



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
(Investment Managers to LIC Mutual Fund)
CIN No: U67190MH1994PLC077858

Registered Office: Industrial Assurance Bldg; 4th Floor, Opp. Churchgate Station, Mumbai - 400 020. Tel.No.: 022-66016000, Toll Free No.: 1800 258 5678, Fax No.: 022-22835606; Email: service@licmf.com • Website: www.licmf.com

ADDENDUM NO. 21 OF 2017-18

ADDENDUM TO THE SCHEME INFORMATION DOCUMENT / KEY INFORMATION MEMORANDUM OF LIC MF CHILDREN'S FUND

LIC Mutual Fund proposes to change scheme features of LIC MF Children's Fund (the Scheme) effective 30/10/2017 to help the target investors i.e. Parents / Guardians investing on behalf of their minor children. It is envisaged that the investment horizon would be much longer and hence Equity oriented Asset Allocation would be more suitable. Hence the change in Asset Allocation is proposed from Dynamic Asset Allocation to Equity oriented Asset Allocation.

Given below are the changes in fundamental attributes of LIC MF Children's Fund:

| Details | Current Provisions of LIC MF Children's Fund | Proposed Changes | | | | | | | | | | | | |
|-----------------------------|---|---|------------|----------------------|-----------|--------|----------|--|-------------|------------|---------------------|-----------|--------|-----------|
| Name the Scheme | LIC MF Children's Fund | LIC MF Children's Gift Fund | | | | | | | | | | | | |
| Scheme Type | Open ended Debt scheme | Open ended Equity Scheme | | | | | | | | | | | | |
| Riskometer | <ul style="list-style-type: none"> Long term capital appreciation and current income Investment in Debt and money market instruments as well as Equity and Equity related instruments. Moderately High  <p>Investors understand that their principal will be at moderately high risk</p> | <ul style="list-style-type: none"> Long term capital appreciation and current income Investment in equity and equity related securities, fixed income securities (debt and money market securities). Moderately High.  <p>Investors understand that their principal will be at moderately high risk</p> | | | | | | | | | | | | |
| Investment objective | An open ended scheme which seeks to generate long term capital growth through a judicious mix of investment in quality debt securities and equities with relatively low risk levels through research based investments. | An open ended scheme which seeks to generate long term capital appreciation by investing mainly in equities. | | | | | | | | | | | | |
| Benchmark | CRISIL Balanced Fund - Aggressive Index | CRISIL Balanced Fund - Aggressive Index | | | | | | | | | | | | |
| Asset Allocation | <table border="1"> <thead> <tr> <th>Instruments</th> <th>Allocation</th> </tr> </thead> <tbody> <tr> <td>Debt / Money Market*</td> <td>Upto 100%</td> </tr> <tr> <td>Equity</td> <td>Upto 70%</td> </tr> </tbody> </table> <p>*Note: Debt includes Government Securities & securitised debt</p> | Instruments | Allocation | Debt / Money Market* | Upto 100% | Equity | Upto 70% | <table border="1"> <thead> <tr> <th>Instruments</th> <th>Allocation</th> </tr> </thead> <tbody> <tr> <td>Debt / Money Market</td> <td>10% - 35%</td> </tr> <tr> <td>Equity</td> <td>65% - 90%</td> </tr> </tbody> </table> <p>The scheme may take derivatives position (both equity and fixed income) based on the opportunities available subject to the guidelines issued by SEBI from time to time and in line with the investment objective of the Scheme. These may be taken to hedge the portfolio, rebalance the same or to undertake any other strategy as permitted under SEBI (MF) Regulations from time to time. The maximum derivative position will be restricted to 20% of the Net Assets (i.e. Net Assets including cash).</p> <p>The scheme may seek investment opportunity in the Foreign Securities, in accordance with guidelines stipulated in this regard by SEBI and RBI from time to time. Under normal circumstances, the scheme shall not have an exposure of more than 50% and 20% of its net assets in Foreign Debt Securities and in ADRs / GDRs / Foreign Equity Securities respectively subject to regulatory limits. However, the AMC / Trustee with a view to protecting the interest of the investors may increase or decrease this exposure as deemed fit from time to time subject to regulatory limit.</p> <p>In addition to the instruments stated in the table above, the Scheme may enter into repos / reverse repos as may be permitted by RBI / SEBI. From time to time, the Scheme may hold cash. A part of the net assets may be invested in the Collateralised Borrowing & Lending Obligations (CBLO) or repo or in an alternative investment as may be provided by RBI / SEBI to meet the liquidity requirements. Pending deployment of funds of the Scheme in securities in terms of the investment objective of the Scheme, the AMC / Trustee 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 amended from time to time.</p> | Instruments | Allocation | Debt / Money Market | 10% - 35% | Equity | 65% - 90% |
| Instruments | Allocation | | | | | | | | | | | | | |
| Debt / Money Market* | Upto 100% | | | | | | | | | | | | | |
| Equity | Upto 70% | | | | | | | | | | | | | |
| Instruments | Allocation | | | | | | | | | | | | | |
| Debt / Money Market | 10% - 35% | | | | | | | | | | | | | |
| Equity | 65% - 90% | | | | | | | | | | | | | |
