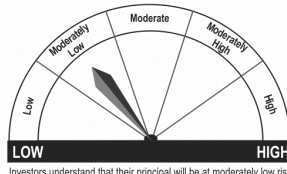


**PEERLESS ULTRA SHORT TERM FUND  
SCHEME INFORMATION DOCUMENT**

**PEERLESS ULTRA SHORT TERM FUND  
An Open-ended Debt Scheme**

Continuous Offer of Units at Applicable NAV  
**PRODUCT LABELLING**

Peerless Ultra Short Term Fund (An Open Ended Debt Scheme)	RISKOMETER
<p>This product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"> <li>Income over short term.</li> <li>Investment in money market and short term debt instruments.</li> </ul> <p><small>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</small></p>	

Name of the Sponsor:	The Peerless General Finance & Investment Co Ltd.
Name of Mutual Fund:	Peerless Mutual Fund
Name of Asset Management Company:	Peerless Funds Management Company Limited
Name of Trustee Company:	Peerless Trust Management Company Limited
Addresses, Website of the entities:	<u>Address:</u>

**Asset Management Company (AMC):**  
Peerless Funds Management Company Limited

*Registered Office:*  
"Peerless Mansion", 3<sup>rd</sup> Floor,  
1, Chowringhee Square,  
Kolkata- 700 069

**Trustee Company:**  
Peerless Trust Management Company Limited

*Registered Office:*  
"Peerless Mansion", 3<sup>rd</sup> Floor,  
1, Chowringhee Square,  
Kolkata- 700 069

Website: [www.peerlessmf.co.in](http://www.peerlessmf.co.in)

The particulars of the Scheme have been prepared in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations 1996, (herein after referred to as SEBI (MF) Regulations or the Regulations) as amended till date, and filed with SEBI, along with a Due Diligence Certificate from the Asset Management Company (AMC). The Units being offered for public Subscription have not been approved or recommended by SEBI nor has SEBI certified the accuracy or adequacy of the Scheme Information Document.

The Scheme Information Document sets forth concisely the information about the scheme that a prospective Investor ought to know before investing. Before investing, Investors should also ascertain about any further changes to this Scheme Information Document after the date of this Document from the Mutual Fund / Investor Service Centres / Website / Distributors or Brokers.

**The Investors are advised to refer to the Statement of Additional Information (SAI) for details of Peerless Mutual Fund, Tax and Legal issues and general information on [www.peerlessmf.co.in](http://www.peerlessmf.co.in)**

**SAI is incorporated by reference (is legally a part of the Scheme Information Document). For a free copy of the current SAI, please contact your nearest Investor Service Centre or log on to our website. The Scheme Information Document should be read in conjunction with the SAI and not in isolation**

This Scheme Information Document is dated 28 June 2016.

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## HIGHLIGHTS/SUMMARY OF THE SCHEME

### Investment Objective

To provide optimal returns and liquidity to the investors by investing primarily in a mix of money market and short term debt instruments which results in a portfolio having marginally higher maturity as compared to a liquid fund at the same time maintaining a balance between safety and liquidity. However, there can be no assurance or guarantee that the investment objective of the Scheme(s) will be achieved. The Scheme(s) does not assure or guarantee any returns.

### Liquidity

The Scheme offers Units for Subscription and Redemption at NAV based prices on all Business Days on an ongoing basis, commencing not later than 30 days from the date of closure of NFO period. Under normal circumstances the AMC shall dispatch the Redemption proceeds within 10 Business Days from date of receipt of request from the Unit holder.

### Benchmark

CRISIL Liquid Fund Index

### Transparency /NAV Disclosure

The AMC will calculate the NAVs for all the Business Days. The NAV of the Scheme shall be published at least in two daily newspapers having nationwide circulation on all Business Days. The Asset Management Company ("AMC") shall update the NAVs on its website ([www.peerlessmf.co.in](http://www.peerlessmf.co.in)) and of the Association of Mutual Funds in India ("AMFI") ([www.amfiindia.com](http://www.amfiindia.com)) before 9.00 p.m. every Business Day. If the NAVs are not available before the commencement of Business Hours on the following day due to any reason, the Mutual Fund shall issue a press release giving reasons and explaining when the Mutual Fund would be able to publish the NAV.

The AMC will disclose the portfolio of the Scheme within one month from the close of each half year (i.e. 31st March and 30th September) either by sending a complete statement to all the Unit holders or by publishing the same by way of advertisement in one national English daily newspaper circulating in the whole of India and in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated. The portfolio statement will also be displayed on the website of the AMC and AMFI.

The AMC will make available the Annual Report of the Scheme within four months of the end of the financial year.

### Loads and Transaction Charges

Entry Load : Not Applicable  
Exit Load: : NIL

SEBI vide its circular no. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009 has decided that there shall be no entry Load for all Mutual Fund Schemes. The upfront commission on

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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.

### **Transaction Charges:**

SEBI vide its circular no. Cir/IMD/DF/13/2011 dated 22 August 2011 has allowed mutual funds to levy a transaction charge on subscriptions of Rs.10,000/- and above, which shall be deducted by the AMC from subscription amount and paid to the distributors.

**For more details on Load Structure and Transaction Charges, refer to the paragraph 'Load Structure and Transaction Charges'.**

### **Investment Plans & Options**

**Plans: Regular and Direct.** Options: The Scheme would offer Growth and Dividend Option.

**Sub-Options:** The Dividend Option would provide the following sub-options: Daily (Reinvestment), Weekly (Payout and Reinvestment), Monthly (Payout and Reinvestment).

If Dividend payable under Dividend Payout option (Weekly Option) is equal to or less than Rs. 500 then the Dividend would be compulsorily reinvested in the option of the Scheme.

Default option: Growth Option, Default between payout & Reinvestment Option: Reinvestment Option, Default Dividend: Frequency- Daily

### **Minimum Application Amount**

**Purchase:** Rs. 1,000 and in multiples of Re. 1/- thereafter.

**Additional Purchase:** Rs.100 and in multiples of Re. 1/- thereafter

Minimum application amount is applicable only at the time of creation of new folio.

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## I. INTRODUCTION

### A. RISK FACTORS

#### i. Standard Risk Factors:

- 1) Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.
- 2) As the price / value / interest rate of the securities in which the Scheme invests fluctuates, the value of your investment in the Scheme may go up or down.
- 3) Past performance of the Sponsor/AMC/Mutual Fund does not guarantee future performance of the Scheme.
- 4) Peerless Ultra Short Term Fund is only the name of the Scheme and does not in any manner indicate either the quality of the Scheme or their future prospects and returns.
- 5) The sponsor is not responsible or liable for any loss resulting from the operation of the Scheme beyond the initial contribution of Rs. 1 lakh made by it towards setting up the Fund.
- 6) Peerless Ultra Short Term Fund is not guaranteed or assured return Scheme.

#### ii. Scheme Specific Risk Factors

The following are the risks associated with investment in Fixed Income securities:

**Interest-Rate Risk:** Fixed income securities such as government bonds, corporate bonds, Money Market Instruments and Derivatives run price-risk or interest-rate risk. Generally, when interest rates rise, prices of existing fixed income securities fall and when interest rates drop, such prices increase. The extent of fall or rise in the prices depends upon the coupon and maturity of the security. It also depends upon the yield level at which the security is being traded.

**Re-investment Risk:** Investments in fixed income securities carry re-investment risk as interest rates prevailing on the coupon payment or maturity dates may differ from the original coupon of the bond.

**Basis Risk:** The underlying benchmark of a floating rate security or a swap might become less active or may cease to exist and thus may not be able to capture the exact interest rate movements, leading to loss of value of the portfolio.

**Spread Risk:** In a floating rate security the coupon is expressed in terms of a spread or mark up over the benchmark rate. In the life of the security this spread may move adversely leading to loss in value of the portfolio. The yield of the underlying benchmark might not change, but the spread of the security over the underlying benchmark might increase leading to loss in value of the security.

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**Liquidity Risk:** The liquidity of a bond may change, depending on market conditions leading to changes in the liquidity premium attached to the price of the bond. At the time of selling the security, the security can become illiquid, leading to loss in value of the portfolio.

**Credit Risk:** This is the risk associated with the issuer of a debenture/bond or a Money Market Instrument defaulting on coupon payments or in paying back the principal amount on maturity. Even when there is no default, the price of a security may change with expected changes in the credit rating of the issuer. It is to be noted here that a Government Security is a sovereign security and is the safest. Corporate bonds carry a higher amount of credit risk than Government Securities. Within corporate bonds also there are different levels of safety and a bond rated higher by a particular rating agency is safer than a bond rated lower by the same rating agency.

**Liquidity Risk on account of unlisted securities:** The liquidity and valuation of the Scheme investments due to their holdings of unlisted securities may be affected if they have to be sold prior to their target date of divestment. The unlisted security can go down in value before the divestment date and selling of these securities before the divestment date can lead to losses in the portfolio.

**Settlement Risk:** Fixed income securities run the risk of settlement which can adversely affect the ability of the fund house to swiftly execute trading strategies which can lead to adverse movements in NAV.

### **Risks Associated with Securitized Debt:**

The Scheme may invest in domestic securitized debt such as Asset Backed Securities (“ABS”) or Mortgage Backed Securities (“MBS”). ABS are securitized debts where the underlying assets are receivables arising from various loans including automobile loans, personal loans, loans against consumer durables, etc. MBS are securitized debts where the underlying assets are receivables arising from loans backed by mortgage of residential / commercial properties.

At present in Indian market, following types of loans are securitized:

1. Auto Loans (cars / commercial vehicles /two wheelers)
2. Residential Mortgages or Housing Loans
3. Consumer Durable Loans
4. Personal Loans
5. Corporate Loans

In terms of specific risks attached to securitization, each asset class would have different underlying risks. Residential Mortgages generally have lower default rates than other asset classes, but repossession becomes difficult. On the other hand, repossession and subsequent recovery of commercial vehicles and other auto assets is fairly easier and better compared to mortgages. Asset classes like personal loans, credit card receivables are unsecured and in an economic downturn may witness higher default. A corporate loan/receivable, depend upon the

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nature of the underlying security for the loan or the nature of the receivable and the risks correspondingly fluctuate.

The rating agency defines margins, over collateralization and guarantees to bring risk in line with similar AAA rated securities. The factors typically analyzed for any pool are as follows:

a. Assets securitized and Size of the loan: This indicates the kind of assets financed with the loan and the average ticket size of the loan. A very low ticket size might mean more costs in originating and servicing of the assets.

b. Diversification: Diversification across geographical boundaries and ticket sizes might result in lower delinquency.

c. Loan to Value Ratio: Indicates how much % value of the asset is financed by borrower's own equity. The lower this value the better it is. This suggests that where the borrowers own contribution of the asset cost is high; the chances of default are lower.

d. Average seasoning of the pool: This indicates whether borrowers have already is played repayment discipline. The higher the number, the more superior it is. The other main risks pertaining to Securitized debt are as follows:

Prepayment Risk: This arises when the borrower pays off the loan sooner than expected. When interest rates decline, borrowers tend to pay off high interest loans with money borrowed at a lower interest rate, which shortens the average maturity of ABS. However, there is some prepayment risk even if interest rates rise, such as when an owner pays off a mortgage when the house is sold or an auto loan is paid off when the car is sold.

Reinvestment Risk: Since prepayment risk increases when interest rates decline, this also introduces reinvestment risk, which is the risk that the principal can only be reinvested at a lower rate.

### **Risks associated with Derivatives Transactions:**

**Credit Risk**: The credit risk is the risk that the counter party will default in its obligations and is generally small as in a Derivative transaction there is generally no exchange of the principal amount.

**Interest rate risk**: Derivatives carry the risk of adverse changes in the price due to change in interest rates.

**Basis Risk**: When a bond is hedged using a Derivative, the change in price of the bond and the change in price of the Derivative may not be fully correlated leading to basis risk in the portfolio.

**Liquidity risk**: During the life of the Derivative, the benchmark might become Illiquid and might not be fully capturing the interest rate changes in the market, or the selling, unwinding



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prices might not reflect the underlying assets, rates and indices, leading to loss of value of the portfolio.

**Model Risk:** The risk of mis-pricing or improper valuation of Derivatives.

**Trade Execution:** Risk where the final execution price is different from the screen price leading to dilution in the spreads and hence impacting the profitability of the reverse arbitrage strategy.

**Systemic Risk:** For Derivatives, especially OTC ones the failure of one Counter Party can put the whole system at risk and the whole system can come to a halt.

Derivative products are leveraged instruments and can provide disproportionate gains as well as disproportionate losses to the investor. Execution of strategies depends upon the ability of the fund manager to identify such opportunities. Identification and execution of the strategies to be pursued by the fund manager involve uncertainty and decision of fund manager may not always be profitable. No assurance can be given that the fund manager will be able to identify or execute such strategies.

The risks associated with the use of Derivatives are different from or possibly greater than, the risks associated with investing directly in securities and other traditional investments.

### **Risks associated with Short Selling & Securities Lending:**

Securities Lending is a lending of securities through an approved intermediary to a borrower under an agreement for a specified period with the condition that the borrower will return equivalent securities of the same type or class at the end of the specified period along with the corporate benefits accruing on the securities borrowed. There are risks inherent in securities lending, including the risk of failure of the other party, in this case the approved intermediary to comply with the terms of the agreement. Such failure can result in a possible loss of rights to the collateral, the inability of the approved intermediary to return the securities deposited by the lender and the possible loss of corporate benefits accruing thereon.

Short-selling is the sale of shares or securities that the seller does not own at the time of trading. Instead, he borrows it from someone who already owns it. Later, the short seller buys back the stock/security he shorted and returns the stock/security to the lender to close out the loan. The inherent risks are Counterparty risk and liquidity risk of the stock/security being borrowed. The security being short sold might be illiquid or become illiquid and covering of the security might occur at a much higher price level than anticipated, leading to losses.

### **Risks associated with investment in Foreign Securities:**

Subject to necessary approvals, the Scheme may also invest in overseas financial assets as permitted under the applicable regulations. The value of an investment in a foreign issuer's securities may depend on general global economic factors or specific economic and political factors relating to the country or countries in which the foreign issuer operates. To the extent the assets of the Scheme are invested in overseas financial assets, there may be risk associated with fluctuation in foreign exchange rates, restriction on repatriation of capital and earnings

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under the exchange control regulations and transaction procedure in overseas market. The repatriation of capital to India may also be hampered by changes in regulations concerning exchange controls, political circumstances, bi-lateral conflicts or prevalent tax laws. Since the Scheme would invest only partially in foreign securities, there may not be readily available and widely accepted benchmarks to measure performance of such Scheme. To manage risks associated with foreign currency and interest rate exposure, the Fund may use derivatives for efficient portfolio management and hedging and portfolio rebalancing and in accordance with conditions as may be stipulated under the Regulations and by RBI from time to time.

Investment in foreign securities carries currency risk. Currency risk is a form of risk that arises from the change in price of one currency against other. The exchange risk associated with a foreign denominated instrument is a key element in foreign investment. This risk flows from differential monetary policy and growth in real productivity, which results in differential inflation rates. The risk arises because currencies may move in relation to each other.

Presently the AMC does not have approval to invest in foreign securities. It will take the necessary approvals from SEBI & RBI before commencing investments in foreign securities and a dedicated fund manager will be appointed to oversee investments in foreign securities.

### **B. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME**

The Scheme(s) shall have a minimum of 20 Investors and no single Investor shall account for more than 25% of the corpus of the Scheme(s). However, if such limit is breached during the NFO of the Scheme(s), the Fund will endeavor to ensure that within a period of three months or the end of the succeeding calendar quarter from the close of the NFO of the Scheme(s), whichever is earlier, the Scheme(s) complies with these two conditions. In case the Scheme(s) does not have a minimum of 20 Investors in the stipulated period, the provisions of Regulation 39(2)(c) of the SEBI (MF) Regulations would become applicable automatically without any reference from SEBI and accordingly the Scheme(s) shall be wound up and the units would be redeemed at Applicable NAV. The two conditions mentioned above shall also be complied within each subsequent calendar quarter thereafter, on an average basis, as specified by SEBI. If there is a breach of the 25% limit by any Investor over the quarter, a rebalancing period of one month would be allowed and thereafter the Investor who is in breach of the rule shall be given 15 days' notice to redeem his exposure over the 25 % limit. Failure on the part of the said investor to redeem his exposure over the 25 % limit within the aforesaid 15 days would lead to automatic Redemption by the Mutual Fund on the Applicable NAV on the 15th day of the notice period. The Fund shall adhere to the requirements prescribed by SEBI from time to time in this regard.

### **C. SPECIAL CONSIDERATIONS, if any**

Prospective investors should study this Scheme Information Document and Statement of Additional Information carefully in its entirety and should not construe the contents hereof as advise relating to legal, taxation, financial, investment or any other matters and are advised to consult their legal, tax, financial and other professional advisors to determine possible legal, tax, financial or other considerations of subscribing to or redeeming Units, before making a decision to invest/redeem/hold Units.

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Neither this Scheme Information Document ("SID"), SAI nor the Units have been registered in any jurisdiction. The distribution of this Scheme Information Document or Statement of Additional Information in certain jurisdictions may be restricted or totally prohibited to registration requirements and accordingly, persons who come into possession of this Scheme Information Document or Statement of Additional Information are required to inform themselves about and to observe any such restrictions and/ or legal compliance requirements.

- The AMC, Trustee or the Mutual Fund have not authorized any person to issue any advertisement or to give any information or to make any representations, either oral or written, other than that contained in this Scheme Information Document or the Statement of Additional Information or as provided by the AMC in connection with this offering. Prospective Investors are advised not to rely upon any information or representation not incorporated in the Scheme Information Document or Statement of Additional Information or as provided by the AMC as having been authorized by the Mutual Fund, the AMC or the Trustee.
- Redemption due to change in the fundamental attributes of the Scheme or due to any other reasons may entail tax consequences. The Trustee, AMC, Mutual Fund, their directors or their employees shall not be liable for any such tax consequences that may arise due to such Redemptions.
- The Trustee, AMC, Mutual Fund, their directors or their employees shall not be liable for any of the tax consequences that may arise, in the event that the Scheme is wound up for the reasons and in the manner provided in Statement of Additional Information.
- The tax benefits described in this Scheme Information Document and Statement of Additional Information are as available under the present taxation laws and are available subject to relevant conditions. The information given is included only for general purpose and is based on advice received by the AMC regarding the law and practice currently in force in India as on the date of this Scheme Information Document and the Unit holders should be aware that the relevant fiscal rules or their interpretation may change. As is the case with any investment, there can be no guarantee that the tax position or the proposed tax position prevailing at the time of an investment in the Scheme will endure indefinitely. In view of the individual nature of tax consequences, each Unit holder is advised to consult his / her own professional tax advisor.
- The Mutual Fund may disclose details of the investor's account and transactions there under to those intermediaries whose stamp appears on the application form or who have been designated as such by the investor. In addition, the Mutual Fund may disclose such details to the bankers, as may be necessary for the purpose of effecting payments to the investor. The Fund may also disclose such details to regulatory and statutory authorities/bodies as may be required or necessary.
- In case the AMC or its Sponsor or its Shareholders or their affiliates/associates or group companies make substantial investment, either directly or indirectly in the Scheme(s), redemption of Units by these entities may have an adverse impact on the performance of the Scheme(s). This may also affect the ability of the other Unit holders to redeem their units.

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- As the liquidity of the Scheme(s) investments may sometimes be restricted by trading volumes and settlement periods, the time taken by the Fund for Redemption of Unit may be significant in the event of an inordinately large number of Redemption Requests or of a restructuring of the Scheme(s) portfolio. In view of this, the Trustee has the right, in its sole discretion, to limit redemptions under certain circumstances - please refer to the paragraph "**Right to Limit Redemptions**".

### **D. ANTI MONEY LAUNDERING AND KNOW YOUR CUSTOMER (KYC)**

Pursuant to the provisions of Prevention of Money Laundering Act, 2002, if after due diligence, the AMC believes that any transaction is suspicious in nature as regards money laundering, on failure to provide required documentation, information, etc. by the Unit holder the AMC shall have absolute discretion to report such suspicious transactions to FIU-IND (Financial Intelligence Unit – India) and / or to freeze the folios of the investor(s), reject any application(s)/redemptions / allotment of Units.

- In terms of the Prevention of Money Laundering Act, 2002 (PMLA) the rules issued thereunder and the guidelines /Circulars issued by SEBI all the intermediaries including mutual funds are required to formulate and implement a client identification programme and to verify and maintain the record of identity and addresses of the investors .
- The AMC has entrusted the responsibility of collection of documents relating to identity and address and record keeping to all agencies currently engaged in KRA which have tied up with the AMC, which act as record keeping agencies. As a token of having verified the identity and address and for efficient retrieval of records, the agencies will issue KYC compliance letter to each investor who submits an application and prescribed documents to the respective agencies.
- As per AMFI Guidelines with effect from January 01, 2011 KYC formalities under the PMLA and related guidelines issued by SEBI must be completed by all the investors (including power of attorney and guardian in case of minor for individual investors intending to invest any amount in the units of the mutual funds .This one time verification is valid for transactions across all mutual funds .

The process to complete KYC formalities is as follows:

- A KYC application form can be obtained from any designated POS. Under the KYC norms, Investors are required to provide prescribed documents for establishing their identity and address such as copy of the Memorandum and Articles of Association / bye-laws/trust deed/partnership deed/ Certificate of Registration along with the proof of authorization to invest, as applicable, to the KYC Registration Agency (KRA) registered with SEBI. The Fund / AMC / Trustees / other intermediaries will rely on the declarations/affirmations provided by the Investor(s) in the Application/ Transaction Form(s) and the documents furnished to the KRA that the Investor(s) is permitted/ authorised by the Constitution document/ their Board of Directors etc. to make the investment / transact. Further, the Investor shall be liable to indemnify the Fund / AMC / Trustee / other intermediaries in case of any dispute regarding the eligibility, validity and authorization of the transactions and / or the applicant who has applied on behalf of the Investors.

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- The complete KYC application form along with PAN Card copy and other necessary documents should be submitted at a PoS (The list of all the documents /information required, instructions to fill the form can be found in the KYC application form and the detailed process for submission can be found in the KYC application form).
- After verification of the KYC status application form and the accompanying documents, investors will receive a letter certifying KYC compliance .There is no charge for this verification.
- When investing with the mutual fund, a copy of the KYC compliance letter should be attached to a funds application form to avoid rejection.
- In terms of SEBI Circular No. CIR/MIRSD/09/2013 dated October 8, 2013, e-KYC service launched by Unique Identification Authority of India (UIDAI) is a valid process for KYC verification, which requires authorization to access investors' data through UIDAI system.

### **Foreign Account Tax Compliance Act (FATCA)**

FATCA is a United States (US) Federal Law, aimed at prevention of tax evasion by US Citizens and Residents (US Persons) through use of offshore accounts. FATCA provisions were included in the Hiring Incentives to Restore Employment (HIRE) Act, enacted by US Legislature. Under FATCA, withholding tax may be levied on certain US source income/receipt of the Schemes of the Mutual Fund, unless they are FATCA compliant.

SEBI vide its circular no. CIR/MIRSD/2/2014 dated June 30, 2014, has advised that Government of India and US Government have reached an agreement in substance on the terms of an Inter-Governmental Agreement (IGA) to implement FATCA and India is now treated as having an IGA in effect from April 11, 2014. Peerless Funds Management Co. Limited (the AMC)/Peerless Mutual Fund (the Fund) is likely to be classified as a Foreign Financial Institution (FFI) under the FATCA provisions, IGA, the Indian Income Tax Act 1961 or under other applicable laws, rules, regulations, notifications, guidelines issued by SEBI/AMFI (Applicable Laws), and in accordance therewith, the AMC/the Fund would be required, from time to time:

- (i) To undertake necessary due diligence process by collecting information/documentary evidence about US/Non US status of the investors/unit holders and identify US reportable accounts;
- (ii) To the extent legally permitted, disclose/report information (through itself or its service provider) about the holdings, investment returns pertaining to US reportable accounts to the specified US agencies and/or such Indian authorities as may be specified under FATCA guidelines or under any other guidelines issued by Indian Authorities such as SEBI, Income Tax etc. (collectively referred to as 'the Guidelines'); and ;
- (iii) Carry out any other related activities, as may be mandated under the Guidelines, as amended from time to time.

FATCA due diligence will be applicable at each investor/unit holder (including joint holders) level irrespective of the country of residence/citizenship, and on being identified as reportable person/specified US person, all folios/accounts will be reported including their identity, direct or indirect beneficiaries, beneficial owners and controlling persons. Further, in case of

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folio(s)/account(s) with joint holder(s), the entire account value of the investment portfolio will be attributable under each such reportable person. Investor(s)/Unit Holder(s) will therefore be required to comply with the request of the AMC/the Fund to furnish such information, in a timely manner as may be required by the AMC/the Fund to comply with the due diligence/reporting requirements stated under IGA and/or the Guidelines issued from time to time.

FATCA provisions are relevant not only at on-boarding stage of investor(s)/unit holder(s) but also throughout the life cycle of investment with the Fund/the AMC.

The Fund/AMC reserves the right to reject any application or redeem the units held directly or beneficially and may also require reporting of such accounts/levy of withholding tax on payments made to investors, in case the applicant/investor(s) fails to furnish the relevant information and/or documentation in accordance with the FATCA provisions, notified.

Investors(s)/Unit holder(s) should consult their own tax advisors to understand the implications of FATCA provisions/requirements. Existing investors of the Fund are also advised to download the FATCA declaration form from the AMC's website ([www.peerlessmf.co.in](http://www.peerlessmf.co.in)) and submit the duly filled FATCA declaration form to the AMC or Karvy Computershare Private Limited for necessary updation in the records.

The AMC reserves the right to change/modify the provisions mentioned above in response to any new regulatory development which may require to do so at a later date.

### E. DEFINITIONS

"AMC" or "Asset Management Company" or "Investment Manager"	Peerless Funds Management Company Limited incorporated under the provisions of the Companies Act, 1956 and approved by Securities and Exchange Board of India to act as the Asset Management Company for the scheme(s) of Peerless Mutual Fund.
"Applicable NAV"	The NAV applicable for purchase or redemption or Switching of Units based on the time of the Business Day on which the application is time stamped.
"Book Closure"	The time during which the Asset Management Company would temporarily suspend Sale, redemption and switching of Units
"Business Day"	A day other than: (i) Saturday and Sunday; or (ii) A day on which the banks in Mumbai and /or RBI are closed for business /clearing; or (iii) A day on which the National Stock Exchange of India Limited and/or the Stock Exchange, Mumbai are closed; or (iv) A day which is a public and /or bank Holiday at an Investor Service Centre/Official Point of Acceptance where the application is received; or

## PEERLESS ULTRA SHORT TERM FUND

	<p>(v) A day on which Sale / Redemption / Switching of Units is suspended by the AMC; or</p> <p>(vi) A day on which normal business cannot be transacted due to storms, floods, bandhs, strikes or such other events as the AMC may specify from time to time. Further, the day(s) on which the money markets are closed / not accessible, shall not be treated as Business Day(s).</p> <p>The AMC reserves the right to declare any day as a Business Day or otherwise at any or all Investor Service Centers/Official Points of Acceptance.</p>
"Business Hours"	Presently 9.00 a.m. to 6.00 p.m. on any Business Day or such other time as may be applicable from time to time.
"Custodian"	A person who has been granted a certificate of registration to carry on the business of custodian of securities under the Securities and Exchange Board of India (Custodian of Securities) Regulations 1996, which for the time being is HDFC Bank Ltd
"Depository"	Depository as defined in the Depositories Act, 1996 (22 of 1996).
"Derivative"	Derivative includes (i) a security derived from a debt instrument, share, loan whether secured or unsecured, risk instrument or contract for differences or any other form of security; (ii) a contract which derives its value from the prices, or index of prices, or underlying securities.
"Dividend"	Income distributed by the Mutual Fund on the Units.
"FII"	Foreign Institutional Investor, registered with SEBI under the Securities and Exchange Board of India (Foreign Institutional Investors) Regulations, 1995, as amended from time to time.
"Floating Rate Debt Instruments"	Floating rate debt instruments are debt securities issued by Central and / or State Government, corporates or PSUs with interest rates that are reset periodically. The periodicity of the interest reset could be daily, monthly, quarterly, half-yearly, annually or any other periodicity that may be mutually agreed with the issuer and the Fund. The interest on the instruments could also be in the nature of fixed basis points over the benchmark gilt yields.
"Foreign Securities"	ADRs / GDRs/ equity / debt securities of overseas companies listed on the recognized stock exchanges overseas or other securities as may be specified and permitted by SEBI and/or RBI from time to time.
"Gilts" or "Government Securities"	Securities created and issued by the Central Government and/or a State Government (including Treasury Bills) or Government Securities as defined in the Public Debt Act, 1944, as amended or re-enacted from time to time.

