

## KEY INFORMATION MEMORANDUM CUM APPLICATION FORM

### ITI LIQUID FUND

(An open ended Liquid Scheme)

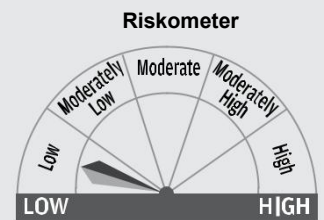
**Continuous offer of the Units of the face value of Rs. 1000 each for cash at NAV based prices (subject to applicable load)**

<b>New Fund Offer Opened on</b>	April 24, 2019
<b>New Fund Offer Closed on</b>	April 24, 2019
<b>Scheme reopened for Subscription / Redemption</b>	April 25, 2019

**This product is suitable for investors who are seeking\*:**

- Regular income over short term
- Investment in money market and debt instruments

\* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.



Investors understand that their principal will be at Low risk

This Key Information Memorandum (KIM) sets forth the information, which a prospective investor ought to know before investing. **For further details of the scheme/Mutual Fund, due diligence certificate by the AMC, Key Personnel, investors' rights & services, risk factors, penalties & pending litigations etc. investors should, before investment, refer to the Scheme Information Document and Statement of Additional Information available free of cost at any of the Investor Service Centres or distributors or from the website [www.itimf.com](http://www.itimf.com).**

The Scheme particulars have been prepared in accordance with Securities and Exchange Board of India (Mutual Funds) Regulations 1996, as amended till date, and filed with Securities and Exchange Board of India (SEBI). The units being offered for public subscription have not been approved or disapproved by SEBI, nor has SEBI certified the accuracy or adequacy of this KIM.

This KIM is dated June 29, 2020.

**Name and Address of Mutual Fund**

**ITI Mutual Fund**

Naman Midtown 'A' - Wing  
21st Floor, Senapati Bapat Marg  
Elphinstone Road  
Mumbai 400 013

**Name and Address of Asset Management Company**

**ITI Asset Management Limited**

Registered Office:  
Naman Midtown 'A' - Wing  
21st Floor, Senapati Bapat Marg  
Elphinstone Road  
Mumbai 400 013  
CIN: U67100MH2008PLC177677

**Name and Address of Trustee Company**

**ITI Mutual Fund Trustee Private Limited**

Registered Office:  
Naman Midtown 'A' - Wing  
21st Floor, Senapati Bapat Marg  
Elphinstone Road  
Mumbai 400 013  
CIN: U65999MH2016PTC287077

<b>Name of the Scheme</b>	ITI Liquid Fund																
<b>Type of the Scheme</b>	An open ended Liquid Scheme.																
<b>Investment Objective</b>	The investment objective of the Scheme is to provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through a portfolio of money market and debt securities. However, there can be no assurance that the investment objective of the scheme will be realized.																
<b>Asset Allocation</b>	<p>Under normal circumstances, the asset allocation pattern will be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of net assets)</th> <th rowspan="2">Risk Profile</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Money market instruments (including cash and reverse repo and debt instruments with maturity up to 91 days)*</td> <td>100%</td> <td>0%</td> <td>Low to Medium</td> </tr> <tr> <td>Securitised debt instruments with Residual maturity up to 91 days</td> <td>30%</td> <td>0%</td> <td>Low to Medium</td> </tr> </tbody> </table> <p>*Investment in Derivatives - Up to 10% of the net asset of the Scheme.</p> <p>Floating rate debt instruments are debt instruments issued by Central/state governments, corporates, PSUs, etc. with interest rates that are reset periodically. The periodicity of interest reset could be daily, monthly, quarterly, half yearly, and annually or any other periodicity that may be mutually agreed between the issuer and the Fund.</p> <p>Money market instruments include commercial papers, commercial bills, treasury bills, Tri-party Repo, government securities having an unexpired maturity up to one year, call or notice money, certificates of deposit, issuance bills and any other like instruments as specified by the RBI from time to time.</p> <p>The cumulative gross exposure through debt and derivative positions should not exceed 100% of the net assets of the Scheme. The Scheme may undertake repo/reverse repo transactions in Corporate Debt Securities.</p> <p>Cash or cash equivalents with residual maturity of less than 91 days will be treated as not creating any exposure.</p> <p>In the event of the asset allocation falling outside the limits specified in the asset allocation table, the Scheme will rebalance the portfolio within 30 days. However, if market conditions do not permit the Fund Manager to rebalance the portfolio of the Scheme within the stipulated period of 30 days, justification for the same shall be provided to the Investment Committee and the reason for the same shall be recorded in writing. The Investment Committee shall then decide on the course of action.</p> <p><b>Please refer the Scheme Information Document (SID) of the Scheme for further details.</b></p>			Instruments	Indicative allocations (% of net assets)		Risk Profile	Maximum	Minimum	Money market instruments (including cash and reverse repo and debt instruments with maturity up to 91 days)*	100%	0%	Low to Medium	Securitised debt instruments with Residual maturity up to 91 days	30%	0%	Low to Medium
Instruments	Indicative allocations (% of net assets)		Risk Profile														
	Maximum	Minimum															
Money market instruments (including cash and reverse repo and debt instruments with maturity up to 91 days)*	100%	0%	Low to Medium														
Securitised debt instruments with Residual maturity up to 91 days	30%	0%	Low to Medium														
<b>Investment Strategy</b>	<p>The domestic debt markets are maturing rapidly with liquidity emerging in various debt segments through the introduction of new instruments and investors. The objective will be to allocate the assets of the Scheme between various money market and fixed income Securities with the objective of providing liquidity and achieving optimal returns.</p> <p>The actual percentage of investment in various money markets and other fixed income Securities will be decided after considering the economic environment including interest rates and inflation, the performance of the corporate sector and general liquidity and other considerations in the economy and markets.</p> <p>The investment team of the AMC will carry out rigorous in depth credit evaluation of the money market and debt instruments proposed to be invested in. The credit evaluation includes a study of the operating environment of the issuer, the past track record as well as the future prospects of the issuer and the short term/ long term financial health of the issuer.</p>																

