

Date: 10.05.2019

Dear Investor,

Thank you for investing with Tata Young Citizens' Fund.

Tata Young Citizens' Fund (the scheme) was launched in August 1995 with a mandate to invest at least 65% of the net assets in equity and equity related instruments and with the objective to generate long term capital growth.

The Trustees of Tata Mutual Fund, based on recommendation of Tata Asset Management Limited, have approved the changes in the fundamental attribute of the scheme. The scheme is designed for long term savings for the benefit of minor child. The change in fundamental attribute will help the scheme to have a higher equity exposure aiming for the benefit of long term investing in capital market.

The proposed changes are given below:

Sr No	Details	Current provisions	Changes Proposed																																		
1.	Asset Allocation	<p>Under normal circumstances, funds of the Scheme, shall (after providing for all ongoing expenses) be invested / the indicative asset allocation shall be as follows considering the objective of the Scheme:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> <th>Risk Profile</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> <th>High/Medium/Low</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity Related Instruments (Listed / Unlisted)</td> <td>65</td> <td>85</td> <td>High</td> </tr> <tr> <td>Debt* & Money market instrument</td> <td>15</td> <td>35</td> <td>Low to Medium</td> </tr> </tbody> </table> <p>* Investment by the scheme in securitised debt will not normally exceed 20% of the net assets of the Scheme. The scheme does not seek to invest in foreign securities. The Scheme does not seek to participate in repo/reverse repo in corporate debt securities. The Scheme does not seek to participate in credit default swaps. Not more than 20% of the net assets of the scheme shall be deployed in securities lending. The Scheme would limit its exposure, with regards to securities lending, for a single intermediary, to the extent of 5% of the total net assets of the scheme at the time of lending. The scheme net assets will have a maximum derivative net position of 50% of the net assets of the scheme. The Scheme will comply with all the applicable circulars issued by SEBI as regard to derivatives viz. SEBI Circular no. SEBI/MFD/CIR No. 03/158/03 dated June 10, 2003, no. DNP/Cir-29/2005 dated September 14, 2005, no. SEBI/IMD/CIR No. 9/108562/07 dated November 16, 2007, no. Cir/IMD/DF/11/2010 dated August 18, 2010. Investment in derivatives/futures/options may be done for trading, hedging and portfolio balancing. The cumulative gross exposure through debt and derivative positions should not exceed 100% of the net assets of the scheme. Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. Cash equivalent includes lending under Collateralized Borrowing and Lending Obligation (CBLO), Reverse Repos, Fixed Deposits with Schedule Commercial Banks upto 91 day maturity and money market instruments upto 91 days maturity. Due to market conditions, the AMC may invest beyond the range set out above. Such deviations shall normally be for a short term purpose only for defensive considerations and such deviation shall be subjected to 30 days rebalancing period. In case deviation in investment pattern is not rebalanced within the period indicated above then justification for such delay in rebalancing of portfolio shall be placed before the investment committee and the reasons for the same shall be recorded in writing.</p>	Instruments	Indicative allocations (% of total assets)		Risk Profile	Minimum	Maximum	High/Medium/Low	Equity and Equity Related Instruments (Listed / Unlisted)	65	85	High	Debt* & Money market instrument	15	35	Low to Medium	<p>Under normal circumstances, the asset allocation of the scheme will be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> <th>Risk Profile</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> <th>High/Medium/Low</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity Related Instruments (Listed / Unlisted)</td> <td>65</td> <td>100</td> <td>High</td> </tr> <tr> <td>Debt* & Money market instrument</td> <td>0</td> <td>35</td> <td>Low to Medium</td> </tr> <tr> <td>Units issued by REITs and InvITs</td> <td>0</td> <td>10</td> <td>Medium to High</td> </tr> </tbody> </table> <p>* Investment by the scheme in securitised debt will not normally exceed 70% of the debt exposure of the Scheme. The Scheme may participate in repo in corporate debt securities subject to conditions specified in Annexure I. The scheme may invest in the units of REITs and InvITs. Refer Annexure II for further details.</p>	Instruments	Indicative allocations (% of total assets)		Risk Profile	Minimum	Maximum	High/Medium/Low	Equity and Equity Related Instruments (Listed / Unlisted)	65	100	High	Debt* & Money market instrument	0	35	Low to Medium	Units issued by REITs and InvITs	0	10	Medium to High
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	Write call options under a cover call strategy	-	The Scheme write call options under a covered call strategy. This will be subject to guidelines issued by SEBI from time to time. Refer Annexure III for further details.																																		

