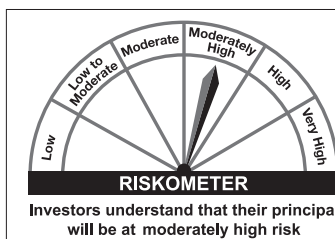
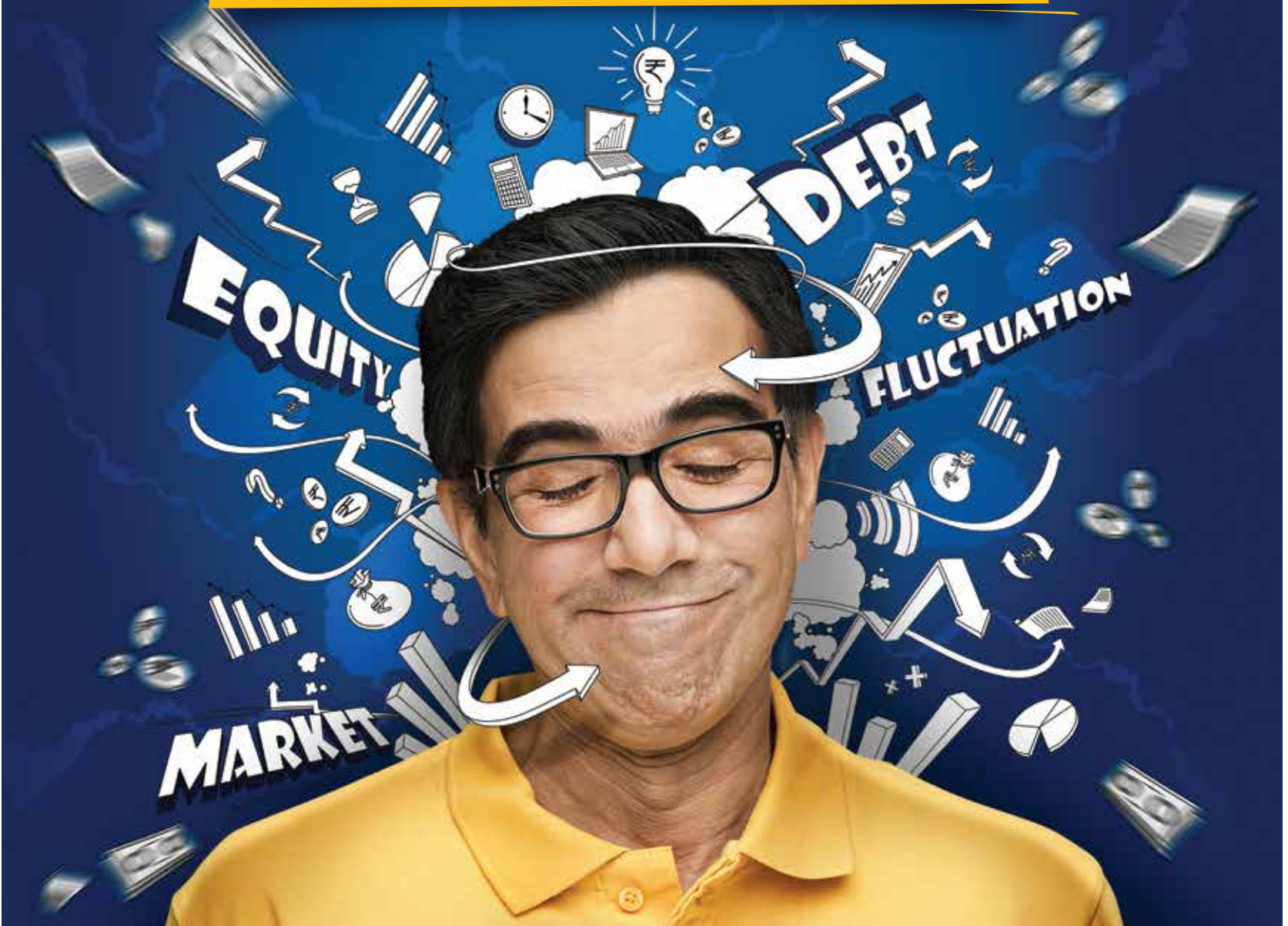


