Reliance ETF Sensex
(formerly R*Shares Sensex ETF)
(An Open Ended Index Exchange Traded Fund)

Scheme Information Document

This product is suitable for investors who are seeking:
• long term capital growth
• Investment in equity and equity related securities and portfolios replicating the composition of S&P BSE Sensex Index, subject to tracking errors.

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

Continuous offer of the Units of the face value of Rs. 10 each for cash at NAV based prices

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) as amended till date, and filed with SEBI, along with a Due Diligence Certificate from the 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 Reliance Mutual Fund, Tax and Legal issues and general information on www.reliancemutual.com / www.relianceetf.com.

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.

*BSE Ltd. (“the Exchange”) has given vide its letter DCS/MF/RD/IP/2802014-15 Dated July 11, 2014 permission to Reliance Mutual Fund to use the Exchange’s name in this SID as one of the Stock Exchanges on which this Mutual Fund’s Unit are proposed to be listed. The Exchange has scrutinized this SID for its limited internal purpose of deciding on the matter of granting the aforesaid permission to Reliance Mutual Fund. The Exchange does not in any manner: - i) warrant, certify or endorse the correctness or completeness of any of the contents of this SID; or ii) warrant that this scheme’s unit will be listed or will continue to be listed on the Exchange; or iii) take any responsibility for the financial or other soundness of this Mutual Fund, its promoters, its management or any scheme or project of this Mutual Fund; and it should not for any reason be deemed or construed that this SID has been cleared or approved by the Exchange. Every person who desires to apply for or otherwise acquires any unit of Reliance ETF Sensex of this Mutual Fund may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the Exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription/acquisition whether by reason of anything stated or omitted to be stated herein or for any other reason whatsoever.

This Scheme Information Document is dated March 28, 2019 and was approved by the Board of AMC and the Trustees on June 24, 2014. The trustees have ensured that Reliance ETF Sensex approved by them is a new product offered by Reliance Mutual Fund and is not a minor modification of the existing scheme/fund/product.

Reliance ETF Sensex is a Scheme to be launch by Reliance Mutual Fund (RMF) which will manage through its Asset Management Company i.e. Reliance Nippon Life Asset Management Limited (RNAM).
1. INVESTMENT OBJECTIVE

The investment objective of the scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the S&P BSE Sensex Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

2. LIQUIDITY

All investors including Authorized Participants, Large Investors and other investors may sell their units in the Bombay Stock Exchange (BSE) or any other stock exchange(s) on which these units are listed on all the trading days of the stock exchange. Alternatively Authorized Participant and Large Investors can directly buy /sell in blocks from the fund in ‘Creation Unit’ Size, as defined below:

3. CREATION UNIT:

‘Creation Unit’ is a fixed number of Reliance ETF Sensex, which is exchanged for a basket of shares underlying the index called the “Portfolio Deposit” and a “Cash Component”. The facility of creating / redeeming units in Creation Unit size will be available to the Authorized Participants and Large Investors. Currently Avant Garde Re-energy Limited and Edelweiss Securities Limited are acting as Authorized Participant for the scheme. Further, RNAM reserves the right to modify Authorized Participants on an ongoing basis. The list of Authorized Participants will be available on the website of the Fund www.reliancemutual.com / www.relianceetf.com. The number of Reliance ETF Sensex that investors can create / redeem in exchange of the Portfolio Deposit and Cash Component is 10,000 units and in multiples thereafter. The Fund may also allow Cash# subscription /redemption of Reliance ETF Sensex in creation unit size by large investors.

4. BENCHMARK

S&P BSE Sensex Index

5. TRANSPARENCY/NAV DISCLOSURE

a) The NAV will be calculated and disclosed at the close of every Business Day and uploaded on the AMFI website www.amfindia.com and Reliance Mutual Fund website i.e. www.reliancemutual.com by 9.00 p.m. on the day of the declaration of the NAV. Further, AMC shall extend facility of sending latest available NAVs to unitholders through SMS, upon receiving a specific request in this regard.

b) The NAV of the Scheme will be calculated and declared by the Fund on every Working Day. The information on NAV may be obtained by the Unitholders, on any business day from the office of the AMC / the office of the Registrar in Hyderabad or any of the other Designated Investor Service Centres. Investors may also obtain information on the purchase /sale price for a given day on any Working Day from the office of the AMC / the office of the Registrar in Hyderabad/ any of the other Designated Investor Service Centres. Investors may also note that Reliance Mutual Fund shall service its customers through the call center from Monday to Saturday between 8.00 am to 9.00 pm. However, 24x7 facility shall be available for addressing the queries through interactive voice response (IVR) and for hot listing the Reliance Any Time Money Card. Investor may also call customer service centre at 3030 1111, callers outside India (Toll Free No. 1800-300-11111), please dial 91-22-30301111

c) The AMC will disclose the Half-yearly Unaudited Financial Results in the prescribed format on the RMF website i.e. www.reliancemutual.com and communicate to the Unit holders with such timelines as may be prescribed under the Regulations from time to time.

d) Providing of the Annual Reports of the respective Schemes within the stipulated period as required under the Regulations.

e) The AMC shall disclose the scheme’s portfolio in the prescribed format as on the last day of the month/Half year for all the Schemes of RMF on or before the tenth day of the succeeding month or within such timelines and manner as prescribed by SEBI from time to time on the RMF Website i.e. www.reliancemutual.com and AMFI website www.amfindia.com.

The AMC shall communicate disclosure of Portfolio on a half-yearly basis to the Unit holders as may be prescribed under the Regulations from time to time.

(f) In case of unitholders whose e-mail addresses are registered, the Mutual Funds/ AMCs shall send via email both the monthly and half-yearly statement of scheme portfolio within 10 days from the close of each month/ half-year respectively.

g) In addition to above, the indicative NAV will be updated on AMCs website during market hours, at least once in every 2 hours.

(h) Since the scheme is listed on the exchange the listed price on respective stock exchange shall be applicable.

6. LOADS

Entry & Exit Load: Not Applicable

There will be no entry/exit load on Reliance ETF Sensex bought or sold through the secondary market on the BSE. However, an investor would be paying cost in the form of a bid and ask spread and brokerage, as charged by his broker for buying / selling Reliance ETF Sensex.

The Fund may also allow Cash# subscription /redemption of Reliance ETF Sensex in creation unit size by large investors.

No entry or exit load will be levied on transactions with Authorized Participants and Large Investors during NFO or continuous offer.

Investor other than APs/Large investors can directly approach AMC and no exit load shall be charged for redemption of units if

a) Traded price of the ETF units is at discount of more than 3% to the NAV for continuous 30 days, or

b) Discount of bid price to NAV over a period of 7 consecutive days is greater than 3%, or

c) No quotes are available on exchange for 3 consecutive trading days, or

d) Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.

In such a scenario valid applications received upto 3 p.m. the Mutual Fund shall process the redemption request basis the closing NAV of
the day of receipt of application.

Such instances shall be tracked by RNAM on an ongoing basis and incase if any of the above mentioned scenario arises the same shall be disclosed on the website of Reliance Mutual Fund i.e. www.reliancemutual.com / www.relianceetf.com

For any change in load structure RNAM will issue an addendum and display it on the website/Investor Service Centres.

#RTGS, NEFT or transfer cheque.

7. MINIMUM APPLICATION AMOUNT DURING NFO

Rs. 5,000 & in multiples of Re.1 thereafter

MINIMUM APPLICATION AMOUNT ON ONGOING BASIS FROM MUTUAL FUND /STOCK EXCHANGE(S):

From Mutual Fund:
Purchases directly from the Mutual Fund would be restricted to Authorized Participants and Large Investors provided the value of units to be purchased is in creation unit size. Authorized Participants and Large Investors may buy the units on any business day for the scheme directly from the Mutual Fund at applicable NAV and transaction charges, if applicable, by transferring stocks or cash, value of which is equal to creation unit size. Each creation unit consists of 10,000 units and cash component, if any, of Reliance ETF Sensex. The Fund may also allow Cash# subscription /redemption of Reliance ETF Sensex in creation unit size by large investors.

#RTGS, NEFT or transfer cheque

Minimum Redemption:
The Mutual Fund will redeem units only in Creation Unit size, i.e., not less than 10,000 units and multiples thereafter.

From Exchange:
The minimum number of Units that can be bought or sold on the exchange is 1 (one) unit and in multiples of 1 unit.

#RTGS, NEFT or transfer cheque.

8. ROUN ding OFF OF UnITS

Based on the Allotment Price, the number of Units allotted to the nearest unit.

9. CHOICE OF INVESTMENT pLAnS

Not Applicable

10. REpATRIATIOn

Full Repatriation benefits would be available to NRIs and FPIs, subject to applicable conditions/regulations notified by Reserve Bank of India from time to time.

11. LISTInG

The units of Reliance ETF Sensex shall be listed on the Capital Market Segment of the Bombay Stock Exchange (BSE). The trading will be as per the normal settlement cycle.

The AMC reserves the right to list the units of the Scheme on any other recognized stock exchange.

12. TRAnSACTIOn CHARGES:

In accordance with SEBI Circular No. IMD/ DF/13/ 2011 dated August 22, 2011, with effect from November 1, 2011, Reliance Nippon Life Asset Management Limited (RNAM)/ RMF shall deduct a Transaction Charge on per purchase / subscription of Rs. 10,000/- and above, as may be received from new investors (an investor who invests for the first time in any mutual fund schemes) and existing investors. The distributors shall have an option to either “Opt-in / Opt-out” from levying transaction charge based on the type of product. Therefore, the “Opt-in / Opt-out” status shall be at distributor level, basis the product selected by the distributor at the Mutual Fund industry level.

Such charges shall be deducted if the investments are being made through the distributor/agent and that distributor / agent has opted to receive the transaction charges as mentioned below:

• For the new investor a transaction charge of Rs 150/- shall be levied for per purchase / subscription of Rs 10,000 and above; and
• For the existing investor a transaction charge of Rs 100/- shall be levied for per purchase / subscription of Rs 10,000 and above.

The transaction charge shall be deducted from the subscription amount and paid to the distributor/agent, as the case may be and the balance shall be invested. The statement of account shall clearly state that the net investment as gross subscription less transaction charge and give the number of units allotted against the net investment.

Transaction charges shall not be deducted if:

(a) The amount per purchases /subscriptions is less than Rs. 10,000/-;
(b) The transaction pertains to other than purchases/ subscriptions relating to new inflows such as Switch/STP/ DTP, etc.
(c) Purchases/Subscriptions made directly with the Fund through any mode (i.e. not through any distributor/agent).
(d) Subscription made through Exchange Platform irrespective of investment amount.
A. RISK FACTORS

1. STANDARD RISK FACTORS

a) Mutual Funds and securities investments are subject to market risks such as trading volumes, settlement risk, liquidity risk and default risk including the possible loss of principal and there is no assurance or guarantee that the objectives of the Scheme will be achieved.

b) As the price / value / interest rates of the securities in which the scheme invests fluctuates, the value of your investment in the scheme may go up or down.

c) Past performance of the Sponsor/AMC/Mutual Fund does not guarantee future performance of the scheme.

d) Reliance ETF Sensex is only the name of the Scheme and does not in any manner indicate either the quality of the scheme or its future prospects and returns.

e) The Sponsor is not responsible or liable for any loss resulting from the operation of the Scheme beyond their initial contribution of Rs.1 lakh made by it towards the setting up of the Mutual Fund and such other accritions and additions to the corpus.

f) The present scheme is not a guaranteed or assured return scheme. The Mutual Fund is not guaranteeing or assuring any dividend/ bonus. The Mutual Fund is also not assuring that it will make periodical dividend/bonus distributions, though it has every intention of doing so. All dividend/bonus distributions are subject to the availability of distributable surplus of the Scheme.