There are no changes in the other restrictions mentioned below the Asset Allocation table and any other terms of the scheme.

The above changes will be effective from 15.06.2019. Revised asset allocation pattern indicated above will be achieved within 30 days from the effective date of change in the fundamental attribute of the scheme.

If you are not in favour of the above mentioned scheme changes, you may choose to exit from Tata Young Citizens' Fund by submitting request for redemption or switch to any of our existing schemes at the prevailing NAV without payment of exit load from **15.05.2019 to 14.06.2019** (upto 3.00 p.m) at any of our Branches or Cams Official Points of Acceptance.

Please note that submission of the PAN of the Parent/ Guardian of Minor unitholders is mandatory to process redemption except in following cases:

- 1) Where investment is by way of Micro Systematic Investment Plan (SIP) and aggregate investment amount is not more than Rs. 50,000/- in any financial year.
- 2) Where Unitholder (Parent/ Guardian of unitholder who is minor) is a resident of Sikkim."

For unitholders who have attained majority and have not completed the process for Change of tax status from Minor to Major, you are required to complete the said formality before applying for redemption. (format attached). The redemption can be accepted only post receipt of confirmation of Change of Tax Status from CAMS/ Tata Asset Management Limited.

Kindly note that investors who have subscribed or switched-in to the scheme after 3rd May 2018 will not be eligible for opting of exit option as their investments are subject to a lock-in period of 5 years or till the time the child attains majority (18 years of age) whichever is earlier. Unitholders may note that an exit from the scheme will have capital gain tax implication and is advised to consult with his or her own tax advisors with respect to the specific tax implications arising out of exit from the scheme.

Please provide us the CKYC acknowledgement / KYC form and the documents along with the switch request.

If you wish to change / update your Bank Mandate before redemption, you may do so by submitting a cancelled original cheque leaf of the new bank account as well as the bank account currently registered along with the redemption / switch request. The payment will be made within 10 business days from the date of redemption.

All requests received after 3.00 pm on **14.06.2019** will be subject to exit load, as applicable.

Unitholders may note that no action is required in case they are in agreement with the aforesaid changes, which shall be deemed as acceptance of the said change. **The offer to exit from the Scheme is optional at the discretion of the Unit holders and not compulsory.** We would like investors to stay invested in the scheme.

The unit holders who have pledged or encumbered their units will not have the option to exit unless they procure an effective release of their pledges/ encumbrances prior to the redemption / switch-out requests.

Unclaimed redemption and dividend relating to scheme Tata Young Citizens' Fund (TYCF) - as on 30.04.2019 is as follows:

Scheme	Unclaimed Amounts (*)			No. of Investors		
	Redemption (Rs.)	Dividend (Rs.)	Total (Rs.)	Redemption (No.)	Dividend (No.)	Total (No.)
TYCF	2,225,911.36	0.00	2,225,911.36	146	0	146

(* This amount pertains to all unitholders of the scheme. To know the amount pertaining to specific individual investor, please visit <http://www.tatamutualfund.com/investor/services/unclaimed-redemption-dividend>

***Cut off timing for NAV applicability for redemption and switch out:**

In respect of valid redemption / switch out application accepted at a designated collection centre upto 3 p.m. on a business day by the Mutual Fund, the closing NAV of the day of receipt of application shall be applicable and in respect of application received after 3 p.m., closing NAV of the next business day will be applicable.

We thank you for your kind co-operation and look forward to your continuous patronage.

Thanking You,

Yours faithfully

For Tata Asset Management Ltd.

Sd/-

Kashmira M Kalwachwala

Head - Investor Services.

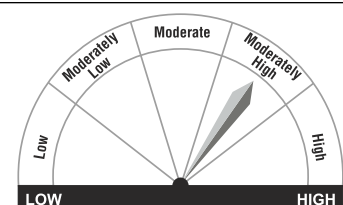
Encl.

Product Label: Tata Young Citizens' Fund

This product is suitable for investors who are seeking*:

- Long Term Capital Appreciation by investing predominantly in equity & equity related instruments.