| Lock- in-Period | Not given. | <p>Lock-in Period:- Units purchased cannot be assigned / transferred / pledged / redeemed / switched out until the Unit holder attains maturity (i.e. he / she completes 18 years of age)</p> <p>The AMC / Trustee reserves the right to allow in exceptional circumstances.</p> <p>PREMATURE REDEMPTION - For LOCK-IN PERIOD</p> <p>The Mutual Fund will allow premature Redemption of Units at the applicable Redemption Price / NAV related price, in exceptional circumstances such as death of the Unit holder (where no alternate child has been nominated), meeting unforeseen medical expenses for disease contracted or injury sustained by the Unit holder, which requires hospitalisation, and for higher education of the Unit holder. Such disease and / or injury shall be certified by a duly qualified Physician / Medical Specialist / Medical Practitioner or a duly qualified Surgeon. In case of Redemption for higher education after tenth standard, a certified true copy of the mark sheet and / or any other document as may be required should be submitted along with the Redemption request. The facility of Redemption under exceptional circumstances will be considered on a case to case basis by the Trustee / AMC. For Redemption under exceptional circumstances, the Account Statement(s) and the Redemption request may be submitted to the ISC, duly discharged on the reverse. The Redemption request requires attestation of the Unit holder's parents / legal guardian's signature by a bank manager or by a notary public or by a magistrate. The Redemption cheque will be despatched to either the parents / legal guardian of the Unit holder. Redemption of Units under exceptional circumstances represents the sale of Units / income arising to the Unit holder who is a minor. Under provisions of Section 64(1A) of the Income Tax Act, 1961, all income, which arises or accrues to the minor, shall be clubbed to the income of that parent of the minor whose total income [excluding the income included under Section 64(1A)] is greater.</p> | | | | | | | | | | | | |
| Load Structure | Entry Load - Nil Exit Load - Nil | Entry Load - Nil Exit Load - Nil | | | | | | | | | | | | |
| Who Can Invest? | <p>The following persons (i.e. an indicative list of persons) are eligible and may apply for subscription to the Units of the Scheme provided they are not prohibited by any law / Constitutive documents governing them:</p> <ol style="list-style-type: none"> Resident adult individuals either singly or jointly (not exceeding three) or on an Anyone or Survivor basis; Karta of Hindu Undivided Family (HUF); Minor (as the first and the sole holder only) through a natural guardian (i.e. father or mother, as the case may be) or a court appointed legal guardian. There shall not be any joint holding with minor investments. Partnership Firms & Limited Liability Partnerships (LLPs); Companies, Bodies Corporate, Public Sector Undertakings, Association of Persons or bodies of individuals and societies registered under the Societies Registration Act, 1860, Co-Operative Societies registered under the Co-operative Societies Act, 1912, One Person Company; Banks & Financial Institutions; Mutual Funds / Alternative Investment Funds registered with SEBI; Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private trusts authorised to invest in mutual fund schemes under their trust deeds; Non-resident Indians (NRIs) / Persons of Indian Origin residing abroad (PIO) / Overseas Citizen of India (OCI) on repatriation basis or on non-repatriation basis; Foreign Institutional Investors (FIIs) registered with SEBI on repatriation basis; Foreign Portfolio Investors (FPI) registered with SEBI on repatriation basis; Army, Air Force, Navy and other paramilitary units and bodies created by such institutions; Council of Scientific and Industrial Research, India; Multilateral Financial Institutions / Bilateral Development Corporation Agencies / Bodies Corporate incorporated outside India with the permission of Government of India / Reserve Bank of India; Other Schemes of LIC Mutual Fund subject to the conditions and limits prescribed by SEBI (MF) Regulations; Such other category of investors as may be decided by the AMC from time to time in conformity with the applicable laws and SEBI (MF) Regulations. <p>Note:</p> <ol style="list-style-type: none"> NRIs and PIOs / OCIs / FIIs / FPIs have been granted a general permission by Reserve Bank of India Schedule 5 of the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000 for investing in / redeeming Units of the mutual funds subject to conditions set out in the aforesaid regulations. In case of application made by individual investors under a Power of Attorney, the original Power of Attorney or a duly notarized copy should be submitted along with the subscription application form. In case of applications made by non-individual investors, the authorized signatories of such non individual investors should sign the application form in terms of the authority granted to them under the Constitutional Documents/Board resolutions / Power of Attorneys, etc. A list of specimen signatures of the authorized signatories, duly certified / attested should also be attached to the Application Form. The Mutual Fund / AMC / Trustee shall deem that the investments made by such non individual investors are not prohibited by any law / Constitutional documents governing them and they possess the necessary authority to invest. Investors desiring to invest / transact in mutual fund schemes are required to comply with the KYC norms applicable from time to time. 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. <p>The Mutual Fund/ AMC / Trustee / other intermediaries will rely on the declarations / affirmations provided by the Investor in the Application / Transaction Form(s) and the documents furnished to the KRA. 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 Investor. The Mutual Fund / AMC / Trustee reserves the right to call for such other information and documents as may be required by it in connection with the investments made by the investors.