

## Union Mutual Fund

### Union Asset Management Company Private Limited (AMC)

#### Investment Manager for Union Mutual Fund

Corporate Identity Number (CIN): U65923MH2009PTC198201

Registered Office: Unit 503, 5<sup>th</sup> Floor, Leela Business Park,  
Andheri Kurla Road, Andheri (East), Mumbai - 400059

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## NOTICE CUM ADDENDUM TO THE SCHEME INFORMATION DOCUMENT (SID) AND KEY INFORMATION MEMORANDUM (KIM) OF DESIGNATED SCHEMES OF UNION MUTUAL FUND

NOTICE is hereby given to the Unit holders of Designated Schemes of Union Mutual Fund, that pursuant to the SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2019/101 dated September 20, 2019, Securities And Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2019 dated September 23, 2019 and SEBI circular no. SEBI/HO/IMD/DF4/CIR/2019/102 dated September 24, 2019, the following changes are carried out in the Scheme Information Document (SID) and Key Information Document (KIM) of designated schemes of Union Mutual Fund:

### I. Applicable to Union Liquid Fund and Union Overnight Fund

In accordance with SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2019/101 dated September 20, 2019 the following changes are applicable to Union Liquid Fund and Union Overnight Fund: -

- Union Liquid Fund and Union Overnight Fund shall not park funds pending deployment in short term deposits of scheduled commercial banks. Further, Union Liquid Fund and Union Overnight Fund shall not invest in debt securities having structured obligations (SO rating) and/or credit enhancements (CE rating). However, debt securities with government guarantee shall be excluded from such restriction.
- The cut off timings for applicability of Net Asset Value (NAV) in respect of purchase of units in Union Liquid Fund and Union Overnight Fund shall be 1:30 p.m. instead of 2:00 p.m. **with effect from October 19, 2019.**

Accordingly, the existing section on cut-off timing for subscriptions / purchases including switch – ins shall be revised as follows **with effect from October 19, 2019:**

Sr. No.	Reference in SID	Existing provisions	Revised Provisions
1.	Section B. 'Ongoing Offer Details', under the point 'Cut off timing for subscriptions/ redemptions/ switches.'	<b>Subscriptions / Purchases including Switch - ins:</b> The following cut-off timings shall be observed by the Mutual Fund in respect of purchase of the Units of the scheme, and the following NAVs shall be applied for such purchase: 1. In respect of valid applications received up to 2.00 p.m. on a day and funds are available for utilization before the cut-off time without availing any credit facility, whether, intra-day or otherwise - the closing NAV of the day immediately preceding the day of receipt of application; 2. In respect of valid applications received after 2.00 p.m. on a day and funds are available for utilization on the same day without availing any credit facility, whether, intra-day or otherwise - the closing NAV of the day immediately preceding the next Business Day; and 3. Irrespective of the time of receipt of application, where the funds are not available for utilization before the cut-off time without availing any credit facility, whether, intra-day or otherwise - the closing NAV of the day immediately preceding the day on which the funds are available for utilization.	<b>Subscriptions / Purchases including Switch - ins:</b> The following cut-off timings shall be observed by the Mutual Fund in respect of purchase of the Units of the scheme, and the following NAVs shall be applied for such purchase: 1. In respect of valid applications received up to 1.30 p.m. on a day and funds are available for utilization before the cut-off time without availing any credit facility, whether, intra-day or otherwise - the closing NAV of the day immediately preceding the day of receipt of application; 2. In respect of valid applications received after 1.30 p.m. on a day and funds are available for utilization on the same day without availing any credit facility, whether, intra-day or otherwise - the closing NAV of the day immediately preceding the next Business Day; and 3. Irrespective of the time of receipt of application, where the funds are not available for utilization before the cut-off time without availing any credit facility, whether, intra-day or otherwise - the closing NAV of the day immediately preceding the day on which the funds are available for utilization.

### II. Applicable to Union Liquid Fund

#### Change in Exit Load of Union Liquid Fund

In accordance with SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2019/101 dated September 20, 2019 and SEBI letter no. SEBI/HO/IMD/DF2/OW/P/2019/271771/1 dated October 15, 2019 addressed to AMFI, captioned 'Exit Load in Liquid Funds', the exit load of Union Liquid Fund, an open - ended liquid scheme, shall stand revised as under **with effect from October 19, 2019: -**

Existing Exit Load	Revised Exit Load	
Nil	<b>Investor Exit upon subscription</b>	<b>Exit load as a % of redemption proceeds</b>
	Day 1	0.0070%
	Day 2	0.0065%
	Day 3	0.0060%
	Day 4	0.0055%
	Day 5	0.0050%
	Day 6	0.0045%
	Day 7 onwards	0.0000%

Unit holders are requested to note that the revised Exit Load as mentioned hereinabove shall be applicable on the following:

- Prospective investments only i.e. investments made in the Scheme from the aforementioned effective date.
- The above revision in exit load will also be applicable to instalments of existing SIPs falling due after the aforementioned effective date.