2. SCHEME SPECIFIC RISK FACTORS:

a) Risks associated with investing in Equities

Equity and Equity related instruments on account of its volatile nature are subject to price fluctuations on daily basis. The volatility in the value of the equity and equity related instruments is due to various micro and macro economic factors affecting the securities markets. This may have adverse impact on individual securities /sector and consequently on the NAV of Scheme.

The inability of the Scheme to make intended securities purchases due to settlement problems, could cause the Scheme to miss certain investment opportunities as in certain cases, settlement periods may be extended significantly by unforeseen circumstances. Similarly, the inability to sell securities held in the schemes portfolio may result, at times, in potential losses to the scheme, should there be a subsequently decline in the value of the securities held in the schemes portfolio.

Trading volumes, settlement periods and transfer procedures may restrict the liquidity of the investments. This may impact the ability of the unit holders to redeem their units. In view of this, the Trustee has the right, in its sole discretion to limit redemptions (including suspending redemptions) under certain circumstances.

The Scheme may find itself invested in unlisted securities due to external events or corporate actions. This may increase the risk of the portfolio as these unlisted securities are inherently illiquid in nature and carry larger liquidity risk as compared to the listed securities or those that offer other exit options to the investors.

Investments in equity and equity related securities involve high degree of risks and investors should not invest in the Scheme unless they can afford to take the risk of losing their investment.

b) Risks associated with investing in Money Market Instruments

Investment in Money Market is subject to price, credit, and interest rate risk.

The NAV of the Scheme may be affected, inter alia, by changes in the market conditions, interest rates, trading volumes, settlement periods and transfer procedures.

Investing in Money market securities are subject to the risk of an Issuer’s inability to meet principal and interest payments obligation (credit risk) and may also be subject to price volatility due to such factors as interest rate sensitivity, market perception of the creditworthiness of the issuer and general market liquidity (market risk).

The timing of transactions in money market instruments, which will often depend on the timing of the Purchases and Redemptions in the Scheme, may result in capital appreciation or depreciation because the value of money market obligations generally varies inversely with the prevailing interest rates.

Interest Rate Risk

As with all fixed income securities, changes in interest rates will affect the Scheme’s Net Asset Value as the prices of securities generally increase as interest rates decline and generally decrease as interest rates rise. Prices of longer-term securities generally fluctuate more in response to interest rate changes than do shorter-term securities. Interest rate movements in the Indian markets can be volatile leading to the possibility of large price movements up or down in money market securities and thereby to possibly large movements in the NAV.

Liquidity or Marketability Risk

This refers to the ease at which a security can be sold at or near its true value. The primary measure of liquidity risk is the spread between the bid price and the offer price quoted by a dealer. Liquidity risk is characteristic of the Indian fixed income market.

Credit Risk

Credit risk or default risk refers to the risk which may arise due to default on the part of the issuer of the money market security (i.e. will be unable to make timely principal and interest payments on the security). While this risk is limited in money market instruments, because of stringent restrictions on issuers, it is not eliminated completely. Hence, they are sold at a yield spread above those offered on Treasury securities, which are sovereign obligations and generally considered to be free of credit risk. Normally, the value of a fixed income security will fluctuate depending upon the actual changes in the perceived level of credit risk as well as the actual event of default.
Reinvestment Risk

This risk refers to the interest rate levels at which cash flows received from the securities in the Scheme or from maturities in the Scheme are reinvested. The additional income from reinvestment is the “interest on interest” component. The risk refers to the fall in the rate for reinvestment of interim cashflows.

Risks associated with various types of securities

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<th>CREDIT RISK</th>
<th>LIQUIDITY RISK</th>
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<td>Listed</td>
<td>Depends on credit quality</td>
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<td>Unrated</td>
<td>Relatively high</td>
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<td>Depends on duration of instrument</td>
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Different types of securities in which the scheme would invest as given in the Scheme Information Document carry different levels and types of risk. Accordingly, the scheme’s risk may increase or decrease depending upon its investment pattern

B. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME

As per Circular number SEBI/IMD/CIR NO 10/22701/03 dated December 12, 2003, the above guidelines are not applicable for Exchange Traded Funds. As Reliance ETF Sensex is an exchange traded fund, same is not applicable

C. SPECIAL CONSIDERATIONS

The Mutual Fund is not assuring or guaranteeing that it will be able to make regular periodical distributions/distribute bonus units to its Unit holders though it has every intention to manage the portfolio so as to make periodical income/bonus distributions to Unit holders. Periodical distributions will be dependent on the returns achieved by the Asset Management Company through the active management of the portfolio.

Periodical distributions may therefore vary from period to period, based on investment results of the portfolio.

The Performance of S&P BSE Sensex Index will have a direct bearing on the performance of the Scheme. In the event the S&P BSE Sensex Index is dissolved or is withdrawn by AIPL, the Trustee reserves a right to modify the Scheme so as to track a different and suitable index and the procedure stipulated in the Regulations shall be complied with.

“S&P BSE SENSEX Index (the “Index”) is published by Asia Index Private Limited (“AIPL”), which is a joint venture among affiliates of S&P Dow Jones Indices LLC (“SPDJI”) and BSE Limited (“BSE”), and has been licensed for use by The Reliance Nippon Life Asset Management Limited ("Licensee"). Standard & Poor’s® and S&P® are registered trademarks of Standard & Poor’s Financial Services LLC (“S&P”) and Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"). BSE® and SENSEX® are registered trademarks of BSE. The trademarks have been licensed to AIPL and have been sublicensed for use for certain purposes by Licensee. Licensee’s Reliance ETF SENSEX (the “Product”) is/are not sponsored, endorsed, sold or promoted by AIPL, SPDJI, Dow Jones, S&P, any of their respective affiliates (collectively, “S&P Dow Jones Indices”) or BSE. None of AIPL, S&P Dow Jones Indices or BSE makes any representation or warranty, express or implied, to the owners of the Product or any member of the public regarding the advisability of investing in securities generally or in the Product particularly or the ability of the Index to track general market performance. AIPL’s, S&P Dow Jones Indices’ and BSE’s only relationship to Licensee with respect to the Index is the licensing of the Index and certain trademarks, service marks and/or trade names of AIPL, S&P Dow Jones Indices, BSE and/or their licensors. The Index is determined, composed and calculated by AIPL or its agent without regard to Licensee or the Product. None of AIPL, S&P Dow Jones Indices or BSE are responsible for and have not participated in the determination of the prices, and amount of the Product or the timing of the issuance or sale of the Product or in the determination or calculation of the equation by which the Product is to be converted into cash, surrendered or redeemed, as the case may be. AIPL, S&P Dow Jones Indices and BSE have no obligation or liability in connection with the administration, marketing or trading of the Product. There is no assurance that investment products based on the Index will accurately track index performance or provide positive investment returns. AIPL and S&P Dow Jones Indices LLC are not investment advisors. Inclusion of a security within an index is not a recommendation by AIPL, S&P Dow Jones Indices or BSE to buy, sell, or hold such security, nor is it considered to be investment advice.

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Other Scheme Specific Risk factors

a) The liquidity of the Scheme’s investments may be inherently restricted by trading volumes, settlement periods and transfer procedures. In the event of an inordinately large number of redemption requests, or of a re-structuring of the Scheme’s investment portfolio, these periods may become significant.

b) Although, the objective of the Fund is to generate optimal returns, the objective may or may not be achieved. The investors may note that
if the AMC/Investment Manager is not able to make right decision regarding the timing of increasing exposure in money market securities in times of falling equity market, it may result in negative returns. Given the nature of scheme, the portfolio turnover ratio may be on the higher side commensurate with the investment decisions and Asset Allocation of the Scheme. At times, such churning of portfolio may lead to losses due to subsequent negative or unfavorable market movements.

c) Credit And Rating Downgrade Risks may affect the value of Money Market instruments.

d) The NAV of the scheme to the extent invested in Money market securities are likely to be affected by changes in the prevailing rates of interest and are likely to affect the value of the Scheme’s holdings and thus the value of the Scheme’s Units.

e) The AMC may, considering the overall level of risk of the portfolio, invest in lower rated/ unrated securities offering higher yields. This may increase the risk of the portfolio.

f) Securities which are not quoted on the stock exchanges are inherently illiquid in nature and carry a larger amount of liquidity risk, in comparison to securities that are listed on the exchanges or offer other exit options to the investor, including a put option. The Scheme may find itself invested in unlisted securities due to external events or corporate actions. This may increase the risk of the portfolio.

g) While securities that are listed on the stock exchange carry lower liquidity risk, the ability to sell these investments is limited by the overall trading volume on the stock exchanges. Money market securities, while fairly liquid, lack a well-developed secondary market, which may restrict the selling ability of the Scheme and may lead to the Scheme incurring losses till the security is finally sold.

h) Investment decisions made by the AMC may not always be profitable, even though it is intended to generate capital appreciation and maximize the returns by actively investing in equity and equity related securities.

i) The tax benefits available under the scheme are as available under the present taxation laws and are available only to certain specified categories of investors and that is subject to fulfillment of the relevant conditions. The information given is included for general purposes only and is based on advice that the AMC has received regarding the law and the practice that is currently in force in India and the investors and the Unitholders should be aware that the relevant fiscal rules and 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 investment in the Scheme will endure indefinitely. In view of the individual nature of tax consequences, each Investor/Unitholder is advised to consult his/her own professional tax advisor.

The Mutual Fund is not assuring or guaranteeing that it will be able to make regular periodical distributions/distribute bonus units to its Unit holders though it has every intention to manage the portfolio so as to make periodical income/bonus distributions to Unit holders. Periodical distributions will be dependent on the returns achieved by the Asset Management Company by tracking the S&P BSE Sensex Index. Periodical distributions may therefore vary from period to period, based on investment results of the portfolio.

Past performance of the Sponsor/ the AMC/ the Mutual Fund is not indicative of the future performance of the Scheme. Reliance ETF Sensex is the name of the Scheme and does not in any manner indicate either the quality of the Scheme; its future prospects or returns. All dividend distributions are subject to the availability of distributable surplus in the Scheme. When an investor switches from this scheme to another scheme on a future date, the scheme specific risk factors applicable to such scheme into which he switches, will apply.

Market Trading Risks

a) Absence of Prior Active Market: Although the units of ETFs are listed on the Stock Exchange for trading, there can be no assurance that an active secondary market will develop or be maintained.

b) Lack of Market Liquidity: Trading in units of ETFs on the Stock Exchange on which it is listed may be halted because of market conditions or for reasons that, in the view of the concerned Stock Exchange or Market Regulator, trading in the ETF Units is inadvisable.