</p> <ol style="list-style-type: none"> Returned cheques are not liable to be presented again for collection and the accompanying application forms are liable to be rejected by the AMC. In case the returned cheques are presented again, the necessary charges are liable to be debited to the investor. The Trustee reserves the right to recover from an investor any loss caused to the Schemes on account of dishonour of cheques issued by the investor for purchase of Units of the Scheme. Subject to SEBI (MF) Regulations, any application for subscription of Units may be accepted or rejected in the sole and absolute discretion of the AMC / Trustee. The AMC / Trustee may inter-alia reject any application for the purchase of Units if the application is invalid, incomplete or if the AMC / Trustee for any other reason does not believe that it would be in the best interests of the Scheme or its Unitholders to accept such an application. | <p>The following persons (i.e. an indicative list), proposing to make a gift to a child of less than 18 years of age are eligible and may apply for subscription to the Units of the scheme provided they are not prohibited by any law / constitutive document governing them:</p> <ol style="list-style-type: none"> Resident or non-resident adult individuals, who may be the parent, grand parent, step parent, legal guardian or friend. Such Applicants may apply either singly or jointly (not exceeding two); Karta of Hindu Undivided Family (HUF); Companies, Bodies Corporate, Public Sector Undertakings, Partnership Firms, Limited Liability Partnerships (LLPs), Association of Persons or bodies of individuals and societies registered under the Societies Registration Act, 1860, Co-Operative Societies registered under the Co-Operative Societies Act, 1912, One Person Company; Non-resident Indians (NRIs) / Persons of Indian Origin residing abroad (PIOs) / Overseas Citizens of India (OCIs) on repatriation basis or on non-repatriation basis subject to prevailing laws; Such other individuals / institutions / body corporate etc., as may be decided by the AMC / Trustee from time to time, so long as wherever applicable they are in conformity with SEBI (MF) Regulations. <p>The age of the beneficiary child, i.e. the Unit holder, must be less than 18 years on the date of the investment by the Investor / Applicant. The Guardian of the minor should either be a natural guardian (i.e. father or mother, as applicable) or a court appointed legal guardian. A copy of birth certificate, passport copy, etc evidencing date of birth of the minor and relationship of the guardian with the minor should be mandatorily attached with the application. Subsequent purchases of Units may be made until the beneficiary child completes 18 years of age.</p> <p>All transactions / standing instructions / systematic transactions etc. will be suspended i.e. the account will be frozen for operation by the guardian from the date of beneficiary child completing 18 years of age. Mutual Fund will send a notice to Unit holders at their registered correspondence address advising the minor to submit, on attaining majority, an application form along with prescribed documents to change the status of the account from 'minor' to 'major'. KYC Acknowledgment Letter of Unit holder becoming major should also be provided.</p> <p>Note :</p> <p>Under the KYC norms, Investors and parent / guardian of unit holder 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.</p> <p>The Mutual Fund / AMC / Trustee / 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. 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 unit holder.</p> <p>The Mutual Fund / AMC / Trustee reserves the right to call for such other information and documents as may be required by it in connection with the investments made by the investor.</p> | | | | | | | | | | | | |
| Who cannot invest? | <p>The following persons / entities cannot invest in the Scheme:</p> <ol style="list-style-type: none"> United States Person (US Person) as defined under the extant laws of the United States of America; Residents of Canada; Qualified Foreign Investors (OFI); NRIs residing in any Financial Action Task Force (FATF) declared non-compliant country or territory. | <p>The aforementioned persons / entities as specified under section "Who Can Invest?" shall not be eligible to invest in the Scheme, if such persons / entities are:</p> <ol style="list-style-type: none"> United States Person (U.S. person) as defined under the extant laws of the United States of America, except NRIs / PIOs may invest / transact, in the Scheme, when present in India, as lump sum subscription and / or switch transaction (other than systematic transactions) only through physical form and upon submission of such additional documents / undertakings, etc., as may be stipulated by AMC / Trustee from time to time and subject to compliance with all applicable laws and regulations prior to investing in the Scheme. <p>The Trustee / AMC reserves the right to put the transaction requests received from such U.S. person on hold/reject the transaction request / redeem the units, if allotted, as the case may be, as and when identified by the AMC / Trustee that the same is not in compliance with the applicable laws and/or the terms and conditions stipulated by Trustee / AMC from time to time. Such redemptions will be subject to applicable taxes and exit load, if any.</p> <p>The physical application form(s) for transactions (in non-demat mode) from such U.S. person will be accepted ONLY at the Investor Service Centres (ISCs) of LIC MF Asset Management Limited (LIC MF AM Ltd.). Additionally, such transactions in physical application form(s) will also be accepted through Distributors and other platforms subject to receipt of such additional documents / undertakings, etc., as may be stipulated by AMC / Trustee from time to time from the Distributors / Investors.</p> <ol style="list-style-type: none"> Residents of Canada; NRIs residing in any Financial Action Task Force (FATF) declared noncompliant country or territory <p>*The term "U.S. person" means any person that is a U.S. person within the meaning of Regulation S under the Securities Act of 1933 of U.S. or as defined by the U.S. Commodity Futures Trading Commission or as per such further amended definitions, interpretations, legislations, rules etc, as may be in force from time to time."</p> | | | | | | | | | | | | |