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"GOI"	Government of India
"Holiday"	Holiday means the day(s) on which the banks (including the Reserve Bank of India) are closed for business or clearing in Mumbai or their functioning is affected due to a strike / bandh call made at any part of the country or due to any other reason.
"Investment Management Agreement"	The agreement dated 11 August 2009 entered into between Peerless Trust Management Company Limited and Peerless Funds Management Company Limited, as amended from time to time
"Investor Service Centers" or "ISCs"	Offices of Peerless Funds Management Company Limited & Karvy Computershare Pvt. Ltd (R&T) or such other centers / offices as may be designated by the AMC from time to time.
"Load"	In the case of Redemption / Switch out of a Unit, the sum of money deducted from the Applicable NAV on the Redemption / Switch out (Exit Load) and in the case of Sale / Switch in of a Unit, a sum of money to be paid by the prospective investor on the Sale / Switch in of a Unit (Entry Load) in addition to the Applicable NAV. Presently, entry load cannot be charged by mutual fund schemes.
"Money Market Instruments"	Includes commercial papers, commercial bills, and treasury bills, Government securities having an unexpired maturity up to one year, call or notice money, certificate of deposit, usance bills and any other like instruments as specified by the Reserve Bank of India from time to time.
"Mutual Fund" or "the Fund"	Peerless Mutual Fund, a trust set up under the provisions of the Indian Trusts Act, 1882.
"Net Asset Value" or "NAV"	Net Asset Value per Unit of the Scheme, calculated in the manner described in this Scheme Information Document or as may be prescribed by the SEBI (MF) Regulations from time to time.
"NRI"	A Non-Resident Indian or a Person of Indian Origin residing outside India.
"Official Points of Acceptance"	Places, as specified by AMC from time to time where application for Subscription / Redemption / Switch will be accepted on ongoing basis.
"Person of Indian Origin"	A citizen of any country other than Bangladesh or Pakistan, if (a) he at any time held an Indian passport; or (b) he or either of his parents or any of his grandparents was a citizen of India by virtue of Constitution of India or the Citizenship Act, 1955 (57 of 1955); or (c) the person is a spouse of an Indian citizen or person referred to in sub-clause (a) or (b).
PUSTF	Peerless Ultra Short Term Fund



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"Rating"	Rating means an opinion regarding securities, expressed in the form of standard symbols or in any other standardized manner, assigned by a credit rating agency and used by the issuer of such securities, to comply with any requirement of the SEBI (Credit Rating Agencies) Regulations, 1999.
"RBI"	Reserve Bank of India, established under the Reserve Bank of India Act, 1934, (2 of 1934)
"Registrar and Transfer Agent" or Registrar	Karvy Computershare Pvt. Ltd., Hyderabad, currently acting as registrar to the Scheme, or any other Registrar appointed by the AMC from time to time.
"Redemption / Repurchase"	Redemption of Units of the Scheme as permitted.
"Regulatory Agency"	GOI, SEBI, RBI or any other authority or agency entitled to issue or give any directions, instructions or guidelines to the Mutual Fund.
"Repo"	Sale of Government Securities with simultaneous agreement to repurchase / resell them at a later date.
"Statement of Additional Information" or "SAI"	The document issued by Peerless Mutual Fund containing details of Peerless Mutual Fund, its constitution, and certain tax, legal and general information. SAI is legally a part of the Scheme Information Document.
"Sale / Subscription"	Sale or allotment of Units to the Unit holder upon subscription by the Investor / applicant under the Scheme.
"Scheme"	Peerless Income Plus Fund Peerless Flexible Income Fund Peerless Ultra Short Term Fund Peerless Liquid Fund
"Scheme Information Document"	This document issued by Peerless Mutual Fund, offering for Subscription of Units of Peerless Income Plus Fund (including Plans and Options there under)
"SEBI"	Securities and Exchange Board of India, established under the Securities and Exchange Board of India Act, 1992
"SEBI (MF) Regulations" or "Regulations"	Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended from time to time
"Short Selling"	Short selling means selling a stock which the seller does not own at the time of trade.
"Sponsor"	The Peerless General Finance and Investment Co. Limited
"Switch"	Redemption of a unit in any scheme (including the Plans / options therein) of the Mutual Fund against purchase of a unit in another scheme (including the Plans /options therein) of the Mutual Fund, subject to completion of Lock-in Period, if any.
"Stock Lending"	Lending of securities to another person or entity for a fixed period of time, at a negotiated compensation in order to enhance returns of the portfolio.
"Systematic Transfer Plan" /	Facility given to the Unit holders to transfer sums on

## PEERLESS ULTRA SHORT TERM FUND

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"STP"	periodic basis from one scheme to another schemes launched by the Mutual Fund from time to time by giving a single instruction.
"Deed of Trust"	The Trust Deed dated 4 August 2009 made by and between Peerless General Finance and Investment Co Ltd and Peerless Trust Management Company Limited thereby establishing an irrevocable trust, called Peerless Mutual Fund.
"Trustee" or "Trustee Company"	Peerless Trust Management Company Limited incorporated under the provisions of the Companies Act, 1956 and approved by SEBI to act as the Trustee to the Scheme of the Mutual Fund.
"Unit"	The interest of the Unit holder which consists of each Unit representing one undivided share in the assets of the Scheme.
"Unit holder" or "Investor"	A person holding Units in Peerless Ultra Short Term Fund

### **INTERPRETATION**

For all purposes of this Scheme Information Document, except as otherwise expressly provided or unless the context otherwise requires:

1. All references to the masculine shall include the feminine and all references, to the singular shall include the plural and vice-versa.
2. All references to "dollars" or "\$" refer to United States Dollars and "Rs" refer to Indian Rupees. A "crore" means "ten million" and a "lakh" means a "hundred thousand".
3. All references to timings relate to Indian Standard Time (IST).
4. References to a day are to a calendar day including a Non Business Day.

## PEERLESS ULTRA SHORT TERM FUND

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### F. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY

**It is confirmed that:**

(i) This draft Scheme Information Document forwarded to SEBI is in accordance with the SEBI (Mutual Funds) Regulations, 1996 and the guidelines and directives issued by SEBI from time to time.

(ii) All legal requirements connected with the launching of the Scheme as also the guidelines, instructions, etc., issued by the Government and any other competent authority in this behalf, have been duly complied with.

(iii) The disclosures made in the Scheme Information Document are true, fair and adequate to enable the investors to make a well informed decision regarding investment in the proposed scheme(s).

(iv) The intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and their registration is valid, as on date.

(v) The contents of the Scheme Information Document including figures, data, yields, etc. have been checked and are factually correct.

**Place: Kolkata**

**Date: 28 June 2016**

*Signed: sd/-*

**Name: Manoj Kumar Bajoria**

**Designation: Head-Compliance & Company Secretary**

# PEERLESS ULTRA SHORT TERM FUND

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## II. INFORMATION ABOUT THE SCHEME

### A. TYPE OF THE SCHEME:

Open-ended debt Scheme

### B. WHAT IS THE INVESTMENT OBJECTIVE OF THE SCHEME?

To provide optimal returns and liquidity to the investors by investing primarily in a mix of money market and short term debt instruments which results in a portfolio having marginally higher maturity as compared to a liquid fund at the same time maintaining a balance between safety and liquidity. **However, there can be no assurance or guarantee that the investment objective of the Scheme(s) will be achieved. The Scheme(s) does not assure or guarantee any returns.**

### C. HOW WILL THE SCHEME ALLOCATE ITS ASSETS?

Under normal circumstances the asset allocation pattern will be:

Instruments	Indicative Allocations (% of total assets)		Risk Profile
	Minimum	Maximum	High/ Low    Medium/ Low
Money market instruments (including cash, CBLO, repo, CPs, CDs, Treasury Bills and Government securities) with maturity/ residual maturity up to 1 year	<b>70%</b>	<b>100%</b>	<b>Low</b>
Debt instruments (including floating rate debt instruments and securitized debt)* with maturity / residual maturity/ average maturity/ interest rate resets greater than 1 year	<b>0%</b>	<b>30%</b>	<b>Low to Medium</b>

**\*securitized debt cumulative allocation not to exceed 25% of the net assets of the Scheme (excluding foreign securitized debt).**

Investment in Derivatives – up to 50% of the net assets of the Scheme(s). Investment in derivatives shall be for hedging, portfolio balancing and such other purposes as maybe permitted from time to time.

In case of deviation from the above asset allocation pattern, the portfolio would be rebalanced within 30 days from the date of deviation. Details pertaining to the same are mentioned under the heading **“HOW WILL THE SCHEME ALLOCATE ITS ASSETS?”** in this Scheme Information Document.

## PEERLESS ULTRA SHORT TERM FUND

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The Fund shall not take any leveraged position. The total investments in the Fund including investment, debt, money market and other securities and gross exposure of derivatives, if any, shall not exceed the net assets under management in the scheme.

The Scheme retains the flexibility to invest across all the securities in the debt and Money Market Instruments. The Scheme may also invest in units of debt and liquid mutual fund schemes. As per investment restrictions specified in the Seventh schedule of SEBI (Mutual Fund) Regulations, 1996, the Scheme may invest in other schemes of the Mutual Fund or any other mutual fund (restricted to only debt and Ultra Short Term funds) without charging any fees, provided the aggregate inter-scheme investment made by all the schemes under the same management or in schemes under the management of any other asset management company shall not exceed 5% of the Net Asset Value of the Mutual Fund.

The Scheme can invest up to 50% of net assets in Foreign Securities. All investments in foreign securities shall adhere to SEBI circular SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007 and amendments thereto.

Pending deployment of the funds in securities in terms of investment objective of the Scheme, the AMC may park the funds of the Scheme in short term deposits of the Scheduled Commercial Banks, subject to the guidelines issued by SEBI vide its circular dated April 16, 2007, as may be amended from time to time.

The Scheme shall not invest more than 25% of its net assets of the Scheme in companies belonging to a particular sector as classified by AMFI. The limit shall not be applicable to investment in Bank CDs, CBLO, Government Securities, Treasury Bills, short term deposits of scheduled commercial banks and AAA rated securities issued by Public Financial Institutions and Public Sector Banks.

The Mutual Fund / AMC shall ensure that total exposure of debt schemes in a particular sector (excluding investments in Bank CDs, CBLO, G-Secs, T-Bills, short term deposits of scheduled commercial banks and AAA rated securities issued by Public Financial Institutions and Public Sector Bank) shall not exceed 25% of the net assets of the scheme. For the purposes of sector exposure limits, AMFI sector classification of issuers would be considered.

Provided that the Scheme may have an additional exposure to financial services sector (over and above the sector limit of 25%) not exceeding 5% of the net assets of the Scheme by way of increase in exposure to Housing Finance Companies (HFCs). Provided further that the additional exposure to such securities issued by HFCs are rated AA and above and these HFCs are registered with National Housing Bank (NHB) and the total investment/ exposure in HFCs shall not exceed 23% of the net assets of the Scheme.

The total exposure of scheme in a Group (excluding investments in securities issued by Public Sector Units, Public Financial Institutions and Public Sector Banks) shall not exceed 20% of the net assets of the scheme. Such investment limit may be extended to 25% of the net assets of the scheme with the prior approval of the Board of Trustees.

For this purpose "Group" means a group as defined under Regulation 2(mm) of SEBI (Mutual

## PEERLESS ULTRA SHORT TERM FUND

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Fund) Regulations, 1996 and shall include an entity, its subsidiaries, fellow subsidiaries, its holding company and its associates.

The Scheme may engage in Short selling of securities in accordance with the framework relating to Short Selling and securities lending and borrowing specified by SEBI.

The Scheme may also engage in Securities Lending wherein the Scheme shall not deploy more than 20% of its net assets in securities lending and not more than 5% of the net assets of the Scheme will be deployed in securities lending to any single counterparty.

The Scheme may review the above pattern of investments based on views on interest rates and asset liability management needs. However, at all times the portfolio will adhere to the overall investment objectives of the Scheme. Subject to the Regulations, the asset allocation pattern indicated above may change from time to time, keeping in view market conditions, market opportunities, applicable regulations and political and economic factors. It must be clearly understood that the percentages stated above are only indicative and not absolute. These proportions can vary substantially depending upon the perception of the fund manager; the intention being at all times to seek to protect the interests of the Unit holders. Such changes in the investment pattern will be for short term and for defensive considerations only. In case of deviation, the portfolio would be rebalanced within 3 month from the date of deviation in case of . In case the same is not aligned to the above asset allocation pattern within 3 months , justification shall be provided to the Investment Committee and reasons for the same shall be recorded in writing. The Investment committee shall then decide on the course of action.

The portfolio duration will undergo a change according to the expected movement in interest rates. Liquidity conditions and other macro-economic factors affecting interest rates shall be taken into account for varying the portfolio duration. It is expected that the average maturity for the fund will be in the range of 1-3 months depending on the interest rate view. However, this can undergo a change in case the market conditions warrant and according to the fund manager's view.

### **Asset Allocation -**

Pursuant to SEBI circular No. SEBI/IMD/CIR No. 13/150975/09 dated January 19, 2009, the Scheme shall make investment in / purchase debt and money market securities with maturity of up to 91 days only.

#### **Explanation:**

- a. In case of securities where the principal is to be repaid in a single payout, the maturity of the securities shall mean residual maturity. In case the principal is to be repaid in more than one payout then the maturity of the securities shall be calculated on the basis of weighted average maturity of the security.
- b. In case of securities with put and call options (daily or otherwise) the residual maturity of the securities shall not be greater than 91 days.
- c. In case the maturity of the security falls on a Non Business Day, then settlement of

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securities will take place on the next Business Day.

**How the existing scheme(s) of the Peerless Mutual Fund are different from Peerless Ultra Short Fund:**

Name of the existing scheme	Asset Allocation Pattern	Primary Investment Pattern	Differentiation	AUM as on 31 <sup>st</sup> May, 2016 (In Rs. Crores)	No. of Folios as on 31 <sup>st</sup> May, 2016
			1.		
Peerless Liquid Fund	<p>Money market instruments (including cash, CBLO, repo, CPs, CDs, Treasury Bills and Government securities) with maturity/residual maturity up to 91 days – 60% to 100%</p> <p>Debt instruments (including floating rate debt instruments and securitized debt)* with maturity/residual</p>	The Scheme seeks to provide a high level of liquidity with reasonable returns in commensuration with low risk through a portfolio of money market and debt securities.	<p>1. The Scheme would be investing in debt and money market instruments with a maturity upto 91 days.</p> <p>2. The Fund seeks to provide a high level of liquidity with reasonable returns commensurating with low risk through a portfolio of money market and debt securities.</p>	188.87	552

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	<p>maturity/average maturity /interest rate resets up to 91 days – 0 to 40%</p> <p>*securitized debt cumulative allocation not to exceed 25% of the net assets of the Scheme (excluding foreign securitized debt).</p> <p>Investment in Derivatives – up to 50% of the net assets of the Scheme.</p> <p>Investment in derivatives shall be for hedging, portfolio balancing and such other purposes as maybe permitted from time to time.</p>				
Peerless Income Plus Fund	<p>Debt &amp; Money market instruments *- 80%-98%</p> <p>Equity and Equity Related Instruments and/ or Units of equity mutual fund schemes- 2%-20%</p> <p>*securitized debt cumulative allocation not to exceed 25% of the net assets of the Scheme (excluding foreign securitized debt).</p>	<p>The Scheme seeks to generate regular income through a portfolio of predominantly high quality fixed income securities and with a marginal exposure to equity and equity related instruments.</p>	<p>1.The Scheme is an open ended Debt Scheme with an option of investing a maximum of 20% in equity.</p> <p>2.The objective of the scheme is to generate regular income through a portfolio of predominantly high quality fixed income securities and with a marginal</p>	72.98	15746



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			<p>exposure to equity and equity related instruments.</p> <p>3. This Fund is ideal for those investors who seek high returns from the movements in both the debt and equity markets.</p>		
Peerless Flexible Income Fund	<p>Money market, Debentures, Debt instruments*</p> <p>*Investment in securitized debt up to 25% of net assets of Scheme. * Investment in fixed income derivatives upto 50% of net assets of Scheme.</p>	<p>To generate reasonable returns commensurate with the risk taken by active duration management of the portfolio. The Scheme would be investing in debt instruments including bonds, debentures and government securities and money market instruments over various maturity periods.</p>	<p>The Scheme offers a dynamic investment strategy to its investors by increasing the duration of the portfolio in a falling interest rate scenario and reducing the duration when interest rates start moving up. This is a debt scheme which invests entirely in fixed income instruments across various maturity profiles. As per the proposed asset allocation strategy, the scheme can switch its assets from a 100% debt/bond to a 100% money market portfolio and vice-versa</p>	41.78	81

## PEERLESS ULTRA SHORT TERM FUND

			depending on the interest rate scenario.		
Peerless 3 in 1 Fund	<p>Debt instruments of all types of companies* and money market instruments- 50%- 70%</p> <p>Equity &amp; Equity related instruments- 15%-25%</p> <p>Gold ETF of other mutual funds and gold related instruments- 15%-25%</p>	The investment objective of the scheme is to generate long term capital appreciation through a portfolio of fixed income securities, Gold Exchange traded funds (ETFs) of other mutual funds and gold related instruments and equity & equity related Instruments.	The investment objective of the scheme is to generate long term capital appreciation through a portfolio of fixed income securities, Gold Exchange traded funds (ETFs) of other mutual funds and gold related instruments and equity & equity related Instruments.	32.50	4456
Peerless Short Term Fund	<p>Money market securities and/or debt securities* with residual maturity of less than or equal to 3 years – 80% to 100%</p> <p>Debt securities* with residual maturity greater than 3 years.– 0 to 20%</p> <p>*securitized debt cumulative allocation not to exceed 25% of the net assets of the Scheme (excluding foreign securitized</p>	The Scheme seeks to generate income and capital appreciation by investing in a diversified portfolio of debt and money market securities.	<p>1.The Scheme would invest upto 80% of its corpus in debt instruments which have a maturity upto 3 years.</p> <p>2.The Scheme can invest up to 20% of its corpus in other debt instruments.</p> <p>3. The Scheme will maintain the weighted average portfolio maturity between 1 year</p>	73.44	1635

## PEERLESS ULTRA SHORT TERM FUND

	<p>debt).</p> <p>Peerless Short Term Fund will maintain the weighted average portfolio maturity between 1 year and 3 years.</p>		<p>and 3 years.</p> <p>4. This Fund is ideal for those investors who wish to invest in the short and medium term debt market and seek higher returns by being invested in the fund for a period of time.</p>		
Peerless Ultra Short Term Fund	<p>Money market instruments (including cash, CBLO, repo, CPs, CDs, Treasury Bills and Government securities) with maturity/residual maturity up to 1 year - 70%-100%</p> <p>Debt instruments (including floating rate debt instruments and securitized debt)* with maturity/residual maturity/ average maturity /interest rate resets greater than 1 year – 0 to 30%</p> <p>*securitized debt cumulative allocation not to exceed 25% of the</p>	<p>The investment objective is to provide optimal returns and liquidity to the investors by investing primarily in a mix of money market and short term debt instruments which results in a portfolio having marginally higher maturity as compared to a liquid fund at the same time maintaining a balance between safety and liquidity.</p>	<p>2. The Scheme would be investing in debt instruments which have average maturity between 1 month to 3 months.</p> <p>3. The Scheme can invest up to 30% of its corpus in debt instruments.</p> <p>4. This fund is ideal for investors who seek a return higher than those given by liquid funds.</p> <p>The portfolio strategy seeks to increase yield by having a marginally higher maturity and moderately higher credit risk as</p>	137.51	994

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<p>net assets of the Scheme (excluding foreign securitized debt).</p> <p>Investment in Derivatives – up to 50% of the net assets of the Scheme.</p> <p>Investment in derivatives shall be for hedging, portfolio balancing and such other purposes as maybe permitted from time to time.</p>		<p>compared to a liquid fund while maintaining a balance between safety and liquidity</p>	
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### **D. Where will the Scheme invest?**

The corpus of the Scheme will be invested in money market and debt instruments and other permitted instruments, wherever applicable, which will include but not limited to:

#### **Collateralized Borrowing and Lending Obligations (CBLO)**

Collateralized Borrowing and Lending Obligations (CBLO) is a money market instrument that enables entities to borrow and lend against sovereign collateral security. The maturity ranges from 1 day to 90 days and can also be made available up to 1 year. Central Government securities including T-bills are eligible securities that can be used as collateral for borrowing through CBLO.

#### **Certificate of Deposit (CD) of scheduled commercial banks and development financial Institutions**

Certificate of Deposit (CD) is a negotiable money market instrument issued by scheduled commercial banks and select all-India Financial Institutions that have been permitted by the RBI to raise short term resources. The maturity period of CDs issued by the Banks is between 7 days to one year, whereas, in case of FIs, maturity is one year to 3 years from the date of issue.

#### **Commercial Paper (CP)**

Commercial Paper (CP) is an unsecured negotiable money market instrument issued in the form of a promissory note, generally issued by the corporates, primary dealers and all India Financial Institutions as an alternative source of short term borrowings. CP is traded in secondary market and can be freely bought and sold before maturity.

#### **Treasury Bill (T-Bill)**

Treasury Bills (T-Bills) are issued by the Government of India to meet their short term borrowing requirements. T-Bills are issued for maturities of 14 days, 91 days, 182 days and

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364 days. Bill Rediscounting (bills of exchange/promissory notes of public sector and private sector corporate entities).

### **Repo**

Repo (Repurchase Agreement) or Reverse Repo is a transaction in which two parties agree to sell and purchase the same security with an agreement to purchase or sell the same security at a mutually decided future date and price. The transaction results in collateralized borrowing or lending of funds. Presently in India, G-Secs, State Government securities and T-Bills are eligible for Repo/Reverse Repo.

**Securities created and issued by the Central and State Governments** as may be permitted by RBI, securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills). State Government securities (popularly known as State Development Loans or SDLs) are issued by the respective State Government in co-ordination with the RBI.

### **Non-convertible debentures and bonds**

Non-convertible debentures as well as bonds are securities issued by companies / Institutions promoted / owned by the Central or State Governments and statutory bodies which may or may not carry a Central/State Government guarantee, Public and private sector banks, all India Financial Institutions and Private Sector Companies. These instruments may be secured or unsecured against the assets of the Company and generally issued to meet the short term and long term fund requirements. The Scheme may also invest in the non-convertible part of convertible debt securities.

### **Floating rate debt instruments**

Floating rate debt instruments are instruments issued by Central / state governments, corporates, PSUs, etc. with interest rates that are reset periodically.

### **Securitized Assets**

Securitization is a structured finance process which involves pooling and repackaging of cash flow producing financial assets into securities that are then sold to investors. They are termed as Asset Backed Securities ("ABS") or Mortgage Backed Securities ("MBS"). ABS are backed by other assets such as credit card, automobile or consumer loan receivables, retail installment loans or participations in pools of leases. Credit support for these securities may be based on the underlying assets and/or provided through credit enhancements by a third party. MBS is an asset backed security whose cash flows are backed by the principal and interest payments of a set of mortgage loans. Such Mortgage could be either residential or commercial properties. ABS/MBS instrument reflect the undivided interest in the underlying assets and do not represent the obligation of the issuer of ABS/MBS or the originator of underlying receivables. Securitization often utilizes the services of a special purpose vehicle.

### **Pass through Certificate (PTC)**

(Pay through or other Participation Certificates) represents beneficial interest in an underlying pool of cash flows. These cash flows represent dues against single or multiple loans originated by the sellers of these loans. These loans are given by banks or financial institutions to

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corporates. PTCs may be backed, but not exclusively, by receivables of personal loans, car loans, two wheeler loans and other assets subject to applicable regulations.

### **The following are certain additional disclosures w.r.t. investment in securitized debt:**

#### **1. How the risk profile of securitized debt fits into the risk appetite of the scheme**

Securitized debt is a form of conversion of normally non-tradable loans to transferable securities. This is done by assigning the loans to a special purpose vehicle (a trust), which in turn issues Pass-Through-Certificates (PTCs). These PTCs are transferable securities with fixed income characteristics. The risk of investing in securitized debt is similar to investing in debt securities. However it differs in two respects.

Typically the liquidity of securitized debt is less than similar debt securities. For certain types of securitized debt (backed by mortgages, personal loans, credit card debt, etc.), there is an additional pre-payment risk. Pre-payment risk refers to the possibility that loans are repaid before they are due, which may reduce returns if the re-investment rates are lower than initially envisaged.

Because of these additional risks, securitized debt typically offers higher yields than debt securities of similar credit rating and maturity. If the fund manager judges that the additional risks are suitably compensated by the higher returns, he may invest in securitized debt up to the limits specified in the asset allocation table above.

#### **2. Policy relating to originators based on nature of originator, track record, NPAs, losses in earlier securitized debt, etc.**

The originator is the person who has initially given the loan. The originator is also usually responsible for servicing the loan (i.e. collecting the interest and principal payments). An analysis of the originator is especially important in case of retail loans as this affects the credit quality and servicing of the PTC. The key risk is that of the underlying assets and not of the originator. For example, losses or performance of earlier issuances does not indicate quality of current series. However such past performance may be used as a guide to evaluate the loan standards, servicing capability and performance of the originator.

Originators may be: Banks, Non-Banking Finance Companies, Housing Finance Companies, etc. The fund manager / credit analyst evaluates originators based on the following parameters

- Track record
- Willingness to pay, through credit enhancement facilities etc.
- Ability to pay
- Business risk assessment, wherein following factors are considered:
  - Outlook for the economy (domestic and global)
  - Outlook for the industry
  - Company specific factors

In addition a detailed review and assessment of rating rationale is done including

## PEERLESS ULTRA SHORT TERM FUND

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interactions with the originator as well as the credit rating agency.

The following additional evaluation parameters are used as applicable for the originator / underlying issuer for pool loan and single loan securitization transactions:

- Default track record/ frequent alteration of redemption conditions / covenants
- High leverage ratios of the ultimate borrower (for single-sell downs) - both on a standalone basis as well on a consolidated level/ group level
- Higher proportion of reschedulement of underlying assets of the pool or loan, as the case may be
- Higher proportion of overdue assets of the pool or the underlying loan, as the case may be
- Poor reputation in market
- Insufficient track record of servicing of the pool or the loan, as the case may be.

### **3. Risk mitigation strategies for investments with each kind of originator**

An analysis of the originator is especially important in case of retail loans as the size and reach affects the credit quality and servicing of the PTC. In addition, the quality of the collection process, infrastructure and follow-up mechanism; quality of MIS; and credit enhancement mechanism are key risk mitigants for the better originators / servicers.

In case of securitization involving single loans or a small pool of loans, the credit risk of the underlying borrower is analyzed. In case of diversified pools of loans, the overall characteristic of the loans is analyzed to determine the credit risk. The credit analyst looks at ageing (i.e. how long the loan has been with the originator before securitization) as one way of evaluating the performance potential of the PTC. Securitization transactions may include some risk mitigants (to reduce credit risk). These may include interest subvention (difference in interest rates on the underlying loans and the PTC serving as margin against defaults), overcollateralization (issue of PTCs of lesser value than the underlying loans, thus even if some loans default, the PTC continues to remain protected), presence of an equity / subordinate tranche (issue of PTCs of differing seniority when it comes to repayment - the senior tranches get paid before the junior tranche) and / or guarantees.