In addition, trading in the units of ETFs is subject to trading halts caused by extraordinary market volatility pursuant to 'circuit breaker' rules. There can be no assurance that the requirements of the concerned Stock Exchange necessary to maintain the listing of the units of ETFs will continue to be met or will remain unchanged.

c) Units of Exchange Traded Funds May Trade at Prices Other than NAV: Units of Exchange Traded Funds may trade above or below their NAV. The NAV of Units of Exchange Traded Funds may fluctuate with changes in the market value of a Scheme’s holdings. The trading prices of units of ETF will fluctuate in accordance with changes in their NAVs as well as market supply and demand. However, given that ETFs can be created / redeemed in Creation Units, directly with the fund, large discounts or premiums to the NAV will not sustain due to arbitrage possibility available.

d) Regulatory Risk: Any changes in trading regulations by the Exchange or SEBI may affect the ability of market maker to arbitrage resulting into wider premium/ discount to NAV. Although Reliance ETF Sensex are proposed to be listed on an Exchange, the AMC and the Trustees will not be liable for delay in listing of Units of the Scheme on Exchange / or due to connectivity problems with the depositories due to the occurrence of any event beyond their control.

e) Political Risks: Whereas the Indian market was formerly restrictive, a process of deregulation has been taking place over recent years. This process has involved removal of trade barriers and protectionist measures, which could adversely affect the value of investments. It is possible that the future changes in the Indian political situation, including political, social or economic instability, diplomatic developments and changes in laws and regulations could have an effect on the value of investments. Expropriation, confiscatory taxation or other relevant developments could affect the value of investments.

f) Competition Risks: An investment in Reliance ETF Sensex may be adversely affected by competition from other methods of investing in the Index.

g) Right to Limit Redemptions: The Trustee, in the general interest of the unit holders of the Scheme offered under this Offer Document and keeping in view of the unforeseen circumstances/unusual market conditions, may limit the total number of Units which can be redeemed on any Business Day depending on the total “Saleable Underlying Stock” available with the fund.

h) Redemption Risk – The Unit Holders may note that even though this is an open ended Exchange Traded Fund, the Scheme would ordinarily repurchase Units in Creation Unit size. Thus unit holdings less than the Creation Unit size can normally only be sold through the secondary market, unless no quotes are available on the Exchange for 3 trading days consecutively.
i) **Asset Class Risk**: The returns from the types of securities in which a Scheme invests may underperform returns from the various general securities markets or different asset classes. Different types of securities tend to go through cycles of out-performance and underperformance in comparison of the general securities markets.

j) **Passive Investments**: As Reliance ETF Sensex is not actively managed, the underlying investments may be affected by a general decline in the Indian markets relating to its Underlying Index. The scheme invests in the securities included in its underlying index regardless of their investment merit. The AMC does not attempt to take defensive positions in declining markets. Further, the fund manager does not make any judgment about the investment merit nor shall attempt to apply any economic, financial or market analysis.

k) **Tracking Error Risk**:

Factors such as the fees and expenses of the Scheme, cash balance, changes to the Underlying assets and regulatory policies may affect AMC's ability to achieve close correlation with the Underlying assets of the scheme. The Scheme’s returns may therefore deviate from those of its Underlying assets.

l) **Tracking Error of ETFs**: is likely to be low as compared to a normal index fund. Due to the Creation / Redemption of units through the in-kind mechanism the fund can keep lesser funds in cash. Also, time lag between buying / selling units and the underlying shares is much lower. The Investment Manager would monitor the tracking error of the Scheme on an ongoing basis and would seek to minimize tracking error to the maximum extent possible. Under normal circumstances, the AMC shall endeavor that such tracking errors shall not exceed 2% per annum.

**Right to limit Purchase of units and/or Right to limit Redemption of units**

The Trustee and AMC may, in the general interest of the Unit holders of the Scheme under this Scheme Information Document and keeping in view the unforeseen circumstances / unusual market conditions, limit the total number of Units which may be redeemed on any Working Day for redemption requests of more than Rs. 2 Lakhs per folio at a scheme level in any Scheme. In line with the SEBI Circular dated May 31, 2016 the following conditions would be applicable.

a. **Restriction may be imposed when there are circumstances leading to a systemic crisis or event that severely constricts market liquidity or the efficient functioning of markets such as:**
   i. Liquidity issues - when market at large becomes illiquid and affecting almost all securities.
   ii. Market failures, exchange closures - when markets are affected by unexpected events which impact the functioning of exchanges or the regular course of transactions. Such unexpected events could also be related to political, economic, military, monetary or other emergencies.
   iii. Operational issues – when exceptional circumstances are caused by force majeure, unpredictable operational problems and technical failures (e.g. a black out).

b. **Restriction on redemption may be imposed for a specified period of time not exceeding 10 working days in any 90 days period.**

c. **When restriction on redemption is imposed, the following procedure shall be applied:**
   i. No redemption requests upto INR 2 lakh shall be subject to such restriction.
   ii. Where redemption requests are above INR 2 lakh, AMCs shall redeem the first INR 2 lakh without such restriction and remaining part over and above INR 2 lakh shall be subject to such restriction.

However, suspension or restriction of redemption under any scheme of the Mutual Fund shall be made applicable only after the approval from the Board of Directors of the Asset Management Company and the Trustee Company. The approval from the AMC Board and the Trustees giving details of circumstances and justification for the proposed action shall also be informed to SEBI immediately.

**Exchange Traded Fund (ETF)**

ETFs are innovative products that provide exposure to an index or a basket of securities that trade on the exchange like a single stock. ETFs have a number of advantages over traditional open ended index funds as they can be bought and sold on the exchange at prices that are usually close to the actual intra-day NAV of the Scheme. ETFs are an innovation to traditional mutual funds as ETFs provide investors a fund that closely tracks the performance of an index with the ability to buy / sell on an intra-day basis. Unlike listed closed ended funds, ETFs are structured in a manner which allows to create new units and redeem outstanding units directly with the fund, thereby ensuring that ETFs trade close to their actual NAVs.

ETFs came into existence in the USA in 1993. The first ETFs were based on the S&P 500 and are popularly known as SPDRs (Spiders). ETFs have gained prominence over the last few years.

ETFs are usually passively managed funds wherein subscription / redemption of units work on the concept of exchange with underlying securities. In other words, large investors / institutions can purchase units by depositing the underlying securities with the fund / AMC and can redeem by receiving the underlying shares in exchange of units. Units can also be bought and sold directly on the exchange.

ETFs have all the benefits of indexing such as diversification, low cost and transparency. As ETFs are listed on the exchange, costs of distribution are much lower and the reach is wider.

These savings in cost are passed on to the investors in the form of lower costs. Further more, exchange traded mechanism helps reduce minimal collection, disbursement and other processing charges.

The structure of ETFs is such that it protects long-term investors from inflows and outflows of short-term investor. This is because the fund does not bear extra transaction cost when buying / selling due to frequent subscriptions and redemptions.

**Tracking Error of ETFs**: is likely to be low as compared to a normal index fund. Due to the Creation / Redemption of units through the in-kind mechanism the fund can keep lesser funds in cash. Also, time lag between buying / selling units and the underlying shares is much lower.

**Benefits of ETFs**

1. Can be easily bought / sold like any other stock on the exchange through terminals spread across the country.
2. Can be bought / sold anytime during market hours at prices that are expected to be close to actual NAV of the Scheme. Thus, investor invests at real-time prices as opposed to end of day prices.
3. No separate form filling for buying / selling units. It is just a phone call to your broker or a click on the net.
4. Ability to put limit orders.
5. Minimum investment for an ETF is one unit.
6. Protects long-term investors from the inflows and outflows of short-term investors.
7. Flexible as it can be used as a tool for gaining instant exposure to the equity markets, hedging or for arbitraging between the cash and futures market.
8. Helps in increasing liquidity of underlying cash market.
9. Aids low cost arbitrage between Futures and Cash market.
10. An investor can get a consolidated view of his investments without adding too many different account statements, as ETFs will be in demat form.

Uses of ETFS :
1. Investors with a long-term horizon
   Allows diversification of portfolio at one shot, thereby reducing scrip specific risk at a low cost.
2. FPIs, Institutions and Mutual Funds
   Allows easy asset allocation, hedging at a low cost.
3. Arbitrage
   Low impact cost to carry out arbitrage between the Cash and the Futures market.
4. Investors with a shorter term horizon
   Allows liquidity due to ability to trade during the day and expected to have quotes near NAV during the course of trading day.

D. DEFINITIONS AND ABBREVIATIONS

In this Scheme Information Document, the following words and expressions shall have the meaning specified below, unless the context otherwise requires:

<table>
<thead>
<tr>
<th>Aadhaar</th>
<th>Aadhaar number issued by the Unique identification Authority of India (UIDAI)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Applicable Net Asset Value (NAV)</td>
<td>Unless otherwise stated in this document, Applicable NAV is the Net Asset Value per Unit at the close of the Business Day on which the application for purchase or redemption/switch is received at the designated investor service centre and is considered accepted on that day. An application is considered accepted on that day, subject to it being complete in all respects and received prior to the cut-off time on that Business Day.</td>
</tr>
<tr>
<td>Asset Management Company (AMC/RNAM)/Investment Manager</td>
<td>Reliance Nippon Life Asset Management Limited, the Asset Management Company incorporated under the Companies Act, 1956, and authorized by SEBI to act as the Investment Manager to the Schemes of Reliance Mutual Fund.</td>
</tr>
<tr>
<td>Authorised Participants</td>
<td>Member of the BSE or any other recognised stock exchange or any other person who is appointed by the AMC to act as Authorised Participant as decided by the AMC.</td>
</tr>
<tr>
<td>Business Day / Working Day</td>
<td>A business day means any day other than (1) Saturday (2) Sunday or (3) a day on which AIPL or Bombay Stock Exchange (BSE) or Reserve Bank of India or Banks in Mumbai are closed or (4) a day on which there is no RBI clearing/settlement of securities or (5) a day on which the sale and/or redemption and/or switches of Units is suspended by the Trustees/AMC or (7) a day on which normal business could not be transacted due to storms, floods, bandhs, strikes or any other events as the AMC may specify from time to time. The AMC reserves the right to declare any day as a Business Day or otherwise at any or all DISC.</td>
</tr>
<tr>
<td>Collecting Bank</td>
<td>Branches of Banks for the time being authorized to receive application(s) for units, as mentioned in this document.</td>
</tr>
<tr>
<td>Continuous Offer</td>
<td>Offer of the Units when the scheme becomes open ended after the closure of the New Fund Offer.</td>
</tr>
</tbody>
</table>
| Creation unit | ‘Creation Unit’ is a fixed number of Reliance ETF Sensex, which is exchanged for a basket of shares underlying the index called the “Portfolio Deposit” and a “Cash Component”. The facility of creating/redeeming units in Creation Unit size will be available to the Authorized Participants and Large Investors. Currently, it is proposed by RNAM that, Motilal Oswal Securities Limited and Reliance Securities Limited shall act as Authorized Participant Further, RNAM reserves the right to modify Authorized Participants on an ongoing basis. The list of Authorized Participants will be available on the website of the Fund www.reliancemutual.com / www.relianceetf.com. The number of Reliance ETF Sensex that investors can create/redeem in exchange of the Portfolio Deposit and Cash Component is 10,000 units and in multiples thereafter. The Fund may also allow Cash# subscription/redemption of Reliance ETF Sensex in creation unit size by large investors. The Portfolio Deposit and Cash Component are defined as follows: -
   a. Portfolio Deposit: This is a pre-defined basket of securities that represent the underlying index and will be defined and announced by the fund on allotment date and can change from time to time. |
b. **Cash Component for Creating in Creation Unit Size:** The Cash Component represents the difference between the Applicable NAV of a Creation Unit and the market value of the Portfolio deposit. This difference will represent accrued Dividends, accrued annual charges including management fees and residual cash in the Scheme. In addition the Cash Component will include transaction cost as charged by the Custodian/ Depositary Participant, equalization of Dividend and other incidental expenses for Creating Units. In addition the Cash Component for creation will also include Entry Load, as may be levied by the Fund from time to time and statutory levies, if any. The details pertaining to Portfolio Deposit and Cash Component for creation units will vary from time to time and will be decided and announced by the AMC on its website.

#RTGS, NEFT or transfer cheque.

### Custodian
Deutsche Bank A.G., Mumbai, acting as Custodian to the Scheme, or any other custodian who is appointed by the Trustee.

### Depository
Depository means a body corporate as defined in the Depositories Act, 1996 (22 of 1996) and includes National Securities Depository Ltd (NSDL) and Central Depository Services Ltd (CDSL).

### Designated Investor Service Centres (DISC) / Official point of acceptance for transaction)
Any location as may be defined by the Asset Management Company from time to time, where investors can tender the request for subscription, redemption or switching of units, etc.

### Entry Load
Load on subscriptions / switch in.

### Exit Load
Load on redemptions / switch out.

### Equity related instruments
Such instruments like Convertible bonds and debentures and warrants carrying the right to obtain equity shares.