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



Investors understand that their principal will be at Moderately High risk

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

Annexure I

Participation in repo in Corporate Debt Securities:

The Scheme may participate in repo in corporate debt securities subject to guidelines specified by SEBI from time to time. This includes the following

- Gross exposure to corporate bond repo transaction should be not more than 10% of the net asset of the scheme.
- The cumulative gross exposure through repo transactions in corporate debt securities along with equity, debt and derivatives shall not exceed 100% of the net assets of the Scheme.
- The scheme will participate in repo transactions only in AA and above rated corporate debt securities.
- The scheme may borrow through repo transactions (for redemption/dividend payout) only if the tenor of the transaction does not exceed a period of six months and aggregate borrowing is not more than 20% of net assets of the Scheme.
- Credit exposure will be on the counterparty and not on the collateral securities in case of corporate bond repo. Issuer and counterparty limits will be based on approved credit universe.

As mandated by SEBI vide circular CIR / IMD / DF / 19 / 2011dt. November 11, 2011, AMC and Trustee company of Tata Mutual Fund have specified norms for Category of counterparty, credit rating of counterparty, tenor of collateral and applicable haircuts for participation in repo in corporate bonds.

Risk associated with investing in Repo of Corporate Bond Securities

To the extent the scheme invests in Repo of Corporate Bond Securities, the scheme will be subject to following risks –

- Corporate Bond Repo will be subject to counter party risk.
- The scheme will be exposed to credit risk on the underlying collateral– downward migration of rating. The Mutual Fund will impose adequate haircut on the collateral to cushion against any diminution in the value of the collateral. Collateral will require to be rated AA and above rated where potential for downgrade/default is low. In addition, appropriate haircuts are applied on the market value of the underlying securities to adjust for the illiquidity and interest rate risk on the underlying instrument.
- Liquidity of collateral: In the event of default by the counterparty, the Mutual Fund would have recourse to recover its investments by selling the collateral in the market. If the underlying collateral is illiquid, then the Mutual Fund may incur an impact cost at the time of sale (lower price realization).

Annexure II

Investment in the units of REITs & InvITs

The scheme may invest in the units of REITs and InvITs.

“REIT” or “Real Estate Investment Trust” shall have the meaning assigned in clause (zm) of sub-regulation 1 of regulation 2 of the Securities and Exchange Board of India (Real Estate Investment Trusts) Regulations, 2014. REITs are companies that own and lease out commercial or residential real estate. The rental incomes from the properties are shared among REIT investors, who are allotted units. These units are tradeable on exchanges.

“InvIT” or “Infrastructure Investment Trust” shall have the meaning assigned in clause (za) of sub-regulation (1) of regulation 2 of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014. InvITs are similar to REITs, except these own infrastructure assets not real estate.

Investment restriction applicable to REITs and InvITs

- 1) No mutual fund under all its schemes shall own more than 10% of units issued by a single issuer of REIT and InvIT; and
- 2) The scheme shall not invest –
 - a) more than 10% of its NAV in the units of REIT and InvIT; and
 - b) more than 5% of its NAV in the units of REIT and InvIT issued by a single issuer.

Risks Associated with Investments in REITs and InvITS:

- **Market Risk:** REITs and InvITs Investments are volatile and subject to price fluctuations on a daily basis owing to factors impacting the underlying assets. AMC/Fund Manager's will do the necessary due diligence but actual market movements may be at variance with the anticipated trends.
- **Liquidity Risk:** As the liquidity of the investments made by the Scheme(s) could, at times, be restricted by trading volumes, settlement periods, dissolution of the trust, potential delisting of units on the exchange etc, the time taken by the Mutual Fund for liquidating the investments in the scheme may be high in the event of immediate redemption requirement. Investment in such securities may lead to increase in the scheme portfolio risk.
- **Reinvestment Risk:** Investments in REITs & InvITs may carry reinvestment risk as there could be repatriation of funds by the Trusts in form of buyback of units or dividend pay-outs, etc. Consequently, the proceeds may get invested in assets providing lower returns.
- **Regulatory/Legal Risk:** REITs and InvITs being new asset classes, rights of unit holders such as right to information etc. may differ from existing capital market asset classes under Indian Law.

Annexure III

Writing of call options under covered call strategy

The scheme may write call options under covered call strategy subject to conditions specified by SEBI which includes the following:

- 1) Call option writing under a cover call strategy is allowed for constituent stocks of NIFTY 50 and BSE SENSEX.
- 2) The total notional value (taking into account strike price as well as premium value) of call options written by a scheme shall not exceed 15% of the total market value of equity shares held in that scheme.
- 3) The total number of shares underlying the call options written shall not exceed 30% of the unencumbered shares of a particular company held in the scheme. The unencumbered shares in a scheme shall mean shares that are not part of Securities Lending and Borrowing Mechanism (SLBM), margin or any other kind of encumbrance.
- 4) In no case, a scheme shall write a call option without holding the underlying equity shares. A call option can be written only on shares which are not hedged using other derivative contracts.
- 5) The total gross exposure related to option premium paid and received must not exceed 20% of the net assets of the scheme.
- 6) The call option written shall be marked to market daily and the respective gains or losses factored into the daily NAV of the respective scheme(s) until the position is closed or expired.