<b>Risk Profile of the Scheme</b>	<p><b>Mutual Fund Units involve investment risks including the possible loss of principal. Please read the SID carefully for details on risk factors before investment.</b></p> <p>Scheme specific Risk Factors are summarized below:</p> <p><b>Risks associated with investing in debt and / or Money Market Securities:</b>        The NAV of the Scheme, to the extent invested in Debt and Money Market securities, will be affected by changes in the interest rates due to various factors such as government borrowing, inflation, economic performance etc. The NAV of the Scheme is expected to increase from a fall in interest rates while it would be adversely affected by an increase in the level of interest rates.</p> <p>Investments in Fixed Income securities may inter-alia carry Re-investment Risk, Spread Risk, Credit/Default Risk, Liquidity Risk, Prepayment Risk, etc.</p> <p><b>Risks associated with investing in repo transactions in corporate bonds:</b>        The market for the aforesaid product is illiquid. Hence, repo obligations cannot be easily sold to other parties. If a counterparty fails, the scheme would have to take recourse to the collateral provided. If a counterparty fails to repay and the value of the collateral falls beyond the haircut, then the Scheme would be exposed to a loss of interest or principal.</p> <p>Further, if the Scheme needs to take recourse to the debt securities provided as collateral, and the issuer of the debt securities makes a default, the scheme may lose the whole, or substantial portion of the amount. This risk is somewhat mitigated by the fact that only bonds which have credit rating of AA and above can be accepted as collateral for repo transactions.</p> <p><b>Risks associated with investing in Securities Segment and Tri-party Repo trade settlement</b>        The mutual fund is exposed to the extent of its contribution to the default fund of CCIL at any given point in time i.e. in the event that the default waterfall is triggered and the contribution of the mutual fund is called upon to absorb settlement/default losses of another member by CCIL, the scheme may lose an amount equivalent to its contribution to the default fund.</p> <p><b>Risks associated with transaction in Units through stock exchange(s):</b>        In respect of transaction in Units of the Scheme through BSE and / or NSE (applicable to the facility to transact in the Units of the Scheme through the Stock Exchange mechanism provided by the AMC), allotment and redemption of Units on any Business Day will depend upon the order processing / settlement by BSE and / or NSE and their respective clearing corporations on which the Fund has no control.</p> <p><b>Risks associated with Restrictions on Redemption:</b>        The Trustee and the AMC may impose restrictions on redemptions when there are circumstances leading to a systemic crisis or event that severely constricts market liquidity or the efficient functioning of markets. Accordingly, such restriction may affect the liquidity of the Scheme and there may be a delay in investors receiving part of their redemption proceeds.</p> <p><b>Risks associated with Segregated portfolio:</b>        The AMC / Trustee shall decide on creation of segregated portfolio of the Scheme in case of a credit event at issuer level i.e. downgrade in credit rating by a Credit Rating Agencies (CRA). Accordingly, Investor holding units of segregated portfolio may not be able to liquidate their holding till the time recovery of money from the issuer. The Security comprises of segregated portfolio may not realise any value.</p> <p>Further, Listing of units of segregated portfolio in recognised stock exchange does not necessarily guarantee their liquidity. There may not be active trading of units in the stock market. Further trading price of units on the stock market may be significantly lower than the prevailing NAV.</p> <p><b>Please refer the SID for further details.</b></p>
-----------------------------------	--

