange Board of India Act, 1992.  |
| <b>Depository Records</b>                           | As defined in the Depositories Act 1996 (22 of 1996) includes the records maintained in the form of books or stored in a computer or in such other form as may be determined by the said Act from time to time.  |
| <b>Designated Collection Centers during the NFO</b> | Investors' Services Centers and Branches of AMC and Registrars designated by the AMC where the applications shall be received.   |
| <b>Entry Load</b>                                   | A Load charged to an investor on Purchase of Units based on the amount of investment per application or any other criteria decided by the AMC.   |
| <b>Exit Load</b>                                    | A Load charged to the Unit Holder on exiting (by way of Redemption) based on period of holding, amount of investment, or any other criteria decided by the AMC.  |
| <b>Exchange/Market</b>                              | 'Exchange'/'Market' means Recognized Stock Exchange(s) where the Units of the Scheme are listed.   |
| <b>ETF</b>  | 'Exchange Traded Fund'/'ETF' means a fund whose Units are listed on an Exchange and can be bought/ sold at prices, which may be close to the NAV of the Scheme.  |
| <b>Foreign Portfolio Investors (FPI)</b>            | FPI means a person who satisfies the eligibility criteria prescribed under Regulation 4 and has been registered under Chapter II of Securities and Exchange Board of India (Foreign Portfolio Investor) Regulations, 2014.   |
| <b>Fund / Mutual Fund/ Trust</b>                    | Mirae Asset Mutual Fund, a Trust registered with SEBI under the Regulations, vide Registration No. MF/055/07/03 dated November 30, 2007.   |
| <b>Intra- Day NAV</b>                               | Intra-day NAV means the NAV applicable for subscription/redemption transaction by an Market Maker/Large Investor directly with the fund, based on the price at which the purchase/sale of basket of securities representing the underlying index was executed for their respective transaction(s) during the day and shall include the Cash Component. Additionally, transaction handling charges, if any, will have to be borne by the Market Maker/Large Investor. |
| <b>Intra-day NAV (iNAV)</b>                         | iNAV is the per unit NAV based on the current market value of the scheme portfolio during the trading hours of the scheme.   |
| <b>Investor Service Centre / ISC</b>                | Official points of acceptance of transaction / service requests from investors. These will be designated by the AMC from time to time. The names and addresses are mentioned at the end of this SID.   |
| <b>Large Investor</b>                               | Large Investor means investor transacting directly with the AMC for an amount exceeding INR 25 crores.   |
| <b>Load</b>   | A charge that may be levied to an investor at the time of Purchase of Units of the Scheme or to a Unit Holder at the time of Redemption of Units from the Scheme.  |
| <b>Main Portfolio</b>                               | Means the Scheme portfolio excluding the segregated portfolio  |
| <b>Market Makers</b>                                | Member of the National Stock Exchange of India Ltd. or any other recognised stock exchange and their nominated entities/persons, or any other person(s) who is/would be appointed by the AMC/Fund to act as Market Makers for the Scheme<br>They are appointed by the AMC/Fund to act as Market Makers to give two way quotes on the stock exchanges and who deal in Creation Unit size for the purpose of purchase and sale of units directly from the AMC.         |

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| <b>MIBOR</b>   | Mumbai Interbank Offered rate. MIBOR is equivalent to daily call rate. It is the overnight rate at which funds can be borrowed and changes every day.   |
| <b>NSE</b>   | ‘NSE’ means the National Stock Exchange of India Ltd., a Stock Exchange recognized by the Securities and Exchange Board of India.   |
| <b>Net Asset Value / NAV</b>                         | Net Asset Value of the Units of the Scheme (including options there under) calculated in the manner provided in this SID or as may be prescribed by the Regulations from time to time.  |
| <b>New Fund Offer / NFO</b>                          | The offer for Purchase of Units at the inception of the Scheme, available to the investors during the NFO Period.   |
| <b>Ongoing Offer</b>                                 | Offer of Units under the Scheme when it becomes available for subscription after the closure of the NFO Period.   |
| <b>Ongoing Offer Period</b>                          | The period during which the Units under the Scheme are offered for subscription/redemption after the closure of NFO Period.   |
| <b>Portfolio Deposit</b>                             | Portfolio Deposit consists of pre-defined basket of securities that represent the underlying index and as announced by AMC from time to time.   |
| <b>Purchase / Subscription</b>                       | Subscription to / Purchase of Units by an investor from the Fund.   |
| <b>Purchase Price</b>                                | The price (being Applicable NAV) at which the Units can be purchased and calculated in the manner provided in this SID.   |
| <b>Registrar and Transfer Agent</b>                  | KFin Technologies Ltd. appointed as the registrar and transfer agent for the Scheme, or any other registrar that may be appointed by the AMC.   |
| <b>Redemption</b>                                    | Repurchase of Units by the Fund from a Unit Holder.   |
| <b>Redemption Price</b>                              | The price (being Applicable NAV minus Exit Load) at which the Units can be redeemed and calculated in the manner provided in this SID.  |
| <b>Segregated Portfolio</b>                          | Means a portfolio comprising of debt or money market instrument affected by a credit event that has been segregated in MIRAE ASSET NIFTY NEXT 50 ETF  |
| <b>Scheme / MIRAE ASSET NIFTY Next 50 ETF/ NEX50</b> | MIRAE ASSET NIFTY NEXT 50 ETF offered under this Scheme Information Document in the form of an Exchange Traded Fund to be listed on one or more Exchanges, (including, as the context permits, the Options / Plans thereunder).   |
| <b>Scheme Information Document (SID)</b>             | This Scheme Information Document (SID) issued by Mirae Asset Mutual Fund offering units of <b>MIRAE ASSET NIFTY NEXT 50 ETF</b> for subscription. Any modifications to the SID will be made by way of an addendum which will be attached to the SID. On issuance of addendum, the SID will be deemed to be updated by the addendum.   |
| <b>SEBI Regulations / Regulations</b>                | Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended from time to time, including by way of circulars or notifications issued by SEBI and the Government of India.  |
| <b>Securities</b>                                    | As defined under Section 2(h) of the Securities Contracts (Regulations) Act, 1956 of India; and also include shares, stocks, bonds, debentures, warrants, instruments, obligations, money market instruments, debt instruments or any financial or capital market instrument of whatsoever nature made or issued by any statutory authority of body corporate, incorporated or registered by or under any law; or any other securities, assets or such other investments as may be permissible from time to time under the regulations. |
| <b>Stock Lending:</b>                                | Lending of securities to another person or entity for a fixed period of time, at a negotiated compensation in order to enhance returns of the portfolio.  |
| <b>Segregated Portfolio</b>                          | Means a portfolio comprising of debt or money market instrument affected by a credit event that has been segregated in Mirae Asset Nifty Next 50 ETF.   |

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| <b>Self-Certified Syndicate Banks</b>                         | The list of banks that have been notified by SEBI to act as a SCSB for the ASBA process as provided on <a href="http://www.sebi.gov.in">www.sebi.gov.in</a>  |
| <b>Statement of Additional Information (SAI)</b>              | The Statement of Additional Information (SAI) issued by Mirae Asset Mutual Fund containing details of Mirae Asset Mutual Fund, its constitution, and certain Tax and Legal issues and general information. SAI is incorporated by reference (is legally a part of SID). SID should be read in conjunction with SAI and not in isolation.   |
| <b>Total Portfolio</b>  | Means the Scheme portfolio including the securities affected by the credit event.  |
| <b>Tracking Error</b>   | Tracking Error is defined as the standard deviation of the difference between daily total returns of the underlying index and the NAV of the Scheme. Thus Tracking Error is the extent to which the NAV of the Scheme moves in a manner inconsistent with the movements of the Scheme's benchmark index on any given day or over any given period of time due to any cause or reason whatsoever including but not limited to expenditure incurred by the Scheme, dividend payouts if any, whole cash not invested at all times as the Scheme may keep a portion of funds in cash to meet redemption etc. |
| <b>Trustee / Trustee Company</b>                              | Mirae Asset Trustee Company Private Limited, a company set up under the Companies Act, 1956, to act as the Trustee to Mirae Asset Mutual Fund.   |
| <b>Trust Deed</b>   | The Trust Deed dated October 11, 2007 made by and between the Sponsor and the Trustee, establishing Mirae Asset Mutual Fund, as amended from time to time.   |
| <b>Unit</b>   | The interest of an investor in the scheme consisting of each unit representing one undivided share in the assets of the scheme, and includes any fraction of a unit which shall represent the corresponding fraction of one undivided share in the assets of the Scheme.   |
| <b>Unit Holder</b>  | Any registered holder for the time being, of a Unit of the Scheme offered under this SID including persons jointly registered.   |
| <b>Valuation Day</b>  | Business Day.  |
| <b>Words and Expressions used in this SID and not defined</b> | Same meaning as in the Trust Deed.   |

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

It is confirmed that:

- i) This Scheme Information Document forwarded to SEBI is in accordance with the SEBI (Mutual Funds) Regulations, 1996 and the guidelines and directives issued by SEBI from time to time.
- (ii) All legal requirements connected with the launching of the scheme 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 proposed scheme.
- (iv) The intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and their registration is valid, as on date.
- (v) The contents of Scheme Information Document including figures, data, yields, etc. have been checked and are factually correct.

For Mirae Asset Investment Managers (India) Private Limited

Sd/-  
Rimmi Jain  
Compliance Officer

Date: October 30, 2023  
Place: Mumbai

## II. INFORMATION ABOUT THE SCHEME

### A. TYPE OF THE SCHEME:

An open ended scheme replicating/tracking Nifty Next 50 Total Return Index

### B. WHAT IS THE INVESTMENT OBJECTIVE OF THE SCHEME?

The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty Next 50 Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns.

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

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

| Types of Instruments   | Indicative allocation<br>(% of total assets) |      | Risk Profile  |
|--|--|------|---------------|
|  | 95%  | 100% |               |
| Securities included in the Nifty Next 50 Index   | 95%  | 100% | High          |
| Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds, but excluding subscription and redemption cash flow* | 0  | 5%   | Low to Medium |

\*Subscription cash flow is the subscription money in transit before deployment and redemption cash flow is the money kept aside for meeting redemptions.

The Scheme may make investments in Derivatives upto 20% of the net assets of the Scheme. The Scheme will not invest in ADR/ GDR / Foreign Securities / Securitized Debt/ Repo in Corporate Debt Securities nor will it engage in short selling. However, the aggregate gross exposure to equity, derivatives, debt instruments and money market instruments will not exceed 100% of the net assets of the scheme.

Debt securities include, but are not limited to, Debt securities of the Government of India, State and Local Governments, Government Agencies, Statutory Bodies, Public Sector Undertakings, Public Sector Banks or Private Sector Banks or any other Banks, Financial Institutions, Development Financial Institutions, and Corporate Entities, collateralized debt securities or any other instruments as may be prevailing and permissible under the Regulations from time to time).

The Debt Securities (including money market instruments) referred to above could be fixed rate or floating rate, listed, unlisted, privately placed, among others, as permitted by regulation.

Subject to SEBI (MF) Regulations, 1996 and in accordance with Clause 12.11 in SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023 on Securities Lending Scheme, and framework for short selling and borrowing and lending of securities, the Scheme intends to engage in Stock Lending.

The Scheme shall adhere to the following limits should it engage in Stock Lending.

- a) Not more than 20% of the net assets can generally be deployed in Stock Lending
- (b) Not more than 5% of the net assets can generally be deployed in Stock Lending to any single approved intermediary i.e. broker.

Pending deployment of funds of a Scheme in securities in terms of investment objectives of the Scheme a mutual fund can invest the funds of the Scheme in short term deposits of scheduled commercial banks in

terms of Clause 12.16 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023.

Further, the Scheme may, pending deployment of funds invest in units of money market/liquid schemes of Mirae Asset Mutual Fund and/or any other mutual fund. Such investments will be within the limits specified under SEBI (MF) Regulations. The AMC shall not charge any investment management fees with respect to such investment.

In case of any deviation from the above asset allocation, the portfolio shall be rebalanced within 7 Business Days to ensure adherence to the above norms. In the event of involuntary corporate action, the Scheme shall dispose the security not forming part of the underlying index within 7 Business Days from the date of allotment/ listing.

In accordance with Clause 3.6.7 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023 in case of change in constituents of the index due to periodic review, the portfolio of the scheme shall be rebalanced within 7 calendar days. Any transactions undertaken in the scheme portfolio in order to meet the redemption and subscription obligations shall be done while ensuring that post such transactions replication of the portfolio with the index is maintained at all points of time.

### **Change in Asset Allocation Pattern**

The Scheme, in general, will hold all the securities that constitute the underlying Index in the same proportion as the index. Expectation is that, over a period of time, the tracking error of the Scheme relative to the performance of the Underlying Index will be relatively low. The AMC would monitor the tracking error of the Scheme on an ongoing basis and would seek to minimize tracking error to the maximum extent possible. Under normal market circumstances such tracking error is not expected to exceed 2% p.a for daily 12 month rolling return. However, in case of events like, dividend received from underlying securities, and market volatility during rebalancing of the portfolio following the rebalancing of the Underlying Index, etc. or in abnormal market circumstances, the tracking error may exceed the above limits. Since the Scheme is an exchange traded fund, it will endeavor that at no point of time the Scheme will deviate from the index.

Subject to SEBI (MF) Regulations, the asset allocation pattern indicated above may change from time to time, keeping in view market conditions, market opportunities, applicable regulations and political and economic factors. It must be clearly understood that the percentages can vary substantially depending upon the perception of the Investment Manager; the intention being at all times to seek to protect the interests of the Unit holders. As per Clause 1.14.1.2 of SEBI Circular dated May 19, and in line with SEBI clarification letter dated June 29, 2022, such changes in the investment pattern will be for short term and for defensive consideration only.

The Scheme shall rebalance the portfolio in case of any deviation to the asset allocation. Such rebalancing shall be done within 7 days from the date of occurrence of deviation. Where the portfolio is not rebalanced within 7 Days, justification for the same including details of efforts taken to rebalance the portfolio shall be placed before the Investment Committee and reasons for the same shall be recorded in writing. The Investment committee shall then decide on the course of action. However, at all times the portfolio will adhere to the overall investment objectives of the Schemes.

### **Suspension of Purchase of Units and Right to limit redemption of Units:**

Subject to the approval of the Boards of the AMC and of the Trustee, and subject also to necessary communication of the same to SEBI, the determination of the NAV of the Units of the Scheme, and consequently of the Purchase and/or switching of Units, may be temporarily suspended in certain cases. For, further details please refer section on “(B)(6) Suspension of Purchase of Units” under section “V. TAX & LEGAL & GENERAL INFORMATION - B. LEGAL INFORMATION of SAI.

Pursuant to Clause 1.12 of SEBI Master Circular dated May 19, 2023 has laid down certain requirements to be observed before imposing restriction on redemptions. For, further details please refer section on “ONGOING OFFER DETAILS - Right to Limit redemption of Units in this SID.

### **Investments in Scheme by AMC, Sponsor & Associates**

Subject to the Regulations, the AMC and investment companies managed by the Sponsor(s), their associate companies and subsidiaries may invest either directly or indirectly, in the Scheme during the NFO and/or on ongoing basis. However, the AMC shall not charge any investment management fee on such investment in the Scheme, in accordance with sub-regulation 3 of Regulation 24 of the Regulations and shall charge fees on such amounts in future only if the SEBI Regulations so permit. The associates, the Sponsor, subsidiaries of the Sponsor and/or the AMC may acquire a substantial portion of the Scheme’s units and collectively constitute a major investment in the Schemes. The AMC reserves the right to invest its own funds in the Scheme as may be decided by the AMC from time to time and required by applicable regulations and also in accordance with Clause 6.11 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023 regarding minimum number of investors in the Scheme.

In terms of SEBI notification dated August 5, 2021 and as per Regulation 25, sub-regulation 16A of SEBI (Mutual Funds) Regulations, the asset management company shall invest such amounts in such schemes of the mutual fund, based on the risks associated with the schemes, as may be specified by the Board from time to time.

## **INTRODUCTION TO EXCHANGE TRADED FUNDS**

### **Index Fund**

An index is a group of stocks that an index service provider selects as a representative of a market, market segment or specific industry sector. The index service provider calculates, maintains and disseminates the index. Most of the indices calculated are based on market capitalization (price x outstanding equity capital) of each stock and the weightage of each stock in the index is determined based on its market capitalisation. An Index Fund invests in the securities of the index in the same weightage.

### **The advantages of investing in an Index Fund are:**

- a. **Diversification:** Since index schemes replicate to a large extent the market index, they provide diversification across various sectors and segments.
- b. **Low costs:** index schemes are passively managed, as a result of which costs such as those relating to management fees, trade execution, research etc. are kept relatively low.
- c. **Transparency:** As indices are pre-defined, investors know the securities and proportion in which their money will be invested.  
Index Funds have become a popular investment vehicle globally as they provide low cost, low risk exposure to the equity markets.

### **Exchange Traded Fund (ETF)**

ETFs are innovative products that provide exposure to an index or a basket of securities or physical gold that trade on the exchange like a single stock. ETFs have a number of advantages over traditional open-ended Index Funds as they can be bought and sold on the exchange at prices that are usually close to the actual intra-day NAV of the Scheme. ETFs are an innovation to traditional mutual funds as ETFs provide Investors a fund that closely tracks the performance of an index / physical gold with the ability to buy/sell on an intra-day basis. Unlike listed close ended funds, which trade at substantial premiums or more frequently at discounts to NAV, ETFs are structured in a manner which allows to create new Units and Redeem outstanding Units directly with the fund, thereby ensuring that ETFs trade close to their actual NAVs.

ETFs are usually passively managed funds wherein subscription /redemption of units work on the concept of exchange with underlying securities. In other words, Large Investors/institutions can Purchase Units by depositing the underlying Securities with the Fund/AMC and can Redeem by receiving the underlying shares in exchange of Units. Units can also be bought and sold directly on the exchange.

ETFs have all the benefits of indexing such as diversification, low cost and transparency. As ETFs are listed on the exchange, costs of distribution are much lower and the reach is wider. These savings in cost are passed on to the Investors in the form of lower costs. Further more, exchange traded mechanism helps reduce minimal collection, disbursement and other processing charges.

The structure of ETFs is such that it protects long-term Investors from inflows and outflows of short-term Investor. This is because the Fund does not bear extra transaction cost when buying/selling due to frequent Subscriptions and Redemptions.

Tracking Error of ETFs is likely to be low as compared to a normal Index Fund. Due to the creation/redemption of units through the in-kind mechanism the fund can keep lesser funds in cash. Also, time lag between buying/selling units and the underlying shares is much lower.

ETFs are highly flexible and can be used as a tool for gaining instant exposure to the equity markets, equitising cash or for arbitraging between the cash and futures market.

### **Benefits of ETFs**

- Can be easily bought / sold like any other stock on the exchange through terminals spread across the country.
- Can be bought/sold anytime during market hours at prices that are expected to be close to actual NAV of the schemes. Thus, investor invests at real-time prices as opposed to end of day prices.
- No separate form filling for buying / selling units. It is just a phone call to your broker or a click on the net.
- Ability to put limit orders.
- Minimum investment for an ETF is one unit.
- Protects long-term investors from the inflows and outflows of short-term investors.
- Flexible as it can be used as a tool for gaining instant exposure to the respective equity/gold markets, equitising cash, hedging or for arbitraging between the cash and futures market.
- Helps in increasing liquidity of underlying cash market.
- Aids low cost arbitrage between futures and cash market.
- An investor can get a consolidated view of his investments without adding too many different account statements as the Units issued would be in demat form.

### **Uses of ETFs**

#### **A- Investors with a long-term horizon**

Allows diversification of portfolio at one shot thereby reducing scrip specific risk at a low cost.  
Gold ETFs reduce risk of holding physical gold.

#### **B- FIIs, Institutions and Mutual Funds**

Allows easy asset allocation, hedging and equitizing cash at a low cost.

#### **C- Arbitrageurs**

Low impact cost to carry out arbitrage between the cash and the futures market.

#### **D- Investors with a shorter term horizon**

Allows liquidity due to ability to trade during the day and expected to have quotes near NAV during the course of trading day.