### **4. The level of diversification with respect to the underlying assets, and risk mitigation measures for less diversified investments**

In case of securitization involving single loans or a small pool of loans, the credit risk of the borrower is analyzed. In case of diversified pools of loans, the overall characteristic of the loans is analyzed to determine the credit risk.

The credit analyst looks at ageing (i.e. how long the loan has been with the originator before securitization) as one way of judging the performance potential of the PTC. Additional risk mitigants may include interest subvention, over collateralization, presence of an equity / subordinate tranche and / or guarantees. The credit analyst also uses analysis by credit rating agencies on the risk profile of the securitized debt.

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Currently, the following parameters are used while evaluating investment decision relating to a pool securitization transaction. The Investment Committee may revise the parameters from time to time:

Characteristics / Type of Pool	Mortgage Loan	Commercial Vehicle and Construction Equipment	CAR	2 wheelers	Micro Finance Pools *	Personal Loans *	Single Sell Downs	Others
Approximate Average Maturity (in months)	Up to 10 years	Up to 3 years	Up to 3 years	Up to 3 years	NA	NA	Refer Note 1	Refer Note 2
Collateral margin (including cash, guarantees, excess interest spread, subordinate tranche)	>10%	>10%	>10%	>10%	NA	NA	Refer Note 1	Refer Note 2
Average Loan to Value Ratio	<90%	<80%	<80%	<80%	NA	NA	Refer Note 1	Refer Note 2
Average seasoning of the Pool	>3 months	>3 months	>3 months	>3 months	NA	NA	Refer Note 1	Refer Note 2
Maximum single exposure range	<1%	<1%	<1%	<1%	NA	NA	Refer Note 1	Refer Note 2
Average single exposure range %	<1%	<1%	<1%	<1%	NA	NA	Refer Note 1	Refer Note 2

\* Currently, the Schemes will not invest in these types of securitized debt

Note 1: In case of securitization involving single loans or a small pool of loans, the credit risk of the borrower is analyzed. The investment limits applicable to the underlying borrower are applied to the single loan sell-down.

Note 2: Other investments will be decided on a case-to-case basis



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The credit analyst may consider the following risk mitigating measures in his analysis of the securitized debt:

- Size of the loan
- Average original maturity of the pool
- Loan to Value Ratio
- Average seasoning of the pool
- Default rate distribution
- Geographical Distribution
- Credit enhancement facility
- Liquid facility
- Structure of the pool

### **5. Minimum retention period of the debt by originator prior to securitization**

Issuance of securitized debt is governed by the Reserve Bank of India. RBI norms cover the "true sale" criteria including credit enhancement and liquidity enhancements. In addition, RBI has proposed minimum holding period of between nine and twelve months for assets before they can be securitized. The minimum holding period depends on the tenor of the securitization transaction. The Fund will invest in securitized debt that are compliant with the laws and regulations.

### **6. Minimum retention percentage by originator of debts to be securitized**

Issuance of securitized debt is governed by the Reserve Bank of India. RBI norms cover the "true sale" criteria including credit enhancement and liquidity enhancements, including maximum exposure by the originator in the PTCs. In addition, RBI has proposed minimum retention requirement of between five and ten percent of the book value of the loans by the originator. The minimum retention requirement depends on the tenor and structure of the securitization transaction. The Fund will invest in securitized debt that are compliant with the laws and regulations.

### **7. The mechanism to tackle conflict of interest when the mutual fund invests in securitized debt of an originator and the originator in turn makes investments in that particular scheme of the fund**

The key risk is securitized debt relates to the underlying borrowers and not the originator. In a securitization transaction, the originator is the seller of the debt(s) and the fund is the buyer. However, the originator is also usually responsible for servicing the loan (i.e. collecting the interest and principal payments). As the originators may also invest in the scheme, the fund manager shall ensure that the investment decision is based on parameters as set by the Investment Review Committee (IRC) of the asset management company and IRC shall review the same at regular interval.

### **8. The resources and mechanism of individual risk assessment with the AMC for monitoring investment in securitized debt**

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The fund management team including the credit analyst has the experience to analyze securitized debt. In addition, credit research agencies provide analysis of individual instruments and pools. On an on-going basis (typically monthly) the servicer provides reports regarding the performance of the pool. These reports would form the base for ongoing evaluation where applicable. In addition, rating reports indicating rating changes would be monitored for changes in rating agency opinion of the credit risk.

### **When issued**

When, as and if issued' (commonly known as "**when-issued**" (**WI**) **security**) refers to a security that has been authorized for issuance but not yet actually issued. WI trading takes place between the time a new issue is announced and the time it is actually issued. All "when issued" transactions are on an "if" basis, to be settled if and when the actual security is issued.

SEBI has on April 16, 2008 in principle allowed Mutual Funds to undertake 'When Issued (WI)' transactions in Central Government securities, at par with other market participants.

- Open Positions in the 'WI' market are subject to the following limits:

<b>Category</b>	<b>Reissued Security</b>	<b>Newly Issued Security</b>
Non-PDs	Long Position, not exceeding 5 percent of the notified amount.	Long Position, not exceeding 5 percent of the notified amount.

### **Debt derivative instruments:**

**Interest Rate Swap** - An Interest Rate Swap ("IRS") is a financial contract between two parties exchanging or swapping a stream of interest payments for a "notional principal" amount on multiple occasions during a specified period. Such contracts generally involve exchange of a "fixed to floating" or "floating to fixed" rate of interest. Accordingly, on each payment date that occurs during the swap period, cash payments based on fixed/ floating and floating rates are made by the parties to one another.

**Forward Rate Agreement** - A Forward Rate Agreement ("FRA") is a financial contract between two parties to exchange interest payments for a 'notional principal' amount on settlement date, for a specified period from start date to maturity date. Accordingly, on the settlement date, cash payments based on contract (fixed) and the settlement rate, are made by the parties to one another. The settlement rate is the agreed bench-mark/ reference rate prevailing on the settlement date.

### **Interest Rate Futures:-**

A futures contract is a standardized, legally binding agreement to buy or sell a commodity or a financial instrument in a designated future month at a market determined price (the futures

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price) by the buyer and seller. The contracts are traded on a futures exchange. An Interest Rate Future is a futures contract with an interest bearing instrument as the underlying asset.

### Characteristics of Interest Rate Futures

1. Obligation to buy or sell a bond at a future date
2. Standardized contract.
3. Exchange traded
4. Physical settlement
5. Daily mark to market

### **Investment in Foreign Securities:-**

The Scheme may also invest in suitable investment avenues in Foreign Securities in overseas financial markets for the purpose of diversification, commensurate with the Scheme objectives and subject to necessary stipulations by SEBI / RBI. Towards this end, the Mutual Fund may also appoint overseas investment advisors and other service providers, as and when permissible under the regulations.

The Scheme may, with the approval of SEBI / RBI invests in:

- Initial and follow on public offerings for listing at recognized stock exchanges 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 shall not however, involve any borrowing of funds by the 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, or (b) unlisted overseas securities (not exceeding 10% of their net assets).

Note: The Scheme will not invest in foreign securitized debt.

As per SEBI Circular SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007, mutual funds can make overseas investments subject to a maximum of US \$300 million or such limits as may be prescribed by SEBI from time to time. Subject to the approval of RBI / SEBI, where required and conditions as may be prescribed by them, the Mutual Fund may open one or more foreign currency accounts abroad either directly, or through the custodian/sub-custodian, to facilitate investments and to enter into/deal in forward currency contracts, currency futures, interest rate futures / swaps, currency options for the purpose of hedging the risks of assets of a portfolio or for such purposes as maybe permitted from time to time. However, the use of such instruments

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shall be as permitted from time to time. All the requirement of the SEBI circular dated September 26, 2007, would be adhered to by the AMC for investment in foreign securities.

Presently the AMC does not have approval to invest in foreign securities it will take the necessary approvals from SEBI & RBI before commencing investments in foreign securities. A dedicated fund manager will be appointed to oversee investments in foreign securities prior to taking exposure in foreign securities.

### **Investments in units of mutual fund schemes**

The Scheme may invest in other schemes managed by the AMC or in the schemes of any other mutual funds in conformity with the investment objective of the Scheme and in terms of the prevailing SEBI (MF) Regulations.

### **Investment in Short Term Deposits**

Pending deployment of funds as per the investment objective of the Scheme, the Funds may be parked in short term deposits of the Scheduled Commercial Banks, subject to guidelines and limits specified by SEBI.

The securities / instruments mentioned above and such other securities the Scheme is permitted to invest in could be listed, unlisted, privately placed, secured, unsecured, rated or unrated and of any maturity.

The securities may be acquired through initial public offering (IPOs), secondary market, private placement, rights offers, negotiated deals. Further investments in debentures, bonds and other fixed income securities will be in instruments which have been assigned investment grade rating by the Credit Rating Agency.

Investment in unrated debt instruments shall be subject to complying with the provisions of the Regulations and within the limit as specified in Schedule VII to the Regulations. Pursuant to SEBI Circular No. MFD/CIR/9/120/2000 dated November 24, 2000; the AMC may constitute committee(s) to approve proposals for investments in unrated debt instruments. The AMC Board and the Trustee shall approve the detailed parameters for such investments. However, in case any unrated debt security does not fall under the parameters, the prior approval of Board of AMC and Trustee shall be sought.

For applicable regulatory investment limits please refer paragraph "**Investment Restrictions**".

Details of various derivative strategies/examples of use of derivatives have been provided under the section "**Derivatives Strategy**".

The Fund Manager reserves the right to invest in such securities as maybe permitted from time to time and which are in line with the investment objectives of the Scheme.

## **E. WHAT ARE THE INVESTMENT STRATEGIES?**

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The risk return profile of this fund positions it in between a liquid fund and short term income fund. The portfolio strategy seeks to increase yield by having a marginally higher maturity and moderately higher credit risk as compared to a liquid fund while maintaining a balance between safety and liquidity.

### **Debt Investment Strategy :**

The Fund Manager would seek to enhance returns by trading on the shape of the yield curve in the short to medium time frame and also on the differentiated premia offered by the market to different issuers of debt. For example the spread between a similar maturity instrument issued by a bank, a NBFC and a manufacturing concern can vary from 100 bps to 500 bps. But it has to be understood that there would be a trade off in terms of their respective liquidity. As the Funds objective to maximize returns without compromising on safety and liquidity, the portfolio would be constructed with a judicious mix of instruments issued by the universe of eligible issuers across the spectrum. Portfolio maturity is determined after analyzing the macro-economic environment including future course of system liquidity, interest rates and inflation along with other considerations in the economy and markets.

The Investment Strategy would be a combination of Top Down and Bottom Up approach for investments.

The Top Down approach would entail:

- 1) Study of the current state of the economy
- 2) Study of the current inflationary trends in the economy and the resultant effect on yields and interest rate movement in the debt market.
- 3) Study of the liquidity flows in the system.

These studies would help the Fund Manager determining the duration call one has to take during portfolio construction.

The Bottom up approach would entail:

- 1) Along with above mentioned top-down approach, we would also adopt a bottom-up approach for identifying investment opportunities in individual companies
- 2) Management evaluation, corporate governance, industry analysis, business analysis, past track record, future plans, projections, expected returns and valuations would be some of the key points while choosing a company.

Based on the above approaches, a Debt Investment Universe would be constructed. This would be the base for portfolio construction. Sovereign Debt i.e. Central Govt. Securities and State Govt. Securities would also be part of the investment universe. Investment in them would take place in accordance to the schemes objectives.

The Fund would normally be investing in the short to medium maturity debt instruments. As a result, the Fund stands to expose to market risk which can get captured partially by "mark to market component" thereby inducing a potential daily volatility. Also, the Fund will have a mix

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of credits with a moderately higher credit risk. The Fund will always aim at controlling risk by carrying a rigorous credit evaluation of the instruments proposed to be invested in. The credit evaluation will be carried out on the basis of the parameters mentioned above. On a relative basis, the alpha to the portfolio will be generated by managing the interest rate risk across different asset classes and duration buckets, as compared to trading the credit curve.

### **Debt Derivatives Strategy :**

The Scheme may use Derivative instruments like interest rate swaps like Overnight Indexed Swaps ("OIS"), forward rate agreements, interest rate futures (as and when permitted) or such other Derivative instruments as may be permitted under the applicable regulations. Derivatives will be used for the purpose of hedging, and portfolio balancing or such other purpose as may be permitted under the regulations and Guidelines from time to time.

The Fund will be allowed to take exposure in interest rate swaps only on a non-leveraged basis. A swap will be undertaken only if there is an underlying asset in the portfolio. In terms of Circular No. MFD.BC.191/07.01.279/1999-2000 and MPD.BC.187/07.01.279/1999- 2000 dated November 1, 1999 and July 7, 1999 respectively issued by RBI permitting participation by Mutual Funds in interest rate swaps and forward rate agreements, the Fund will use Derivative instruments for the purpose of hedging and portfolio balancing.

The Fund may also use derivatives for such purposes as maybe permitted from time to time. Further, the guidelines issued by RBI from time to time for forward rate agreements and interest rate swaps and other derivative products would be adhered to by the Mutual Fund.

IRS and FRA do also have inherent credit and settlement risks. However, these risks are substantially reduced as they are limited to the interest streams and not the notional principal amounts.

Investments in Derivatives will be in accordance with the extant Regulations / guidelines. Presently Derivatives shall be used for hedging and / or portfolio balancing purposes, as permitted under the Regulations. The circumstances under which such transactions would be entered into would be when, for example using the IRS route it is possible to generate better returns / meet the objective of the Scheme at a lower cost. e.g. if buying a 2 Yr Mibor based instrument and receiving the 2 Yr swap rate yields better return than the 2 Yr AAA corporate, the Scheme would endeavor to do that. Alternatively, the Scheme would also look to hedge existing fixed rate positions if the view on interest rates is that it would likely rise in the future.

The following information provides a basic idea as to the nature of the Derivative instruments proposed to be used by the Fund and the benefits and risks attached therewith. Please note that the examples have been given for illustration purposes only.

### **Using Overnight Indexed Swaps :**

In a rising interest rate scenario, the Scheme may enhance returns for the Investor by hedging the risk on its fixed interest paying assets by entering into an OIS contract where the Scheme agrees to pay a fixed interest rate on a specified notional amount, for a predetermined tenor and

## PEERLESS ULTRA SHORT TERM FUND

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receives floating interest rate payments on the same notional amount. The fixed returns from the Scheme assets and the fixed interest payments to be made by the Scheme on account of the OIS transaction offset each other and the Scheme benefits on the floating interest payments that it receives. The Scheme may enter into an opposite position in case of a falling interest rate scenario, i.e. to hedge the floating rate assets in its portfolio the Scheme enters into an OIS transaction wherein it receives a fixed interest rate on a specified notional amount for a specified time period and pays a floating interest rate on the same notional amount. The floating interest payments that the Scheme receives on its floating rate securities and the floating interest payments that the Scheme has to pay on account of the OIS transaction offset each other and the Scheme benefits on the fixed interest payments that it receives in such a scenario.

### **Swap :**

Assume that the Scheme has a Rs. 20 Crores floating rate investment linked to MIBOR (Mumbai Inter Bank Offered Rate). Hence, the Scheme is currently running an interest rate risk and stands to lose if the interest rate moves down. To hedge this interest rate risk, the Scheme can enter into a 6 month MIBOR swap. Through this swap, the Scheme will receive a fixed predetermined rate (assume 12%) and pays the "benchmark rate" (MIBOR), which is fixed by the NSE ("National Stock Exchange of India Limited") or any other agency such as Reuters. This swap would effectively lock-in the rate of 12% for the next 6 months, eliminating the daily interest rate risk. This transaction is usually routed through an intermediary who runs a book and matches deals between various counterparties. The steps will be as follows:

Assuming the swap is for Rs. 20 Crores for August 1, 2011 to February 1, 2012. The Scheme is a fixed rate receiver at 12% and the counterparty is a floating rate receiver at the overnight rate on a compounded basis (say NSE MIBOR).

On September 1, 2011 the Scheme and the counterparty will exchange only a contract of having entered this swap. This documentation would be as per International Swap Dealers Association ("ISDA") norms.

On a daily basis, the benchmark rate fixed by NSE will be tracked by them.

On February 1, 2012 they will calculate the following:

- The Scheme is entitled to receive interest on Rs. 20 Crores at 12% for 184 days i.e. Rs. 1.21 Crores, (this amount is known at the time the swap was concluded) and will pay the compounded benchmark rate.
- The counterparty is entitled to receive daily compounded call rate for 184 days & pay 12% fixed.
- On February 1, 2012, if the total interest on the daily overnight compounded benchmark rate is higher than Rs. 1.21 Crores, the Scheme will pay the difference to the counterparty. If the daily compounded benchmark rate is lower, then the counterparty will pay the Scheme the difference.
- Effectively the Scheme earns interest at the rate of 12% p.a. for six months without lending money for 6 months fixed, while the counterparty pays interest @ 12% p.a. for 6 months on Rs. 20 Crores, without borrowing for 6 months fixed.

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The above example illustrates the use of Derivatives for hedging and optimizing the investment portfolio. Swaps have their own drawbacks like credit risk, settlement risk. However, these risks are substantially reduced as the amount involved is interest streams and not principal.

### **Forward Rate Agreement :**

Assume that on September 1, 2011, the 30 day commercial paper (CP) rate is 7% and the Scheme has an investment in a CP of face value Rs. 50 Crores, which is going to mature on October 1, 2011. If the interest rates are likely to remain stable or decline after October 1, 2011, and if the fund manager, who wants to re-deploy the maturity proceeds for 1 more month does not want to take the risk of interest rates going down, he can then enter into a following Forward Rate Agreement (FRA) say as on September 1, 2011:

He can receive 1 X 2 FRA on September 1, 2011 at 7.00% (FRA rate for 1 months lending in 1 months' time) on the notional amount of Rs. 50 Crores, with a reference rate of 30 day CP benchmark. If the CP benchmark on the settlement dates i.e. October 1, 2011 falls to 6.5%, then the Scheme receives the difference 7.00 – 6.50 i.e. 50 basis points on the notional amount Rs. 50 Crores.

### **Interest Rate Futures :**

Assume that the Fund holds an Indian ten year benchmark and the fund manager has a view that the yields will go up in the near future leading to decrease in value of the investment and subsequent decrease in Net Asset Value (NAV) of the fund. The fund house decides to use Interest Rate Futures to mitigate the risk of decline of Net Asset Value (NAV) of the fund.

#### **1<sup>st</sup> August 2011**

- The benchmark ten-year paper GS 7.80% 2021, is trading at Rs 99.00 at a yield of 7.94%.
- December 2011 futures contract on the ten-year notional 7% coupon bearing Government paper is trading at a yield of 7.99% at a price of Rs 93.2650.
- The mutual fund decides to hedge the exposure by taking a short position in December 2011 interest rate futures contract.

#### **25<sup>th</sup> December 2010**

- The yield of the benchmark ten year paper has increased to 8.05% and the price has decreased to 98.25
- The December 2011 futures contract is trading at a price of Rs 91 indicating a yield of 8.45%.
- The mutual fund unwinds the short position by buying the December 2011 futures contract. The transaction results in profit from the futures position, against the corresponding loss from the Government of India security position.



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Certain risks are inherent to Derivative strategies viz. lack of opportunities, inability of Derivatives to correlate perfectly with the underlying and execution risks, whereby the rate seen on the screen may not be the rate at which the transaction is executed. For details of risk factors relating to use of Derivatives, the investors are advised to refer to Scheme Specific Risk Factors.

### Concepts and Examples

#### Futures

Futures (Index & Stocks) are forward contracts traded on the exchanges & have been introduced both by BSE and NSE. Generally futures of 1 month (*near month*), 2 months (*next month*) and 3 months (*far month*) are presently traded on these exchanges. These futures expire on the last working Thursday of the respective months.

#### Illustration with Index Futures

In case the Nifty near month future contract is trading at say, Rs. 3,500, and the fund manager has a view that it will depreciate going forward; the Scheme can initiate a sale transaction of Nifty futures at Rs. 3,510 without holding a portfolio of equity stocks or any other underlying long equity position. Once the price falls to Rs. 3,400 after say, 20 days, the Scheme can initiate a square-up transaction by buying the said futures and book a profit of Rs. 110.

Correspondingly, if the fund manager has a positive view he can initiate a long position in the index / stock futures without an underlying cash/ cash equivalent subject to the extant regulations.

There are futures based on stock indices as mentioned above as also futures based on individual stocks. The profitability of index / stock future as compared to an individual security will inter-alia depends upon:

1. The carrying cost,
2. The interest available on surplus funds, and
3. The transaction cost.

#### Example of a future trade and the associated costs

Particulars	Index Future	Actual Purchase of Stocks
Index at the beginning of the month	3500	3500
Price of 1 month future	3510	
A. Execution Cost: Carry and other index future costs	10.00	
B. Brokerage Costs: Assumed at 0.20% of Index Future and 0.25% for Spot Stocks	7.02	8.75
C. Gains on surplus Funds:	19.56	0

## PEERLESS ULTRA SHORT TERM FUND

(assumed 8% p.a. return on 85% of the money left after paying 15% margin)		
$(8\% \times 3500 \times 85\% \times 30 \text{ days} / 365)$		
<b>Total Cost (A+B+C)</b>	<b>-2.54</b>	<b>8.75</b>

### Few strategies that employ stock / index futures and their objectives:

#### (a) Arbitrage

- a) Selling spot and buying future: In case the Scheme holds the stock of a company "A" at say Rs. 100 while in the futures market it trades at a discount to the spot price say at Rs. 98, then the Scheme may sell the stock and buy the futures.
- b) On the date of expiry of the stock future, the Scheme may reverse the transactions (i.e. buying at spot & selling futures) and earn a risk-free Rs. 2 (2% absolute) on its holdings without any dilution of the view of the fund manager on the underlying stock.
- c) Further, the Scheme can still benefit from any movement of the price in the upward direction, i.e. if on the date of expiry of the futures, the stock trades at Rs. 110 which would be the price of the futures too, the
- d) Scheme will have a benefit of Rs 10 whereby the Scheme gets the 10% upside movement together with the 2% benefit on the arbitrage and thus getting a total return of 12%. The corresponding return in case of holding the stock would have been 10%.
- e) Note: The same strategy can be replicated with a basket of nifty-50 stocks (Synthetic NIFTY) and the Nifty future index.
- f) Buying spot and selling future: Where the stock of a company "A" is trading in the spot market at Rs.100 while it trades at Rs. 102 in the futures market, then the Scheme may buy the stock at spot and sell in the futures market thereby earning Rs. 2.
- g) Buying the stock in cash market and selling the futures results into a hedge where the Scheme has locked in a spread and is not affected by the price movement of cash market and futures market. The arbitrage position can be continued till expiry of the future contracts when there is a convergence between the cash market and the futures market. This convergence enables the Scheme to generate the arbitrage return locked in earlier.

#### (b) Buying/ Selling Stock future:

When the Scheme wants to initiate a long position in a stock whose spot price is at say, Rs.100 and futures is at 98, then the Scheme may just buy the futures contract instead of the spot thereby benefiting from a lower cost.

In case the Scheme has a bearish view on a stock which is trading in the spot market at Rs.98 and the futures market at say Rs. 100, the Scheme may subject to regulations, initiate a short position in the futures contract. In case the prices align with the view and the price depreciates to say Rs. 90, the Scheme can square up the short position thereby earning a profit of Rs.10 vis-à-vis a fall in stock price of Rs 8.

#### (c) Hedging:

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The Scheme may use exchange-traded derivatives to hedge the equity portfolio. Both index and stock futures and options may be used to hedge the stocks in the portfolio.

### (d) Alpha Strategy:

The Scheme will seek to generate alpha by superior stock selection and removing market risks by selling appropriate index. For example, one can seek to generate positive alpha by buying a bank stock and selling Bank Nifty future.

Risk associated with these strategies:

- a) Lack of opportunities
- b) Inability of derivatives to correlate perfectly with the underlying security; and
- c) Execution risk, whereby ultimate execution takes place at a different rates than those devised by the strategy.

Execution of these strategies depends upon the ability of the fund manager to identify and execute based on such opportunities. These involve significant uncertainties and decision of fund manager may not always be profitable. No assurance can be given that the fund manager will be able to identify or execute such strategies.

### Option Contracts (Stock and Index)

An Option gives the buyer the right, but not the obligation, to buy (call) or sell (put) a stock at an agreed upon price during a certain period of time or on a specific date.

Options are used to manage risk or as an investment to generate income. The price at which underlying security is contracted to be purchased or sold is called the Strike Price.

Options that can be exercised on or before the expiration date are called American Options while, Options that can be exercised only on the expiration date are called European Options.

Options Risk / Return Pay-off Table

INDEX / STOCK OPTIONS	CALL		PUT	
	BUY	SELL	BUY	SELL
View on Underlying	Positive	Negative	Negative	Positive
Premium	Pay	Receive	Pay	Receive
Risk Potential	Limited to premium paid	Unlimited	Limited to premium paid	Unlimited
Return Potential	Unlimited	Premium Received	Unlimited	Premium Received

Option contracts are of two types - Call and Put.

## PEERLESS ULTRA SHORT TERM FUND

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**Call Option:** A call option gives the buyer, the right to buy specified quantity of the underlying asset at the set strike price on or before expiration date and the seller (writer) of call option however, has the obligation to sell the underlying asset if the buyer of the call option decides to exercise the option to buy.

**Put Option:** A put option gives the buyer the right to sell specified quantity of the underlying asset at the set strike price on or before expiration date and the seller (writer) of put option however, has the obligation to buy the underlying asset if the buyer of the put option decides to exercise his option to sell.

### Index Options / Stock Options

Index options / Stock options are termed to be an efficient way of buying / selling an index/stock compared to buying / selling a portfolio of physical shares representing an index for ease of execution and settlement.

The participation can be done by buying / selling either Index futures or by buying a call/put option.

The risk are also different when index / stock futures are bought/sold visa- a- vie index/ stocks options as in case of an index future there is a mark to market variation and the risk is much higher as compared to buying an option, where the risk is limited to the extent of premium paid.

The illustration below explains how one can gain using Index call / put option. These same principals of profit / loss in an Index option apply in Toto to that for a stock option.

### Call Option

Suppose an investor buys a Call option on 1 lot of CNX Nifty (Lot Size: 50 units)

- Nifty index (European option).
- Nifty 1 Lot Size: 50 units
- Spot Price (S): 3500
- Strike Price (x): 3550 (Out-of-Money Call Option)
- Premium: 100

Total Amount paid by the investor as premium  $[50 \times 100] = 5000$

There are two possibilities i.e. either the index moves up over the strike price or remains below the strike price.

#### Case 1- The index goes up

- **An investor sells the Nifty Option described above before expiry:**

Suppose the Nifty index moves up to 3600 in the spot market and the premium has moved to Rs 200 and there are **15 days more left for the expiry**. The investor decides to reverse his position in the market by **selling** his 1 Nifty call option as the option now is in the Money.

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His gains are as follows:

- Nifty Spot: 3600
- Current Premium: Rs.200
- Premium paid: Rs.100
- Net Gain:  $\text{Rs.200} - \text{Rs.100} = \text{Rs.100}$  per unit
- Total gain on 1 lot of Nifty (50 units) =  $\text{Rs.5000}$  ( $50 \times 100$ )

In this case the premium of Rs.200 has an intrinsic value of Rs.50 per unit and the remaining Rs.150 is the time value of the option.

### • An investor exercises the Nifty Option at expiry

Suppose the Nifty index moves up to 3700 in the spot market on the expiry day and the investor decides to reverse his position in the market by exercising the Nifty call option as the option now is in The Money.