<b>Risk Factors</b> / <b>Mitigation</b>	<p>Risk is an inherent part of the investment function. Effective risk management is critical to fund management for achieving financial soundness. Since investing requires disciplined risk management, the AMC would incorporate adequate safeguards for controlling risks in the portfolio construction process. The risk control process involves reducing risks through portfolio diversification. The AMC believes that this diversification would help achieve the desired level of consistency in returns. The AMC aims to identify securities, which offer superior levels of yield at lower levels of risks. With the aim of controlling risks, rigorous in-depth credit evaluation of the securities proposed to be invested in will be carried out by the investment team of the AMC. Risk control would involve managing risk in order to keep it in line with the investment objective of the Scheme. AMC has implemented the Hexagon M-power as Front Office System (FOS) for this purpose. The system has incorporated all the investment restrictions as per SEBI guidelines and “soft” warning alerts at appropriate levels for preemptive monitoring. The system enables identifying &amp; measuring the risk through various risk measurement tools like various risk ratios, average duration and analyzes the same and acts in a preventive manner.</p>																									
<b>Plans offered</b> / <b>Options</b>	<p>The Scheme will have two Plans i.e. Direct Plan and Regular Plan</p> <p>Direct Plan is only for investors who purchase /subscribe Units in the Scheme directly with the Fund and is not available for investors who route their investments through a Distributor.</p> <p>Both Regular and Direct Plan(s), offer the below options / sub-options / facilities:</p> <table border="1" data-bbox="432 949 1481 1406"> <thead> <tr> <th>Options</th> <th>Sub-Options/ Facilities</th> <th>Frequency of Dividend</th> <th>Record Date</th> </tr> </thead> <tbody> <tr> <td>Growth</td> <td>Nil</td> <td>NA</td> <td>NA</td> </tr> <tr> <td rowspan="4">Dividend</td> <td>Daily (Reinvestment)</td> <td>Daily</td> <td>All days for which NAV is published on <a href="http://www.amfiindia.com/">www.amfiindia.com/</a> <a href="http://www.itimf.com">www.itimf.com</a></td> </tr> <tr> <td>Weekly (Reinvestment)</td> <td>Weekly</td> <td>Every Monday</td> </tr> <tr> <td>Fortnightly (Reinvestment and Payout)</td> <td>Fortnightly</td> <td>10th and 25th of each month</td> </tr> <tr> <td>Monthly (Reinvestment and Payout)</td> <td>Monthly</td> <td>25th of each month</td> </tr> <tr> <td></td> <td>Annually (Reinvestment and Payout)</td> <td>Annually</td> <td>NA</td> </tr> </tbody> </table> <p>The Trustee / AMC reserves the rights to change the record date from time to time.</p> <p>If the investor does not clearly specify the choice of option (Growth / Dividend) at the time of investing, it will be treated as a Growth option. If the investor does not clearly specify at the time of investing, the choice of option under Dividend, it will be treated as a daily dividend reinvestment option.</p> <p>In case, the dividend amount is less than Rs. 500/-, then it will be compulsorily reinvested in the existing plan of the scheme, invested by the investor.</p> <p>The Trustee may decide to distribute by way of dividend, the surplus by way of realised profit, dividends and interest, net of losses, expenses and taxes, if any, to Unit Holders in the Dividend option of the Scheme if such surplus is available and adequate for distribution in the opinion of the Trustee. The Trustee’s decision with regard to availability and adequacy, rate, timing and frequency of distribution shall be final. The dividend will be due to only those Unit Holders whose names appear in the register of Unit Holders in the dividend option of the Scheme on the record date.</p> <p>It must be noted that Daily Dividend, Weekly Dividend and Fortnightly Dividend options available under the Scheme are currently not available in the dematerialised mode.</p>	Options	Sub-Options/ Facilities	Frequency of Dividend	Record Date	Growth	Nil	NA	NA	Dividend	Daily (Reinvestment)	Daily	All days for which NAV is published on <a href="http://www.amfiindia.com/">www.amfiindia.com/</a> <a href="http://www.itimf.com">www.itimf.com</a>	Weekly (Reinvestment)	Weekly	Every Monday	Fortnightly (Reinvestment and Payout)	Fortnightly	10th and 25th of each month	Monthly (Reinvestment and Payout)	Monthly	25th of each month		Annually (Reinvestment and Payout)	Annually	NA
Options	Sub-Options/ Facilities	Frequency of Dividend	Record Date																							
Growth	Nil	NA	NA																							
Dividend	Daily (Reinvestment)	Daily	All days for which NAV is published on <a href="http://www.amfiindia.com/">www.amfiindia.com/</a> <a href="http://www.itimf.com">www.itimf.com</a>																							
	Weekly (Reinvestment)	Weekly	Every Monday																							
	Fortnightly (Reinvestment and Payout)	Fortnightly	10th and 25th of each month																							
	Monthly (Reinvestment and Payout)	Monthly	25th of each month																							
	Annually (Reinvestment and Payout)	Annually	NA																							

### Default Plan

Investors subscribing under Direct Plan of the Scheme will have to indicate “Direct Plan” against the Scheme name in the application form. However, if distributor code is mentioned in application form, but “Direct Plan” is mentioned against the Scheme name, the distributor code will be ignored and the application will be processed under “Direct Plan”. Further, where application is received for Regular Plan without Distributor code or “Direct” mentioned in the ARN Column, the application will be processed under Direct Plan.