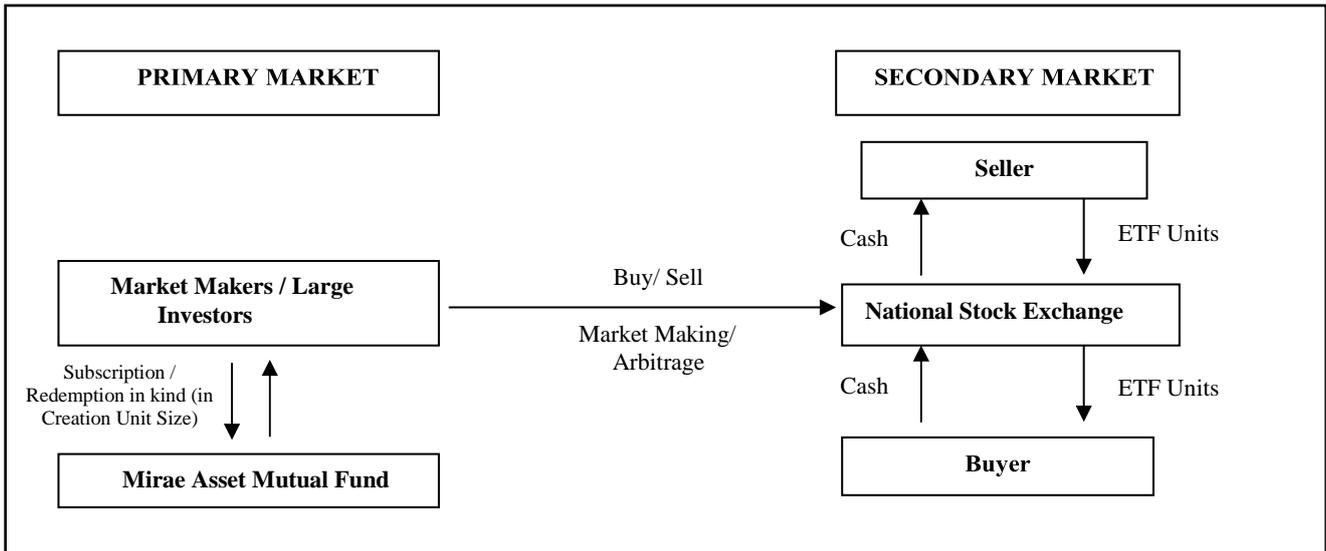
### **Risks of ETFs**

- a. **Absence of Prior Active Market:** Although the units of ETFs are listed on the Exchange for trading, there can be no assurance that an active secondary market will develop or be maintained.
- b. **Lack of Market Liquidity:** Trading in units of ETFs on the Exchange on which it is listed may be halted because of market conditions or for reasons that, in the view of the concerned stock exchange or market regulator, trading in the ETF units is inadvisable. In addition, trading in the units of ETFs is subject to trading halts caused by extraordinary market volatility pursuant to ‘circuit filter’ rules. There can be no assurance that the requirements of the concerned stock exchange necessary to maintain the listing of the units of ETFs will continue to be met or will remain unchanged.
- c. **Units of Exchange Traded Funds May Trade at prices Other than NAV:** Units of ETFs may trade above or below their NAV. The NAV of units of ETFs may fluctuate with changes in the market value of a Scheme’s holdings. The trading prices of units of ETF will fluctuate in accordance with changes in their NAVs as well as market supply and demand. However, given that ETFs can be created / redeemed in creation units, directly with the fund, large discounts or premiums to the NAVs will not sustain due to arbitrage possibility available.

**Comparison of ETFs v/s Open Ended Funds v/s Close Ended Funds:**

|                             | <b>Open Ended Fund</b>   | <b>Closed Ended Fund</b>              | <b>Exchange Traded Fund</b>                  |
|-----------------------------|--------------------------|---------------------------------------|--|
| <b>Fund Size</b>            | Flexible                 | Fixed                                 | Flexible                                     |
| <b>NAV</b>                  | Daily                    | Daily                                 | Real time (indicative NAV)                   |
| <b>Liquidity provider</b>   | Fund itself              | Stock Market                          | Stock Market / Fund itself                   |
| <b>Sale price</b>           | At NAV plus Load, if any | Significant premium / discount to NAV | Very close to actual NAV of Scheme           |
| <b>Availability</b>         | Fund itself              | Through Exchange where listed         | Through Exchange where listed / Fund itself. |
| <b>portfolio disclosure</b> | Disclosed monthly        | Disclosed monthly                     | Daily  |
| <b>Intra-day trading</b>    | Not possible             | Expensive                             | Possible at low cost                         |

An illustration of the working of ETF is given below:



**Procedure for creation of NEXT50 units in Creation Unit size:**

The Fund/AMC allows cash/exchange of Portfolio Deposit for Purchase of Units of the Scheme in Creation Unit size by Large Investors/Market Makers.

**• Creation of Units in exchange of Portfolio Deposit:**

The requisite Securities constituting the Portfolio Deposit have to be transferred to the Scheme’s Depository Participant account while the Cash Component has to be paid to the Custodian/AMC. On confirmation of the same by the Custodian/AMC, the AMC will create and transfer the equivalent number of Units of the Scheme into the Investor’s Depository Participant account and pay/ recover the Cash Component and transaction handling charges, if any.

**• Creation of Units in Cash:** Subscription of NEXT50 Units in Creation Unit Size will be made by payment of requisite Cash, as determined by the AMC equivalent to the cost incurred towards the purchase of predefined basket of securities that represent the underlying index (i.e. portfolio deposit), Cash Component and transaction handling charges, if any, only by means of payment instruction of Real Time Gross Settlement (RTGS) / National Electronic Funds Transfer (NEFT) or Funds Transfer Letter / Transfer Cheque of a bank where the Scheme has a collection account.

• The Creation Unit will be subject to transaction handling charges incurred by the Fund/AMC. Such transaction handling charges shall be recoverable from the transacting Market Makers or Large Investor.

• The Portfolio Deposit and/or Cash Component for units of the Scheme may change from time to time due to changes in the Underlying Index on account of corporate actions and changes to the index constituents.

• The investors are requested to note that the Units of the Scheme will be credited into the Investor’s Depository Participant account only on receipt of Cash Component and transaction handling charges, if any.

‘Creation Unit size’ is fixed number of units of the Scheme, which is exchanged for a basket of securities underlying the designated index called the Portfolio Deposit and a Cash Component equal to the value of 10,000 units of the Scheme and/or subscribed in cash equal to the value of said predefined units of the Scheme. Each Creation Unit size consists of 10,000 units of NEXT50. Each unit of MANXT50ETF will be approximately equal to the 1/100th value of the NIFTY Next 50 Index. ‘Portfolio Deposit’ consists of

pre-defined basket of securities that represent the underlying index as announced by AMC from time to time.

### **Procedure for Redemption in Creation Unit size**

The requisite number of Units of the Scheme equivalent to the Creation Unit has to be transferred to the Fund's Depository Participant account and the Cash Component to be paid to the AMC/Custodian.

- On confirmation of the same by the AMC, the AMC will transfer the Portfolio Deposit to the Investor's Depository Participant account and pay/recover the Cash Component and transaction handling charges, if any.
- The Fund may allow cash Redemption of the Units of the Scheme in Creation Unit size by Large Investors/ Market Makers.
- Such Investors shall make Redemption request to the Fund/AMC whereupon the Fund/AMC will arrange to sell underlying portfolio Securities on behalf of the Investor. Accordingly, the sale proceeds of portfolio Securities, after adjusting the Cash Component and transaction handling charges will be remitted to the Investor.
- Redemption proceeds will be sent to Market Makers/Large Investors within 10 Business Days of the date of redemption subject to confirmation with the depository records of the Scheme's DP account.

#### **Note:**

1. The Creation Unit size may be changed by the AMC at their discretion and the notice of the same shall be published on AMC's website.
2. Transaction handling charges include brokerage, Securities transaction tax, regulatory charges if any, depository participant charges, uploading charges and such other charges that the mutual fund may have to incur in the course of cash subscription/redemption or accepting the Portfolio Deposit or for giving a portfolio of securities as consideration for a redemption request. Such transaction handling charges shall be recoverable from the transacting Market Makers or Large Investor.
3. The Portfolio Deposit and / or Cash Component for MANXT50ETF may change from time to time due to change in NAV.
4. The Fund may from time to time change the size of the Creation Unit in order to equate it with marketable lots of the underlying securities.

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

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

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

Government (Central and State) is the largest issuer of debt in the market. Public sector enterprises, quasi government bodies and private sector companies are other issuers. Insurance companies, provident funds,

banks, mutual funds, financial institutions, corporates and FPIs are major investors in the market. Government loans are available up to 40 years maturity. Variety of instruments available for investments including plain vanilla bonds, floating rate bonds, money market instruments, structured obligations and interest rate derivatives make it possible to manage the interest rate risk effectively.

Indicative levels of the instruments currently trading as on October 17, 2023 are as follows:

| Instrument                    | Maturity    | Tenure      | Yield | Liquidity |
|-------------------------------|-------------|-------------|-------|-----------|
| TREPS / Repo                  | Short       | Overnight   | 6.75  | Very High |
| CP / CD / T Bills             | Short       | 3 months CP | 7.20* | High      |
|                               |             | 3 months CD | 7.18  |           |
|                               |             | 1 Year CP   | 7.86* |           |
|                               |             | 1 Year CD   | 7.58  |           |
| Central Government securities | Low to High | 10 years    | 7.32  | Medium    |

Source: Bloomberg. \*NBFC CP

### Creation of Segregated Portfolio

Creation of segregated portfolio shall be subject to guidelines specified by SEBI from time to time and includes the following:

1) Segregated portfolio may be created, in case of a credit event at issuer level i.e. downgrade in credit rating by a SEBI registered Credit Rating Agency (CRA), as under:

- a) Downgrade of a debt or money market instrument to ‘below investment grade’, or
- b) Subsequent downgrades of the said instruments from ‘below investment grade’, or
- c) Similar such downgrades of a loan rating

2) In case of difference in rating by multiple CRAs, the most conservative rating shall be considered. Creation of segregated portfolio shall be based on issuer level credit events as mentioned above and implemented at the ISIN level.

3) Creation of segregated portfolio is optional and is at the discretion of the Mirae Asset Investment Managers (India) Pvt Ltd

### Process for Creation of Segregated Portfolio

1) On the date of credit event, the AMC shall decide on creation of segregated portfolio. Once AMC decides to segregate portfolio, it shall:

- a) seek approval of trustees prior to creation of the segregated portfolio.
- b) immediately issue a press release disclosing its intention to segregate such debt and money market instrument and its impact on the investors.

Mirae Asset Mutual Fund will also disclose that the segregation shall be subject to Trustee approval. Additionally, the said press release will be prominently disclosed on the website of the AMC.

c) ensure that till the time the trustee approval is received, which in no case shall exceed 1 business day from the day of credit event, the subscription and redemption in the scheme will be suspended for processing with respect to creation of units and payment on redemptions.

2) Once Trustee approval is received by the AMC:

- a) Segregated portfolio will be effective from the day of credit event
  - b) AMC shall issue a press release immediately with all relevant information pertaining to the segregated portfolio. The said information will also be submitted to SEBI.
  - c) An e-mail or SMS will be sent to all unit holders of the concerned scheme.
  - d) The NAV of both segregated and main portfolios will be disclosed from the day of the credit event.
  - e) All existing investors in the scheme as on the day of the credit event will be allotted equal number of units in the segregated portfolio as held in the main portfolio.
  - f) No redemption and subscription will be allowed in the segregated portfolio. However, upon recovery of any money from segregated portfolio, it will be immediately distributed to the investors in proportion to their holding in the segregated portfolio.
  - g) AMC should enable listing of units of segregated portfolio on the recognized stock exchange within 10 working days of creation of segregated portfolio and also enable transfer of such units on receipt of transfer requests
  - h) Investors redeeming their units will get redemption proceeds based on the NAV of main portfolio and will continue to hold the units of segregated portfolio.
- 3) If the trustees do not approve the proposal to segregate portfolio, AMC will issue a press release immediately informing investors of the same.
- 4) In case trustees do not approve the proposal of segregated portfolio, subscription and redemption applications will be processed based on the NAV of total portfolio.

#### **Benefits & Features of Creation of Segregated Portfolio:**

1. Creation of Segregated portfolio helps ensuring fair treatment to all investors in case of a credit event and helps in managing liquidity risk during such events;
2. Investors redeeming their units will get redemption proceeds based on the NAV of main portfolio and will continue to hold the units of segregated portfolio;
3. Investors subscribing to the scheme will be allotted units only in the main portfolio based on its NAV;
4. A statement of holding indicating the units held by the investors in the segregated portfolio along with the NAV of both segregated portfolio and main portfolio as on the day of the credit event shall be communicated to the investors within 5 working days of creation of the segregated portfolio;
5. Adequate disclosure of the segregated portfolio shall appear in all scheme related documents, in monthly and half-yearly portfolio disclosures and in the annual report of the mutual fund and the scheme; and
6. The investors of the segregated portfolio shall be duly informed of the recovery proceedings of the investments of the segregated portfolio. Status update may be provided to the investors at the time of recovery and also at the time of writing-off of the segregated securities.

#### **Illustration of Segregated Portfolio**

|                       |                             |
|-----------------------|-----------------------------|
| Portfolio Date        | 31-May-19                   |
| Downgrade Event Date  | 31-May-19                   |
| Downgrade Security    | 8.65 % C Ltd from BBB+ to D |
| Valuation Marked Down | 75%                         |

Ms. A is holding 1000 Units of the Scheme with the NAV 10, equal to (1000\*10) Rs.10000

### Portfolio before the Downgrade Event

| Security                   | Rating         | Type of the Security | Qty      | Price Per Unit | Market Value (Rs. in Lacs) | % of Net Assets |
|----------------------------|----------------|----------------------|----------|----------------|----------------------------|-----------------|
| 8.80% A LTD                | CRISIL AAA     | NCD                  | 10000000 | 101            | 10100                      | 9.264           |
| 8.70 % B LTD               | CRISIL AAA     | NCD                  | 12500000 | 99             | 12375                      | 11.351          |
| 8.65 % C Ltd               | CRISIL<br>BBB+ | NCD                  | 15000000 | 95             | 14250                      | 13.071          |
| 8.5% D Ltd                 | CRISIL AAA     | NCD                  | 16000000 | 100            | 16000                      | 14.676          |
| 8.65 % E LTD               | CRISIL AAA     | NCD                  | 10000000 | 101            | 10100                      | 9.264           |
| 8.7 % F LTD                | CRISIL AAA     | NCD                  | 8000000  | 99             | 7920                       | 7.265           |
| 8.5 % G LTD                | CRISIL AAA     | NCD                  | 11000000 | 98             | 10780                      | 9.888           |
| 8.4 % H LTD                | CRISIL AAA     | NCD                  | 9000000  | 101            | 9090                       | 8.338           |
| 8.2 % I LTD                | CRISIL AAA     | NCD                  | 8500000  | 100            | 8500                       | 7.797           |
| 8.5 % J LTD                | CRISIL AAA     | NCD                  | 9500000  | 99             | 9405                       | 8.627           |
| Cash / Cash<br>Equivalents |                |                      |          |                | 500                        | 0.459           |
| Net Assets                 |                |                      |          |                | 109020                     |                 |
| No. of units in<br>Lacs    |                |                      |          |                | 10902                      |                 |
| NAV (Rs.)                  |                |                      |          |                | <b>10.0000</b>             |                 |

The instrument "8.65 % C Ltd" was marked down by 75% on the date of credit event. Before being marked down, the security was valued at Rs.95 per unit. After the mark down, the security per unit will be valued at Rs. 25

On the date of the credit event i.e. on 31st May 2019, NCD of "8.65 % C Ltd" will be segregated as separate portfolio.

### Main Portfolio as on 31st May 2019

| Security                   | Rating     | Type of the Security | Qty      | Price Per Unit | Market Value (Rs. in Lacs) | % of Net Assets |
|----------------------------|------------|----------------------|----------|----------------|----------------------------|-----------------|
| 8.80% A LTD                | CRISIL AAA | NCD                  | 10000000 | 101            | 10100                      | 10.657          |
| 8.70 % B LTD               | CRISIL AAA | NCD                  | 12500000 | 99             | 12375                      | 13.058          |
| 8.5% D Ltd                 | CRISIL AAA | NCD                  | 16000000 | 100            | 16000                      | 16.883          |
| 8.65 % E LTD               | CRISIL AA  | NCD                  | 10000000 | 101            | 10100                      | 10.657          |
| 8.7 % F LTD                | CRISIL AAA | NCD                  | 8000000  | 99             | 7920                       | 8.357           |
| 8.5 % G LTD                | CRISIL AAA | NCD                  | 11000000 | 98             | 10780                      | 11.375          |
| 8.4 % H LTD                | CRISIL AAA | NCD                  | 9000000  | 101            | 9090                       | 9.592           |
| 8.2 % I LTD                | CRISIL AAA | NCD                  | 8500000  | 100            | 8500                       | 8.969           |
| 8.5 % J LTD                | CRISIL AAA | NCD                  | 9500000  | 99             | 9405                       | 9.924           |
| Cash / Cash<br>Equivalents |            |                      |          |                | 500                        | 0.528           |
| Net Assets                 |            |                      |          |                | 94770                      |                 |
| No. of units in<br>Lacs    |            |                      |          |                | 10902                      |                 |
| NAV (Rs.)                  |            |                      |          |                | <b>8.6929</b>              |                 |

### Segregated Portfolio as on 31st May 2019

| Security             | Rating   | Type of the Security | Qty      | Price Per Unit | Market Value (Rs. in Lacs) |
|----------------------|----------|----------------------|----------|----------------|----------------------------|
| 8.65 % C Ltd         | CRISIL D | NCD                  | 15000000 | 25             | 3750                       |
| Net Assets           |          |                      |          |                | 3750                       |
| No. of units in Lacs |          |                      |          |                | 10902                      |
| NAV (Rs.)            |          |                      |          |                | <b>0.3440</b>              |

### Value of Holding of Ms A after creation of Segregated Portfolio

|                   | Main Portfolio | Segregated Portfolio | Total Value |
|-------------------|----------------|----------------------|-------------|
| No of units       | 1000           | 1000                 |             |
| NAV (Rs.)         | 8.69           | 0.344                |             |
| Total value (Rs.) | 8692.90        | 343.97               | 9036.87     |

### Monitoring by Trustees

- a) In order to ensure timely recovery of investments of the segregated portfolio, trustees shall ensure that:
  - i. The AMC puts in sincere efforts to recover the investments of the segregated portfolio.
  - ii. Upon recovery of money, whether partial or full, it shall be immediately distributed to the investors in proportion to their holding in the segregated portfolio. Any recovery of amount of the security in the segregated portfolio even after the write off shall be distributed to the investors of the segregated portfolio.
  - iii. An Action Taken Report (ATR) on the efforts made by the AMC to recover the investments of the segregated portfolio is placed in every trustee meeting till the investments are fully recovered/written-off.
  - iv. The trustees shall monitor the compliance of this circular and disclose in the half-yearly trustee reports filed with SEBI, the compliance in respect of every segregated portfolio created.
- b) In order to avoid mis-use of segregated portfolio, trustees will ensure to have a mechanism in place to negatively impact the performance incentives of Fund Managers, Chief Investment Officers (CIOs), etc involved in the investment process of securities under the segregated portfolio, mirroring the existing mechanism for performance incentives of the AMC, including clawback of such amount to the segregated portfolio of the scheme.

### D. WHERE THE SCHEME WILL INVEST?

#### Equity and Equity Related Instruments:

The Scheme would invest in stocks constituting the NIFTY Next 50 Index in the similar proportion (weightage) as in the Index and endeavor to track the benchmark index.

The Scheme may take derivatives position based on the opportunities available subject to the guidelines issued by SEBI from time to time and in line with the overall investment objective of the Scheme. These may be taken to hedge the portfolio, rebalance the same or to undertake any other strategy as permitted under the SEBI Regulations

### **Debt & Money Market Instruments:**

The Scheme will invest in debt and money market instruments. It retains the flexibility to invest across all the securities in the debt and money markets.

Debt securities and Money Market Instruments will include but will not be limited to:

- Securities created and issued by the Central and State Governments as may be permitted by RBI (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills).
- Securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills).
- Debt securities of domestic Government agencies and statutory bodies, which may or may not carry a Central/State Government guarantee.
- Corporate debt (of both public and private sector undertakings).
- Obligations/ Term Deposits of banks (both public and private sector) and development financial institutions.
- Money market instruments permitted by SEBI/RBI or in alternative investment for the call money market as may be provided by the RBI to meet the liquidity requirements.
- Certificate of Deposits (CDs).
- Commercial Paper (CPs). A part of the net assets may be invested in the Collateralized Borrowing & Lending Obligations (TREPS) or in an alternative investment as may be provided by RBI to meet the liquidity requirements.
- The non-convertible part of convertible securities.
- Any other domestic fixed income securities as permitted by SEBI / RBI from time to time.
- Any other instruments/securities, which in the opinion of the fund manager would suit the investment objective of the scheme subject to compliance with extant Regulations.

The Investment Manager will invest only in those debt securities that are rated investment grade by a domestic credit rating agency authorized to carry out such activity, such as CRISIL, ICRA, CARE, FITCH, etc. The securities may be acquired through Initial Public Offerings (IPOs), secondary market operations, private placement, rights offer or negotiated deals.

The Scheme shall not enter into any repurchase and reverse repurchase obligations in all securities held by it. The scheme does not intend to invest into any credit default swaps.

### **Investment in Derivatives:**

The Scheme may take derivatives position based on the opportunities available subject to the guidelines provided by SEBI from time to time and in line with the overall investment objective of the Scheme. Derivatives can be traded over the exchange or can be structured between two counter-parties. Those transacted over the exchange are called Exchange Traded derivatives whereas the other category is referred to as OTC (Over the Counter) derivatives.

## Concepts and Examples of investing into Derivatives

Derivatives are financial contracts of pre-determined fixed duration, whose values are derived from the value of an underlying primary financial instrument, commodity or index, such as: interest rates, exchange rates, commodities and equities.

### a) Futures

A futures contract is an agreement between the buyer and the seller for the purchase and sale of a particular asset at a specific price on a specific future date. The price at which the underlying asset would change hands in the future is agreed upon at the time of entering into the contract. The actual purchase or sale of the underlying asset involving payment of cash and delivery of the instrument does not take place until the contracted date of delivery. A futures contract involves an obligation on both the parties to fulfill the terms of the contract.

Currently, futures contracts have a maximum expiration cycle of 3-months. Three contracts are available at any time for trading, with 1 month, 2 months and 3 months expiry respectively. Futures contracts typically expire on the last Thursday of the month. For example, a contract with the January expiration expires on the last Thursday of January.

A futures contract on the stock market index gives its owner the right and obligation to buy or sell the portfolio of stocks characterized by the index. Stock index futures are cash settled; there is no delivery of the underlying stocks.

Let us assume that the Nifty Index at the beginning of the month October 2018 was 5070 and three index futures as under were available:

| Expiry Month | Bid Price | Offer Price |
|--------------|-----------|-------------|
| October 18   | 5075      | 5080        |
| November 18  | 5085      | 5090        |
| December 18  | 5095      | 5100        |

The Scheme could buy an index future of October, 2018 at the offer price of Rs. 5080. The Fund will be required to pay the initial margin as required by the exchanges.