His gains are as follows:

- Nifty Spot: 3700
- Premium paid: Rs.100
- Exercise Price: 3550
- Receivable on exercise:  $3700 - 3550 = 150$
- Total Gain:  $\text{Rs.2500}$   $\{(150 - 100) \times 50\}$

In this case the realized gain is only the intrinsic value, which is Rs.50, and there is no time value.

### Case 2 - The Nifty index moves to any level below 3550

Then the investor does not gain anything but on the other hand his loss is limited to the premium paid:

Net Loss is Rs.5000 (Loss is capped to the extent of Premium Paid) ( $\text{Rs } 100 \text{ Premium paid} \times \text{Lot Size: } 50 \text{ units}$ ).

### Put Option

Suppose an investor buys a Put option on 1 lot of CNX Nifty.

- Nifty 1 Lot Size: 50 units
- Spot Price (S): 3500
- Strike Price (x): 3450 (Out-of-Money Put Option)
- Premium: 30
- Total Amount paid by the investor as premium  $[50 \times 30] = 1500$

There are two possibilities i.e. either the index moves over the strike price or moves below the strike price.

Let us analyze these scenarios.

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### Case 1 - The index goes down

#### • An investor sells the Nifty Option before expiry:

Suppose the Nifty index moves down to 3400 in the spot market and the premium has moved to Rs. 80 and there are 15 days more left for the expiry. The investor decides to reverse his position in the market by selling his 1 Nifty Put Options as the option now is in the money. His gains are as follows:

- Nifty Spot: 3400
- Premium paid: Rs.30
- Net Gain: Rs.80 - Rs.30 = Rs.50 per unit
- Total gain on 1 lot of Nifty (50 units) = Rs.2500 (50\*50)

In this case the premium of Rs.80 has an intrinsic value of Rs.50 per unit and the remaining Rs.30 is the time value of the option.

#### An investor exercises the Nifty Option at expiry (It is an European Option)

Suppose the Nifty index moves down to 3400 in the spot market on the expiry day and the investor decides to reverse his position in the market by exercising the Nifty Put Option as the option now is **In the Money**.

His gains are as follows:

- Nifty Spot: 3400
- Premium paid: Rs.30
- Exercise Price: 3450
- Gain on exercise: 3450-3400 = 50
- Total Gain: Rs.1000 {(50-30)\*50}
- 

In this case the realized amount is only the intrinsic value, which is Rs.50, and there is no time value in this case.

**Case 2** - If the Nifty index stays over the strike price which is 3450, in the spot market then the investor does not gain anything but on the other hand his loss is limited to the premium paid.

- Nifty Spot: >3450
- Net Loss Rs.1500 (Loss is capped to the extent of Premium Paid) (Rs 30 Premium paid\*Lot Size: 50 units).

### Few strategies employing options

#### 1. Covered Call Strategy:

The covered call strategy is one where the fund manager writes call options against an equivalent long position in the underlying security thereby locking in the returns instead of keeping the position open.

This strategy allows fund managers to earn premium income in addition to returns locked in from the long underlying.

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### 2. Writing a Put Option:

The Scheme writes a put option with the strike price of Rs. 500 and earns a premium of say Rs. 30. In case the stock trades at Rs. 450, the put option will be exercised and the Scheme will earn the premium of Rs.30 but will lose the difference between the exercise price and the market price which is Rs.50 thus losing Rs 20 in the process. Where the stock trades at above the exercise price, the option-holder will not exercise the option and let it expire. In this case, the Scheme will earn the premium income of Rs. 30.

Correspondingly the fund manager may earn premium and reduce his cost of holding by selling put of lower denomination to the current market price and squaring off the transaction when the market price of the underlying reaches his fair value. He earns premium income if the security remains over his strike price till expiry of the duration of the option contract.

### Objective of the strategies

The objective of the strategy is to earn the option premium / hedge stock / portfolio against market gyrations.

### Risk Associated with these Strategies

- The underlying security may fall by more than the option premium earned, thereby exposing the strategy to downside risks.
- The risk of mis-pricing or improper valuation and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.

Execution Risk: The prices which are seen on the screen need not be the same at which execution will take place.

### Portfolio Turnover :

The Scheme being an open-ended Scheme, it is expected that there would be a number of Subscriptions and Redemptions on a daily basis. Further, in the debt market, trading opportunities may arise due to changes in system liquidity, interest rate policy announced by RBI, shifts in the yield curve, credit rating changes or any other factors. In the opinion of the fund manager these opportunities can be played out to enhance the total return of the portfolio, which will result in increase in portfolio turnover. There may be an increase in transaction cost such as brokerage paid, if trading is done frequently. However, the cost would be negligible as compared to the total expenses of the Scheme. Frequent trading may increase the profits which will offset the increase in costs. The fund manager will endeavor to optimize portfolio turnover to maximize gains and minimize risks keeping in mind the cost associated with it. However, it is difficult to estimate with reasonable measure accuracy, the likely turnover in the portfolio of the Scheme. The Scheme has no specific target relating to portfolio turnover.

### Scheme's Portfolio Holding (top 10 holdings by issuer and fund allocation towards various sectors)

#### Portfolio holding

Name of the Issuer	% to Net Assets
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Adani Ports and Special Economic Zone Ltd	11.14%
Housing Development Finance Corporation Ltd	7.50%
Adani Enterprises Ltd	7.39%
Religare Securities Ltd	7.38%
ICICI Bank Ltd	7.04%
Axis Bank Ltd	7.03%
Power Finance Corporation Ltd	3.75%
Rural Electrification Corporation Ltd	3.74%
LIC Housing Finance Ltd	3.72%
Power Finance Corporation Ltd	3.72%

### Fund allocation towards various sectors

Name of the Sector	% to Net Assets
Bank	38.21%
Manufacturing	25.75%
Housing Finance Corporation	14.91%
NBFC	11.10%
Financial Institution	7.47%
Cash/ CBLO	2.56%

**Latest monthly portfolio holding can be obtained on website of Peerless Mutual Fund on the following weblink:**

[http://peerlessmf.co.in/approach\\_investment.html](http://peerlessmf.co.in/approach_investment.html)

### Illustration of impact of expense ratio on scheme's return

	Illustration	
Opening AUM	1,000,000,000.00	1,000,000,000.00
Opening NAV	1,691.2279	1,691.2279
o/s Units	591,286.367	591,286.367
Market value of investment	1,000,225,000.00	1,000,225,000.00
<b>Total Expense Ratio</b>	<b>0.2500%</b>	<b>0.2000%</b>
Expenses	6,850.86	5,480.68
Closing AUM	1,000,218,149.14	1,000,219,519.32
Closing NAV	1,691.5968	1,691.5992
<b>Scheme Returns</b>	<b>7.9624%</b>	<b>8.0125%</b>



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### **Investment in overseas financial assets (foreign fixed income securities)**

RBI vide its letter no. EC.CO.OID.MF/ 19.19.463/2001-2002 dated May 31, 2002 has given approval to mutual funds to invest in such securities subject to the conditions stated therein. SEBI through its Circular dated September 26, 2007 & such other circulars as issued by SEBI from time to time has permitted Mutual Funds to invest in Foreign Securities including foreign debt securities within the overall limit of US\$ 7 billion, subject to a maximum of US\$ 300 million per Mutual Fund. Further, the Mutual Funds can also invest in Exchange Traded Funds within an overall limit of US\$ 1 billion, subject to a maximum of US\$ 50mn per Mutual Fund.

It is the Investment Manager's belief that overseas securities offer new investment and portfolio diversification opportunities into multi-market and multi-currency products. However, such investments also entail additional risks. Such investment opportunities may be pursued by the Investment Manager provided they are considered appropriate in terms of the overall investment objectives of the Scheme. Since the Scheme would invest only partially in overseas securities, there may not be readily available and widely accepted benchmarks to measure the performance of the Scheme. To manage risks associated with foreign currency and interest rate exposure, the Fund may use Derivatives for efficient portfolio management and hedging as maybe permitted from time to time and in accordance with conditions as may be stipulated by SEBI/RBI from time to time.

Offshore investments will be made subject to any/all approvals/ conditions thereof as may be stipulated by SEBI/ RBI/ other Regulatory Agency. The Fund may, where necessary, appoint other intermediaries of repute as advisors, sub-custodians, etc. for managing and administering such investments. The appointment of such intermediaries shall be in accordance with the applicable requirements of SEBI and within the permissible ceilings of expenses. The fees and expenses would illustratively include, besides the investment management fees, custody fees and costs, fees of appointed advisors and sub-managers, transaction costs, and overseas regulatory costs.

Under normal circumstances, the Scheme may invest maximum 50% of its net assets in foreign securities. However, the AMC with a view to protecting the interests of investors may alter the exposure in Foreign Securities as deemed fit from time to time.

### **Debt and Money Markets in India:**

The Indian debt market is today one of the largest in Asia and includes securities issued by the Government (Central & State Governments), public sector undertakings, other government bodies, financial institutions, banks and corporates. Government and public sector enterprises are the predominant borrowers in the markets. The major players in the Indian debt markets today are banks, financial institutions, foreign institutional investors, mutual funds, insurance companies, primary dealers, trusts, pension funds and corporates. The Indian debt market is the largest segment of the Indian financial markets. The debt market comprises broadly two segments, viz. Government Securities market or G-Sec market and corporate debt market. The latter is further classified as market for PSU bonds and private sector bonds. The Government Securities (G-Secs) market is the oldest and the largest component of the Indian debt market in terms of market capitalization, outstanding securities and trading volumes. The G-Secs market plays a vital role in the Indian economy as it provides the benchmark for determining the level of interest rates in the country through the yields on the Government Securities which are referred to as the risk-free rate of return in any economy. Over the

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years, there have been new products introduced by the RBI like zero coupon bonds, floating rate bonds, inflation indexed bonds, etc. The corporate bond market, in the sense of private corporate sector raising debt through public issuance in capital market, is only an insignificant part of the Indian Debt Market. A large part of the issuance in the non-Government debt market is currently on private placement basis. The money markets in India essentially consist of the call money market (i.e. market for overnight and term money between banks and institutions), repo transactions (temporary sale with an agreement to buy back the securities at a future date at a specified price), commercial papers (CPs, short term unsecured promissory notes, generally issued by corporates), certificate of deposits (CDs, issued by banks) and Treasury Bills (issued by RBI). In a predominantly institutional market, the key money market players are banks, financial institutions, insurance companies, mutual funds, primary dealers and corporates. In money market, activity levels of the Government and non-government debt vary from time to time. Instruments that comprise a major portion of money market activity include but not limited to:

- Collateralized Borrowing & Lending Obligations (CBLO)
- Repo/Reverse Repo Agreement
- Treasury Bills
- Government securities with a residual maturity of < 1 year.
- Commercial Paper
- Certificate of Deposit

Apart from these, there are some other options available for short tenure investments that include MIBOR linked debentures with periodic exit options and other such instruments. Though not strictly classified as Money Market Instruments, PSU / DFI / Corporate paper with a residual maturity of less than 1 year, are also traded and offer a viable investment option.

The market has evolved in past few years in terms of risk premia attached to different class of issuers. Bank CDs have clearly emerged as popular asset class with increased acceptability in secondary market. PSU banks trade the tightest on the back of comfort from majority government holding. Highly rated manufacturing companies also command premium on account of limited supply. Even though companies across these sectors might have been rated on a same scale, the difference in the yield on the papers for similar maturities reflects the perception of their respective credit profiles.

The following table gives approximate yields prevailing on March 31, 2016 on some of the instruments and further illustrates this point.

Instrument	Yield Range
CBLO	5.02- 8.25
REPO	5.00-8.75
3 month Treasury Bill	7.25-7.30
1 year Treasury Bill	7.07-7.12
10 year Gsec	7.46-7.55*
2 month PSU Bank CD	8.10-8.25
2 Month NBFC CP	8.60-8.90
2 Month Manufacturing CO CP	8.40-8.60
1 year PSU Bank CD	7.85-8.00
1 yr NBFC CP	8.80-9.00

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1 yr Manufacturing CO CP	8.40-8.60
5 yr AAA Institutional Bond	8.20-8.30
10 yr AAA Institutional Bond	8.25-8.35

\* Semi- Annual

These yields are indicative and do not indicate yields that may be obtained in future as interest rates keep changing consequent to changes in macro-economic conditions and RBI policy. The price and yield on various debt instruments fluctuate from time to time depending upon the macro economic situation, inflation rate, overall liquidity position, foreign exchange scenario etc. Also, the price and yield vary according to maturity profile, credit risk etc.

### **RISK CONTROL:**

Risk and investment are two sides of the same coin of Fund Management. Effective risk management is crucial for achieving top quartile performance. Adequate safeguards would be incorporated in the portfolio management process. The main instrument for reducing risk is through diversification. The Fund Manager's job is to identify securities which offer higher returns with a lower level of risk. While identifying such securities, rigorous credit evaluation would be carried out by the investment team. The Company has implemented the Quantis 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 & measuring the risk through various risk measurement tools like various risk ratios, average duration and analyzes the same and acts in a preventive manner.

### **INVESTMENT BY THE AMC IN THE SCHEME [:**

Subject to the Regulations, the AMC may invest either directly or indirectly, in the Scheme during the NFO and / or Ongoing Offer Period. However, the AMC shall not charge any investment management fee on such investment in the Scheme.

### **AGGREGATE INVESTMENT IN THE SCHEME BY:**

AMC's Board of Directors: Nil

Schemes's Fund Manager: Nil

Other Key Managerial Personnel: 370,352.89 (Rs.)

### **F: FUNDAMENTAL ATTRIBUTES**

Following are the Fundamental Attributes of the Scheme, in terms of Regulation 18 (15A) of the SEBI (MF) Regulations:

#### **(a) Type of a Scheme**

An open ended debt scheme.

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### (b) Investment Objective

To provide optimal returns and liquidity to the investors by investing primarily in a mix of money market and short term debt instruments which results in a portfolio having marginally higher maturity as compared to a liquid fund at the same time maintaining a balance between safety and liquidity. **However, there can be no assurance or guarantee that the investment objective of the Scheme(s) will be achieved. The Scheme(s) does not assure or guarantee any returns.**

Under normal circumstances the asset allocation pattern will be:

Instruments	Indicative Allocations (% of total assets)		Risk Profile
	Minimum	Maximum	High/ Medium/ Low
Money market instruments (including cash, CBLO, repo, CPs, CDs, Treasury Bills and Government securities) with maturity/ residual maturity up to 1 year	70%	100%	Low
Debt instruments (including floating rate debt instruments and securitized debt)* with maturity / residual maturity/ average maturity/ interest rate resets greater than 1 year	0%	30%	Low to Medium

**\*securitized debt cumulative allocation not to exceed 25% of the net assets of the Scheme (excluding foreign securitized debt).**

### (c) Terms of Issue

- Liquidity provisions such as listing, Repurchase, Redemption.
- Aggregate fees and expenses charged to the scheme.
- Any safety net or guarantee provided.

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations, the Trustee shall ensure that no change in the fundamental attributes of the Scheme(s) and the Plan(s) / Option(s) there under or the trust or fee and expenses payable or any other change which would modify the Scheme(s) and the Plan(s) / Option(s) there under and affect the interests of Unit holders is carried out unless:

- A written communication about the proposed change is sent to each Unit holder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated; and

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The Unit holders are given an option for a period of 30 days to exit at the prevailing Net Asset Value without any exit load.

### **G. HOW WILL THE SCHEME BENCHMARK ITS PERFORMANCE?**

The performance of the Scheme will be benchmarked with CRISIL Liquid Fund Index.

#### **Justification for use of benchmark**

The Scheme intends to invest in a portfolio of instruments which is best captured by CRISIL Liquid Fund index. CRISIL Liquid Fund Index is a realistic estimate to track the returns of an Ultra Short Term Fund at a particular return and risk level and hence is used as a benchmark by most market participants.

The Trustee reserves the right to change the benchmark for the evaluation of the performance of the Scheme from time to time, keeping in mind the investment objective of the Scheme and the appropriateness of the benchmark, subject to the Regulations and other prevalent guidelines.

### **H. WHO MANAGES THE SCHEME?**

The Scheme is being managed by Mr. Killol P Pandya from and Mr. Vikram Pamnani with effect from 18 September 2015

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Name of Fund Manager	Age & Qualifications	Previous Experience	Other Funds Managed
<p>Killol P Pandya</p> <p>Head- Fixed Income</p>	<p>B.Com, DPCM, MMS (Fin)</p> <p>Age- 40 years</p>	<p>17 years of experience in Fixed Income and Debt oriented hybrid funds management</p> <p><b><u>Previous experience</u></b></p> <p>LIC Nomura Mutual Fund Asset Management Co. Ltd. Senior Fund Manager - Debt</p> <p>Daiwa Asset Management (India) Pvt. Ltd. Head – Fixed Income</p> <p>SBI Funds Management Pvt. Ltd. Fund Manager</p> <p>IL&amp;FS Investsmart Ltd. Dealer – Fixed Income</p> <p>Darashaw &amp; Co. Pvt. Ltd Associate Dealer</p>	<p><b>Open Ended Debt Scheme(s)</b></p> <ul style="list-style-type: none"> <li>• Peerless 3 in 1 Fund@</li> <li>• Peerless Income Plus Fund@</li> <li>• Peerless Flexible Income Fund</li> <li>• Peerless Short Term Fund</li> </ul> <p>@ jointly with Mr. Amit Nigam</p>
<p>Vikram Pamnani</p> <p>Fund Manager- Fixed Income</p>	<p>PGDM (Finance)</p> <p>Age- 28 years</p>	<p>5.5 years of experience, with 3.5 years as dealer/assistant manager in fixed income and 2 years as documentary Credit Analyst</p> <p><b><u>Previous experience</u></b></p> <p>Canara Robeco Asset Management Co. Ltd.</p> <p>Assistant Manager/Dealer Fixed Income</p>	<p><b>Open Ended Debt Scheme(s)</b></p> <p>Peerless Liquid Fund</p>

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		Deutsche Bank	
		Documentary Credit Analyst	

Presently, the Trustee/AMC has not designated a dedicated Fund Manager for investment in Foreign Securities. However, it shall be ensured that there is a dedicated fund manager for investment in foreign securities as and when the fund makes investment in foreign securities.

### **I. WHAT ARE THE INVESTMENT RESTRICTIONS?**

The investment policies of the scheme comply with the rules, regulations and guidelines laid out in SEBI (Mutual Funds) Regulations, 1996. Pursuant to Regulations, specifically the Seventh schedule and amendments thereto, the following investment restrictions are currently applicable to the Scheme:

- 1) The Scheme shall not invest more than 10% of its NAV in debt instruments comprising money market instruments and non-money market instruments issued by a single issuer, which are rated not below investment grade by a credit rating agency authorized to carry out such activities under the SEBI Act, 1992. Such investment limit may be extended to 12% of the NAV of the Scheme with the prior approval of the Board of Trustee and the Board of Directors of AMC.

Provided that such limit shall not be applicable for investments in Government Securities, treasury bills and collateralized borrowing and lending obligations.

Provided further that investment within such limit can be made in mortgaged backed securitised debt which are rated not below investment grade by a credit rating agency registered with the SEBI.

- 2) The Scheme shall not invest more than 10% of its NAV in un-rated 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 Trustee and Board of AMC.
- 3) The Scheme may invest in other schemes of the Mutual Fund or any other mutual fund (restricted to only debt and liquid funds) without charging any fees, provided the aggregate inter-scheme investment made by all the schemes under the same management or in schemes under the management of any other asset management company shall not exceed 5% of the Net Asset Value of the Mutual Fund.
- 4) The scheme shall not make any investment in
  - i) Any unlisted security of an associate or group company of the sponsor
  - ii) Any security issued by way of private placement by an associate or group company of the sponsor; or

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- iii) The listed securities of group companies of the sponsor which in excess of 25% of net assets.
- 5) The Mutual Fund shall get the securities purchased or transferred in the name of the Fund on account of the concerned Scheme, wherever investments are intended to be of a long-term nature.
- 6) Transfer of investments from one scheme to another scheme in the same Mutual Fund is permitted provided:
  - i) such transfers are done at the prevailing market price for quoted instruments on spot basis (spot basis shall have the same meaning as specified by a Stock Exchange for spot transactions); and
  - ii) the securities so transferred shall be in conformity with the investment objective of the Scheme to which such transfer has been made.
- 7) The Mutual Fund shall buy and sell securities on the basis of deliveries and shall in all cases of purchases, take delivery of relevant securities and in all cases of sale, deliver the securities:

However the Mutual Fund may engage in Short selling of securities and securities lending in accordance with the framework relating to securities lending and borrowing specified by SEBI.

Further the Mutual Fund may enter into Derivatives transactions in a recognized stock exchange, subject to the framework specified by SEBI.

The sale of government security already contracted for purchase shall be permitted in accordance with the guidelines issued by the RBI in this regard.

- 8) The sale of government security already contracted for purchase shall be permitted in accordance with the guidelines issued by the RBI in this regard.
- 9) The Scheme shall not make any investment in any fund of funds scheme.
- 10) Pending deployment of the funds of the Scheme in securities in terms of the investment objective of the Scheme, the AMC may park the funds of the Scheme in short term deposits of scheduled commercial banks, subject to the guidelines issued by SEBI vide its circular dated April 16, 2007 as may be amended from time to time:
  - 14.1 The Scheme will comply with the following guidelines/restrictions for parking of funds in short term deposits.
  - 14.2 "Short Term" for such parking of funds by the Scheme shall be treated as a period not exceeding 91 days. Such short-term deposits shall be held in the name of the Scheme.



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- 14.3 The Scheme shall not park more than 15% of the net assets in short term deposit(s) of all the scheduled commercial banks put together. However, such limit may be raised to 20% with prior approval of the Trustee.
- 14.4 Parking of funds in short term deposits of associate and sponsor scheduled commercial banks together shall not exceed 20% of total deployment by the Mutual Fund in short term deposits.
- 14.5 The Scheme shall not park more than 10% of the net assets in short term deposit(s), with any one scheduled commercial bank including its subsidiaries.
- 14.6 The Scheme shall not park funds in short term deposit of a bank which has invested in that Scheme.

However, the above provisions will not apply to term deposits placed as margins for trading in cash and Derivatives market.

- 15) The Fund shall not borrow except to meet temporary liquidity needs of the Fund for the purpose of Repurchase/Redemption of Unit or payment of interest and/or Dividend to the Unit holder.
- 16) The Fund shall not borrow more than 20% of the net assets of the individual Scheme and the duration of the borrowing shall not exceed a period of 6 months.

The Scheme will comply with the other Regulations applicable to the investments of Mutual Funds from time to time.

All the investment restrictions will be applicable at the time of making investments.

Apart from the Investment Restrictions prescribed under the Regulations, internal risk parameters for limiting exposure to a particular scrip or sector may be prescribed from time to time to respond to the dynamic market conditions and market opportunities.

The AMC/Trustee may alter these above stated restrictions from time to time to the extent the Regulations change, so as to permit the Scheme to make its investments in the full spectrum of permitted investments for mutual funds to achieve its respective investment objective.

### **J. HOW HAVE THE SCHEME PERFORMED? As on 31<sup>st</sup> May, 2016**

#### **PEERLESS ULTRA SHORT TERM FUND**

<b>Compounded Returns</b>	<b>Annualised</b>	<b>Scheme Returns %</b>	<b>Benchmark Returns %</b>
Returns for the last 1 year		7.64%	7.90%
Returns for the last 3 years		8.38%	9.56%

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Returns for the last 5 years	9.16%	10.25%
Returns since inception	8.58%	8.14%

### III. UNITS AND OFFER

This section provides details you need to know for investing in the Scheme.

#### A. NEW FUND OFFER (NFO)

All the Scheme forming part of this SID have already been launched. The Date of Inception for all the Scheme are as mentioned hereunder:

Name of the Scheme	Date of Inception/Allotment
Peerless Ultra Short Term Fund	19 <sup>th</sup> February, 2010
New Fund Offer Period  This is the period during which a new Scheme sells its Units to the Investors.	NFO opened on: 17 <sup>th</sup> February, 2010 NFO closed on: 18 <sup>th</sup> February, 2010 Reopened on: 22 <sup>th</sup> February, 2010
New Fund Offer Price  This is the price per Unit that the Investors have to pay to invest during the NFO.	Not Applicable
<b>Minimum Amount for</b>	Not Applicable

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<b>Application/ Switch in the NFO</b>	
<p><b>Minimum Target amount</b></p> <p>This is the minimum amount required to operate the Scheme and if this is not collected during the NFO period, then all the Investors would be refunded the amount invested without any return.</p> <p>However, if the AMC fails to refund the amount within 6 weeks, interest as specified by SEBI (currently 15% p.a.) will be paid to the Investors from the expiry of six weeks from the date of closure of the Subscription period.</p>	Not Applicable
<b>Maximum</b>	

## PEERLESS ULTRA SHORT TERM FUND

Amount to be raised (if any)	Not Applicable
<b>Plans / Options offered</b>	<p><b>Plans: Regular &amp; Direct</b></p> <p><b>Options: a. Growth</b> b. Dividend (Payout and Re-investment)</p> <p>Sub Options for Dividend:</p> <ul style="list-style-type: none"> <li>• Monthly (Payout and reinvestment)</li> <li>• Quarterly (Payout and reinvestment)</li> </ul> <p>If Dividend payable under Dividend Payout option is equal to or less than Rs. 500/- then the Dividend would be compulsorily reinvested in the option of the Scheme.</p> <p>Default option : Growth Option Default between payout &amp; Reinvestment Option: Reinvestment Option Default Dividend Frequency- Quarterly Option</p> <p>Direct Plan is only for the investor who purchase/subscribe Units in the Scheme directly with the Fund (i.e Investments not routed through AMFI Registration number (ARN) Holder.) Investments under Direct Plan can be made through various modes offered by the Fund for investing directly with the Fund {except Stock Exchange Platform(s) and all other Platform(s) where investors' applications for subscription of units are routed through Distributors}.</p> <p>Investors subscribing under Direct Plan of the Scheme will have to indicate "Direct" against the Scheme name in the application form viz, "Peerless XYZ Fund- Direct". Investors should also indicate "Direct" in the ARN column of the application form. However, in case Distributor code is mentioned in the application form, but "Direct" is indicated 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. If the investor does not clearly specify the choice of Option at the time of investing, default option will be considered, as "Growth Option"</p>
	The Investors should indicate plan/option for which Subscription is made by indicating the choice in the appropriate box provided for this purpose in the application form. In case of valid application received without any choice of

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plan/option/facility, the following default plan/option/facility will be considered:

### **Growth option**

Dividends will not be declared under this option. The income attributable to Units under this option will continue to remain invested in the respective Plans and will be reflected in the NAV of Units under this option.

### **Dividend option**

Under this option, Dividends will be declared (subject to deduction of tax at source, if any) at specified frequencies at the discretion of the Trustee, subject to availability of distributable surplus calculated in accordance with SEBI (MF) Regulations. On payment of Dividend, the NAV of the Unit under Dividend option will fall to the extent of the Dividend payout and applicable statutory levies, if any.

It must be distinctly understood that the actual declaration of Dividend and frequency thereof is at the sole discretion of the Trustee. There is no assurance or guarantee to the Unit holders as to the rate of Dividend distribution nor that will the Dividend be paid regularly. The Trustee reserves the right to declare a Dividend at any other frequency in addition to the frequencies mentioned above.

### **Dividend Payout Facility**

Under this facility, Dividend declared, if any, will be paid (subject to deduction of Dividend distribution tax and statutory levy, if any) to those Unit holder, whose names appear in the register of Unit holders on the notified record date.

### **Dividend Reinvestment Facility**

Under this facility, the Dividend due and payable to the Unit holders will be compulsorily and without any further act by the Unit holder, reinvested in the respective Dividend option at a price based on the prevailing ex-Dividend Net Asset Value per Unit. The amount of Dividend re-invested will be net of tax deducted at source, wherever applicable. The Dividends so reinvested shall constitute a constructive payment of Dividends to the Unit holders and a constructive receipt of the same amount from each Unit holder for reinvestment in Units.

