This product is suitable for investors who are seeking:

- Capital appreciation over a period of 10 years
- Investment in equity and equity related instruments of companies along with income tax benefit u/s 80C of the Income Tax Act, 1961

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

Offer of Units of Rs. 10 each during the New Fund Offer

NEW FUND OFFER OPENS ON: December 30, 2016
NEW FUND OFFER CLOSES ON: March 29, 2017

Redemption of units under the Scheme available only after a three year lock-in period from the date of allotment of units

<table>
<thead>
<tr>
<th>Mutual Fund</th>
<th>Trustee Company</th>
<th>Asset Management Company</th>
</tr>
</thead>
</table>

Corporate Office: 9th Floor, Crescenzo, C-38 & 39, G Block, Bandra-Kurla, Complex, Bandra (East), Mumbai- 400 051
Registered Office: 9th Floor, Crescenzo, C-38 & 39, G Block, Bandra-Kurla, Complex, Bandra (East), Mumbai- 400 051

Website: www.sbimf.com

The particulars of the Scheme have been prepared in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations 1996, (herein after referred to as SEBI (MF Regulations) as amended till date, and filed with SEBI, along with a Due Diligence Certificate from the AMC. 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 Scheme Information Document.

The Scheme Information Document sets forth concisely the information about the scheme that a prospective investor ought to know before investing. Before investing, investors should also ascertain about any further changes to this Scheme Information Document after the date of this Document from the Mutual Fund / SBIFMPL Branches / Website / Distributors or Brokers.

The investors are advised to refer to the Statement of Additional Information (SAI) for details of SBI Mutual Fund, Tax and Legal issues and general information on www.sbimf.com.

SAI is incorporated by reference (is legally a part of the Scheme Information Document). For a free copy of the current SAI, please contact your nearest Branches or log on to our website.

The Scheme Information Document should be read in conjunction with the SAI and not in isolation.

This Scheme Information Document is dated December 20, 2016.
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<th>Particulars</th>
<th>Page No.</th>
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<td>Highlights of the Scheme</td>
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<td>Introduction (Chapter I)</td>
<td>6</td>
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<tr>
<td>Definitions</td>
<td>11</td>
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<td>Due Diligence Certificate</td>
<td>15</td>
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<td>Information about the Scheme (Chapter II)</td>
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<tr>
<td>Units and Offer (Chapter III)</td>
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<td>Rights of unitholders (chapter V)</td>
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<td>Penalties, pending litigation or proceedings, findings of inspections or investigations for which action may have been taken or is in the process of being taken by any regulatory authority (Chapter VI)</td>
<td>48</td>
</tr>
</tbody>
</table>
### HIGHLIGHTS OF THE SCHEME

<table>
<thead>
<tr>
<th>Name of the Scheme</th>
<th>SBI Long Term Advantage Fund - Series IV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of Scheme</td>
<td>A 10 year close ended Equity Linked Savings Scheme</td>
</tr>
<tr>
<td>Proposed Schedule</td>
<td>SBI Long Term Advantage Fund - Series IV</td>
</tr>
<tr>
<td></td>
<td>Before the launch of the Scheme, a notice regarding the launch will be issued in two newspapers.</td>
</tr>
<tr>
<td>Investment Objective</td>
<td>The investment objective of the scheme is to generate capital appreciation over a period of ten years by investing predominantly in equity and equity-related instruments of companies along with income tax benefit.</td>
</tr>
<tr>
<td></td>
<td>However, there can be no assurance that the investment objective of the Scheme will be realized.</td>
</tr>
<tr>
<td>Liquidity</td>
<td>The Scheme will offer redemption / Switch out on every business day at NAV based prices after the lock-in period of three years from the date of allotment.</td>
</tr>
<tr>
<td>Fund Manager</td>
<td>Mr. R. Srinivasan</td>
</tr>
<tr>
<td>Benchmark Index</td>
<td>S&amp;P BSE 500 Index</td>
</tr>
</tbody>
</table>

#### Asset Allocation

<table>
<thead>
<tr>
<th>Instruments</th>
<th>Indicative allocations (% of total assets)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equities, cumulative convertible preference shares and convertible debentures and bonds of companies</td>
<td>80 - 100</td>
<td>High</td>
</tr>
<tr>
<td>Money market instruments</td>
<td>0 - 20</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

The scheme shall not invest in Derivatives.
The Scheme shall not invest in Securitized Debt.
The Scheme shall not invest in repo in corporate debt.
The Scheme shall not invest in ADR/GDR/Foreign securities.
The Scheme shall not engage in stock lending.
The Scheme shall not engage in short selling.

#### Transparency / NAV Disclosure

<table>
<thead>
<tr>
<th>Transparency / NAV Disclosure</th>
<th>The AMC will calculate and disclose the first NAV of the Scheme not later than 5 business days from the date of allotment. Subsequently, the NAV will be calculated and disclosed at the close of every Business Day.</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NAV will also be published in 2 newspapers as prescribed under SEBI (Mutual Funds) Regulations, 1996. NAV can also be viewed on <a href="http://www.sbimf.com">www.sbimf.com</a> and <a href="http://www.amfiindia.com">www.amfiindia.com</a>. The AMC shall update the NAVs on the website of Association of Mutual Funds in India - AMFI (<a href="http://www.amfiindia.com">www.amfiindia.com</a>) by 9.00 p.m.</td>
</tr>
<tr>
<td></td>
<td>In line with the requirements of ELSS guidelines, the Mutual Fund shall announce repurchase price one year after the date of allotment of the units and thereafter on a half-yearly basis. After a period of three years from the date of allotment of units, when the repurchase of units is to commence, Repurchase price will be declared on every business day.</td>
</tr>
</tbody>
</table>
The Mutual Fund shall disclose portfolio as on the last day of the month of the Scheme on its website viz. [www.sbimf.com](http://www.sbimf.com) on or before the tenth day of the succeeding month in the prescribed format. As presently required by the SEBI (MF) Regulations, a complete statement of the Scheme portfolio would also be published by the Mutual Fund as an advertisement in one English daily Newspaper circulating in the whole of India and in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated within one month from the close of each half year (i.e. March 31 & September 30) or mailed to the Unit holders.

### Loads

<table>
<thead>
<tr>
<th>Type</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Entry Load</td>
<td>Not Applicable</td>
</tr>
<tr>
<td>Exit Load</td>
<td>Nil</td>
</tr>
</tbody>
</table>

The AMC reserve the right to modify / change the Load Structure on a prospective basis.

### Minimum Investment Size

Rs. 500/- and in multiples of Rs. 500 thereafter

### Additional Purchase

Not applicable

### Plans /Options

The scheme would have two plans viz Direct Plan & Regular Plan

**Direct Plan:**

Direct Plan is only for investors who purchase /subscribe Units in a Scheme directly with the Mutual Fund and is not available for investors who route their investments through a Distributor. All the features of the Direct Plan under Scheme like the investment objective, asset allocation pattern, investment strategy, risk factors, facilities offered, load structure etc. will be the same except for a lower expense ratio as detailed in Section IV - Fees and Expenses - B. - Annual Recurring Expenses. Brokerage/Commission paid to distributors will not be paid / charged under the Direct Plan. Both the plans shall have a common portfolio.

**Eligible investors:** All categories of investors as permitted under the Scheme Information Document of the Scheme are eligible to subscribe under Direct Plan.

**Modes for applying:** Investments under Direct Plan can be made through various modes offered by the Mutual Fund for investing directly with the Mutual Fund [except through Stock Exchange Platforms for Mutual Funds and all other Platform(s) where investors’ applications for subscription of units are routed through Distributors].

**How to apply:**

- Investors desirous of subscribing under Direct Plan of a Scheme will have to ensure to indicate “Direct Plan” against the Scheme name in the application form.
- Investors should also indicate “Direct” in the ARN column of the application form.

**Regular Plan**

This Plan is for investors who wish to route their investment through any distributor.
The default plan in following cases will be:

<table>
<thead>
<tr>
<th>Scenario</th>
<th>Broker Code mentioned by the investor</th>
<th>Plan mentioned by the investor</th>
<th>Default Plan to be captured</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Not mentioned</td>
<td>Not mentioned</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>2</td>
<td>Not mentioned</td>
<td>Direct</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>3</td>
<td>Not mentioned</td>
<td>Regular</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>4</td>
<td>Mentioned</td>
<td>Direct</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>5</td>
<td>Direct</td>
<td>Not Mentioned</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>6</td>
<td>Direct</td>
<td>Regular</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>7</td>
<td>Mentioned</td>
<td>Regular</td>
<td>Regular Plan</td>
</tr>
<tr>
<td>8</td>
<td>Mentioned</td>
<td>Not Mentioned</td>
<td>Regular Plan</td>
</tr>
</tbody>
</table>

In cases of wrong/invalid/incomplete ARN codes mentioned on the application form, the application shall be processed under Regular Plan. The AMC shall contact and obtain the correct ARN code within 30 calendar days of the receipt of the application form from the investor/distributor. In case, the correct code is not received within 30 calendar days, the AMC shall reprocess the transaction under Direct Plan from the date of application.

**Options**

Both plans will have two options Growth and Dividend options. Dividend option will have the facility of Payout & Transfer.

Growth will be the default option & dividend payout will be default facility.

In case investor wishes to change the dividend facility, the written request for the same must be received at least 30 days in advance before the record date of the dividend. Under Dividend Transfer facility, investors will have the option to transfer dividend declared in the scheme, to any of the open ended scheme of SBIMF. There will be no minimum amount restriction in the Target Scheme for the dividend to be transferred into such scheme.

<table>
<thead>
<tr>
<th>Minimum Redemption size</th>
<th>Rs. 500/- or 50 Units or account balance whichever is lower (redemption is allowed only after completion of lock in period)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Minimum Target Amount</td>
<td>Rs. 10 crore.</td>
</tr>
</tbody>
</table>

**Switch in**

Investors can switch into the Scheme from the existing Schemes of SBI Mutual Fund (subject to completion of Lock-in Period, if any) during the New Fund Offer Period.

**Switch out**

Investor can switch out from the scheme only after the lock-in period of three years from the date of allotment.

**Tax Treatment**

Investment made in the scheme will qualify for a deduction from Gross Total Income upto Rs.150,000/- (along with other prescribed investments) under section 80 C of the Income Tax Act, 1961 to the eligible investors under the Income Tax Act, 1961.
I. INTRODUCTION

A. RISK FACTORS

1. Standard Risk Factors:

- Mutual funds and securities investments are subject to market risks and there is no assurance or guarantee that the Fund’s objective will be achieved.

- As the price / value / interest rates of the securities in which the scheme invests fluctuates, the value of investment in the scheme may go up or down.

- Past performance of the Sponsor / AMC / Mutual Fund or its affiliates does not indicate the future performance of the scheme(s) of the Mutual Fund.

- State Bank of India, the sponsor, is not responsible or liable for any loss resulting from the operation of the scheme beyond the initial contribution made by it of an amount of Rs. 5 lakhs towards setting up of the mutual fund.

- SBI Long Term Advantage Fund – Series IV is only the name of the scheme and does not, in any manner, indicate either the quality of the scheme or its future prospects and returns.

- The NAV of the Scheme’s Units may be affected by change in the general market conditions, factors and forces affecting capital markets in particular, level of interest rates, various market related factors and trading volumes.

- The present scheme is not a guaranteed or assured return scheme.

- Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.

2. Scheme Specific Risk Factors

a. The Trustees, AMC, Fund, their directors or their employees shall not be liable for any tax consequences that may arise in the event that the scheme is wound up for the reasons and in the manner provided under the Scheme Information Document & Statement of Additional Information.

b. Redemption by the unit holder due to change in the fundamental attributes of the Scheme or due to any other reasons may entail tax consequences. The Trustees, AMC, Fund their directors or their employees shall not be liable for any tax consequences that may arise.

c. The tax benefits described in the SAI & SID are as available under the present taxation laws and are available subject to relevant condition. 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 and the Investors and Unit Holders should be aware that the relevant fiscal rules or their interpretation may change. As in the case with any investment, there can be no guarantee that the tax position or the proposed tax position prevailing at the time of the investment in the Scheme will endure indefinitely. In view of the individual nature of tax consequences, each Investor / Unit holder is advised to consult his/her/its own professional tax advisor.

d. Investment in ELSS is subject to lock-in period of three years. During this period investors will not be able to redeem their units. To this extent the liquidity for the investor is restricted and this may restrict exit at opportune moments.
e. SBI Long Term Advantage Fund - Series IV would be investing in Equities & equity related instruments, cumulative convertible preference shares and fully convertible debentures and bonds of companies and money market instruments (such as term/notice money market, repos, reverse repos and any alternative to the call money market as may be directed by the RBI). The liquidity of the scheme’s investments is inherently restricted by trading volumes and settlement periods. In the event of an inordinately large number of redemption requests after completion of the lock in period, or of a restructuring of the scheme’s investment portfolio, these periods may become significant. In view of the same, the Trustees have the right in their sole discretion to limit redemptions (including suspending redemptions) under certain circumstances.

f. The Mutual Fund is not assuring any dividend nor is it assuring that it will make any dividend distributions. All dividend distributions are subject to the availability of distributable surplus and would depend on the performance of the scheme.

g. Investments under the scheme may also be subject to the following risks:

I. Equity & equity related risk:

   Equity and equity related risk: Equity instruments carry both company specific and market risks and hence no assurance of returns can be made for these investments.

II. Money market securities investments under the scheme may also be subject to the following risks:

   (a) Credit risk: Credit risk is risk resulting from uncertainty in counterparty’s ability or willingness to meet its contractual obligations. This risk pertains to the risk of default of payment of principal and interest. Government Securities have zero credit risk while other debt instruments are rated according to the issuer’s ability to meet the obligations.

   (b) Liquidity Risk pertains to how saleable a security is in the market. If a particular security does not have a market at the time of sale, then the scheme may have to bear an impact depending on its exposure to that particular security.

   (c) Interest Rate risk is associated with movements in interest rate, which depend on various factors such as government borrowing, inflation, economic performance etc. The values of investments will appreciate/depreciate if the interest rates fall/rise.

