

## **AMENDMENT TO THE STATEMENT OF ADDITIONAL INFORMATION OF UNION KBC MUTUAL FUND**

Union KBC Asset Management Company Pvt. Ltd. (AMC), the Investment Manager to Union KBC Mutual Fund, hereby makes the following amendment to the Statement of Additional Information ("SAI") dated June 27, 2014 and subsequent Amendments to the SAI issued before the date of this Amendment:

**i. The following text is inserted as point no. 32 under the heading under section II 'How to apply?':**

**"Foreign Account Tax Compliance Act (FATCA):**

*The Foreign Account Tax Compliance Act (FATCA) is a United States Federal Law, aimed at prevention of tax evasion by US taxpayers through use of offshore accounts. The Government of India and the United States of America (US) have reached an agreement in substance on the terms of an Inter-Governmental Agreement (IGA) to implement FATCA. FATCA is designed to increase compliance by US taxpayers and is intended to bolster efforts to prevent tax evasion by the US taxpayers with offshore investments. Union KBC Mutual Fund ("the Fund") is classified as a "Foreign Financial Institution" (FFI) under the FATCA provisions. FATCA requires enhancement of due diligence processes by the FFI so as to enable the FFI to identify US reportable accounts.*

*In accordance with the FATCA provisions, the Fund / Union KBC Asset Management Company Private Limited ("the AMC") would be required, from time to time, to undertake necessary due diligence process by collecting information/documentary evidence of the US/non-US status of its investors/ unit holders and identify US reportable accounts, and to disclose/report information (through itself or through its service providers), as far as may be legally permitted, about the holdings/investment returns pertaining to US reportable accounts to the US Internal Revenue Service (IRS) and/or such Indian authorities as may be specified under FATCA or other applicable laws or guidelines; and to carry out such other activities, as prescribed under FATCA or other applicable laws or guidelines, as amended from time to time.*

*Further, FATCA due diligence will have to be directed at each investor/ unit holder (including joint investor). Once a given investor is identified as a reportable person/specified US person, all the folios of that investor will be reported – including those where the investor may be a joint holder. Further, in case of a folio with joint investors, the entire account value of the investment portfolio will be attributable under each such reportable person. Investors/Unit holders would therefore be required to furnish such information to the Fund/the AMC, from time to time, in order to comply with the reporting requirements stated in the IGA and circulars/guidelines issued by SEBI/AMFI in this regard. The information disclosed may include (but is not limited to) the identity of the investors and their direct or indirect beneficiaries, beneficial owners and controlling persons.*

*The impact of FATCA is relevant not only at the point of on-boarding of investors but also throughout the life cycle of the investor account / folio with the Fund. Hence, investor(s) should immediately intimate the Fund/AMC, in case of any change in the FATCA related information provided by them at the time of initial subscription.*

*Investors are advised to consult their tax advisors to understand the FATCA requirements and its implications in relation to their investment. Further, Investors are requested to submit the duly completed FATCA form available on the AMC's website www.unionkbcmf.com."*

**ii. Pursuant to the AMFI Best Practice Guidelines Circular No. 53/2014-15 dated February 11, 2015, the following changes are carried out under the point 'iii', 'Transfer and Transmission of units' under sub-section 'B', 'Legal Information' under section 'V.', 'Tax & Legal & General Information':**

a. The symbol and words "₹ One lakh" appearing in point 'f' under the heading 'Transmission in case of HUF, due to death of Karta' stands replaced with the symbol and words "₹ Two lakh".

b. The following point appearing under the heading 'Transmission to registered nominee/s in case of death of Sole or All unit holders' stands deleted:

*"e. If the transmission amount is ₹ One Lakh or more: Indemnity duly signed and executed by the nominee/s in the specified format."*

c. The symbol and words "₹ One lakh" appearing in point 'g' and in point 'h' under the heading 'Transmission to claimant/s, where nominee is not registered, in case of death of Sole or All unit holders' stands replaced with the symbol and words "₹ Two lakh".

d. The following point shall be added as point 'c' under the heading 'Note:':

*"c. The AMC reserves the right to not accept any 'transmission-cum-redemption' request."*

**iii. List of Associates:**

The list of names of associates of the Sponsors or the Asset Management Company appearing under point (xi) 'Associate Transactions' under sub-section C 'General Information' under Section V. 'Tax & Legal & General Information' stands replaced with the following list:

