



Expertise that's trusted

## ADDENDUM

### **1. Addendum to Statement of Additional Information (SAI) of Tata Mutual Fund**

**Effective date: 01-July-2016:**

This addendum sets out changes in Section VI (C) for General Information in SAI regarding clause on **Suspension of ongoing sale, redemption or switch of units** to be modified as under:

#### **Suspension of ongoing Sale / Switch-in of Units**

The ongoing Sale / Switch-in of Units may be suspended temporarily or indefinitely under any of the following circumstances:

- 1) Stock markets stop functioning or trading is restricted.
- 2) Periods of extreme volatility in the capital / stock markets, which in the opinion of the Asset Management Company is prejudicial to the interests of the Unitholders.
- 3) A complete breakdown or dislocation of business in the major financial markets.
- 4) Natural calamities.
- 5) Declaration of war or occurrence of insurrection, civil commotion or any other serious or sustained financial, political or industrial emergency or disturbance.
- 6) SEBI, by order, so directs.
- 7) On a requisition made by three-fourths of the Unitholders.
- 8) If in the opinion of the AMC further sale of units is not in the interest of unitholders.

#### **Restrictions on Redemption and switch - out of units:**

The Asset Management Company (AMC) may, in the general interest of the all Unit holders of the Scheme, keeping in view the unforeseen circumstances/unsure conditions, limit the total number of Units which may be redeemed on any Business Day. Restrictions may be imposed under the following circumstances that leads to a systemic crisis or event that severely constricts market liquidity or the efficient functioning of markets.

- a) Liquidity issues - When markets at large becomes illiquid affecting almost all securities rather than any issuer specific security.
- b) Market failures, exchange closures - When markets are affected by unexpected events which impact the functioning of exchanges or the regular course of transactions. Such unexpected events could also be related to political, economic, military, monetary or other emergencies.
- c) Operational issues - When exceptional circumstances are caused by force majeure, unpredictable operational problems and technical failures (e.g. a black out).

Under the aforesaid circumstances, the AMC / Trustee may restrict redemption for a specified period of time not exceeding 10 working days in any 90 days period.

Any imposition of restriction on redemption / switch of units would require specific approval of Board of AMCs and Trustees and the same should be informed to SEBI immediately.

Unitholders should note that the following provisions shall be applicable when redemption requests are placed during such restricted period.

- i) No redemption requests upto Rs. 2 lakh shall be subject to such restriction and
- ii) Where redemption requests are above Rs. 2 lakh, AMCs shall redeem the first Rs. 2 lakh without such restriction and remaining part over and above Rs. 2 lakh shall be subject to such restriction.

### **2. Addendum to Scheme Information Documents (SIDs) of all open ended schemes of Tata Mutual Fund**

**Effective date: 01-July-2016:**

This addendum sets out changes/modifications in the paragraph on Maximum amount for redemption and switch-outs in Section III Units and Offer in SIDs of all open ended schemes of Tata Mutual Fund:

The paragraph in SID on Maximum amount for redemption and switch-outs will be modified as:

Maximum amount for redemption & switch-outs	Investors shall refer to clause " <b>Restrictions on Redemption &amp; switch of units</b> " in <b>Statement of Additional Information (SAI)</b> .
---	---

#### **Notes:-**

- This addendum will form an integral part of the Scheme Information Documents & Statement of Additional Information.
- All other terms & conditions of the Scheme Information Documents & Statement of Additional Information read with other addendums if any remain unchanged.

**Mutual Fund Investments are subject to market risks, read all scheme related documents carefully**