   (d) Reinvestment risk: This risk arises from uncertainty in the rate at which cash flows from an investment may be reinvested. This is because the bond will pay coupons, which will have to be reinvested. The rate at which the coupons will be reinvested will depend upon prevailing market rates at the time the coupons are received.

h. Risk associated with close ended equity schemes

   A close ended Scheme comes to the end at the scheduled maturity of the Scheme. On the scheduled maturity date, all units are redeemed at the NAV on the maturity date. This redemption is done by liquidating the investments irrespective of their levels. Therefore there is risk associated with close ended schemes where fund manager might have to liquidate the investments at unfavourable levels.

i. Risks associated with Investing in ADR / GDR / Foreign Securities

   The Scheme will not invest in ADR / GDR / foreign securities.

j. Risks associated with Investing in Derivatives

   The Scheme will not invest in derivatives.
k. **Risks associated with Investing in Securitized Debt**

The Scheme will not invest in Securitized Debt.

l. **Risk associated with Stock lending:**

Scheme shall not engage in stock lending.

B. **RISK CONTROL:**

Investments in equity and equity related securities and money market securities carry various risks such as inability to sell securities, trading volumes and settlement periods, interest rate risk, liquidity risk, default risk, reinvestment risk etc. Whilst such risks cannot be eliminated, they may be mitigated by diversification.

In order to mitigate the various risks, the portfolio of the Scheme will be constructed in accordance with the investment restriction specified under the Regulations which would help in mitigating certain risks relating to investments in securities market.

Further, the AMC has necessary framework in place for risk mitigation at an enterprise level. The Risk Management division is an independent division within the organization. Internal limits are defined and judiciously monitored. Risk indicators on various parameters are computed and are monitored on a regular basis. There is a Board level Committee, the Risk Management Committee of the Board, which enables a dedicated focus on risk factors and the relevant risk mitigants.

For risk control, the following may be noted:

**Liquidity risks:**

The liquidity of the Scheme’s investments may be inherently restricted by trading volumes, transfer procedures and settlement periods. Liquidity Risk can be partly mitigated by diversification, staggering of maturities as well as internal risk controls that lean towards purchase of liquid securities.

**Interest Rate Risk:**

Changes in interest rates affect the prices of bonds as well as equities. If interest rates rise the prices of bonds fall and vice versa. Equity might be negatively affected as well in a rising interest rate environment. A well-diversified portfolio may help to mitigate this risk.

**Political/Government Policy Risk:**

Changes in government policy and political decision can change the investment environment. They can create a favorable environment for investment or vice versa.

**Credit Risks:**

Credit risk shall be mitigated by investing in rated papers of the companies having the sound background, strong fundamentals, and quality of management and financial strength of the Company.

**Volatility risks:**

There is the risk of volatility in markets due to external factors like liquidity flows, changes in the business environment, economic policy etc. The scheme will manage volatility risk through diversification across companies and sectors.
C. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME

The Scheme shall have a minimum of 20 investors and no single investor shall account for more than 25% of the corpus of the Scheme. These conditions will be complied with immediately after the close of the NFO itself i.e. at the time of allotment. In case of non-fulfillment with the condition of minimum 20 investors, the Scheme shall be wound up in accordance with Regulation 39 (2) (c) of SEBI (MF) Regulations automatically without any reference from SEBI. In case of non-fulfillment with the condition of 25% holding by a single investor on the date of allotment, the application to the extent of exposure in excess of the stipulated 25% limit would be liable to be rejected and the allotment would be effective only to the extent of 25% of the corpus collected. Consequently, such exposure over 25% limits will lead to refund within five business days of the date of closure of the New Fund Offer.

D. SPECIAL CONSIDERATIONS, if any

(a) Right to Limit Redemptions

In accordance with SEBI vide circular no. SEBI/HO/IMD/DF2/CIR/P/2016/57 dated May 31, 2016, the provisions of restriction on redemption (including switch out) in Mutual Funds are as under:

1. Restrictions may be imposed when there are circumstances leading to a systemic crisis or event that severely constricts the market liquidity or the efficient functioning of the market such as:
   i. Liquidity Issues: When markets at large become illiquid affecting almost all securities rather than any issuer specific security.
   ii. Market failures, exchange closure: When markets are affected by unexpected events which impact functioning of exchanges or the regular course of transactions. Such unexpected events could also be related to political, economic, military, monetary or other emergencies.
   iii. Operational Issues: When exceptional circumstances are caused by force majeure, unpredictable operational problems and technical failures (e.g. a black out).

2. Restrictions on redemption may be imposed for a specified period of time not exceeding 10 Business Days in any period of 90 days.

3. When restrictions on redemption is imposed, the following procedure will be applied:
   i. No redemption requests upto Rs. 2 Lacs shall be subject to such restriction.
   ii. Where redemption requests are above Rs.2 lakh, AMC shall redeem the first Rs.2 Lacs without such restrictions and remaining part over and above Rs.2 Lacs shall be subject to such restrictions.

Any restriction on Redemption of the units shall be made applicable only after specific approval of the Board of Directors of the Asset Management Company and Trustee Company. The approval from the AMC Board and the Trustee giving details of the circumstances and justification shall also be informed to SEBI immediately.

(b) Termination of the scheme

(i) The Trustees reserve the right to terminate the scheme at any time. Regulation 39(2) of the SEBI Regulations provides that any scheme of a mutual fund may be wound up after repaying the amount due to the Unit holders:

(a) on the happening of any event which, in the opinion of the Trustees, requires the scheme to be wound up; or

(b) if 75% of the Unit holders of a scheme pass a resolution that the scheme be wound up; or
(c) if SEBI so directs in the interest of the unit holders.

Where a scheme is wound up under the above Regulation, the trustees shall give a notice disclosing the circumstances leading to the winding up of the scheme:

(a) to SEBI; and

(b) in two daily newspapers having circulation all over India & a vernacular newspaper circulating at the place where the mutual fund is formed.

In case of termination of the scheme, regulation 41 of the SEBI (mutual Funds) Regulations, 1996 shall apply.

(ii) The Scheme can be terminated as per ELSS guidelines

A plan operated by Mutual Fund would be terminated at the close of the 10th year from the year in which the allotment of units is made under the plan.

If ninety per cent or more of the units under any plan are repurchased before completion of ten years, the Unit Trust and Mutual Fund may at their discretion, terminate that plan even before the stipulated period of ten years; and redeem the outstanding units at the final repurchase price to be fixed by them.

(c) Investors should study the Scheme Information Document carefully in its entirety and should not construe the contents thereof as advice relating to legal, taxation, investment or any other matters. Investors are advised to consult their legal, tax, investment and other professional advisors to determine possible legal, tax, financial or other considerations of subscribing to or redeeming Units, before making a decision to invest/redeem Units.
E. DEFINITIONS

Applicable NAV: For Repurchase including Switchout of Units: In respect of valid applications received up to the cut-off time by the Mutual Fund, same day’s closing NAV shall be applicable. In respect of valid applications received after the cut-off time by the Mutual Fund, the closing NAV of the next business day shall be applicable.

Applications Supported by block the Amount” or “ASBA”: An application containing an authorization given by the Investor to application money in his specified bank account towards the subscription of Units offered during the NFO of the Scheme. If an investor is applying through ASBA facility, the application money towards the subscription of Units shall be debited from his specified bank account only if his/her application is selected for allotment of Units. Blocked Amount” or “ASBA

Asset Management Company (AMC)/ Investment Manager/SBIFMPL: SBI Funds Management Private Limited (‘SBIFMPL’), the Asset Management Company, incorporated under the Companies Act, 1956 and authorized by SEBI to act as Investment Manager to the Schemes of SBI Mutual Fund.

Business Day: A day other than

(i) Saturday or Sunday; (ii) a day on which both the National Stock Exchange of India Limited and the BSE Limited are closed (iii) a day on which the Purchase/Redemption/Switching of Units is suspended (iv) a day on which banks in Mumbai and / RBI are closed for business/clearing except when National Stock Exchange of India Limited and the BSE Limited are open (v) a day which is a public and /or bank holiday at SBIFMPL Branches where the application is received (vi) a day on which normal business cannot be transacted due to storms, floods, natural calamities, bandhs, strikes or such other events as the AMC may specify from time to time. All applications received on these Non Business Days will be processed on the next Business Day at Applicable NAV.

Notwithstanding the above, the AMC reserves the right to change the definition of Business Day at its sole and absolute discretion and to declare any day as a Business Day or otherwise at any or all Branches of the AMC or its Registrar

Cut-off time: 3.00 p.m.

Date of Application: The date of receipt of a valid application complete in all respect for issue or repurchase of Units of this scheme by SBIFMPL at its various offices/branches or the designated centers of the Registrar.

Equity & Equity related Instruments: Equity and Equity Related Instruments include stocks and shares of companies, warrants, cumulative convertible preference shares, fully convertible debentures and bonds of companies.

Entry Load: Entry Load means a one-time charge that the investor pays at the time of entry into the scheme. In terms of SEBI circular no. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009 has notified that w.e.f. August 01, 2009 there will be no entry load charged to the schemes of the Mutual Fund.
Exit Load : A charge paid by the investor at the time of exit from the scheme.

Govt. Securities : Securities created and issued by the Central Government and/or State Government, as defined under section 2 of Public Debt Act 1944 as amended or re-enacted from time to time.

Major : means the age at which a person is deemed to attain majority under the provisions of the Indian Majority Act, 1875, as amended from time to time.

Majority Age : means the age at which a person is deemed to attain majority under the provisions of the Indian Majority Act, 1875, as amended from time to time.

Money Market Instruments : Commercial Paper, Commercial Bills, Certificates of Deposit, Treasury Bills, Bills Rediscounting, Repos, Collateralised Borrowing & Lending Obligation (CBLO), Government securities having an unexpired maturity of less than 1 year, alternate to Call or notice money, Usance Bills and any other such short-term instruments as may be allowed under the Regulations prevailing from time to time.

Net Asset Value / NAV : Net Asset Value of the Units of the Scheme(s) (including plans / options thereunder) calculated in the manner provided in this Scheme Information Document or as may be prescribed by the SEBI (Mutual Funds) Regulations, 1996 from time to time.

No Entry Load : It means that no sales load is charged to the investor at the time of entry.

Exit Load : A charge paid by the investor at the time of exit from the scheme.

Non Resident Indian / NRI : A person resident outside India who is a citizen of India or is a person of Indian origin as per the meaning assigned to the term under Foreign Exchange Management (Investment in firm or proprietary concern in India) Regulations, 2000.

Official Points of Acceptance : Means SBIFMPL Registered Office/ SBIFMPL Branches / Stock exchange(s), DPs, Trading member(s), website of the Mutual Fund i.e. www.sbimf.com, SBIFMPL overseas point of acceptance or the designated centers of the Registrars. CAMS, the Registrar & Transfer Agents to SBI Mutual Fund will be the official point of acceptance for electronic transactions received from specified banks, financial institutions, etc. (mobilized on behalf of their clients) with whom SBI Funds Management Private Limited Management Company Limited has entered or may enter into specific arrangements for purchase / sale of units. Additionally, secured internet sites operated by CAMS will also be official point of acceptance.

Sale Price : The price at which the Units can be purchased based on Applicable NAV.

Scheme Information
This document issued by SBI Funds Management (P) Ltd. / SBI Mutual Fund, containing the terms of offering Units of the SBI Long Term Advantage Fund - Series IV ('the scheme') of SBI Mutual Fund as per the terms contained herein. Modifications to the Scheme Information Document, if any, shall be made by way of an addendum which will be attached to the Scheme Information Document. On issuance and attachment of addendum, the Scheme Information Document will be deemed to be an updated Scheme Information Document.

RBI : Reserve Bank of India, established under Reserve Bank of India Act, 1934.

Redemption / Repurchase Price : Repurchase price is calculated by subtracting applicable exit load (if any) from NAV. Since exit load is Nil in SBI Long Term Advantage Fund - Series IV, Repurchase price will be same as NAV.

Registrars : The registrars and transfer agents to the scheme whose appointment is approved by the Trustees of SBI Mutual Fund. M/s Computer Age Management Services (Pvt.) Ltd. (SEBI Registration Number: INR 000002813). (Rayala Towers 158, Anna Salai, Chennai - 600002, Tamil Nadu; (Registered Office: A & B Lakshmi Bhavan, 609, Anna Salai, Chennai - 600 006, India and, has been appointed as Registrars and Transfer Agents to the Schemes

Repos : Sale of Government Securities with simultaneous agreement to repurchase them at a later date.

Reverse Repos : Purchase of government securities with simultaneous agreement to sell them at a later date.

SBIMFTCPL/Trustees : SBI Mutual Fund Trustee Company Private Limited, a wholly owned subsidiary of SBI, incorporated under the provisions of the Companies Act, 1956. The registered office of SBIMFTCPL is situated at 9th Floor, Crescenzo, C – 38 & 39, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400051. SBIMFTCPL is the Trustee to the SBIMF vide the Restated and Amended Trust Deed dated December 29, 2004, to supervise the activities of The Fund as disclosed in the Statement of Additional Information.

SEBI : Securities and Exchange Board of India established under Securities and Exchange Board of India Act, 1992.

SEBI Regulations : Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 for the time being in force and as amended from time to time, [including by way of circulars or notifications issued by SEBI, the Government of India].

Sponsor / Settlor : State Bank of India, having its Corporate Office at State Bank Bhavan, Madame Cama Road, Mumbai - 400 021, which has made an initial contribution of Rs. 5 lacs towards the trust fund and has appointed the Trustees to supervise the activities of The Fund.

Switches : Switch In - Investments in the scheme from any other existing scheme(s) of SBI Mutual Fund at applicable NAV.
Switch Out - Repurchase/Redemption from the scheme to any other existing scheme(s) of SBI Mutual Fund at applicable NAV.

The Custodian : The custodian to the scheme whose appointment is approved by the Trustees of SBI Mutual Fund. SBI-SG Global Securities Services Pvt. Ltd. (SEBI Registration Number: IN/CUS/022) having Registered Office at 12th Floor, State Bank Bhavan, Madame Cama Road, Mumbai - 400021 and Corporate Office at Jeevan Seva, Annexe Building, Ground Floor, S. V. Road, Santacruz (West), Mumbai - 400054 has been appointed as the Custodian to the Scheme.

