



NOTICE CUM ADDENDUM

CHANGES IN THE FUNDAMENTAL ATTRIBUTES OF SCHEMES TO ENABLE INVESTMENTS IN OVERSEAS SECURITIES BY SPECIFIED SCHEMES AND INVESTMENT IN THE UNITS OF REITS AND INVITS OF TATA MUTUAL FUND.

Notice is hereby given that the Trustees of Tata Mutual Fund have approved the changes in the fundamental attributes of schemes and thereby approved schemes to make investment in overseas securities and/or enhance the investment universe of schemes and also approved investment in the units of REITs and InvITs in various schemes of Tata Mutual Fund.

A) The following changes will be implemented to the terms of the schemes of Tata Digital India Fund, Tata Focused Equity Fund and Tata Large Cap Fund from the effective date.

Table with columns: Particulars, Old Provisions, New Provisions. Rows include: Tata Digital India Fund (Asset Allocation Pattern, Where will the Scheme Invest, Investment Strategies, Product Label), Tata Focused Equity Fund (Asset Allocation Pattern, Where the scheme will invest), and Tata Large Cap Fund (Asset Allocation Pattern, Where the scheme will invest).

Common Changes in all above Schemes

Following risk factors to be inserted in the section "Risk Factors"

Risks Associated with Overseas Securities:

- The Scheme may invest in ADRs / GDRs / Other Foreign Securities as permitted by Reserve Bank of India and Securities and Exchange Board of India from time to time...
- As the investment may be made in stocks of different countries, the portfolio shall be exposed to the political, economic and social risks with respect to each country...
- In respect of the corpus of the Schemes that is invested in overseas mutual fund schemes, investors shall bear the proportionate recurring expenses of such underlying scheme(s)...
- Currency Risk: The scheme may invest in securities denominated in a broad range of currencies and may maintain cash in such currencies...

Following restrictions to be inserted in para related to investment restrictions.

Investment restriction applicable to Overseas Securities

SEBI vide circular dt. September 26, 2007 has permitted mutual funds to invest in following types of foreign securities:

- ADRs/GDRs issued by Indian companies or foreign companies, Equity of overseas companies listed on recognized stock exchanges overseas
- Initial and follow on public offering for listing at recognized stock exchange overseas
- Foreign debt securities in the countries with fully convertible currencies, short term as well as long term debt instruments with rating not below investment grade by accredited/registered credit rating agencies
- Money market instruments rated not below investment grade
- Repos in the form of investment, where the counterparty is rated not below investment grade; repos should not however, involve any borrowing of funds by mutual funds
- Government securities where the countries are rated not below investment grade
- Derivatives traded on recognized stock exchanges overseas only for hedging and portfolio balancing with underlying as securities
- Short term deposits with banks overseas where the issuer is rated not below investment grade
- Units/securities issued by overseas mutual funds or unit trusts registered with overseas regulators and investing in (a) aforesaid securities, (b) Real Estate Investment Trusts (REITs) listed in recognized stock exchanges overseas or (c) unlisted overseas securities (not exceeding 10% of their net assets).

SEBI vide its circular no. SEBI/IMD/CIR No.2/122577/08 dated April 08, 2008 has increased the aggregate ceiling for the mutual fund industry to invest in following securities Up to US \$ 7 billion, and within this limit of US \$ 7 billion, individual Mutual Fund can make overseas investments in following securities to a maximum of US \$ 300 million.

Mutual Funds are also permitted to invest in overseas Exchange Traded Funds (ETFs) cumulatively upto US\$ 1 billion with a sub – ceiling of US \$ 50 million for individual Mutual Fund.

B) Name of the dedicated Fund Manager for investment in overseas securities will be included in the Section H – Fund Manager & in Statement of Additional Information.

Mr. Venkat Samala will be dedicated fund manager for investment in overseas securities.

Table with columns: Name, Designation, Age/Qualification, Total Experience (in Years), Other Schemes, Brief Experience. Details for Mr. Venkat Samala, Fund Manager - Overseas Investment, 28 years, MBA, 06 years experience.

C) The following changes will be made in the SID/KIM of Tata Large Cap Fund, Tata Hybrid Equity Fund, Tata Infrastructure Fund, Tata Retirement Savings Fund- Moderate Plan and Tata Retirement Savings Fund Conservative Plan for enabling investment in REITs/InvITs.

Asset Allocation Pattern

Following additional instrument type to be included

Table with columns: Instrument Type, Minimum Allocation, Maximum Allocation, Risk Profile. Shows REITs & InvITs with 0% minimum and 10% maximum allocation, Medium to High risk profile.

Where will the Scheme/s will Invest:

Additional Disclosures

The scheme/s may invest upto 10% of the net assets 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.

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.
- 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.
- 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.
- 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.

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) A mutual fund 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.

The limits mentioned in sub- clauses (a) and (b) above will not be applicable for investments in case of index fund or sector or industry specific scheme pertaining to REIT and InvIT.

The above changes will be applicable to all the relevant sections of SID and KIM and the respective sections shall stand modified accordingly. All other terms and conditions as mentioned in the SID / KIM/SAI of respective Schemes shall remain unchanged.

The proposed changes are changes in the fundamental attributes of the Schemes as per Regulation 18(15A) of the SEBI (Mutual Funds) Regulations, 1996. Hence, Unitholders of Tata Digital India Fund, Tata Focused Equity Fund, Tata Large Cap Fund, who are not in favour of the above mentioned scheme changes, they may choose to exit from the scheme by submitting request for redemption or switch to any of our existing schemes at the prevailing NAV without payment of exit load, from 26th October 2020 to 25th November 2020 (upto 3.00 p.m.) at any of our Branches or CAMS Official Points of Acceptance. The above changes for these schemes will be effective from 26th November 2020.

Unitholders of Tata Hybrid Equity Fund, Tata Retirement Savings Fund- Moderate Plan, Tata Retirement Savings Fund- Conservative Plan, Tata Infrastructure Fund, who are not in favour of the above mentioned scheme changes, they may choose to exit from the scheme by submitting request for redemption or switch to any of our existing schemes at the prevailing NAV without payment of exit load, from 26th October 2020 to 09th November 2020 (upto 3.00 p.m. excepting for Tata Retirement Savings Fund-Conservative Plan upto 1.00 pm ) at any of our Branches or CAMS Official Points of Acceptance. The above changes for these schemes will be effective from 10th November 2020.

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.

A written communication informing the above change has already been sent to all the unit holders informing them of the proposed changes and the exit option details.

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.

Load free exit period is available only for investors holding units as on 23th October 2020 as per Registrars records.

This notice cum addendum forms an integral part of the SID/ KIM and SAI of the Fund, as amended from time to time.

Product Label section for Tata Digital India Fund, Tata Infrastructure Fund, Tata Focused Equity Fund, Tata Large Cap Fund, Tata Hybrid Equity Fund, and Tata Retirement Savings Fund. Includes Risk-O-Meter charts and detailed investment objectives for each scheme.

Notes: • This notice cum addendum will form an integral part of the SID and KIM of the scheme/s & SAI. • All other terms and conditions of the SID/ KIM /SAI read with other addendums remain unchanged.

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