### ETF
Exchange Traded Fund.

### Exchange
The Stock Exchange Limited, Mumbai or The Bombay Stock Exchange (BSE) Limited or any other exchange where the Units are listed.

### FPI
Foreign Portfolio Investors (FPI) as defined in Regulation 2(1) (h) of Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014

### Investment Management Agreement (IMA)
The Agreement entered into between Reliance Capital Trustee Co. Limited and Reliance Nippon Life Asset Management Limited by which RNAM has been appointed the Investment Manager for managing the funds raised by RMF under the various Schemes and all amendments thereof.

### Index Fund
Means a mutual fund scheme, which invests in securities in the same proportion that constitutes the underlying index.

### Large Investor
‘Large Investor’ means an Investor who is eligible to invest in the respective Schemes and who would be creating Units of the Schemes in Creation Unit size by depositing Portfolio Deposit and Cash Component. Further Large Investor would also mean those Investors who would be Redeeming Units of the Schemes in Creation Unit size.

### Load
A charge that may be levied as a percentage of NAV at the time of entry into the scheme/plans or at the time of exiting from the scheme/plans.

### Local Cheque
A Cheque handled locally and drawn on any bank, which is a member of the banker’s clearing house located at the place where the application form is submitted.

### Mutual Fund Regulations (Regulations)
Securities and Exchange Board of India (Mutual Funds) Regulations as amended from time to time and such other Regulations as may be in force from time to time to regulate the activities of Mutual Funds.

### Net Asset Value (NAV)
Net Asset Value of the Units in each plan of the Scheme is calculated in the manner provided in this Scheme Information Document or as may be prescribed by Regulations from time to time. The NAV will be computed up to four decimal places.

### Non-Resident Indian (NRI)
Non-Resident Indian.

### Person of Indian Origin (PIO)
Person of Indian Origin

### Plans/Options
Not Applicable

### Portfolio Deposit
This is a pre-defined basket of securities that represent the underlying index and will be defined and announced by the fund on allotment date and can change from time to time.

### Purchase Price
Purchase Price to the investor of Units of any of the plans computed in the manner indicated in this Scheme Information Document.

### Reserve Bank of India (RBI)
Reserve Bank of India, established under the Reserve Bank of India Act, 1934.

### Reliance Mutual Fund (RMF) /Mutual Fund/the Fund
Reliance Mutual Fund (formerly known as Reliance Capital Mutual Fund), a Trust under Indian Trust Act, 1882 and registered with SEBI vide registration number MF/022/95/1 dated June 30, 1995.
Reliance Capital Trustee Co. Limited (RCTC) /Trustee / Trustee Company

Reliance Capital Trustee Co. Limited, a Company incorporated under the Companies Act, 1956, and authorized by SEBI and by the Trust Deed to act as the Trustee of RMF.

RCL

Reliance Capital Limited

Redemption Price

Redemption Price to the investor of Units of any of the plans computed in the manner indicated in this Scheme Information Document.

Registrar /Karvy

Karvy Fintech Private Limited, who have been appointed as the Registrar or any other Registrar who is appointed by RNAM.

Statement of Additional Information (SAI)

Statement of Additional Information, the document issued by Reliance Mutual Fund containing details of Reliance Mutual Fund, its constitution, and certain tax, legal and general information. SAI is legally a part of the Scheme Information Document.

Scheme

Reliance ETF Sensex, An Open Ended Index Exchange Traded Fund.

Scheme Information Document (SID)

Scheme Information Document issued by RMF, offering units of Reliance ETF Sensex for subscription.

Sponsor

Means Sponsor of RMF i.e., RCL a company incorporated under Companies Act, 1956 that has established RMF and co-sponsor of RMF i.e., Nippon Life Insurance Company ("NLI").

S&P BSE Sensex Index

S&P BSE SENSEX, first compiled in 1986, was calculated on a "Market Capitalization-Weighted" methodology of 30 component stocks representing large, well-established and financially sound companies across key sectors. S&P BSE SENSEX today is widely reported in both domestic and international markets.

The Securities and Exchange Board of India (SEBI)

Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended from time to time, including by way of circulars or notifications issued by SEBI and the Government of India.

Tracking Error

Tracking error means the variance between daily returns of the underlying benchmark and the NAV of the scheme for any given period.

Tri-Party Repo

Tri-party repo is a type of repo contract where a third entity (apart from the borrower and lender), called a Tri-Party Agent, acts as an intermediary between the two parties to the repo to facilitate services like collateral selection, payment and settlement, custody and management during the life of the transaction.

Trust Deed

The Trust Deed entered into on April 24, 1995 between the Sponsor and the Trustee, and all amendments thereof.

Trust Fund

The corpus of the Trust, unit capital and all property belonging to and/or vested in the Trustee.

Unit

The interest of the investors in any of the plans, of the scheme which consists of each Unit representing one undivided share in the assets of the corresponding plan of the scheme.

Unitholder

A person who holds Unit(s) under the scheme.

Unitholders Record

Unitholders whose names appear on the unitholders register of the concerned plan(s) on the date of determination of Dividend/Bonus, subject to realisation of the cheque.

Underlying Stock / Securities

Instruments invested in by the Fund manager, for the scheme, subject to the approval of the Regulator and / or in compliance with the Regulations.

Words and Expressions used in this Scheme Information Document and not defined shall have the same meaning as in the Regulations.

E. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY

It is confirmed that:

1. The Scheme Information Document of Reliance ETF Sensex, 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.
2. 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.
3. 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.
4. The intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and their registrations are valid, as on date, to the best of our knowledge and belief.

Sd/-

Place : Mumbai
Date : March 28, 2019

Muneesh Sud
Designation: Chief Legal & Compliance officer
II. INFORMATION ABOUT THE SCHEME – Reliance ETF Sensex

A. TYPE OF THE SCHEME –
An Open Ended Index Exchange Traded Fund

B. WHAT IS THE INVESTMENT OBJECTIVE OF THE SCHEME?
The investment objective of the scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the S&P BSE Sensex Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

C. HOW WILL THE SCHEME ALLOCATE ITS ASSETS?
Under normal circumstances, the anticipated asset allocation would be:

<table>
<thead>
<tr>
<th>Instruments</th>
<th>Indicative asset allocation (% of total assets)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Minimum</td>
<td>Maximum</td>
</tr>
<tr>
<td>Securities constituting S&amp;P BSE Sensex Index</td>
<td>95%</td>
<td>100%</td>
</tr>
<tr>
<td>Money Market instruments including Tri-Party Repo (with maturity not exceeding 91 days)</td>
<td>0%</td>
<td>5%</td>
</tr>
</tbody>
</table>

The Scheme, in general, will hold all the securities that comprise the underlying Index in the same proportion as the index. Expectation is that, over a period of time, the tracking error of the Scheme relative to the performance of the Underlying Index will be relatively low.

The AMC would monitor the tracking error of the Scheme on an ongoing basis and would seek to minimize tracking error to the maximum extent possible. Under normal market circumstances, such tracking error is not expected to exceed by 2% p.a. However, in case of events like, dividend issuance by constituent members, rights issuance by constituent members, and market volatility during rebalancing of the portfolio following the rebalancing of the Underlying Basket, etc. or in abnormal market circumstances, the tracking error may exceed the above limits.

The scheme will neither make any investment in Derivatives, ADR / GDR / Foreign Securities / Securitized Debt nor will it engage in short selling and securities lending. Further, it shall not take any exposure in derivative instruments.

Since the scheme is an exchange traded fund, it will endeavor that at no point of time the scheme will deviate from the index.

In the interest of investors, the AMC reserves the right to change the above asset allocation pattern due to corporate action activity undertaken in the underlying securities. Also, the AMC shall ensure that in case of involuntary corporate action (Refer note 1) undertaken in the underlying securities, the portfolio will be realigned to the constituents of S&P BSE Sensex Index.

In case of such above mentioned deviations is due to voluntary corporate action, the AMC shall rebalance/realign within a period of 7 days.

In case of any involuntary inclusion of non-eligible securities due to corporate actions as defined in the SEBI guidelines, the portfolio shall be rebalanced within a period of 30 days.

D. WHERE WILL THE SCHEME INVEST?
Investment in Equities and equity related instruments: The Scheme would invest in stocks comprising the S&P BSE Sensex Index in the same proportion (weightage) as in the Index and endeavor to track the benchmark index.

Investment in money market instruments: The Scheme may also invest in money market instruments, in compliance with Regulations to meet liquidity requirements. The scheme may also invest in liquid schemes of Reliance Mutual Fund of any other fund house. Money Market Instruments include commercial papers, treasury bills, and Government securities having an unexpired maturity upto one year, call or notice money, certificate of deposit, Tri-Party Repos and any other like instruments as specified by the Reserve Bank of India from time to time.

E. WHAT ARE THE INVESTMENT STRATEGIES?
What is the Investment Strategy of the fund?
Reliance ETF Sensex is a passively managed exchange traded fund which will employ an investment approach designed to track the performance of S&P BSE Sensex Index. The Scheme seeks to achieve this goal by investing in securities constituting the S&P BSE Sensex index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in money market instruments to meet the liquidity and expense requirements.

The fund is ideal for those investors who would like to participate in the India growth story by passively investing in a well-diversified portfolio of well known companies as approximately represented by S&P BSE Sensex Index.

Tracking Error
Tracking error is defined as the standard deviation of the difference between the daily returns of the Underlying Index and the NAV of the Scheme. Theoretically, the corpus of the Scheme has to be fully invested in the securities comprising the Underlying Index in the same proportion of weights as the securities have in the Underlying Index. However, deviations from the stated index replication may occur due to reason that the Scheme has to incur expenses, corporate actions pertaining to the Index including changes to the constituents, regulatory policies, ability of the Fund Manager to closely replicate the Underlying Index, etc. The Scheme’s returns may therefore deviate from those of its Underlying Index. Tracking Error may arise due to the following reasons:

1. Fees and expenses of the Scheme.
2. Cash balance held by the Scheme due to dividend received subscriptions, redemption, etc.
3. Halt in trading on the stock exchange due to circuit filter rules.
4. Corporate actions
5. The Scheme has to invest in the securities in whole numbers and has to round off the quantity of securities shares.
6. Dividend payout.
7. Changes in the constituents of the underlying Index. Whenever there are any changes, the Scheme has to reallocate its investment as per the revised Index but market conditions may not offer an opportunity to rebalance its portfolio to match the Index and such delay may affect the NAV of the Scheme.

The AMC would monitor the tracking error of the Scheme on an ongoing basis and would seek to minimize tracking error to the maximum extent possible. Under normal market circumstances, such tracking error is not expected to exceed by 2% p.a. However, in case of events like, dividend issuance by constituent members, rights issuance by constituent members, and market volatility during rebalancing of the portfolio following the rebalancing of the Underlying Basket, etc. or in abnormal market circumstances, the tracking error may exceed the above limits.

**Risk Control**

For the Scheme, risks would be the impact cost on securities, the delayed communication of weightage changes by the index service providers and the delayed calculation of net change in assets of the Scheme, amongst others.

It is proposed to manage the risks by placing limit orders for basket trades and other trades, proactive follow-up with the service providers for daily change in weights in index as well as monitor daily inflows and outflows to and from the Fund closely.

While these measures are expected to mitigate the above risks to a large extent, there can be no assurance that these risks would be completely eliminated. Since investing requires disciplined risk management, the AMC would incorporate adequate safeguards for controlling risks in the portfolio construction process.

**Debt market in India**

The Indian Debt market is facing major shift in the recent times. The substantial growth in Mutual Fund collections in the past few years have provided an easy route for the investors to channelise their savings into the debt market, which otherwise is largely dominated by Banks and other Institutional investors.

At present, the Indian debt market is dominated by issues of Central Government bonds, Corporate Debentures and PSU Bonds. The new Securitised instruments are also very attractive in the primary market. Risk associated with securitized Debt or PTCs are credit risk, liquidity risk and price risk/interest rate risk. The other instruments available for investment are Commercial Papers, Certificate of Deposits, Government guaranteed bonds, etc.