The Fund : Means SBI Mutual Fund (SBIMF); constituted as a Trust with SBIMFTCPL as the Trustee under the provisions of Indian Trusts Act, 1882, and registered with SEBI.

The Offer : The issue of Units of the Scheme as per the terms contained in this Scheme Information Document.

Units : One undivided unit issued under the Scheme by the SBI Mutual Fund

Unit Holder : Any eligible applicant who has been allotted and holds a valid unit in his /her/its name.

Unit Capital : The aggregate face value of the Units issued and outstanding under the scheme.
F. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY

It is confirmed that:

I. The Scheme Information Document of SBI Long Term Advantage Fund - Series IV 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 launch 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.

For SBI Funds Management Private Limited

Signature : Sd/-

Name : Anuradha Rao
Managing Director and CEO

Date: November 22, 2016

Place: Mumbai.
II. INFORMATION ABOUT THE SCHEME

A. TYPE OF THE SCHEME

A 10 Year Close-Ended Equity Linked Saving Scheme

B. INVESTMENT OBJECTIVE

The investment objective of the scheme is to generate capital appreciation over a period of ten years by investing predominantly in equity and equity-related instruments of companies along with income tax benefit.

However, there can be no assurance that the investment objective of the Scheme will be realized.

C. SCHEME’S ASSET ALLOCATION

<table>
<thead>
<tr>
<th>Instruments</th>
<th>Indicative allocations (% of total assets)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Minimum</td>
<td>Maximum</td>
</tr>
<tr>
<td>Equities, cumulative convertible preference shares and fully convertible debentures and bonds of companies</td>
<td>80</td>
<td>100</td>
</tr>
<tr>
<td>Money Market Instrument</td>
<td>0</td>
<td>20</td>
</tr>
</tbody>
</table>

The Scheme shall not invest in Derivatives
The Scheme shall not invest in Securitized Debt.
The Scheme shall not invest in repo in corporate debt.
The Scheme shall not invest in ADR/ GDR/ foreign securities.
The Scheme shall not engage in stock lending.
The Scheme shall not engage in short selling.

Investment in equities would be through primary as well as secondary market.

Performance will depend on the Asset Management Company's ability to assess accurately and react to changing market conditions.

The above investment pattern is indicative and may be changed by the Fund Manager for a short term period on defensive considerations, keeping in view market conditions, market opportunities, applicable SEBI (MF) Regulations 1996, legislative amendments and other political and economic factors, the intention being at all times to seek to protect the interests of the Unit Holders. Rebalancing of the portfolio will be done when the asset allocation falls outside the range given above. If the exposure falls outside the above mentioned asset allocation pattern, it will be restore within 30 days. If the fund manager for any reason is not able to rebalance the asset allocation within 30 Days, the matter would escalated to Investment Committee for further direction. The Investment Committee shall record the reason in writing leading the reason for falling the exposure outside the asset allocation and the Committee shall review and as consider necessary may further direct the manner for rebalancing the same within the range of the asset allocation as mentioned above. The funds raised under the scheme shall be invested only in transferable securities as per Regulation 44(1), Schedule 7 of the SEBI (Mutual Funds) Regulations, 1996.

There can be no assurance that the investment objective of the scheme will be realized.

D. INVESTMENT OF FUNDS

According to Equity Linked Savings Scheme, 2005 Notification No. 226/2005 dated November 03, 2005; the investment of Equity Linked Savings Funds shall be as under:
a. The funds collected under the scheme shall be invested in equities, cumulative convertible preference shares and fully convertible debentures and bonds of companies. Investment may also be made in issues of partly convertible debentures/bonds including those issued on rights basis subject to the condition that, as far as possible, the nonconvertible portion of the debentures so acquired or subscribed shall be disinvested within a period of twelve months from their acquisition.

b. The scheme shall ensure that funds of the scheme remain invested to the extent of atleast 80% in securities specified in clause (a) above. The Fund shall strive to invest their funds in the manner stated above within a period of six months from the date of closure of the Plan. In exceptional circumstances this may be dispensed with by the Fund, in order to protect the interests of the investors. In exceptional circumstances to protect the interests of the members, this requirement may be dispensed with by AMC.

c. Pending investment of funds of a plan in the required manner, the Mutual Fund may invest the funds in short-term money market instruments or other liquid instruments or both. After three years of the date of allotment of the units, the Mutual Fund may hold upto twenty per cent of net assets of the plan in short-term money market instruments and other liquid instruments to enable them to redeem investment of those unit holders who would seek to tender the units for repurchase.

E. TYPE OF THE INSTRUMENTS IN WHICH SCHEME WILL INVEST

- **Equities: - Equity Share** is a security that represents ownership interest in a company;

- **Cumulative convertible preference shares - Cumulative Convertible Preference Share** are a type of preference shares where the dividend payable on the same accumulates, if not paid. After a specified date, these shares will be converted into equity capital of the company.

- **Convertible debentures / bonds of companies - Debenture / bonds of the Companies which can be converted into stock at the option of the holder and/or the issuer at a specified date in the future**

- **Money market instruments include Commercial Paper, Commercial Bills, Certificates of Deposit, Treasury Bills, Bills Rediscounting, Repos, Collateralised Borrowing & Lending Obligation (CBLO), Government securities having an unexpired maturity of less than 1 year, alternate to Call or notice money, Usance Bills and any other such short-term instruments as may be allowed under the Regulations prevailing from time to time.** A brief narration of the various money market instruments are as under:

  a) **Commercial Paper (CP)** - CP is an unsecured negotiable money market instrument issued in the form of a promissory note, generally issued by the corporates, primary dealers and all -India Financial Institutions as an alternative source of short term borrowings. CP is traded in secondary market and can be freely bought and sold before maturity;

  b) **Certificate of Deposit (CD)** - CD is a negotiable money market instrument issued by scheduled commercial banks and select All India Financial Institutions that have been permitted by the RBI to raise short term resources. The maturity period of CDs issued by the Banks is between 7 days to one year, whereas, in case of FIs, maturity is one year to 3 years from the date of issue.

  c) **Treasury Bill (T-Bill)** - T-Bills are issued by the Government of India to meet their short term borrowing requirements. T - Bills are issued for maturities of 14 days, 91 days, 182 days and 364 days.
d) Collateralized Borrowing and Lending Obligations (CBLO) - CBLO is a money market instrument that enables entities to borrow and lend against sovereign collateral security. The maturity ranges from 1 day to 90 days and can also be made available upto 1 year. Central Government securities including T-bills are eligible securities that can be used as collateral for borrowing through CBLO.

e) Repo - Repo is a money market instrument, which enables collateralised short term borrowing and lending through sale/purchase operations in debt instruments. Repo or Reverse Repo is a transaction in which two parties agree to sell and purchase the same security with an agreement to purchase back or sell back the same security at a mutually decided future date and price. The difference between the sale and repurchase price of the securities is the implicit interest rate for the borrowing/lending.

F. WHAT IS THE INVESTMENT STRATEGIES?

The funds collected under the scheme shall be invested in equities, cumulative convertible preference shares and fully convertible debentures and bonds of companies. Investment may also be made in partly convertible issues of debentures and bonds including those issued on rights basis subject to the condition that, as far as possible, the non-convertible portion of the debentures so acquired or subscribed, shall be disinvested within a period of twelve months.

SBI Long Term Advantage Fund - Series IV is a diversified equity fund. The fund will invest into equity stock of companies listed in India. The fund investment strategy is split into three parts;

1. Asset Allocation:

The fund will invest a portion of its assets into large caps, midcaps and small caps. The proportion of the exposure to each capitalisation will depend on the following factors:

- Liquidity of stocks under each capitalisation range (e.g. Large caps are more liquid than midcaps and midcaps are more liquid than small caps)
- Trading volumes
- Market scenario - It is observed in the past that, in falling markets, large caps fall lesser (in % terms) than midcaps & small caps. It is also observed that, in rising markets, midcaps outperform (in % terms) large caps.

2. Top down approach:

The top down approach helps identifying sectors where the portfolio should take exposure. The portion of exposure to each sector (vis-a-vis benchmark) depends on the following parameters:

- Macroeconomic view
- Policy changes
- Global trends
- Relative valuation of each sectors vis-a-vis other sector
- Risk premium (Risk-reward ratio)

3. Bottom-up approach:

The bottom-up approach helps identifying stocks where the portfolio should take exposure. The portion of exposure to each stock (vis-a-vis benchmark and within the sector) depends on the following parameters:

- Relative valuation of each stock vis-a-vis other stock within the sector or broader market
- Management quality
- Business fundamentals
- Risks associated with business
- Ratios (PE, PB etc)
Since SBI Long Term Advantage Fund – Series IV, is long term equity strategy, the portfolio would be constructed using combination of all the above segments (Asset allocation, top-down approach and bottom-up approach).

G. PORTFOLIO TURNOVER

The Portfolio Turnover is defined as the lower of the value of purchases or sales as a percentage of the average corpus of the Scheme during a specified period of time. The Asset Management Company does not have a policy statement on portfolio turnover. Generally, the Asset Management Company's portfolio management style is conducive to a low portfolio turnover rate. However, given the nature of the Scheme which follows a monthly cycle or rollover / positions the portfolio turnover is expected to be high. Further, there are trading opportunities that present themselves from time to time. These trading opportunities may be due to trading opportunities in equities, changes in interest rate policy by the Reserve Bank of India, shifts in the yield curve, credit rating changes or any other factors where in the opinion of the fund manager there is an opportunity to enhance the total return of the portfolio. It will be the endeavour of the fund manager to keep portfolio turnover rates as low as possible.

Portfolio Turnover Ratio: The Scheme is a new scheme and does not have portfolio turnover ratio.

H. FUNDAMENTAL ATTRIBUTES

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

(i) Type of a scheme

A 10 Year Close-Ended Equity Linked Saving Scheme

(ii) Investment Objective

- **Main Objective** - Growth
- **Investment pattern** - The indicative portfolio break-up with minimum and maximum asset allocation, while retaining the option to alter the asset allocation for a short term period on defensive considerations. The asset allocation pattern is detailed in Section II sub clause D.

(iii) Terms of Issue

Sale of Units: Units would be offered for subscription during the New Fund Offer only.

Liquidity: The Scheme will offer redemption /Switch out on every business day at NAV based prices after the lock - in period of three years from the date of allotment.

Aggregate fee and expenses: Would be restricted to the ceilings of recurring expenses stated in Regulation 52(6) of the SEBI (Mutual Funds) Regulation. The fee and expenses proposed to be charged by the scheme is detailed in Section Fee and Expenses.

SBI Long Term Advantage Fund - Series IV is not a guaranteed or assured return scheme.

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations, the Trustee shall ensure that no change in the fundamental attributes of the Scheme thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme and affect the interests of unitholders is carried out unless:

1. A written communication about the proposed change is sent to each Unitholder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated; and
ii. The Unitholders are given an option for a period of 30 days to exit at the prevailing Net Asset Value without any exit load.

I. BENCHMARK OF THE SCHEME

The scheme would be benchmarked against S&P BSE 500 Index.

The Trustees reserves the right to change the benchmark in future if a benchmark better suited to the investment objective of the scheme is available.

J. FUND MANAGER OF THE SCHEME

<table>
<thead>
<tr>
<th>Name &amp; age of the Fund Manager and tenure of managing the scheme</th>
<th>Educational Qualifications</th>
<th>Experience</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mr. R. Srinivasan Age - 45 years</td>
<td>M.Com &amp; MFM</td>
<td>Experience of more than 22 years in equities. Prior to joining SBI Funds Management Pvt. Ltd., Srinivasan was with Future Capital Holdings, the erstwhile asset management and financial services entity of the Future Group, where he headed ‘Public Markets’. Prior to that, he has worked with several organizations including Principal PNB AMC, Imperial Investment Advisors (associate of Oppenheimer &amp; Co), Indosuez W. I. Carr Securities, Motilal Oswal Securities, Sunidhi Consultancy and Capital Market Publishers. Presently, Srinivasan is the Fund Manager for SBI Magnum Equity Fund, SBI Magnum Global Fund, SBI Magnum Balanced Fund, SBI Emerging Businesses Fund, SBI Contra Fund, SBI Small &amp; Midcap Fund, SBI Tax Advantage Fund Series – I, II &amp; III, SBI Long Term Advantage Fund – Series I, II &amp; III.</td>
</tr>
</tbody>
</table>

K. THE INVESTMENT RESTRICTION

The investment policies of the scheme comply with the rules, regulations and guidelines laid out in SEBI (Mutual Funds) Regulations, 1996. As per the Regulations, specifically the Seventh Schedule, the following investment limitations are applicable to schemes of Mutual Funds.

a. The scheme shall not invest more than 10% of its NAV in debt instrument comprising money market instruments and non-money market instrument 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 Trustee and 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 debt which are rated not below investment grade by a credit rating agency registered with the Board.

b. Debentures, irrespective of any residual maturity period (above or below one year), shall attract the investment restrictions as applicable for debt instruments.

c. The Fund under all its Schemes shall not own more than 10% of any company's paid up capital carrying voting rights;

d. Transfer of investments from one scheme to another scheme, including this scheme, under the Mutual Fund shall be allowed only if:

I. Such transfers are done at the prevailing market price for quoted securities on spot basis; explanation - “spot basis” shall have the same meaning as specified by the stock exchange for spot transactions, and

II. The securities so transferred shall be in conformity with the investment objective of the scheme to which such transfer has been made.

e. 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 shall not engage in short selling of securities or securities lending. Borrowing made by the Scheme shall within the framework specified by the Board.

The Scheme shall not enter into derivative transactions.