On reinvestment of Dividends, the number of Units to the credit of Unit holder will increase to the extent of the Dividend reinvested divided by the

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	Applicable NAV. There shall, however, be no Load on the Dividend so reinvested.			
<b>Uniform disclosure on treatment of applications under Direct / Regular Plans</b>	<b>Scenario</b>	<b>Broker Code mentioned by the investor</b>	<b>Plan mentioned by the investor</b>	<b>Default Plan to be captured</b>
	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
<b>Dividend Policy</b>	<p>Under the Dividend option, the Trustee will endeavor to declare the Dividend as per the specified frequencies, subject to availability of distributable surplus calculated in accordance with the Regulations.</p> <p>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 Unit holders as to the rate of Dividend nor that will the Dividend be paid regularly.</p> <p>The AMC/Trustee reserves the right to change the frequency of declaration of Dividend or may provide for additional frequency for declaration of Dividend.</p> <p><b>Dividend Distribution Procedure:-</b>            In accordance with SEBI Circular no. SEBI/ IMD/ Cir No. 1/ 64057/06 dated April 4, 2006, the procedure for Dividend distribution would be as under:</p> <ol style="list-style-type: none"> <li>1. Quantum of Dividend and the record date will be fixed by the Trustee. Dividend so decided shall be paid, subject to availability of distributable surplus.</li> <li>2. Within one calendar day of decision by the Trustee, the AMC shall issue notice to the public communicating the decision about the</li> </ol>			

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	<p>Dividend including the record date, in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the head office of the Mutual Fund is situated.</p> <ol style="list-style-type: none"> <li>3. Record date shall be the date, which will be considered for the purpose of determining the eligibility of Investors whose names appear on the register of Unit holders for receiving Dividends. The Record Date will be 5 calendar days from the date of issue of notice.</li> <li>4. The notice will, in font size 10, bold, categorically state that pursuant to payment of Dividend, the NAV of the Scheme would fall to the extent of payout and statutory levy (if applicable).</li> <li>5. The NAV will be adjusted to the extent of Dividend distribution and statutory levy, if any, at the close of Business Hours on record date.</li> <li>6. Before the issue of such notice, no communication indicating the probable date of Dividend declaration in any manner whatsoever will be issued by Mutual Fund.</li> <li>7. However, the requirement of giving notice shall not be applicable for Dividend options having frequency up to one month.</li> </ol>
<b>Allotment</b>	Not Applicable
<b>Refund</b>	Not Applicable
<p><b>Who can invest</b></p> <p>This is an indicative list and you are requested to consult your financial advisor to ascertain whether the Scheme is suitable to your risk profile</p>	<p>The following persons (subject to, wherever relevant, purchase of unit of the scheme of the Mutual Fund, being permitted and duly authorised under their respective bye-laws/constitutions, and relevant statutory regulations) are eligible and may apply for Subscription to the Units of the Scheme:</p> <ol style="list-style-type: none"> <li>1. Resident adult individuals either singly or jointly (not exceeding three) or on an Anyone or Survivor basis;</li> <li>2. Hindu Undivided Family (HUF) through Karta;</li> <li>3. Minors through their parent / legal guardian;</li> <li>4. Partnership Firms;</li> <li>5. Limited Liability Partnerships</li> <li>6. Proprietorship in the name of the sole proprietor;</li> <li>7. Companies, Bodies Corporate, Public Sector Undertakings (PSUs.), Association of Persons (AOP) or Bodies of Individuals (BOI) and societies registered under the Societies Registration Act, 1860(so long as the purchase of Unit is permitted under the respective constitutions);</li> <li>8. Banks (including Co-operative Banks and Regional Rural Banks) and Financial Institutions;</li> <li>9. Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private trusts authorized to invest in mutual fund schemes under their trust deeds;</li> <li>10. Non-Resident Indians (NRIs) / Persons of Indian origin (PIOs) residing abroad on repatriation basis or on non-repatriation basis;</li> <li>11. Foreign Institutional Investors (FIIs) and their sub-accounts registered</li> </ol>

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	<p>with SEBI on repatriation basis;</p> <p>12. Army, Air Force, Navy and other para-military units and bodies created by such institutions;</p> <p>13. Scientific and Industrial Research Organizations;</p> <p>14. Multilateral Funding Agencies / Bodies Corporate incorporated outside India with the permission of Government of India / RBI</p> <p>15. Provident/ Pension/ Gratuity Fund to the extent they are permitted;</p> <p>16. Qualified Foreign Investors (QFI) on repatriation basis;</p> <p>17. Foreign Portfolio Investor (FPI) as registered with SEBI on repatriation basis;</p> <p>18. Other schemes of Peerless Mutual Fund or any other mutual fund subject to the conditions and limits prescribed by SEBI Regulations;</p> <p>19. Trustee, AMC or Sponsor or their associates may subscribe to Units under the Scheme(s)</p> <p>20. Such other person as maybe decided by the AMC from time to time.</p> <p><b>Note:</b> Minor Unit holder on becoming major shall submit application form along with prescribed documents to the AMC/Registrar to change the status from minor to major. On the day the minor attains the age of majority, the folio of minor shall be frozen for operation by the guardian and any transactions (including redemption) will not be permitted till the documents to change the status are not received by AMC /RTA.</p>
Who cannot invest	<ul style="list-style-type: none"> <li>• Any individual who is a foreign national or any other entity that is not an Indian resident under the Foreign Exchange Management Act, 1999 (FEMA Act) except where registered with SEBI as a FII or sub account of FII or otherwise explicitly permitted under FEMA Act/ by RBI/ by any other applicable authority.</li> <li>• Pursuant to RBI A.P. (DIR Series) Circular No. 14 dated September 16, 2003, Overseas Corporate Bodies (OCBs) cannot invest in Mutual Funds.</li> <li>• Such other persons as may be specified by AMC from time to time.</li> </ul>
Where can you submit the filled up applications.	Please refer to the back cover of the Scheme Information Document.
Investors can also subscribe to the Units of the Scheme through MFSS	Purchase/Redemption of units through Stock Exchange Infrastructure: The investors can purchase and redeem units of the scheme on Mutual Fund Services System (MFSS) of the National Stock Exchange of India Ltd. (NSE) and on the BSE Stock Exchange Platform for Allotment and Repurchase of Mutual Funds (BSE StAR MF System) of Bombay Stock Exchange Limited (BSE).



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<p>facility of NSE and BSE StAR MF facility of BSE</p>	<p>The following are the salient features of the abovementioned facility:</p> <ol style="list-style-type: none"> <li>1. The MFSS and BSE StAR MF System are the electronic platforms provided by NSE and BSE respectively to facilitate purchase/redemption of units of mutual fund scheme(s). The units of eligible schemes are not listed on NSE &amp; BSE and the same cannot be traded on the stock exchange like shares.</li> <li>2. The facility for purchase/redemption of units on MFSS/BSE StAR MF will be available on all business days between 9.00 a.m. to 3.00 p.m. or such other time as may be decided from time to time.</li> <li>3. Eligible Participants All the trading members of NSE and BSE who are registered with AMFI as mutual fund advisor and who are registered with NSE and BSE as Participants will be eligible to offer MFSS and BSE StAR MF System respectively ('Participants'). In addition to this, the Participants will be required to be empanelled with Peerless Funds Management Company Ltd. and comply with the requirements which may be specified by SEBI/ NSE/ BSE from time to time. All such Participants will be considered as Official Points of Acceptance (OPA) of Peerless Mutual Fund in accordance with the provisions of SEBI Circular No. SEBI/ IMD/CIR No.11/78450/06 dated October 11, 2006.</li> <li>4. Eligible investors The facility for purchase / redemption of units of the scheme will be available to existing as well as new investors. However, switching of units is not currently permitted. To purchase /redeem the units of the scheme through MFSS facility, an investor is required to sign up for MFSS by providing a letter to Participant in the format prescribed by NSE. For availing BSE StAR MF System, the investor must comply with operating guidelines issued by BSE.</li> <li>5. Investors have an option to hold units in either physical mode or dematerialized (electronic) mode.</li> <li>6. Cut off timing for purchase /redemption of units Time stamping as evidenced by confirmation slip given by stock exchange mechanism will be considered for the purpose of determining applicable NAV and cut off timing for the transactions. The applicability of NAV will be subject to guidelines issued by SEBI on uniform cut-off time for applicability of NAV.</li> <li>7. The procedure for purchase/redemption of units through MFSS/BSE StAR MF System is as follows: A. Physical mode: Purchase of Units: i) The investor is required to submit purchase application form (subject to limits prescribed by NSE/BSE from time to time) along with all necessary documents to the Participant. ii) Investor will be required to transfer the funds to Participant. iii) The Participant shall verify the application for mandatory details and</li> </ol>
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	<p>KYC compliance.</p> <p>iv) After completion of the verification, the Participant will enter the purchase order in the Stock Exchange system and issue system generated order confirmation slip to the investor. Such confirmation slip will be the proof of transaction till the investor receives allotment details from Participant.</p> <p>v) The Participant will provide allotment details to the investor.</p> <p>vi) The Registrar will send Statement of Account showing number of units allotted to the investor.</p> <p>Redemption of Units:</p> <p>i) The investor is required to submit redemption request (subject to limits prescribed by NSE/BSE from time to time) along with all necessary documents to Participant.</p> <p>ii) After completion of verification, the Participant will enter redemption order in the Stock Exchange system and issue system generated confirmation slip to the investor. The confirmation slip will be proof of transaction till the redemption proceeds are received from the Registrar.</p> <p>iii) The redemption proceeds will be directly sent by the Registrar through appropriate payment mode such as direct credit, NEFT or cheque/demand draft as decided by AMC from time to time, as per the bank account details available in the records of Registrar.</p> <p>B. Depository mode:</p> <p>Purchase of Units:</p> <p>i) The investor intending to purchase units in Depository mode is required to have depository account (beneficiary account) with the depository participant of National Securities Depository Ltd. and/or Central Depository Services (India) Ltd.</p> <p>ii) The investor is required to place an order for purchase of units (subject to limits prescribed by NSE/BSE from time to time) with the Participant.</p> <p>iii) The investor should provide his Depository account details along with PAN details to the Participant. Where investor intends to hold units in dematerialized mode, KYC performed by Depository Participant will be considered compliance with applicable requirements specified in this regard in terms of SEBI circular ISD/AML/CIR-1/2008 dated December 19, 2008</p> <p>iv) The Participant will enter the purchase order in the Stock Exchange system and issue system generated order confirmation slip to the investor. Such confirmation slip will be the proof of transaction till the investor receives allotment details from Participant.</p> <p>v) The investor will transfer the funds to the Participant.</p> <p>vi) The Participant will provide allotment details to the investor.</p> <p>vii) Registrar will credit units to the depository account of the investor directly through credit corporate action process.</p> <p>viii) Depository Participant will issue demit statement to the investor showing credit of units.</p> <p><b>Redemption of Units:</b></p>
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	<p>i) Investors who intend to redeem units through dematerialized mode must either hold units in depository (electronic) mode or convert his existing units from statement of account mode to depository mode prior to placing of redemption order.</p> <p>ii) The investor is required to place an order for redemption (subject to limits prescribed by NSE/BSE from time to time) with the Participant. The investor should provide their Depository Participant on same day with Depository Instruction Slip with relevant units to be credited to Clearing Corporation pool account.</p> <p>iii) The redemption order will be entered in the system and an order confirmation slip will be issued to investor. The confirmation slip will be proof of transaction till the redemption proceeds are received from the Registrar.</p> <p>iv) The redemption proceeds will be directly sent by the Registrar through appropriate payment mode such as direct credit, NEFT or cheque/demand draft as decided by AMC from time to time, as per the bank account details recorded with the Depository.</p> <p>8. An account statement will be issued by Peerless Mutual Fund to investor who purchase/redeem units under this facility in physical mode. In case of investor who purchase/redeem units through this facility in dematerialized mode, his depository participant will issue demit statement showing credit/debit of units to the investor's accounts. Such demit statement given by the Depository Participant will be deemed to be adequate compliance with the requirements for dispatch of statement of account prescribed by SEBI.</p> <p>9. Investors should note that electronic platform provided by NSE/BSE is only to facilitate purchase/redemption of units in the Scheme. In case of non-commercial transaction like change of bank mandate, nomination etc. the Unit holder should submit such request to the Investor Services Center of Peerless Mutual Fund in case of units held in physical mode. Further in case of units held in dematerialized mode, requests for change of address, bank details, nomination should be submitted to his Depository Participant.</p> <p>10. Investors will be required to comply with Know Your Customer (KYC) norms as prescribed by BSE/NSE/NSDL/CDSL and Peerless Mutual Fund to purchase/redeem units through stock exchange infrastructure.</p> <p>11. Investors should note that the terms &amp; conditions and operating guidelines issued by NSE/BSE shall be applicable for purchase/ redemption of units through stock exchange infrastructure.</p>
<p><b>Restriction on redemption</b></p>	<p>In accordance with SEBI Circular No. SEBI/HO/IMD/DF2/CIR/P/2016/57 dated 31 May 2016, following requirements will be observed before imposing restriction on redemption in a scheme of Mutual Fund:</p> <p>a. Restrictions may be imposed when there are circumstances leading to a</p>

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	<p>systemic crisis or event that severely constricts market liquidity or the efficient functioning of markets such as:</p> <ul style="list-style-type: none"> <li>i. Liquidity issues, i.e. when markets at large become illiquid affecting almost all securities and not due to illiquidity of a specific security in the portfolio of a scheme due to poor investment decision.</li> <li>ii. Market failures or exchange closures due to unexpected events including political, economic, monetary or other emergencies.</li> <li>iii. Operational issues, i.e. exceptional circumstances caused by force majeure, unpredictable operational problems and technical failures.</li> </ul> <p>b. Restrictions on redemptions will be imposed for more than 10 working days in any 90 days period, and will be imposed only after approval from AMC and Trustee Boards and intimation to SEBI.</p> <p>c. There will not be any restriction on redemption for requests upto Rs. 2 lakh and for any redemption request above Rs. 2 lakh, the restriction would not apply on the first Rs. 2 lakh.</p>
<b>How to Apply</b>	Please refer to the SAI and Application form for the instructions.
<b>Listing</b>	The Scheme is an open ended scheme under which Sale and Repurchase will be made on a continuous basis and therefore listing on stock exchanges is not envisaged. However, the Trustee reserves the right to list the Units as and when open-end Schemes are permitted to be listed under the Regulations, and the Trustee considers it necessary in the interest of Unit holders of the Fund.
<b>Special Products / facilities available during the NFO</b>	Not Applicable
The policy regarding reissue of Repurchased Units, including the maximum extent, the manner of	Units once redeemed will be extinguished and will not be reissued.

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reissue, the entity (the Scheme or the AMC) involved in the same.	
Restrictions, if any, on the right to freely retain or dispose of Units being offered.	<p><b>Pledge of Units</b></p> <p>The Unit under the Scheme (subject to completion of Lock-in Period, if any) may be offered as security by way of a pledge / charge in favour of scheduled banks, financial institutions, non-banking finance companies (NBFCs), or any other body. The AMC and / or the ISC will note and record such Pledged Units. The AMC shall mark a lien only upon receiving the duly completed form and documents as it may require. Disbursement of such loans will be at the entire discretion of the bank / financial institution / NBFC or any other body concerned and the Mutual Fund assumes no responsibility thereof.</p> <p>The Pledger will not be able to redeem Units that are pledged until the entity to which the Units are pledged provides written authorization to the Mutual Fund that the pledge / lien charge may be removed. As long as Units are pledged, the Pledgee will have complete authority to redeem such Units. Dividends declared on Units under lien will be paid / re-invested to the credit of the Unit Holder and not the lien holder unless specified otherwise in the lien letter.</p> <p><b>Lien on Units</b></p> <p>On an ongoing basis, when existing and new investors make Subscriptions, a lien on Units allotted will be created and such Unit shall not be available for redemption until the payment proceeds are realized by the Scheme. In case a Unit holder redeems Units soon after making purchases, the redemption cheque will not be dispatched until sufficient time has elapsed to provide reasonable assurance that cheques or drafts for Unit purchased have been cleared.</p> <p>In case the cheque / draft is dishonored by the bank, the transaction shall be reversed and the Units allotted earlier shall be cancelled, and a fresh Account Statement / Confirmation slip shall be dispatched to the Unit holder. For NRIs, the Scheme may mark a lien on Unit in case documents which need to be submitted are not given in addition to the application form and before the submission of the redemption request. However, the AMC reserves the right to change operational guidelines for lien on Unit from time to time.</p> <p><b>Right to Limit Redemptions</b></p> <p>The Trustee may, in the general interest of the Unit holders of the Scheme</p>

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	<p>and when considered appropriate to do so based on unforeseen circumstances / unusual market conditions, limit the total number of Units which may be redeemed on any Business Day to 5% of the total number of Units then in issue under the Scheme and option(s) thereof or such other percentage as the Trustee may determine. Any Units which consequently are not redeemed on a particular Business Day will be carried forward for Redemption to the next Business Day, in order of receipt. Redemptions so carried forward will be priced on the basis of the Applicable NAV (subject to the prevailing Load, if any) of the Business Day on which Redemption is made. Under such circumstances, to the extent multiple Redemption requests are received at the same time on a single Business Day, redemptions will be made on a prorate basis based on the size of each Redemption request, the balance amount being carried forward for Redemption to the next Business Day. In addition, the Trustee reserves the right, in its sole discretion, to limit redemptions with respect to any single account to an amount of Rs. 1,00,000/- in a single day.</p> <p>Also refer to the section 'Suspension of Purchase and Redemption of Units' in the Statement of Additional Information.</p>
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### B. Ongoing Offer Details:-

<p><b>Ongoing Offer Period</b></p> <p>This is the date from which the Scheme will reopen for Subscriptions /Redemptions after the closure of the NFO period.</p>	<p>The Scheme have reopened for subscription and redemption from 22<sup>nd</sup> February, 2010</p> <p>The Units can be purchased and redeemed on all Business Days at applicable NAV, subject to applicable load, if any.</p>
<p>Ongoing price for Subscription (purchase)/Switch-in (from other Schemes/Plans of the Mutual Fund) by investors.</p> <p>This is the price you need to pay for purchase/Switch-in.</p>	<p>At the Applicable NAV.</p>
<p>Ongoing price for Redemption (sale) /Switch outs (to other schemes/plans of the</p>	<p>At the Applicable NAV subject to prevailing exit loads.</p> <p>Ongoing price for redemption /Switch out (to other Schemes/Plans of the Mutual Fund) is price which a Unit holder</p>

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<p>Mutual Fund) by Investors.</p> <p>This is the price you will receive for redemptions/ Switch outs.</p>	<p>will receive for redemption/Switch-outs. During the continuous offer of the Scheme, the Unit holder can redeem the Unit at Applicable NAV, subject to payment of Exit Load, if any. It will be calculated as follows:</p> <p>Redemption Price = Applicable NAV*(1-Exit Load, if any)          Example: If the Applicable NAV is Rs. 10, Exit Load is 2% then redemption price will be:          = Rs. 10* (1-0.02)          = Rs. 9.80</p> <p>Investors/Unit holders should note that the AMC/Trustee has right to modify existing Load structure and to introduce Loads subject to a maximum limits prescribed under the Regulations.</p> <p>Any change in Load structure will be effective on prospective basis and will not affect the existing Unit holder in any manner.</p> <p>However, the Mutual Fund will ensure that the Redemption Price will not be lower than 93% of the Applicable NAV provided that the difference between the Redemption Price and the Subscription /Purchase Price at any point in time shall not exceed the permitted limit as prescribed by SEBI from time to time, which is currently 7% calculated on the Subscription/ Purchase Price. The Purchase Price shall be at applicable NAV.</p>
<p>Cut off timing for Subscriptions/ redemptions/ Switches.</p> <p>This is the time before which your application (complete in all respects) should reach the Official Points of Acceptance</p>	<p><b>Subscriptions/Purchased including Switch-Ins for debt schemes :</b></p> <ol style="list-style-type: none"> <li>1) where the application is received upto 3.00 pm with a local cheque or demand draft payable at par at the place where it is received – closing NAV of the day of receipt of application;</li> <li>2) where the application is received after 3.00 pm with a local cheque or demand draft payable at par at the place where it is received – closing NAV of the next Business Day ;</li> <li>3) where the application is received with an outstation cheque or demand draft which is not payable on par at the place where it is received – closing NAV of day on which the cheque or demand draft is credited; and</li> <li>4) In respect of purchase of units with amount equal to or more than Rs. 2 Lakhs, irrespective of the time of receipt of application, the closing NAV of the day on which the funds are available for utilization shall be applicable.</li> </ol> <p>Allotments in respect of purchases in above Schemes / switch-ins from other Schemes of the Fund into above schemes with</p>

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	<p>an amount equal to or more than Rs. 2 Lakhs are subject to receipt of valid application / switch-in request, credit of entire subscription / switch-in amounts in relevant scheme's account and funds available for utilization by the relevant schemes within relevant cut-off time being 3.00 pm.</p> <p><b>ii) Redemptions including Switch - outs:</b></p> <ul style="list-style-type: none"> <li>• In respect of valid applications received up to 3.00 p.m. – the closing NAV of the day immediately preceding the next Business Day ; and</li> <li>• In respect of valid applications received after 3 p.m. by the Mutual Fund, the closing NAV of the next Business Day shall be applicable.</li> </ul>
<b>Where can the applications for purchase/redemption Switches be submitted?</b>	Refer Back Cover Page
<b>Minimum amount for Purchase/Redemption /Switches</b>	<p><b>Minimum amount for purchase/Switch in:</b></p> <p><b>Purchase:</b> Rs. 1000 and in multiples of Re. 1/- thereafter  <b>Additional Purchase:</b> Rs.100 and in multiples of Re.1/- thereafter</p> <p><b>Minimum Redemption Amount/Switch Out</b>  <u>Minimum Redemption - Rs. 1000 and in multiples of Re. 1/- thereafter or account balance whichever is lower in respect of each Option.</u></p>
Minimum balance to be maintained and consequences of non-maintenance.	<p>Currently, there is no minimum balance requirement.</p> <p>However, the AMC / Trustee may decide to introduce minimum balance requirements later, if they so deem fit. In such case, in the event of non-maintenance of minimum balance for any particular situations, the Units may be compulsorily redeemed.</p> <p>In case balance in the account of the Unit holder does not cover the amount of Redemption request, then the Mutual Fund is authorized to redeem all the Units in the folio and send the Redemption proceeds to the Unit holder.</p>
Special Products available	<p><b>Systematic Investment Purchase(SIP)</b></p> <p>SIP is a facility enabling investors to save and invest in the Scheme at frequency/dates prescribed by the Mutual Fund, by</p>



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	submitting post-dated cheques / payment instructions.	
	<b>Particulars</b>	<b>Frequency</b>
	<b>Details</b>	
Minimum number of installments and minimum amount per SIP installment	Fortnightly	24 installments of Rs. 500/- each and in multiples of Rs. 100/- thereafter
	Monthly	12 installments of Rs. 500/- each and in multiples of Rs. 100/- thereafter
	Quarterly	4 installments of Rs. 1,000/- each and in multiples of Rs. 100/- thereafter
	Half Yearly	2 installments of Rs. 2,000/- each and in multiples of Rs. 100/- thereafter
SIP Dates	Fortnightly	Every alternate Wednesday
	Monthly	1st, 7th, 10th, 15th, 20th, 25th of every month
	Quarterly	1st, 7th, 10th, 15th, 20th, 25th of every quarter
	Half Yearly	1st, 7th, 10th, 15th, 20th, 25th of every half year
<p>Unit holder can enroll for the SIP facility by submitting duly completed Enrolment Form at the Official Point(s) of Acceptance.</p> <p>If the SIP period is not specified by the unit holder then the SIP enrolment will be deemed to be for perpetuity and processed accordingly.</p> <p>Default option : Growth Option            Default date – 07<sup>th</sup> of every month/quarter/half yearly            Default frequency – Monthly</p> <p><b>SIP through post-dated cheques</b>            The date of the first cheque shall be the same as the date of the application while the remaining cheques shall be postdated cheques which shall be dated uniformly. Investors can invest in SIP by providing post-dated cheques to Official Point(s) of Acceptance. An Investor is eligible to issue only one cheque for each month in the same SIP enrolment form. All SIP cheques</p>		

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should be of the same amount and same date option. Cheques should be drawn in favour of the Fund and "A/c Payee only". A Letter will be forwarded to the Investor on successful registration of SIP. The Post Dated cheques will be presented on the dates mentioned on the cheque and subject to realization of the cheque.

### **SIP through Electronic Clearing System (ECS)/Direct Debit**

Investors / Unit holders may also enroll for SIP facility through Electronic Clearing Service (Debit Clearing) of the RBI or for SIP Direct Debit Facility available with specified Banks / Branches. In order to enroll for SIP ECS Debit facility or Direct Debit Facility, an Investor must fill-up the Application Form for SIP ECS/ Direct Debit facility.

In case of SIP with payment mode as ECS/Direct Debit, Investors shall be required to submit a cancelled cheque or a photocopy of a cheque of the bank account for which the ECS/debit mandate is provided.

All SIP cheques/payment instructions should be of the same amount and same date (excluding first cheque). However, there should be a gap of 30 days between first SIP Installment and the second installment in case of SIP started during ongoing offer.

Investors will have the right to discontinue the SIP facility at any time by sending a written request to any of the Official Point(s) of Acceptance. Notice of such discontinuance should be received at least 30 days prior to the due date of the next debit. On receipt of such request, the SIP facility will be terminated. It is clarified that if the Fund fails to get the proceeds from three Installments out of a continuous series of Installments submitted at the time of initiating a SIP [Subject to a minimum under SIP i.e. 12 months (36 months in case of Peerless Ultra Short Term Fund)], the SIP is deemed as discontinued.

Units will be allotted at the Applicable NAV of the respective dates on which the investments are sought to be made. In case the date falls on a Holiday or falls during a Book Closure period, the immediate next Business Day will be considered for this purpose.

An extension of an existing SIP will be treated as a new SIP on the date of such application, and all the above conditions need to be met with.