Brief details about the instruments are given below as on March 1, 2019.

<table>
<thead>
<tr>
<th>Instruments</th>
<th>Listed/ Unlisted</th>
<th>Current Yield Range As on March 1, 2019</th>
<th>Liquidity</th>
<th>Risk profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Central Government Securities</td>
<td>Listed</td>
<td>6.48%-7.82%</td>
<td>High</td>
<td>Low</td>
</tr>
<tr>
<td>Corporate Debentures / PSU Bonds</td>
<td>Listed</td>
<td>8.06%-8.73%</td>
<td>Moderate</td>
<td>Low</td>
</tr>
<tr>
<td>CDs (short term)</td>
<td>Unlisted</td>
<td>7.25%-7.70%</td>
<td>High</td>
<td>Low</td>
</tr>
<tr>
<td>Call Money</td>
<td>Unlisted</td>
<td>5.30%-6.30%</td>
<td>High</td>
<td>Low</td>
</tr>
<tr>
<td>Libor linked Papers*</td>
<td>Listed</td>
<td>220-250 bps</td>
<td>Low</td>
<td>Low</td>
</tr>
</tbody>
</table>

* Range of spread between 5 year and 10 year AAA Corporate bond and OIS papers of similar maturity

A brief description about yields presently available on Central Govt. Securities /Bonds & Debentures of various maturities is as follows:

Annualised yields (as on March 1, 2019) are:

<table>
<thead>
<tr>
<th>Yrs</th>
<th>&lt;= 1yr</th>
<th>1yr - 5yr</th>
<th>5yr - 10yrs</th>
<th>10yr - 30 yrs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Central Government securities</td>
<td>6.50%-6.59%</td>
<td>6.68%-7.35%</td>
<td>7.45%-7.76%</td>
<td>7.85%-7.97%</td>
</tr>
<tr>
<td>Debentures / Bonds (AAA rated)</td>
<td>8.00%-8.06%</td>
<td>8.06%-8.44%</td>
<td>8.63%-8.73%</td>
<td>-</td>
</tr>
</tbody>
</table>

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 VARIES ACCORDING TO MATURITY PROFILE, CREDIT RISK ETC

**Portfolio Turnover Policy**

Generally, turnover will be confined to rebalancing of portfolio on account of change in the composition and corporate actions of S&P BSE Sensex Index.

**F. FUNDAMENTAL ATTRIBUTES**

Following are the fundamental attributes in accordance with Regulation 18(15)(A) of the SEBI(MF) Regulations, 1996:

(i) **Type of a scheme**

   An Open Ended Index Exchange Traded Fund

(ii) **Investment Objectives**

   - **Main Objective** - The investment objective of the scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the S&P BSE Sensex Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

   - **Investment Pattern** - Refer to Section II - C: “How will the Scheme allocate its assets?”

(iii) **Terms of Issue**

   a) **Liquidity provisions such as repurchase/redemption of units**

      Reliance ETF Sensex shall be listed on the Exchange, subsequent buying or selling by Unit holders can be made from the secondary market. For details on repurchase/redemption of units please refer section on redemption.
b) Aggregate Fees and expenses charged to the Scheme
   
i) New Fund Offer (NFO) Expenses
      Refer to Section IV - A : New Fund Offer (NFO) Expenses
   
ii) Annual Scheme Recurring Expenses
      Refer to Section IV - B : Annual Scheme Recurring Expenses
   
iii) Any safety net or guarantee provided – Not Applicable

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations, the Trustees shall ensure that no change in the fundamental attributes of the Scheme(s) and the Plan(s) / Option(s) thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme(s) and the Plan(s) / Option(s) thereunder and affect the interests of Unitholders is carried out unless:
   
i) A written communication about the proposed change is sent to each Unitholder 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
   
ii) The Unitholders 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?

S&P BSE Sensex Index

As per the investment objective of the scheme, the investment would primarily be in securities which are constituents of the S&P BSE Sensex Index. Thus, the composition of the aforesaid benchmark index is such that it is most suited for comparing performance of the Scheme

About the Index

S&P BSE SENSEX, first compiled in 1986, was calculated on a “Market Capitalization-Weighted” methodology of 30 component stocks representing large, well-established and financially sound companies across key sectors. S&P BSE SENSEX today is widely reported in both domestic and international markets.

However, since September 1, 2003, S&P BSE SENSEX is being calculated using the “Free-float Market Capitalization” methodology, wherein, the level of index at any point of time reflects the free-float market value of 30 component stocks relative to a base period. The market capitalization is further multiplied by the free-float factor to determine the free-float market capitalization.

The base period of S&P BSE SENSEX is 1978-79 and the base value is 100 index points. This is often indicated by the notation 1978-79=100.

The calculation of S&P BSE SENSEX involves dividing the free-float market capitalization of 30 companies in the Index by a number called the Index Divisor. The Divisor is the only link to the original base period value of the S&P BSE SENSEX. It keeps the Index comparable over time and is the adjustment point for all Index adjustments arising out of corporate actions, replacement of scrips etc. During market hours, prices of the index scrips, at which latest trades are executed, are used by the trading system to calculate S&P BSE SENSEX on a continuous basis.

SELECTION CRITERIA:

Eligible Universe:

The index is derived from the constituents of the S&P BSE 100. The inclusion of DVRs in the index will result in more than 30 stocks in the index. However, the number of companies in the index remains fixed at 30. Stocks in the eligible universe must satisfy the following eligibility factors in order to be considered for index inclusion:

- Listing History: Stocks must have a listing history of at least six months at BSE.
- Trading Days: The stock must have traded on every trading day at BSE during the six month reference period.
- Multiple Share Classes: DVRs satisfying the above eligibility criteria are aggregated with the company’s common stock and index construction is done based on the aggregated company data as detailed below.

Index Construction:

1. All companies meeting the eligibility factors are ranked based on their average six month float adjusted market capitalization. The top 75 are identified.

2. All companies meeting the eligibility factors are ranked again based on their average six month total market capitalization. The top 75 are identified.

3. All companies identified based on steps 1 and 2 are then combined and sorted based on their annualized traded value. Companies with a cumulative annualized traded value greater than 98% are excluded.

4. The remaining companies are then sorted by average six-month float-adjusted market capitalization. Companies with a weight of less than 0.5% are excluded.

5. The remaining companies from step 4 are then ranked based on their average six-month float adjusted market capitalization, and are selected for index inclusion according to the following rules:
   
a) The top 21 companies (whether a current index constituent or not) are selected for index inclusion with no sector consideration.

b) Existing constituents ranked 22 – 39 are selected in order of highest rank until the target constituent count of 30 is reached.

c) If after this step the target constituent count is not achieved, then non-constituents ranked 22 – 30 are selected by giving preference to those companies whose sector is underrepresented in the index as compared to the sector representation in the S&P BSE AllCap.

d) If after this step, the target constituent count is still not achieved, non-constituents are selected in order of highest rank until the target constituent count is reached.
Annualized traded value is calculated by taking the median of the monthly medians of the daily traded values over the six-month period. The annualization is calculated using 250 trading days in a year.

All additions and deletions are made at the discretion of index committee.

**Constituent Weightings:** Index constituents are weighted based on their float-adjusted market capitalization.

**Index Service Provider**
The S&P BSE Indices (the “Indices”) are published by Asia Index Private Limited (“AIPL”), which is a joint venture among affiliates of S&P Dow Jones Indices LLC (“SPDJI”) and BSE Limited (“BSE”). On February 19, 2013, S&P Dow Jones Indices and the BSE Ltd. (formerly Bombay Stock Exchange (“BSE”) announced their strategic partnership to calculate, disseminate, and license the widely followed BSE suite of indices.

**H. WHO MANAGES THE SCHEME?**

<table>
<thead>
<tr>
<th>Name</th>
<th>Age</th>
<th>Educational Qualification</th>
<th>Type and Nature of past experience including assignments held during the past 10 years</th>
<th>Name of the Other Scheme managed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund Manager &amp; Dealer - ETF (Managing the Scheme - Since Nov 2018)</td>
<td></td>
<td></td>
<td></td>
<td>Reliance ETF Consumption, Reliance ETF Dividend Opportunities, Reliance ETF Gold BeES, Reliance ETF Infra BeES, Reliance ETF Nifty 100, Reliance ETF NV20, Reliance ETF PSU Bank BeES, Reliance ETF Shariah BeES, Reliance Index Fund – Nifty Plan, Reliance Index Fund – Sensex Plan, Reliance Gold Savings Fund, Reliance ETF Nifty Midcap 150, Reliance Junior BeES FoF</td>
</tr>
</tbody>
</table>

**I. WHAT ARE THE INVESTMENT RESTRICTIONS?**
The investment policy of the scheme complies with the rules, regulations and guidelines laid out in SEBI (Mutual Funds) Regulations, 1996. As per the Regulations, specifically the Seventh Schedule, the following investment limitations are currently applicable:

1. Mutual Funds/AMCs shall ensure that total exposure of debt schemes of mutual funds 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.

2. Transfers of investments from one scheme to another scheme in the Mutual Fund shall be allowed only if:
   i) Such transfers are done at the prevailing market price for quoted instruments on spot basis;
   ii) The securities so transferred shall be in conformity with the investment objectives & policies of the Scheme to which such transfer has been made.

3. The Scheme may invest in another scheme under the same asset management company or in any other mutual fund without charging any fees, provided the aggregate inter scheme investments made by all Schemes under the same management company or in schemes under the management of any other AMC shall not exceed 5% of NAV of the Mutual Fund. [Provided that this clause shall not apply to any fund of funds scheme.]

4. The Mutual Fund shall buy and sell securities on the basis of deliveries and shall in all cases of purchases, take delivery of relative securities and in all cases of sale, deliver the securities and shall in no case put itself in a position whereby it has to make short sale or carry forward transactions or engage in badla finance:
   Provided further that sale of government security already contracted for purchase shall be permitted in accordance with the guidelines issued by the Reserve Bank of India in this regard.

5. The 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. The fund’s scheme shall not make any investment in:
   iii) Any unlisted security of an associate or group company of the sponsor
   iv) Any security issued by way of private placement by an associate or group company of the sponsor
   v) The listed securities of group companies of the sponsor which is in excess of 25% of the net assets of the scheme.

7. The Scheme shall not invest in a fund of funds scheme.

8. Pending deployment of funds of the scheme in securities in terms of the investment objectives and policies of the scheme, the Mutual Fund can invest the fund of the scheme in short term deposits of scheduled commercial banks subject to the guidelines as applicable from time to time.

Pursuant to the SEBI Circular No. SEBI/IMD/CIR No. 1/91171/07 dated April 16, 2007, where the cash in the scheme is parked in short term deposits of Scheduled Commercial Banks pending deployment, the respective Plan(s) shall abide by the following guidelines:
• “Short Term” for parking of funds shall be treated as a period not exceeding 91 days.
• Such short-term deposits shall be held in the name of the Scheme.
• 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.
• 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.
• 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.
• The scheme shall not park funds in short term deposit of a bank, which has invested in the Scheme.
• Note: The above mentioned provisions are Regulatory Provisions for investment in Short Term deposits. This Scheme shall invest in short-term deposits only for 7 days, which means that the Short Term Parking of funds shall be treated as a period not exceeding 7 days.

11. No term loans for any purpose will be advanced by the Scheme.

12. The Scheme shall not invest more than 10% of its NAV in equity shares/equity related instruments of any company. Provided that, the limit of 10% shall not be applicable for investments in index fund or sector/industry specific scheme.

As per SEBI Circular MFD/CIR/09/014/2000 dated January 5, 2000 “the investments by index funds shall be in accordance with the weightage of the scrips in the specific index as disclosed in the Scheme Information Document. In case of sector/industry specific scheme, the upper ceiling on investments may be in accordance with the weightage of the scrips in the respective sectoral index/sub index or 10% of the NAV of the scheme whichever is higher.”