| | | | | | | | | | | | | | | | | | | |
|--|---|---|-------|----------------------------|-------|----------------------------|-------|------------------------------|-------|---|-----------------------------|-------|----------------------------|-------|----------------------------|-------|------------------------------|-------|
| Scheme Investment | <p>The Scheme proposes to invest in a mix of fixed income securities including securitised debt, asset backed securities, corporate debentures, bonds, money market instruments and equities and equity related instruments with the aim of generating long term capital appreciation.</p> <p>The Scheme may invest in money markets instruments including call money market, or any other alternative permitted by Reserve Bank of India in lieu of Call money, term / notice money market and repos in order to meet the liquidity requirements or to meet the defensive nature the portfolio.</p> <p>The Scheme may also invest in Govt. Securities, which may be those supported by the ability to borrow from the treasury; those with sovereign or state guarantee or those supported by the state govt. or the govt. of India in some other way.</p> <p>The Fund may invest, subject to necessary approvals, in ADR's / GDR's of Indian Companies listed overseas. The Fund will employ necessary measures to manage foreign exchange movements arising out of such investments. The Fund may also invest in overseas securities with the approval of RBI / SEBI, subject to such guidelines as may be issued by RBI / SEBI.</p> <p>The Fund may also use trading in derivatives for the purpose of hedging and portfolio balancing in accordance with SEBI regulations.</p> | <p>The scheme endeavors to provide capital appreciation and income to the investors which will be in line with their financial goals for the children by investing in a mix of securities comprising of equity, equity related instruments and fixed income.</p> <p>Subject to the Regulations, the Scheme can be invested in any of the following securities:</p> <ol style="list-style-type: none"> 1) Indian Equity and equity related securities including convertible bonds and debentures and warrants carrying the right to obtain equity shares. 2) Securities created and issued by the Central and State Governments and / or repos / reverse repos in such Government Securities as may be permitted by RBI (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills) 3) Securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills) 4) Debt securities issued by domestic Government agencies and statutory bodies, which may or may not carry a Central / State Government guarantee. 5) Corporate debt securities (of both public and private sector undertakings) 6) Securities issued by banks (both public and private sector) as permitted by SEBI from time to time and development financial institutions 7) Money market instruments permitted by SEBI, having maturities of up to one year, or in alternative investment for the call money market. 8) Certificate of Deposits (CDs) 9) Commercial Paper (CPs) 10) The non-convertible part of convertible securities 11) Any other domestic fixed income securities 12) Derivative instruments like Interest Rate Swaps, Forward Rate Agreements, Stock / Index Futures, Stock / Index Options and such other derivative instruments permitted by SEBI. 13) ADRs / GDRs of Indian companies listed abroad 14) Any overseas debt instrument, as permitted by regulations. 15) The liquid schemes launched by SEBI registered Mutual Fund or schemes that invest predominantly in money market instruments / securities 16) The scheme shall engage in securities lending for equity investments, in line with the SEBI (Mutual Funds) Regulations, 1996, Securities Lending Scheme, 1997, SEBI Circular No MFD/CIR/01/047/99 dated February 10, 1999, SEBI Circular no. SEBI/IMD/CIR No 14/187175/2009 dated December 15, 2009, SEBI circular No MRD/DoP/SE/Dep/Cir-14/2007 dated December 20, 2007 notifying framework for lending of securities and such other applicable guidelines as may be amended from time to time. 17) The Fund may also enter into "Repo", hedging or such other transactions as may be allowed to Mutual Funds from time to time. | | | | | | | | | | | | | | | | |
| Investment Strategy | <p>The Fund Manager continuously monitoring the potential for both debt and equity and arriving at an optimum asset allocation between the asset classes.</p> | <p>The equity asset allocation will be invested in diversified equity and equity related securities of the companies that have a potential to appreciate in the long run. Therefore the scheme would have the flexibility to invest in stocks from sectors and industries of all market capitalization. The allocation to the different market caps would vary from time to time depending on the overall market conditions, market opportunities and the fund manager's view.</p> <p>However, depending on the views of the fund manager and market conditions in the interest of the investors, the fund manager will have the flexibility to select stocks which he feels are suited to achieve the stated objective. However there can be no assurance that the investment objective of the scheme will be realized, as actual market movements may be at variance with anticipated trends.