The below table summarizes the procedures which would be adopted by the AMC for applicability of Direct Plan / Regular Plan, while processing application form /transaction request under different scenarios:

Sr. no	AMFI Registration Number (ARN) Code mentioned in the application Form / transaction request	Plan as selected in the application form / transaction request	Transaction shall be processed and Units shall be allotted under
1	Not mentioned	Not mentioned	Direct Plan
2	Not mentioned	Direct	Direct Plan
3	Not mentioned	Regular	Direct Plan
4	Mentioned	Direct	Direct Plan
5	Direct	Not Mentioned	Direct Plan
6	Direct	Regular	Direct Plan
7	Mentioned	Regular	Regular Plan
8	Mentioned	Not Mentioned	Regular Plan

In cases of wrong/ invalid/ incomplete ARN codes mentioned on the application form, the application shall be processed under Regular Plan. The AMC shall endeavour to contact the investor/distributor and obtain the correct ARN code within 30 calendar days of the receipt of the application form from the investor/ distributor. In case, the correct code is not received within 30 calendar days, the AMC shall reprocess the transaction under Direct Plan from the date of application without any exit load.

### Default Option – Growth

### Default facility under Dividend Option – Reinvestment

### Applicable NAV (after the scheme opens for repurchase and sale)

The Cut-off time in respect of Purchase of the Units for the Scheme is 1.30 p.m. and the Applicable NAV will be as under: For Purchase under both the Plans

- i. where the application is received upto 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;
- ii. where the application is 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
- iii. 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.

### For allotment of Units in respect of Purchase in the Scheme, the following needs to be complied with:

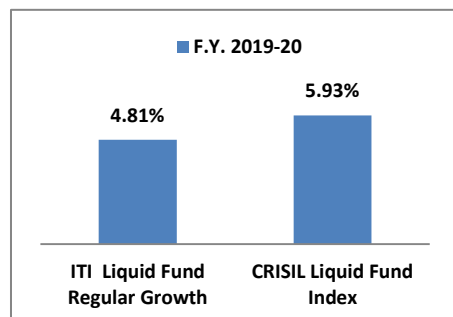
- i. Application is received before the applicable cut-off time.
- ii. Funds for the entire amount of Subscription / Purchase as per the application are credited to the bank account of the Scheme before the cut-off time.

	<p>iii. The funds are available for utilization before the cut-off time without availing any credit facility whether intra-day or otherwise, by the Scheme.</p> <p><b>For allotment of units in respect of switch-in to the Scheme from other schemes, the following needs to be complied with:</b></p> <p>i. Application for switch-in is received before the applicable cut-off time.          ii. Funds for the entire amount of Subscription / Purchase as per the switch-in request are credited to the bank account of the switch-in Scheme before the cut-off time.          iii. The funds are available for utilization before the cut-off time without availing any credit facility whether intra-day or otherwise, by the switch-in Scheme.</p> <p>The above will be applicable only for cheques / demand drafts / payment instruments payable locally in the city in which a Designated Collection Centre is located. No outstation cheques will be accepted.</p> <p><b>For Redemption under both the Plans</b></p> <p>(a) where the application is received upto 3.00 p.m. – the closing NAV of the day immediately preceding the next Business Day ; and          (b) where the application is received after 3.00 p.m. – the closing NAV of the next Business Day.</p> <p>Note: In case the application is received on a Non-Business Day, it will be considered as if received on the Next Business Day.</p> <p><b>For Switches</b></p> <p>Valid applications for 'switch-out' shall be treated as applications for Redemption and valid applications for 'switch-in' shall be treated as applications for Purchase, and the provisions of the Cut-off time and the Applicable NAV mentioned in this SID as applicable to Purchase and Redemption shall be applied respectively to the 'switch-in' and 'switch-out' applications.</p>											
<b>Minimum Application amount / Number of units</b>	<table border="1"> <tr> <th data-bbox="416 1077 788 1144">Purchase</th> <th data-bbox="788 1077 1118 1144">Additional Purchase</th> <th data-bbox="1118 1077 1497 1144">Minimum redemption amount / number of units</th> </tr> <tr> <td data-bbox="416 1144 788 1272">Rs. 5,000 and in multiples of Re.1 thereafter</td> <td data-bbox="788 1144 1118 1272">Rs. 1,000 and in multiples of Re. 1 thereafter.</td> <td data-bbox="1118 1144 1497 1272">Rs. 1,000/- and in multiples of Re. 1/- thereafter or the account balance, whichever is lower.</td> </tr> </table>	Purchase	Additional Purchase	Minimum redemption amount / number of units	Rs. 5,000 and in multiples of Re.1 thereafter	Rs. 1,000 and in multiples of Re. 1 thereafter.	Rs. 1,000/- and in multiples of Re. 1/- thereafter or the account balance, whichever is lower.					
Purchase	Additional Purchase	Minimum redemption amount / number of units										
Rs. 5,000 and in multiples of Re.1 thereafter	Rs. 1,000 and in multiples of Re. 1 thereafter.	Rs. 1,000/- and in multiples of Re. 1/- thereafter or the account balance, whichever is lower.										
<b>Despatch of repurchase / redemption request</b>	Within 10 working days of the receipt of the redemption request at the authorised centre of the ITI Mutual Fund.											
<b>Benchmark Index</b>	<p>CRISIL Liquid Fund Index</p> <p>The Fund reserves the right to change the benchmark for evaluation of the performance of the Scheme from time to time, subject to SEBI Regulations and other prevailing guidelines if any.</p>											
<b>Dividend policy</b>	Under the Dividend option, the Trustee will have discretion to declare the dividend, subject to availability of distributable surplus calculated in accordance with the Regulations. The actual declaration of Dividend and frequency will inter-alia, depend on availability of distributable surplus calculated in accordance with SEBI (MF) Regulations and the decisions of the Trustee shall be final in this regard. There is no assurance or guarantee to the Unitholder as to the rate of Dividend nor that will the Dividend be paid regularly.											
<b>Name of the Fund Managers</b>	Mr. Milan Mody and Mr. George Heber Joseph, since inception of the scheme											
<b>Name of the Trustee Company</b>	ITI Mutual Fund Trustee Private Limited											
<b>Performance of the Scheme</b>	<p><b>Performance of ITI Liquid Fund – Regular Plan - Growth Option as at May 31, 2020 is as follows:</b></p> <table border="1"> <thead> <tr> <th data-bbox="432 1966 887 2027">Period</th> <th data-bbox="887 1966 1251 2027">ITI Liquid Fund – Regular Plan - Growth Option</th> <th data-bbox="1251 1966 1481 2027">CRISIL Liquid Fund Index</th> </tr> </thead> <tbody> <tr> <td data-bbox="432 2027 887 2063">1 year return</td> <td data-bbox="887 2027 1251 2063">4.55%</td> <td data-bbox="1251 2027 1481 2063">6.01%</td> </tr> <tr> <td data-bbox="432 2063 887 2087">3 year returns</td> <td data-bbox="887 2063 1251 2087">NA</td> <td data-bbox="1251 2063 1481 2087">NA</td> </tr> </tbody> </table>			Period	ITI Liquid Fund – Regular Plan - Growth Option	CRISIL Liquid Fund Index	1 year return	4.55%	6.01%	3 year returns	NA	NA
Period	ITI Liquid Fund – Regular Plan - Growth Option	CRISIL Liquid Fund Index										
1 year return	4.55%	6.01%										
3 year returns	NA	NA										



