



# 'NRI Espresso'

**Dear Investor,**

We are pleased to present "NRI Espresso", a handy newsletter just for our esteemed NRI investors. NRIs have always been one of the most important focuses of our business and we are happy that you have chosen us to be a part of your financial plans for the future.

It is our constant endeavour to serve your growing information, investment and servicing needs and the newsletter is created just for this purpose. This newsletter will be a collection of relevant articles of special interest to you. These include latest news, events, regulatory changes, and information on product offerings. '[NRI Corner](#)', an exclusive section has also been created on our website for your mutual fund information and investment needs.

## News you can use!

### 1. **Entry in Indian equity markets**

Indian policy makers are framing the guidelines to allow non resident Indians (NRIs), foreign firms and individuals to park in local stock markets by registering with foreign institutional investors. The proposal primarily aims to attract interests from these prospective investors through FIIs who register them as sub accounts and to conduct the required checks on the investors.

[Entry in Indian equity markets](#)

[PAN to replace MIN](#)

[Filing returns mandatory for PAN holders](#)

[Creation of special 'Welfare Fund'](#)

[FDI snippets](#)

[SBI Mutual Fund sweeps nine awards for its stunning performance!](#)

[Feedback](#)



## **2. PAN to replace MIN**

The Permanent Account Number (PAN) is set to replace Mutual Fund Identification Number (MIN). MIN was made mandatory for mutual fund investments worth over Rs. 50,000 earlier this year. In a circular released by Association of Mutual Funds in India (AMFI), it was stated that MIN stands withdrawn effective March 2, 2007.



## **3. Filing returns mandatory for PAN holders**

The income tax department insisted representatives of non resident Indians and foreign investors using PAN (Permanent Account Number) numbers to file returns on their behalf. The non-residents who are filing the Return of Income may be allotted PAN by the Assessing Officer under section 139A (2) of the Income Tax Act. However, if PAN is not allotted, he should apply to obtain PAN.

Following are the particulars one requires to submit to get a PAN Card. It includes:

- Full Name (initials must be expanded)
- Date of Birth (in case of individuals)
- Date of incorporation or company formation (in case of companies or firms etc.)



## **4. Creation of special 'Welfare Fund'**

The Ministry of Overseas Indian Affairs is making efforts to create a welfare fund for non resident Indians (NRIs). Minister for Overseas Indian Affairs - Vayalar Ravi has brought into view important issues regarding welfare measures for NRIs in a letter to Prime Minister - Manmohan Singh and Finance Minister - P. Chidambaram.

## 5. FDI snippets

The foreign direct investment (FDI) in India is known to be on fast track thereby bolstering the country's economy in an amazing way. The FDI was evaluated to hit the mark of \$2.04 billion in December 2006 as compared to \$350 million in the last year. This is known to be the highest FDI inflow into the country in a single month. The FDI inflows in April-December 2006 were at 9.3 billion dollars as against 3.5 billion dollars in the same period in 2005.

## 6. SBI Mutual Fund sweeps 9 awards for its stunning performance!

### 6 Awards at CNBC TV-18 Crisil Mutual Fund of the Year Awards

SBI Mutual Fund bagged 5 Awards for the unparalleled performance of its schemes:

- a) Diversified Equity Funds - Magnum Global Fund & MSFU Contra Fund
- b) ELSS Scheme - Magnum Taxgain Scheme 1993
- c) Balanced Funds - Magnum Balanced Fund
- d) Sectoral-IT - MSFU IT Fund

The icing on the cake was "Mutual Fund of the Year Award-2007" in the Fund House Category.

The icing on the cake was winning "**Mutual Fund of the Year Award 2007**" as well in the Fund House Category.

### 3 Awards at ICRA Online Awards

Some more feathers in the cap - SBI Mutual Fund won 3 Awards for the stupendous success of the following schemes:

- a) ELSS Scheme – Magnum TaxGain Scheme 1993
- b) Sectoral Fund – IT – MSFU IT Fund
- c) Diversified Equity Fund – Magnum Global Fund

## 7. Feedback

We hope you have found this newsletter valuable. Please write to us at [nri@sbimf.com](mailto:nri@sbimf.com) with your comments / feedback.