</p> <p>Income may be generated through the receipt of coupon payments, the amortization of the discount on debt instruments, receipt of dividends or the purchase and sale of securities in the underlying portfolio. Fixed income securities includes, but is not confined to debt obligations of the Government of India, state and local governments, government agencies, statutory bodies, public sector undertakings, Financial Institutions, public and private sector banks and corporate entities.</p> <p>Investments in fixed income securities will be in securities rated by at least one recognized rating agency. Investments in unrated securities will be made as per the parameters specified by the Board of Directors of the AMC / Trustee Money market securities includes but are not limited to treasury bills, commercial paper of public sector undertakings and private sector corporate entities, interbank call and notice money, certificates of deposit of scheduled commercial banks and Financial Institutions, bills of exchange / promissory notes of public and private sector entities and any other money market securities as may be permitted by SEBI / RBI. From time to time, it is possible that the portfolio may hold cash.</p> <p>The schemes may also enter into repurchase and reverse repurchase obligations in all securities held by them as per the guidelines and regulations applicable to such transactions. Further, the scheme intends to participate in securities lending as permitted within the Regulations.</p> <p>It is the intention of the scheme to trade in the derivatives market as per the Regulations. The scheme may also intend to invest in foreign equity and debt securities as well as ADRs/GDRs of Indian companies in accordance with the Regulations.</p> <p>The mentioned securities could be listed, unlisted, secured, unsecured, rated or unrated and may be acquired through initial public offerings, secondary market offerings, private placements, rights offers or negotiated deals.</p> <p>The AMC / Trustee reserves the right to change the asset allocation pattern in the interest of the investors depending on the market conditions for a short term period of defensive consideration. In case any deviation from the asset allocation, the fund manager will carry out rebalancing within 30 days. Where the portfolio is not re-balanced within 30 Days, justification for the same shall be placed before the Investment Committee and reasons for the same shall be recorded in writing. The Investment Committee shall then decide on the course of action. However, at all times the portfolio will adhere to the overall investment objectives of the Scheme.</p> | | | | | | | | | | | | | | | | |
| Annual Recurring Expenses** | <table border="1" style="width: 100%;"> <tr> <td style="width: 60%;">On the first INR 100 Crores</td> <td style="width: 40%;">2.25%</td> </tr> <tr> <td>On the next INR 300 Crores</td> <td>2.00%</td> </tr> <tr> <td>On the next INR 300 Crores</td> <td>1.75%</td> </tr> <tr> <td>On the balance of the assets</td> <td>1.50%</td> </tr> </table> | On the first INR 100 Crores | 2.25% | On the next INR 300 Crores | 2.00% | On the next INR 300 Crores | 1.75% | On the balance of the assets | 1.50% | <table border="1" style="width: 100%;"> <tr> <td style="width: 60%;">On the first INR 100 Crores</td> <td style="width: 40%;">2.50%</td> </tr> <tr> <td>On the next INR 300 Crores</td> <td>2.25%</td> </tr> <tr> <td>On the next INR 300 Crores</td> <td>2.00%</td> </tr> <tr> <td>On the balance of the assets</td> <td>1.75%</td> </tr> </table> | On the first INR 100 Crores | 2.50% | On the next INR 300 Crores | 2.25% | On the next INR 300 Crores | 2.00% | On the balance of the assets | 1.75% |
| On the first INR 100 Crores | 2.25% | | | | | | | | | | | | | | | | | |
| On the next INR 300 Crores | 2.00% | | | | | | | | | | | | | | | | | |
| On the next INR 300 Crores | 1.75% | | | | | | | | | | | | | | | | | |
| On the balance of the assets | 1.50% | | | | | | | | | | | | | | | | | |
| On the first INR 100 Crores | 2.50% | | | | | | | | | | | | | | | | | |
| On the next INR 300 Crores | 2.25% | | | | | | | | | | | | | | | | | |
| On the next INR 300 Crores | 2.00% | | | | | | | | | | | | | | | | | |
| On the balance of the assets | 1.75% | | | | | | | | | | | | | | | | | |
| <p>**including additional limit of 0.20% specified in sub regulation (6A)(c) of Regulation 52 of SEBI (Mutual Funds) Regulations, 1996 but excluding service tax on investment management & advisory fees and expenses not exceeding of 0.30 percent of daily net assets as stated in regulation 6A(b) of SEBI (Mutual Funds) regulations, 1996. The Total Expense Ratio (TER) of Direct Plan will be lower by at least 5% vis-a-vis Regular Plan.</p> | | | | | | | | | | | | | | | | | | |
| Taxation | <p>As applicable to other than Equity Oriented Fund.</p> | <p>As applicable to Equity Oriented Fund. If redemption / switchout happen within one year from the date of allotment of units short term capital gain tax @ 15% has to be paid by the unitholders. For Further details please refer SAI of LIC Mutual Fund.</p> | | | | | | | | | | | | | | | | |