### III. Applicable to all the existing Schemes of Union Mutual Fund

The following changes are hereby carried out in the SID & KIM of all existing schemes of Union Mutual Fund:

- In accordance with the SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2019/101 dated September 20, 2019, the AMC shall not charge investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks **with effect from October 19, 2019.**
- Pursuant to the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2019 dated September 23, 2019, the below mentioned existing provisions in the SID of the Schemes are revised as follows:

Sr. No.	Reference in SID	Existing provisions	Revised Provisions
1.	Under section – II 'Information about the schemes', under Sub section – I 'What are the investment restrictions?'	<b>For Open Ended Schemes:</b> The Scheme shall not invest more than 5% of its net assets in the unlisted equity shares or equity related instruments. <b>For Close Ended Schemes:</b> The Scheme shall not invest more than 10% of its net assets in the unlisted equity shares or equity related instruments.	All investments by the Scheme in equity shares and equity related instruments shall only be made provided such securities are listed or to be listed.
2.	Under section – II 'Information about the schemes', under Sub section – I 'What are the investment restrictions?'	The Scheme shall not invest more than 10% of its NAV in unrated debt instruments issued by a single issuer and the total investment in such instruments shall not exceed 25% of the NAV of the Scheme. All such investments shall be made with the prior approval of the Trustees and the Board of AMC.	The Scheme shall not invest in unlisted debt instruments including commercial papers, except Government Securities and other money market instruments Provided that the Scheme may invest in unlisted non-convertible debentures up to a maximum of 10% of the debt portfolio of the scheme subject to such conditions as may be specified by SEBI from time to time. Provided further that the Scheme shall comply with the norms under this clause within the time and in the manner as may be specified by SEBI. Provided further that the norms for investments by the Scheme in unrated debt instruments shall be specified by SEBI from time to time.

- SEBI, vide Circular no. SEBI/HO/IMD/DF4/CIR/2019/102 dated September 24, 2019, has extended the present timeline for uploading the Net Asset Values (NAVs) of all schemes (except Fund of Fund schemes) on the website of AMFI and AMC from 9.00 p.m. to 11.00 p.m. Accordingly, the existing provisions in the SID of the Schemes of Union Mutual Fund are revised as follows:

Sr. No.	Reference in SID	Existing provisions	Revised Provisions
1.	Under Section – 'Highlights & Summary of the scheme', under the heading 'Transparency / NAV disclosure'	The Asset Management Company ("AMC") shall prominently disclose the NAVs on its website (www.unionmf.com) and on the website of Association of Mutual Funds in India ("AMFI") (www.amfiindia.com) by 9.00 p.m. every Business Day.	The Asset Management Company ("AMC") shall prominently disclose the NAVs on its website (www.unionmf.com) and on the website of Association of Mutual Funds in India ("AMFI") (www.amfiindia.com) by 11.00 p.m. every Business Day.
2.	Under the section - III 'Units & Offer', Under sub – section – C 'Periodic disclosures', under the heading 'Net Asset Value'	The Mutual Fund shall prominently disclose the Net Asset Values of the Scheme on every business day on AMFI's website www.amfiindia.com and also on the website of Union Mutual Fund www.unionmf.com by 9:00 p.m.	The Mutual Fund shall prominently disclose the Net Asset Values of the Scheme on every business day on AMFI's website www.amfiindia.com and also on the website of Union Mutual Fund www.unionmf.com by 11:00 p.m.

### IV. Applicable to all Debt Oriented Schemes of Union Mutual Fund:-

SEBI, vide Circular no. SEBI/HO/IMD/DF2/CIR/P/2019/104 dated October 01, 2019 has modified the existing sector level exposure limits as follows:

- The sector exposure limit has been capped at 20% as against 25%.
- The additional exposure limits provided for Housing Finance Company (HFCs) in financial services sector has been capped at 10% as against 15%. Further, an additional exposure of 5% of the net assets of the scheme has been allowed for investments in securitized debt instruments based on retail housing loan portfolio and/or affordable housing loan portfolio.
- However, the overall exposure in HFCs shall not exceed the sector exposure limit of 20% of the net assets of the scheme.

The above revised sector exposure limits at sector level shall be applicable as under:

- All new schemes and fresh investments by existing schemes shall henceforth be in compliance with the revised exposure limits.
- Existing open ended mutual fund schemes shall comply with the revised limits for sector exposure by April 01, 2020.
- The investments of existing close ended schemes may be grandfathered. However, if such close ended schemes sell their existing investments, then all fresh investments by such schemes shall be subject to the aforesaid limits.

The above changes are applicable to all existing Debt Oriented Schemes of Union Mutual Fund

The above changes, wherever applicable, are hereby also carried out in the KIM of the aforementioned Schemes of Union Mutual Fund. Further, it may be noted that necessary/incidental changes, if any, shall be made in the SID and KIM of aforementioned Schemes of Union Mutual Fund.

## Union Mutual Fund

**Union Asset Management Company Private Limited (AMC)**

**Investment Manager for Union Mutual Fund**

**Corporate Identity Number (CIN):** U65923MH2009PTC198201

**Registered Office:** Unit 503, 5<sup>th</sup> Floor, Leela Business Park,  
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The SID and KIM of the aforementioned Schemes will stand modified to the extent mentioned above.

This Addendum forms an integral part of the SID and KIM of the aforementioned Schemes.

All other terms and conditions of the SID and KIM of the aforementioned Schemes will remain unchanged.

**For Union Asset Management Company Private Limited**  
(Investment Manager for Union Mutual Fund)

Place: Mumbai

Date: October 18, 2019

Sd/-

**Authorised Signatory**

**MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.**

**Statutory Details: Constitution:** Union Mutual Fund has been set up as a Trust under the Indian Trusts Act, 1882; **Sponsors:** Union Bank of India and Dai-ichi Life Holdings, Inc; **Trustee:** Union Trustee Company Private Limited [Corporate Identity Number (CIN): U65923MH2009PTC198198], a company incorporated under the Companies Act, 1956 with a limited liability; **Investment Manager:** Union Asset Management Company Private Limited [Corporate Identity Number (CIN): U65923MH2009PTC198201], a company incorporated under the Companies Act, 1956 with a limited liability.

Copy of all Scheme Related Documents can be obtained from any of our AMC offices/Customer Service Centres/distributors as well as from our website [www.unionmf.com](http://www.unionmf.com).