5 year returns	NA	NA
Returns Since Inception (April 24, 2019)	4.76%	6.19%

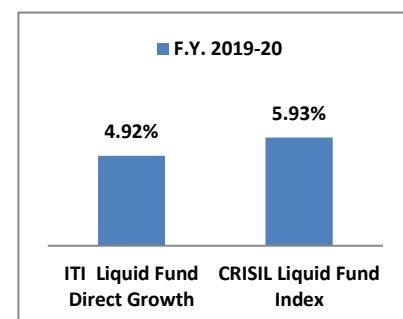
#### Absolute Returns for each Financial Year for the last Five years



Performance of ITI Liquid Fund – Direct Plan - Growth Option as at May 31, 2020 is as follows:

Period	ITI Liquid Fund – Direct Plan - Growth Option	CRISIL Liquid Fund Index
1 year return	4.66%	6.01%
3 year returns	NA	NA
5 year returns	NA	NA
Returns Since Inception (April 24, 2019)	4.87%	6.19%

#### Absolute Returns for each Financial Year for the last Five years



**Past performance may or may not be sustained in the future.** Returns computed on compounded annualised basis based on the NAV of Regular Plan Growth option.

#### Expenses of the scheme

##### (i) Load Structure

**Entry Load:** Not Applicable

Pursuant to SEBI circular no. SEBI/IMD/CIR No.4/168230/09 dated June 30, 2009, no entry load will be charged by the Scheme to the investor. The upfront commission on investment made by the investor, if any, shall be paid to the ARN Holder (AMFI registered Distributor) directly by the investor, based on the investor's assessment of various factors including service rendered by the ARN Holder.

**Exit Load:**

Investor exit upon subscription	Exit Load as a % of redemption / switch-out proceeds
Up to Day 1	0.0070%
Day 2	0.0065%

