

NOTICE - CUM –ADDENDUM NO. 3/2016**THIS NOTICE - CUM – ADDENDUM SETS OUT CHANGES TO BE MADE IN THE, SCHEME INFORMATION DOCUMENT (SID) AND KEY INFORMATION MEMORANDUM (KIM) OF SCHEMES OF MAHINDRA MUTUAL FUND**

In order to increase transparency of information to investors, SEBI vide circular no. SEBI/HO/IMD/DF2/CIR/P/2016/42 dated March 18, 2016 and circular no. SEBI/HO/IMD/DF2/CIR/P/2016/89 dated September 20, 2016, has advised Mutual Funds/ Asset Management Companies (AMCs) to make additional disclosures in the Consolidated Account Statement (CAS) issued from October 01, 2016 to investors in accordance with Regulation 36(4) of SEBI (Mutual Funds) Regulations, 1996 and circulars thereof.

Accordingly, Investors are requested to take note of the following changes in the existing provisions on CAS appearing under the subheading 'Consolidated Account Statement (CAS)'; under the heading 'Account Statements'; under sub-section 'B. Ongoing Offer Details' of section 'III - Units and Offer' in the SID of the schemes of Mahindra Mutual Fund ("the Fund"):

i) The first bullet point appearing under CAS disclosure stands modified as under:

"Consolidated account statement for each calendar month shall be issued, on or before tenth day of succeeding month, detailing all the transactions and holding at the end of the month including the total purchase value / cost of investment in each scheme and 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."

ii) The following paragraph is hereby inserted as second bullet point under the CAS disclosure:

"Pursuant to SEBI Circular no. SEBI/HO/IMD/DF2/CIR/P/2016/42 dated March 18, 2016 read with SEBI/HO/IMD/DF2/CIR/P/2016/89 dated September 20, 2016, following additional disclosure(s) shall be provided in CAS issued for the half year (ended September / March):

- a. The amount of actual commission paid by the AMCs /Mutual Funds (MFs) to distributors (in absolute terms) during the half-year period against the concerned investor's total investments in each MF Scheme. The term 'commission' here refers to all direct monetary payments and other payments made in the form of gifts / rewards, trips, event sponsorships etc. by the AMCs /MFs to the distributors. Further, the commission disclosed in CAS shall be gross commission and shall not exclude costs incurred by distributors such as service tax (wherever applicable, as per existing rates), operating expenses, etc.
- b. The scheme's average total expense ratio (in percentage terms) for the half-year period for the scheme's applicable plan (regular or direct or both) where the concerned investor has actually invested in.

Such half-yearly CAS shall be issued to all MF investors, excluding those investors who do not have any holdings in MF schemes and where no commission against their investment has been paid to distributors, during the concerned half-year period."

Investors are also requested to note that similar changes shall be made to the CAS disclosure para titled 'Consolidated Account Statement' appearing under the heading 'Unitholders' Information' in the KIM of the schemes of the Fund.

This notice-cum- addendum shall form an integral part of the SID / KIM of the scheme(s) of the Fund as amended from time to time and shall override the conflicting provisions, if any in this regard.

All other provisions of the SID & KIM of the schemes of the Fund except as specifically modified herein above remain unchanged.

For Mahindra Asset Management Company Private Limited

Place: Mumbai

Date : October 7, 2016

Sd/-

Authorised Signatory

CNo.00035