The following is a hypothetical example of a typical trade in index future and the costs associated with the trade.

| Particulars   | Index Future                                      | Actual Purchase of Stocks  |
|---|---|----------------------------|
| Index as on beginning October 2018  | 5070  | 5070                       |
| October 2018 Futures Price  | 5080  | -                          |
| 1. Carry Cost associated with Futures   | 10 (5080-5070)                                    |                            |
| 2. Brokerage Cost @ 0.02% for Index Future and 0.03% for Cash Markets   | 1.016<br>(0.02% of 5080)                          | 1.521<br>(0.03% of 5070)   |
| 3. Securities Transaction Tax (STT)<br>STT on purchase of index futures – NIL<br>STT on purchase of stocks – 0.025% | NIL<br>(0% of 5080)                               | 1.2675<br>(0.025% of 5070) |
| 4. Gain on Surplus Funds (Assumed 6% returns on 75% of the money left after paying margin of 25%)                   | 18.74<br>(6%*(100% of 5070 – 25% of 5080)*30/365) | NIL                        |
| Spot Market Price at the expiry of October Contract   | 5569  | 5569                       |
| 5. Brokerage Cost on Sale @ 0.02% for Index Future and 0.03% for Cash Markets                                       | 1.114<br>(0.02% of 5569)                          | 1.671<br>(0.03% of 5569)   |
| 6. Securities Transaction Tax STT on sale of index future – 0.025%  | 1.114<br>(0.025% of 5569)                         | 1.392<br>(0.025% of 5569)  |

| Particulars                    | Index Future | Actual Purchase of Stocks |
|--------------------------------|--------------|---------------------------|
| STT on sale of stocks – 0.025% |              |                           |
| Total Cost<br>(1+2+3-4+5+6)    | -5.50        | 5.85                      |

Please note that the above example is based on assumptions and is used only for illustrative purposes (including an assumption that there will be a gain pursuant to investment in index futures). As can be seen in the above example, the costs associated with the trade in futures are less than that associated with the trade in actual stock. Thus, in the above example the futures trade seems to be more profitable than the trade in actual stock. However, buying of the index future may not be beneficial as compared to buying stocks if the execution and brokerage costs on purchase of index futures are high and the return on surplus funds are low. The actual returns may vary based on actuals and depends on final guidelines / procedures and trading mechanism as envisaged by stock exchanges and other regulatory authorities.

### b) Options

An option is a contract which provides the buyer of the option (also called the holder) the right, without the obligation, to buy or sell a specified asset at an agreed price on or upto a particular date. For acquiring this right the buyer has to pay a premium to the seller. The seller on the other hand has the obligation to buy or sell that specified asset at the agreed price. The premium is determined considering number of factors such as the underlying asset's market price, the number of days to expiration, strike price of the option, the volatility of the underlying asset and the risk less rate of return. The strike price, the expiration date and the market lots are specified by the exchanges.

An option contract may be of two kinds, viz., a call option or a put option. An option that provides the buyer the right to buy is a call option. The buyer of the call option (known as the holder of the option) can call upon the seller of the option (known as writer of the option) and buy from him the underlying asset at the agreed price at any time on or before the expiry date of the option. The seller of the option has to fulfill the obligation on exercise of the option.

The right to sell is called a put option. Here, the buyer of the option can exercise his right to sell the underlying asset to the seller of the option at the agreed price.

Options are of two types: European and American. In a European option, the holder of the option can only exercise his right on the date of expiration. In an American option, he can exercise this right anytime between the purchase date and the expiration date.

### Example of options

**Buying a Call option:** Assume that the Scheme buys a call option at the strike price of Rs. 5,000 and pays a premium of Rs. 100. If the market price of the underlying stock on the date of expiry of the option is Rs. 5,400 (i.e. more than Rs. 5,000 which is the strike price of an option), the Scheme will exercise the option. However, it may not result into profit. The profit is made only in those circumstances when the intrinsic value (5400 (spot price)-5000(strike price)) is greater than cost paid i.e. option premium (100). If on the date of the expiry of the option, the market price of the underlying stock is Rs. 4,900, the Scheme will not exercise the option and it shall lose the premium of Rs. 100.

Thus, in the above example, the loss for the Scheme, as the buyer of the option, is limited to the premium paid by him while the gains are unlimited.

**Writing a Call Option:** Assume that the Scheme writes a call option at the strike price of Rs. 5,000 and earns a premium of Rs. 100. If the market price of the underlying stock on the date of expiry increases to Rs. 5,400 (i.e. more than Rs. 5,000) then the option is exercised. The Scheme earns the premium of Rs. 100/- but loses the difference between the market price and the exercise price i.e. Rs. 400/-. In case the

market price of the underlying stock decreases to Rs. 4,900, the Scheme gets to keep the premium of Rs.100.

**Buying a Put Option:** Assume that the Scheme buys a put option at the strike price of Rs. 5,000 and pays a premium of Rs. 100. If the market price of the underlying stock decreases to Rs. 4,850 (i.e. less than strike price of 5000) the Scheme would be protected from the downside and would exercise the put option. However, it may not result into profit. The profit is resulted only when the intrinsic value (5000 (strike price)– 4850(spot price)) is greater than the cost paid i.e. option premium of 100. Whereas if the stock price moves up to say Rs. 5,150 the Scheme may let the option expire and forego the premium.

**Writing a Put Option:** Assume that the Scheme writes a put option at the strike price of Rs. 5,000 and earns a premium of Rs. 100. If the market value of the underlying stock decreases to Rs. 4,850, the put option will be exercised and the Scheme will earn the premium of Rs. 100 but loses the difference between the exercise price and the market price which is Rs. 150. However if the market price of the underlying stock is Rs. 5,150, the option-holder will not exercise the option. As a result of which the option will expire and the Scheme will earn the premium income of Rs. 100.

A forward contract is a transaction in which the buyer and the seller agree upon the delivery of a specified quality (if commodity) and quantity of underlying asset at a predetermined rate on a specified future date.

Please note that the above examples are based on assumptions and are used only for illustrative purposes.

Risks associated with investment strategy which may be followed by the fund managers for investment in derivatives:

Execution of investment strategies depends upon the ability of the fund manager 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 involve uncertainty and decision of fund manager may not always be profitable.

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.

#### **Position limit for the Fund in index options contracts**

- The Fund's position limit in all index options contracts on a particular underlying index shall be Rs.500 Crores or 15% of the total open interest of the market in index options, whichever is higher, per Stock Exchange.
- This limit would be applicable on open positions in all options contracts on a particular underlying index.

#### **Position limit for the Fund in index futures contracts**

- The Fund's position limit in all index futures contracts on a particular underlying index shall be Rs.500 Crores or 15% of the total open interest of the market in index futures, whichever is higher, per Stock Exchange.
- This limit would be applicable on open positions in all futures contracts on a particular underlying index.

#### **Additional position limit in index derivatives for hedging for the Fund**

In addition to the position limits above, the Fund may take exposure in equity index derivatives subject to the following limits:

- Short positions in index derivatives (short futures, short calls and long puts) shall not exceed (in notional value) the Fund's holding of stocks.
- Long positions in index derivatives (long futures, long calls and short puts) shall not exceed (in notional value) the Fund's holding of cash, government securities, T-Bills and similar instruments.

### **Position limit for the Fund for stock based derivative contracts**

The combined futures and options position limit shall be 20% of the applicable Market Wide Position Limit (MWPL).

### **Position limit for the Scheme**

The position limit/disclosure requirements for the Scheme shall be as follows:

- For stock option and stock futures contracts, the gross open position across all derivative contracts on a particular underlying stock of the Scheme shall not exceed the higher of:  
1% of the free float market capitalization (in terms of number of shares)  
OR  
5% of the open interest in the derivative contracts on a particular underlying stock (in terms of number of contracts (Shares)).
- For index based contracts, the Fund shall disclose the total open interest held by its scheme or all schemes put together in a particular underlying index, if such open interest equals to or exceeds 15% of the open interest of all derivative contracts on that underlying index.
- This position limits shall be applicable on the combined position in all derivative contracts on an underlying stock at a stock exchange.

The Trustee may alter the above restrictions from time to time to the extent that changes in the Regulations may allow and as deemed fit in the general interest of the Unit Holders.

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

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

The Nifty Next 50 ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in Nifty Next 50 Index. The investment strategy would revolve around reducing the tracking error to the least possible through regular rebalancing of the portfolio, taking into account the change in weights of stocks in the Index as well as the incremental collections/redemptions in the Scheme. A part of the funds may be invested in debt and money market instruments, to meet the liquidity requirements.

Subject to the Regulations and the applicable guidelines the Scheme may invest in the schemes of Mutual Funds. The investment strategy shall be in line with the asset allocation mentioned under “Section II (c): How will the Scheme allocate its assets”.

**Though every endeavor will be made to achieve the objective of the Scheme, the AMC/Sponsors/Trustee does not guarantee that the investment objective of the Scheme will be achieved. No guaranteed returns are being offered under the Scheme.**

### **RISK CONTROL**

The scheme aims to track the Nifty Next 50 Index (before expenses) as closely as possible. The index is tracked on a regular basis and changes to the constituent’s or their weights, if any, are replicated in the underlying portfolio with the purpose of minimizing tracking error.

ETF being a passive investment carries lesser risk as compared to active fund management. The portfolio follows the index and therefore the level of stock concentration in the portfolio and its volatility would be the same as that of the index, subject to tracking error. Thus there is no additional element of volatility or stock concentration on account of fund manager decisions. The fund manager would endeavor to keep cash levels at the minimal to control tracking error.

### **Policy for Investment decisions**

The investment policy of the AMC has been determined by the Investment Committee (“IC”) which has been ratified by the Boards of the AMC and Trustee. At the strategic level, the broad investment philosophy of the AMC and the authorized exposure limits are spelt out in the Investment Policy of the AMC. During trading hours, the Fund Managers have the discretion to take investment decisions for the Scheme within the limits defined in the Investment Policy, these decisions and the reasons thereof are communicated to the CEO for post facto approval.

The designated Fund Manager(s) of the Scheme will be responsible for taking day-to-day investment decisions and will inter-alia be responsible for asset allocation, security selection and timing of investment decisions.

**Portfolio Turnover Policy**

Portfolio Turnover measures the volume of trading that occurs in a Scheme’s portfolio during a given time period. The Scheme is an open-ended Exchange Traded Fund and it is expected that there may be a number of subscriptions and repurchases on a daily basis through Stock Exchange(s) or Market Makers and Large Investors. Generally, turnover will depend upon the extent of purchase and redemption of units and the need to rebalance the portfolio on account of change in the composition, if any, and corporate actions of securities included in Nifty Next 50 Index. However, it will be the endeavor of the Fund Manager to maintain an optimal portfolio turnover rate commensurate with the investment objective of the Scheme and the purchase/ redemption transactions on an ongoing basis in the Scheme.

**F. FUNDAMENTAL ATTRIBUTES**

Following are the fundamental attributes of the scheme, in terms of Regulation 18(15A) of the SEBI (MF) Regulations:

**a. Type of Scheme:**

An open ended scheme replicating/tracking Nifty Next 50 Total Return Index

**b. Investment Objective:**

The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty Next 50 Index, subject to tracking error. The Scheme does not guarantee or assure any returns.

**Asset allocation:**

| Types of Instruments   | Indicative allocation (% of total assets) |      | Risk Profile  |
|--|---|------|---------------|
|  | 95%                                       | 100% |               |
| Securities included in the Nifty Next 50 Index   | 95%                                       | 100% | High          |
| Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds, but excluding subscription and redemption cash flow* | 0   | 5%   | Low to Medium |

\*Subscription cash flow is the subscription money in transit before deployment and redemption cash flow is the money kept aside for meeting redemptions.

The Scheme may make investments in Derivatives upto 20% of the net assets of the Scheme. The Scheme will not invest in ADR/ GDR / Foreign Securities / Securitized Debt/ Repo in Corporate Debt Securities nor will it engage in short selling. However, the aggregate gross exposure to equity, derivatives, debt instruments and money market instruments will not exceed 100% of the net assets of the scheme.

**c. Terms of Issue:**

**(a) Listing:**

The Units of the Scheme are listed on the Capital Market Segment of the NSE and BSE.

The AMC engages Market Makers for creating liquidity for the Units of the Scheme on the Stock Exchange(s) so that investors other than Market Makers and Large Investors are able to buy or redeem Units on the Stock Exchange(s) using the services of a stock broker.

The Mutual Fund may at its sole discretion list the Units of the Scheme on any other recognized Stock Exchange(s) at a later date.

The AMC/Trustee reserves the right to delist the Units of the Scheme from a particular stock exchange provided the Units are listed on at least one stock exchange.

An investor can buy/sell Units on a continuous basis on the NSE and BSE on which the Units are listed during the trading hours like any other publicly traded stock at prices which may be close to the NAV of the Scheme. The price of the Units in the market will depend on demand and supply at that point of time. There is no minimum investment, although Units are purchased in round lots of 1.

**(b) Redemption of Units: Redemption Price**

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

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

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

**Change in the fundamental attributes of the Schemes:**

In accordance with Regulation 18(15A) of the Regulations, the Trustee shall ensure that no change in the fundamental attributes of the Scheme or the Fund or the fees and expenses payable or any other change which would modify the Scheme and affect the interest of the Unit Holders will be carried out unless:

- A written communication about the proposed change is sent to each Unit Holder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a Marathi daily newspaper with wide circulation published in Mumbai (as the head office of the Fund is situated there); and
- The Unit holders are given an option to exit for a period of 30 days to exit at the prevailing Net Asset Value without any exit Load.

Fundamental attributes will not cover changes to the Scheme made in order to comply with changes in regulation with which the Scheme has been required to comply.

Further, before effecting any such change, the Trustees shall obtain comments from SEBI.

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

The performance of the scheme will be benchmarked to the performance of the Nifty Next 50 TRI index.

**Rationale for adoption of benchmark:**

The Trustees have adopted Nifty Next 50 Index as the benchmark index.

As per its investment objective, the investment would primarily be in Securities which are constituents of the benchmark index. Thus, the composition of the aforesaid benchmark index is such that it is most suited for comparing performance of the Scheme.

The Trustees may change the benchmark in future if a benchmark better suited to the investment objective of the Scheme is available.

### About the Benchmark

The NIFTY Next 50 is a diversified 50 stock index accounting for 14 sectors of the economy. The NIFTY Next 50 Index represents 50 companies from NIFTY 100 after excluding the NIFTY 50 companies. It is used for a variety of purposes such as benchmarking fund portfolios, index based derivatives and index funds.

NIFTY NEXT 50 is owned and managed by NSE Indices Limited (formerly known as India Index Services & Products Limited) (NSE Indices). NSE Indices is India's specialised company focused upon the index as a core product.

The NIFTY Next 50 Index represents about 10% of the free float market capitalization of the stocks listed on NSE as on March 29, 2019. The total traded value for the last six months March 2019 of all index constituents is approximately 12.7% of the traded value of all stocks on NSE. Impact cost for NIFTY Next 50 for a portfolio size of Rs.25 lakhs is 0.04% for the month March 2019.

### Details about the index:

NIFTY Next 50 is a well diversified 50 stocks index accounting for 14 sectors of the economy. It is computed using a free float market capitalisation weighted method wherein the level of the index reflects the total market value of all the stocks in the index relative to a particular base period. The method also takes into account constituent changes in the index and importantly corporate actions such as stock splits, rights, etc without affecting the index value. Stocks are selected based on their float adjusted market capitalization, liquidity and other factors. NIFTY Next 50 Index is a broad based diversified index. It has a base period of November 4, 1996 with a base index value of 1000.

### Criteria for Selection of constituent stocks:

Eligibility Criteria for Selection of Constituent Stocks:

To be considered for inclusion in NIFTY Next 50 index, companies must form part of NIFTY 100, but should not be forming part of the NIFTY 50. Eligibility criteria for newly listed security are checked based on the data for a three-month period instead of a six-month period.

Index Re-Balancing:

Index is re-balanced on semi-annual basis. The cut-off date is January 31 and July 31 of each year, i.e. For semi-annual review of indices, average data for six months ending the cut-off date is considered. Four weeks prior notice is given to market from the date of change.

The constituents of Nifty Next 50 Index as on September 30, 2023 is as under:

| Sr. No. | SECURITY_NAME            | ISIN         | WEIGHTAGE (in %) |
|---------|--------------------------|--------------|------------------|
| 1       | SHRIRAM FINANCE LTD.     | INE721A01013 | 3.95             |
| 2       | BHARAT ELECTRONICS LTD.  | INE263A01024 | 3.67             |
| 3       | CHOLAMANDALAM INVESTMENT | INE121A01024 | 3.56             |

|    |  |              |      |
|----|--|--------------|------|
|    | AND FINANCE COMPANY LTD.                             |              |      |
| 4  | TRENT LTD.   | INE849A01020 | 3.40 |
| 5  | BANK OF BARODA                                       | INE028A01039 | 2.95 |
| 6  | GODREJ CONSUMER PRODUCTS LTD.                        | INE102D01028 | 2.78 |
| 7  | PIDILITE INDUSTRIES LTD.                             | INE318A01026 | 2.76 |
| 8  | TATA POWER CO. LTD.                                  | INE245A01021 | 2.73 |
| 9  | HINDUSTAN AERONAUTICS LTD.                           | INE066F01020 | 2.67 |
| 10 | TVS MOTOR COMPANY LTD.                               | INE494B01023 | 2.62 |
| 11 | HAVELLS INDIA LTD.                                   | INE176B01034 | 2.58 |
| 12 | SHREE CEMENT LTD.                                    | INE070A01015 | 2.52 |
| 13 | GAIL (INDIA) LTD.                                    | INE129A01019 | 2.48 |
| 14 | ICICI LOMBARD GENERAL INSURANCE COMPANY LTD.         | INE765G01017 | 2.48 |
| 15 | INDIAN OIL CORPORATION LTD.                          | INE242A01010 | 2.47 |
| 16 | DLF LTD.   | INE271C01023 | 2.43 |
| 17 | SIEMENS LTD.   | INE003A01024 | 2.42 |
| 18 | SRF LTD.   | INE647A01010 | 2.42 |
| 19 | INFO EDGE (INDIA) LTD.                               | INE663F01024 | 2.39 |
| 20 | DABUR INDIA LTD.                                     | INE016A01026 | 2.39 |
| 21 | AMBUJA CEMENTS LTD.                                  | INE079A01024 | 2.31 |
| 22 | INTERGLOBE AVIATION LTD.                             | INE646L01027 | 2.18 |
| 23 | UNITED SPIRITS LTD.                                  | INE854D01024 | 2.17 |
| 24 | MARICO LTD.  | INE196A01026 | 2.15 |
| 25 | PI INDUSTRIES LTD.                                   | INE603J01030 | 2.06 |
| 26 | COLGATE PALMOLIVE (INDIA) LTD.                       | INE259A01022 | 1.98 |
| 27 | VEDANTA LTD.   | INE205A01025 | 1.96 |
| 28 | JINDAL STEEL & POWER LTD.                            | INE749A01030 | 1.91 |
| 29 | CANARA BANK  | INE476A01014 | 1.87 |
| 30 | AVENUE SUPERMARTS LTD.                               | INE192R01011 | 1.86 |
| 31 | PUNJAB NATIONAL BANK                                 | INE160A01022 | 1.77 |
| 32 | SBI CARDS AND PAYMENT SERVICES LTD.                  | INE018E01016 | 1.72 |
| 33 | SAMVARDHANA MOTHERSON INTERNATIONAL LTD.             | INE775A01035 | 1.69 |
| 34 | ICICI PRUDENTIAL LIFE INSURANCE COMPANY LTD.         | INE726G01019 | 1.63 |
| 35 | ABB INDIA LTD.                                       | INE117A01022 | 1.61 |
| 36 | ZOMATO LTD.  | INE758T01015 | 1.54 |
| 37 | INDIAN RAILWAY CATERING AND TOURISM CORPORATION LTD. | INE335Y01020 | 1.53 |
| 38 | VARUN BEVERAGES LTD.                                 | INE200M01021 | 1.50 |
| 39 | TORRENT PHARMACEUTICALS LTD.                         | INE685A01028 | 1.31 |
| 40 | ADANI GREEN ENERGY LTD.                              | INE364U01010 | 1.22 |
| 41 | BOSCH LTD.   | INE323A01026 | 1.20 |
| 42 | BERGER PAINTS INDIA LTD.                             | INE463A01038 | 1.18 |
| 43 | ZYDUS LIFESCIENCES LTD.                              | INE010B01027 | 1.15 |
| 44 | BAJAJ HOLDINGS & INVESTMENT LTD.                     | INE118A01012 | 1.04 |
| 45 | MUTHOOT FINANCE LTD.                                 | INE414G01012 | 1.01 |

|    |   |              |      |
|----|---|--------------|------|
| 46 | ADANI ENERGY SOLUTIONS LTD.                 | INE931S01010 | 0.92 |
| 47 | PROCTER & GAMBLE HYGIENE & HEALTH CARE LTD. | INE179A01014 | 0.57 |
| 48 | ADANI TOTAL GAS LTD.                        | INE399L01023 | 0.57 |
| 49 | LIFE INSURANCE CORPORATION OF INDIA         | INE0J1Y01017 | 0.56 |
| 50 | ADANI WILMAR LTD.                           | INE699H01024 | 0.18 |