The Load structure prevailing at the time of submission of the SIP application (whether fresh or extension) will apply for all the

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	<p>Installments indicated in such application. Transaction charges on SIP will be applicable only if the total commitment through SIPs amounts to Rs.10,000/- and above and will be recovered in a maximum of 4 installments.</p> <p>The AMC has the authority to make available SIP by way of a salary savings scheme for a group of employees through an arrangement with their employers.</p> <p>For applicable Load on Purchases through SIP, please refer paragraph '<b>Load Structure and Transaction Charges</b>' given in the document.</p> <p>The AMC reserves the right to change / modify Load structure and other terms and conditions under the SIP prospectively at a future date. Please refer to the SIP Enrolment Form for terms &amp; conditions before enrolment.</p> <p><b>Systematic Transfer Plan (STP)</b></p> <p>STP is a facility given to the Unit holders to transfer sums on periodic basis from one scheme to another schemes launched by the Mutual Fund from time to time by giving a single instruction.</p> <p>Investors can opt for the Systematic Transfer Plan by investing a lump sum amount in one scheme of the fund and providing a standing instruction to transfer sums at regular intervals</p>																				
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Particulars</th> <th style="text-align: left;">Frequency</th> <th style="text-align: left;">Details</th> </tr> </thead> <tbody> <tr> <td rowspan="4" style="vertical-align: top;">Frequency and Transaction Dates</td> <td>Daily</td> <td>Every Business Day</td> </tr> <tr> <td>Weekly</td> <td>Every Wednesday</td> </tr> <tr> <td>Fortnightly</td> <td>Every Alternate Wednesday</td> </tr> <tr> <td>Monthly</td> <td>1<sup>st</sup>, 7<sup>th</sup>, 10<sup>th</sup>, 15<sup>th</sup>, 20<sup>th</sup> or 25<sup>th</sup> of every month or all 5 dates.</td> </tr> <tr> <td rowspan="4" style="vertical-align: top;">Minimum number of transfers and minimum amount per STP</td> <td>Daily</td> <td>Rs. 50/- each per transfer</td> </tr> <tr> <td>Weekly</td> <td rowspan="3">12 transfers of Rs. 500/- each</td> </tr> <tr> <td>Fortnightly</td> </tr> <tr> <td>Monthly</td> </tr> </tbody> </table>		Particulars	Frequency	Details	Frequency and Transaction Dates	Daily	Every Business Day	Weekly	Every Wednesday	Fortnightly	Every Alternate Wednesday	Monthly	1 <sup>st</sup> , 7 <sup>th</sup> , 10 <sup>th</sup> , 15 <sup>th</sup> , 20 <sup>th</sup> or 25 <sup>th</sup> of every month or all 5 dates.	Minimum number of transfers and minimum amount per STP	Daily	Rs. 50/- each per transfer	Weekly	12 transfers of Rs. 500/- each	Fortnightly	Monthly
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	Fortnightly																				
	Monthly																				
	<p>If any STP transaction due date falls on a non-Business day, then the respective transactions will be processed on the immediately succeeding Business Day for both the schemes.</p>																				

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	<p>STP can be into any other scheme (as may be permitted by the Scheme Information Document of the respective schemes) of Peerless Mutual Fund. Investors could also opt for STP from an existing account by quoting their account / folio number.</p> <p>Default Option : Growth Option Default Date – 07<sup>th</sup> Default Frequency - Monthly</p> <p>A minimum period of 7 working days shall be required for registration under STP.</p> <p>For daily frequency, the commencement date for transfers shall be the 15<sup>th</sup> day (or the next business day, if that day is a non-business day) from the date of receipt of a valid request.</p> <p>Thereafter, transfers shall be effected on all business days at NAV based prices, subject to applicable load.</p> <p>Units will be allotted/ redeemed at the applicable NAV of the respective dates of the Scheme on which such investments/withdrawals are sought from the Scheme.</p> <p>Units will be allotted/ redeemed at the applicable NAV of the respective dates of the Scheme on which such investments/withdrawals are sought from the Scheme.</p> <p>The AMC reserves the right to introduce STPs at any other frequencies or on any other dates as the AMC may feel appropriate from time to time. In the event that such a day is a Holiday, the transfer would be affected on the next Business Day.</p> <p>The STP may be terminated on a written notice of 7 days by a Unit holder of the Scheme and it will terminate automatically if all Units are liquidated or withdrawn from the account or upon the Funds' receipt of notification of death or incapacity of the Unit holder.</p> <p>Discontinuation of daily STP may happen in either of the following cases occurring first:</p> <ol style="list-style-type: none"><li>1. Daily STP will be automatically discontinued / terminated if all units are redeemed or transferred from the "Out" Scheme. Further, if the outstanding balance in "Out" Scheme does not cover the Daily STP transfer amount, no</li></ol>
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## PEERLESS ULTRA SHORT TERM FUND

transfer shall be effected and Daily STP shall be terminated.

2. Unitholders will have the right to discontinue the Daily STP facility at any time by sending a written request to the AMC/Mutual Fund. Termination of Daily STP shall be effected from 15th Business day falling from the date of receipt of such request.

### **Systematic Withdrawal Plan**

Unit holders have the benefit of availing the choice of Systematic Withdrawal Plan. The SWP allows the Unit holder to withdraw a specified sum of money each month/quarter from his investments in the Schemes. SWP is ideal for investors seeking a regular inflow of funds for their needs. It is also ideally suited to retirees or individuals, who wish to invest lump sum and withdraw from the investment over a period of time.

The amount thus withdrawn by redemption will be converted into Units at Applicable NAV based prices and the number of Units so arrived at will be subtracted from the Units balance to the credit of that Unit holder. The Unit holder may avail of this Option by writing to any of the Investor Service Centers, after the close of the New Fund Offer Period.

Unit holders may change the amount of withdrawals or the period of withdrawals by giving a 15 days written notice. The SWP may be terminated on a written notice by a Unit holder and it will terminate automatically if all the Units are liquidated or withdrawn from the account or the holdings fall below Rs.1000 under the monthly option or Rs 3000 under the quarterly option (subject to the Unit holder failing to invest sufficient funds to bring the value of their holdings to the minimum amount of Rs. 5000 after the completion of SWP, within 30 days after the balance shall have fallen below the minimum holdings) or upon the Mutual Fund's receipt of notification of death or incapacity of the first Unit holder.

There are two options available under SWP viz. - Monthly option and quarterly option, the details of which are given below:

<b>Particulars</b>	<b>Monthly Option</b>	<b>Quarterly Option</b>
Minimum Value of SWP	Rs. 500/-	Rs. 1500/-
Additional amount	In multiples of Rs.	In multiples of Rs.

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		100/-	100/-
Date of SWP Request		5 <sup>th</sup> of the month	5 <sup>th</sup> of April, July, October, January
<p>Default Option : Monthly option</p> <p>Contingent Deferred Sales Charge (CDSC)/Exit Load if any is applicable to SWP. At present there is no CDSC/Exit load for SWP for purchases/switch in made for Rs 10 crores and below. However the AMC reserves the right to accept SWP applications of different amounts, dates and frequency.</p> <p><b>Automatic Encashment Plan (AEP)</b></p> <p>The AEP shall be available to investors who have opted for <b>Growth Option</b> under the scheme(s). AEP, as an option will facilitate an automatic redemption / transfer to other schemes for investors, based on certain pre-defined parameters. AEP will be always subject to the minimum application amount as prescribed. Unitholders under this Plan can avail of this option by providing standing instructions to the AMC.</p> <p>In addition to the SWP / STP, AEP will also be available to existing investors under <b>Growth Option</b>, as follows:</p> <ul style="list-style-type: none"> <li>unit holders will have an option to encash the appreciation available on investment on the designated date on monthly/quarterly/half yearly basis. The applicable NAV for this purpose is the NAV of the designated date. Computation of the available appreciation under the scheme(s) will be the NAV appreciation (being the difference between the NAV as on the Designated Date minus the purchase price of the respective units) on outstanding units and the same will be redeemed on a First in First out (FIFO) basis from the folio of the investor.</li> </ul> <p>Upon such automatic encashment, the unit holders will be sent the redemption cheques or the redemption proceeds may be directly credited to the bank account of the unit holder.</p> <p>There is no assurance or guarantee to unit holders as to the extent of appreciation that the scheme(s) may generate.</p>			

## PEERLESS ULTRA SHORT TERM FUND

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The following restrictions will apply for AEP:

1. AEP will be on pre-defined dates (i.e. 1<sup>st</sup> business day of every month/ quarter/half year)
2. Payment under the AEP shall be subject to such appreciation being available for the respective investor on Designated Date.
3. Minimum amount of AEP will be Rs.500/-. If amount is less than Rs.500/-, the AEP facility will automatically be carried forward to the next eligible date.
4. Should there be a depreciation between the two NAV then such transaction will not be considered in computing the sum of minimum amount of Rs 500/- on the Designated Date.

### **Switching Options**

#### **(a) Inter - Scheme Switching option**

Unit holders under the Scheme have the option to Switch part or all of their Unit holdings in the Scheme to any other Scheme offered by the Mutual Fund from time to time. The Mutual Fund also provides the Investors the flexibility to Switch their investments from any other scheme(s) / plan (s) offered by the Mutual Fund to this Scheme. This option will be useful to Unit holders who wish to alter the allocation of their investment among the scheme(s) / plan(s) of the Mutual Fund in order to meet their changed investment needs.

The Switch will be effected by way of a Redemption of Units from the Scheme at Applicable NAV, subject to Exit Load, if any and reinvestment of the Redemption proceeds into another Scheme offered by the Mutual Fund at Applicable NAV and accordingly the Switch must comply with the Redemption rules of the Switch out Scheme and the Subscription rules of the Switch in Scheme.

#### **(b) Intra -Scheme Switching option**

Unit holders under the Scheme have the option to Switch their Unit holding from one plan to another plan (e.g. Regular to Institutional and vice versa) and from one option to another option (i.e. Growth to Dividend and vice-a-versa). The Switches

## PEERLESS ULTRA SHORT TERM FUND

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	<p>would be done at the Applicable NAV based prices and the difference between the NAVs of the two plans/options will be reflected in the number of Unit allotted.</p> <p>Switching shall be subject to the applicable “Cut off time and Applicable NAV” stated elsewhere in the Scheme Information Document. In case of “Switch” transactions from one scheme to another, the allocation shall be in line with Redemption payouts.</p> <p><b>Application via electronic mode:</b></p> <p>Subject to the Investor fulfilling certain terms and conditions stipulated by the AMC as under, Peerless Funds Management Company Limited, Peerless Mutual Fund or any other agent or representative of the AMC, Mutual Fund, the Registrar &amp; Transfer Agents may accept transactions through any electronic mode including fax/web transactions as permitted by SEBI or other regulatory authorities :</p> <ol style="list-style-type: none"><li>1. The acceptance of the fax/web/electronic transactions will be solely at the risk of the transmitter of the fax/web/electronic transactions and the Recipient shall not in any way be liable or responsible for any loss, damage caused to the transmitter directly or indirectly, as a result of the transmitter sending or purporting to send such transactions.</li><li>2. The recipient will also not be liable in the case where the transaction sent or purported to be sent is not processed on account of the fact that it was not received by the Recipient.</li><li>3. The transmitter’s request to the Recipient to act on any fax/web/electronic transmission is for the transmitter’s convenience and the Recipient is not obliged or bound to act on the same.</li><li>4. The transmitter acknowledges that fax/web/electronic transactions is not a secure means of giving instructions/ transactions requests and that the transmitter is aware of the risks involved including those arising out of such transmission.</li></ol>
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	<p>5. The transmitter authorizes the recipient to accept and act on any fax/web/ electronic transmission which the recipient believes in good faith to be given by the transmitter and the recipient shall be entitled to treat any such fax/web/ electronic transaction as if the same was given to the recipient under the transmitter's original signature.</p> <p>6. The transmitter agrees that security procedures adopted by the recipient may include signature verification, telephone call backs which may be recorded by tape recording device and the transmitter consents to such recording and agrees to cooperate with the recipient to enable confirmation of such fax/web/ electronic transaction requests.</p> <p>7. The transmitter accepts that the fax/web/ electronic transactions, where applicable shall not be considered until time stamped as a valid transaction request in the Scheme in line with the Regulations.</p> <p>In consideration of the recipient from time to time accepting and at its sole discretion acting on any fax/ web/electronic transaction request received / purporting to be received from the transmitter, the transmitter agrees to indemnify and keep indemnified the AMC, Directors, employees, agents, representatives of the AMC, Peerless Mutual Fund and Trustee from and against all actions, claims, demands, liabilities, obligations, losses, damages, costs and expenses of whatever nature (whether actual or contingent) directly or indirectly suffered or incurred, sustained by or threatened against the indemnified parties whatsoever arising from or in connection with or any way relating to the indemnified parties in good faith accepting and acting on fax/web/ electronic transaction requests including relying upon such fax/ electronic transaction requests purporting to come from the Transmitter even though it may not come from the Transmitter.</p> <p>The AMC reserves the right to discontinue the facility (ies) at any point of time.</p>
<p><b>Option to hold units In Dematerialized (Demat) Form</b></p>	<p>Pursuant to SEBI Circular no. CIR/IMD/DF/9/2011 dated May 19, 2011, effective October 1, 2011, Peerless Mutual Fund will provide an option to the investors of the Fund to mention demat account details in the subscription form, in case they desire to hold units in the dematerialized mode. The option to subscribe to</p>

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	<p>the units in the dematerialized mode is available for all the schemes of the Fund, except for subscription through Systematic Investment Plan (SIP) and for plans / options, where dividend distribution frequency is less than one month.</p>
<p><b>Registering Multiple Bank Accounts (Pay-in bank accounts)</b></p>	<p><b>Registering Multiple Bank Accounts (Pay-in bank accounts)</b></p> <ol style="list-style-type: none"> <li>1. The AMC has introduced the facility of registering Multiple Bank Accounts in respect an investor folio.</li> <li>2. Registering of Multiple Bank Accounts will enable the Fund to systematically validate the Pay-in payment and avoid acceptance of third party payments. "Pay-in" refers to payment by the Fund to the Investor.</li> <li>3. Investor can register upto 5 Pay-in bank accounts in case of individuals and HUFs, and upto 10 in other cases.</li> <li>4. In case of Multiple Registered Bank Account, Investor may choose one of the registered bank accounts for the credit of redemption/dividend proceeds (being "Pay-out bank account"). Investor may, however, specify any other registered bank accounts for credit for redemption proceeds at the time of requesting for the redemption. Investor may change such Pay-out Bank Account, as necessary, through written instructions.</li> <li>5. For the purpose of registration of bank accounts(s), Investor should submit Bank Mandate Registration Form together with any of the following documents.             <ol style="list-style-type: none"> <li>i) Cancelled cheque leaf in respect of bank account to be registered; or</li> <li>ii) Bank Statement/Pass Book page with the Investor's bank account number, name and address.</li> </ol> </li> <li>6. The AMC will register the bank account only after verifying that the sole/1<sup>st</sup> Joint holder is the holder/one of the joint holders of the bank account. In case if the copy of documents is submitted, Investor shall submit the original to the AMC/Service Center for verification and the same shall be returned.</li> <li>7. Investors may note that in case where his bank account number has changed for any reason, a letter issue by the bank communicating such change is also required to be submitted along with the Bank Mandate Registration Form.</li> <li>8. In case of existing Investors, their existing registered bank mandate, and in case of new Investors, their bank account details as mentioned in the Application Form shall be treated as default account for Pay-out, if they have not specifically designated a default Pay-out bank account. Investors may change the same through written instructions.</li> <li>9. Where an Investor proposes to delete his existing default Pay-out account, he shall compulsorily designate another</li> </ol>

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	<p>account as default account.</p> <p>10. In case of modification in the Bank Mandate, the AMC may provide for a cooling period of upto 10 days for revised mandate/default Bank Account.. The same shall be communicated to the Investor through such means as may be deemed fit by the AMC.</p> <p>Investors may also note the terms and conditions as appearing in the Multiple Bank Account Registration Form available at the Investor Service Center/AMC Website. The AMC may request for such additional documents or information as it may deem fit for registering the aforesaid Bank Accounts.</p>
<p><b>Accounts Statements</b></p>	<p><b>For normal transactions during ongoing sales and repurchase:</b></p> <ul style="list-style-type: none"> <li>• The AMC shall send an allotment confirmation specifying the units allotted by way of email and / or SMS within 5 Business Days of receipt of valid application / transaction to the Unit holders registered e-mail address and /or mobile number.</li> <li>• A consolidated account statement for each calendar month to the Unit holder(s) in whose folio(s) transaction(s) has/ has taken place during the month on or before 10th of the succeeding month shall be sent by mail or e-mail.</li> <li>• In the event the account has more than one registered holder, the first named Unit holder shall receive the CAS/ account statement.</li> <li>• The transactions viz. purchase, redemption, switch, dividend payout, etc., carried out by the Unit holders shall be reflected in the CAS on the basis of Permanent Account Number (PAN).</li> <li>• 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.</li> <li>• For folios not included in the CAS (due to non-availability of PAN), the AMC shall issue monthly account statement to such Unit holder(s), for any financial transaction undertaken during the month on or before 10th of succeeding month by mail or email.</li> <li>• In case of a specific request received from the Unit holders, the AMC will provide an account statement (reflecting transactions of the Fund) to the investors within 5 Business</li> </ul>

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	<p>Days from the receipt of such request, by mail/email.</p> <ul style="list-style-type: none"><li>• The Unit holder without any charges may request for a physical account statement by writing to/calling the AMC/ISC/RTA. The Mutual AMC shall dispatch an account statement within 5 Business Days from the date of the receipt of request from the Unit holder.</li></ul> <p><b>Half Yearly Consolidated Account Statement (CAS)</b> 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 Unit holders holding Units in non- demat form in whose folios no transaction has taken place during that period shall be sent by mail/email.</p> <p>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.</p> <p>The statement of holding of the beneficiary account holder for units held in demat form will be sent by the respective DPs periodically.</p> <p>The Account Statement shall state that the net investment as gross subscription less transaction charges, if any and specify the no. of units allotted against the net investment.</p> <p><b>Account Statement for demat account holders:</b> No Account Statements will be issued by the AMC to Unit holders who hold units in dematerialized mode. For Units in dematerialised mode, the Account Statements may be obtained by the Investor from the depository participants with whom the investor holds the DP account.</p> <p><b>CAS for investors having Demat account:</b></p> <ul style="list-style-type: none"><li>• Investors having MF investments and holding securities in Demat account shall receive a single Consolidated Account Statement (CAS) from the Depository.</li><li>• Consolidation of account statement shall be done on the basis of Permanent Account Number (PAN). In case of multiple holding, it shall be PAN of the first holder and pattern of holding. For PANs which are common between depository and the AMC, the depository shall send the CAS. In other cases (i.e. PANs with no demat account and only MF units holding), the AMC/RTA shall continue to send the CAS to its unit holders as is being done</li></ul>
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	<p>presently in compliance with the Regulation 36(4) of the SEBI (Mutual Funds) Regulations.</p> <ul style="list-style-type: none"> <li>• The CAS shall be generated on a monthly basis.</li> <li>• If there is any transaction in any of the Demat accounts of the investor or in any of his mutual fund folios, depositories shall send the CAS within ten days from the month end. In case, there is no transaction in any of the mutual fund folios and demat accounts then CAS with holding details shall be sent to the investor on half yearly basis.</li> <li>• In case an investor has multiple accounts across two depositories, the depository with whom the account has been opened earlier will be the default depository which will consolidate details across depositories and MF investments and dispatch the CAS to the investor. However, option shall be given to the demat account holder by the default depository to choose the depository through which the investor wishes to receive the CAS.</li> <li>• 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.</li> <li>• If an investor does not wish to receive CAS, an option shall be given to the investor to indicate negative consent.</li> </ul> <p>The dispatch of CAS by the depository would constitute compliance by the AMC/ the Fund with the requirement under Regulation 36(4) of SEBI (Mutual Funds) Regulations.</p> <p>The AMC reserves the right to furnish the account statement in addition to the CAS, if deemed fit in the interest of investor(s).</p>
<b>Dividend</b>	<p>The Dividend warrants/cheque/demand draft shall be dispatched to the Unit holders within 30 days of the date of declaration of the Dividend.</p> <p>In the event of failure of dispatch of dividend within the stipulated 30 day period, the AMC shall be liable to pay interest @ 15 percent per annum to the Unit holders.</p> <p>The Dividend proceeds will be paid by way of NEFT / RTGS / Direct credits/ any other electronic manner if sufficient banking details are available with the Mutual Fund for the investor.</p> <p>In case of specific request for Dividend by</p>

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	<p>warrants/cheques/demand drafts or unavailability of sufficient details with the Mutual Fund, the Dividend will be paid by warrant/cheques/demand drafts and payments will be made in favour of the Unit holder (registered holder of the Unit or, if there are more than one registered holder, only to the first registered holder) with bank account number furnished to the Mutual Fund (Please note that it is mandatory for the Unit holders to provide the Bank account details as per the directives of SEBI).</p>
<p><b>Redemption</b></p>	<p><b>How to Redeem</b></p> <p>A Transaction Slip can be used by the Unit Holder to request for Redemption. The requisite details should be entered in the Transaction Slip and submitted at an ISC/Official Point of Acceptance. Transaction Slips can be obtained from any of the ISCs/Official Points of Acceptance.</p> <p><b>Procedure for payment of redemption.</b></p> <p><b>1. Resident Investors</b></p> <p>Redemption proceeds will be paid to the investor through Real Time Gross Settlement (RTGS), NEFT, Direct Credit, Cheque or Demand Draft.</p> <ol style="list-style-type: none"> <li>a) If investor has provided IFSC code in the application form, by default redemption proceeds shall be to be credited to Investor's account through RTGS/NEFT.</li> <li>b) If Investor has neither provided IFSC code nor the NEFT code but have a bank account with Banks with whom the Fund has an arrangement for Direct Credit from time to time, the proceeds will be paid through direct credit.</li> <li>c) In case if investor bank account does not fall in the above a to b categories, redemption proceeds will be paid by cheques/demand drafts, marked "Account Payee only" and drawn in the name of the sole holder / first-named holder (as determined by the records of the Registrar).</li> <li>d) The bank name and bank account number, as specified in the Registrar's records, will be mentioned in the cheque/demand draft. The cheque will be payable at par at all bank branch or specific cities. If the Unit Holder</li> </ol>

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	<p>resides in any other city, he will be paid by a demand draft payable at the city of his residence and the demand draft charges shall be borne by the AMC (please refer SAI for details).</p> <p>e) The redemption proceeds will be sent by courier or (if the addressee city is not serviced by the courier) by registered post/UCP. The dispatch for the purpose of delivery through the courier / postal department, as the case may be, shall be treated as delivery to the investor. The AMC / Registrar are not responsible for any delayed delivery or non-delivery or any consequences thereof, if the dispatch has been made correctly as stated in this paragraph.</p> <p>f) The AMC reserves the right to change the sequence of payment from (a) to (c) without any prior notice.</p> <p>For Unit holders who have given specific request for Cheque/Demand Draft Redemption proceeds will be paid by cheque/demand drafts and payments will be made in favour of the Unit holder with bank account number furnished to the Mutual Fund.</p> <p>(Please note that it is mandatory for the Unit holders to provide the Bank account details as per the directives of SEBI). Redemption cheques will be sent to the Unit holder's address.</p> <p>The Mutual Fund will endeavor to dispatch the redemption proceeds within 10 Business Days from the date of Redemption. If the payment is not made within the period stipulated in the Regulations, the Unit Holder shall be paid interest @15% p.a. or as specified by SEBI for the delayed period and the interest shall be borne by the AMC.</p> <p>The Trustee, at its discretion at a later date, may choose to alter or add other modes of payment.</p> <p><b>2. Non-Resident Investors</b></p> <p>For NRIs, Redemption proceeds will be remitted depending upon the source of investment as follows:</p> <p><b>(i) Repatriation basis</b></p> <p>When Units have been purchased through remittance in foreign</p>
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	<p>exchange from abroad or by cheque / draft issued from proceeds of the Unit Holder's FCNR deposit or from funds held in the Unit Holder's Non Resident (External) account kept in India, the proceeds can also be sent to his Indian address for crediting to his NRE / FCNR / non-resident (Ordinary) account, if desired by the Unit Holder.</p> <p><b>(ii) Non-Repatriation basis</b> When Units have been purchased from funds held in the Unit Holder's non-resident (Ordinary) account, the proceeds will be sent to the Unit Holder's Indian address for crediting to the Unit Holder's non-resident (Ordinary) account.</p> <p>For FIIs, the designated branch of the authorized dealer may allow remittance of net sale / maturity proceeds (after payment of taxes) or credit the amount to the Foreign Currency account or Non-resident Rupee account of the FII maintained in accordance with the approval granted to it by the RBI.</p> <p>The Fund will not be liable for any delays or for any loss on account of any exchange fluctuations, while converting the rupee amount in foreign exchange in the case of transactions with NRIs / FIIs. The Fund may make other arrangements for effecting payment of redemption proceeds in future.</p> <p><b>Effect of Redemptions</b> The number of Units held by the Unit Holder in his / her / its folio will stand reduced by the number of Units Redeemed. Units once redeemed will be extinguished and will not be re-issued.</p> <p>The normal processing time may not be applicable in situations where such details are not provided by investors/Unit holders. The AMC will not be responsible for any loss arising out of fraudulent encashment of cheques and/or any delay/loss in transit.</p> <p><b>Unclaimed Redemptions and Dividends</b> As per circular no. MFD / CIR / 9 / 120 / 2000, dated November 24, 2000 issued by SEBI, the unclaimed Redemption and Dividend amounts shall be deployed by the Fund in money market instruments only. The unclaimed Redemption and Dividend</p>
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	<p>amounts shall be deployed in money market instruments and such other instruments/securities as maybe permitted from time to time. The investment management fee charged by the AMC for managing such unclaimed amounts shall not exceed 50 basis points. The circular also specifies that investors who claim these amounts during a period of three years from the due date shall be paid at the prevailing NAV. Thus, after a period of three years, this amount can be transferred to a pool account and the investors can claim the said amounts at the NAV prevailing at the end of the third year. In terms of the circular, the onus is on the AMC to make a continuous effort to remind investors through letters to take their unclaimed amounts. The details of such unclaimed amounts shall be disclosed in the annual report sent to the Unit Holders.</p> <p>AMC reserves the right to provide the facility of redeeming Units of the Scheme through an alternative mechanism including but not limited to online transactions on the Internet, as may be decided by the AMC from time to time. The alternative mechanism may also include electronic means of communication such as redeeming Units online through the AMC Website or any other website, etc. The alternative mechanisms would be applicable to only those investors who opt for the same in writing and/or subject to investor fulfilling such conditions as AMC may specify from time to time.</p> <p>Further, in accordance with SEBI circular dated February 25, 2016 on "Treatment of unclaimed redemption and dividend amounts", a separate plan is introduced, viz., "Peerless Liquid Fund – Unclaimed Redemption and Dividend Plan" in Peerless Liquid Fund, an open ended liquid scheme of Peerless Mutual Fund with effect from May 23, 2016.</p> <p>This plan is being introduced for the limited purpose of deploying the unclaimed redemption and dividend amounts into Peerless Liquid Fund. Hence regular investment by investors/ Unitholders or switches from existing schemes/plans will not be permitted in this Plan. This plan has only a growth option. Further, the Total Expense Ratio of this plan will be capped at 50 bps and there will be no exit load charged, as required under the aforesaid circular. The list of names and address of unitholders in whose folios there are unclaimed amounts are made available on our website <a href="http://www.peerlessmf.co.in">www.peerlessmf.co.in</a>. The details may be obtained by unitholders by providing proper credentials (like PAN, date of birth etc.). The information on unclaimed amount and its prevailing value will be separately disclosed in statement of accounts/ Consolidated Accounts Statement. Detailed process of</p>
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## PEERLESS ULTRA SHORT TERM FUND

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	<p>claiming the unclaimed amount and the necessary forms/documents has also been made available on our website <a href="http://www.peerlessmf.co.in">www.peerlessmf.co.in</a>.</p> <p>Applicants/unitholders may contact our Investor Service Centres/ their distributors, for any additional information/clarifications.</p> <p><b>Important Note:</b> All applicants for Purchase of Units /Redemption of Units must provide a bank name, bank account number, branch address, and account type in the Application Form.</p>
<p><b>Delay in payment of Redemption / Repurchase proceeds</b></p>	<p>The AMC shall be liable to pay interest to the Unit holders at 15% per annum or such other rate as may be prescribed by SEBI from time to time, in case the Redemption / Repurchase proceeds are not made within 10 Business Days of the date of Redemption / Repurchase. However, the AMC will not be liable to pay any interest or compensation or any amount otherwise, in case the AMC / Trustee is required to obtain from the investor / Unit holders verification of identity or such other details relating to subscription for Units under any applicable law or as may be requested by a Regulatory Agency or any government authority, which may result in delay in processing the application.</p>

### C. PERIODIC DISCLOSURES.

<p><b>Net Asset Value</b></p> <p>This is the value per Unit of the Scheme on a particular day. You can ascertain the value of your investments by multiplying the NAV with your Unit balance.</p>	<p>The AMC will calculate and disclose the first NAV of the Scheme within a period of 5 business days from the date of allotment. Subsequently, the NAVs will be calculated for all Business Days. The NAV of the Scheme and purchase/Redemption price shall be published at least in two daily newspapers having nationwide circulation every Business Day in accordance with the SEBI Regulations. The AMC shall update the NAVs on the website of the AMC (<a href="http://www.peerlessmf.co.in">www.peerlessmf.co.in</a>) and of the Association of Mutual Funds in India - AMFI (<a href="http://www.amfiindia.com">www.amfiindia.com</a>) before 9.00 p.m. every Business Day. In case of any delay, the reasons for such delay would be explained to AMFI in writing. If the NAVs are not available before the commencement of Business Hours on the following day due to any reason, the Mutual Fund shall issue a press release giving reasons and explaining when the Mutual Fund would be able to publish the NAV.</p> <p>Information regarding NAV can be obtained by the Unit holders /</p>
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## PEERLESS ULTRA SHORT TERM FUND

