



LIC Mutual Fund Asset Management 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- 66016191
Email: service_licmf@kfintech.com Website: www.licmf.com

Press Release / Investor Update

Update on Exposure to 9% Yes Bank Additional Tier 1 (AT1) Bonds (ISIN: INE528G08394)

19 October 2026

LIC Mutual Fund would like to update investors regarding the developments relating to the 9% Yes Bank Additional Tier 1 (AT1) Bonds (ISIN: INE528G08394), which were originally held by the erstwhile IDBI Credit Risk Fund and subsequently transferred pursuant to the merger into LIC MF Medium to Long Term Fund (erstwhile LIC MF Bond Fund) effective from 29th July 2023.

As communicated in the portfolio of month end July 2023, the 9% Yes Bank Additional Tier 1 (AT1) Bonds (ISIN: INE528G08394), held by IDBI Credit Risk Fund were fully provided for in the books of the scheme prior to the merger with LIC MF Medium to Long Term Fund (erstwhile LIC MF Bond Fund). Consequently, the security has continued to be carried at a fully written down value in accordance with applicable valuation norms and regulatory requirements.

Investors may note that the Hon'ble Supreme Court of India, on 15th October 2026, has delivered its judgment in the matter concerning the write off of Yes Bank AT1 Bonds. The judgment follows the earlier order of the Hon'ble Bombay High Court dated 20 January 2023 which had nullified and set aside the decision relating to the write off of the AT1 Bonds. We are currently examining the judgment and closely monitoring the legal, operational and regulatory developments relating to its implementation.

At present, independent valuation agencies continue to assign a value of zero to the security. Accordingly, LIC Mutual Fund shall continue to value the security in line with the valuation provided by the independent valuation agencies and in accordance with the applicable SEBI regulations and industry valuation framework until there is greater clarity on the recovery mechanism, settlement process and any consequential regulatory guidance.

Investors are further informed that:

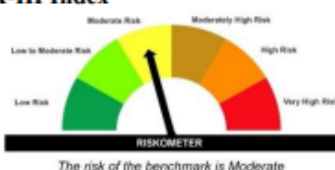
The bonds of 9% Yes Bank SR AT1 DOA 18 October 2017 held by the transferor scheme, IDBI Credit Risk Fund, were fully provided for in the books of IDBI Mutual Fund prior to the merger. Any recovery, if realized in future against this security, shall accrue to LIC MF Medium to Long Term Fund (erstwhile LIC MF Bond Fund (transferee scheme)) and shall be accounted for in accordance with applicable regulatory provisions.

LIC Mutual Fund remains committed to safeguarding the interests of its unitholders and will keep investors informed of any material developments as and when they arise.

For any further information, investors may contact their financial advisors or reach out to the Investor Service Centres of LIC Mutual Fund.

Investors are requested to take note of the above.

Product Label:

This product is suitable for investors who are seeking*:	Scheme Riskometer [#]	Benchmark Riskometer (as applicable) [#]
- Income Over Medium to long term - To generate income/capital appreciation through investments in Debt / Money Market Instruments		As per AMFI Tier I Benchmark i.e. CRISIL Medium to Long Duration Debt A-III Index 

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

Potential Risk Class Matrix			
Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		BIII*	
*B-III – A Relatively High Interest Rate Risk and Moderate Credit Risk.			

Disclaimer:

The information herein above is meant only for general reading purposes and the views being expressed only constitute opinions and therefore cannot be considered as guidelines, recommendations or as a professional guide for the readers. The document has been prepared on the basis of publicly available information, internally developed data and other sources believed to be reliable. The sponsor, the Investment Manager, the Trustee or any of their directors, employees, associates or representatives (“entities & their associates”) do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information. Recipients of this information are advised to rely on their own analysis, interpretations & investigations. Readers are also advised to seek independent professional advice in order to arrive at an informed investment decision. Entities & their associates including persons involved in the preparation or issuance of this material shall not be liable in any way for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including on account of lost profits arising from the information contained in this material. Recipient alone shall be fully responsible for any decision taken on the basis of this document.

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