<b>(ii) Recurring Expenses</b>	Day 3	0.0060%
	Day 4	0.0055%
	Day 5	0.0050%
	Day 6	0.0045%
	Day 7 onwards	0.0000%
	<p>Redemptions / switch-out of units shall be considered as First-In-First-Out (FIFO) basis. Exit Load (net of Goods and Service Tax) charged shall be credited to the Scheme. No load for units allotted under dividend reinvestment option.</p> <p>The AMC has estimated that upto 2.00% of daily net assets of the Scheme will be charged to the Scheme as expenses for the first Rs. 500 crores of the daily net assets of the Scheme. The same may be reduced to the extent of increase in the corpus size. For the actual current expenses being charged, the Investor should refer to the website of the AMC.</p> <p>Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid/ charged under Direct Plan.</p> <p>Goods and Services tax on expenses other than the investment management and advisory fees, if any, shall be charged to the Scheme within the maximum limit of total expense ratio as prescribed under regulation 52 of the SEBI (MF) Regulations. Goods and Services tax on brokerage and transaction cost paid for execution of trade, if any, shall be within the limit prescribed under regulation 52 of the SEBI (MF) Regulations.</p> <p>In terms of SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the AMC shall annually set apart at least 0.02% on daily net assets within the maximum limit of recurring expenses as per regulation 52 for investor education and awareness initiatives.</p> <p>The total expenses of the Scheme including the investment management and advisory fee shall not exceed the limits stated in Regulation 52(6) which are as follows:</p> <ul style="list-style-type: none"> <li>• On the first Rs. 500 crores of the daily net assets: 2.00%</li> <li>• On the next Rs. 250 crores of the daily net assets: 1.75%</li> <li>• On the next Rs. 1,250 crores of the daily net assets: 1.50%</li> <li>• On the next Rs. 3,000 crores of the daily net assets: 1.35%</li> <li>• On the next Rs. 5,000 crores of the daily net assets: 1.25%</li> <li>• On the next Rs. 40,000 crores of the daily net assets: Total expense ratio reduction of 0.05% for every increase of Rs. 5,000 crores of daily net assets or part thereof.</li> <li>• On balance of the assets: 0.80%</li> </ul> <p>In addition to the limits specified in regulation 52(6), the following costs or expenses may be charged to the Scheme as per regulation 52 (6A), namely-</p> <p>(a) Brokerage and Transaction costs incurred for the execution of trades may be capitalized to the extent of 0.12 per cent of the value of trades in case of cash market transactions.</p> <p>(b) Expenses not exceeding of 0.30 per cent of daily net assets, if the new inflows from such cities as specified by SEBI/AMFI from time to time are at least –</p> <p>(i) 30 per cent of gross new inflows in the Scheme, or;</p> <p>(ii) 15 per cent of the average assets under management (year to date) of the Scheme, whichever is higher:</p> <p>Provided that if inflows from such cities is less than the higher of sub-clause (i) or sub-clause (ii), such expenses on daily net assets of the Scheme shall be charged on proportionate basis. Provided further that expenses charged under this clause shall be utilised for distribution expenses incurred for bringing inflows from such cities.</p>	



	<p>Provided further that amount incurred as expense on account of inflows from such cities shall be credited back to the scheme in case the said inflows are redeemed within a period of one year from the date of investment. Provided further that, additional TER can be charged based on inflows only from retail investors from B30 cities in terms of SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2018/137 dated October 22, 2018 read with SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2019/42 dated March 25, 2019. For this purpose inflows of amount upto Rs 2,00,000/- per transaction, by individual investors shall be considered as inflows from “retail investor”.</p> <p>Further, Goods and Services Tax on investment management and advisory fees shall be charged to the Scheme, in addition to the above expenses, as prescribed under the SEBI (MF) Regulations. All Scheme related expenses including commission paid to distributors, by whatever name it may be called and in whatever manner it may be paid, shall necessarily be paid from the Scheme only within the regulatory limits and not from the books of the AMC, its Associate, Sponsor, Trustee or any other entity through any route. However, expenses that are very small in value but high in volume may be paid out of AMC’s books at actuals or not exceeding 2 bps of respective Scheme AUM, whichever is lower. A list of such miscellaneous expenses will be as provided by AMFI in consultation with SEBI.</p> <p>Any circular/clarification issued by SEBI in regard to expenses chargeable to the Scheme/Plan(s) will automatically become applicable and will be incorporated in the SID/SAI/KIM accordingly.</p> <p>The current expense ratios will be updated on the AMC website at least three working days prior to the effective date of the change. The exact web link for TER is <a href="http://www.itimf.com/statutory-disclosure/total-expense-ratio">http://www.itimf.com/statutory-disclosure/total-expense-ratio</a>.</p>						
<b>Transaction Charges</b>	<p>In accordance with SEBI Circular No. IMD/ DF/13/ 2011 dated August 22, 2011, the AMC/ Fund shall deduct a Transaction Charge on per purchase /subscription of Rs. 10,000/- and above, as may be received from new investors (an investor who invests for the first time in any mutual fund schemes) and existing investors. The distributors shall have an option to either “Opt-in / Opt-out” from levying transaction charge based on the type of product. Therefore, the “Opt-in / Opt-out” status shall be at distributor level, basis the product selected by the distributor.</p> <p>Transaction charges shall be deducted for Applications for purchase/ subscription received through distributor/ agent as under (only if that distributor / agent has opted to receive the transaction charges):</p> <table border="1" data-bbox="435 1368 1481 1711"> <thead> <tr> <th data-bbox="435 1368 759 1402"><b>Investor Type</b></th> <th data-bbox="759 1368 1481 1402"><b>Transaction Charges</b></th> </tr> </thead> <tbody> <tr> <td data-bbox="435 1402 759 1559">New Investor (First Time Mutual Fund Investor)</td> <td data-bbox="759 1402 1481 1559">Transaction charge of Rs.150/- for per purchase / subscription of Rs.10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor. The balance of the subscription amount shall be invested.</td> </tr> <tr> <td data-bbox="435 1559 759 1711">Existing Investor</td> <td data-bbox="759 1559 1481 1711">Transaction charge of Rs.100/- for per purchase / subscription of Rs.10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor. The balance of the subscription amount shall be invested.</td> </tr> </tbody> </table> <p>The transaction charges and the net investment amount and the number of units allotted will be clearly mentioned the Account Statement issued by the Mutual Fund.</p> <p>In case of investments through Systematic Investment Plan (SIP) the transaction charges shall be deducted only if the total commitment through SIP (i.e. amount per SIP installment x No. of installments) amounts to Rs. 10,000/-and above. In such cases, the transaction charges shall be deducted in 3-4 installments.</p> <p>Transaction charges shall not be deducted if:</p> <ol style="list-style-type: none"> <li>The amount per purchases /subscriptions is less than Rs. 10,000/-;</li> <li>The transaction pertains to other than purchases/ subscriptions relating to new</li> </ol>	<b>Investor Type</b>	<b>Transaction Charges</b>	New Investor (First Time Mutual Fund Investor)	Transaction charge of Rs.150/- for per purchase / subscription of Rs.10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor. The balance of the subscription amount shall be invested.	Existing Investor	Transaction charge of Rs.100/- for per purchase / subscription of Rs.10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor. The balance of the subscription amount shall be invested.
<b>Investor Type</b>	<b>Transaction Charges</b>						
New Investor (First Time Mutual Fund Investor)	Transaction charge of Rs.150/- for per purchase / subscription of Rs.10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor. The balance of the subscription amount shall be invested.						
Existing Investor	Transaction charge of Rs.100/- for per purchase / subscription of Rs.10,000 and above will be deducted from the subscription amount and paid to the distributor/agent of the first time investor. The balance of the subscription amount shall be invested.						