	Investors by calling or visiting the nearest ISC.
<p><b>Half yearly Disclosures: Portfolio / Unaudited Financial Results</b></p> <p>This is a list of securities where the corpus of the Scheme is currently invested. The market value of these investments is also stated in portfolio disclosures.</p>	<p>The Mutual Fund shall publish a complete statement of the Scheme portfolio within one month from the close of each half year (i.e. 31<sup>st</sup> March and 30<sup>th</sup> September), by way of an advertisement at least, in one National English daily and one regional newspaper in the language of the region where the head office of the Mutual Fund is located.</p> <p>The Portfolio Statement will also be displayed on the website of the AMC and AMFI.</p> <p>In terms of Regulations 59 and SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the AMC shall host the half-yearly financial statements of schemes of the Fund on its website and publish a notice in the newspapers regarding the availability of the same. In terms of Regulations 59 and SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the AMC shall within one month from the close of each half year, that is on 31<sup>st</sup> March and on 30<sup>th</sup> September, host a soft copy of its unaudited financial results on their website. The half-yearly unaudited report shall contain details as specified in Twelfth Schedule and such other details as are necessary for the purpose of providing a true and fair view of the operations of the mutual fund. Further, the AMC shall publish an advertisement disclosing the hosting of such financial results on its website <a href="http://www.peerlessmf.co.in">www.peerlessmf.co.in</a>. in atleast 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.</p>
<p><b>Monthly Portfolio Disclosure</b></p>	<p>The Fund/AMC will disclose the Portfolio (along with ISIN) of all the Schemes as on the last day of the month on its website <a href="http://www.peerlessmf.co.in">www.peerlessmf.co.in</a> on or before the tenth day of the succeeding month in a user-friendly and downloadable format.</p>
<p><b>Annual Report</b></p>	<p>The Scheme wise annual report or an abridged summary thereof shall be mailed (emailed, where e mail id is provided unless otherwise required) to all Unit holders not later than four months (or such other period as may be specified by SEBI from time to time) from the date of closure of the relevant accounting year (i.e. 31<sup>st</sup> March each year) and full annual report shall be available for inspection at the Head Office of the Mutual Fund and a copy shall be made available to the Unit holders on request on payment of</p>

## PEERLESS ULTRA SHORT TERM FUND

	<p>nominal fees, if any. Scheme wise annual report shall also be displayed on the website of the AMC (<a href="http://www.peerlessmf.co.in">www.peerlessmf.co.in</a>) and Association of Mutual Funds in India (<a href="http://www.amfiindia.com">www.amfiindia.com</a>).</p> <p>Pursuant to Regulation 56 of SEBI (Mutual Funds) Regulations, 1996 and amendments thereto, read with SEBI circular No. Cir/IMD/ DF/16/ 2011 dated September 8, 2011, the scheme wise annual report or an abridged summary thereof hereinafter shall be sent by AMC/Mutual Fund as under:</p> <p>(i) by e-mail only to the Unit holders whose e-mail address is available with the Fund,</p> <p>(ii) in physical form to the Unit holders whose email address is not available with the Fund.</p> <p>(iii) in physical form to those Unit holders who have opted / requested for the same.</p> <p>The physical copy of the scheme wise annual report or abridged summary shall be made available to the investors at the registered office of the AMC. A link of the scheme annual report or abridged summary shall be displayed prominently on the website of the Fund.</p>		
<b>Associate Transactions</b>	Please refer to Statement of Additional Information (SAI).		
<b>Taxation</b>	<u>Peerless Ultra Short Term Fund</u>		
<p>The information is provided for general information only.</p> <p>However, in view of the individual nature of the implications, each investor is advised to consult his or her own tax advisors/authorised dealers with respect to the specific amount of tax and other implications arising out of his or her participation in the Schemes.</p>		<b>Resident Investors <sup>^^</sup></b>	<b>Mutual Fund <sup>^^</sup></b>
	Tax on Dividend	Nil	Dividend Distribution Tax (DDT) (inclusive of applicable surcharge and cess  Individual / HUF: 28.325% Others: 33.99%
	<b><u>Capital Gains Tax</u></b>		
	Long Term	10% without indexation or 20% with indexation benefit plus applicable surcharge & cess	Nil

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	Short Term	Income tax rate applicable to the unit holders as per their income slabs.	Nil
	<p>^^ The information given herein is as per the prevailing tax laws.</p> <p><b>For further details on taxation please refer to the clause on Taxation in the SAI.</b></p> <p>Peerless Mutual Fund is a Mutual Fund registered with the Securities &amp; Exchange Board of India and hence the entire income of the Mutual Fund will be exempt from income tax in accordance with the provisions of Section 10(23D) of the Income-tax Act, 1961 (the Act).</p> <p>Investors should be aware that the fiscal rules/ tax laws may change and there can be no guarantee that the current tax position may continue indefinitely.</p>		
<b>Investor Services</b>	<p>Investors can lodge any service request or complaints or enquire about NAVs, Unit Holdings, Valuation, Dividends, etc. by calling the Investor line of the AMC at "<b>022-61779922</b>" or on Toll Free No – 1800 103 8999 or email – '<a href="mailto:connect@peerlessmf.co.in">connect@peerlessmf.co.in</a>'. The service representatives may require personal information of the Investor for verification of his / her identity in order to protect confidentiality of information. The AMC will at all times endeavor to handle transactions efficiently and to resolve any investor grievances promptly.</p> <p>Any complaints should be addressed to Ms. Roshni Chorge, who has been appointed as the Investor Relations Officer and can be contacted at:</p> <p>Address : 102, Centrepoint, J.B. Nagar, Andheri-Kurla Road, Andheri (East), Mumbai- 400059</p>		

### D. COMPUTATION OF NAV

The Net Asset Value (NAV) per Unit of the respective option(s) under the Scheme will be computed by dividing the net assets of the Scheme by the number of Units outstanding on the valuation day. The Mutual Fund will value its investments according to the valuation norms, as specified in Schedule VIII of the SEBI (MF) Regulations, or such norms as may be specified by SEBI from time to time.

## PEERLESS ULTRA SHORT TERM FUND

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The Net Assets Value (NAV) of the Units under the Scheme shall be calculated as shown below:

$$\text{NAV (Rs.)} = \frac{\text{Market or Fair Value of Scheme's Investments} + \text{Current Assets including Accrued Income} - \text{Current Liabilities and Provisions}}{\text{No. of Units outstanding under Scheme on the Valuation Day}}$$

The NAV shall be calculated up to four decimal places. However the AMC reserves the right to declare the NAVs up to additional decimal places as it deems appropriate. Separate NAV will be calculated and disclosed for each Option. The NAVs of the Growth Option and the Dividend Option will be different after the declaration of the first Dividend.

The AMC will calculate and disclose the first NAV of the Scheme within a period of 5 business days from the closure of the NFO Period. Subsequently, the NAVs will be calculated for all the Business Days.

### IV. FEES AND EXPENSES

This section outlines the expenses that will be charged to the Scheme.

#### A. NEW FUND OFFER (NFO) EXPENSES

These expenses are incurred for the purpose of various activities related to the NFO like sales and distribution fees paid marketing and advertising, Registrar & Transfer Agents expenses, printing and stationary, bank charges etc.

In accordance with the provisions of SEBI Circular no. SEBI/ IMD/CIR No. 1/64057/06 dated April 04, 2006 and SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009, the NFO expenses shall be borne by the AMC/Sponsor.

#### B. ANNUAL SCHEME RECURRING EXPENSES

These are the fees and expenses for operating the Scheme. These expenses include Investment Management and Advisory Fee charged by the AMC, Registrar & Transfer Agent fees, marketing and selling costs etc. and as estimated are given in the table below:

Expense Head	% of daily net assets
Investment Management and Advisory Fees	Upto 2.25%
Trustee fee	
Audit fees	
Custodian fees	
RTA Fees	
Marketing & Selling expense incl. agent commission	

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Cost related to investor communications	
Cost of fund transfer from location to location	
Cost of providing account statements and dividend redemption cheques and warrants	
Costs of statutory Advertisements	
Cost towards investor education & awareness (at least 2 bps)	
Brokerage & transaction cost over and above 12 bps and 5 bps for cash and derivative market trades respectively*	
Service tax on expenses other than investment and advisory fees)**	
Service tax on brokerage and transaction cost***	
Other Expenses	
<b>Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i) and (6) (a)</b>	<b>Upto 2.25%</b>
Additional expenses under regulation 52 (6A) (c) <sup>1</sup>	Upto 0.20%
Additional expenses for gross new inflows from specified cities <sup>2</sup>	Upto 0.30%

- 1) additional expenses, incurred towards different heads mentioned under sub-regulations (2) and (4) of Regulation 52 of the Regulations, not exceeding 0.20 percent of daily net assets of the scheme.
- 2) expenses not exceeding of 0.30 per cent of daily net assets, if the new inflows from such cities as specified by the Securities and Exchange Board of India, from time to time are at least -

- 30 per cent of the gross new inflows into the scheme, or;
- 15 per cent of the average assets under management of the scheme,

whichever is higher;

Provided that if inflows from such cities are less than the higher of the above, 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;

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.

\*Brokerage and transaction costs which are incurred for the purpose of execution of trades are included in the cost of investment (not exceeding 12 bps in the case of cash market transactions and 5 bps in the case of derivatives transactions). Any amount towards brokerage & transaction costs, over and above the said 12 bps and 5 bps for cash

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market transactions and derivatives transactions respectively may be charged to the scheme within the maximum limit of total expenses ratio as prescribed under Regulation 52 of the Regulations.

\*\*Service Tax on other than investment any advisory fees, if any, shall be borne by the scheme within the maximum limit of total expenses ratio as prescribed under Regulation 52 of the Regulations.

\*\*\*Service tax on brokerage and transaction cost paid for execution of trade, if any, shall be within the limit prescribed under regulation 52 of the Regulations.

Mutual Fund/AMC may charge Service tax on investment and advisory fees to the scheme in addition to the maximum limit of total expenses ratio as prescribed in Regulation 52 of the SEBI (MF) Regulations.

The AMC will charge investment management and advisory fees with no sub-limits within the overall Total expense ratio as stated above.

Direct Plan shall have a lower expense ratio. Commission/ Distribution expenses will not be charged in case of Direct Plan. At least 5% of the TER will be charged towards distribution expenses/commission in the Regular Plan under the respective Scheme (s). The TER of the Direct Plan under the respective Scheme(s) will be lower to the extent of the above mentioned distribution expenses/commission (at least 5% of TER) which is charged in the Regular Plan. For example, in the event that the TER of the Regular Plan is 1% p.a., the TER of the Direct Plan would not exceed 0.95% p.a.

These estimates have been made in good faith as per the information available to and estimates made by the Investment Manager and are subject to change inter-se or in total subject to prevailing Regulations. The AMC may incur actual expenses which may be more or less than those estimated above under any head and/or in total. Type of expenses charged shall be as per the Regulations. The expenses towards Investment Management and Advisory fees under Regulation 52 (2) and the various sub-heads of recurring expenses mentioned under Regulation 52 (4) of SEBI (MF) regulations are fungible in nature. The Total expense ratio (including Investment and Advisory Fees) will be subject to the maximum limits (as a percentage of Daily Net Assets of the Scheme) as per Regulation 52 of SEBI Regulations, as amended from time to time, with no sub-limit on Investment and Advisory fees. For the actual current expenses being charged, the Investor should refer to the website of the AMC. The current expense ratios will be updated on the AMC website viz. [www.peerlessmf.co.in](http://www.peerlessmf.co.in) within two working days mentioning the effective date of the change.

Any expenditure in excess of the prescribed limit (including brokerage and transaction cost, if any) shall be borne by the AMC or by the Trustee or Sponsor.

Any other expenses which are directly attributable to a Scheme maybe charged with the approval of the Trustee within the overall limits as specified in the Regulations except those expenses which are specifically prohibited.



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The recurring expenses of the Scheme (including the Investment Management and Advisory Fees) shall be as per the limits prescribed under the SEBI (MF) Regulations.

The overall expenses charged to the scheme shall not exceed the limits (except as stated above) as specified in Regulation 52 (6) as given below:

On the first Rs. 100 crores of the daily net assets - 2.25%  
On the next Rs. 300 crores of the daily net assets - 2.00%  
On the next Rs. 300 crores of the daily net assets – 1.75%  
On the balance of the daily net assets –1.50%

The total expenses of the Scheme(s) including the investment management and advisory fee shall not exceed the limits specified by SEBI (MF) Regulations.

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### C. LOAD STRUCTURE AND TRANSACTION CHARGES

#### LOAD STRUCTURE

Load is an amount which is presently paid by the investor to redeem the Units from the Scheme. This amount is used by the AMC to pay commission to the distributors and to take care of other marketing and selling expenses. Load amounts are variable and are subject to change from time to time. For the current applicable structure, investors may refer to the website of the AMC ([www.peerlessmf.co.in](http://www.peerlessmf.co.in)) or may call at 1800 103 8999 or you can contact your distributor.

SEBI vide its circular No. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009 has decided that there shall be no entry Load for all Mutual Fund Schemes.

#### For all Schemes:

Type of Load	Load Chargeable( as a % to NAV)
Entry Load	NA
Exit Load	Nil

Bonus units and units issued on reinvestment of Dividends shall not be subject to any Load, if any. The above mentioned load structure shall be equally applicable to the special products such as STP, switches, etc. offered by the AMC.

The switch of investments from Regular Plan to Direct Plan shall be subject to applicable exit load if any. Further, no exit load shall be levied in case of switches from Direct Plan to Regular Plan.

Exit Load charged shall be credited to the Scheme. Service tax on exit load shall be paid out of the exit load proceeds and the entire exit load (net of service tax) shall be credited to the Scheme.

The Investor is requested to check the prevailing Load structure of the Scheme before investing. For any change in Load structure AMC will issue an addendum and display it on the website/Investor Service Centers.

Under the Scheme, the AMC/Trustee reserves the right to change / modify the Load structure if it so deems fit in the interest of smooth and efficient functioning of the Mutual Fund. The AMC/Trustee reserves the right to introduce / modify the Load depending upon the circumstances prevailing at that time subject to maximum limits as prescribed under the Regulations.

Any imposition or enhancement of Load in future shall be applicable on prospective investments only. However, AMC shall not charge any load on issue of bonus units and units allotted on reinvestment of dividend for existing as well as prospective investors.

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The Redemption Price however, will not be lower than 93% of the NAV. Any imposition or enhancement of Load in future shall be applicable on prospective investments only. The difference between the Redemption price and Sale price at any point in time shall not exceed the permitted limit as prescribed by SEBI from time to time which is presently 7% calculated on the Sale Price.

At the time of changing the Load Structure:

1. An Addendum detailing the changes will be attached to Scheme Information Document (s) and Key Information Memorandum. The addendum may be circulated to all the distributors / brokers so that the same can be attached to all Scheme Information Documents and Key Information Memoranda already in stock.
2. The addendum will be displayed on the website of the AMC and arrangements will be made to display the addendum in the form of a notice in all the Investor Service Centers and distributors / brokers' office.
3. The introduction of the Exit Load/ CDSC along with the details may be stamped in the acknowledgement slip issued to the Investors on submission of the application form and may also be disclosed in the statement of accounts issued after the introduction of such Load/CDSC.
4. A public notice shall be given in respect of such changes in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of region where the Head Office of the Mutual Fund is situated.
5. Any other measure which the Mutual Fund may consider necessary.

The Trustee/AMC reserves the right to change the load structure subject to the limits prescribed under the Regulations. Any change in Load structure shall be only on a prospective basis i.e. any such changes would be chargeable only for Redemptions from prospective purchases (applying first in first out basis).

### **TRANSACTION CHARGES:**

Pursuant to SEBI circular vide no. Cir / IMD / DF / 13 / 2011 dated 22 August 2011, a transaction charges per subscription of Rs. 10,000/- and above will be charged from the investors and paid to distributors / agents (who have opted to receive the transaction charges) w.e.f. 1 November 2011, as follows:

1. Rs. 100/- per subscription of Rs.10,000/- and above for existing investors in Mutual Funds.
2. Rs.150/- per subscription of Rs.10,000/- and above for a first time investor in Mutual Funds.
3. The transaction charge, if any, shall be deducted by the AMC from the subscription amount and paid to the distributor and the balance shall be invested.

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4. There shall be no transaction charge on subscription below Rs.10,000/-.
5. Transaction charges shall be applicable on purchases/ subscriptions relating to new inflows.
6. In case of SIPs, the transaction charge shall be applicable only if the total commitment through SIPs amounts to Rs.10,000/- and above and shall be recovered in a maximum of 4 instalments.
7. There shall be no transaction charges on direct investments.
8. The Account Statement shall state that the net investment as gross subscription less transaction charges, if any and specify the no. of units allotted against the net investment.

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. The distributors shall have also the option to either opt in or opt out of levying transaction charge based on type of the product.

### **D. WAIVER OF LOAD FOR DIRECT APPLICATIONS**

*Not applicable*

### **V. RIGHTS OF UNITHOLDERS**

Please refer to SAI for details.

### **VI. PENALTIES, PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN THE PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY**

This section shall contain the details of penalties, pending litigation, and action taken by SEBI, other regulatory and Govt. Agencies.

1. All disclosures regarding penalties and action(s) taken against foreign Sponsor(s) may be limited to the jurisdiction of the country where the principal activities (in terms of income / revenue) of the Sponsor(s) are carried out or where the headquarters of the Sponsor(s) is situated. Further, only top 10 monetary penalties during the last three years shall be disclosed.

**Not Applicable**

2. In case of Indian Sponsor(s), details of all monetary penalties imposed and/ or action taken during the last three years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and/ or the AMC and/ or the Board of Trustee /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to shareholders or debenture holders and depositors, or for economic offences, or for violation of securities law. Details of settlement, if any, arrived at with the aforesaid authorities during the last three years shall also be disclosed.

**Nil**

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3. Details of all enforcement actions taken by SEBI in the last three years and/ or pending with SEBI for the violation of SEBI Act, 1992 and Rules and Regulations framed there under including debarment and/ or suspension and/ or cancellation and/ or imposition of monetary penalty/adjudication/enquiry proceedings, if any, to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustee /Trustee Company and/ or any of the directors and/ or key personnel (especially the fund managers) of the AMC and Trustee Company were/ are a party. The details of the violation shall also be disclosed.

**Nil**

4. Any pending material civil or criminal litigation incidental to the business of the Mutual Fund to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustee /Trustee Company and/ or any of the directors and/ or key personnel are a party should also be disclosed separately.

**Nil**

5. Any deficiency in the systems and operations of the Sponsor(s) and/ or the AMC and/ or the Board of Trustees/Trustee Company which SEBI has specifically advised to be disclosed in the Scheme Information Document, or which has been notified by any other Regulatory Agency, shall be disclosed.

**Nil**

### Notes:

1. Any amendments / replacement / re-enactment of SEBI (MF) Regulations subsequent to the date of the Scheme Information Document shall prevail over those specified in this Scheme Information Document.
2. The Scheme under this Scheme Information Document was approved by the Board of Directors of Peerless Trust Management Co Limited of Peerless Mutual Fund on December 21, 2009:

<b>Name of the Scheme</b>	<b>Approval Date</b>
Peerless Income Plus Fund	December 21, 2009
Peerless Ultra Short Term Fund	December 21, 2009
Peerless Liquid Fund	December 21, 2009
Peerless Flexible Income Fund	July 15, 2011

The Board of Directors of Peerless Trust Management Co Limited had ensured that the Schemes were new products offered by Peerless Mutual Fund at the time of approval and were not minor modifications of its then existing schemes.

3. This Scheme Information Document is an updated version of the same in line with the current laws / regulations and other developments.

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**Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.**

**For and on behalf of  
Peerless Funds Management Company Limited**

**Sd/-  
Rajiv Shastri  
Managing Director & CEO**

**Date: 28 June 2016  
Place: Mumbai**

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### INVESTOR SERVICE CENTRES/OFFICIAL POINTS OF ACCEPTANCES-

#### PFMCL BRANCHES:

<b>Agartala</b>	42, Akhaura Road, Agartala, Tripura (West), Pin-799 001
<b>Bengaluru</b>	Ramanashree Arcade, (3rd floor), 18, M.G. Road, Bengaluru- 560 001
<b>Bankura</b>	College Road Raghunathpur Main Road, Opp. Bankura Christian College, PO & Dist: Bankura 722 101.
<b>Chennai</b>	Fagun Chambers, 2nd Floor, No.8, New No.17 (Old No.26A), Ethiraj Salai, Egmore, Chennai – 600008, Tamil Nadu
<b>Coimbatore</b>	1078 Nagappa Complex, Mettupalayam High Road, Coimbatore- 641 002
<b>Contai</b>	Vill: Dhandighi, Holding No.: 359/351, P.O. & P.S.: Contai, Dist: Purba Midnapore, West Bengal- 721401
<b>Delhi</b>	1005,10th Floor, Tolstoy House,15-17,Tolstoy Marg, Cannought Place, New Delhi 110001
<b>Durgapur</b>	Unit No. 212, First Floor, Kamdhanu Commercial Complex, Durgapur City Centre, Durgapur 713 216.
<b>Ghatal</b>	Argora - PO & P.S: Ghatal, Dist. Paschim Midnapore, Pin- 721 212.
<b>Guwahati</b>	Suren Paradise Market, 2nd floor G.S. Road, Opp. Hanuman Mandir, Ulubari Guwahati 781007, Assam.
<b>Hyderabad</b>	Kancharla Towers, 1st Floor, 1-7-143,143/A, Golkonda X Roads, Musheerabad, Hyderabad-500 020
<b>Jaipur</b>	203A, "Adarsh Plaza", 2nd Floor, Khasa Kothi Circle, Jai Singh Highway, Jaipur-302001, Rajasthan
<b>Kannur</b>	Sadhu Building D. No. C.P. 29/500, Fort Road Kannur- 670 001.
<b>Kolkata</b>	Peerless Mansion, 1 Chowringhee Square, Third Floor, Kolkata - 700 069
<b>Lucknow</b>	103, Trade Point, 4 A, Ground floor, Saran Chambers-1, 5-Park Road, Hazratganj, Lucknow-226001
<b>Mumbai</b>	102, Centrepoint, J.B. Nagar, Andheri-Kurla Road, Andheri (East), Mumbai- 400059
<b>Pune</b>	Aurora Towers, 9, Moledina Road, West Wing, Pune- 411 001.
<b>Serampore</b>	Peerless Sadan, 2nd Floor, 57/B, G.T. Road, Kalitala, Post Office Serampore, District Hoogly-712201
<b>Siliguri</b>	Peerless House, Hill Cart Road, P.O. Siliguri, Dist Darjeeling 734 001.
<b>Thrissur</b>	Suharsha Towers 3rd Floor, Shornur Road Round North, Thrissur- 680 001.
<b>Vizag</b>	Dasapalla Centre, 2nd Floor, 38-2-40, Surya Bagh, Vizag- 530020

**Note:** karvymfs.com is as an Official Point of Acceptance (OPA) for all schemes of Peerless Mutual Fund.

## PEERLESS ULTRA SHORT TERM FUND

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### Karvy Computershare Private Limited (Investor Service Centers)

• **AGARTALA:** Bidurkarta Chowmuhan, J N Bari Road, Tripura, Agartala - 799001, Tripura • **AGRA:** 1St Floor, Deepak Wasan Plaza, Behind Holiday Inn, Sanjay Place, Agra - 282002, Uttar Pradesh • **AHMEDABAD:** 201/202 Shail Complex, Opp: Madhusudan House, B/H Girish Cold Drink, Off C G Road, Navrangpura, Ahmedabad - 380006, Gujarat • **AJMER:** 302, 3rd Floor, Ajmer Auto Building, Opposite City Power House, Jaipur Road, Ajmer - 305001, Rajasthan • **AKOLA:** Yamuna Tarang Complex, Shop No 30, Ground Floor, N.H. No- 06, Murtizapur Road, Opp Radhakrishna Talkies, Akola - 444004, Maharashtra • **ALIGARH:** 1St Floor, Kumar Plaza, Ramghat Road, Aligarh - 202001, Uttar Pradesh • **ALLAHABAD:** Rsa Towers, 2Nd Floor, Above Sony Tv Showroom, 57, S P Marg, Civil Lines, Allahabad - 211001, Uttar Pradesh • **ALLEPPY:** X1V 172, Jp Towers, Mullackal, Ksrtc Bus Stand, Alleppy - 688011, Kerala • **ALWAR:** 101, Saurabh Tower , Opp. Uit , Near Bhagat Singh Circle, Road No.2, Alwar - 301001, Rajasthan • **AMARAVATHI:** Shop No. 21, 2nd Floor, Gulshan Tower, Near Panchsheel Talkies, Jaistambh Square, Amaravathi - 444601, Maharashtra • **AMBALA:** 6349, Nicholson Road, Adjacent Kos Hospitalambala Cant, Ambala - 133001, Haryana • **AMRITSAR:** 72-A, Taylor'S Road, Opp Aga Heritage Club, Amritsar - 143001, Punjab • **ANAND:** B-42 Vaibhav Commercial Center, Nr Tvs Down Town Shrow Room , Grid Char Rasta , Anand - 380001, Gujarat • **ANANTAPUR:** #15/149,1St Floor, S R Towers,Subash Road, Opp. To Lalitha Kala Parishad, Anantapur - 515001, Andhra Pradesh • **ANKLESHWAR:** L/2 Keval Shopping Center, Old National Highway, Ankleshwar, Ankleshwar - 393002, Gujarat • **ASANSOL:** 114/71 G T Road, Near Sony Centre, Bhanga Pachil, -, Asansol - 713303, West Bengal • **AURANGABAD:** Ramkunj Niwas, Railway Station Road, Near Osmanpura Circle, Aurangabad - 431005, Maharashtra • **AZAMGARH:** 1St Floor, Alkal Building, Opp. Nagaripalika Civil Line, Azamgarh - 276001, Uttar Pradesh • **BALASORE:** M.S Das Street, Gopalgau, Balasore,Orissa, Balasore - 756001, Orissa • **BANKURA:** Ambika Market Complex (Ground Floor), Nutanganj, Post & Dist Bankura, -, Bankura - 722101, West Bengal • **BAREILLY:** 1St Floor, 165, Civil Linesopp.Hotel Bareilly Palace, Near Railway Station, Bareilly - 243001, Uttar Pradesh • **BARHAMPPORE (WB):** Thakur Market Complex, Gorabazar, Post Berhampore Dist Murshidabad, 72 No Nayasarak Road, Barhampore (Wb) - 742101, West Bengal • **BARODA:** Karvy Computer Share Pvt. Ltd. 203, Corner point, Jetalpur Road, Baroda, 390 007 Gujarat • **BATHINDA:** #2047-A 2nd Floor, The Mall Road, Above Max New York Life Insurance , Bathinda - 151001, Punjab • **BEGUSARAI:** Near Hotel Diamond Surbhi Complex, O.C Township Gate, Kapasiya Chowk, Begusarai - 851117, Bihar • **BELGAUM:** Cts No 3939/ A2 A1, Above Raymonds Show Room |Beside Harsha Appliances, Club Road, Belgaum - 590001, Karnataka • **BELLARY:** No. 1, Khb Colony, Gandhi Nagar, - Bellary - 583103, Karnataka • **BENGALURU:** 59, Skanda puttanna Road, Basavanagudi, Bengaluru - 560004, Karnataka • **BERHAMPUR (OR):** Opp –Divya Nandan Kalyan Mandap, 3rd Lane Dharam Nagar, Near Lohiya Motor, Berhampur (Or) - 760001, Orissa • **BETUL:** 107,1St Floor, Hotel Utkarsh , | J. H. College Road , -, Betul - 460001, Madhya Pradesh • **BHAGALPUR:** 2Nd Floor, Chandralok Complex,Ghantaghar, Radha Rani Sinha Road, Bhagalpur - 812001, Bihar • **BHARUCH:** Shop No 147-148, Aditya Complex, Near Kasak Circle, Bharuch - 392001, Gujarat • **BHAVNAGAR:** Krushna Darshan Complex, Parimal Chowk, Office No. 306-307, 3Rd Floor, Above Jed Blue Show Room, Bhavnagar - 364002, Gujarat • **BHILAI:** Shop No -1, First Floor Plot No -1, Commercial Complex Nehru Nagar - East, -, Bhilai - 490020, Chatisgarh • **BHILWARA:** Shop No. 27-28, 1St Floor, Heera Panna Market, Pur Road, Bhilwara - 311001, Rajasthan • **BHOPAL:** Kay Kay Business Centre, 133, Zone I, Mp Nagar, Above City