13. In case any company has invested more than 5% of the net asset value of a scheme, the investment made by that scheme or by any other scheme of the same Mutual Fund in that company or its subsidiaries, if any, shall be brought to the notice of the Trustees by RNAM and be disclosed in the half-yearly and annual accounts with justification for such investment provided that the latter investment has been made within one year of the date of the former investment calculated on either side.

14. The Fund shall not borrow except to meet temporary liquidity needs of the Fund for the purpose of repurchase / Redemption of Units or payment of interest and Dividend to the Unitholders.

15. Total exposure of the scheme in a particular sector (excluding investments in Bank CDs, Tri-Party Repo, G-Secs, T-Bills and AAA rated securities issued by Public Financial Institutions and Public Sector Banks and such other instruments if any, as may be specified by SEBI from time to time) shall not exceed 25% or such other percentage of the net assets of the scheme, as prescribed by SEBI from time to time, unless the scheme has specifically been exempted from the requirement by SEBI.

If the total exposure in a particular sector is above 25%, it will be ensured that the total exposure in those sectors shall comply with the aforesaid requirement within a period of one year from the date of issuance of the SEBI Circular dated September 13, 2012. During this one year, total exposure of existing schemes in a particular sector shall not increase from the levels existing (if above 25%) as on the date of issuance of the aforesaid circular.

An additional exposure to financial services sector (over and above the limit of 25%) not exceeding 15% of the net assets of the scheme shall be allowed by way of increase in exposure to Housing Finance Companies (HFCs) rated AA and above and registered with National Housing Bank (NHB). However, such total investment/ exposure in HFCs shall not exceed 25% of the net assets of the scheme or such other percentage of the net assets of the scheme, as prescribed by SEBI from time to time.

An example of the sector limit is given: Scheme AUM: Rs 100 Crs. The maximum investment in any particular sector would be Rs. 25 Crs. However in case of Financial Services (including Housing Finance Companies), exposure upto Rs. 40 crores can be taken provided exposure to Housing Finance Companies(HFCs) is not less than Rs.15 Crores. Hence an additional exposure of 15% can be taken to the Financial Services sector only towards exposure to the HFCs. Moreover exposure towards HFCs cannot exceed Rs. 25 Crores.

Note: The sector classification shall be basis the data provided by Association of Mutual Fund in India

16. In order to address the risk related to portfolio concentration in ETFs and Index Funds in accordance with SEBI circular No. SEBI/HO/IMD/ DF3/CIR/P/2019/011 dated January 10, 2019, it has been decided to adopt the following norms:

a) The index shall have a minimum of 10 stocks as its constituents.

b) For a sectoral/ thematic Index, no single stock shall have more than 35% weight in the index. For other than sectoral/ thematic indices, no single stock shall have more weight in the index.

c) The weightage of the top three constituents of the index, cumulatively shall not be more than 65% of the Index.

d) The individual constituent of the index shall have a trading frequency greater than or equal to 80% and an average impact cost of 1% or less over previous six months.

Accordingly, the scheme seeks to replicate a particular Index hence shall ensure that the index complies with the aforesaid norms

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

Provided that the Fund shall not borrow more than 20% of the net assets of any individual Scheme and the duration of the borrowing shall not exceed a period of 6 months.

All investment restrictions shall be applicable at the time of making investments. The AMC may alter these limitations/objectives from time to time to the extent the SEBI Regulations change so as to permit scheme to make its investments in the full spectrum of permitted investments to achieve its investment objective. The Trustees may from time to time alter these restrictions in conformity with the SEBI Regulations.

All investments of the Scheme will be made in accordance with the SEBI Regulations, including Schedule VII thereof. The Trustee Company in consultation with AMC may alter these above stated limitations from time to time, and also to the extent the Regulations change, so as to permit the Scheme to make its investments in the full spectrum of permitted investments in order to achieve its investment objectives & policies. As such, all investments of the Scheme will be made in accordance with the Regulations including Schedule VII thereof and the Fundamental Attributes of this Scheme.

Investment Decisions: The investment decisions are taken by a team comprising of the Chief Investment Officer and Fund Managers based on research reports, market intelligence, analysis of macro and micro economic indicators, market trends etc. Detailed discussions take place among the
team members before investments are finally made. Such discussions/meetings occur more than once during a day if situations warrant viz. major economic or political events for a review of earlier decisions. The Fund Managers along with their rationale record all such investment decisions.

The Chief Executive Officer shall be responsible for compliances of all statutory requirements including SEBI Regulations and will supervise investments decisions of Fund Managers taking into consideration the overall interest of the Unitholders and assume responsibility for the day to day and overall Risk Management function of Mutual Fund.

Under him Fund Manager(s) will look after investment of the funds of the Scheme(s) in a manner to achieve the investment objective of the Scheme and in the interest of Unitholders.

The performance of the Scheme is reviewed by the Board of AMC and Trustees in their periodical meetings. The trustee will review the performance of the scheme on a periodical basis and submit a half yearly report to SEBI on various matters related to compliance and performance of the scheme. They may also compare the performance of the scheme against a benchmark index. The benchmark may be changed in future, if a benchmark better suited to the investment objective of the scheme is available, as may be decided by the AMC and the Trustee in line with SEBI (Mutual Fund) Regulations, 1996 and any change at a later date shall be recorded and reasonably justified.

**Investment by the AMC in the Scheme**

In line with SEBI Regulations and circulars issued by SEBI from time to time, the AMC may invest its own funds in the scheme(s). Further, the AMC shall not charge any fees on its investment in the Scheme(s), unless allowed to do so under SEBI Regulations in the future.

**J. HOW HAS THE SCHEME PERFORMED?**

The Performance of the scheme is as on February 28, 2019

<table>
<thead>
<tr>
<th>Compounded Annualised Returns</th>
<th>Reliance ETF Sensex (%)</th>
<th>BSE Sensex (TRI) (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Returns for the last 1 year</td>
<td>6.19</td>
<td>6.25</td>
</tr>
<tr>
<td>Returns for the last 3 years</td>
<td>17.42</td>
<td>17.54</td>
</tr>
<tr>
<td>Returns for the last 5 years</td>
<td>N.A.</td>
<td>N.A.</td>
</tr>
<tr>
<td>Returns Since Inception (Allotment Date Sept 24, 2014)</td>
<td>8.13</td>
<td>8.22</td>
</tr>
</tbody>
</table>

Absolute Returns for each financial year for the last 5 years

**Past performance may or may not be sustained in future**

Calculation assume that all payouts during the period have been re-invested in the units of the scheme at the then prevailing NAV.

Face Value of the Scheme is Rs. 10/- Per unit

Note: **TRI - Total Returns Index reflects the returns on the index arising from (a) constituent stock price movements and (b) dividend receipts from constituent index stocks. For better understanding of investors additional details about TR index has been provided in the performance section.

**K. ADDITIONAL DISCLOSURES**

a. **Top 10 holdings by issuer and sectors (As on February 28, 2019)**

<table>
<thead>
<tr>
<th>Holding</th>
<th>Weightage(%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>HDFC Bank Limited</td>
<td>12.24</td>
</tr>
<tr>
<td>Reliance Industries Limited</td>
<td>10.90</td>
</tr>
<tr>
<td>Housing Development Finance Corporation Limited</td>
<td>8.67</td>
</tr>
<tr>
<td>Infosys Limited</td>
<td>7.64</td>
</tr>
<tr>
<td>ITC Limited</td>
<td>6.45</td>
</tr>
<tr>
<td>ICICI Bank Limited</td>
<td>6.13</td>
</tr>
<tr>
<td>Tata Consultancy Services Limited</td>
<td>5.71</td>
</tr>
<tr>
<td>Larsen &amp; Toubro Limited</td>
<td>4.32</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Sector</th>
<th>Allocation (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial Services</td>
<td>42.08</td>
</tr>
<tr>
<td>IT</td>
<td>14.96</td>
</tr>
<tr>
<td>Energy</td>
<td>14.41</td>
</tr>
<tr>
<td>Consumer Goods</td>
<td>11.57</td>
</tr>
<tr>
<td>Automobile</td>
<td>7.16</td>
</tr>
<tr>
<td>Construction</td>
<td>4.32</td>
</tr>
<tr>
<td>Metals</td>
<td>2.77</td>
</tr>
<tr>
<td>Pharma</td>
<td>1.32</td>
</tr>
</tbody>
</table>
b. Portfolio Turnover Ratio : 0.09

C. Aggregate Investments in the scheme by Board of Directors / Fund Managers / Other Key Managerial Persons as on March 15, 2019

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Aggregate Investments (Rs. in lakhs)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Board of Directors</td>
<td>Nil</td>
</tr>
<tr>
<td>Fund Managers</td>
<td>Nil</td>
</tr>
<tr>
<td>Other Key Managerial Persons</td>
<td>3.04</td>
</tr>
</tbody>
</table>

Note: Investment by Executive Director-cum-CEO is included in the aggregate investments by Other Key Managerial Persons.

L. HOW THE SCHEME IS DIFFERENT FROM THE EXISTING OPEN ENDED EXCHANGE TRADED FUNDS OF THE MUTUAL FUND

Reliance ETF Bank BeES

**Asset Allocation Pattern:** Securities covered by the Nifty Bank Index - 95-100%; Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents. - 0-5%

**Primary Investment Pattern:** The investment objective of Reliance ETF Bank BeES is to provide returns that, before expenses, closely correspond to the total returns of the Securities as represented by the Nifty Bank Index. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. Unlike other Funds, the Scheme does not try to “beat” the markets it tracks and does not seek temporary defensive positions when markets decline or appear overvalued. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. **Differentiation:** Reliance ETF Bank BeES endeavors to track and generate returns similar to its benchmark Nifty Bank Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. **Month End AUM (Rs. Crore) as on February 28, 2019:** 4966.80, **No. of Folios as on February 28, 2019:** 6495

Reliance ETF Gold BeES

**Asset Allocation Pattern:** Physical Gold or Gold related Instruments as permitted by SEBI from time to time : 95-100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents, Securitized Debts* -0-5%(* Investments in securitised debts can be made by the Scheme upto 5% of the net assets). **Primary Investment Pattern:** The investment objective of Reliance ETF Gold BeES is to provide returns that, before expenses, closely correspond to the returns provided by Domestic price of Gold through physical gold. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. Unlike other Funds, the Scheme does not try to “beat” the markets it tracks and does not seek temporary defensive positions when markets decline or appear overvalued. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. **Differentiation:** Reliance ETF Gold BeES endeavors to track and provide similar returns to its benchmark- the domestic prices of gold through investment in physical gold and money market instruments. The fund follows a passive investment strategy and endeavors to generate returns similar to its benchmark. The fund is benchmarked to physical price of gold. **Month End AUM (Rs. Crore) as on February 28, 2019:** 2428.28, **No. of Folios as on February 28, 2019:** 146989

Reliance ETF Nifty BeES

**Asset Allocation Pattern:** Securities constituting Nifty 50 Index - 95% to 100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents. - 0% to 5%. **Primary Investment Pattern:** The investment objective of Reliance ETF Nifty BeES is to provide returns that, before expenses, closely correspond to the total returns of the Securities as represented by the Nifty 50 Index. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. Unlike other Funds, the Scheme does not try to “beat” the markets it tracks and does not seek temporary defensive positions when markets decline or appear overvalued. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. **Differentiation:** Reliance ETF Nifty BeES endeavors to track and provide similar returns to its benchmark- Nifty 50 Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. **Month End AUM (Rs. Crore) as on February 28, 2019:** 1022.08, **No. of Folios as on February 28, 2019:** 35335

Reliance ETF Hang Seng BeES

**Asset Allocation Pattern:** Securities constituting Hang Seng Index - 95% to 100% Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents, mutual fund schemes/overseas exchange traded funds based on Hang Seng Index - 0% to 5%. **Primary Investment Pattern:** The investment objective of Reliance ETF Hang Seng BeES is to provide returns that, before expenses, closely correspond to the total returns of Securities as represented by Hang Seng Index of Hang Seng Data Services Limited, by
investing in the Securities in the same proportion as in the index. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. 

**Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. 

**Differentiation:** Reliance ETF Infra BeES endeavors to track and provide similar returns to its benchmark- Nifty Infrastructure Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. 

**Month End AUM (Rs. Crore) as on February 28, 2019:** 7.53, **No. of Folios as on February 28, 2019:** 1045

**Reliance ETF Infra BeES**

**Asset Allocation Pattern:** Securities covered by the Nifty Infrastructure Index - 95% to 100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents - 0% to 5%. 

**Primary Investment Pattern:** The investment objective of Reliance ETF Infra BeES is to provide returns that, before expenses, closely correspond to the total returns of the Securities as represented by the Nifty Infrastructure Index by investing in the Securities in the same proportion as in the Index. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. 

**Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. 

**Differentiation:** Reliance ETF Infra BeES endeavors to track and provide similar returns to its benchmark- Nifty Infrastructure Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. 

**Month End AUM (Rs. Crore) as on February 28, 2019:** 11.23, **No. of Folios as on February 28, 2019:** 1918

**Reliance ETF Junior BeES**

**Asset Allocation Pattern:** Securities covered by Nifty 50 Index - 95% to 100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents - 0% to 5%. 

**Primary Investment Pattern:** The investment objective of Reliance ETF Junior BeES is to provide returns that, before expenses, closely correspond to the returns of Securities as represented by Nifty 50 Index. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. 

**Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. 

**Differentiation:** Reliance ETF Junior BeES endeavors to track and provide similar returns to its benchmark- Nifty 50 Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. 

**Month End AUM (Rs. Crore) as on February 28, 2019:** 960.44, **No. of Folios as on February 28, 2019:** 23753

**Reliance ETF PSU Bank BeEs**

**Asset Allocation Pattern:** Securities covered by Nifty PSU Bank Index - 95% to 100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents - 0% to 5%. 

**Primary Investment Pattern:** The investment objective of Reliance ETF PSU Bank BeEs is to provide returns that, before expenses, closely correspond to the total returns of the Securities as represented by the Nifty PSU Bank Index. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. 

**Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. 

**Differentiation:** Reliance ETF PSU Bank BeEs endeavors to track and provide similar returns to its benchmark- Nifty PSU Bank Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. 

**Month End AUM (Rs. Crore) as on February 28, 2019:** 165.88, **No. of Folios as on February 28, 2019:** 2425

**Reliance ETF Shariah BeEs**

**Asset Allocation Pattern:** Securities covered by the Nifty50 Shariah Index - 95% to 100%, Cash - 0% to 5%. 

**Primary Investment Pattern:** The investment objective of Reliance ETF Shariah BeEs is to provide returns that, before expenses, closely correspond to the total returns of the Securities as represented by the Nifty50 Shariah Index by investing in Securities which are constituents of the Nifty50 Shariah Index in the same proportion as in the Index. Investors to note that Reliance ETF Shariah BeEs is not a Shariah compliant scheme. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. 

**Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve the Scheme’s investment objective. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. 

**Differentiation:** Reliance ETF PSU Bank BeEs endeavors to track and provide similar returns to its benchmark- Nifty50 Shariah Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. 

**Month End AUM (Rs. Crore) as on February 28, 2019:** 3.26, **No. of Folios as on February 28, 2019:** 517
Reliance ETF Liquid BeES

Asset Allocation Pattern: Treasury bills and Government Securities, Call Money, Tri-Party Repos, Repos and Reverse Repos - 95% to 100%, Other Money Market Instruments - 0% to 5%. **Primary Investment Pattern:** The investment objective of the Scheme is to seek to provide current income, commensurate with relatively low risk while providing a high level of liquidity, primarily through a portfolio of treasury bills, Government Securities, Call Money, Tri-Party Repo / similar instruments, Repos and Reverse Repos and other Money Market Instruments. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Investment Strategy:** All investments of the Scheme would be in Government Securities, treasury bills (T Bills), Call Money, Tri-Party Repo /similar instruments, Repos and Reverse Repos and other Money Market Instruments. **Differentiation:** Reliance ETF Liquid BeES seek to provide current income, commensurate with relatively low risk while providing a high level of liquidity, primarily through a portfolio of treasury bills, Government Securities, Call Money, Tri-Party Repo/ similar instruments, Repos and Reverse Repos and other Money Market Instruments. **Month End AUM (Rs. Crore) as on February 28, 2019:** 2051.78, No. of Folios as on February 28, 2019: 256631

CPSE ETF

Asset Allocation Pattern: Securities covered by the Nifty CPSE Index - 95% to 100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents - 0% to 5%. **Primary Investment Pattern:** The investment objective of the Scheme is to provide investment returns that, before expenses, closely correspond to the total returns of the Securities as represented by the Nifty CPSE Index, by investing in the Securities which are constituents of the Nifty CPSE Index in the same proportion as in the index. However the performance of the Scheme may differ from that of the underlying index due to tracking error. There can be no assurance or guarantee that the investment objective of the Scheme would be achieved. **Investment Strategy:** The AMC uses a “passive” or indexing approach to try and achieve Scheme’s investment objective. Unlike other Funds, the Scheme does not try to “beat” the markets they track and do not seek temporary defensive positions when markets decline or appear over valued. The AMC does not make any judgments about the investment merit of a particular stock or a particular industry segment or the underlying nor will it attempt to apply any economic, financial or market analysis. Indexing eliminates active management risks with regard to over/ underperformance vis-à-vis a benchmark. The Scheme shall invest all of its funds as per its investment objective and asset allocation pattern, except to meet its liquidity requirements. **Differentiation:** CPSE ETF endeavors to track and provide similar returns to its benchmark- Nifty CPSE Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. **Month End AUM (Rs. Crore) as on February 28, 2019:** 7228.04 No. of Folios as on February 28, 2019: 174343

Reliance ETF Long Term Gilt

Asset Allocation Pattern: Securities constituting Nifty 8-13 yr G-Sec Index - 95% to 100%, Money Market instruments (with maturity not exceeding 91 days) - 0% to 5%. **Primary Investment Pattern:** The investment objective of the Scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the Nifty 8-13 yr G-Sec Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Investment Strategy:** The Scheme employs a passive investment approach designed to track the performance of Nifty 8-13 yr G-Sec Index. The Scheme seeks to achieve this goal by investing in securities constituting the Nifty 8-13 yr G-Sec Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in money market instruments to meet the liquidity and expense requirements. **Differentiation:** Reliance ETF Long Term Gilt endeavors to track and provide similar returns to its benchmark- Nifty 8-13 yr G-Sec Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. **Month End AUM (Rs. Crore) as on February 28, 2019:** 2.76 No. of Folios as on February 28, 2019: 227

Reliance ETF Nifty 100

Asset Allocation Pattern: Securities constituting Nifty 100 Index - 95% to 100%, Money Market instruments including Tri-Party Repo (with maturity not exceeding 91 days) - 0% to 5%. **Primary Investment Pattern:** The investment objective of the Scheme is to provide investment returns that, before expenses, closely correspond to the total returns of the securities as represented by the Nifty 100 Index, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Investment Strategy:** The Scheme employs a passive investment approach designed to track the performance of Nifty 100 Index. The Scheme seeks to achieve this goal by investing in securities constituting the Nifty 100 Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in debt and money market instruments to meet the liquidity and expense requirements. **Differentiation:** Reliance ETF Nifty 100 Fund endeavors to track and provide similar returns to its benchmark- Nifty 100 Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark. **Month End AUM (Rs. Crore) as on February 28, 2019:** 6.59, No. of Folios as on February 28, 2019: 1025

Reliance ETF Consumption

Asset Allocation Pattern: Securities constituting Nifty India Consumption Index - 95% to 100%, Money Market instruments including Tri-Party Repo (with maturity not exceeding 91 days) and liquid schemes of Mutual Fund - 0% to 5%. **Primary Investment Pattern:** The investment objective of the Scheme is to provide investment returns that, before expenses, closely correspond to the total returns of the securities as represented by the Nifty India Consumption Index, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Investment Strategy:** The Scheme employs a passive investment approach designed to track the performance of Nifty India Consumption Index. The Scheme seeks to achieve this goal by investing in securities constituting the Nifty India Consumption Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in money market instruments including Tri-Party Repo to meet the liquidity and expense requirements. **Differentiation:** Reliance ETF Consumption endeavors to track and provide similar returns to its benchmark- Nifty India Consumption Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities constituting the Nifty India Consumption Index. The Scheme may also invest in money market instruments including Tri-Party Repo /similar instruments, Repos and Reverse Repos and other Money Market Instruments. There can be no assurance or guarantee that the performance of the Scheme would be in Government Securities, treasury bills (T Bills), Call Money, Tri-Party Repo /similar instruments, Repos and Reverse Repos and other Money Market Instruments. **Differentiation:** Reliance ETF Consumption endeavors to track and provide similar returns to its benchmark.
Reliance ETF Sensex

Asset Allocation Pattern: Securities constituting S&P BSE Sensex Index - 95% to 100%, Money Market instruments including Tri-Party Repo (with maturity not exceeding 91 days) - 0% to 5%. 

Primary Investment Pattern: The investment objective of the scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the S&P BSE Sensex Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

Investment Strategy: The Scheme employs a passive investment approach designed to track the performance of S&P BSE Sensex Index. The Scheme seeks to achieve this goal by investing in securities constituting the S&P BSE Sensex Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index.

Reliance ETF Nifty Midcap 150

Asset Allocation Pattern: Securities constituting Nifty Midcap 50 Index - 95% to 100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents or Liquid Schemes. (*The Fund Manager may invest in Liquid Schemes of Reliance Mutual Fund. However, the Fund Manager may invest in any other scheme of a mutual fund registered with SEBI, which invest predominantly in the money market securities.) - 0% to 5%

Primary Investment Pattern: The investment objective of Reliance ETF Nifty Midcap 150 is to provide investment returns closely corresponding to the total returns of the securities as represented by the Nifty Midcap150 Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

Investment Strategy: Reliance ETF Nifty Midcap 150 is a passively managed exchange traded fund which will employ an investment approach designed to track the performance of Nifty Midcap 150 Index. The Scheme seeks to achieve this goal by investing in securities constituting the Nifty Midcap 150 Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in money market instruments (including Tri-Party Repo) to meet the liquidity and expense requirements. Differentiation: Reliance ETF Nifty Midcap 150 endeavors to track and provide similar returns to its benchmark- Nifty Midcap 150 Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark.

Reliance ETF Nifty Dividend Opportunities

Asset Allocation Pattern: Securities constituting Nifty Dividend Opportunities 50 Index - 95% to 100%, Money Market instruments including Tri-Party Repo (with maturity not exceeding 91 days) and liquid schemes of Mutual Fund - 0% to 5%

Primary Investment Pattern: The investment objective of the scheme is to provide investment returns that, before expenses, closely correspond to the total returns of the securities as represented by the Nifty Dividend Opportunities 50 Index, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

Investment Strategy: The Scheme employs a passive investment approach designed to track the performance of Nifty Dividend Opportunities 50 Index. The Scheme seeks to achieve this goal by investing in securities constituting the Nifty Dividend Opportunities 50 Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark.