Provided further that the sale of government securities already contracted for purchase shall be permitted in accordance with the guidelines issued by the Reserve Bank of India in this regards.

f. The securities be purchased or transferred in the name of the Mutual Fund for the scheme, wherever the investments are intended to be of a long-term nature.

g. Pending deployment of funds of a scheme in terms of investment objectives of the scheme, a mutual fund may invest them in short term deposits of schedule commercial banks, subject to such Guidelines as may be specified by the Board.

h. The assets of the scheme shall not in any manner be used in short selling or carry forward transactions.

i. 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 interscheme investment made by all schemes under the same management or in schemes under the management of any other asset management company shall not exceed 5% of the net asset value of the mutual fund.

j. The mutual fund will not enter into derivatives transactions.

k. The scheme will not advance any loan for any purpose.

l. The scheme shall not make any investment in;

1) any unlisted security of an associate or group company of the sponsor; or

2) any security issued by way of private placement by an associate or group company of the sponsor; or
3) The listed securities of group companies of the sponsor which is in excess of 25% of the net assets.

m. The scheme shall not invest more than 10 per cent of its NAV in the equity shares or equity related instruments of any company and shall not invest more than 5% of its NAV in the unlisted equity shares or equity related instruments and 10% of its NAV in case of close ended scheme.

n. The scheme shall not make any investment in any Fund of Funds scheme.

L. SCHEME PERFORMANCE

SBI Long Term Advantage Fund- Series IV is the new scheme and hence does not have any performance track record.

M. DEBT MARKET IN INDIA

The Indian debt markets are one of the largest and rapidly developing markets in Asia. Government and Public Sector enterprises are the predominant borrowers in the market. The debt markets have received lot of regulatory and governmental focus off late and are developing fast, with the rapid introduction of new instruments including derivatives. Foreign Institutional Investors are also allowed to invest in Indian debt markets subject to ceiling levels announced by the government. There has been a considerable increase in the trading volumes in the market. The trading volumes are largely concentrated in the Government of India Securities, which contribute a significant proportion of the daily trades.

The money markets in India essentially consist of the call money market (i.e. market for overnight and term money between banks and institutions), repo transactions (temporary sale with an agreement to buy back the securities at a future date at a specified price), commercial papers (CPs, short term unsecured promissory notes, generally issued by corporates), certificate of deposits (CDs, issued by banks) , Treasury Bills (issued by RBI) and the CBLO (collateralized lending and borrowing facility).

Government securities are largely traded on a Negotiated Order Matching system (NDS OM) apart from the OTC market. The settlement of trades both in the Gsec markets and the overnight repo and CBLO are guaranteed and done by a central counterparty, the Clearing Corporation of India (CCIL). Corporate bonds and money market deals involving CD’s and CP’s are traded and settled on an OTC basis.

The likely yields of various instruments currently and the factors affecting prices of such securities are given hereunder. The securitized instruments of higher ratings generally offer yields which are 50-75 basis points higher than the comparable normal debt instruments.

Following are the yield matrix of various debt instruments as on December 07, 2016:

<table>
<thead>
<tr>
<th>Instruments</th>
<th>Indicative yield range</th>
</tr>
</thead>
<tbody>
<tr>
<td>Overnight rates</td>
<td>6.25%</td>
</tr>
<tr>
<td>90 day Commercial Paper</td>
<td>6.60%-6.70%</td>
</tr>
<tr>
<td>91-day T-bill</td>
<td>6.27%-6.29%</td>
</tr>
<tr>
<td>1 year G-Sec.</td>
<td>6.12%-6.15%</td>
</tr>
<tr>
<td>5 year G - Sec</td>
<td>6.35%</td>
</tr>
<tr>
<td>10 year G-Sec.</td>
<td>6.44%</td>
</tr>
<tr>
<td>1 year AAA Bond</td>
<td>6.75%</td>
</tr>
<tr>
<td>5 year AAA Bond</td>
<td>7.92%-7.98%</td>
</tr>
</tbody>
</table>
The interest rate market conditions are influenced by the Liquidity in the system, Credit growth, GDP growth, Inflows into the Country, Currency movement in the Forex market, demand and supply of issues and change in investors’ preference. Generally when there is a rise in interest rates the price of securities fall and vice versa. The extent of change in price shall depend on the rating, tenor to maturity, coupon and the extent of fall or rise in interest rates. The Government securities carry zero credit risk, but they carry interest rate risk like any other Fixed Income Securities. Money market instruments which are fairly liquid are not listed in exchanges due to its short tenor. The impact cost of offloading the various asset classes differ depending on market conditions and may impair the value of the securities to that extent. Further, investments in securitized instruments or structured obligation papers carry a higher illiquidity risk. They also carry limited recourse to the originator, delinquency risk out of the defaults on the receivables and prepayment risk which affects the yields on the instruments.

N. INVESTMENT OF AMC IN THE SCHEME

The AMC may invest in the scheme, such amount, as they deem appropriate. But the AMC shall not be entitled to charge any management fees on this investment in the scheme. Investments by the AMC will be in accordance with Regulation 24(3) of the SEBI (MF) Regulations, 1996 which states that:

"The asset management company shall not invest in any of its schemes unless full disclosure of its intention to invest has been made in the Scheme Information Document (SID), provided that the asset management company shall not be entitled to charge any fees on its investment in the scheme."

O. INVESTMENTS IN OTHER SCHEMES

According to the Clause 4 of Schedule 7 read with Regulation 44(1), of the SEBI (MF) Regulations, 1996:

"A 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 investments made by all schemes under the same management or in schemes under the management of any other asset management company shall not exceed 5% of the net asset value of the mutual fund."

P. STOCK LENDING

Scheme shall not engage in stock lending.

Q. SCHEMES PORTFOLIO HOLDINGS (TOP 10 HOLDINGS)

1. Top 10 Holdings:
   This scheme is a new scheme and does not have any top 10 holding.

2. Fund allocation towards various sector:
   This scheme is a new scheme and does not have Fund allocation information.

3. Investors can click on the following link to obtain Scheme’s latest monthly portfolio holding:
### III. UNITS AND OFFER

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

<table>
<thead>
<tr>
<th>Description</th>
<th>Details</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>New Fund Offer Period</strong></td>
<td>NFO opens on: December 30, 2016</td>
</tr>
<tr>
<td></td>
<td>NFO closes on: March 29, 2017</td>
</tr>
<tr>
<td></td>
<td>The Trustees reserves the right to extend the closing date, subject to</td>
</tr>
<tr>
<td></td>
<td>the condition that the NFO shall be kept open for at least 3 months.</td>
</tr>
<tr>
<td><strong>New Fund Offer Price:</strong></td>
<td>Rs. 10/- per unit</td>
</tr>
<tr>
<td><strong>Minimum Amount for Application in the NFO</strong></td>
<td>The minimum investment amount is Rs. 500/- and in multiples of Rs. 500/-</td>
</tr>
<tr>
<td><strong>Minimum Target amount</strong></td>
<td>The AMC seeks to raise a minimum corpus of Rs. 10 crore.</td>
</tr>
<tr>
<td><strong>Maximum Amount to be raised</strong></td>
<td>No upper limit.</td>
</tr>
<tr>
<td><strong>Plans / Options offered</strong></td>
<td>SBI Long Term Advantage Fund - Series IV is a close ended equity</td>
</tr>
<tr>
<td></td>
<td>linked saving scheme offering investor two plans for investment - viz</td>
</tr>
<tr>
<td></td>
<td>Direct Plan &amp; Regular Plan</td>
</tr>
<tr>
<td><strong>Direct Plan:</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Direct Plan is only for investors who purchase /subscribe Units in a</td>
</tr>
<tr>
<td></td>
<td>Scheme directly with the Mutual Fund and is not available for investors</td>
</tr>
<tr>
<td></td>
<td>who route their investments through a Distributor. All the features of</td>
</tr>
<tr>
<td></td>
<td>the Direct Plan under Scheme like the investment objective, asset</td>
</tr>
<tr>
<td></td>
<td>allocation pattern, investment strategy, risk factors, facilities</td>
</tr>
<tr>
<td></td>
<td>offered, load structure etc. will be the same except for a lower</td>
</tr>
<tr>
<td></td>
<td>expense ratio as detailed in Section IV - Fees and Expenses - B. -</td>
</tr>
<tr>
<td></td>
<td>Annual Recurring Expenses. Brokerage/Commission paid to distributors</td>
</tr>
<tr>
<td></td>
<td>will not be paid / charged under the Direct Plan. Both the plans shall</td>
</tr>
<tr>
<td></td>
<td>have a common portfolio.</td>
</tr>
<tr>
<td><strong>Eligible investors:</strong></td>
<td>All categories of investors as permitted under the Scheme Information</td>
</tr>
<tr>
<td></td>
<td>Document of the Scheme are eligible to subscribe under Direct Plan.</td>
</tr>
</tbody>
</table>
**Modes for applying:** Investments under Direct Plan can be made through various modes offered by the Mutual Fund for investing directly with the Mutual Fund [except through Stock Exchange Platforms for Mutual Funds and all other Platform(s) where investors’ applications for subscription of units are routed through Distributors].

**How to apply:**
- Investors desirous of subscribing under Direct Plan of a Scheme will have to ensure to indicate “Direct Plan” against the Scheme name in the application form.
- Investors should also indicate “Direct” in the ARN column of the application form.

**Regular Plan**

This Plan is for investors who wish to route their investment through any distributor.

<table>
<thead>
<tr>
<th>Scenario</th>
<th>Broker Code mentioned by the investor</th>
<th>Plan mentioned by the investor</th>
<th>Default Plan to be captured</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Not mentioned</td>
<td>Not mentioned</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>2</td>
<td>Not mentioned</td>
<td>Direct</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>3</td>
<td>Not mentioned</td>
<td>Regular</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>4</td>
<td>Mentioned</td>
<td>Direct</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>5</td>
<td>Direct</td>
<td>Not Mentioned</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>6</td>
<td>Direct</td>
<td>Regular</td>
<td>Direct Plan</td>
</tr>
<tr>
<td>7</td>
<td>Mentioned</td>
<td>Regular</td>
<td>Regular Plan</td>
</tr>
<tr>
<td>8</td>
<td>Mentioned</td>
<td>Not Mentioned</td>
<td>Regular Plan</td>
</tr>
</tbody>
</table>

Both plans will have two options Growth and Dividend options. Dividend option will have the facility of Payout & Transfer.

Growth will be the default option & dividend payout will be default facility.

In case investor wishes to change the dividend facility, the written request for the same must be received at least 30 days in advance before the record date of the dividend. There will be no minimum amount restriction in the Target Scheme for the dividend to be transferred into...
| **Dividend Policy** | The Trustee reserves the right to declare dividends under the dividend option of the Scheme depending on the net distributable surplus available under the Scheme.

The procedure and manner of payment of dividend shall be in line with SEBI circular / guidelines no. SEBI / IMD / CIR No. 1 / 64057 / 06 dated April 04, 2006 and SEBI / IMD / CIR No. 3 / 65370 / 06 dated April 21, 2006 as amended from time to time. |
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Allotment</strong></td>
<td>Allotment will be made to all applicants in the New Fund Offer provided the applications are complete in all respects and are in order. The allotment will be completed within 5 business days after the closure of New Fund Offer by sending allotment confirmation by way of email and / or Short Messaging Service (SMS) (if the mobile number is not registered under Do Not Call Registry) specifying the number of units. The said allotment confirmation will be sent to the investors / unit holders registered email address and / or mobile number. The allotment details shall get reflected in the Consolidated Account Statement (CAS) sent by email / mail on or before 10th of the succeeding month. Application for issue of Units will not be binding on the fund and may be rejected on account of failure to fulfill the requirements as specified in the application form. Dispatch of Unit statements of account will be made as soon as possible. If an investor specifically requests the Registrars in writing for issue of a Unit Certificate, the Unit Certificates shall be sent to the investor within 5 working days from the date of receipt of request as stipulated under SEBI Regulation 36. In terms of ELSS guideline, allotment of units in respect of all complete applications shall be made, not later than on 31st March, every year.</td>
</tr>
</tbody>
</table>
|                     | Dematerialization

The Applicants intending to hold the Units in dematerialized mode will be required to have a beneficiary account with a Depository Participant of the 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 during the NFO of the respective Scheme. The Units allotted will be credited to the DP account of the Unit holder as per the details provided in the application form. The statement of holding
of the beneficiary account holder for units held in demat will be sent by the respective DPs periodically. Units held in demat form are freely transferable.

It may be noted that trading and settlement in the Units of Scheme over the stock exchange(s) (where the Units are listed) will be permitted only in electronic form.

In terms of SEBI Circular No. IR/MRD/DP/31/2014 dated November 12, 2014 on Consolidated Account Statement, investors having Demat account has an option to receive consolidated account statement:

- Investors having MF investments and holding securities in Demat account shall receive a single Consolidated Account Statement (CAS) from the Depository.

- Consolidation of account statement shall be done on the basis of Permanent Account Number (PAN). In case of multiple holding, it shall be PAN of the first holder and pattern of holding. The CAS shall be generated on a monthly basis.

- If there is any transaction in any of the Demat accounts of the investor or in any of his mutual fund folios, depositories shall send the CAS within ten days from the month end. In case, there is no transaction in any of the mutual fund folios and demat accounts then CAS with holding details shall be sent to the investor on half yearly basis.

- In case an investor has multiple accounts across two depositories, the depository with whom the account has been opened earlier will be the default depository.

If the Unit holder desires to hold the Units in a Dematerialized/ Rematerialized form at a later date, the request for conversion of units held in Account Statement (non demat) form into Demat (electronic) form or vice versa should be submitted alongwith a Demat/Remat Request Form to their Depository Participants. However, the Trustee / AMC reserves the right to change the dematerialization / rematerialization process in accordance with the procedural requirements laid down by the Depositories, viz. NSDL/ CDSL and/or in accordance with the provisions laid under the Depositories Act, 1996 and the Regulations thereunder.

Investors will be issued a Unit Statement of Account in lieu of Unit Certificates. Therefore no Unit certificates will be issued. However, if the applicant so desires, the AMC shall issue a
| Applications Supported by Blocked Amount (ASBA) facility | Pursuant to SEBI Circular No. SEBI/IMD/CIR No 18 / 198647 /2010 dated March 15, 2010 & SEBI Circular No. Cir / IMD / DF / 6 / 2010 dated July 28, 2010, SEBI has extended ASBA facility to the investors subscribing to New Fund Offers (NFOs) of mutual fund schemes. Accordingly, all NFOs launched on or after October 01, 2010 would compulsorily offer ASBA facility to the investors.