Benefit of Writing of Call Option Under a Cover Call Strategy

- a. Holders with Long term view on the stock can write options and reduce the portfolio costs.
- b. Writing can also act as a good alternative for playing relative outperformance for stocks held in portfolios within same sector.
- c. Stocks held in the portfolio can be effectively hedged in extreme volatility in the market.

Illustration

For example, if the scheme buy a stock A at Rs.900, receive a Rs.100 option premium from writing a Rs.1050 strike price call of stock A, then it can maintain the stock position as long as the stock price stays below Rs.1150 at expiry. If the stock price moves above Rs.1150, the scheme may have to give delivery of long position to meet obligation of call writing. The scheme can only profit if stock price remains below Rs.1150 on expiry.

Risk of Writing of Call Option Under a Cover Call Strategy

Under a delivery settlement a call writer will have to part with the physical holding of security which was originally intended for long term holding.



TATA MUTUAL FUND
Mulla House, 4th Floor, M.G. Road, Fort, Mumbai - 400 001
REQUEST FORM FOR CHANGE OF STATUS
(MINOR TO MAJOR)

**INVESTOR DETAILS**

Folio No. _____

1 st Holder Name		PAN
Date of Birth DD / MM / YYYY	C-KYC	Mobile No.
Guardian Name		

I would like to inform you that the investment(s) in the above Folio was made when I was minor and same was represented by above mentioned Guardian. As I have attained age of 18 years as on DD / MM / YYYY, I request you to change my status in the Folio and remove the Guardian Name and also update the following details in your records.

CONTACT DETAILS: New address to be updated from KYC letter attached. Or provide below if KYC is still in progress.

Address		
		City
PIN	State	Country
Residence Phone (prefix STD Code)	Office Phone (prefix STD Code)	Extn
Mobile	Email	

BANK ACCOUNT DETAILS: The bank account details provided below will be held on record and considered as default bank mandate to pay redemption proceeds and dividend payouts (if applicable).

Bank Name		Branch
Account number		A/C type <input type="checkbox"/> Savings <input type="checkbox"/> Current <input type="checkbox"/> NRO <input type="checkbox"/> NRNR <input type="checkbox"/> NRE
MICR	IFSC for RTGS	IFSC for NEFT
Address		
City	PIN	State

ADDITIONAL KYC INFORMATION

- a. **Status:** Resident Individual NRI-Repatriation NRI-Non Repatriation Foreign National Resident in India PIO FPI Others _____
- b. **Occupation Details:** Service Private Sector Public Sector Government Service Student Professional
 Housewife Business Retired Agriculture Proprietorship Others _____ (please specify)
- c. **Gross Annual Income (Rs.):** Below 1 Lac 1-5 Lac 5-10 Lac 10-25 Lac >25 Lacs - 1Crore
OR Net-worth Rs. _____ as on DD / MM / YYYY (Not older than 1 year)
- d. **Politically Exposed Person (PEP) Status:** I am PEP I am Related to PEP Not Applicable

FATCA & CRS INFORMATION

Country of Birth	Place of Birth	Nationality <input type="checkbox"/> Indian <input type="checkbox"/> U. S. <input type="checkbox"/> Others (Please specify) _____	Type of address given at KRA <input type="checkbox"/> Residential or Business <input type="checkbox"/> Residential <input type="checkbox"/> Registered Office <input type="checkbox"/> Business
Are you also a resident in any other country(ies) for tax purposes? <input type="checkbox"/> No <input type="checkbox"/> Yes If yes, complete section below.			
Country of Tax Residency 1 #	Tax Identification Number 1 ^	Identification Type 1	If TIN is not available please tick the reason A, B or C * Reason <input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C
Country of Tax Residency 2 #	Tax Identification Number 2 ^	Identification Type 2	If TIN is not available please tick the reason A, B or C * Reason <input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C
Country of Tax Residency 3 #	Tax Identification Number 3 ^	Identification Type 3	If TIN is not available please tick the reason A, B or C * Reason <input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C

#To also include USA, where the individual is a citizen/ green card holder of USA. ^In case Tax Identification Number is not available, kindly provide its functional equivalent. * Reason A: The country where the Account Holder is liable to pay tax does not issue Tax Identification Numbers to its residents; Reason B: No TIN required (Select this reason only if the authorities of the respective country of tax residence do not require the TIN to be collected); Reason C: Others- Please state the reasons thereof

NOMINATION DETAILS

You can nominate up to 3 persons to receive the Units allotted to you in your folio in the unfortunate event of death of unit holder. All payments and settlements made to such Nominee(s) and Signature of the Nominee(s) acknowledging receipt thereof, shall be a valid discharge by the AMC/ Mutual Fund/ Trustees.