	<p>inflows such as Switch/SIP/SWP/STP etc.</p> <p>c. Purchases/Subscriptions made directly with the Fund through any mode (i.e. not through any distributor/ agent).</p> <p>d. Subscription made through Exchange Platform irrespective of investment amount.</p>
<b>Waiver of Load for Direct Applications</b>	Not Applicable
<b>Tax Treatment for the Investors</b>	Investors are advised to refer to the paragraph on 'Taxation' in the Statement of Additional Information and also independently refer to their tax advisor.
<b>Daily Net Asset Value (NAV) publication</b>	The AMC will calculate and disclose the first NAV of the Scheme within 5 business days from the date of allotment. Subsequently, the AMC will calculate and disclose the NAVs on all the Business Days. The AMC shall update the NAVs on its website (www.itimf.com) and on the Association of Mutual Funds in India - AMFI (www.amfiindia.com) before 9.00 p.m. on every Business Day.
<b>For grievances contact</b>	<p><b>Investor please contact</b></p> <p><b>ITI mutual Fund</b></p> <p>Ms. Pallavi Singh          Naman Midtown, 'A' Wing, 21st floor,          Senapati Bapat Marg, Prabhadevi, Mumbai 400 013, India          Phone No. : 022-6621 4999          Toll Free No. : 1800-266-9603          Email id : mfasst@itiorg.com</p> <p><b>Registrar</b></p> <p><b>Karvy Fintech private Limited</b></p> <p>Karvy Selenium Tower B, Plot No. 31 &amp; 32,          Gachibowli, Financial District          Nanakramguda, Serilingampally, Hyderabad 500032</p>
<b>Unitholders Information</b>	<p><b>Account Statements:</b></p> <p>On acceptance of the application for subscription, an allotment confirmation specifying the number of units allotted by way of e-mail and/or SMS within 5 business days from the date of receipt of transaction request will be sent to the Unitholders registered e-mail address and/or mobile number. Where investors/Unitholders, have provided an email address, an account statement reflecting the units allotted to the Unitholder shall be sent by email on their registered email address. The Unitholder may request for a physical account statement by writing/calling the AMC/ISC/RTA. The AMC shall dispatch an account statement within 5 Business Days from the date of the receipt of request from the Unit holder.</p> <p><b>Consolidated Account Statement (CAS):</b></p> <p>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. The AMC shall identify common investors across fund houses by their permanent account number (PAN) for the purposes of sending CAS. In the event the account has more than one registered holder, the first named Unitholder shall receive the CAS.</p> <p>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):</p> <p>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 AMC/MFs to the distributors. Further, the commission disclosed in CAS shall be gross commission and shall not exclude costs incurred by distributors such as Goods and Services tax</p>

- (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.

The transactions viz. purchase, redemption, switch, dividend payout, dividend reinvestment, systematic investment plan, systematic withdrawal plan and systematic transfer plan, carried out by the Unit holders shall be reflected in the CAS on the basis of PAN. The CAS shall not be received by the Unit holders for the folio(s) not updated with PAN details. The Unit holders are therefore requested to ensure that the folio(s) are updated with their PAN.

Pursuant to SEBI Circular no. CIR/MRD/DP/31/2014 dated November 12, 2014, Depositories shall generate and dispatch a single consolidated account statement for investors (in whose folio the transaction has taken place during the month) having mutual fund investments and holding demat accounts.