Investors may apply through the ASBA process during the NFO period of the Scheme by filling in the ASBA form and submitting the same to their respective banks, which in turn will block the amount in the account as per the authority contained in the ASBA form, and undertake other tasks as per the procedure specified therein.

As per the ASBA process, if an investor is applying through ASBA facility, the application money towards the subscription of Units shall be debited from his specified bank account. The investor is required to submit a copy of the acknowledgment receipt of the ASBA Form (as submitted with SCSB) along with the NFO application form to be furnished to SBI Mutual Fund.

SCSB means Self Certified Syndicate Bank registered with the SEBI, which offers the facility of ASBA.

For the complete list of designated branches of above mentioned SCSBs, please refer to websites - www.sebi.gov.in, www.bseindia.com and www.nseindia.com

Eligible investors for ASBA maintaining their account in any of the above SCSBs may use ASBA facility subject to fulfilling all the terms and conditions stipulated in this regard.

| Refund | If application is rejected, full amount will be refunded within 5 business days from closure of NFO. If refunded later than 5 business days, interest @ 15% p.a. for delay period will be paid and charged to the AMC. |
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.

Prospective investors are advised to satisfy themselves that they are not prohibited by any law governing such entity and any Indian law from investing in the Scheme and are authorized to purchase units of mutual funds as per their respective constitutions, charter documents, corporate / other authorisations and relevant statutory provisions. The following is an indicative list of persons who are generally eligible and may apply for subscription to the Units of the Scheme:

- 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;
- Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private Trusts authorised to invest in mutual fund schemes under their trust deeds;
- Partnership Firms constituted under the Partnership Act, 1932;
- A Hindu Undivided Family (HUF) through its Karta;
- Banks (including Co-operative Banks and Regional Rural Banks) and Financial Institutions;
- Non-Resident Indians (NRIs) / Persons of Indian Origin (PIO) on full repatriation basis or on non-repatriation basis;
- Foreign Institutional Investors (FIIs) registered with SEBI on full repatriation basis;
- Army, Air Force, Navy and other para-military funds and eligible institutions;
- Scientific and Industrial Research Organisations;
- 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, including Fund of Funds schemes.
- Qualified Foreign Investor
- Foreign Portfolio Investor

Investor may please note that investment made upto Rs. 1,50,000/- by individual / HUF shall only qualify for deduction under Section 80 C of the Income Tax Act.

Note: Minor can invest in any scheme of SBI Mutual Fund through his/her guardian only. Minor Unit Holder on becoming major is required to provide prescribed document for changing the status in the Fund’s records from ‘Minor’ to ‘Major’. For details of the documentation pertaining to investment made on behalf of minor, please refer to Statement of Additional Information (SAI) pertaining to investment made on behalf of minor.

Notes:

1. Non Resident Indians and Persons of Indian Origin residing abroad (NRIs) / Foreign Institutional Investors (FIIs) have been granted a general permission by Reserve Bank of India [Schedule 5 of the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000 for investing in / redeeming units of the mutual funds subject to conditions set out in the aforesaid regulations.

2. In case of application under a Power of Attorney or by a limited company or a corporate body or an eligible institution or a registered society or a trust fund, the original Power of Attorney or a certified true copy duly notarised or the relevant resolution or authority to make the application as the case may be, or duly notarised copy thereof, alongwith a certified copy of the Memorandum and Articles of Association and/or bye-laws and / or trust deed and / or partnership deed and Certificate of Registration should be submitted. The officials should sign the application under their official designation. A list of specimen signatures of the authorised officials, duly certified / attested should also be attached to the Application Form. In case of a Trust / Fund
it shall submit a resolution from the Trustee(s) authorizing such purchases.

Applications not complying with the above are liable to be rejected.

3. Returned cheques will not be presented again for collection and the accompanying application forms will be rejected.

Who cannot invest

It should be noted that the following entities cannot invest in the scheme(s):

1. Any individual who is a Foreign National, except for Non-Resident Indians and Persons of Indian Origin (who are not residents of United States of America or Canada), provided such Foreign National has procured all the relevant regulatory approvals applicable and has complied with all applicable laws, including but not limited to and pertaining to anti-money laundering, know your customer (KYC), income tax, foreign exchange management (the Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder), in the sole discretion and to the sole satisfaction of SBI Funds Management Private Limited.

2. 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).

3. Residents of United States of America and Canada.

SBIMFTCPL 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.

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.
<table>
<thead>
<tr>
<th><strong>Where can you submit the filled up applications.</strong></th>
<th>Application can be submitted at any Official Points of Acceptance. Please see the list of official point of acceptance given at the end of the SID.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>How to Apply</strong></td>
<td>Please refer to the SAI and Application form for the instructions. However, investors are advised to fill up the details of their bank account numbers on the application form in the space provided. In order to protect the interest of the Unit holders from fraudulent encashment of cheques, SEBI has made it mandatory for investors in mutual funds to state their bank account numbers in their applications. SEBI has also made it mandatory for investors to mention their Permanent Account Number (PAN) transacting in the units of SBI Mutual Fund, irrespective of the amount of transaction. Please also note that the KYC is compulsory for making investment in mutual funds schemes irrespective of the amount, for details please refer to SAI. Please note that Applications complete in all respects together with necessary remittance may be submitted before the closing of the offer at any SBIFMPL Branches, SBI MF Corporate Office or other such collecting centers as may be designated by AMC. The application amount in cheque or Demand Draft shall be payable to “SBI Long Term Advantage Fund - Series IV” The Cheques / Demand Drafts should be payable at the Centre where the application is lodged. No outstation cheques or stockinvests will be accepted.</td>
</tr>
<tr>
<td><strong>Listing</strong></td>
<td>Units of the Scheme is not listed in any Stock Exchange.</td>
</tr>
<tr>
<td><strong>The policy regarding reissue of repurchased units, including the maximum extent, the manner of reissue, the entity (the scheme or the AMC) involved in the same.</strong></td>
<td>Not Applicable</td>
</tr>
<tr>
<td>Special Products / facilities available during the NFO</td>
<td>SIP / STP / SWP is not available</td>
</tr>
<tr>
<td>-----------------------------------------------------</td>
<td>----------------------------------</td>
</tr>
<tr>
<td>Restrictions, if any, on the right to freely retain or dispose of units being offered.</td>
<td>Not Applicable</td>
</tr>
<tr>
<td>Facilitating transactions through Stock Exchange Mechanism</td>
<td>In terms of SEBI Circular SEBI/IMD/CIR No.11/183204/ 2009 dated November 13, 2009, units of the Scheme can be transacted through all the registered stock brokers of the National Stock Exchange of India Limited and / or Bombay Stock Exchange Limited who are also registered with AMFI and are empanelled as distributors with SBI Mutual Fund. Accordingly such stock brokers shall be eligible to be considered as ‘official points of acceptance’ of SBI Mutual Fund.</td>
</tr>
<tr>
<td>Option to hold unit in demat form</td>
<td>Pursuant to SEBI Circular no. CIR/IMD/DF/9/2011 dated May 19, 2011; the unit holders of the scheme shall be provided an option to hold units in demat form in addition to physical form. The Unit holders would have an option to hold the Units in dematerialized form. Accordingly, the Units of the Scheme will be available in dematerialized (electronic) form. The Applicant intending to hold Units in dematerialized form will be required to have a beneficiary account with a Depository Participant (DP) of the 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 during the NFO of the respective Plan(s). Further, investors also have an option to convert their physical holdings into the dematerialised mode at a later date. Each Option held in the dematerialised form shall be identified on the basis of an International Securities Identification Number (ISIN) allotted by National Securities Depositories Limited (NSDL) and Central Depository Services Limited (CDSL). The ISIN No. details of the respective option can be obtained from your Depository Participant (DP) or you can access the website link <a href="http://www.nsdl.co.in">www.nsdl.co.in</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> . The holding of units in the dematerialised mode would be subject to the guidelines/ procedural requirements as laid by the Depositories viz. NSDL/CDSL from time to time. Investors please note that units issued under the Scheme can only be transferred, assigned or pledged after three years of its issue.</td>
</tr>
<tr>
<td>Transaction Charges</td>
<td>In accordance with the terms of the SEBI Circular No. Cir/ IMD/ DF/13/ 2011 dated August 22, 2011, SEBI has allowed Asset Management Companies (AMCs) to deduct transaction charges per subscription of Rs. 10,000/- and above.</td>
</tr>
</tbody>
</table>
Distributors shall be able to choose to opt out of charging the transaction charge. However, the ‘opt-out’ shall be at distributor level and not investor level i.e. a distributor shall not charge one investor and choose not to charge another investor. As per SEBI Circular CIR/IMD/DF/21/2012 dated September 13, 2012, distributors shall have also the option to either opt in or opt out of levying transaction charge based on type of the product.

Accordingly, the Fund shall deduct Transaction Charges on purchase / subscription received from first time mutual fund investors and investors other than first time mutual fund investors through a distributor/agent (who have specifically “opted in” to receive the transaction charges) as under:

(i) First Time Mutual Fund Investor (across Mutual Funds):
Transaction charges 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 and the balance amount shall be invested in the relevant scheme opted by the investor.

(ii) Investor other than First Time Mutual Fund Investor:
Transaction charges 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 and the balance amount shall be invested in the relevant scheme opted by the investor.

(iii) Transaction charges shall not be deducted for:
(a) purchases /subscriptions for an amount less than Rs. 10,000/-;
(b) transaction other than purchases/subscriptions relating to new inflows such as Switch Dividend Transfer Plan, etc.
(c) purchases /subscriptions made directly with the Fund without any ARN code (i.e. not routed through any distributor/agent).
(d) transactions carried out through the stock exchange mode.

Cash investments in mutual funds
Pursuant to SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012 and CIR/IMD/DF/10/2014 dated May 22, 2014, in order to help enhance the reach of mutual fund products amongst small investors, who may not be tax payers and may not have PAN/bank accounts, such as farmers, small traders/businessmen/workers, SEBI has permitted receipt of cash for purchases / additional purchases extent of Rs. 50,000/- per investor, per mutual fund, per financial year.
shall be allowed subject to (i) compliance with Prevention of Money Laundering Act, 2002 and Rules framed there under; the SEBI Circular(s) on Anti Money Laundering (AML) and other applicable AML rules, regulations and guidelines and (ii) sufficient systems and procedures in place. However, payment redemptions, dividend, etc. with respect to aforementioned investments shall be paid only through banking channel.

In view of the above the fund shall accept subscription applications with payment mode as ‘Cash’ (“Cash Investments”) to the extent of Rs. 50,000/- per investor, per financial year subject to the following:

1) Eligible Investors: Only resident individuals, sole proprietorships and minors (through guardians), who are KYC Compliant and have a Bank Account can make Cash Investments.

2. Mode of application: Applications for subscription with ‘Cash’ as mode of payment can be submitted in physical form only at select OPAT of SBI Mutual Fund.

3. Cash collection facility with State Bank of India (SBI) : Currently, the Fund has made arrangement with SBI to collect cash at its designated branches from investors (accompanied by a deposit slip issued and verified by the Fund). The Bank only acts as an aggregator for cash received towards subscriptions under various schemes received on a day at the various SBI branches.

AMC reserves the right to reject acceptance of cash investments if it is not in compliance with applicable SEBI circular or other regulatory requirements.

Appointment of Mf Utilities India Private Limited

MF Utility (“MFU”) - a shared services initiative of various Asset Management Companies, which acts as a transaction aggregation portal for transacting in multiple Schemes of various Mutual Funds with a single form and a single payment instrument.

Accordingly, during the new fund offer, investor can submit request for purchase of units of the Scheme through MFU online (as and when this facility is available) or through authorized Points of Service published on MFUI website. Investors should note that transactions on the MFUI portal shall be subject to the eligibility of the investors, any terms & conditions as stipulated by MFUI / Mutual Fund / the AMC from time to time and any law for the time being in force.

Investors are requested to note that, MFUI will allot a Common Account Number ("CAN"), a single reference number for all investments in
the Mutual Fund industry, for transacting in multiple Schemes of various Mutual Funds through MFU and to map existing folios, if any. Investors can create a CAN by submitting the CAN Registration Form (CRF) and necessary documents at the MFUI POS. Investors can visit the website of MFUI (www.mfuindia.com) to download the relevant forms. The AMC reserves the right to change/modify/withdraw the features mentioned in the above facility from time to time.

### B. ONGOING OFFER DETAILS

<table>
<thead>
<tr>
<th><strong>Ongoing Offer Period</strong></th>
<th><strong>Being a Close ended Scheme, the Scheme will not be open for subscription ongoing basis.</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>This is the date from which the scheme will reopen for redemptions after the closure of the NFO period.</td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Ongoing price for subscription (purchase)/switch-in (from other schemes/plans of the mutual fund) by investors</strong></th>
<th><strong>Being a Close ended Scheme, Units cannot be subscribed after the closure of NFO.</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>This is the price you need to pay for purchase/switch-in.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Ongoing price for redemption (sale) /switch outs (to other schemes/plans of the Mutual Fund) by investors.</strong></th>
<th><strong>As per ELSS guidelines redemption of units will be allowed after an initial lock-in-period of 3 years from the date of allotment:</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>This is the price you will receive for redemptions/switch outs.</td>
<td>a. The repurchase price shall be announced by the AMC after 1 year from the date of allotment of the units and thereafter on a half yearly basis or as frequently as may be decided by AMC.</td>
</tr>
<tr>
<td></td>
<td>b. After a period of three years from the date of allotment of units, the investor will have an option to tender the units for repurchase, the AMC shall announce the repurchase price during the Specified Redemption Period i.e. The Scheme will offer redemption /switch out of the units on every business day at NAV based prices after the lock in period of 3 years from the date of allotment and accordingly the Repurchase price will be declared on every business day.</td>
</tr>
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</table>

The Units purchased under this scheme can be sold back to the fund on any business day after the lock in period of three years from the date of allotment and would be subject to the exit load, if any. Repurchase of Units will be at the repurchase price prevailing on the date the units are tendered for repurchase and will be based on the applicable NAV. For applications received at the Registrar’s Office, SBI FMPL Branches, SBI FMPL Corporate Office or any Official points of Acceptance before 3.00 p.m. on any business
day, the repurchase price will be based on the closing NAV of the same day and for applications received at the registrar’s end after 3.00 p.m. on any business day, the repurchase price will be calculated based on the closing NAV of the next business day. e.g. for an application received on Tuesday before 3.00 p.m., the repurchase price will be calculated based on Tuesday’s closing NAV and for a repurchase application received on Tuesday after 3.00 p.m., the repurchase price will be based on the closing NAV of Wednesday. Applications received by post will be deemed to have been submitted on the date of receipt at the registrar’s end. The repurchase price for the above will be based on the prospective NAV of the following day and it will incorporate the applicable repurchase load, if any. In case the offices of the AMC or the registrars or the Official Points of Acceptance are closed for any reason the repurchase date will be taken as the date of the next business day.