NFO Period: August 12, 2021 – August 25, 2021

SBI Balanced Advantage Fund

**MARKETS CAN FLUCTUATE.
YOUR PEACE OF MIND SHOULDN'T.**



This product is suitable for investors who are seeking[^]:

- Long term capital appreciation
- Dynamic Asset allocation between equity and equity related instruments including derivatives and fixed income instruments

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

The above product labelling assigned during the New Fund Offer (NFO) is based on internal assessment of the Scheme characteristics or model portfolio and the same may vary post NFO when the actual investments are made.

ABOUT THE SCHEME

1. What is SBI Balanced Advantage Fund and how is it different from other Schemes of SBI Mutual Fund?

SBI Balanced Advantage Fund is an open-ended hybrid fund that dynamically manages its asset allocation between long equity including arbitrage and debt securities based on the market dynamics. The Fund aims to capture the potential upside and limit the downside in a volatile equity market. The broad allocation range between different asset classes will be as given below:

INSTRUMENTS	INDICATIVE ALLOCATIONS (% OF TOTAL ASSETS)		RISK PROFILE
	MINIMUM	MAXIMUM	HIGH/MEDIUM/LOW
Equity and equity-related instruments	0	100	High
Debt securities (including securitised debt) and money market instruments (including Triparty Repo, Reverse Repo and equivalent)	0	100	Low to Medium
Units issued by REITs and InvITs	0	10	Medium to High

For detailed asset allocation, please refer Scheme Information Document.

2. What is the investment objective of the Scheme?

The investment objective of the Scheme is to provide long-term capital appreciation / income from a dynamic mix of equity and debt investments. However, there can be no assurance that the investment objective of the Scheme will be realised.

3. Can the Scheme invest in foreign securities?

The Scheme can invest in foreign securities including ADR/GDR/Foreign equity and overseas ETFs and debt securities up to a limit of 20% of the net assets of the Scheme.

4. What will the Scheme's performance be benchmarked to?

The Scheme performance will be benchmarked to CRISIL Hybrid 50+50 – Moderate Index TRI.

5. What is the minimum initial investment that I can make in the Scheme?

The minimum investment amount for the initial investment is ₹5000 and in multiples of ₹1 thereafter. Additional purchases can be made in ₹1000 and in multiples of ₹1.

6. What is the minimum redemption that I can do from the Scheme?

The minimum redemption that can be done is of ₹500 or 1 Unit or account balance whichever is lower.

7. What is the minimum SIP amount, and can I start an SIP during the NFO period?

Yes, you can start an SIP during the NFO period. The minimum SIP amount and number of instalments are given below –

FREQUENCY	MINIMUM AMOUNT AND INSTALMENTS
Daily	₹500 & in multiples of ₹1 thereafter for minimum 12 installments
Weekly	Minimum ₹1000 & in multiples of ₹1 thereafter for minimum of six installments or minimum ₹500 & in multiples of ₹1 thereafter for minimum 12 installments
Monthly	Minimum ₹1000 & in multiples of ₹1 thereafter for minimum 6 months (or) minimum ₹500 & in multiples of ₹1 thereafter for minimum 12 months
Quarterly	Minimum ₹1500 & in multiples of ₹1 thereafter for minimum one year
Semi-Annual	Minimum ₹3000 & in multiples of ₹1 thereafter for minimum of 4 installments
Annual	Minimum ₹5000 & in multiples of ₹1 thereafter for minimum of 4 installments

8. What are the different plans and options available for investment?

SBI Balanced Advantage Fund offers two plans viz. Direct and Regular. Direct plan is for investors who will invest directly with Fund House or through a Registered Investment Advisor. Regular plan is for investors who invest through any Mutual Fund distributors including banks / wealth managers etc. Both the plans offer Growth and Income Distribution cum Capital Withdrawal (IDCW) Option.