#### H. WHO MANAGES THE SCHEME?

| Sr. No. | Particulars     | Details  | Details  |
|---------|-----------------|--|--|
| i.      | Name            | Ms. Ekta Gala  | Mr. Vishal Singh   |
| ii.     | Age             | 30 years   | 29 Years   |
| iii.    | Qualification   | B.Com & Inter CA (IPCC)  | C.A.; C.F.A (US); F.R.M; B.Com   |
| iv.     | Past experience | <p>Ms. Ekta Gala has over 6 years of experience as a dealer. Prior to this assignment, Ms. Ekta Gala was associated with ICICI Prudential Asset Management Company Ltd.</p> <p>The other schemes being co - managed by Ms. Ekta Gala are:</p> <ol style="list-style-type: none"> <li>1.Mirae Asset Nifty 50 ET</li> <li>2. Mirae Asset Nifty 100 ESG Sector Leaders Fund of Fund</li> <li>3. Mirae Asset Nifty 100 ESG Sector Leaders ETF</li> <li>4. Mirae Asset NYSE Fang+ ETF Fund of Fund</li> <li>5. Mirae Asset Nifty Financial Services ETF</li> <li>6. Mirae Asset S&amp;P 500 Top 50 ETF Fund of Fund</li> <li>7. Mirae Asset Nifty India Manufacturing ETF</li> <li>8. Mirae Asset Nifty Midcap 150 ETF</li> <li>9. Mirae Asset Hang Seng TECH ETF Fund of Fund</li> <li>10. Mirae Asset Nifty India Manufacturing ETF Fund of Fund</li> <li>11. Mirae Asset Nifty 100 Low Volatility 30 ETF</li> <li>12. Mirae Asset Nifty Midcap 150 ETF</li> <li>13. Mirae Asset S&amp;P BSE Sensex ETFS</li> <li>14. Mirae Asset Nifty Bank ETF</li> <li>15. Mirae Asset Nifty 200 Alpha 30 ETF</li> <li>16. Mirae Asset Nifty IT ETF</li> </ol> | <p>Mr. Vishal Singh has over 5 years of experience in the field of financial services. He has been associated with the AMC since June 2020. Prior to this assignment, Mr. Singh was associated with NSE Indices Limited where he was involved in development of index product and valuation of Indian fixed income securities. Mr. Singh also has an experience covering the global fixed income securities as an analyst for Aranca (India) Private Limited.</p> <p>The other schemes being co-managed by Mr. Vishal Singh are:</p> <ol style="list-style-type: none"> <li>1.Mirae Asset Nifty 50 ETF</li> <li>2. Mirae Asset NYSE Fang+ ETF Fund of Fund</li> <li>3. Mirae Asset Nifty Financial Services ETF</li> <li>4. Mirae Asset S&amp;P 500 Top 50 ETF Fund of Fund</li> <li>5. Mirae Asset Nifty India Manufacturing ETF</li> <li>6. Mirae Asset Hang Seng TECH ETF Fund of Fund</li> <li>7. Mirae Asset Nifty India Manufacturing ETF Fund of Fund</li> <li>8. Mirae Asset Nifty 100 Low Volatility 30 ETF</li> <li>9. Mirae Asset Nifty Midcap 150 ETF</li> <li>10. Mirae Asset S&amp;P BSE Sensex ETF</li> <li>11. Mirae Asset Nifty Bank ETF</li> <li>12. Mirae Asset Nifty 200 Alpha 30 ETF</li> <li>13. Mirae Asset Nifty IT ETF</li> </ol> |

|     |  |  |  |
|-----|--|--|--|
| v.  | Tenure for which the fund manager has been managing the scheme | 2 Year and 9 months (Managing Since December 28, 2020) | 1 Month (Managing since August 28, 2023) |
| vi. | Scheme's portfolio turnover ratio                              | N.A  | NA                                       |

**Comparison with similar existing schemes of Mirae Asset Mutual Fund:**

The below table shows the differentiation of the Scheme with the existing ETFs of Mirae Asset Mutual Fund:

| Scheme Name                               | Investment Objective  | Asset Allocation Pattern  | Investment Strategy  | AUM as on September 30, 2023 (in Rs. crores) | No. of Folios as on September 30, 2023 |
|---|---|---|--|--|--|
| <b>Mirae Asset Nifty IT ETF</b>           | The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty IT Total Return Index, subject to tracking error. There is no assurance or guarantee that the investment objective of the scheme would be achieved.           | Securities included in the Nifty IT Index: 95% to 100%<br><br>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0 to 5%           | Mirae Asset Nifty IT ETF will be managed passively with investments in stocks in the same proportion as in the Nifty IT Index.<br><br>The investment strategy of the Scheme will be to invest in a basket of securities forming part of Nifty IT Index in similar weight proportion.                                   | NA since this is a new scheme                |  |
| <b>Mirae Asset Nifty 200 Alpha 30 ETF</b> | The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty 200 Alpha 30 Total Return Index, subject to tracking error. There is no assurance or guarantee that the investment objective of the scheme would be achieved. | Securities included in the Nifty 200 Alpha 30 Index: 95% to 100%<br><br>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0 to 5% | The Mirae Asset Nifty 200 Alpha 30 ETF will be managed passively with investments in stocks in the same proportion as in the Nifty 200 Alpha 30 Index.<br><br>The investment strategy of the Scheme will be to invest in a basket of securities forming part of Nifty 200 Alpha 30 Index in similar weight proportion. | NA since this is a new scheme                |  |

|  |   |   |  |                 |             |
|--|---|---|--|-----------------|-------------|
| <p><b>Mirae Asset S&amp;P BSE Sensex ETF</b></p> | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the S&amp;P BSE Sensex Total Return Index, subject to tracking error. There is no assurance or guarantee that the investment objective of the scheme would be achieved</p> | <p>Securities included in the S&amp;P BSE Sensex Index: 95% to 100%</p> <p>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5%</p> | <p>Mirae Asset S&amp;P BSE Sensex ETF will be managed passively with investments in stocks in the same proportion as in the S&amp;P BSE Sensex Index.</p> <p>The investment strategy of the Scheme will be to invest in a basket of securities forming part of S&amp;P BSE Sensex Index in similar weight proportion.</p>  | <p>10.83</p>    | <p>337</p>  |
| <p><b>Mirae Asset Nifty 50 ETF</b></p>           | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty 50 Index, subject to tracking error. The Scheme does not guarantee or assure any returns.</p>  | <p>Securities included in the Nifty 50 Index: 95% to 100%</p> <p>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5%</p>           | <p>The NIFTY 50 ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in Nifty 50 Index. The investment strategy would revolve around reducing the tracking error to the least possible through regular rebalancing of the portfolio, taking into account the change in weights of stocks in the Index as well as the incremental collections/redemptions in the Scheme. A part of the funds may be invested in debt and money market instruments, to meet the liquidity requirements.</p> | <p>1,636.52</p> | <p>6400</p> |

|   |  |   |   |                 |              |
|---|--|---|---|-----------------|--------------|
| <b>Mirae Asset Nifty Next 50 ETF</b>                | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty Next 50 Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns.</p>                 | <p>Securities included in the Nifty Next 50 Index: 95% to 100% Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds, but excluding subscription and redemption cash flow*: 0% to 5%</p> <p>*Subscription cash flow is the subscription money in transit before deployment and redemption cash flow is the money kept aside for meeting redemptions.</p> | <p>The NIFTY NEXT 50 ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in Nifty Next 50 Index. The investment strategy would revolve around reducing the tracking error to the least possible through regular rebalancing of the portfolio, taking into account the change in weights of stocks in the Index as well as the incremental collections /redemptions in the Scheme. A part of the funds may be invested in debt and money market instruments, to meet the liquidity requirements.</p> | <p>128.71</p>   | <p>2862</p>  |
| <b>Mirae Asset Nifty 100 ESG Sector Leaders ETF</b> | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty100 ESG Sector Leaders Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns.</p>   | <p>Securities included in the Nifty100 ESG Sector Leaders Index: 95% to 100% Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5%</p>   | <p>The Mirae Asset Nifty 100 Sector Leaders ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in Nifty100 ESG Sector Leaders Index.</p>   | <p>134.64</p>   | <p>4363</p>  |
| <b>Mirae Asset NYSE FANG+ ETF</b>                   | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the NYSE FANG+ Total Return Index, subject to tracking error and forex movement. The Scheme does not guarantee or assure any returns.</p> | <p>Securities included in the NYSE FANG+ Index: 95% 100% Money market instruments / debt securities, Instruments and/or units of schemes of domestic Mutual Funds. 0 - 5%</p>   | <p>The Mirae Asset NYSE FANG+ ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in NYSE FANG+ Index.</p>  | <p>1,533.17</p> | <p>89961</p> |

|   |  |  |   |               |              |
|---|--|--|---|---------------|--------------|
| <p><b>Mirae Asset S&amp;P 500 Top 50 ETF</b></p>        | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the S&amp;P 500 Top 50 Total Return Index, subject to tracking error and forex movement. The Scheme does not guarantee or assure any returns.</p> | <p>Securities included in the S&amp;P 500 Top 50 Index: 95% 100% Money market instruments / debt securities, Instruments and/or units of schemes of domestic Mutual Funds. 0 - 5%</p>                                | <p>The Mirae Asset S&amp;P 500 Top 50 ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in S&amp;P 500 TOP 50 Index.</p> <p>The investment strategy of the Scheme will be to invest in a basket of securities forming part of S&amp;P 500 TOP 50 Index in similar weight proportion.</p>                      | <p>565.90</p> | <p>16735</p> |
| <p><b>Mirae Asset Nifty India Manufacturing ETF</b></p> | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty India Manufacturing Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns.</p>             | <p>Securities included in the Nifty India Manufacturing Index: 95% to 100%</p> <p>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5%</p> | <p>The Mirae Asset Nifty India Manufacturing ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in Nifty India Manufacturing Index.</p> <p>The investment strategy of the Scheme will be to invest in a basket of securities forming part of Nifty India Manufacturing Index in similar weight proportion.</p> | <p>90.15</p>  | <p>3449</p>  |

|   |  |   |   |               |              |
|---|--|---|---|---------------|--------------|
| <b>Mirae Asset Nifty Financial Services ETF</b> | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty Financial Services Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns.</p>          | <p>Securities included in the Nifty Financial Services Index: 95% to 100%</p> <p>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5%</p> | <p>The Mirae Asset Nifty Financial Services ETF will be managed passively with investments in stocks in a proportion that match as close as possible to the weights of these stocks in Nifty Financial Services Index.</p> <p>The investment strategy of the Scheme will be to invest in a basket of securities forming part of Nifty Financial Services Index in similar weight proportion.</p> <p>The investment strategy would revolve around reducing the tracking error to the least possible through regular rebalancing of the portfolio, considering the change in weights of stocks in the Index as well as the incremental collections/redemptions in the Scheme. A part of the funds may be invested in debt and money market instruments, to meet the liquidity requirements.</p> | <p>259.61</p> | <p>32392</p> |
| <b>Mirae Asset Hang Seng TECH ETF</b>           | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Hang Seng TECH Total Return Index, subject to tracking error and forex movement. The Scheme does not guarantee or assure any returns.</p> | <p>Securities included in the Hang Seng TECH Index: 95% to 100%</p> <p>Money market instruments / debt securities, Instruments and/or units of schemes of domestic Mutual Funds: 0% to 5%</p>                       | <p>The Mirae Asset Hang Seng TECH ETF will be managed passively with investments in stocks in a proportion that match the weights of these stocks in Hang Seng TECH Index.</p>  | <p>204.93</p> | <p>17897</p> |
| <b>Mirae Asset Nifty Midcap 150 ETF</b>         | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty Midcap 150 Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns.</p>                  | <p>Securities included in the Nifty Midcap 150 Index: 95% to 100%</p> <p>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5%</p>         | <p>The Mirae Asset Nifty Midcap 150 ETF will be managed passively with investments in stocks in the same proportion as in the Nifty Midcap 150 Index.</p> <p>The investment strategy of the Scheme will be to invest in a basket of securities forming part of Nifty Midcap 150 Index in similar weight proportion.</p>   | <p>520.69</p> | <p>19466</p> |

|   |   |   |   |             |            |
|---|---|---|---|-------------|------------|
| <b>Mirae Asset Gold ETF</b>                     | The investment objective of the scheme is to generate returns that are in line with the performance of physical gold in domestic prices, subject to tracking error. The Scheme does not guarantee or assure any returns.  | Gold and gold related instruments: 95% to 100%<br>Money market instruments including Tri Party REPO/ debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5%        | The AMC will strive to achieve the investment objective by way of a judicious portfolio mix comprising Gold (includes physical Gold and other Gold related instruments which may be permitted by Regulator from time to time) and instruments related to gold (including derivatives as and when permitted by SEBI), Debt Securities and Money Market Instruments. Investments in gold (includes physical Gold and other Gold related instruments which may be permitted by Regulator from time to time) would be primarily assessed with regard to its fitness | 16.87       | 1280       |
| <b>Mirae Asset Nifty 100 Low Volatility ETF</b> | The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty 100 Low Volatility 30 Total Return Index, subject to tracking error. The Scheme does not guarantee or assure any returns. | Securities included in the Nifty 100 Low Volatility 30 Index: 95% to 100%<br><br>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0% to 5% | The Mirae Asset Nifty 100 Low Volatility 30 ETF will be managed passively with investments in stocks in the same proportion as in the Nifty 100 Low Volatility 30 Index.<br><br>The investment strategy of the Scheme will be to invest in a basket of securities forming part of Nifty 100 Low Volatility 30 Index in similar weight proportion.   | <b>5.93</b> | <b>221</b> |

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|---|--|---|--|--------------|------------|
| <p><b>Mirae Asset Nifty 8-13 Yr G-Sec ETF</b></p> | <p>The investment objective of the Scheme is to provide returns before expenses that correspond to the returns of Nifty 8-13 yr G-Sec Index, subject to tracking errors. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns</p> | <p>Government securities, TREPS on Government Securities, Treasury bills: 95% to 100%</p> <p>Money Market instruments (Treasury Bills, Government Securities and Tri-party Repo on government securities or T-bills Only)*: 0% to 5%</p> <p>*Money Market Instruments will include only treasury bills and government securities having a residual maturity upto one year, Tri-party Repo on government securities or T-bills and any other like instruments as specified by the Reserve Bank of India from time to time.</p> | <p>The fund is a passively managed index fund which will employ an investment approach designed to track the performance of Nifty 8-13 yr G-Sec Index.</p> <p>The Scheme will invest in Government Securities which are constituents of the underlying Index viz. Nifty 8-13 yr G-Sec Index. Based on the availability of issuances, it is expected that the portfolio allocation could be different than that of underlying index allocation and could result in Tracking Error. That said broad risk parameters of the portfolio of the Scheme such as credit rating, weighted average YTM, weighted average maturity, asset allocation etc. are expected to be similar to the Underlying Index.</p> | <p>76.29</p> | <p>129</p> |
| <p><b>Mirae Asset Nifty Bank ETF</b></p>          | <p>The investment objective of the scheme is to generate returns, before expenses, that are commensurate with the performance of the Nifty Bank Total Return Index, subject to tracking error. There is no assurance or guarantee that the investment objective of the scheme would be achieved.</p>                             | <p>Securities included in the Nifty Bank Index: 95% to 100%</p> <p>Money market instruments / debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds: 0 to 5%</p>  | <p>The Mirae Asset Nifty Bank ETF will be managed passively with investments in stocks in the same proportion as in the Nifty Bank Index.</p> <p>The investment strategy of the Scheme will be to invest in a basket of securities forming part of Nifty Bank Index in similar weight proportion.</p> <p>The investment strategy would revolve around reducing the tracking error to the least possible through regular rebalancing of the portfolio, considering the change in weights of stocks in the Index as well as the incremental collections/redemptions in the Scheme. A part of the funds may be invested in debt and money market instruments, to meet the liquidity requirements.</p>     | <p>21.33</p> | <p>813</p> |

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|--|--|--|---|---------------|-------------|
| <p><b>Mirae Asset Nifty 1D Rate Liquid ETF</b></p> | <p>The investment objective is to seek to provide current income, commensurate with low risk while providing a high level of liquidity through a portfolio of Tri-Party Repo on Government Securities or T-bills / Repo &amp; Reverse Repo. The Scheme endeavors to provide returns that before expenses, closely correspond to the returns of Nifty 1D Rate Index subject to tracking errors. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns</p> | <p>Securities included in the Nifty 1D Rate Index (TREPS): 95% to 100%</p> <p>Units of Liquid schemes, Money Market Instruments (with maturity not exceeding 91 days), cash &amp; cash equivalents: 0% to 5%</p> | <p>The AMC uses a “passive” approach to try and achieve Scheme’s investment objective. Unlike other Fund, the Scheme does not try to “beat” the markets. The AMC does not make any judgments about the investment merit of a particular instrument or a particular industry segment nor will it attempt to apply any economic, financial or market analysis. Subject to the Regulations and the applicable guidelines the Scheme may invest in the schemes of Mutual Funds.</p> | <p>289.04</p> | <p>1591</p> |
|--|--|--|---|---------------|-------------|

|                               |   |  |   |              |             |
|-------------------------------|---|--|---|--------------|-------------|
| <b>Mirae Asset Silver ETF</b> | <p>To generate returns that are in line with the performance of physical silver in domestic prices, subject to tracking error. The Scheme does not guarantee or assure any returns.</p> | <p>Silver*:- 95% to 100 %<br/>Money market instruments including Tri Party REPO/ debt securities, Instruments and/or units of debt/liquid schemes of domestic Mutual Funds:- 0% to 5%</p> <p>*includes physical silver and other silver related instruments^ which may be permitted by Regulator from time to time. Exchange Traded Commodity Derivatives (ETCDs) having silver as the underlying shall be considered as 'silver related instrument' for Silver ETF.</p> | <p>Investments made from the net assets of the Scheme would be in accordance with the investment objective of the Scheme and the provisions of the SEBI (MF) Regulations. The AMC will strive to achieve the investment objective by way of a judicious portfolio mix comprising Silver (includes physical Silver and other Silver related instruments which may be permitted by Regulator from time to time) and instruments related to silver (including derivatives as and when permitted by SEBI), Debt Securities and Money Market Instruments. Investments in silver (includes physical Silver and other Silver related instruments which may be permitted by Regulator from time to time) would be primarily assessed with regard to its fineness. The AMC will endeavor to address the key risks associated with investments in Silver Bullion as under:</p> <ol style="list-style-type: none"> <li>1. Quality and Purity Risk</li> <li>2. Passive Investments</li> <li>3. Custody risk</li> <li>4. Tracking Error</li> </ol> | <p>12.48</p> | <p>1413</p> |
|-------------------------------|---|--|---|--------------|-------------|

## I. WHAT ARE THE INVESTMENT RESTRICTIONS?

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

- A mutual fund 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 authorized to carry out such activity under the Act. Such investment limit may be extended to 12% of the NAV of the scheme with the prior approval of the Board of Trustees and the Board of directors of the asset management company. Provided that such limit shall not be applicable for investments in Government Securities, treasury bills and collateralized borrowing and lending obligations. Provided further that investment within such limit can be made in mortgaged backed securitised debts which are rated not below investment grade by a credit rating agency registered with the Board.
- 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. shall be subject to the following:
  - a. Investments shall 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 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.
- No mutual fund under all its schemes should own more than ten per cent of any company's paid up capital carrying voting rights.
  - Debentures, irrespective of any residual maturity period (above or below one year), shall attract the investment restrictions as applicable for debt instruments.
  - The Scheme may invest in another scheme under the same asset management company or any other mutual fund without charging any fees, provided that aggregate inter-scheme investment made by all schemes under the management or in schemes under the management of any other asset management company shall not exceed 5% of the NAV of the mutual fund.
  - Pending deployment of funds of a scheme in securities in terms of investment objectives of the scheme a mutual fund can invest the funds of the scheme in short term deposits of scheduled commercial banks. The investment in these deposits shall be in accordance with Clause 12.16.1.8 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023.
  - The mutual fund shall not borrow except to meet temporary liquidity needs of the mutual funds for the purpose of repurchase, redemption of units or payment of interest or dividend to the unitholders. Provided that the mutual fund shall not borrow more than 20 per cent of the net asset of the scheme and the duration of such a borrowing shall not exceed a period of six months.
  - 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.
  - 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.
  - The investment of mutual fund schemes in below instruments shall not exceed 10% of the debt portfolio of the schemes and the group exposure in such instruments shall not exceed 5% of the debt portfolio of the schemes:
    - Unsupported rating of debt instruments (i.e. without factoring-in credit enhancements) is below investment grade and
    - Supported rating of debt instruments (i.e. after factoring-in credit enhancement) is above investment grade.
  - 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.
  - The Mutual Fund 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. The Scheme may engage in Securities lending and the borrowing which shall be within the framework specified by the Board.
  - Inter scheme transfers of investments from one scheme to another scheme in the same Mutual Fund shall be allowed only if such transfers are done at the prevailing market price for quoted instruments on spot basis. Explanation - "Spot basis" shall have same meaning as specified by

stock exchange for spot transactions. The securities so transferred shall be in conformity with the investment objective of the scheme to which such transfer has been made.

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

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

No IST of a security shall be done, if there is negative news or rumors in the mainstream media or an alert is generated about the security, based on internal credit risk assessment. The Scheme shall comply with the guidelines for inter-scheme transfers as specified under clause 12.30 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023.

- The Mutual Fund 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. The scheme may engage in Securities lending and the borrowing which shall be within the framework specified by SEBI.
- The Scheme 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.
- The Scheme shall not make any investment in: a) Any unlisted security of an associate or group company of the Sponsor; or b) Any security issued by way of private placement by an associate or group company of the sponsor; or c) The listed securities of group companies of the Sponsor which is in excess of 25% of the net assets.
- The scheme shall not make any investment in any fund of funds scheme.
- The scheme shall not invest more than 10% of its NAV in the equity shares or equity related instruments of any company: Provided that, the limit of 10 per cent shall not be applicable for investments in case of index fund or sector or industry specific scheme.
- All investments by a mutual fund scheme in equity shares and equity related instruments shall only be made provided such securities are listed or to be listed.
- The Mutual Fund having an aggregate of securities which are worth Rs.10 crores or more, as on the latest balance sheet date, shall subject to such instructions as may be issued from time to time by SEBI, settle their transactions entered on or after January 15, 1998 only through dematerialized securities. Further, all transactions in government securities shall be in dematerialized form.