The Scheme will re-open for repurchase after the three years from the date of allotment.

In the event of the death of the assessee, the nominee or legal heir, as the case may be, shall be able to withdraw the investment only after the completion of one year from the date of allotment of the units to the assessee or anytime thereafter.

<table>
<thead>
<tr>
<th>Minimum amount for Additional purchase</th>
<th>Not Applicable</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cut off timing for subscriptions/ redemptions/ switches</td>
<td>Cut-off time for subscriptions / redemptions/ switches: 3.00 pm</td>
</tr>
<tr>
<td>Where can the applications for purchase/redemption switches be submitted?</td>
<td>The Scheme is not offered on Ongoing basis.</td>
</tr>
<tr>
<td>Minimum amount for purchase/redemption/switches</td>
<td>Not Applicable</td>
</tr>
<tr>
<td>Minimum amount for redemption/switches</td>
<td>Any investor under the scheme may also avail the facility of partial redemption after the lock in period of 3 years from the date of allotment. The minimum amount of repurchase would be Rs. 500/- or 50 Units or account balance whichever is lower.</td>
</tr>
<tr>
<td>Minimum balance to be maintained and consequences of non maintenance.</td>
<td>Not Applicable</td>
</tr>
<tr>
<td>Special Products</td>
<td>SIP, SWP, STP are not available</td>
</tr>
<tr>
<td>Accounts Statements</td>
<td>Pursuant to Regulation 36 of the SEBI Regulation, the following shall be applicable with respect to account statement:</td>
</tr>
</tbody>
</table>
The asset management company shall ensure that consolidated account statement for each calendar month is issued, on or before tenth day of succeeding month, detailing all the transactions and holding at the end of the month including transaction charges paid to the distributor, across all schemes of all mutual funds, to all the investors in whose folios transaction has taken place during that month:

Provided that the asset management company shall ensure that a consolidated account statement every half yearly (September/ March) is issued, on or before tenth day of succeeding month, detailing holding at the end of the six month, across all schemes of all mutual funds, to all such investors in whose folios no transaction has taken place during that period.

- Provided further that the asset management company shall identify common investor across fund houses by their permanent account number for the purposes of sending consolidated account statement.

- **Account Statements for investors holding demat accounts:** Subsequent account statement may be obtained from the depository participants with whom the investor holds the DP account.

- The asset management company shall issue units in dematerialized form to a unitholder of the Scheme within two working days of the receipt of request from the unitholder.

In terms of SEBI Circular No. IR/MRD/DP/31/2014 dated November 12, 2014 on Consolidated Account Statement, investors having Demat account has an option to receive consolidated account statement:

- Investors having MF investments and holding securities in Demat account shall receive a single Consolidated Account Statement (CAS) from the Depository.

- Consolidation of account statement shall be done on the basis of Permanent Account Number (PAN). In case of multiple holding, it shall be PAN of the first holder and pattern of holding. The CAS shall be generated on a monthly basis.

- If there is any transaction in any of the Demat accounts of the investor or in any of his mutual fund folios, depositories shall send the CAS within ten days from the month end. In case, there is no transaction in any of the mutual fund folios and demat accounts then CAS with holding details shall be sent to the investor on half yearly basis.
• In case an investor has multiple accounts across two depositories, the depository with whom the account has been opened earlier will be the default depository.

| Dividend | The dividend warrants shall be dispatched to the unitholders within 30 days of the date of declaration of the dividend. In the event of failure to dispatch dividend within the stipulated 30 day period, the AMC shall be liable to pay interest @ 15% per annum to the Unitholders. Investors residing in such places where Electronic Clearing Facility is available will have the option of receiving their dividend directly into their specified bank account through ECS. In such a case, only an advice of such a credit will be mailed to the investors. |
| Repurchase | The redemption or repurchase proceeds shall be dispatched to the unitholders within 10 working days from the date of redemption or repurchase. |
| Delay in payment of redemption / repurchase proceeds | 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). |
| Switchover facility | Switch from this Scheme to any other Scheme(s) of SBI Mutual Fund only upon the maturity of the Scheme or after the lock-in-period of three years from the date of allotment. |
| Loan facility | Unit holders can obtain loan against their Units from any bank only after completion of lock-in-period of three years, subject to relevant RBI regulations and the respective bank’s instructions, by getting a lien registered / recorded with the Registrars. Unit holders who have borrowed against their Units by recording a lien against their holding can avail of repurchase facility only after the receipt of instructions from the concerned lender that the loan has been repaid in full and the lien can be discharged. In case such an instruction is not received, the lender can apply for redemption in his favour. In such a case, the Mutual Fund reserves the right to redeem the Units in favour of the concerned lender after giving 15 days notice to the Unit holder. |
| Scheme to be binding | The Trustees may, from time to time, add to or otherwise vary or alter all or any of the features or terms of the scheme, with prior approval of SEBI and the Unit holders in accordance with SEBI Regulations, and the same shall be binding on each Unit holder and any person(s) claiming through or under it, as if each Unit holder or such person(s) expressly agreed that such features or terms should be so binding. |
### C. PERIODIC DISCLOSURES

<table>
<thead>
<tr>
<th>Section</th>
<th>Details</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Asset Value</strong></td>
<td>This is the value per unit of the scheme on a particular day. You can ascertain the value of your investments by multiplying the NAV with your unit balance. The AMC will calculate and disclose the first NAV not later than 5 business days from the date of allotment. NAV of the Scheme would be computed and declared on all business days. NAV will be published in 2 newspapers as prescribed under SEBI (Mutual Funds) Regulations, 1996. NAV can also be viewed on <a href="http://www.sbimf.com">www.sbimf.com</a> and <a href="http://www.amfiindia.com">www.amfiindia.com</a>. The AMC shall update the NAVs on the website of Association of Mutual Funds in India - AMFI (<a href="http://www.amfiindia.com">www.amfiindia.com</a>) by 9:00 p.m.</td>
</tr>
</tbody>
</table>
| **Half yearly Disclosures: Portfolio / Financial Results** | (i) **Half Yearly disclosure of Un-Audited Financials:** Before expiry of one month from the close of each half year i.e. on March 31 or September 30, the Fund shall host a soft copy of half-yearly unaudited financial results on the website of the Fund i.e. www.sbimf.com and that of AMFI www.amfiindia.com. A notice advertisement communicating to the investors that the financial results shall be hosted on the website shall be published in one national English daily newspaper and in a newspaper in the language of the region where the Head Office of the fund is situated.  
(ii) **Half Yearly disclosure of Scheme’s Portfolio:** Before expiry of one month from the close of each half year i.e. on March 31 or September 30, the Fund will either publish the scheme’s portfolio details in the newspapers or send it to the unit holders in the format as prescribed by SEBI (Mutual Funds) Regulations, 1996. The same will also be hosted on the website of the fund i.e. www.sbimf.com and that of AMFI www.amfiindia.com. The publication of such statement shall be in one national English daily newspaper and in a newspaper in the language of the region where the Head Office of the fund is situated. |
| **Monthly Disclosure of Schemes’ Portfolio Statement** | The Fund shall disclose the scheme’s portfolio in the prescribed format along with the ISIN as on the last day of the month for all the Schemes of SBI Mutual Fund on its website www.sbimf.com on or before the tenth day of the succeeding month. |
| **Annual Report**                             | Scheme wise Annual Report or an abridged summary thereof shall be mailed to all unitholders within four months from the date of closure of the relevant accounts year i.e. |
31st March each year.

In accordance with SEBI Circular No. IMD/DF/16/2011 dated September 8, 2011, pertaining to mailing of annual report and/or abridged summary thereof, the same shall be sent to the fund as under:

(i) by e-mail only to the Unit holders whose e-mail address is available with us,
(ii) in physical form to the Unit holders whose email address is not available with us and/or to those Unit holders who have opted / requested us for the same.

The physical copy of the schemewise annual report or abridged summary shall be made available to the investors at the registered office of SBI Mutual Fund. A link of the scheme annual report or abridged summary shall be displayed prominently on the website of the fund i.e at www.sbimf.com

### Associate Transactions

Please refer to Statement of Additional Information (SAI).

### Taxation

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/authorised dealers with respect to the specific amount of tax and other implications arising out of his or her participation in the schemes.

<table>
<thead>
<tr>
<th>Tax</th>
<th>Resident investors*</th>
<th>Mutual Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tax on Dividend</td>
<td>Nil, in the hands of investors</td>
<td>Nil</td>
</tr>
<tr>
<td>Capital Gains:</td>
<td>Exemption in case of redemption of units where STT is payable on redemption [u/s 10(38)]</td>
<td>Nil</td>
</tr>
</tbody>
</table>

* Plus applicable surcharge & education cess as per Income Tax Act

Investment upto Rs.150000/- made by Individual / HUF (along with other prescribed investments) will only qualify for deduction from the gross total income under Section 80 C of the Income Tax Act, 1961 as per current tax laws.

For further details on taxation please refer to the clause on Taxation in the SAI
Investor services

Details of Investor Relations Officer of the AMC:
Name: Mr. Rohidas Nakashe
(Head - Customer Service)
Address: 9th Floor, Crescenzo, C- 38 & 39, G Block, Bandra-Kurla, Complex, Bandra (East), Mumbai- 400 051
Telephone number: 022 61793537
e-mail: customer.delight@sbimf.com

D. COMPUTATION OF NAV

NAV of the Scheme shall be computed and declared on every business day. The NAV under the Scheme would be rounded off to two decimals as follows or such other formula as may be prescribed by SEBI from time to time:

\[ \text{NAV} = \frac{\text{Market or Fair Value of Scheme's investments} + \text{Current Assets} - \text{Current Liabilities and Provision}}{\text{No of Units outstanding under Scheme on the Valuation Date}} \]

NAV will be published in 2 newspapers as prescribed under SEBI (Mutual Funds) Regulations, 1996. NAV can also be viewed on www.sbimf.com and www.amfiindia.com.

The AMC shall update the NAVs on the website of Association of Mutual Funds in India - AMFI (www.amfiindia.com) by 9.00 p.m. on daily basis. 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.

Further, as per SEBI Regulations, the repurchase price shall not be lower than 93% of the NAV and the sale price shall not be higher than 107% of the NAV and the difference between the repurchase price and sale price shall not exceed 7% on the sale price. In the case of close-ended scheme the repurchase price shall not be lower than 95% of the NAV.

Please also note that in line with the requirements of ELSS guidelines, the Mutual Fund shall announce repurchase price one year after the date of allotment of the units and thereafter on a half-yearly basis. After a period of three years from the date of allotment of units, when the repurchase of units is to commence, Repurchase price will be declared on every business day.

E. AGGREGATE INVESTMENT IN THE SCHEME

Aggregate investment in the Scheme by following category:

<table>
<thead>
<tr>
<th>Category</th>
<th>Aggregate Investment (Cost) (Amount in Rs.)</th>
<th>Market value (Amount in Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>AMC's Board of Directors</td>
<td>N.A</td>
<td>N.A</td>
</tr>
<tr>
<td>Scheme’s Fund Manager</td>
<td>N.A</td>
<td>N.A</td>
</tr>
<tr>
<td>Other Key Managerial personnel</td>
<td>N.A</td>
<td>N.A</td>
</tr>
</tbody>
</table>
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 sales and distribution fees paid marketing and advertising, registrar expenses, printing and stationary, bank charges etc.

Pursuant to SEBI Circular No. SEBI/IMD/ CIR No. - 1/ 64057/06 dated April 4, 2006, the New Fund Offer expenses under the Scheme will not be charged to the scheme and will be borne by 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 fees and expenses of operating the Scheme on an annual basis, expressed as a percentage of the amount of the scheme’s daily net assets, are estimated as follows:

<table>
<thead>
<tr>
<th>Expense Head</th>
<th>% of daily Net Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Management and Advisory Fees</td>
<td></td>
</tr>
<tr>
<td>Trustee fee</td>
<td></td>
</tr>
<tr>
<td>Audit fees</td>
<td></td>
</tr>
<tr>
<td>Custodian fees</td>
<td></td>
</tr>
<tr>
<td>RTA Fees</td>
<td></td>
</tr>
<tr>
<td>Marketing &amp; Selling expense</td>
<td></td>
</tr>
<tr>
<td>Cost related to investor communications</td>
<td></td>
</tr>
<tr>
<td>Cost of fund transfer from location to location</td>
<td>Upto 2.50% (fungible)</td>
</tr>
<tr>
<td>Cost of providing account statements and dividend redemption cheques and warrants</td>
<td></td>
</tr>
<tr>
<td>Costs of statutory Advertisements</td>
<td></td>
</tr>
<tr>
<td>Cost towards investor education &amp; awareness (at least 2 bps)</td>
<td></td>
</tr>
<tr>
<td>Brokerage &amp; transaction cost over and above 12 bps.</td>
<td></td>
</tr>
<tr>
<td>Service tax on expenses other than investment and advisory fees</td>
<td></td>
</tr>
<tr>
<td>Service tax on brokerage and transaction cost</td>
<td></td>
</tr>
<tr>
<td>Other Expenses</td>
<td></td>
</tr>
<tr>
<td>Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i) and (6) (a)</td>
<td>Upto 2.50% (fungible)</td>
</tr>
<tr>
<td>Additional expenses for gross new inflows from specified cities</td>
<td>Upto 0.30%</td>
</tr>
</tbody>
</table>

“Any other expenses which are directly attributable to the Scheme, maybe charged with the approval of the Trustee within the overall limits as specified in the Regulations except those expenses which are specifically prohibited.