9. Will an exit load be applicable in the Scheme? If yes, then what is the exit load structure?

No exit load will be charged if units acquired are redeemed or switched-out up to 10% of the units (the limit) on or before 1 year from the date of allotment. An exit load of 1% is applicable if units are redeemed or switched-out in excess of the limit on or before 1 year from the date of allotment. No exit load is applicable for units redeemed or switched-out after 1 year from the date of allotment.

10. Who are the Fund Managers of the Scheme?

Mr. Dinesh Balachandran and Mr. Gaurav Mehta will be managing the equity portion of the Scheme. Mr. Dinesh Ahuja will be the Fund Manager for the fixed income portion and Mr. Mohit Jain is the dedicated Fund Manager for managing overseas investments in the Scheme.

ABOUT INVESTMENT STRATEGY

11. What will be the Scheme's investment strategy?

The Scheme proposes to follow a three-tiered investment strategy which would consist of:

- Asset Allocation
- Strategy Tilt (Style / Market-cap / Sector allocation)
- Stock / Security Selection

The Fund Manager will determine asset allocation between equity and debt depending on prevailing market and economic conditions. The debt-equity mix at any point of time will be a function of various factors such as equity valuations, interest rates, view on the asset classes and risk management etc.

FOR EQUITY:

The Fund Manager while selecting stocks will focus on fundamentals of the business, the quality of management, the financial strength of the company, market leadership etc. The Scheme will invest across sectors without any market cap or sectoral bias.

FOR DEBT:

The Scheme will invest in a diversified range of debt and money market instruments. The Fund Manager will allocate the assets of the Scheme taking into consideration the prevailing interest rate scenario, yield curve, yield spread & liquidity of the different instruments.

12. How is the asset allocation of the Scheme determined?

Asset Allocation of the Scheme at any given point would be decided by the Fund Managers using parameters such as Sentiment Indicator, Valuations and Earnings Drivers. The first step involves analysis of various sentiment indicators (breadth of the market, retail participation, Mutual Fund flows, primary market activities among others) and market valuations (Trailing PE, Shiller PE, Earnings yield / Shiller Earnings yield, Bond yield spread) to determine the broad allocation towards equity (long equity). Further, earnings drivers help in determining the final allocation band for equity (net equity levels).

13. How will the equity portion of the Scheme be managed?

For the equity portion of the Scheme, strategy tilt in terms of market cap allocation, style skewness – value / growth / quality and sector preference would be determined using a quantitative framework. Stock / security selection would be a bottom-up approach based on Fund Managers' conviction and model portfolio. The model portfolios are based on the highest conviction ideas of the analyst team.

14. How will the debt portion of the Scheme be managed?

The debt portion of the Scheme would be invested in high credit and sovereign instruments to maintain liquidity in the Scheme. The Fund Manager can dynamically manage the duration to generate alpha across the yield curve.

ABOUT TAXATION

15. Do I have to pay tax every time the Scheme changes its asset allocation?

No. As an investor, you will not be taxed every time the Scheme changes its asset allocation.

16. Given that the Scheme invests in both equity and fixed income instruments, what taxation rules will apply in the Scheme?

The Scheme will have equity taxation when the allocation to equity is $\geq 65\%$. The percentage of equity shareholding or unit held in respect of the Fund, as the case may be, shall be computed with reference to the annual average of the monthly averages of the opening and closing figures. SBI Balanced Advantage Fund endeavours to maintain its gross equity exposure greater than or equal to 65%.

ABOUT SWP (A)

17. How can my investments in the Fund help me meet my regular cash flow requirements?

Systematic Withdrawal Plan (SWP) is a ready-made tool to get regular cash flows in a very simple and tax-efficient manner. The Scheme also offers SWP (A) facility that you can opt for to meet your regular cash flow requirements.