**Disclaimer:** **SBI Magnum Global Fund** was among the 3 schemes that won the CNBC TV18 - CRISIL Mutual Fund of the Year Award in the Diversified Equity Funds category. In total 34 schemes in the category were eligible for the award universe. **SBI Magnum Sector Umbrella - Contra Fund** was among the 3 schemes that won the CNBC TV18 - CRISIL Mutual Fund of the Year Award in the Diversified Equity Funds category. In total 34 schemes in the category were eligible for the award universe. **SBI Magnum Balanced Fund** was among the 2 schemes that won the CNBC TV18 - CRISIL Mutual Fund of the Year Award in the Balanced Funds category. In total 16 **schemes in the category** were eligible for the award universe. **SBI Magnum Tax Gain Scheme 1993** was among the 1 scheme that won the CNBC TV18 - CRISIL Mutual Fund of the Year Award in the Equity Linked Savings Schemes Category. In total 12 schemes in the category were eligible for the award universe. **SBI Magnum Sector Umbrella - Infotech Fund** was among the 1 scheme that won the CNBC TV18 - CRISIL Mutual Fund of the Year Award in the Sectoral - IT Funds **Category**. In total 7 schemes in the category were eligible for the award universe. Schemes present in all four quarter CRISIL CPRs were considered for the award. The award is based on consistency of schemes performance in the four quarterly CRISIL CPR rankings released during the calendar year 2006. The individual CRISIL CPR parameter scores averaged for the four quarters and further multiplied by the parameter weight as per the CRISIL CPR methodology to arrive at the final scores. A detailed methodology of the CRISIL CPR is available at [www.crisil.com](http://www.crisil.com). Past performance is no guarantee of future results. **Risk Factors:** Mutual Funds and Securities Investments are subject to market risks and there is no assurance or guarantee that the scheme's objectives will be achieved. As with any other investment in securities, the NAV of the Magnums issued under the schemes may go up or down depending upon the factors and forces affecting the securities market. Past performance of the Sponsors/AMC/Mutual Fund/Scheme(s) and their affiliates do not indicate the future performance of the Scheme of the Mutual Fund. Magnum Global Fund (an open-ended growth scheme, the objective of the scheme is to provide the investors maximum growth opportunity through well researched investments in Indian equities, PCDs, and FCDs from selected industries with high growth potential, and Bonds), (an open ended equity scheme, the investment objective of the scheme is to invest in undervalued scrips, which may be currently out of favour but are likely to show attractive growth in the long term), Magnum Sector Funds Umbrella ('MSFU')IT (the investment objective of the scheme is to provide the investors maximum growth opportunity through equity investments in stocks of growth oriented sectors. There are five sub-funds dedicated to specific sectors viz. IT, Pharmaceuticals, FMCG, Emerging Businesses and a Contra-sub-fund for investment in stocks currently out of favour.), Magnum Balanced Fund (an open-ended balanced scheme, the objective of the scheme is to provide investors long term capital appreciation along with the liquidity of an open-ended scheme by investing in a mix of debt and equity), Magnum Taxgain Scheme (an open-ended equity linked

scheme , the objective of the scheme is to deliver the benefit of investment in a portfolio of equity shares, while offering tax rebate on such investments made in the scheme under section 80C of Income Tax Act 1961) are only the name of the scheme and does not, in any manner indicate either the quality of the schemes, their future prospects or returns. Please refer to the Scheme Offer Document for scheme specific risk factors. **Please read the offer document before investing.**

**Load structure:** For Magnum Global Fund, MSFU Contra Fund, MSFU IT Fund, Magnum Balanced Fund

**Entry Load :** If below Rs. 5 crores = 2.25% , if Investments 5 Crores & above - Nil,

**Exit Load:** Investments below Rs. 5 crores < 6 months = 1.00% and Nil thereafter, investments of Rs. 5 crores and above – NIL, Magnum Taxgain Scheme Entry Load: 2.25%, investments of Rs. 5 crores and above – NIL Exit Load : Nil. Please refer the Offer Document /Key Information Memorandum for load applicable to investments through SIP/STP/SWP. **Statutory details:** SBI Mutual Fund has been set up as a trust under the Indian Trusts Act, 1882. State Bank of India ('SBI'), the sponsor is not responsible or liable for any loss resulting from the operation of the schemes beyond the initial contribution made by it of an amount of Rs. 5 lakhs towards setting up of the mutual fund. **Asset Management Company** - SBI Funds Management Private Limited (A joint venture between SBI and Société Générale Asset Management) - 191, Maker Tower 'E', 19th Floor, Cuffe Parade, Mumbai 400 005. **Trustee Company:** SBI Mutual Fund Trustee Company Pvt. Ltd. **Mutual Fund investments are subject to market risks. Please read the offer document of the schemes carefully before investing.**