The AMC has estimated that up to 2.50% of the daily net assets will be charged to the scheme as expenses. The maximum annual recurring expenses that can be charged to the Scheme, excluding issue or redemption expenses, whether initially borne by the mutual fund or by the asset management company, but including the investment management and advisory fee shall be within the limits stated in Regulations 52 read with SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012. The AMC may charge the investment and advisory fees within the limits of total expenses prescribed under Regulation 52 of the SEBI (Mutual Funds) Regulation.

Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc., vis-à-vis the Regular Plan and no commission shall be paid from direct plan. Both the plans i.e. Regular Plan and Direct Plan shall have common portfolio.
At least 0.05% will be charged towards distribution and commission expenses, therefore the total expenses of the direct plan shall be lower by at least 0.05% vis-a-vis the regular plan i.e. if the expenses of the regular plan are 250 bps, the expenses of direct plan shall not exceed 245 bps.

For investor education and awareness initiative, the AMC or the Schemes of the Fund will annually set apart at least 0.02 percent of daily net asset of the Schemes of the Fund within the maximum limit of the total expense ratio as per SEBI Regulation.

These estimates have been made in good faith as per the information available to the Investment Manager based on past experience and are subject to change inter-se. Types of expenses charged shall be as per the SEBI (MF) Regulations. However, as per regulation 52 of SEBI (MF) Regulations, Maximum limit of recurring expenses under Regulation 52 are as under:

<table>
<thead>
<tr>
<th>Slab Rates</th>
<th>As a % of daily net assets as per Regulation 52 (6) (c)</th>
</tr>
</thead>
<tbody>
<tr>
<td>On the first Rs.100 Crores</td>
<td>2.50%</td>
</tr>
<tr>
<td>On the next Rs.300 Crores</td>
<td>2.25%</td>
</tr>
<tr>
<td>On the next Rs.300 Crores</td>
<td>2.00%</td>
</tr>
<tr>
<td>On the balance of the assets</td>
<td>1.75%</td>
</tr>
</tbody>
</table>

In addition to expenses as permissible under Regulation 52 (6) (c), the AMC may charge the following additional costs or expenses to the scheme:

- The service tax on investment management and advisory fees would be charged in addition to above limit.
- Brokerage and transaction costs which are incurred for the purpose of execution of trade and is included in the cost of investment, not exceeding 0.12 per cent in case of cash market transactions. Further, in terms of SEBI circular CIR/IMD/DF/24/2012 dated November 19, 2012, it is clarified that the brokerage and transaction cost incurred for the purpose of execution of trade may be capitalized to the extent of 12 bps for cash market transactions. Any payment towards brokerage and transaction cost, over and above the said 12 bps for cash market transactions may be charged to the scheme within the maximum limit of Total Expense Ratio (TER) as prescribed under regulation 52 of the SEBI (Mutual Funds) Regulations, 1996. Service tax on brokerage and transaction cost paid for execution of trade, if any, shall be within the limit prescribed under regulation 52 of the Regulations Any expenditure in excess of the said prescribed limit (including brokerage and transaction cost, if any) shall be borne by the AMC or by the trustee or sponsors.
- In terms of Regulation 52 (6A) (b), expenses not exceeding of 0.30 per cent of daily net assets will be charged, if the new inflows from such cities as specified from time to time are at least -
  (i) 30 percent of gross new inflows in the scheme, or;
  (ii) 15 percent 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.

The Mutual Fund would update the current expense ratios on its website within two working days mentioning the effective date of the change.

Any expenditure in excess of the limits specified in the SEBI Regulations shall be borne by the AMC.

C. ILLUSTRATION OF IMPACT OF EXPENSE RATIO ON SCHEMES RETURNS:

<table>
<thead>
<tr>
<th>Illustration of impact of expense ratio on scheme’s returns</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening NAV (INR Rs) (a)</td>
</tr>
<tr>
<td>Scheme’s gross return for the year</td>
</tr>
<tr>
<td>Closing NAV before charging expenses (b)</td>
</tr>
<tr>
<td>Total expense charged (INR) (c)</td>
</tr>
<tr>
<td>NAV after charging expenses (b-c)</td>
</tr>
<tr>
<td>Net return to the investor</td>
</tr>
</tbody>
</table>

Above illustration is a simplified calculation to show the impact of the expense charged on the performance to the scheme. In the above illustration total expense charged to the scheme has been mentioned in INR. As per the SEBI regulation, expense to the scheme is charged on daily basis on the daily net assets and within the percentage limits specified in the SEBI regulations.

D. LOAD STRUCTURE

Load is an amount which is paid by the investor to subscribe to the units or to redeem the units 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. For the current applicable structure, please refer to the website of the AMC (www.sbimf.com) or contact your distributor.

<table>
<thead>
<tr>
<th>Entry Load</th>
<th>Not Applicable</th>
</tr>
</thead>
<tbody>
<tr>
<td>Exit Load</td>
<td>Nil</td>
</tr>
</tbody>
</table>

No load shall be charged for redemption at maturity of the Scheme.

The investor is requested to check the prevailing load structure of the scheme before investing.

The charges stated above are a percentage of the NAV.

Bonus units and units issued on reinvestment of dividends shall not be subject to entry and exit load.

The AMC reserves the right to introduce a load structure, levy a different load structure or remove the load structure in the scheme at any time after giving notice to that effect to the investors through an advertisement in an English language daily that circulates all over India as well as in a newspaper published in the language of the region where the Head Office of the mutual fund is situated.

The upfront commission on investment, if any, shall be paid to the ARN Holder directly by the investor, based on the investor’s assessment of various factors including service rendered by the ARN Holder.
The exit load charged, if any, after the commencement of the SEBI (Mutual Funds) (Second Amendment) Regulations, 2012, shall be credited to the scheme. Service tax on exit load shall be paid out of the exit load proceeds and exit load net of service tax shall be credited to the scheme.

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

Any imposition or enhancement in the load shall be applicable on prospective investments only. However, AMC shall not charge any load on issue of bonus units and units allotted on reinvestment of dividend for existing as well as prospective investors. At the time of changing the load structure, the mutual fund may consider the following measures to avoid complaints from investors about investment in the schemes without knowing the loads:

1) The addendum detailing the changes may be attached to Scheme Information Documents and key information memorandum. The addendum may be circulated to all the distributors/brokers so that the same can be attached to all Scheme Information Documents and key information memoranda already in stock.

2) Arrangements may be made to display the addendum in the Scheme Information Document in the form of a notice in all the investor service centers and distributors/brokers office.

3) The introduction of the exit load/CDSC along with the details may 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/CDSC.

4) A public notice shall be given in respect of such changes in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of region where the Head Office of the Mutual Fund is situated.

5) Any other measures which the mutual funds may feel necessary.

In accordance with SEBI Regulations, the repurchase price will not be lower than 93% of the NAV and the sale price will not be higher than 107% of the NAV, and the difference between sale price and repurchase price shall not exceed 7% of the sale price.

The investor is requested to check the prevailing load structure of the Scheme before investing.
Please refer to SAI for details.
VI. PENALTIES, PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN THE PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY

1. 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.

Not applicable

2. 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 defaults 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 shall also be disclosed.

Against Sponsor:

a. The Reserve Bank of India imposed penalty of Rs. 3 crores on State Bank of India in July 2013 in exercise of power conferred under Section 47A (1) (c) read with Section 46 (4) of the Banking Regulation Act 1949, for alleged violation of its guidelines/statutory provisions on issue/sale of drafts/gold coins against cash, non capturing of beneficial owner details in CBS and non-availability of a scenario for generating alerts for monitoring transactions in accounts with high turnover but low end day balance. The penalty was paid on 15.07.2013.

b. The Income Tax Authorities imposed penalty of Rs. 12.57 lakhs on State Bank of India (CAG New Delhi Branch) in March 2014 on account of late remittance of TDS pertaining to CAG New Delhi Branch. The penalty was paid on 31.03.2014.

c. The Reserve Bank of India imposed penalty amounting to Rs. 149.15 lakhs on various circles of State Bank of India during the financial year 2015-16. The penalty was imposed for reasons such as wrong reporting, shortage in soiled note remittances and CC balance, detection of mutilated/counterfeit notes in reissuable packets etc. The details of penalties above Rs. 1 lac and nature of penalty thereof are as follows:

<table>
<thead>
<tr>
<th>Circle Name</th>
<th>Nature of Penalty</th>
<th>Amount (Rs.)</th>
<th>Date of payment of penalty</th>
</tr>
</thead>
<tbody>
<tr>
<td>Delhi</td>
<td>Shortages in SNR and CC balances</td>
<td>1,00,600</td>
<td>10-04-2015</td>
</tr>
<tr>
<td>Delhi</td>
<td>Counterfeit Notes in SNR and CC Balances</td>
<td>5,925,00</td>
<td>10-04-2015</td>
</tr>
<tr>
<td>Chennai</td>
<td>Shortages in SNR and CC Balances</td>
<td>1,78,400</td>
<td>05-05-2015</td>
</tr>
<tr>
<td>Bangalore</td>
<td>Counterfeit Notes in SNR and CC Balances</td>
<td>1,62,300</td>
<td>07-05-2015</td>
</tr>
<tr>
<td>Kolkata</td>
<td>Wrong Reporting</td>
<td>23,01,370</td>
<td>25-05-2015</td>
</tr>
<tr>
<td>Delhi</td>
<td>Others</td>
<td>5,00,000</td>
<td>10-06-2015</td>
</tr>
<tr>
<td>City</td>
<td>Issue</td>
<td>Amount</td>
<td>Date</td>
</tr>
<tr>
<td>--------------</td>
<td>------------------------------</td>
<td>--------------</td>
<td>---------------</td>
</tr>
<tr>
<td>Lucknow</td>
<td>Counterfeit Notes in SNR and CC Balances</td>
<td>1,12,200</td>
<td>12-06-2015</td>
</tr>
<tr>
<td>Ahmedabad</td>
<td>Shortages in SNR and CC Balances</td>
<td>1,00,000</td>
<td>16-06-2015</td>
</tr>
<tr>
<td>Bangalore</td>
<td>Shortages in SNR and CC Balances</td>
<td>1,19,000</td>
<td>16-06-2015</td>
</tr>
<tr>
<td>Lucknow</td>
<td>Wrong Reporting</td>
<td>1,12,329</td>
<td>04-09-2015</td>
</tr>
<tr>
<td>Chandigarh</td>
<td>Shortages in SNR and CC Balances</td>
<td>1,00,000</td>
<td>23-03-2016</td>
</tr>
<tr>
<td>Ahmedabad</td>
<td>Non conduct of surprise verification of CC Balance</td>
<td>1,00,000</td>
<td>22-Oct-13</td>
</tr>
<tr>
<td>Bengal</td>
<td>Shortages in SNR and CC Balances</td>
<td>20,00,000</td>
<td>22-Oct-13</td>
</tr>
<tr>
<td>Bhubaneswar</td>
<td>Shortages in SNR and CC Balances</td>
<td>2,10,000</td>
<td>27-Nov-13</td>
</tr>
<tr>
<td>Chandigarh</td>
<td>Detection of mutilated/counterfeit notes in reissuable packets</td>
<td>3,75,000</td>
<td>27-Sep-13</td>
</tr>
<tr>
<td>Delhi</td>
<td>Detection of mutilated/counterfeit notes in reissuable packets</td>
<td>5,00,000</td>
<td>16-Jan-14</td>
</tr>
<tr>
<td>Delhi</td>
<td>Denial of facilities/services to linked branch of other bank</td>
<td>5,00,000</td>
<td>16-Jan-14</td>
</tr>
<tr>
<td>Delhi</td>
<td>Wrong reporting of Remittance to RBI</td>
<td>45,00,000</td>
<td>04-Jul-13</td>
</tr>
<tr>
<td>Delhi</td>
<td>Non conduct of surprise verification of CC Balance</td>
<td>4,97,427</td>
<td>25-Jul-13</td>
</tr>
<tr>
<td>Delhi</td>
<td>Mutilated Notes detected in SNR and CC Balances (in Issuable Note packets)</td>
<td>4,73,950</td>
<td>11-Jul-13</td>
</tr>
<tr>
<td>Hyderabad</td>
<td>Shortages in SNR and CC Balances</td>
<td>1,00,000</td>
<td>24-Jan-14</td>
</tr>
<tr>
<td>Hyderabad</td>
<td>Non conduct of surprise verification of CC Balance</td>
<td>5,00,000</td>
<td>12-Jul-13</td>
</tr>
<tr>
<td>Lucknow</td>
<td>Shortages in SNR and CC Balances</td>
<td>2,59,600</td>
<td>16-Sep-13</td>
</tr>
<tr>
<td>Mumbai</td>
<td>Shortages in SNR and CC Balances</td>
<td>1,13,100</td>
<td>27-Mar-14</td>
</tr>
<tr>
<td>North-East</td>
<td>Shortages in SNR and CC Balances</td>
<td>1,55,800</td>
<td>25-Jul-13</td>
</tr>
<tr>
<td>Patna</td>
<td>Mutilated Notes detected in SNR and CC Balances (in Issuable Note packets)</td>
<td>3,21,950</td>
<td>05-Jun-13</td>
</tr>
</tbody>
</table>

d. SBI Jeddah Branch  
(a) Penalty of SAR 19,000 (INR 2.68 lakhs) imposed by Saudi Arabia Monetary Agency (SAMA) on account of delayed submission of financial statement as at the end of December 2012. The penalty was paid on 07.04.2013.  
(b) Penalty of SAR 11,700 (INR 1.64 lakhs) imposed by Saudi Arabia Monetary Agency (SAMA) on account of non adherence to the requirement of incorporating National ID/Civil Register Number of the drawer of the cheque in the slip of all dishonoured cheques. The penalty was paid on 27.04.2013.

e. SBI Regional Representative Office, Manila  
Penalty of PHP 8,561.79 (INR 0.39 lakhs) imposed by Securities Exchange Commission of Manila (SEC) on account of delayed submission of General Information Sheet and proof of Inward Remittance. The penalty was paid on 24.07.2013.

f. Bank SBI Indonesia  
(a) Penalty of IDR 0.21 mio (INR 0.12 lakhs) imposed by Bank Indonesia on account of shortage of foreign currency minimum reserve requirement in 2011-12. The penalty was paid on August 23, 2011.
(b) Penalty of IDR 2,000,000 (INR 0.13 lakhs) imposed by Bank Indonesia on account of delayed submission of Commercial Bank Daily Report in April 2013. The penalty was paid on 10.04.2013.
(c) Penalty of IDR 17,712,377 (INR 0.87 lakhs) imposed by Bank Indonesia on account of error in reported data for calculation of minimum statutory reserve in December 2013. The penalty was paid on 12.12.2013.
(d) Penalty of IDR 250,000,000 (INR 12.23 lakhs) imposed by Bank Indonesia on account of 25 forex purchase transactions done by a customer were considered to be in violation of Bank Indonesia’s regulation concerning foreign exchange purchases against IDR in December 2013. The penalty was paid on 30.12.2013.

g. **SBI Mauritius**

(a) Penalty of MUR 1,00,000 (INR 1.75 lakh) imposed by Bank of Mauritius on account of non-adherence to the guidelines on obtaining prior approval of local banking regulator. The penalty was paid in December 2012.