Pursuant to Clause 12.16 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023: -

- Total investment of the Scheme in Short term deposit(s) of all the Scheduled Commercial Banks put together shall not exceed 15% of the net assets. However, this limit can be raised upto 20% of the net assets with prior approval of the trustees. Further, investments in Short Term Deposits of associate and sponsor scheduled commercial banks together shall not exceed 20% of total deployment by the Mutual Fund in short term deposits.
- “Short Term” for parking of funds by Mutual Funds shall be treated as a period not exceeding 91 days

- The Scheme shall not invest more than 10% of the net assets in short term deposit(s), of any one scheduled commercial bank including its subsidiaries.
- The Scheme shall not invest in short term deposit of a bank which has invested in that Scheme. AMC shall also ensure that the bank in which a scheme has Short term deposit do not invest in the said scheme until the scheme has Short term deposit with such bank.
- Asset Management Company (AMC) shall not be permitted to charge any investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks.
- The investments in short term deposits of scheduled commercial banks will be reported to the Trustees along with the reasons for the investment which, inter-alia, would include comparison with the interest rates offered by other scheduled commercial banks. Further, AMC shall ensure that the reasons for such investments are recorded in the manner prescribed as per clause 12.23 of SEBI Master Circular dated May 19, 2023.
- The Scheme will comply with SEBI regulations and any other regulations applicable to the investments of Funds from time to time. The Trustee may alter the above restrictions from time to time to the extent that changes in the regulations may allow. All investment restrictions shall be applicable at the time of making investment.
- The aforesaid limits shall not be applicable to term deposits placed as margins for trading in cash market. However, period for ‘pending deployment’ as stated above for the Scheme shall not exceed 7 days.
- Pursuant to Clause 3.4 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the underlying index shall comply with the below restrictions:
  - a. The index shall have a minimum of 10 stocks as its constituents.
  - b. For a sectoral/ thematic Index, no single stock shall have more than 35% weight in the index. For other than sectoral/ thematic indices, no single stock shall have more than 25% weight in the index.
  - c. The weightage of the top three constituents of the index, cumulatively shall not be more than 65% of the Index.
  - d. The individual constituent of the index shall have a trading frequency greater than or equal to 80% and an average impact cost of 1% or less over previous six months.

### **Investments Limitations and Restrictions in Derivatives**

In accordance with Clause 12.25 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the following investment restrictions shall apply with respect to investment in Derivatives:

| <b>Sr. No.</b> | <b>Particulars</b>   |
|----------------|--|
| 1              | The cumulative gross exposure through equity, debt and derivative positions will not exceed 100% of the net assets of the scheme. However, cash or cash equivalents with residual maturity of less than 91 days shall be treated as not creating any exposure. |
| 2              | The Scheme shall not write options or purchase instruments with embedded written options.  |
| 3              | The total exposure related to option premium paid shall not exceed 20% of the net assets of the scheme.  |

| 4             | <p>Exposure due to hedging positions may not be included in the above mentioned limits subject to the following:</p> <ol style="list-style-type: none"> <li>Hedging positions are the derivative positions that reduce possible losses on an existing position in securities and till the existing position remains.</li> <li>Hedging positions shall not be taken for existing derivative positions. Exposure due to such positions shall be added and treated under gross cumulative exposure limits mentioned under Point 1.</li> <li>Any derivative instrument used to hedge shall have the same underlying security as the existing position being hedged.</li> <li>The quantity of underlying associated with the derivative position taken for hedging purposes shall not exceed the quantity of the existing position against which hedge has been taken.</li> </ol> |          |          |             |  |              |  |               |  |
|---------------|--|----------|----------|-------------|--|--------------|--|---------------|--|
| 5             | <ul style="list-style-type: none"> <li>The scheme may enter into plain vanilla Interest Rate Swaps (IRS) for hedging purposes. The value of the notional principal in such cases shall not exceed the value of respective existing assets being hedged by the scheme.</li> <li>In case of participation in IRS is through over the counter transactions, the counter party shall be an entity recognized as a market maker by RBI and exposure to a single counterparty in such transactions shall not exceed 10% of the net assets of the scheme. However, if mutual funds are 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.</li> </ul>              |          |          |             |  |              |  |               |  |
| 6             | 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 gross cumulative exposure limits mentioned under Point 1.   |          |          |             |  |              |  |               |  |
| 7             | <p>Each position taken in derivatives shall have an associated exposure as defined below. Exposure is the maximum possible loss that may occur on a position. However, certain derivative positions may theoretically have unlimited possible loss. Exposure in derivative positions shall be computed as follows:</p> <table border="1"> <thead> <tr> <th>Position</th> <th>Exposure</th> </tr> </thead> <tbody> <tr> <td>Long Future</td> <td>Futures Price * Lot Size * Number of Contracts</td> </tr> <tr> <td>Short Future</td> <td>Futures Price * Lot Size * Number of Contracts</td> </tr> <tr> <td>Option bought</td> <td>Option Premium Paid * Lot Size * Number of Contracts</td> </tr> </tbody> </table>   | Position | Exposure | Long Future | Futures Price * Lot Size * Number of Contracts | Short Future | Futures Price * Lot Size * Number of Contracts | Option bought | Option Premium Paid * Lot Size * Number of Contracts |
| Position      | Exposure   |          |          |             |  |              |  |               |  |
| Long Future   | Futures Price * Lot Size * Number of Contracts   |          |          |             |  |              |  |               |  |
| Short Future  | Futures Price * Lot Size * Number of Contracts   |          |          |             |  |              |  |               |  |
| Option bought | Option Premium Paid * Lot Size * Number of Contracts   |          |          |             |  |              |  |               |  |
| 8             | Derivatives transactions shall be disclosed in the half-yearly portfolio / annual report of the schemes in line with requirements under SEBI Regulations.  |          |          |             |  |              |  |               |  |

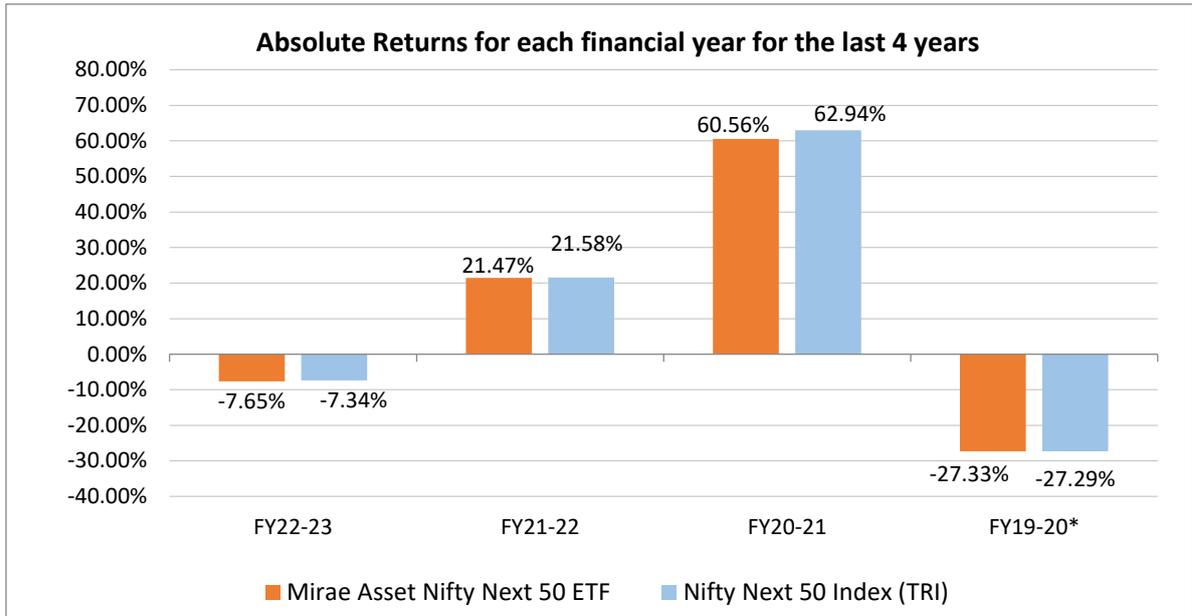
Apart from the investment restrictions prescribed under SEBI (MF) Regulations, the Fund does not follow any internal norms vis-à-vis limiting exposure to a particular scrip or sector etc.

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

| Particulars  | Scheme returns (%) | Benchmark Returns (%) |
|--|--------------------|-----------------------|
| <b>Compounded Annualised Growth Returns (CAGR)</b> |                    |                       |
| <b>Since Inception</b>                             | 12.87              | 13.52                 |
| <b>Last 1 year</b>                                 | 6.44               | 6.85                  |
| <b>Last 3 years</b>                                | 19.26              | 19.52                 |
| <b>Last 5 years</b>                                | NA                 | NA                    |
| <b>NAV as on 29/09/2023 (In INR)</b>               | 455.3753           | 63,623.68             |

Since Inception date of the Scheme: January 24, 2020

### Absolute Return for Each Financial Year for the Last 4 years



\* from inception (24-Jan-20 to 31-Mar-20)

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

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

### K. ADDITIONAL SCHEME RELATED DISCLOSURE(S):

**Disclosures in terms of clause 5.8 of SEBI Master Circular dated May 19, 2023:**

#### A. Portfolio of the Scheme as on September 30, 2023

##### Top 10 Holdings as on September 30, 2023

| Name of the Instrument                           | ISIN         | Industry            | Quantity | Market/Fair Value(Rs. in Lacs) | % to Net Assets |
|--|--------------|---------------------|----------|--------------------------------|-----------------|
| Shriram Finance Limited                          | INE721A01013 | Finance             | 26,713   | 512.72                         | 3.98%           |
| Bharat Electronics Limited                       | INE263A01024 | Aerospace & Defense | 341,196  | 471.87                         | 3.67%           |
| Cholamandalam Investment and Finance Company Ltd | INE121A01024 | Finance             | 37,604   | 457.85                         | 3.56%           |
| Trent Limited                                    | INE849A01020 | Retailing           | 20,995   | 436.73                         | 3.39%           |
| Bank of Baroda                                   | INE028A01039 | Banks               | 177,342  | 379.42                         | 2.95%           |
| Godrej Consumer Products Limited                 | INE102D01028 | Personal Products   | 36,048   | 357.45                         | 2.78%           |
| Pidilite Industries Limited                      | INE318A01026 | Chemicals &         | 14,531   | 354.48                         | 2.75%           |

|                               |              |                     |         |        |       |
|-------------------------------|--------------|---------------------|---------|--------|-------|
|                               |              | Petrochemicals      |         |        |       |
| Tata Power Company Limited    | INE245A01021 | Power               | 133,929 | 351.30 | 2.73% |
| Hindustan Aeronautics Limited | INE066F01020 | Aerospace & Defense | 17,838  | 343.94 | 2.67% |
| TVS Motor Company Limited     | INE494B01023 | Automobiles         | 22,176  | 337.47 | 2.62% |

### Sector allocation as on September 30, 2023

| Industry Allocation (Domestic Equities) | % Weightage |
|---|-------------|
| Finance                                 | 11.3071%    |
| Retailing                               | 9.1803%     |
| Personal Products                       | 7.7146%     |
| Banks                                   | 6.5818%     |
| Aerospace & Defense                     | 6.3385%     |
| Chemicals & Petrochemicals              | 5.1723%     |
| Power                                   | 4.8633%     |
| Cement & Cement Products                | 4.8265%     |
| Insurance                               | 4.6616%     |
| Electrical Equipment                    | 4.0270%     |
| Consumer Durables                       | 3.7546%     |
| Beverages                               | 3.6652%     |
| Gas                                     | 3.0524%     |
| Auto Components                         | 2.8895%     |
| Automobiles                             | 2.6220%     |
| Petroleum Products                      | 2.4714%     |
| Pharmaceuticals & Biotechnology         | 2.4676%     |
| Realty                                  | 2.4316%     |
| Agricultural Food & other Products      | 2.3289%     |
| Transport Services                      | 2.1757%     |
| Fertilizers & Agrochemicals             | 2.0550%     |
| Diversified Metals                      | 1.9593%     |
| Ferrous Metals                          | 1.9062%     |
| Leisure Services                        | 1.5319%     |
| Textiles & Apparels                     | 0.0000%     |
| Telecom - Services                      | 0.0000%     |
| Capital Markets                         | 0.0000%     |

### Asset Allocation as on September 30, 2023

| Asset allocation Profile | % Weightage |
|--------------------------|-------------|
| Equity                   | 99.9842%    |
| Cash & Other Receivables | 0.0158%     |
| <b>Total</b>             | <b>100%</b> |

For complete details of the portfolio refer: <https://www.miraeassetmf.co.in/downloads/portfolios>

### B. The aggregate investment in the scheme under the following categories as on September 30, 2023:

| Sr. No. | Categories                     | Amount (Rs.) |
|---------|--------------------------------|--------------|
| 1.      | AMC's Board of Directors       | Nil          |
| 2.      | Scheme's Fund Manager(s)       | Nil          |
| 3.      | Other key managerial personnel | 38,706.90    |

### C. Illustration of impact of expense ratio on scheme's returns (by providing simple example)

| Particulars                               |                         | Regular Plan | Direct Plan  |
|---|-------------------------|--------------|--------------|
| Opening NAV per unit                      | A                       | 10.0000      | 10.0000      |
| Gross Scheme Returns @ 8.75%              | B                       | 0.8750       | 0.8750       |
| Expense Ratio @ 1.50 % p.a.               | $C = (A \times 1.50\%)$ | 0.1500       | 0.1500       |
| Distribution Expense Ratio @ 0.25 % p.a.* | $D = (A \times 0.25\%)$ | 0.0250       | 0.0000       |
| Total Expenses                            | $E = C + D$             | 0.1750       | 0.1500       |
| Closing NAV per unit                      | $F = A + B - E$         | 10.7000      | 10.7250      |
| Net 1 Year Return                         | $F/A - 1$               | <b>7.00%</b> | <b>7.25%</b> |

\*Distribution/Brokerage expense is not levied on Direct Plan

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

### III UNITS AND OFFER

#### A. NEW FUND OFFER

This section does not apply to the Schemes covered in this SID, as the ongoing offer of the Schemes has commenced after the NFO, and the Units are available for continuous subscription and redemption.

#### B. ONGOING OFFER DETAILS

|   |  |
|---|--|
| <p><b>Ongoing Offer Period</b> (This is the date from which the scheme will reopen for subscriptions/redemptions after the closure of the NFO period)</p> | <p>Allotment Date: January 24, 2020</p> <p>The Continuous Offer for the Schemes commenced from January 27, 2020.</p> <p>The Units of the NEXT50 are listed on the Capital Market Segment of the National Stock exchange of India Ltd. (NSE) and/ or BSE Limited (BSE) and/or on any other recognized Stock exchange(s) as may be decided by AMC from time to time. All investors including Market Makers and Large Investors can subscribe (buy) / redeem (sell) Units on a continuous basis on the NSE and/ or BSE on which the Units are listed during the trading hours on all the trading days.</p> <p>In addition, Market Makers and Large Investors can directly subscribe to/ redeem the NEXT50 Units on all Business Days with the Fund in ‘Creation Unit Size’ on an ongoing basis. The subscription/redemption of Units of the NEXT50 in Creation Unit Size will be allowed both by means of exchange of Portfolio Deposit and by Cash</p>   |
| <p><b>Ongoing price for subscription</b> (Purchase Price)*<br/>(This is the price you need to pay for purchase)</p>                                       | <p><b>ON THE EXCHANGE</b></p> <p>As Units of the Scheme are listed on the NSE and BSE, Investors can buy/sell Units on a continuous basis on the Stock Exchange(s) on which the Units are listed during the trading hours on all trading days like any other publicly traded stock at prices which may be close to the NAV of the Scheme. Subscriptions made through Stock Exchanges/demat mode will be made by specifying the number of Units to be subscribed and not the amount to be invested.</p> <p>The minimum number of Units that can be bought or sold through the Stock Exchange is 1 (one) Unit of the Scheme.</p> <p><b>For Subscription of units directly with the Mutual Fund:</b><br/>Ongoing purchases directly from the Mutual Fund would be restricted to Market Makers (MM) and Large Investors, provided the value of units to be purchased is in Creation Unit size and in multiples thereof. Large investors can transact directly with the Fund for an amount greater than INR 25 crores.</p> <p>Pursuant to Clause 8.7 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, for transactions in units of the Scheme by Market Makers / Large Investors directly with the AMC, intra-day NAV, based</p> |

|  |  |
|--|--|
|  | <p>on the executed price at which the securities representing the underlying index are purchased, shall be applicable for creation of units.</p> <p>The AMC will appoint Market Makers to also provide for the liquidity in secondary market on an ongoing basis. The Market Makers would offer two-way quotes (buy and sell quotes) in the secondary market for ensuring liquidity in Units of the Scheme</p>   |
| <p><b>Ongoing price for redemption (sale)</b><br/>(This is the price you will receive for redemptions)</p> | <p><b>1. For Redemption of units directly with the Mutual Fund: (Market Makers &amp; Large Investors)</b></p> <p>Mutual Fund will repurchase units from Market Makers on any Business Day in Creation Unit size at approximately indicative NAV based prices (along with applicable charges and execution variations) during the Ongoing Offer for applications directly received at AMC. For Large Investors the redemption amount has to be greater than Rs. 25 crores to transact directly with the Fund. However, transaction charges payable to Custodian/Depository Participants, and other incidental charges relating to conversion of units into basket of securities may be deducted from redemption proceeds.</p> <p><b>2. For Redemption of units directly with the Mutual Fund (other than Market Makers):</b></p> <p>Investors other than Market Makers and Large Investors can redeem units directly with the Fund for transactions upto Rs. 25 crores at approximately indicative NAV based prices (along with applicable charges and execution variations) during the Ongoing Offer of units without any exit load if:</p> <ol style="list-style-type: none"> <li>Traded price (closing price) of the ETF units is at discount of more than 1% to the day end NAV for 7 continuous trading days, or</li> <li>No quotes for such ETFs are available on stock exchange(s) for 3 consecutive trading days, or</li> <li>Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.</li> </ol> <p>In case of the above scenarios, applications received from investors for redemption up to 3.00 p.m. on any trading day, shall be processed by the AMC at the closing NAV of the day.</p> <p>Such instances shall be tracked by the AMC on an ongoing basis and in case any of the above mentioned scenario arises, the same shall be disclosed on the website of the Mutual Fund.</p> <p><b>ii. For Sale through Stock Exchange(s):</b></p> <p>All categories of investors may sell the Units of the Scheme through the Stock Exchange(s) on which the units of the Scheme are listed, on any trading day in round lot of one (1) Unit and multiples thereof.</p> <p>Note:</p> |

|  |  |
|--|--|
|  | <p>The transaction handling charges which include brokerage, Securities transaction tax, regulatory charges if any, depository participant charges, uploading charges and such other charges that the mutual fund may have to incur in the course of cash subscription/ redemption or accepting the portfolio deposit or for giving a portfolio of securities as consideration for a redemption request, shall be recoverable from the transacting Market Makers or Large Investor. As required under the Regulations, the Fund will ensure that the Redemption Price is not lower than 95% of the NAV applicable at that moment, provided that the difference between the Redemption Price and Purchase Price of the Units shall not exceed the permissible limit of 5% of the Purchase Price, as provided for under the Regulations</p> <p>Pursuant to Clause 8.7 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, transactions in units of the Scheme by Market Makers / Large Investors directly with the AMC, intra-day NAV, based on the executed price at which the securities representing the underlying index are sold, shall be applicable for creation of units</p>   |
| <p><b>Cut off timing for subscription/ redemption</b></p> <p>(This is the time before which your redemption request (complete in all respects) should reach the official points of acceptance)</p> | <p><b>In case of Purchase / Redemption directly with Mutual Fund (By Market Makers and Large Investors):</b></p> <p><b>Direct transaction in ETFs through AMCs</b><br/> Direct transaction with AMCs shall be facilitated for investors only for transactions above a specified threshold. In this regard, to begin with any order placed for redemption or subscription directly with the AMC must be of greater than INR 25 Cr. The aforesaid threshold shall not be applicable for Market Makers.</p> <p>All direct transactions in units of ETFs by Market Makers or other eligible investors (as mentioned above) with AMCs shall be at intra-day NAV based on the actual execution price of the underlying portfolio.</p> <p>The requirement of “cut-off” timing shall not be applicable for direct transaction with AMCs in ETFs by Market Makers and other eligible investors.</p> <p><b>For Redemption of units directly with the Mutual Fund (other than Market Makers and Large Investors):</b><br/> Investors can directly approach the AMC for redemption of units of ETF, for transaction of upto INR 25 Cr. without any exit load, in case of the following scenarios:</p> <ol style="list-style-type: none"> <li>i. Traded price (closing price) of the ETF units is at discount of more than 1% to the day end NAV for 7 continuous trading days, or</li> <li>ii. No quotes for such ETFs are available on stock exchange(s) for 3 consecutive trading days, or</li> <li>iii. Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.</li> </ol> |