The Board of Directors of LIC Mutual Fund Asset Management Limited and the Board of Trustees have accorded their approval for the aforesaid Changes. SEBI vide its letter Ref.: IMD/DF3/OW/P/20857/1/2017 Dt. 01/09/2017 has also accorded their no objection for this Changes in the fundamental attributes of LIC MF Children's Fund.

If you agree with the proposed Changes in Fundamental Attributes, no action is required from your end. If you do not agree with the proposed Changes in Fundamental Attributes, you may exercise your right to exit from the scheme, without any applicable exit load during the prescribed exit period. The exit option is valid for a period of 30 days to all the investors of LIC MF Children's Fund. The exit period will begin from 28/09/2017 and continue till business hours of 27/10/2017 (both days inclusive). In case of non-agreement to the proposal of Changes in Fundamental Attributes, you may choose to redeem your units by submitting the request to the registrar at M/s. Karvy Computershare Private Limited, Unit: LIC Mutual Fund, Karvy Selenium Tower B, Plot number 31 & 32 Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad - 500032. Redemption proceeds will be given in 10 business days on receipt of valid redemption request from the unitholders who exercises his / her option.

Unit holders who do not exercise the exit option upto 3.00 pm on 27/10/2017 would be deemed to have consented to the proposed changes.

Whose units are marked under lien / injunction in accordance with the instructions of any Court of Law / Income Tax Authority / other Regulatory Authority unless they get the vacation order before exercising their exit option.

Existing Unit holders of the Scheme are being sent a detailed communication in this regard through appropriate mode of communication. For any further assistance / clarification, Unit holders may contact any of our Investor Service Centres / representatives at any of the LIC MF branches across the country. You could also reach us on service@licmf.com

For LIC MUTUAL FUND ASSET MANAGEMENT LIMITED
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Sd/-
Raj Kumar
Whole Time Director & Chief Executive Officer

Date : 25/09/2017
Place : Mumbai

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.