**Names of associates of the Sponsors or the Asset Management Company as on January 31, 2015 are as follows:**

Sr. No.	Name of the Associate Company / Firm
1.	KBC Asset Management NV
2.	KBC Asset Management SA
3.	KBC Participations Renta B
4.	KBC Participations Renta C
5.	KBC Participations Renta
6.	KBC Fund Management Ltd
7.	CSOB Asset Management a.s.
8.	K&H Investment Fund Management Ltd
9.	KBC Fund Management Ltd
10.	KBC TFI S.A.
11.	Union KBC Asset Management Company Private Limited
12.	Union KBC Trustee Company Private Limited
13.	Prime Commodities Clearing Corporation Limited
14.	Kashi Gomti Samyut Gramin Bank
15.	MCX Stock Exchange
16.	Experian Credit Information Company Limited
17.	National Payment Corporation of India
18.	UBI (UK) LTD
19.	Union Bank of India
20.	Union Bank Social Foundation Trust
21.	Star Union Dai-Ichi Life Insurance Company Limited
22.	General Insurance Corporation of India

Sr. No.	Name of the Associate Company / Firm
23.	Oil India Limited
24.	Orion Equity Advisors Private Limited
25.	Orion Alternative Assets Private Limited
26.	Envair Electrodyne Limited (formerly Kirloskar Electrodyne Limited)
27.	Fortune Securities Private Limited
28.	MAC Insurance Broking Private Limited
29.	Jayshree Infrastructure Private Limited
30.	PSL Infratech Private Limited
31.	PSL Infradevelopers Private Limited
32.	PSL Infracon Private Limited
33.	Mandeep Infosolutions Pvt Limited
34.	Akshar Corporate Consultant Pvt Limited
35.	Shatabdi Sales Private Limited
36.	Advance Knee Care Private Limited
37.	Transstroy (India) Limited
38.	SCA Associates Private Limited
39.	M/s. Suresh Chandra & Associates
40.	FINSEC Law Advisors
41.	Voltas Limited
42.	INARCO Limited
43.	Lifestyle International Private Limited
44.	Hannover Re- Consulting Services India Pvt. Ltd
45.	Universal Comfort Products Ltd
46.	Accelya Kale Solutions Ltd
47.	KBC Bank – India and South Asia Representative Office
48.	KBC Bank NV
49.	KBC Group NV
50.	Valuesource Technologies Private Limited
51.	Antwerp Diamond Bank NV (“Antwerpse Diamantbank NV”)
52.	Horizon N.V. with Access India Fund as sub-fund
53.	Vaya Finserv Private Limited
54.	Sarcon Blockbuild Ltd.

#### iv. Investor Complaints History:

The existing table on the status of Investor Complaints received during the period April 1, 2014 to November 30, 2014 under the heading ‘Investors’ Complaints History’ appearing under point xiii ‘Investor Services and Investor Grievances Redressal Mechanism’, under sub section C ‘General Information’, under section V ‘Tax & Legal & General Information’ stands replaced with the following table:

Given below is the status of Investor Complaints received during the period April 1, 2014 to January 31, 2015:

Scheme name	April 01, 2014 to January 31, 2015		
	Number of complaints Received	Number of complaints Redressed	Number of complaints Pending
Union KBC Equity Fund	25	25	0
Union KBC Liquid Fund	1	1	0
Union KBC Tax Saver Scheme	11	11	0
Union KBC Dynamic Bond Fund	2	2	0
Union KBC Ultra Short Term Debt Fund	0	0	0
Union KBC Asset Allocation Fund - Moderate Plan	8	8	0
Union KBC Capital Protection Oriented Fund – Series 1	0	0	0
Union KBC Asset Allocation Fund - Conservative Plan	1	1	0
Union KBC Capital Protection Oriented Fund – Series 2	1	1	0
Union KBC Fixed Maturity Plan - Series 7	0	0	0
Union KBC Capital Protection Oriented Fund – Series 3	2	2	0
Union KBC Fixed Maturity Plan - Series 8	0	0	0
Union KBC Trigger Fund - Series 1	0	0	0
Union KBC Capital Protection Oriented Fund – Series 4	0	0	0
Union KBC Capital Protection Oriented Fund – Series 5	5	5	0
Union KBC Fixed Maturity Plan - Series 10	0	0	0
Union KBC Small and Midcap Fund	19	19	0
<b>Total</b>	<b>75</b>	<b>75</b>	<b>0</b>

The SAI shall stand modified to the extent mentioned above. This amendment shall form an integral part of the SAI. All other terms and conditions mentioned in the SAI remain unchanged.

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

Sd/-

February 27, 2015

**Authorised Signatory**

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

**Statutory Details: Constitution:** Union KBC Mutual Fund has been set up as a Trust under the Indian Trusts Act, 1882; **Settlers / Sponsors:** Union Bank of India and KBC Participations Renta, a 100% subsidiary of KBC Asset Management NV; **Trustee:** Union KBC Trustee Company Private Limited [Corporate Identity Number (CIN): U65923MH2009PTC198198], a company incorporated under the Companies Act, 1956 with a limited liability; **Investment Manager:** Union KBC 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 along with the application form can be obtained from any of our AMC offices/Customer Service Centres/distributors as well as from our website [www.unionkbcmf.com](http://www.unionkbcmf.com).