## PEERLESS ULTRA SHORT TERM FUND

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Bank, Bhopal - 462011, Madhya Pradesh • **BHUBANESWAR**: A/181 , Back Side Of Shivam Honda Show Room, Saheed Nagar, -, Bhubaneswar - 751007, Orissa • **BIKANER**: 70-71, 2Nd Floor | Dr.Chahar Building , Panchsati Circle, Sadul Ganj , Bikaner - 334001, Rajasthan • **BILASPUR**: Shop Karvy Computershare Pvt. Ltd, Shop No -225,226 & 227, Narayan Plaza, Link Road, Bilaspur :495001, Chatisgarh • **BOKARO**: B-1, 1St Floor, City Centre, Sector- 4, Near Sona Chandi Jewellers, Bokaro - 827004, Jharkhand • **BURDWAN**: 63 Gt Road, Halder Complex 1St Floor, -, Burdwan - 713101, West Bengal • **CALICUT**: 2nd Floor Soubhagya Shopping Complex, Arayidathpalam, Mavoor Road, Calicut - 673004, Kerala • **CHANDIGARH**: Sco- 2423-2424, Above Mirchi Restaurent , First Floor, Sector 22-C, Chandigarh - 160022, Union Territory • **CHANDRAPUR**: Shop No-6 Office No-2, 1St Floor Rauts Raghuvanshi Complex, Beside Azad Garden Main Road, Chandrapur - 442402, Maharashtra • **CHENNAI**: F-11, Akshaya Plaza, 1St Floor, 108, Adhithanar Salai, Egmore, Opp To Chief Metropolitan Court, Chennai - 600002, Tamil Nadu • **CHENNAI**: G1, Ground Floor, No 22, Vijayaraghava Road, Swathi Court, T Nagar, Chennai - 600 017, Tamilnadu • **CHINSURAH**: J C Ghosh Saranu,Bhanga Gara, Chinsurah, Hooghly, -, Chinsurah - 712101, West Bengal • **COIMBATORE**: 3rd Floor, Jaya Enclave, 1057 Avinashi Road, -, Coimbatore - 641018, Tamil Nadu • **CUTTACK**: AT- Dargha Bazar, Po - Buxi Bazar, Opp Dargha Bazar Police station, -, Cuttack - 753001, Orissa • **DARBHANGA**: Jaya Complex,2Nd Floor, Above Furniture Planet,Donar, Chowk, Darbhanga - 846003, Bihar • **DAVANGERE**: D.No 376/2, 4th Main, 8th Cross, P J Extension, Opp Byadgishettar School, -, Davangere - 577002, Karnataka • **DEHRADUN**: Kaulagarh Road, Near Sirmaur Margabove, Reliance Webworld, Dehradun - 248001, Uttaranchal • **DEORIA**: 1St Floor, 1St Floor, Opp. Zila Panchayat, Civil Lines, Deoria - 274001, Uttar pradesh • **DEWAS**: 27 Rmo House, Station Road, Above Maa Chamunda Gaes Agency, Dewas - 455001, Madhya Pradesh • **DHANBAD**: 208 New Market 2Nd Floor, Bank More, -, Dhanbad - 826001, Jharkhand • **DHARWAD**: 307/9-A 1st Floor, Nagarkar Colony, Elite Business Center, Nagarkar Colony,P B Road, Dharwad - 580001, Karnataka • **DHULE**: Ground Floor Ideal Laundry, Lane No 4, Khol Galli, Near Muthoot Finance, Opp Bhavasar General Store, Dhule - 424001, Maharashtra • **DINDIGUL**: No : 9 Old No:4/B, New Agraharam, Palani Road, -, Dindigul - 624001, Tamil Nadu • **DURGAPUR**: Mwav-16 Bengal Ambuja, 2Nd Floor City Centre, 16 Dt Burdwan, Durgapur - 713216, West Bengal • **ELURU**: D.No:23B-5-93/1,Savithri Complex,Edaravari Street, Near Dr.Prabhavathi Hospital,R.R.Pet, - Eluru - 534002, Andhra Pradesh • **ERNAKUALM**: Ali Arcade, 1St Floor,Kizhavana Road, Panampilly Nagar, Near Atlantis Junction, Ernakualm - 682036, Kerala • **ERODE**: No: 4, Veerappan Traders Complex, KMY Salai, Sathy Road, Opp. Erode Bus Stand, Erode - 638003, Tamil Nadu • **FARIDABAD**: A-2B, 3rd Floor, Neelam Bata Road, NIT, -, Faridabad - 121001, Haryana • **FEROZEPUR**: The Mall Road, Chawla Bulding, Ist Floor, Opp. Centrail Jail, Near Hanuman Mandir, Ferozepur - 152002, Punjab • **GANDHIDHAM**: 204 2Nd Floor, Bhagwati Chamber, Kutchkala Road, Gandhidham - 382007, Gujarat • **GANDHINAGAR**: Plot No - 945/2, Sector - 7/C, Opp Pathika, Gandhinagar - 382007, Gujarat • **GAYA**: 1St Floor Lal Bhawan, Tower Chowk, Near Kiran Cinema, Gaya - 823001, Bihar • **GHAZIABAD**: 1St Floor C-7, -, Lohia Nagar, Ghaziabad - 201001, Uttar Pradesh • **GHAZIPUR**: 2Nd Floor, Shubhra Hotel Complex, Mahaubagh, Ghazipur - 233001, Uttar Pradesh • **GONDA**: Shri Market, Sahabgunj, Station Road, Gonda - 271001, Uttar Pradesh • **GORAKHPUR**: Above V.I.P. House ajdacent, A.D. Girls College, Bank Road, Gorakhpur - 273001, Uttar Pradesh • **GULBARGA**: Cts No 2913 1St Floor, Asian Towers , Jagath Station Main Road, Next To Adithya Hotel, Gulbarga - 585105, Karnataka • **GUNTUR**: D No 6-10-27,Srinilayam, Arundelpet, 10/1, Guntur - 522002, Andhra Pradesh • **GURGAON**: Shop No.18, Ground Floor,Sector - 14, Opp. Akd Tower, Near Huda Office,

## PEERLESS ULTRA SHORT TERM FUND

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Gurgaon - 122001, Haryana • **GUWAHATI**: 1st Floor, Bajrangbali Building, Near Bora Service Station, GS Road, -, Guwahati - 781007, Assam • **GWALIOR**: 2nd Floor, Rajeev Plaza, Jayendra Ganj, Lashkar, -, Gwalior - 474009, Madhya Pradesh • **HALDWANI**: Above Kapilaz, Sweet House, Opp Lic Building ,Pilikothi, Haldwani - 263139, Uttaranchal • **HARIDWAR**: 8, Govind Puri, Opp. LIC - 2, Above Vijay Bank, Main Road, Ranipur More, Haridwar - 249401, Uttaranchal • **HASSAN**: SAS no-212, Ground Floor,Sampige Road 1st cross, Near Hotel Souther Star, K R Puram, Hassan - 573201, Karnataka • **HISSAR**: Sco-71, 1St Floor, Red Square Market, -, Hissar - 125001, Haryana • **HOSHIARPUR**: 1St Floor, The Mall Tower , Opp Kapila Hospital , Sutheri Road , Hoshiarpur - 146001, Punjab • **HUBLI**: CTC No.483/A1/A2, Ground Floor ,Shri Ram Palza , Behind Kotak Mahindra Bank ,Club Road , Hubli - 580029, Karnataka • **HYDERABAD**: KARVY CENTRE' 8-2-609/K, Avenue 4, Street No. 1, Banjara Hills, Hyderabad - 500034, Telangana • **HYDERABAD**: KARVY Selenium, Plot No: 31 & 32, Tower B, Survey No.115/22, 115/24, 115/25, Financial District, Gachibowli, Nanakramguda, Serilingampally Mandal, Hyderabad - 500 032, Telangana • **INDORE**: 2nd floor, 203-205 Balaji Corporates, Above ICICI bank, 19/1 New Palasia, NearCurewell Hospital, Janjeerwala Square Indore, Indore - 452001, Madhya Pradesh • **JABALPUR**: Grover Chamber, 43 Naya Bazar Malviya Chowk, Opp Shyam Market, Jabalpur - 482002, Madhya Pradesh • **JAIPUR**: S16/A Illrd Floor, Land Mark Building Opp Jai Club, Mahaver Marg C Scheme, Jaipur - 302001, Rajasthan • **JALANDHAR**: 1st Floor,Shanti Towers , SCO No. 37, PUDA Complex, Opposite Tehsil Complex, Jalandhar - 144001, Punjab • **JALGAON**: 269, Jae Vishwa, 1 St Floor, Baliram Peth, Above United Bank Of India , Near Kishor Agencies., Jalgaon - 425001, Maharashtra • **JALPAIGURI**: -, D B C Road Opp Nirala Hotel, Opp Nirala Hotel, Jalpaiguri - 735101, West Bengal • **JAMMU**: 5 A/D Extension 2, Near Panama Chowk Petrol Pump, Panama Chowk, Jammu - 180012, Jammu & Kashmir • **JAMNAGAR**: 136-137-138 Madhav Palaza, Opp Sbi Bank, Nr Lal Bungalow, Jamnagar - 361001, Gujarat • **JAMSHEDPUR**: 2ND FLOOR, R R SQUARE, SB SHOP AREA,NEAR RELIANCE FOOT PRINT & HOTEL- BS PARK PLAZA, MAIN ROAD, BISTUPUR, Jamshedpur - 831001, Jharkhand • **JAUNPUR**: R N Complex, 1-1-9-G, In Front Of Pathak Honda, Ummarpur, Jaunpur - 222002, Uttar Pradesh • **JHANSI**: 371/01, Narayan Plaza,Gwalior Road, Near Jeevan Shah Chauraha, Jhansi - 284001, Uttar Pradesh • **JODHPUR**: 203, Modi Arcade, Chopasni Road , -, Jodhpur - 342001, Rajasthan • **JUNAGADH**: 124-125 Punit Shopping Center, M.G Road, Ranavav Chowk, Junagadh - 362001, Gujarat • **KANNUR**: 2 Nd Floor , Prabhath Complex, Fort Road, Nr.Icici Bank, Kannur - 670001, Kerala • **KANPUR**: 15/46, B, Ground Floor, Opp : Muir Mills, Civil Lines, Kanpur - 208001, Uttar Pradesh • **KARAIKUDI**: No. 2,Gopi Arcade, 100 Feet Road, -, Karaikudi - 630001, Tamil Nadu • **KARIMNAGAR**: H.No.4-2-130/131, Above Union Bank, Jafri Road, Rajeev Chowk, Karimnagar - 505001, Telangana • **KARNAL**: 18/369,Char Chaman, Kunjpura Road, Behind Miglani Hospital, Karnal - 132001, Haryana • **KARUR**: No.6, old No.1304, Thiru-vi-ka Road, Near G.R.Kalyan Mahal, Karur - 639001, Tamil Nadu • **KHARAGPUR**: 180 Malancha Road, -, Beside Axis Bank Ltd, Kharagpur - 721304, West Bengal • **KOLHAPUR**: 605/1/4 E Ward, Shahupuri 2Nd Lane, Laxmi Niwas, Near Sultane Chambers, Kolhapur - 416001, Maharashtra • **KOLKATA**: 166 A Rashbihari Avenue 2Nd Floor, -, Opp- Fortish Hospital, Kolkata - 700029, West Bengal • **KOLLAM**: Sree Vigneswara Bhavan, Shastri Junction, Kadapakada, Kollam - 691001, Kerala • **KORBA**: 1st Floor, City Centre, 97 IRCC, Transport Nagar, Korba - 495677, Chatisgarh • **KOTA**: 29,1st Floor, Near Lala Lajpat Rai Circle, Shopping Centre, Kota - 324007, Rajasthan • **KOTTAYAM**: 1St Floor Csiascension Square, Railway Station Road, Collectorate P O, Kottayam - 686002, Kerala • **KURNOOL**: Shop No.43, 1St Floor, S V Complex, Railway Station Road, Near Sbi Main Branch, Kurnool - 518004, Andhra Pradesh • **LUCKNOW**: Ist Floor, A. A.

## PEERLESS ULTRA SHORT TERM FUND

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Complex, 5 Park Road, Hazratganj, Thaper House, Lucknow - 226001, Uttar Pradesh • **LUDHIANA:** Sco - 136 , 1St Floor Above Airtel Showroom , Feroze Gandhi Market , Ludhiana - 141001, Punjab • **MADURAI:** Rakesh towers, 30-C, 1st floor, Bye pass Road, Opp Nagappa Motors, Madurai - 625010, Tamil Nadu • **MALAPPURAM:** First Floor,Cholakkal Building, Near U P School, Up Hil, Malappuram - 676505, Kerala • **MALDA:** Sahis Tuli, Under Ward No.6, No.1 Govt Colony, English Bazar Municipality, Malda - 732101, West Bengal • **MANGALORE:** Mahendra Arcade Opp Court Road, Karangal Padi, -, Mangalore - 575003, Karnataka • **MARGAO:** 2Nd Floor , Dalal Commercial Complex, Pajifond, Margao - 403601, Goa • **MATHURA:** Ambey Crown, 2nd Floor, In Front Of Bsa College, Gaushala Road, Mathura - 281001, Uttar Pradesh • **MEERUT:** 1St Floor, Medi Centreopp Ici Bank, Hapur Road Near Bachha Park, Meerut - 250002, Uttar Pradesh • **MEHSANA:** Ul/47 Apollo Enclave, Opp Simandhar Temple, Modhera Cross Road, Mehsana - 384002, Gujarat • **MIRZAPUR:** Abhay Mandir, Above HDFC Bank, Dankin Gunj, Mirzapur - 231001, Uttar Pradesh • **MOGA:** 1St Floor,Dutt Road, Mandir Wali Gali, Civil Lines, Barat Ghar , Moga - 142001, Punjab • **MORADABAD:** Om Arcade, Parker Road, Above Syndicate Bank,Chowk Tari Khana, Moradabad - 244001, Uttar Pradesh • **MORENA:** Moti Palace, Near Ramjanki Mandir, Near Ramjanki Mandir, Morena - 476001, Madhya Pradesh • **MUMBAI:** 6 & 7, 131 Andheri Industrial Estate, Veera Desai Road, Andheri (West), Mumbai - 400 053, Maharashtra • **MUMBAI:** Ground Floor, Himanshu Bldg, Sodawala Lane, Lina Chandawarkar Road, Borivali, Mumbai - 400 091, Maharashtra • **MUMBAI:** Shop No 4 , Ground Floor, Shram Safilya Bldg, N G Acharya Marg, Chembur, Mumbai - 400 071, Maharashtra • **MUMBAI:** 24/B, Raja Bahadur Compound, Ambalal Doshi Marg, Behind Bse Building, Fort, Mumbai - 400001, Maharashtra • **MUMBAI:** 104, Sangam Arcade , V P Road, Opp: Railway Station ,Above Axis Bank ATM, Vile Parle (West), Mumbai - 400 056, Maharashtra • **MUZAFFARPUR:** I St Floor, Uma Market, Thana Gumtimoti Jheel, Muzaffarpur - 842001, Bihar • **MYSORE:** L-350,Silver Tower, Ashoka Road, Opp.Clock Tower , Mysore - 570001, Karnataka • **NADIAD:** 104/105, Near Paras Cinema, City Point Nadiad, Nadiad - 387001, Gujarat • **NAGERCOIL:** 3A, South Car Street, Parsans Complex, 1st floor near LVB, Nagercoil - 629001, Tamil Nadu • **NAGPUR:** Plot No 2/1 House No 102/1, Mata Mandir Road, Mangaldeep Appartment Opp Khandelwal Jewelers, Dharampeth, Nagpur - 440010, Maharashtra • **NAMAKKAL:** 105/2, Arun Towers, Paramathi Road, -, Namakkal - 637001, Tamil Nadu • **NANDED:** Shop No.4 , Santakripa Market, G G Road, Opp.Bank Of India, Nanded - 431601, Maharashtra • **NASIK:** F-1,Suyojit Sankul, Sharanpur Road, Near Rajiv Gandhi Bhavan , Nasik - 422002, Maharashtra • **NAVI MUMBAI:** Shop No.43-A, Ground Floor, Vashi Plaza, Sector-17, Near Apna Bazar, Vashi, Navi Mumbai - 400 705, Maharashtra • **NAVSARI:** 1/1 Chinmay Arcade, Opp Sattapir Rd, Tower Rd, Navsari - 396445, Gujarat • **NELLORE:** 16-2-230 , Room No : 207 , 2Nd Floor, Keizen Heights, Gandhi Nagar , Pogathota, Nellore - 524001, Andhra Pradesh • **NEW DELHI:** 305 New Delhi House , 27 Barakhamba Road , -, New Delhi - 110001, New Delhi • **NIZAMABAD:** H No:5-6-430, A Bove Bank Of Baroda First Floor, Beside Hdfc Bank,Hyderabad Road, Nizamabad - 503003, Telangana • **NOIDA:** 405,4th Floor,Vishal Chamber, Plot No.1,Sector-18, , Noida - 201301, Uttar Pradesh • **PALAKKAD:** No: 20 & 21 , Metro Complex H.P.O.Road Palakkad, H.P.O.Road, Palakkad - 678001, Kerala • **PANIPAT:** JAVA Complex, 1st Floor , Above Vijaya Bank, G T Road Panipat-132103, HARYANA • **PANJIM:** Flat No.1-A, H. No. 13/70, Timotio Bldg, Heliodoro Salgado Road, Next to Navhind Bhavan (Market Area), Panjim - 403001, Goa • **PATHANKOT:** 1St Floor, 9 A , Improvement Trust Building , Patel Chowk , Pathankot - 145001, Punjab • **PATIALA:** Sco 27 D , Chotti Baradari , Near Car Bazaar , Patiala - 147001, Punjab • **PATNA:** 3A, 3Rd Floor Anand Tower, Exhibition Road, Opp ICICI Bank, Patna - 800001, Bihar • **POLLACHI:** 146/4,Ramanathan Building , 1st

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Floor New Scheme Road , -, Pollachi - 642002, Tamil Nadu • **PONDICHERRY**: Building No:7, 1st Floor, Thiayagaraja Street, -, Pondicherry - 605001, Pondicherry • **PUDUKOTTAI**: Sundaram Masilamani Towers, Ts No. 5476 - 5479, Pm Road, Old Tirumayam Salai, Near Anna Statue, Jublie Arts, Pudukottai - 622001, Tamil Nadu • **PUNE**: Mozaic Bldg, CTS No.1216/1, Final, Plot No.576/1 TP, Scheme No.1, F C Road, Bhamburda, Shivaji Nagar, Pune - 411004, Maharashtra • **RAIPUR**: Shop No. 31 , Third Floor, Millenium Plaza, Infront of Shihid Smarak,G E Road, -, Raipur - 492001, Chatisgarh • **RAJAHMUNDRY**: D.No.6-1-4,Rangachary Street, T.Nagar, Near Axis Bank Street, Rajahmundry - 533101, Andhra Pradesh • **RAJAPALAYAM**: Sri Ganapathy Complex, 14B/5/18, T P Mills Road, Virudhungar Dist, Rajapalayam - 626117, Tamil Nadu • **RAJKOT**: 104, Siddhi Vinyak Com. Opp Ramkrishna Ashram, Dr Yagnik Road, Rajkot, Rajkot - 360001, Gujarat • **RANCHI**: Room No 307 3Rd Floor , Commerce Tower , Beside Mahabir Tower , Ranchi - 834001, Jharkhand • **RATLAM**: 1 Nagpal Bhawan , Free Ganj Road , Do Batti , Near Nokia Care , Ratlam - 457001, Madhya Pradesh • **RENUKOOT**: Radhika Bhavan , Opp. Padmini Hotel,Murdhwa, Renukoot , Renukoot - 231217, Uttar Pradesh • **REWA**: Ist Floor, Angoori Building, Besides Allahabad Bank, Trans University Road, Civil Lines, Rewa - 485001, Madhya Pradesh • **ROHTAK**: 1St Floor, Ashoka Plaza, Delhi Road, Rohtak - 124001, Haryana • **ROORKEE**: Shree Ashadeep Complex, 16, Civil Lines, Near Income Tax Office, Roorkee - 247667, Uttaranchal • **ROURKELA**: 1St Floor Sandhu Complex, Kachery Road, Uditnagar, -, Rourkela - 769012, Orissa • **SAGAR**: Satyam complex ,1st floor, Infront of cantt shopping mall., 5 civil lines , Sagar - 470002, Madhya Pradesh • **SAHARANPUR**: 18 Mission Market, Court Road, -, Saharanpur - 247001, Uttar Pradesh • **SALEM**: No:40, Brindavan Road, Fairlands, Near Perumal Koil, Fair lands, Salem - 636016, Tamil Nadu • **SAMBALPUR**: Ground Floor Quality Massion, Infront of bazaar kolkata, Nayapara, Sambalpur - 768001, Orissa • **SATNA**: 1St Floor , Gopal Complex, Near Bus Stand, Rewa Road, Satna - 485001, Madhya Pradesh • **SECUNDERABAD**: Crystal Plaza 2nd Floor, Manday Lane, Near Sunshine Hospital, P G Road, Secunderabad – 500 003, Telangana • **SHAKTINAGAR**: 1St/A-375, V V Colony, Dist Sonebhadra, Shaktinagar - 231222, Uttar Pradesh • **SHILLONG**: Annex Mani Bhawan , Lower Thana Road , Near R K M Lp School , Shillong - 793001, Meghalaya • **SHIMLA**: Triveni Building, By Pas Chowkhalini, -, Shimla - 171002, Himachal Pradesh • **SHIMOGA**: Sri Matra Naika Complex, 1St Floor, Above Shimoga Diagnostic Centre, Llr Road, Durgigudi, Shimoga - 577201, Karnataka • **SHIVPURI**: 1St Floor, M.P.R.P. Building, Near Bank Of India, Shivpuri - 473551, Madhya Pradesh • **SIKAR**: First Floor,Super Tower , Behind Ram Mandir Near Taparya Bagichi , -, Sikar - 332001, Rajasthan • **SILCHAR**: N.N. Dutta Road, Chowchakra Complex, Premtala, Silchar - 788001, Assam • **SILIGURI**: Nanak Complex, Sevoke Road, -, Siliguri - 734001, West Bengal • **SITAPUR**: 12/12-A Sura Complex, Arya Nagar Opp, Mal Godam, Sitapur - 261001, Uttar Pradesh • **SIVAKASI**: 363, Thiruthangal Road, Opp: TNEB, Sivakasi - 626123, Tamil Nadu • **SOLAN**: Sahni Bhawan, Adjacent Anand Cinema Complex, The Mall, Solan - 173212, Himachal Pradesh • **SOLAPUR**: Block No 06, Vaman Nagar, Opp D-Mart, Jule Solapur, Solapur - 413004, Maharashtra • **SONEPAT**: 205 R Model Town, Above Central Bank Of India, -, Sonapat - 131001, Haryana • **SRI GANGANAGAR**: 35E Block, Opp: Sheetla Mata Vaateka Sri Ganganagar, -, Sri Ganganagar - 335001, Rajasthan • **SRIKAKULAM**: D.No-4-1-28/1, Venkateswara Colony, Near Income Tax Office, Srikakulam - 532001, Andhra Pradesh • **SULTANPUR**: 1077/3, Civil Lines Opp Bus Stand , Civil Lines, , Sultanpur - 228001, Uttar Pradesh • **SURAT**: G-5 Empire State Buliding, Nr Udhna Darwaja, Ring Road, Surat - 395002, Gujarat • **THANE**: 101, Yashwant Tower, 1st Floor, Ram Ganesh, Godkari path, Opposite Puja Hotel, Ram Maruti Road, Naupada, Thane - 400 602, Maharashtra • **THANJAVUR**: No. 70, Nalliah Complex, Srinivasam Pillai Road,

## PEERLESS ULTRA SHORT TERM FUND

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-, Thanjavur - 613001, Tamil Nadu • **THODUPUZZHA**: First Floor, Pulimoottil Pioneer, Pala Road, -, Thodupuzha - 685584, Kerala • **THRISSUR**: 2nd Floor, Brothers Complex, Naikkanal Junction, Shornur Road, Near Dhanalakshmi Bank H O, Thrissur - 680001, Kerala • **TIRUNELVELI**: 55/18, Jeney Building, S N Road, Near Aravind Eye Hospital, Tirunelveli - 627001, Tamil Nadu • **TIRUPATHI**: H.No:10-13-425, 1st Floor, Tilak Road, Opp: Sridevi Complex, Tirupathi - 517501, Andhra Pradesh • **TIRUPUR**: First floor, 244 A, Above Selvakumar Dept, Palladam Road, Opp to Cotton market complex, Tirupur - 641604, Tamil Nadu • **TIRUVALLA**: 2Nd Floor, Erinjery Complex, Ramanchira, Opp Axis Bank, Tiruvalla - 689107, Kerala • **TRICHY**: 60, Sri Krishna Arcade, Thennur High Road, -, Trichy - 620017, Tamil Nadu • **TRIVANDRUM**: 2Nd Floor, Akshaya Tower, Sasthamangalam, Trivandrum - 695010, Kerala • **TUTICORIN**: 4 - B, A34 - A37, Mangalmal Mani Nagar, Opp. Rajaji Park, Palayamkottai Road, Tuticorin - 628003, Tamil Nadu • **UDAIPUR**: 201-202, Madhav Chambers, Opp G P O, Chetak Circle, Udaipur - 313001, Rajasthan • **UJJAIN**: 101 Aashta Tower, 13/1 Dhanwantri Marg, Freeganj, Ujjain - 456010, Madhya Pradesh • **VALSAD**: Shop No 2, Phiroza Corner, Opp Next Show Room, Tithal Road, Valsad - 396001, Gujarat • **VAPI**: Shop No-12, Ground Floor, Sheetal Appartment, Near K P Tower, Vapi - 396195, Gujarat • **VARANASI**: D-64/1321st Floor, Anant Complex, Sigra, Varanasi - 221010, Uttar Pradesh • **VELLORE**: 1, M N R Arcade, Officers Line, Krishna Nagar, Vellore - 632001, Tamil Nadu • **VIJAYAWADA**: 39-10-7, Opp: Municipal Water Tank, Labbipet, Vijayawada - 520010, Andhra Pradesh • **VIRSAKHAPATNAM**: Door No: 48-8-7, Dwaraka Diamond, Ground Floor, Srinagar, Visakhapatnam - 530016, Andhra Pradesh • **VIZIANAGARAM**: Soubhagya, 19-6-1/3, 2Nd Floor, Near Fort Branch, Opp: Three Temples, Vizianagaram - 535002, Andhra Pradesh • **WARANGAL**: 5-6-95, 1 St Floor, Opp: B.Ed Collage, Lashkar Bazar, Chandra Complex, Hanmakonda, Warangal - 506001, Telangana • **YAMUNA NAGAR**: Jagdhari Road, Above Uco Bank, Near D.A.V. Girls College, Yamuna Nagar - 135001, Haryana