|                                       |  |
|---------------------------------------|--|
|                                       | <p>In case of the above scenarios, applications received from investors for redemption up to 3.00 p.m. on any trading day, shall be processed by the AMC at the closing NAV of the day.</p> <p>Such instances shall be tracked by the AMC on an ongoing basis and in case any of the above mentioned scenario arises, the same shall be disclosed on the website of the Mutual Fund.</p> <p><b>Settlement of Purchase/Sale of Units of the Scheme on NSE/ BSE</b></p> <p>Buying/Selling of Units of the Scheme on NSE/ BSE is just like buying/selling any other normal listed security. If an investor has bought Units, an investor has to pay the purchase amount to the broker/sub-broker such that the amount paid is realized before the funds pay-in day of the settlement cycle on the Stock Exchange(s). If an investor has sold Units, an investor has to deliver the Units to the broker/sub-broker before the securities pay- in day of the settlement cycle on the Stock Exchange(s). The Units (in the case of Units bought) and the funds (in the case of Units sold) are paid out to the broker on the pay-out day of the settlement cycle on the Stock Exchange(s). The Stock Exchange(s) regulations stipulate that the trading member should pay the money or Units to the investor within 24 hours of the pay-out.</p> <p>If an investor has bought Units, he should give standing instructions for ‘Delivery-In’ to his /her/its DP for accepting Units in his/her/its beneficiary account. An investor should give the details of his/her beneficiary account and the DP-ID of his/her/its DP to his/ her/its trading member. The trading member will transfer the Units directly to his/her/ its beneficiary account on receipt of the same from NSE’s/ BSE’s Clearing Corporation.</p> <p>An investor who has sold Units should instruct his/her/its Depository Participant (DP) to give ‘Delivery Out’ instructions to transfer the Units from his/her/its beneficiary account to the Pool Account of his/her/its trading member through whom he/she/it have sold the Units. The details of the Pool A/C (CM-BP-ID) of his/her trading member to which the Units are to be transferred, Unit quantity etc. should be mentioned in the Delivery Out instructions given by him/her to the DP. The instructions should be given well before the prescribed securities pay-in day. SEBI has advised that the Delivery Out instructions should be given at least 24 hours prior to the cut-off time for the prescribed securities pay-in to avoid any rejection of instructions due to data entry errors, network problems, etc.</p> |
| <p><b>Plans / Options offered</b></p> | <p>The Scheme does not offer any Plans/Options for investment. Unit holders to note that the Trustee may still declare a IDCW from time to time in accordance with the IDCW Policy set out below.</p>  |

|   |  |
|---|--|
|   | <p>The Trustee may declare IDCW to the Unit holders under the Scheme subject to the availability of distributable surplus and the actual distribution of IDCW and the frequency of distribution will be entirely at the discretion of the Trustee. Such IDCW will be payable to the Unit holders whose names appear on the register of Unit holders on the record date as fixed for the Scheme. IDCW declared will be paid net of tax deducted at source, wherever applicable, to the Unit holders within 7 working days from the declaration of IDCW. The Scheme will follow the requirements stipulated in the listing agreement for declaration of IDCW. There is no assurance or guarantee to the Unit holders as to the rate of distribution of IDCW nor that will the IDCW be paid regularly. <b>Amounts can be distributed out of investors capital (Equalization Reserve), which is part of sale price that represents realized gains.</b></p> <p>If the Fund declares IDCW, the NAV of the Scheme will stand reduced by the amount of IDCW and Dividend distribution tax (if applicable) paid. All the IDCW payments shall be in accordance and compliance with SEBI, NSE and BSE Regulations, as applicable from time to time. Procedure for distribution of IDCW: IDCW proceeds may be paid by way of cheques, IDCW warrants / direct credit / National Electronic Funds Transfer (“NEFT”) / Real Time Gross Settlement (“RTGS”) / Electronic Clearing System (“ECS”) or any other manner to the Unit holder’s bank account as specified in the Registrar’s / Depository’s records. The AMC, at its discretion at a later date, may choose to alter or add other modes of payment. Please refer to the Statement of Additional Information for details on unclaimed Redemptions and IDCW.</p> |
| <p><b>Income Distribution Cum Capital Withdrawal (IDCW) Policy</b></p>          | <p>A IDCW may be declared by the Trustee, at its discretion, from time to time (subject to the availability of distributable surplus as calculated in accordance with the Regulations). There is no assurance or guarantee to unit holders as to the rate of IDCW distribution nor will that IDCW be regularly paid. If the Fund declares IDCW under the Scheme, AMC shall dispatch the IDCW warrants within 7 working days from the date of declaration of the IDCW. In case the delay is beyond 7 working days, then the AMC shall pay interest @15% p.a. from the expiry of 7 working days till the date of dispatch of the warrant. In accordance with SEBI Master Circular dated May 19, 2023, the procedure for IDCW Distribution shall be followed.</p>   |
| <p><b>Where can the applications for Purchase/ redemption be submitted?</b></p> | <p>The application forms for subscriptions/redemptions (applicable for Market Makers /Large Investors) should be submitted at/may be sent by mail to, any of the ISCs/Official Points of Acceptance of the AMC.</p> <p>For details on updated list of ISCs/Official Points of Acceptance, investors can call the investor line of the AMC at “1800 2090 777”. The Investor can call on the Toll Free number anytime between 9.00 am to 6.00 pm from Monday to Saturday except for Public Holidays. Investors can also visit the website at <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a>, for complete details.</p>   |

**Who can Invest**

This is an indicative list and you are requested to consult your financial advisor to ascertain whether the scheme is suitable to your risk profile.

- Indian resident adult individuals, either singly or jointly (not exceeding three);
- Minor through parent / lawful guardian; (please see the note below)
- Companies, bodies corporate, public sector undertakings, association of persons or bodies of individuals and societies registered under the Societies Registration Act, 1860;
- Partnership Firms constituted under the Partnership Act, 1932;
- Limited Liability Partnerships (LLP);
- A Hindu Undivided Family (HUF) through its Karta;
- Banking Company as defined under the Banking Regulation Act, 1949;
- Banks (including Co-operative Banks and Regional Rural Banks) and Financial Institutions;
- Public Financial Institution as defined under the Companies Act, 1956;
- Insurance Company registered with the Insurance Regulatory and Development Authority (IRDA);
- Non-Resident Indians (NRIs) / Persons of Indian Origin (PIO) on full repatriation basis or on non-repatriation basis;
- Foreign Portfolio Investors (FPI) (including overseas ETFs, Fund of Funds) registered with SEBI on repatriation basis;
- Mutual Funds/ Alternative Investment Funds registered with SEBI
- Army, Air Force, Navy and other para-military funds and eligible institutions;
- Scientific and Industrial Research Organizations;
- Provident / Pension / Gratuity and such other Funds as and when permitted to invest;
- International Multilateral Agencies approved by the Government of India / RBI; and
- The Trustee, AMC or Sponsor or their associates (if eligible and permitted under prevailing laws).
- A Mutual Fund through its schemes if permitted by the regulatory authorities.
- Special Purpose Vehicles (SPVs) approved by appropriate authority (subject to RBI approval).
- Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private Trusts authorized to invest in mutual fund schemes under their trust deeds;
- Qualified Foreign Investors subject to the conditions prescribed by SEBI, RBI, Income Tax authorities and the AMC, from time to time on repatriation basis.
- Such other individuals/institutions/body corporate etc., as may be decided by the AMC from time to time, so long as wherever applicable they are in conformity with SEBI Regulations/RBI, etc.

**Note: 1.**

Minor Unit Holder on becoming major may inform the Registrar about attaining majority and provide his specimen signature duly authenticated by his banker as well as his details of bank account

|                                  |  |
|----------------------------------|--|
|                                  | <p>and a certified true copy of the PAN card as mentioned under the paragraph “Anti Money Laundering and Know Your Customer” to enable the Registrar to update their records and allow him to operate the Account in his own right.</p> <p><b>Note 2. Applicants under Power of Attorney:</b><br/>An applicant willing to transact through a power of attorney must lodge the photocopy of the Power of Attorney (PoA) attested by a Notary Public or the original PoA (which will be returned after verification) within 30 Days of submitting the Application Form / Transaction Slip at a Designated Collection Centre. Applications are liable to be rejected if the power of attorney is not submitted within the aforesaid period.</p>   |
| <p><b>Who cannot Invest?</b></p> | <p>It should be noted that the <b>following entities cannot invest in the scheme:</b></p> <ul style="list-style-type: none"> <li>• Any individual who is a foreign national or any other entity that is not an Indian resident under the Foreign Exchange Management Act, 1999, except where registered with SEBI as a FPI. However, there is no restriction on a foreign national from acquiring Indian securities provided such foreign national meets the residency tests as laid down by Foreign Exchange Management Act, 1999.</li> <li>• Overseas Corporate Bodies (OCBs) shall not be allowed to invest in the Scheme. These would be firms and societies which are held directly or indirectly but ultimately to the extent of at least 60% by NRIs and trusts in which at least 60% of the beneficial interest is similarly held irrevocably by such persons (OCBs.)</li> <li>• Non-Resident Indians residing in the Financial Action Task Force (FATF) Non-Compliant Countries and Territories (NCCTs)</li> <li>• “U.S. Person” under the U.S. Securities Act of 1933 and corporations or other entities organized under the laws of U.S.</li> <li>• Residents of Canada or any Canadian jurisdiction under the applicable securities laws.</li> <li>• The Fund reserves the right to include / exclude new / existing categories of investors to invest in the Scheme from time to time, subject to SEBI Regulations and other prevailing statutory regulations, if any.</li> </ul> <p>Subject to the Regulations, any application for Units may be accepted or rejected in the sole and absolute discretion of the Trustee. For example, the Trustee may reject any application for the Purchase of Units if the application is invalid or incomplete or if, in its opinion, increasing the size of any or all of the Scheme's Unit capital is not in the general interest of the Unit Holders, or if the Trustee for any other reason does not believe that it would be in the best interest of the Scheme or its Unit Holders to accept such an application.</p> <p>The AMC / Trustee may need to obtain from the investor verification of identity or such other details relating to a subscription for Units as may be required under any applicable law, which may result in delay in processing the application.</p> |

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| <p><b>Minimum amount for purchase / redemption</b></p>  | <p><b>ON THE EXCHANGE</b></p> <p>Investors can subscribe (buy) and redeem (sell) Units on a continuous basis on the NSE/ BSE on which the Units are listed. Subscriptions made through Stock Exchanges will be made by specifying the number of Units to be subscribed and not the amount to be invested. On the Stock Exchange(s), the Units of the NEXT50 can be purchased/sold in minimum lot of 1 (one) Unit and in multiples thereof.</p> <p><b>DIRECTLY FROM THE FUND</b></p> <p>The Scheme offers for subscriptions/redemptions only for Market Makers and Large investors in ‘Creation Unit Size’ on all Business Days at a price determined on the basis of approximately indicative NAV based prices (along with applicable charges and execution variations) during the Ongoing Offer for applications directly received at AMC. Additionally, the difference in the value of portfolio and cost of purchase/sale of Portfolio Deposit on the Exchange for creation/redemption of scheme Units including the Cash Component and transaction handling charges, if any, will have to be borne by the Market Makers /Large Investor.</p> <p>The Fund creates/redeems Units of NEXT50 in large size known as “Creation Unit Size”. Each “Creation Unit” consists of 10,000 Units of NEXT50. The value of the “Creation Unit” is the “Portfolio Deposit” and a “Cash Component” which will be exchanged for 10,000 Units of NEXT50 and/or subscribed in cash equal to the value of said predefined units of the Scheme.</p> <p>The Portfolio Deposit and Cash Component for the Scheme may change from time to time due to change in NAV.</p> <p>The subscription/redemption of Units of NEXT50 in Creation Unit Size will be allowed both by means of exchange of Portfolio Deposit and by Cash (i.e. payments shall be made only by means of payment instruction of Real Time Gross Settlement (RTGS) / National Electronic Funds Transfer (NEFT) or Funds Transfer Letter/ Transfer Cheque of a bank where the Scheme has a collection account).</p> <p>The Fund may from time to time change the size of the Creation Unit in order to equate it with marketable lots of the underlying instruments.</p> |
| <p><b>Valuation and Processing of Subscription and Redemption Proceeds for which NAV of the day of credit event or subsequent day is applicable will be processed as follows:</b></p> | <p>Notwithstanding the decision to segregate the debt and money market instrument, the valuation shall take into account the credit event and the portfolio shall be valued based on the principles of fair valuation (i.e. realizable value of the assets) in terms of the relevant provisions of SEBI (Mutual Funds) Regulations, 1996 and Circular(s) issued thereunder.</p> <p>i. Upon trustees’ approval to create a segregated portfolio -</p> <ul style="list-style-type: none"> <li>• Investors redeeming their units will get redemption proceeds based on the NAV of main portfolio and will continue to hold the units of segregated portfolio.</li> </ul>  |

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|  | <ul style="list-style-type: none"> <li>• Investors subscribing to the scheme will be allotted units only in the main portfolio based on its NAV.</li> <li>ii. In case trustees do not approve the proposal of segregated portfolio, subscription and redemption applications will be processed based on the NAV of total portfolio.</li> </ul>   |
| <p><b>Special Products available:</b> Systematic Investment Plan (SIP), Systematic Transfer Plan (STP) Systematic Withdrawal Plan (SWP) are not available under this Scheme.</p> |  |
| <p><b>Know Your Customer (KYC):</b></p>  | <p><b>Implementation of Central KYC (CKYC):</b><br/>The Government of India has authorized <i>the Central Registry of Securitization and Asset Reconstruction and Security interest of India</i> (CERSAI, an independent body), to perform the function of Central KYC Records Registry including receiving, storing, safeguarding and retrieving KYC records in digital form.</p> <p><b><u>NON – INDIVIDUAL INVESTORS:</u></b> CKYC is currently not applicable for Non-Individual Investors. All new Non Individual Investors will continue with the old KRA KYC form. Details of net worth are mandatory for Non Individual applicants. Details of net worth shall be of a date which is within one year of the application.</p> <p><b><u>INDIVIDUAL INVESTORS:</u></b></p> <ol style="list-style-type: none"> <li>1. New individual investors who have never done KYC under KRA (KYC Registration Agency) regime and whose KYC is not registered or verified in the KRA system will be required to fill the new CKYC form while investing with the Fund.</li> <li>2. If any new individual investor uses the old KRA KYC form, then such investor will be required to either fill the new CKYC form or provide the missing/additional information using the Supplementary CKYC form.</li> <li>3. Investors who have already completed CKYC and have a KYC Identification Number (KIN) from the CKYC platform can invest in schemes of the Fund quoting their designated KIN issued by CKYC on the application form (14 digits for normal accounts and 15 digits for simplified and small accounts). Further, in case the investor’s PAN is not updated in CKYC system, a self-certified copy of PAN Card shall be mandatory.</li> </ol> <p>For KYC Application Forms, please visit our website <a href="http://www.miraeasset.com">www.miraeasset.com</a>. For more details on the KYC and IPV kindly refer section “<b>Know Your Customer (KYC)</b>” in “<b>II - HOW TO APPLY?</b>” in SAI.</p> <p><b>Micro Applications:</b> Investments in Mutual Fund (including SIP investment where the aggregate of SIP installments in a rolling 12 months period or in a financial year i.e. April to March) does not exceed Rs.50,000/- per investor per year (to be referred as “Micro Application” hereinafter).</p> |

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|  | <p>However, the requirements of Know Your Client (KYC) shall be mandatory for all unit holders, including all joint holders and the guardian in case of folio of a minor investor.</p> <p>The investors seeking the exemption for PAN still need to submit the KYC. This exemption will be applicable ONLY to investments by individuals (including NRIs but not PIOs), Minors and Sole proprietary firms. HUFs and other categories will not be eligible for Micro Applications. The exemption is applicable to joint holders also.</p>  |
| <b>Account Statements</b>                                | <p>The AMC shall send an allotment confirmation specifying the units allotted by way of e-mail and/or SMS within 5 Business Days of receipt of valid application to the Unit holders registered e-mail address and/or mobile number.</p> <p>As the units of the Scheme will be issued, traded and settled compulsorily in dematerialized (electronic) form, the statement of holding of the Unitholder i.e. beneficiary account holder will be sent by the respective DPs periodically.</p>   |
| <b>Income Distribution Cum Capital Withdrawal (IDCW)</b> | <p>A IDCW may be declared by the Trustee, at its discretion, from time to time (subject to the availability of distributable surplus as calculated in accordance with the Regulations). There is no assurance or guarantee to unit holders as to the rate of IDCW distribution nor will that IDCW be regularly paid. If the Fund declares IDCW under the Scheme, AMC shall dispatch the IDCW warrants within 7 working days from the date of declaration of the IDCW. In case the delay is beyond 7 working days, then the AMC shall pay interest @15% p.a. from the expiry of 7 working days till the date of dispatch of the warrant. In accordance with chapter 11 of SEBI Master Circular dated May 19, 2023, the procedure for IDCW Distribution shall be followed.</p>  |
| <b>Redemption</b>  | <p>The redemption or repurchase proceeds shall be dispatched to the unitholders within 3 working days from the date of redemption or repurchase.</p> <p><b>Non-Resident Investors</b><br/>For NRIs, Redemption proceeds will be remitted depending upon the source of investment as follows:</p> <p><b>(i) Repatriation basis</b><br/>When Units have been purchased through remittance in foreign exchange from abroad or by cheque / draft issued from proceeds of the Unit Holder's FCNR deposit or from funds held in the Unit Holder's Non Resident (External) account kept in India, the proceeds can also be sent to his Indian address for crediting to his NRE/FCNR/non-resident (Ordinary) account, if desired by the Unit Holder.</p> <p><b>(ii) Non-Repatriation basis</b><br/>When Units have been purchased from funds held in the Unit Holder's non-resident (Ordinary) account, the proceeds will be sent to the Unit Holder's Indian address for crediting to the Unit Holder's non-resident (Ordinary) account.</p> |

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|  | <p>For FPIs, the designated branch of the authorized dealer may allow remittance of net sale / maturity proceeds (after payment of taxes) or credit the amount to the Foreign Currency account or Non-resident Rupee account of the FPI maintained in accordance with the approval granted to it by the RBI. The Fund will not be liable for any delays or for any loss on account of any exchange fluctuations, while converting the rupee amount in foreign exchange in the case of transactions with NRIs/FPIs. The Fund may make other arrangements for effecting payment of redemption proceeds in future.</p> <p>The normal processing time may not be applicable in situations where necessary details are not provided by investors/Unit holders. The AMC will not be responsible for any loss arising out of fraudulent encashment of cheques and/or any delay/loss in transit.</p> <p><b>Unclaimed Redemptions and IDCW</b><br/>As per the Clause 14.3 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the unclaimed Redemption and dividend amounts shall be deployed by the Fund in call money market or money market instruments and in a separate plan of Liquid scheme / Money Market Mutual Fund scheme floated by Mutual Funds specifically for deployment of the unclaimed amounts. The investment management fee charged by the AMC for managing such unclaimed amounts shall not exceed 50 basis points. The AMCs shall not be permitted to charge any exit load in this plan.</p> <p>Provided that such schemes where the unclaimed redemption and dividend amounts are deployed shall be only those Overnight scheme/ Liquid scheme / Money Market Mutual Fund schemes which are placed in A-1 cell (Relatively Low Interest Rate Risk and Relatively Low Credit Risk) of Potential Risk Class matrix as per SEBI Master Circular dated May 19, 2023</p> <p>The circular also specifies that investors who claim these amounts during a period of three years from the due date shall be paid at the prevailing NAV. Thus, after a period of three years, this amount can be transferred to a pool account and the investors can claim the said amounts at the NAV prevailing at the end of the third year. In terms of the circular, the onus is on the AMC to make a continuous effort to remind investors through letters to take their unclaimed amounts.</p> <p>The website of Mirae Asset Mutual Fund also provides information on the process of claiming the unclaimed amount and the necessary forms / documents required for the same.</p> <p>The details of such unclaimed amounts are also disclosed in the annual report sent to the Unit Holders.</p> <p><b>Important Note:</b> All applicants must provide a bank name, bank account number, branch address, and account type in the Application Form.</p> |
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| <p><b>Process for change in Bank Mandate</b></p>   | <p>1. Investors must submit duly filled “Multiple Bank Account Registration Form or Change of Bank Mandate form” at any of the official point of acceptance of transaction of Mirae Asset Mutual Fund.</p> <p>2. The investors must submit in original any one of the following documents of the new bank account:<br/>Cancelled original cheque of the new bank mandate with first unit holder name and bank account number printed on the face of the cheque.<br/>Self-attested copy of bank statement.<br/>Bank passbook with current entries not older than 3 months.<br/>Bank Letter duly signed by branch manager/authorized personnel.</p> <p>3. If photocopies of the above stated documents are submitted, investor must produce the original for verification at the official point of acceptance of transaction. The original shall be returned to the investor over the counter upon verification. Kindly note that if the originals are not produced for verification, then the photocopies submitted should be attested in original by the Branch Manager or Authorised personnel of the Bank.</p> <p>4. There shall be a cooling period of 10 calendar days for validation and registration of new bank account. In case of receipt of redemption request during this cooling period, the validation of new Bank mandate and dispatch of redemption proceeds shall be completed within 10 working days to the new bank account; however, the AMC reserves the right to process the redemption request in the old bank mandate, if the credentials of the new bank mandate cannot be authenticated.</p> <p>5. In case, the request for change in bank mandate is invalid/incomplete/dissatisfactory in respect of signature mismatch/document insufficiency/not complying with any requirement as stated above, the request for such change will not be processed and redemption/IDCW proceeds, if any, will be processed in the last registered Bank account.</p> |
| <p><b>Option to subscribe / hold Units in dematerialized (demat) form</b></p>                              | <p>For further details kindly refer <b>Section ‘II How to Apply?’</b> on ‘Option to Subscribe/hold units in dematerialized (demat) form’.</p>  |
| <p><b>Minimum balance to be maintained.</b></p>  | <p>Nil</p>   |
| <p><b>Delay in payment of redemption proceeds</b></p>  | <p>The Asset Management Company shall be liable to pay interest to the unitholders at such rate as may be specified by SEBI for the period of such delay (presently @15% per annum) in case the redemption proceeds are not made within 10 Business Days from the date of receipt of a valid redemption request.</p>   |
| <p><b>Transfer, Transmission, Nomination, Lien, Pledge, Duration of the Scheme and Mode of Holding</b></p> | <p>Units held in Demat form are transferable (subject to lock-in period, if any and subject to lien, if any marked on the units) in accordance with the provisions of SEBI (Depositories and Participants) Regulations, 2018, as may be amended from time to time. Transfer can be made only in favor of transferees who are capable of holding Units and having a Demat Account. The</p>  |