Select any one <input type="checkbox"/> Register nomination as below <input type="checkbox"/> I do not wish to nominate.			
1 st Nominee Name			Date of Birth <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/>
Address			
City	PIN	State	Country
Mobile	Allocation (%)	Guardian Name in case of Minor Nominee	Signature of Nominee / Guardian
2 nd Nominee Name			Date of Birth <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/>
Address			
City	PIN	State	Country
Mobile	Allocation (%)	Guardian Name in case of Minor Nominee	Signature of Nominee / Guardian
3 rd Nominee Name			Date of Birth <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/>
Address			
City	PIN	State	Country
Mobile	Allocation (%)	Guardian Name in case of Minor Nominee	Signature of Nominee / Guardian

DECLARATION & SIGNATURE

- 1) I/am not prohibited from accessing capital markets under any order/ruling/judgment etc., of any regulation, including SEBI. I/We have read and understood the information requirements and the Terms and Conditions mentioned in this Request Form [including Foreign Account Tax Compliance Act ("FATCA") and Common Reporting Standards ("CRS") instructions] and hereby confirm and declare that, the information provided by me in this Request Form is true, correct and complete and is duly supported by the documentary evidence / proof enclosed along with the Request Form. Further, I hereby agree and undertake to intimate / inform promptly the AMC/ Fund/ Trustee/ RTA, of any modification to the above mentioned information. I further agree to abide by all the Terms and Conditions and the Provisions of the Scheme related document(s).
- 2) For Foreign Nationals Resident in India only: I will redeem my entire investment/s before I change my Indian residency status. I shall be fully liable for all consequences (including taxation) arising out of the failure to redeem on account of change in residential status.
- 3) For NRIs/ PIO/OClS only: I confirm that my application is in compliance with applicable Indian and foreign laws.

Specimen signature of the Unit holder who has attained Majority:

In support of my current signature:

- I am submitting this request during a personal visit to your Investor Service Centre along with my original PAN / Passport **OR**
- Parent / Guardian (registered in the folio) has attested here

Signature of parent / guardian / donor

OR

SIGNATURE VERIFICATION BY BANK		Signature of bank official with Bank's Seal
Name of the Bank Official	Name of the Bank	
Designation	Bank Account Number of Investor	
Employee Code	Contact Number of the Bank Official	

Unitholder's Checklist-

I am submitting the following documents herewith:

Sr. No	Documents	Status (Please ✓)
1	*Documentary proof of bank account currently registered (reflecting name and account number)	<input type="checkbox"/>
2	New bank account proposed to be registered (reflecting name and account number)	<input type="checkbox"/>
3	KYC acknowledgement letter	<input type="checkbox"/>
4	Attested age proof	<input type="checkbox"/>
5	Declaration for investors who are US persons (if applicable)	<input type="checkbox"/>

***Valid Documentary proof:**

Cancelled original cheque leaf (reflecting name and account number) / photocopy of cheque leaf (reflecting name and account number) accompanied with the original cheque leaf for verification at the offices of Tata Asset Management Limited / bank passbook or bank account statement (certified by the bank manager) / letter from the bank for the new bank account /Passbook.

INSTRUCTIONS

- Unit holder will have to produce the originals of the documents mentioned above, along with the photocopies, at the counter, we shall verify them and return the originals to you, or photocopies can be submitted attested by the Banker Manager, (name, designation, employee code, and seal should be affixed, clearly on the copy).
- Address shall be updated in the folio as per the records in KRA.
- "Change of Tax Status", request should be submitted prior to the submission of any request of processing any financial transaction. If a combined request to change the status along with request to process any financial transaction is submitted, then only change in status request will be processed and such other request will be liable to be rejected.
- Incase of systematic transactions like Systematic Investment Plan (SIP), Systematic Transfer Plan (STP) Systematic Withdrawal Plan (SWP) etc, the standing instruction for execution of such SIP, STP & SWP shall be terminated within 30 days from the date of receiving the request to change the status of the folio from Minor to Major.