Based on the PANs provided by the asset management companies/mutual funds' registrar and transfer agents (AMCs/MF-RTAs), the Depositories shall match their PAN database to determine the common PANs and allocate the PANs among themselves for the purpose of sending CAS. For PANs which are common between depositories and AMCs, the Depositories shall send the CAS.

In other cases (i.e. PANs with no demat account and only MF units holding), the AMCs/MF-RTAs shall continue to send the CAS to their unit holders as is being done presently in compliance with the Regulation 36(4) of the SEBI (Mutual Funds) Regulations.

Where statements are presently being dispatched by email either by the Mutual Funds or by the Depositories, CAS shall be sent through email. However, where an investor does not wish to receive CAS through email, option shall be given to the investor to receive the CAS in physical form at the address registered in the Depository system.

#### **Half yearly Consolidated Account Statement:**

A consolidated account statement detailing holding across all schemes at the end of every six months (i.e. September/March), on or before 10th day of succeeding month, to all such Unitholders holding units in non- demat form in whose folios no transaction has taken place during that period shall be sent by email.

The half yearly consolidated account statement will be sent by e-mail to the Unit holders whose e-mail address is registered with the Fund, unless a specific request is made to receive the same in physical mode.

#### **Annual report:**

The Annual Report or Abridged summary thereof in the format prescribed by SEBI will be hosted within four months from the date of closure of the relevant accounting year (i.e. March 31st each year) on AMC's website ([www.itimf.com](http://www.itimf.com)) and on the website of AMFI ([www.amfiindia.com](http://www.amfiindia.com)). The Annual Report or Abridged Summary thereof will also be sent by way of e-mail to the Unit holder's registered e-mail address. Unit holders, who have not registered their email address, will have an option of receiving a physical copy of the Annual Report or Abridged summary thereof.

The Fund will provide a physical copy of the abridged summary of the Annual Report, without charging any cost, on specific request received from a Unit holder. Physical copies of the report will also be available to the Unit holders at the registered office at all

	<p>times. The Fund will publish an advertisement every year, in the all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the scheme wise annual report on the AMC's website (www.itimf.com) and on the website of AMFI (www.amfiindia.com) and the modes such as SMS, telephone, email or written request (letter) through which a unitholder can submit a request for a physical or electronic copy of the of the scheme wise annual report or abridged summary thereof.</p> <p><b>Monthly portfolio Disclosure:</b></p> <p>The Mutual Fund shall disclose portfolio of the Scheme on the website of the AMC "www.itimf.com" and Association of Mutual Funds in India "www.amfiindia.com" along with ISIN on a monthly basis as on last day of each month, on or before tenth day of the succeeding month.</p> <p><b>Half yearly portfolio Disclosure:</b></p> <p>The Mutual Fund shall within 10 days from the close of each half year (i.e. 31st March and 30th September), host a soft copy of its Scheme Portfolio on its website "www.itimf.com". The Mutual Fund shall also publish an advertisement disclosing the hosting of such half-yearly Scheme Portfolio on its website, in at least one English daily newspaper having nationwide circulation and in a newspaper having wide circulation published in the language of the region where the Head Office of the Mutual Fund is situated. The Scheme Portfolio shall also be displayed on the website of AMFI. The physical copy of the Scheme Portfolio Statement shall be made available to the Unit holders on request.</p> <p><b>For further details, please refer the SID of the Scheme.</b></p>
--	--

#### Additional Scheme Disclosures

a) Top 10 holdings by issuer and sectors (As on May 31, 2020)

Issuer Name	% of Net Assets
TREPS - Clearing Corporation of India	99.13

Sector	% of Net Assets
Cash and Cash equivalent	100.00

For the latest monthly portfolio holding, kindly visit our website - <https://www.itimf.com/statutory-disclosure/monthly-portfolios>

b) The Portfolio Turnover Ratio has not been given as the Scheme is a Debt Scheme.

c) The aggregate investment (market value) in the Scheme by AMC's Board of Directors, Scheme's Fund Manager and Other Key Managerial Personnel -

Particulars	Aggregate Investments (Amount in Rs)
Board of Directors	-
Fund Manager	58,354
Other Key Managerial Personnel	2,10,791

**COMPARISON WITH EXISTING OPEN-ENDED INCOME SCHEMES:**

Scheme Name	Type	Investment Objective	Differentiation	AUM (Rs in crore) as on May 31, 2020	No. of folios as on May 31, 2020
ITI Overnight Fund	An open ended debt scheme investing in overnight securities	The investment objective of the Scheme is to provide reasonable returns commensurate with low risk and providing a high level of liquidity, through investments made primarily in overnight securities having maturity of 1 business day. However there can be no assurance or guarantee that the investment objective of the scheme would be achieved.	<p>The scheme invests in debt and money market instruments with residual maturity upto 1 business day.</p> <p><b>Asset Allocation under normal circumstances:</b>            Debt and Money Market Instruments maturing on or before the next Business Day (including Tri-party Repo and equivalent): 0 to 100%.</p>	8.93	463