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|   | <p>delivery instructions for transfer of Units will have to be lodged with the DP in requisite form as may be required from time to time and transfer will be effected in accordance with such rules / regulations as may be in force governing transfer of securities in dematerialized mode. Further, for the procedure of release of lien, the investors shall contact their respective Depository.</p> <p>However, if a person becomes a holder of the Units consequent to operation of law or upon enforcement of a pledge, the Mutual Fund will, subject to production of satisfactory evidence, effect the transfer, if the transferee is otherwise eligible to hold the Units. Similarly, in cases of transfers taking place consequent to death, insolvency etc., the transferee's name will be recorded by the Mutual Fund subject to production of satisfactory evidence.</p> <p>Please refer SAI for details on transmission, nomination, lien, pledge, duration of the Scheme and Mode of Holding.</p>   |
| <p><b>Process for Investments made in the name of a Minor through a Guardian and Transmission of Units in accordance with clause 17.6 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023 read with SEBI Circular dated May 12, 2023</b></p> | <ul style="list-style-type: none"> <li>• Payment for investment by means of Cheque, Demand Draft or any other mode shall be accepted from the bank account of the minor or from a joint account of the minor with the guardian only.</li> <li>• The AMC will send an intimation to Unit holders advising the minor (on attaining majority) to submit an application form along with prescribed documents to change the status of the account from 'minor' to 'major'.</li> <li>• All transactions / standing instructions / systematic transactions etc. will be suspended i.e. the Folio will be frozen for operation by the guardian from the date of beneficiary child completing 18 years of age, till the status of the minor is changed to major. Upon the minor attaining the status of major, the minor in whose name the investment was made, shall be required to provide all the KYC details, updated bank account details including cancelled original cheque leaf of the new bank account.</li> <li>• No investments (lumpsum/SIP/ switch in/ STP in etc.) in the scheme would be allowed once the minor attains majority i.e. 18 years of age.</li> </ul> <p>Please refer SAI for details on Transmission of Units.</p> |
| <p><b>Applicability of Stamp Duty</b></p>   | <p>Pursuant to Notification No. S. O. 1226 (E) and G.S.R 226(E) dated March 30, 2020 issued by Department of Revenue, Ministry of Finance, Government of India, read with Part I of Chapter IV of Notification dated February 21, 2019 issued by Legislative Department, Ministry of Law and Justice, Government of India on the Finance Act, 2019, a stamp duty @ 0.005% of the transaction value shall be levied on applicable mutual fund transactions.</p> <p>Accordingly, pursuant to levy of stamp duty, the number of units allotted on purchase transactions (including reinvestment of IDCW) to the unitholders would be reduced to that extent.</p>   |

### C. PERIODIC DISCLOSURES

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| <p><b>Net Asset Value</b></p> <p>This is the value per unit of the Plan under the scheme on a particular day. You can ascertain the value of your investments by multiplying the NAV with your unit balance.</p>                           | <p>NAVs will be calculated and disclosed at the close of each business day. NAV of the Units of the Scheme (including options there under) calculated in the manner provided in this SID or as may be prescribed by the Regulations from time to time.</p> <p>The NAV will be computed upto 4 decimal places.</p> <p>Pursuant to Clause 8.1 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the NAV of the scheme shall be uploaded on the websites of the AMC (miraeassetmf.co.in) and Association of Mutual Funds in India (www.amfiindia.com) by 11.00 p.m. on every business day. In case of any delay, the reasons for such delay would be explained to AMFI and SEBI by the next day. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Fund shall issue a press release providing reasons and explaining when the Fund would be able to publish the NAVs.</p>   |
| <p><b>Indicative Net Asset Value (iNAV)</b></p>  | <p>iNAV i.e. the per unit NAV based on the current market value of the scheme portfolio during the trading hours of the scheme, will be disclosed based on the latest available data regarding the portfolio of the ETF.</p>   |
| <p><b>Half yearly Disclosures: Portfolio / Financial Results</b></p> <p>This is list of securities where the corpus of the scheme is currently invested. The market value of these investments is also slated in portfolio disclosures</p> | <p>The AMC/Mutual Fund shall within one month from the close of each half year, that is on March 31st and on September 30th, host a soft copy of its unaudited financial results on their website www.miraeassetmf.co.in. The half-yearly unaudited financial results shall contain details as specified in Twelfth Schedule of the SEBI (Mutual Funds) Regulations, 1996 and such other details as are necessary for the purpose of providing a true and fair view of the operations of Mirae Asset Mutual Fund.</p> <p>The AMC/Mutual Fund shall publish an advertisement disclosing the hosting of unaudited financial results on their website www.miraeassetmf.co.in in at least one English daily newspaper having nationwide circulation and in a newspaper having wide circulation published in the language of the region where the Head Office of the Mutual Fund is situated.</p> <p>The mutual fund shall publish an advertisement in the all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the half-yearly statement of the Scheme portfolio on its website and on the website of Association of Mutual Funds in India (AMFI). The AMC will provide a physical copy of the statement of its Scheme portfolio, without charging any cost, on specific request received from a unitholder.</p> |
| <p><b>Annual Report</b></p>  | <p>Pursuant to Regulation 56 of SEBI (Mutual Funds) Regulations, 1996 read with Clause 5.4 of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74 dated May 19, 2023, the scheme wise annual report or abridged summary thereof will be hosted on the website of the Mirae Asset Mutual</p>   |

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|   | <p>Fund viz. <a href="https://miraeassetmf.co.in">https://miraeassetmf.co.in</a> and on the website of AMFI, not later than four months after the close of each financial year (31st March). The AMCs shall display the link prominently on the website of the Mirae Asset Mutual Fund viz. <a href="https://miraeassetmf.co.in">https://miraeassetmf.co.in</a> and make the physical copies available to the unitholders, at their registered offices at all times. Unit holders whose e-mail addresses are not registered will have to specifically 'opt in' to receive physical copy of scheme wise annual report or abridged summary thereof. The unit holders may request for a physical copy of scheme annual reports at a price and the text of the relevant scheme by writing to the Mirae Asset Investment Managers (India) Pvt Ltd. / Investor Service Centre / Registrar &amp; Transfer Agents. The Mutual Fund / AMC shall provide a physical copy of abridged report of the annual report, without charging any cost, on specific request received from a unit holder. An advertisement shall be published every year disclosing the hosting of the scheme wise annual report on website of Mirae Asset Mutual Fund and on the website of AMFI and the modes such as SMS, telephone, email or written request (letter) through which a unitholder can submit a request for a physical or electronic copy of the scheme wise annual report or abridged summary thereof. Such advertisement shall be published in the all India edition of at least two daily newspapers, one each in English and Hindi.</p> |
| <b>Monthly Portfolio</b>  | <p>The AMC/Mutual Fund shall disclose portfolio (along with ISIN) as on the last day of the month for all their schemes on its website on <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a> or before the tenth day of the succeeding month in a user friendly format.</p>   |
| <b>Monthly Average Asset under Management (Monthly AAUM) Disclosure</b>   | <p>The Mutual Fund shall disclose the Monthly AAUM under different categories Schemes as specified by SEBI in the prescribed format on a monthly basis on its website viz. <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a> and forward to AMFI within 7 working days from the end of the month.</p>  |
| <b>Monthly Disclosures</b>  | <p>The AMC shall disclose the following on monthly basis:</p> <ul style="list-style-type: none"> <li>• Name and exposure to top 7 issuers and stocks respectively as a percentage of NAV of the scheme</li> <li>• Name and exposure to top 7 groups as a percentage of NAV of the scheme.</li> <li>• Name and exposure to top 4 sectors as a percentage of NAV of the scheme.</li> </ul> <p>Change in constituents of the index, if any, shall be disclosed on the AMC website on the day of change.</p>  |
| <b>Disclosures with respect to Tracking Error and Tracking Difference</b> | <p><b>Tracking Error (TE):</b> The AMC shall disclose tracking error based on past one year rolling data, on a daily basis, on the website of AMC and AMFI.</p> <p><b>Tracking Difference (TD):</b> Tracking difference i.e. the annualized difference of daily returns between the index or goods and the NAV of the scheme shall be disclosed on the website of the AMC and AMFI, on a monthly basis, for tenures 1 year, 3 year, 5 year, 10 year and since the date of allotment of units.</p>   |

| <p><b>Scheme Summary Document</b></p>   | <p>The AMC has provided on its website a standalone scheme document for all the Schemes which contains all the details of the Scheme viz. Scheme features, Fund Manager details, investment details, investment objective, expense ratios, portfolio details, etc. Scheme summary document is uploaded on the websites of AMC, AMFI and stock exchanges in 3 data formats i.e. PDF, Spreadsheet and a machine readable format (either JSON or XML).</p>  |   |           |                  |                         |           |  |   |     |          |                         |  |  |  |  |  |  |
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| <p><b>Product Labeling</b></p>  | <p>The Risk-o-meter shall have following six levels of risk:</p> <ol style="list-style-type: none"> <li>i. Low Risk</li> <li>ii. Low to Moderate Risk</li> <li>iii. Moderate Risk</li> <li>iv. Moderately High Risk</li> <li>v. High Risk and</li> <li>vi. Very High Risk</li> </ol> <p>The evaluation of risk levels of a scheme shall be done in accordance with Clause 17.4 of SEBI Master Circular dated May 19, 2023.</p> <p>Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders. The risk-o-meter shall be evaluated on a monthly basis and the risk-o-meter alongwith portfolio disclosure shall be disclosed on the AMC website as well as AMFI website within 10 days from the close of each month.</p> <p>The AMC shall disclose the risk level of schemes as on March 31 of every year, along with number of times the risk level has changed over the year, on its website and AMFI website.</p> <p>Further, in accordance with provisions of Clause 5.16 of SEBI Master Circular dated May 19,2023 the AMC shall disclose:</p> <ol style="list-style-type: none"> <li>a) risk-o-meter of the scheme wherever the performance of the scheme is disclosed;</li> <li>b) risk-o-meter of the scheme and benchmark wherever the performance of the scheme vis-à-vis that of the benchmark is disclosed.</li> <li>c) scheme risk-o-meter, name of benchmark and risk-o-meter of benchmark while disclosing portfolio of the scheme.</li> </ol> |   |           |                  |                         |           |  |   |     |          |                         |  |  |  |  |  |  |
| <p><b>Associate Transactions</b></p>  | <p>Please refer to SAI.</p>  |   |           |                  |                         |           |  |   |     |          |                         |  |  |  |  |  |  |
| <p><b>Taxation</b></p> <p>The information is provided for general information only. However, in view of the individual nature of the implications, each investor is advised to consult his or her own tax advisors/authorized dealers with respect to the specific amount of tax and other implications arising out of his or her participation in the schemes.</p> | <p><b>Rates of tax and tax deducted at source (TDS) under the Act for Capital Gains on units of Equity Oriented Fund:</b></p> <table border="1" data-bbox="679 1727 1433 2049"> <thead> <tr> <th rowspan="2">Type of Capital Gain</th> <th rowspan="2">Condition</th> <th colspan="2">Income Tax Rates</th> <th colspan="2">TDS Rates</th> </tr> <tr> <th>Resident/ PIO/ NRI/ Other non-residents</th> <th>FII</th> <th>Resident</th> <th>NRI/OC Bs/ FII &amp; others</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>   | Type of Capital Gain                    | Condition | Income Tax Rates |                         | TDS Rates |  | Resident/ PIO/ NRI/ Other non-residents | FII | Resident | NRI/OC Bs/ FII & others |  |  |  |  |  |  |
| Type of Capital Gain  | Condition  |   |           | Income Tax Rates |                         | TDS Rates |  |   |     |          |                         |  |  |  |  |  |  |
|   |  | Resident/ PIO/ NRI/ Other non-residents | FII       | Resident         | NRI/OC Bs/ FII & others |           |  |   |     |          |                         |  |  |  |  |  |  |
|   |  |   |           |                  |                         |           |  |   |     |          |                         |  |  |  |  |  |  |

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|  | <b>Short Term Capital Gain</b><br>(redemption before completing one year of holding) | STT has been paid on redemption | 15%   | 15%  | Nil | 15%   |
|  |  | Other cases                     | Normal rate of tax applicable to the assessee | 30%  | Nil | 30% for Non-resident other than corporates<br>40% for non-resident corporates, FII & Others |
|  | <b>Long Term Capital Gain</b><br>(redemption after completing one year of holding)   | STT has been paid on redemption | 10%#  | 10%# | Nil | 10%   |
|  |  | Other cases                     | 10%*  | 10%* | Nil | 20%   |

**PIO:** Person of Indian origin  
**NRI:** Non-resident Indian  
**FII:** Foreign Institutional investor  
**OCB:** Overseas Corporate Body

# Under section 112A of the Act, where long term capital gain exceeds Rs. 1,00,000/- tax is payable @ 10% plus applicable surcharge and cess (without indexation benefit).  
 \*without indexation benefit

**Tax on Income Distributed by a Mutual Fund**

Finance Act, 2020 has amended the provision of section 115R of the Act (Dividend Distribution Tax) to provide that the income distributed on or before 31st March 2020 shall only be covered under the provision of this section.

With effect from 1<sup>st</sup> April, 2020, IDCW or income distribution by mutual fund on units is taxable in the hands of unit holders at the applicable rates

A new section 194K has been introduced in the Income Tax Act to provide that any person responsible for paying to a resident any income in respect of units of a Mutual Fund specified under clause (23D) of section 10, Mutual Fund shall at the time of

|                                 |   |
|---------------------------------|---|
|                                 | <p>credit of such income to the account of the payee or at the time of payment thereof by any mode, whichever is earlier, deduct income-tax there on at the rate of 10%.</p> <p>Finance Act, 2020 has also amended the provision of section 196A of the Act to revive its applicability on TDS on income in respect of units of a Mutual Fund. It is also proposed to substitute “of the Unit Trust of India” with “from the specified company defined in Explanation to clause (35) of section 10” and “in cash or by the issue of a cheque or draft or by any other mode” with “by any mode”</p> <p>For details on taxation please refer to the clauses on Taxation in SAI.</p> |
| <p><b>Investor Services</b></p> | <p>Mr. Chaitanya Chaubal<br/>         Mirae Asset Investment Managers (India) Pvt. Ltd.<br/>         606, 6<sup>th</sup> Floor, Windsor Bldg, Off CST Road, Kalina, Santacruz (E), Mumbai - 400 098.<br/>         Telephone Nos.: 6780 0300 / 25<br/>         e-mail: <a href="mailto:customercare@miraeasset.com">customercare@miraeasset.com</a></p> <p><b>Investors are advised to contact any of the ISCs or the AMC by calling the investor line of the AMC at "1800 2090 777" for any query. Investors can also visit the website at <a href="http://www.miraeassetmf.co.in">www.miraeassetmf.co.in</a> for complete details.</b></p>                                       |

## D COMPUTATION OF NAV

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

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

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

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

Computation of NAV will be done after taking into account dividends paid, if any, and the distribution tax thereon, if applicable.

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

## IV FEES AND EXPENSES

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

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

These expenses are incurred for the purpose of various activities related to the NFO like sale and distribution fees paid, marketing and advertising, registrar expenses, printing and stationery, bank charges etc. NFO expenses shall be borne by the AMC.

## 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 1.00% of the daily net assets of the Scheme will be charged to the scheme as expenses. As per the Regulations, the maximum recurring expenses including investment management and advisory fee that can be charged to the Scheme shall be subject to a percentage limit of daily net assets as in the table below:

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

| Particulars  | % p.a. of daily net assets |
|--|----------------------------|
| Investment Management & Advisory Fee   | Upto 1.00%                 |
| Trustee fee  |                            |
| Audit fees   |                            |
| Custodian fees   |                            |
| RTA Fees   |                            |
| Marketing & Selling expense incl. agent commission   |                            |
| Cost related to investor communications  |                            |
| Cost of fund transfer from location to location  |                            |
| Cost of providing account statements and redemption cheques and IDCW warrants  |                            |
| Costs of statutory Advertisements  |                            |
| Cost towards investor education & awareness (at least 1 bps)   |                            |
| Brokerage & transaction cost over and above 12 bps and 5 bps for cash market transactions and derivative transaction respectively @@ |                            |
| GST on expenses other than investment and advisory fees  |                            |
| GST on brokerage and transaction cost  |                            |
| Other Expenses*  |                            |
| <b>Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i) and (6) (a)</b>                                     | Upto 1.00%                 |
| Additional expenses for gross new inflows from specified cities***   | Upto 0.30%**               |

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

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

@@ Brokerage and transaction costs which are incurred for the purpose of execution of trade upto 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.

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

All scheme related expenses including commission paid to distributors, by whatever name it may be called and in whatever manner it may be paid, shall necessarily be paid from the scheme only within the regulatory limits and not from the books of the Asset Management Companies (AMC), its associate, sponsor, trustee or any other entity through any route.

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

Additional expenses for gross new inflows from specified cities:

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

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

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

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

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

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

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

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

This sub clause (a) shall be applicable for inflows received during the NFO period.

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

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

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

Any expenditure in excess of the SEBI regulatory limits shall be borne by the AMC or the Sponsor.

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

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

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

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

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

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

| Particulars   |                 | NAV    |
|---|-----------------|--------|
| Opening NAV per unit  | A               | 10.000 |
| Gross Scheme Returns @ 8.75%  | B               | 0.875  |
| Expense Ratio @ 1.50 % p.a. (including distribution expenses) charged during the year | C = (A x 1.50%) | 0.150  |
| Closing NAV per unit  | D = A + B - C   | 10.725 |
| Net 1 Year Return   | D/A - 1         | 7.25%  |

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

#### TER for the Segregated Portfolio

- AMC shall not charge investment and advisory fees on the segregated portfolio. However, TER (excluding the investment and advisory fees) can be charged, on a pro-rata basis only upon recovery of the investments in segregated portfolio.
- The TER so levied shall not exceed the simple average of such expenses (excluding the investment and advisory fees) charged on daily basis on the main portfolio (in % terms) during the period for which the segregated portfolio was in existence.
- The legal charges related to recovery of the investments of the segregated portfolio may be charged to the segregated portfolio in proportion to the amount of recovery. However, the same shall be within the maximum TER limit as applicable to the main portfolio. The legal charges in excess of the TER limits, if any, shall be borne by the AMC.
- The costs related to segregated portfolio shall in no case be charged to the main portfolio.

#### TRANSACTION CHARGES:

SEBI with the intent to enable investment by people with small saving potential and to increase reach of Mutual Fund products in urban areas and in smaller towns, wherein the role of the distributor is vital, has allowed AMCs under clause 10.5. of SEBI Master Circular SEBI/HO/IMD/IMD-PoD-1/P/CIR/2023/74

dated May 19, 2023 to deduct transaction charges for subscription of Rs. 10,000/- and above. The said transaction charges will be paid to the distributors of the Mutual Fund products (based on the type of product).

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

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

| Investor Type   | Transaction Charges  |
|---|--|
| <b>First Time Mutual Investor</b>                     | Transaction charge of Rs.150/- for subscription of Rs.10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor. The balance of the subscription amount shall be invested. |
| <b>Investor other than First Time Mutual Investor</b> | Transaction charge of Rs. 100/- per subscription of Rs, 10,000 and above will be deducted from the subscription amount and paid to the distributor/ agent of the investor. The balance of the subscription amount shall be invested.         |

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

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

## C LOAD STRUCTURE

Load is an amount which is paid by the investor to subscribe to the units or to redeem from the scheme. This amount is used by the AMC to pay commissions to the distributor and to take care of other marketing and selling expenses. Load amounts are variable and are subject to change from time to time.

**Investors are advised to contact any of the ISCs or the AMC by calling the investor line of the AMC at "1800 2090 777" to know the current applicable load structure prior to investing. Investors can also visit the website at [www.miraesetmf.co.in](http://www.miraesetmf.co.in) for complete details.**

**Entry Load: Not Applicable**

**Exit Load:**

- **For investors transacting directly with the AMC:** No Exit load will be levied on redemptions made by Market Makers / Large Investors directly with the AMC.
- **For investors transacting on the exchange:** Not Applicable.

Investors other than Market Makers can redeem units directly with the Fund for less than Creation Unit size at approximately indicative NAV based prices (along with applicable charges and execution variations) during the Ongoing Offer for units without any exit load if:

- Traded price (closing price) of the ETF units is at discount of more than 1% to the day end NAV for 7 continuous trading days, or
- No quotes for such ETFs are available on stock exchange(s) for 3 consecutive trading days, or
- Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.

Such instances shall be tracked by the AMC on an ongoing basis and in case if any of the above mentioned scenario arises, the same shall be disclosed on the website of the Mutual Fund.

For any change in load structure AMC will issue an addendum and display it on the website/Investor Service Centres.

The Mutual Fund may charge the load within the stipulated limit of 5% and without any discrimination to any specific group. The Repurchase Price however, will not be lower than 105% of the NAV.

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

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

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

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

## **V. RIGHTS OF UNITHOLDERS**

Please refer to SAI for details

## **VI. PENALTIES AND PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY**

This section shall contain the details of penalties, pending litigation and action taken by SEBI and other regulatory and Govt. Agencies.