18. What is the SWP (A) facility?

Under this facility, the investor can redeem a fixed amount or a fixed percentage of the cost of investment as on date of registration of SWP (A).

19. What is the minimum amount allowed as withdrawal under the SWP (A) facility?

The minimum withdrawal amount should be ₹500 to avail the SWP (A) facility.

20. What are the permitted frequencies for withdrawal under the SWP (A) facility?

The withdrawal frequency under SWP (A) would be monthly, quarterly, half-yearly or yearly. The limits placed on the withdrawals from the Scheme through SWP(A) are explained in the table below:

FREQUENCY	FIXED % OF THE COST OF INVESTMENT OR A SPECIFIED AMOUNT (IN ₹)*	APPLICABLE MONTHS FOR WITHDRAWAL IN A SPECIFIED FREQUENCY
Monthly	0.5%	All months
Quarterly	1.5%	December, March, June, September
Half-Yearly	3%	March & September
Yearly	6%	March
Monthly / Quarterly / Half-Yearly / Yearly	Any amount	Applicable months as per chosen frequency

*As on date of registration of SWP (A). Subject to minimum of ₹500.

21. What if I mention both fixed % and amount in the withdrawal form?

In case, you mention both fixed % and amount as withdrawal amount under the facility, then fixed % will be considered under SWP (A) by default, subject to the maximum permissible percentage, and minimum withdrawal amount is ₹500.

22. What if I mention the amount and forget to mention the frequency?

In case, you specify the amount but miss mentioning the frequency for SWP (A), then the default frequency shall be considered as quarterly. In case you fail to tick any of the two options viz., amount and frequency or fixed %, then default shall be considered as quarterly frequency with 1.5% fixed withdrawal on cost of investment as on date of registration subject to minimum of ₹500.

23. When will the SWP (A) facility trigger commence for the Scheme?

The first trigger of the SWP (A) facility will commence only on or after 25th April 2022. In case start date for the SWP (A) is not selected or legible or is unclear, then withdrawal under this facility will start from the subsequent month / quarter / half year / year.

24. Why is the SWP (A) first trigger starting from 25th April 2022?

The first trigger under SWP (A) facility starts only from 25th April 2022 to help create some surplus over the capital invested in the Scheme. Thus, facilitating withdrawal out of the potential gains.

25. Post April 2022, when will the SWP (A) facility be effected?

Post April 2022, withdrawals will be made / effected on the 25th of the last month of the particular month / quarter / half year / year and would be treated as redemptions. In case 25th is a non-business day, withdrawals would be effected on the next business day.

26. Do I have to subscribe to this facility separately?

Yes, you can opt for this facility at folio / Scheme / plan level by specifying the period and will be subject to exit load if any as applicable. You will be required to submit SWP (A) request at least 10 days prior to the first trigger date.

27. What happens if the account balance falls below the minimum balance requirement or if it becomes zero?

The withdrawal under this facility will terminate automatically if no unit balance is available in the folio / Scheme / plan on the date of trigger or if the enrolment period expires; whichever is earlier. In case the unit balance in the folio / Scheme / plan falls below the specified amount or % for SWP (A), the entire remaining amount in the folio will be processed and SWP (A) will be terminated.

28. Will converting my physical units into demat mode affect my investments?

No, it will not affect your investment in any way. However, the conversion of any physical units into demat mode will result in cancellation of any existing or future SWP (A) facility registration request. The request cannot be resubmitted.

29. What if I already have another SWP facility on-going with the Scheme?

In case there is already an existing SWP, and the investor opts for the SWP (A) facility, then both the SWP and SWP (A) facilities will be operational in the Scheme.

This FAQ is only for the purpose of providing general information. Please refer to Scheme related documents for complete details. Recipients are advised to seek independent professional advice before making any investments. The views / content expressed herein do not constitute the opinions of SBI Mutual Fund or SBI Funds Management Private Limited recommendation of any course of action to be followed by the recipient. SBI Mutual Fund / SBI Funds Management Private Limited is not guaranteeing or promising or forecasting any returns.

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