(b) Penalty of MUR 500,000 (INR 9.96 lakhs) imposed by Bank of Mauritius on account of non-compliance with the guidelines of Anti-Money Laundering Combating the Financing of Terrorism and also due to non-adherence of guidelines on advertisement by Bank of Mauritius in June 2013. The penalty was paid on 17.07.2013.

h. **SBI Paris Branch**

ACPR the banking regulator in France imposed penalty of Euro 300000 (INR 21,445,500) on Paris Branch for not implementing regulatory requirements such as continuity in Compliance Function, creation of independent position of Accounts Controller and instituting an audit trail in regulatory reporting. The penalty was paid on 06.05.2015.

i. **Hong Kong branch**

Hong Kong Monetary Authority (HKMA) imposed penalty of HKD 7,500,000 (INR 64,340,327) on Hong Kong branch for not having adequate control procedures in respect of customer due diligence, monitoring of business relationship and determining beneficial ownership as per the Anti Money Laundering Ordinance of 2012. The penalty was paid on 06.08.2015.

j. **Muscat Branch**

Central Bank of Oman imposed penalty of Oman Riyal 4000 (INR 720,497) on Muscat branch for not providing cheque return information to the Regulator. Penalty was paid on 08.10.2015.

k. **Nepal SBI Bank Ltd.**

Nepal Rashtriya Bank imposed a penalty of NR 2,500,000 (INR 1,537,698) on Nepal SBI Bank Limited for non-payment of interest to saving Bank depositors who did not maintain minimum balance in their accounts. The penalty was paid on 08.11.2015.

l. **Bank SBI Botswana**

Bank Botswana, the banking regulator of Botswana imposed a penalty of BWP 123,200 (INR 755,740) on Bank’s subsidiary, SBI Botswana for non-submission of daily liquidity schedules to the Regulator from 17.12.2015 to 04.01.2016. The penalty was paid on 30.03.2016.

The regulator also imposed penalty of BWP 47,712 (INR 283,505) on SBI Botswana for wrong reporting of deposit figures to the Regulator from 01.02.2016 to 03.02.2016. The penalty was paid on 30.03.2016.
m. During the F.Y. 2015-16, Financial Intelligence Unit - India, New Delhi served the Order dated 27-10-2015 imposing a fine of Rs. 5.00 lacs for failure of State Bank of India’s (5 branches of SBI figured in Cobrapost sting operations) internal mechanism for detecting and reporting attempted suspicious transactions in terms of Section 12 of the PMLA Act. Bank has filed the appeal on 08.12.2015. The Appellate Tribunal had fixed 23.09.2016 as the date for admission hearing.

n. In respect of Overseas Regulators, details of penalties imposed during F.Y. 2015-16, are furnished below:
   - **Muscat Branch** - Central Bank of Oman observed that Muscat Branch has not reported some instances of cheques returned by them as required under regulations, hence penalty imposed was USD 10,387;
   - **Hong-Kong Operations** - As per Hong Kong Monetary Authority (HKMA), SBIHK has contravened regulatory provisions (AML/CFT control) and instituted disciplinary proceedings. On conclusion of disciplinary proceedings HKMA imposed penal action consisting public reprimand and pecuniary penalty of USD 967,742;
   - **Nepal SBI Bank Ltd. (Subsidiary)** - Nepal Rastra Bank, Banking Regulator observed that revised interest computation method for Savings Bank depositors was not being followed by NSBL and hence penalty of USD 23,445 was imposed;
   - **Bank SBI Botswana (Subsidiary)** - As per Bank of Botswana, the Banking Regulator, Bank SBI Botswana has breached Section 40(2) of Bank of Botswana Act for the period 01-02-2016 to 03-02-2016 for wrong reporting of deposit figures and hence penalty of USD 4,279 was imposed.

There are no any monetary penalties imposed and/ or action taken by any financial regulatory body or governmental authority, against the AMC and/ or the Board of Trustees /Trustee Company;

3. 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 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.

   **Against Sponsor:**

   SEBI served show cause notice dated 08.11.2012 under rule 4 of the adjudication Rules for the deficiencies observed in Debenture Trustee operations during their inspection conducted from 26.07.2010 to 30.07.2010 at State Bank of India, Mumbai Main branch. Bank has made payment of Rs. 6.80 lacs towards the settlement charges to SEBI on 13.01.2015 for the same.

4. 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.

   Some ordinary routine litigations incidental to the business of the Fund are pending in various forums

   Apart from this, following are the details of Penalties, pending litigation or proceedings, findings of inspection or investigations for which action may have been taken or initiated by any
regulatory authority against the AMC - SBI Funds Management Private Limited (SBIFMPL) in a capacity of Investment Manager to the SBI Mutual Fund:

a) SEBI has initiated an investigation for the transactions in the shares of M/S Polaris Software Lab Limited, made during the period April 01, 2002 to May 31, 2002 by SBI Mutual Fund, having suspected SBI Mutual Fund of indulging in insider trading on account of proposed merger of M/s Orbi Tech Solutions with M/s Polaris Software Lab Limited, i.e. ‘unpublished price sensitive information’ about Polaris under the SEBI (Insider Trading Regulation) Regulation, 1992. SBIMF has denied having violated of any insider trading regulation or SEBI Act. SEBI had issued a show cause notice on June 20, 2007 and SBIMF has replied to SEBI on June 30, 2008. Since then, there has been no further communication on the matter from SEBI till date.

b) SEBI had initiated an investigation into certain transactions in the shares of M/s. Padmini Technologies Limited (“PTL”), during the period 2000-2001, which included an inquiry into the investments made by SBI Mutual Fund in the shares of PTL. The Central Bureau of Investigation had also investigated about various aspects of transactions in the shares of PTL which included investments by various schemes of SBI Mutual Fund during the period. A case was subsequently filed in the Sessions Court at Mumbai in 2006 against some ex-employees of the Company. SBI Funds Management Private Limited (“SBIFMPL”), SBI Mutual Fund Trustee Company Pvt. Ltd. and SBI Mutual Fund are not parties to this case. The internal investigations conducted by the Chairman, Board of Trustees, SBI Mutual Fund, however, had ruled out any questionable intentions of SBI Mutual Fund in the matter. Further, a show cause notice dated January 29, 2010 (“2010 SCN”) was received from SEBI in the matter and SBI Mutual Fund has replied to the show cause notice countering the allegations made by SEBI. SBI Mutual Fund had also made an application to SEBI to settle the matter through the consent process, i.e. on a no-fault basis, without accepting or denying guilt. The said consent proposal has not been accepted by SEBI vide its letter dated March 22, 2013. A fresh Show Cause Notice dated May 28, 2013 (“2013 SCN”) has been issued enclosing a copy of an enquiry report conducted again by a Designated Authority, recommending a prohibition on SBI Mutual Fund from launching any new mutual fund schemes for a period of 12 months. In terms of the opportunity made available in the 2013 SCN to avail the consent process, SBI Mutual Fund had filed a consent application which was returned by SEBI stating that the consent application by SBIFMPL shall not be reconsidered by SEBI. SBIFMPL is dealing with the issue and have engaged the services of legal counsel to resolve the matter.

5. 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.

Not Applicable

Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.

Date of Approval of the scheme by SBI Mutual Fund Trustee Company Private Limited on November 22, 2016.

For and on behalf of the Board of Directors,
SBI Funds Management Private Limited
(The Asset Management Company for SBI Mutual Fund)

sd/-

Place: Mumbai

Date: December 20, 2016

Name : Anuradha Rao
Designation : Managing Director & CEO
SBI FUNDS MANAGEMENT PVT LTD - BRANCHES


AMRITSAR: SBI Funds Management Pvt Ltd, Personal Banking Branch, SCO 3, Lawrence Road, Amritsar-143001, Tel: (0183)2221755. ANAND : SBI Funds Management Pvt Ltd, 102, Maruti Sharnam, Near Nanadbhoomi Party Plot, Anand Vidyanyagar Road, Anand - 388001, Gujarat Tel: (02692)- 246210. ANDHERI : SBI Funds Management Pvt Ltd, Shop No. 6, Monisha CHS, S.V Road, Near ICICI Bank, Andheri (West), Mumbai


BHINDA : SBI Funds Management Pvt Ltd, State Bank of India, 1st Floor, A.D.B. Branch, Guru Kashi Marg, Bhatinda-151001, Tel.: BHUJ: SBI Funds Management Pvt Ltd, C/O State Bank of India, Shanti Chambers, Office No. 30, New Station Road, Opp. SBI Main Branch - 370001, Gujarat BOKARO: SBI Funds Management Pvt Ltd, F/5, City Centre, Sector - 4, Bokaro Steel City - 827004, Jharkhand. BORIVALI : SBI Funds Management Pvt Ltd, Shop No 16, Star Trade Centre, Sodawala Lane, Nr, Chamunda Circle, Borivali West-400092, Tel : 022-28927551/28922741. BURDWAN: SBI Funds Management Pvt Ltd, 6th Floor, Talk of the Town, 398 G.T. Road, Burdwan - 731301, West Bengal. BAVNAGAR: SBI Funds Management Pvt Ltd, C/O SBI Darbargadh Branch. 2nd Floor.AmbaChowk. Bhavnagar 364001, Tel: 0278-2523788.. BELGAUM: SBI Funds Management Pvt Ltd, C/O.SBI Main Branch, Near Railway Station Building, Belgaum-590001, Tel: 0831-2422463. BELLARY: SBI Funds Management Pvt Ltd, C/O State Bank of India, Shanti Chambers, Office No. 30, New Station Road, Opp. SBI Main Branch - 583101, Tel: 08392-271775. BHILAI: SBI Funds Management Pvt Ltd, Plot no.21, Nehru Nagar East, Commercial Complex, Near Bhilai Scan, Bhilai-490020, Tel No.: 0788-4010955, 0788 - 6940010/11/12/13/14/15/16/17. BILASPUR: SBI Funds Management PvtLtd, SBI, Main Branch,OldHighcourt Road,Bilaspur-495001, Tel: (07752) 495006. BOKARO: SBI Funds Management Pvt Ltd,C/O State Bank of India, Sector - 4,Main Branch, Bokaro Steel City, Bokaro - 827004, Tel: 9304823011. CHANDIGARH : SBI Funds Management Pvt Ltd, C/O State Bank of India, SCO-107-108, 2nd Floor, Administrative Office, Sector 17-B, Chandigarh-160017, Tel No.: 0172-2703380. CHENNAI : SBI Funds Management Pvt Ltd,SigapiAchi Building Liil Floor, 18/3, Marshalls Road, Rukmani Lakshimpathy Road, Egmore, Chennai - 600 008, Tel : 044 2854 3382 / 3383, 044 2854 3384 / 3385. COIMBATORE : SBI Funds Management Pvt Ltd, 1st Floor, Above SBI R.S Puram Branch, 541, D.B Road, R.S Puram, Coimbatore- 641 002, Tel : (0422) 2541666. CALICUT : 2nd Floor, Josela's Galleria, Opp. Malabar Christian College Higher Secondary School, Wayanad Road, Calicut-673001, Tel no: 0495-2768270, 4020079, 4020080. CUTTACK: SBI Funds Management Pvt Ltd, 3rd Floor,City Mart, Above Vishal Mega Mart, BajraKabati Road,Cuttack-753001, Tel: 0671-2422972.
Jharkhand, Tel: 9693205026. RAJAHMUNDRY : SBI Funds Management Pvt Ltd, C/o, SBI Main Branch, T Nagar, Rajahmundry - 533 101, Tel: (0883)2434002. RAJKOT: SBI Funds Management Pvt Ltd, 208, Orbit Plaza, Near Swami Vivekanand Statue, Dr. Yagnik Road, Rajkot - 36000, Tel No.: 0281-2466740/41. RATLAM: SBI Funds Management Pvt Ltd, 14/1, Chhatirpul, Main Road, Ratlam - 457001, Madhya Pradesh. ROHTAK: SBI Funds Management Pvt Ltd, C/o State Bank of India Main Branch, Near District Court, Rohtak - 124001, Haryana.


CAMS INVESTOR SERVICE CENTRES / CAMS TRANSACTION POINTS

AHMEDABAD: 111-113,1st Floor - Devpath Building, Off: C G Road, Behind Lal Bungalow, Ellis Bridge, Ahmedabad - 380006 Tel: 079-30082468/69. AGARTALA: Advisor Chowmuhani (Ground Floor), Krishnanagar, Agartala, Agartala-799001, Tel:09862923301.AGRA: No. 8, II Floor, Maruti Tower, Sanjay Place, Agra-282002, Tel: 0562-324 2267. AHMEDNAGAR: B, 1+3, Krishna Enclave Complex, Near Hotel Natraj, Nagar- Aurangabad