- (i) All disclosures regarding penalties and action(s) taken against foreign Sponsor(s) may be limited to the jurisdiction of the country where the principal activities (in terms of income / revenue) of the Sponsor(s) are carried out or where the headquarters of the Sponsor(s) is situated. Further, only top 10 monetary penalties during the last three years shall be disclosed.: **None**
- (ii) In case of Indian Sponsor(s), details of all monetary penalties imposed and/or action taken during the last three years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and / or the AMC AND / or the Board of Trustees / Trustee Company, for irregularities or for violations in the financial services sector, or for default with respect to shareholders or debenture holders and depositors or for economic offences, or for violation of securities law. Details of settlement, if any, arrived at with the aforesaid authorities during the last three years shall also be disclosed: **None**

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

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

**THE TERMS OF THE SCHEME WERE APPROVED BY THE DIRECTORS OF MIRAE ASSET TRUSTEE COMPANY PRIVATE LIMITED VIDE THEIR CIRCULAR RESOLUTION NO. T249 SEPTEMBER 06, 2019.**

For and on behalf of the Board of Directors of

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

**Sd/-  
Rimmi Jain  
Compliance Officer**

Place: Mumbai  
Date: October 30, 2023

### MIRAE ASSET MUTUAL FUND BRANCH OFFICES

• Ahmedabad - Unit No:-104, 1st Floor, SPG Empressa, Mithakhali - 380 009. • Bangalore - Unit No. 203 & 204, 2nd Floor Prestige Meridian II, No. 30, M.G Road, Bangalore - 560 001. Tel-080-44227777. • Bhubaneswar –Ground Floor, No. 185, Janpath road, near Kharvela Nagar Police Station, Bhubneshwar - 751009. • Chandigarh - SCO 2471-72, Second Floor, Sector 22 C, Chandigarh - 160022. Tel-0172-5030688. • Chennai - Ground Floor, C.N. Deivanayagam Complex No. 33 - Venkatanarayan Road, T. Nagar Chennai - 600017 • Indore – Ground Floor, G-2 Vitraj 30/ I South Tukoganj, Indore – 452001 • Jaipur - Unit 804, 8th Floor, Okay Plus Tower, Ajmer Road, Jaipur-302001. Tel-0141-2377222. • Kanpur - Ofce no 303 & 304, 3rd Floor, 14/113 KAN Chambers, Civil Lines, Kanpur-208 001. Tel-81770 00201. • Kochi - 1st Floor, Business Communication Centre, Chiramel Chambers, Kurisupally Road, Ravipuram, Kochi-682015. • Kolkata - Krishna Building, 5th Floor, Room No 510, 224, A.J.C. Bose Road, Kolkata-700017. Tel-033-44227777. • Lucknow - Office No- 8 & 9 Ground Floor Saran Chambers II, 5 Park Road Lucknow 226001 Telephone:(91) 9305174817. • Mumbai (Corporate Office) - Unit No. 606, 6th Floor, Windsor Bldg., Off. CST Road, Kalina, Santacruz (E), Mumbai-400 098.Tel-022-67800300. • Mumbai (Branch Office) - Ground Floor, 3, 4, 9, Rahimtoola House, 7, Homji Street, Fort, Mumbai - 400001. Tel-022-49763740. • Nagpur - 1st Floor, Shalwak Manor, Office No.101, Plot No 64-B, VIP Road, New Ramdaspath, Near Central Mall, Nagpur – 440010 • New Delhi - Unit No 1501-1505, 15th Floor, Narain Manzil Barakhambha Road, New Delhi- 110 001 . • Patna - D-215, Dumraon Place, Fraser Road, Patna-800001 Pune - 75/76, 4th Floor, C-Wing, Shreenath Plaza, Dnyaneshwar Paduka Chowk, Shivaji Nagar, Pune-411 005. Tel-020-44227777. • Rajkot - Office No. 406, 4th Floor, The Imperia, Near Limbda Chowk, Opposite Shastri Maidaan, Rajkot - 360 002 • Secunderabad - No. 208, Legend Crystal Building, 2nd Floor, PG Road, Secunderabad-500003. Tel-040-66666723. • Surat - D - 112, International Trade Center (ITC Building), Majuragate, Ring Road, Surat – 395 002., Tel-0261-4888844. • Vadodara - Office No. 244, Second Floor, Emerald One, Jetalpur Road, • Vadodara – 390020. Tel-9375504443. Tel-9375504443. • Varanasi - D- 64 / 52, G- 4, Arihant Complex, Second Floor, Madhopur, Shivpurva, Sigra, Near Petrol Pump, Varanasi, Uttar Pradesh - 221010.

### KFIN TECHNOLOGIES LIMITED (REGISTRAR)

• Agra - House No. 17/2/4, 2nd Floor, Deepak Wasan Plaza, Behind Hotel Holiday Inn, Sanjay Place, Agra, Uttar Pradesh - 282 002. • Ahmedabad - Office No. 401, 4th Floor, ABC-I, Off. C.G. Road - Ahmedabad -380009 • Ajmer - 1-2, 2nd Floor Ajmer Tower, Kutchary Road, Ajmer-305001 • Allahabad - Meena Bazar, 2nd Floor, 10, S. P. Marg, Civil Lines, Subhash Chauraha, Allahabad, Uttar Pradesh - 211 001. • Amritsar - 72-A, Taylor's Road, Aga Heritage Gandhi Ground, Amritsar-143001 • Anand - B-42, Vaibhav Commercial Center, Nr. TVS Down Town Show Room, Grid Char Rasta, Anand - 380001 • Asansol - 112/N G. T. Road, Bhanga, Panchil, Bardhaman West Bengal, Asansol - 713303 • Aurangabad - Shop no B - 38, Motiwala Trade Centre, Nirala Bazar ,Aurangabad 431001 • Balasore - 1-B, 1st Floor, Kalinga Hotel Lane, Baleshwar, Baleshwar Sadar Balasore - 756001, Orissa • Bangalore - No 35, Skanda Puttanna Road, Basavanagudi, Bangalore 560004 • Vadodara – 1st Floor, 125 Kanha Capital, Opp Express Hotel, R C Dutt Road, Alkapuri Vadodara, 390007 • Bharuch - 123 Nexus business Hub ,Near Gangotri Hotel ,B/s Rajeshwari Petroleum ,Makampur Road ,Bharuch -392001 • Bhavnagar - Ofce No 306-307, Krushna Darshan Complex, 3rd Floor, Parimal Chowk, Above Jed Blue Show Room Bhavnagar - 364002 • Bhilai - Office No.2, 1st Floor, Plot No. 9/6, Nehru Nagar [East], Bhilai 490020, Chhattisgarh • Bhopal - Gurukripa Plaza, Plot No. 48A, Opposite City Hospital, Zone-2, M P Nagar, Bhopal, Madhya Pradesh - 462 011. • Bhubaneswar - A/181, Saheed Nagar, Janardan House, Room No: 07, 3rd Floor, Bhubaneshwar, Orissa - 751007. • Burdwan - Saluja Complex; 846, Laxmipur, G T Road, Burdwan; PS: BURDWAN & DIST: BURDWAN-EAST, PIN: 713101. • Calicut - Sowbhagya Shopping Complex, Areyadathupalam, Mavoor Road, Calicut-673004 • Chandigarh - SCO 2423-2424, Sector 22-C, Chandigarh-160022 • Chennai 9th Floor, Capital Towers, 180, Kodambakkam High Road, Nungambakkam, Chennai – 600 034 • Kochi - Door No: 61/2784, Second floor, Sreelakshmi Tower, Chittoor Road, Ravipuram, Ernakulam-Kerala-682015 • Coimbatore - 1057, 3rd Floor, Jaya Enclave, Avanashi Road, Coimbatore-641018 • Cuttack - Dargha Bazar, Opp. Dargha Bazar Police Station, Buxibazar, Cuttack-753001 • Dehradun – Shop No-809/799, Street No-2 A, Rajendra Nagar, Near Sheesha Lounge, Kaulagarh Road, Dehradun-248001 • Dhanbad - 208, New Market, 2nd Floor, Katras Road, Bank More, Dhanbad-826001 • Durgapur - MWAV-16 Bengal Ambuja, 2nd Floor, City Centre, Durgapur-713216 • Faridabad - A-2B, 2nd Floor, Neelam Bata Road, Peerki Mazar, Nehru Ground, Nit, Faridabad, Haryana -121 001 • Gandhinagar - Plot No.945/2, Sector-7/C, Gandhinagar-382007 • Ghaziabad - 1st Floor, C-7, Lohia Nagar, Ghaziabad-201001 • Gorakhpur - Above V.I.P. House, Ajdacent A. D. Girls College, Bank Road, Gorakhpur-273001 • Gurgaon - 2nd Floor, Vipul Agora, M. G. Road, Gurgaon - 122001, Haryana • Guwahati - 54, Sagarika Bhawan, R. G. Baruah Road, (AIDC Bus Stop), Guwahati-781024 • Hubli - 22 & 23, 3rd Floor, Eurecka Junction, T. B. Road, Hubli-580029 • Hyderabad -303, Vamsee Estates, Opp. Bigbazaar, Ameerpet, Telangana - 500 016. • Indore - 101, Diamond Trade Centre, Indore, Madhya Pradesh - 452 001 • Jalandhar - Office No 7, 3rd Floor, City Square building, E-H197 Civil Lines, Jalandhar 144001 • Jabalpur - 3rd Floor, R.R. Tower. 5, Lajpatkunj, Near Tayabali Petrol Pump, Jabalpur - 482 001. • Jamnagar - 131, Madhav Plaza, Opp Sbi Bank, Nr Lal Bunglow, Jamnagar 361008 • Jamshedpur - Madhukunj, 3rd Floor ,Q Road, Sakchi, Bistupur, East Singhbhum, Jamshedpur 831001 Jharkhand • Jodhpur - Shop No. 6, Ground Floor, Gang Tower, Opposite Arora Moter Service Center, Near Bombay Moter Circle, Jodhpur, Rajasthan - 342 003. • Kanpur - 15/46, Ground Floor,

Opp. Muir Mills, Civil Lines, Kanpur-208001 • Kolhapur - 605/1/4 'E' Ward, Near Sultane Chambers, Shahupuri, 2nd Lane, Kolhapur-416001 • Kolkata - 2/1 Russel Street 4th Floor, Kankaria Centre, Kolkata 700071, West Bengal • Lucknow - 1st Floor, A.A. Complex, Thaper House, 5 Park Road, Hazratganj, Lucknow-226001 • Ludhiana - SCO 122, 2nd Floor, Above HDFC Mutual fund, Feroze Gandhi Market, Ludhiana 141001 • Madurai - G-16/17, AR Plaza, 1st floor, North Veli Street, Madurai 625001 • Mangalore - Shop No – 305, Marian Paradise Plaza, 3rd Floor, Bunts Hostel Road, Mangalore – 575003, Dakshina Kannada, Karnataka. • Mehsana - FF-21, Someshwar Shopping Mall, Modhera Char Rasta, Mehsana - 384 002 • Moradabad - Chadha Complex, G. M. D. Road, Near Tadi Khana Chowk, Moradabad - 244 001, Uttar Pradesh • Mumbai - Borivali - (Only for non-liquid transactions) Gomati Smuti, Ground Floor, Jambli Gully, Near Railway Station, Borivali West, Mumbai-400091 • Mumbai - Chembur - (Only for Equity transactions) Shop No.4, Ground Floor, Shram Safalya Building, N G Acharya Marg, Chembur, Mumbai-400071 • Mumbai - Fort - (Only for Equity transactions) 6/8 Ground Floor, Crossely House Near BSE (Bombay Stock Exchange) Next Union Bank, Fort Mumbai - 400 001 • Mumbai - Thane - (Only for non-liquid transactions) Room No. 302, 3rd Floor, Ganga Prasad, Near RBL Bank Ltd., Ram Maruti Cross Road, Naupada, Thane West - 400 602 • Mumbai - Vashi - (Only for Equity transactions) A-Wing, Shop No. 205, 1st Floor, Vashi Plaza, Sector 17, Navi Mumbai - 400 073. • Mumbai - Vile Parle - (Only for Equity transactions) 104, Sangam Arcade, V P Road, Opp. Railway Station, Above Axis Bank, Vile Parle West, Mumbai-400056 • Muzaffarpur - First Floor, Saroj Complex, Diwam Road, Near Kalyani Chowk, Muzaffarpur, Bihar - 842001 • Mysore - L-350, Silver Tower, Clock Tower, Ashoka Road, Mysore-570001 • Nadiad - 104/105 Gf City Point, Near Paras Cinema, Nadiad-387001 • Nagpur - Plot No. 2, Survey No. 1032 and 1033 of Gagda Khare Town, Dharampeth, Nagpur – 440010 • Nasik - F-1, Suyojit Sankul, Sharanpur Road, Near Rajiv Gandhi Bhavan, Nasik- 422002 • Navsari - 103, 1st Floor Landmark Mall, Near Sayaji Library, Navsari, Gujarat-396 445 • New Delhi - 305, 3rd Floor, New Delhi House, Bara Khamba Road, Connaught Place, New Delhi-110001 • Panipat - Shop No. 20, 1st Floor BMK Market, Behind HIVE Hotel, G.T. Road, Panipat-132103, Haryana • Panjim - City Business Centre, Coelho Pereira Building, Room Nos.18, 19 & 20, Dada Vaidya Road, Panjim-403001 • Patiala - Sco. 27 D, Chhoti Baradari, Patiala-147001 • Patna - 3A, 3rd Floor, Anand Tower, Beside Chankya Cinema Hall, Exhibition Road, Patna-800001 • Pondicherry - No.122(10b), Muthumariamman koil street, Pondicherry - 605001 • Pune - Mozaic Bldg., CTS No. 1216/1, Final Plot No.576/1 TP, Scheme No. 1, F C Road, Bhamburda, Shivaji Nagar, Pune-411004 • Raipur - 2 & 3 Lower Level, Millenium Plaza, Room No. Ll 2& 3, Behind Indian Coffee House, Raipur-492001 • Rajkot - 104, Siddhi Vinayak Complex, Dr. YagnikRoad, Opp. Ramkrishna Ashram, Rajkot-360001 • Ranchi- Room no 103, 1st Floor, Commerce Tower, Beside Mahabir Tower, Main Road, Ranchi -83400 • Rourkela - (Only for Equity transactions) 2nd Floor, Main Road, Udit Nagar, Rourkela, Sundargarh, Orissa – 769012 • Salem - No 40, 2nd Floor, Brindavan Road, Near Perumal Koil, Fairlands, Salem-636016 • Sambalpur - Sahej Plaza, First Floor, Shop No. 219, Golebazar, Sambalpur, Odisha - 768 001 • Shillong - Mani Bhawan, Thana Road, Lower Police Bazar, Shillong-793 001 • Siliguri - 2nd Floor, Nanak Complex, Sevoke Road, Siliguri - 734001 • Surat - G-5 Empire State Building, Near Parag House, Udhna Darwaja, Ring Road, Surat- 395002 • Trichy - No 23C/1 E VR Road, Near Vekkaiamman Kalyana Mandapam, Putthur, Trichy - 6200017, Tamilnadu • Trivandrum - 2nd Floor, Akshaya Towers, Above Jetairways, Sasthamangalam, Trivandrum-695010 • Udaipur - Shop No. 202, 2nd Floor, Business Centre, 1C Madhuvan, Opp G.P.O., Chetak Circle, Udaipur, Rajasthan - 313 001 • Valsad - 406 Dreamland Arcade, Opp Jade Blue, Tithal Road, Valsad - 396001, Gujarat • Vapi - A-8, First Floor, Solitaire Business Centre, Opp DCB Bank, GIDC Char Rasta, Silvassa Road, Vapi - 396 191 • Varanasi - D-64/132, 2nd Floor, KA, Mauza, Shivpurwa, Settlement, Plot No 478, Pargana: Dehat Amanat, ohalla Sagra, Varanashi - 221010, Uttar Pradesh • Vijayawada - 1st Floor, H No. 26-23, Sundaramma Street, Gandhi Nagar, Vijayawada, Andhra Pradesh - 520 011. • Visakhapatnam - Ground Floor, 48-10-40, SriNagar Colony, Visakhapatnam, 530016 • Vellore - No.1, M N R Arcade, Of cers Line, Krishna Nagar, Vellore-632001 • Warrangal - 5-6-95, 1st Floor, Opp. B Ed College, Lashkar Bazar, Chandra Complex, Hanmakonda, Warrangal-506001 • Guntur - D No. 6-10-27, Srinilayam, Arundelpet, 10/1, Guntur - 522002 • Kurnool - Shop No. 47, 2nd Floor, S Komda Shopping Mall, Kurnool – 518001 • Bhagalpur - 2nd Floor, Chandralok Complex, Near Ghanta Ghar, Bhagalpur - 812001, Bihar • Darbhanga - H No-185, Ward No-13, National Statistical office Campus, Kathalbari, Bhandar Chowk, Darbhanga, Bihar – 846004 • Bilaspur - KFin Technologies Ltd, Anandam Plaza; Shop.No. 306; 3rd Floor, Vyapar Vihar Main Road, Bilaspur - 495001, Chattisgarh • Gandhidham - Shop # 12, Shree Ambica Arcade, Plot # 300, Ward 12, Opp. CG High School, Near HDFC Bank, Gandhidham - 370201 • Junagadh - Shop no-201, 2nd floor, V\_ARCADE Complex, Near Vanzari Chawk,M.G. road, Junagadh – 362001 • Ambala - 6349, 2nd Floor, Nicholson Road, Adjacent Kos Hospital Ambala Cant, Ambala - 133001, Haryana • Rohtak - Office No:- 61, First Floor, Ashoka Plaza, Delhi Road, Rohtak 124001 • Yamuna Nagar - B-V, 185/A, 2nd Floor, Jagadri Road, Near DAV Girls College, (UCO Bank Building) Pyara Chowk, Yamuna Nagar - 135001, Haryana • Shimla - 1st Floor, Hills View Complex, Near Tara Hall, Shimla 171001 • Jammu - Gupta's Tower, 2nd Floor, CB-12, Rail Head Complex, Jammu - 180012 • Bokaro – City Centre, Plot No. HE-07; Sector-IV; Bokaro Steel City - 827004 • Belgaum - CTS No. 3939 / A2 A1, Above Raymonds Show Room, Beside Harsha Appliances, Club Road, Belgaum - 590001 • Kottayam - 11-4-3/3 Shop No. S-9, 1st Floor, Srivenkata Sairam Arcade, Old CPI Office, Near Priyadarshini College, Nehru Nagar, Khammam - 507002, Telangana • Trichur - 2nd Floor, Brothers Complex, Naikkanal Junction, Shornur Road, Near Dhanalakshmi Bank H O, Thrissur - 680001 • Gwalior - City Centre, Near Axis Bank, Gwalior, Madhya Pradesh - 474 011 • Amaravathi - Shop No. 21, 2nd Floor, Gulshan

Tower, Near Panchsheel Talkies, Jaistambh Square, Amaravathi - 444601 • Shillong - Annex Mani Bhawan, Lower Thana Road, Near R K M LP School, Shillong - 793001 • Berhampur (Or) - Opp. Divya Nandan Kalyan Mandap, 3rd Lane Dharam Nagar, Near Lohiya Motor, Berhampur (Or) - 760001 • Bhatinda - Second floor, MCB -2-3-01043 Goniana Road Opposite Nippon India MF GT Road, Near Hanuman Chowk Bhatinda - 161001 • Bhilwara - Shop No. 27-28, 1st Floor, Heera Panna Market, Pur Road, Bhilwara - 311001 • Bikaner - H. No. 10, Himtasar House, Museum circle, Civil line, Bikaner, Rajasthan – 334001 • Kota - D-8, Shri Ram Complex, Opposite Multi Purpose School, Gumanpura, Kota, Rajasthan - 324 007 • Sri Ganganagar - 35E Block, Opp. Sheetla Mata Vaateka Sri Ganganagar - 335001 • Erode - No. 4, Veerappan Traders Complex, KMY Salai, Sathy Road, Opp. Erode Bus Stand, Erode - 638003 • Tirupur - First Floor, 244 A, Above Selvakumar Dept Stores, Palladam Road, Opp. to Cotton Market Complex, Tirupur - 641604 • Agartala - Bidurkarta Chowmuhani, J N Bari Road, Tripura (West) - 799001 • Aligarh - Sebti Complex Centre Point, in the city of Aligarh - 202001, UttarPradesh. • Bareilly - 54 - Civil Lines, Ayub Khan Chauraha, Bareilly - 243001, Uttar Pradesh • Meerut - Shop No:- 111, First Floor, Shivam Plaza, Near Canara Bank, Opposite Eves Petrol Pump, Meerut-25001, Uttar Pradesh, India • Saharanpur - 18, Mission Market, Court Road, Saharanpur - 247001 • Haldwani - Shop No 5, KMVN Shopping Complex, Haldwani 263139 Uttarakhand • Haridwar - 8, Govind Puri, Opp. LIC - 2, Above Vijay Bank, Main Road, Ranipur More, Haridwar - 249401 • Kharagpur - 180, Malancha Road, Beside Axis Bank Ltd, Kharagpur - 721304 • Nungambakkam - No. 23, Cathedral Garden Road, Nungambakkam, Chennai, Tamil Nadu - 600 034 • Jhansi - 371/01, Narayan Plaza Gwalior Road, Near Jeevan Shah Chauraha, Jhansi - 284001 • Chinsura - KFin Technologies Ltd, 96, Doctors Lane, Po: Chinsurah, Dt: Hooghly, Pin: 712101, West Bengal • Malda - KFin Technologies Ltd, 96, Doctors Lane, Po: Chinsurah, Dt: Hooghly, Pin: 712101, West B • Noida - KFin Technologies Ltd, F - 21, Sector - 18, Noida - 201301, Uttar Pradesh • Alwar - KFin Technologies Ltd, Office Number 137, First Floor, Jai Complex Road No - 2, Alwar 301001, Rajasthan • Jaipur - KFin Technologies Ltd, Office Number 137, First Floor, Jai Complex Road No - 2, Alwar 301001, Rajasthan.

MF Central has been designated as OPAT vide notice dated September 23, 2021