Reliance ETF Sensex

Asset Allocation Pattern: Securities constituting S&P BSE Sensex Index - 95% to 100%, Money Market instruments including Tri-Party Repo (with maturity not exceeding 91 days) - 0% to 5%

Primary Investment Pattern: The investment objective of the scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the S&P BSE Sensex Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

Investment Strategy: The Scheme employs a passive investment approach designed to track the performance of S&P BSE Sensex Index. The Scheme seeks to achieve this goal by investing in securities constituting the S&P BSE Sensex Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in money market instruments (including Tri-Party Repo) to meet the liquidity and expense requirements. Differentiation: Reliance ETF Sensex endeavors to track and provide similar returns to its benchmark- S&P BSE Sensex Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark.

Reliance ETF NV20

Asset Allocation Pattern: Securities constituting Nifty 50 Value 20 Index - 95% to 100%, Money Market instruments including Tri-Party Repo (with maturity not exceeding 91 days) - 0% to 5%

Primary Investment Pattern: The investment objective of the scheme is to provide investment returns closely corresponding to the total returns of the securities as represented by the Nifty 50 Value 20 Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

Investment Strategy: The Scheme employs a passive investment approach designed to track the performance of Nifty 50 Value 20 Index. The Scheme seeks to achieve this goal by investing in securities constituting the Nifty 50 Value 20 Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in money market instruments (including Tri-Party Repo) to meet the liquidity and expense requirements. Differentiation: Reliance ETF NV20 shall track and provide similar returns to its benchmark- Nifty 50 Value 20 Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark.

Reliance ETF Nifty Midcap 150

Asset Allocation Pattern: Securities constituting Nifty Midcap 50 Index - 95% to 100%, Money Market Instruments (with maturity not exceeding 91 days), including Tri-Party Repo, cash & cash equivalents or Liquid Schemes. (*The Fund Manager may invest in Liquid Schemes of Reliance Mutual Fund. However, the Fund Manager may invest in any other scheme of a mutual fund registered with SEBI, which invest predominantly in the money market securities.) - 0% to 5%

Primary Investment Pattern: The investment objective of Reliance ETF Nifty Midcap 150 is to provide investment returns closely corresponding to the total returns of the securities as represented by the Nifty Midcap150 Index before expenses, subject to tracking errors. However, there can be no assurance or guarantee that the investment objective of the Scheme will be achieved.

Investment Strategy: Reliance ETF Nifty Midcap 150 is a passively managed exchange traded fund which will employ an investment approach designed to track the performance of Nifty Midcap 150 Index. The Scheme seeks to achieve this goal by investing in securities constituting the Nifty Midcap 150 Index in same proportion as in the Index. The Scheme will invest at least 95% of its total assets in the securities comprising the Underlying Index. The Scheme may also invest in money market instruments to meet the liquidity and expense requirements. Differentiation: Reliance ETF Nifty Midcap 150 endeavors to track and provide similar returns to its benchmark- Nifty Midcap 150 Index by investing in its index constituents and money market instruments. The fund follows a passive strategy of management with endeavor to generate similar returns to its benchmark.

Risk Mitigation Factors for all the above mentioned Schemes - Applicable for all the above mentioned Schemes. Robust measures implemented to mitigate Risk include, adoption of internal policies on investments and valuations, rigorous procedures for monitoring investment restrictions and effective implementation of various norms prescribed by SEBI from time to time.
III. UNITS AND OFFER

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

A. NEW FUND OFFER (NFO)

This section does not apply to the Scheme covered in this SID, as the ongoing offer of the Scheme has commenced after the NFO, and the Units are available for continuous subscription and redemption.

<table>
<thead>
<tr>
<th>Plans / Options offered</th>
<th>Not Applicable</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dividend Policy</td>
<td>Unit holders to note that the Trustee may still declare a Dividend from time to time in accordance with the Dividend Policy set out below.</td>
</tr>
<tr>
<td></td>
<td><strong>Dividend Policy:</strong> The Trustee may declare Dividend to the Unit holders under the Scheme subject to the availability of distributable surplus and the actual distribution of Dividends and the frequency of distribution will be entirely at the discretion of the Trustee. Such Dividend will be payable to the Unit holders whose names appear on the register of Unit holders on the record date as fixed for the Scheme. The Dividend declared will be paid net of tax deducted at source, wherever applicable, to the Unit holders within 30 days from the declaration of the Dividend. The Scheme will follow the requirements stipulated in the listing agreement for declaration of Dividend. 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. If the Fund declares Dividend, the NAV of the respective Schemes will stand reduced by the amount of Dividend and Dividend distribution tax (if applicable) paid. All the Dividend payments shall be in accordance and compliance with SEBI &amp; NSE /BSE Regulations, as applicable from time to time.</td>
</tr>
<tr>
<td>Who can invest</td>
<td>The units of the scheme are being offered to the public for subscription.</td>
</tr>
<tr>
<td></td>
<td>The following persons (subject, wherever relevant, to purchase of units being permitted under their respective constitutions and relevant State Regulations) are eligible to subscribe to the units</td>
</tr>
<tr>
<td></td>
<td>1. Resident Adult Individuals, either single or jointly (not exceeding three).</td>
</tr>
<tr>
<td></td>
<td>2. Non – resident Indians and persons of Indian origin residing abroad, on a full repatriation basis</td>
</tr>
<tr>
<td></td>
<td>3. Parents / Lawful guardians on behalf of Minors</td>
</tr>
<tr>
<td></td>
<td>4. Hindu Undivided Families (HUFs) in the name of HUF or Karta</td>
</tr>
<tr>
<td></td>
<td>5. Companies (including Public Sector Undertakings), Bodies Corporate, Trusts (through Trustees) and Cooperative Societies</td>
</tr>
<tr>
<td></td>
<td>6. Banks (including Regional Rural Banks) and Financial Institutions</td>
</tr>
<tr>
<td></td>
<td>7. Religious and Charitable Trusts (through Trustees), Private Trusts authorised to invest in Mutual Fund schemes under their Trust Deeds</td>
</tr>
<tr>
<td></td>
<td>8. Special Purpose Vehicles (SPVs) approved by appropriate authority (subject to RBI approval)</td>
</tr>
<tr>
<td></td>
<td>9. International Multilateral Agencies approved by the Government of India</td>
</tr>
<tr>
<td></td>
<td>10. Army/Navy/Air Force / Para Military Units and other eligible institutions</td>
</tr>
<tr>
<td></td>
<td>11. Unincorporated body of persons as may be accepted by Reliance Capital Trustee Co. Limited</td>
</tr>
<tr>
<td></td>
<td>12. Partnership Firms</td>
</tr>
<tr>
<td></td>
<td>13. Scientific and Industrial Research Organizations</td>
</tr>
<tr>
<td></td>
<td>14. Trustee, AMC or Sponsor or their associates may subscribe to Units under the Schemes.</td>
</tr>
<tr>
<td></td>
<td>15. Such other individuals/institutions/body corporate etc., as may be decided by the AMC from time to time, so long as wherever applicable they are in conformity with SEBI Regulations.</td>
</tr>
<tr>
<td></td>
<td>16. Foreign Portfolio Investors (FPI) as defined in Regulation 2(1) (h) of Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014</td>
</tr>
<tr>
<td></td>
<td><strong>Note:</strong></td>
</tr>
<tr>
<td></td>
<td>1. Non Resident Indians (NRIs) and Persons of Indian Origin (PIOs) residing abroad / Foreign Portfolio Investors (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.</td>
</tr>
<tr>
<td></td>
<td>2. In case of application under a Power of Attorney or by a limited company or a corporate body or an eligible institution or a registered society or a trust fund, the original Power of Attorney or a certified true copy duly notarised or the relevant resolution or authority to make the application as the case may be, or duly notarised copy thereof, alongwith a certified copy of the Memorandum and Articles of Association and/or bye-laws and / or trust deed and / or partnership deed and Certificate of Registration should be submitted. The officials should sign the application under their official designation. A list of specimen signatures of the authorised officials, duly certified / attested should also be attached to the Application Form. In case of a Trust / Fund it shall submit a resolution from the Trustee(s) authorising such purchases and redemptions.</td>
</tr>
</tbody>
</table>
4. In line with SEBI Regulations and circulars issued by SEBI from time to time, the AMC may invest its own funds in the scheme(s). Further, the AMC shall not charge any fees on its investment in the Scheme(s), unless allowed to do so under SEBI Regulations in the future.

5. It is expressly understood that at the time of investment, the investor/unitholder has the express authority to invest in units of the Scheme and the onus of the investment being compliant with the relevant constitution is on the investor.

6. RNAM reserves the right to include / exclude new / existing categories of investors to invest in this Scheme from time to time, subject to the Regulations, if any.

Note:

1. Neither this Scheme Information Document (“SID”) / Key Information Document (“KIM”) / Statement of Additional Information (“SAI”) [“Scheme Related Documents”] nor the units of the scheme(s) have been registered under the relevant laws, as applicable in the territorial jurisdiction of United States of America nor in any provincial/territorial jurisdiction in Canada. It is being clearly stated that the Scheme Related Documents and/or the units of the schemes of Reliance Mutual Fund have been filed only with the regulator(s) having jurisdiction in the Republic of India. The distribution of these Scheme Related Documents in certain jurisdictions may be restricted or subject to registration requirements and, accordingly, persons who come into possession of these Scheme Related Documents are required to inform themselves about, and to observe any such restrictions.

No persons receiving a copy of these Scheme Related Documents or any KIM accompanying application form jurisdiction may treat such Scheme Related Documents as an invitation to them to subscribe for units, nor should they in any event use any such application form, unless in the relevant jurisdiction such an invitation could lawfully be made to them and such application form could lawfully be used without compliance with any registration or other legal requirements. Accordingly these Scheme Related Documents do not constitute an offer or solicitation by anyone in any jurisdiction in which such offer or solicitation is not lawful or in which the person making such offer or solicitation is not qualified to do so or to anyone to whom it is unlawful to make such offer or solicitation. It is the responsibility of such persons in possession of the Scheme Related Documents and any persons wishing to apply for units pursuant to these Scheme Related Documents to inform themselves of and to observe, all applicable laws and Regulations of such relevant jurisdiction.

The RNAM shall accept such investments subject to the applicable laws and such other terms and conditions as may be notified by the RNAM. The investor shall be responsible for complying with all the applicable laws for such investments.

The RNAM reserves the right to put the transaction requests on hold/reject the transaction request/reverse allotted units, as the case may be, as and when identified by the RNAM, which are not in compliance with the terms and conditions notified in this regard.

Foreign Account Tax Compliance

In accordance with the relevant provisions of the Foreign Account Tax Compliance Act (“FATCA”) as contained in the United States Hiring Incentives to Restore Employment (“HIRE”) Act, 2010, there is a likelihood of withholding tax being levied on certain income/ receipt sourced from the subjects of United States of America (“US”) with respect to the schemes, unless such schemes are FATCA compliant.

In this regard, the respective governments of India and US have signed an Inter Governmental Agreement-1 (IGA) on July 9, 2015. In the terms of this proposed IGA, Reliance Mutual Fund (“RMF”) and/or Reliance Nippon Life Asset Management Limited (“RNAM”/ “AMC”) classified as a “Foreign Financial Institution” and in which case RMF and/or RNAM would be required, from time to time, to (a) undertake the necessary due-diligence process; (b) identify US reportable accounts; (c) collect certain required information/ documentary evidence (“information”) with respect to the residential status of the unit holders; and (d) directly or indirectly disclose/ report/ submit such or other relevant information to the appropriate Indian authorities. Such information may include (without limitation) the unit holder’s folio detail, identity of the unit holder, details of the beneficial owners and controlling persons etc.

In this regard and in order to comply with the relevant provisions under FATCA, the unit holders would be required to fully cooperate & furnish the required information to the AMC. as and when deemed necessary by the latter in accordance with IGA and/or relevant circulars or guidelines etc. which may be issued from time to time by SEBI/ AMFI or any other relevant & appropriate authorities.

The applications which do not provide the necessary information are liable to be rejected. The applicants/ unit holders/ prospective investors are advised to seek independent advice from their own financial & tax consultants with respect to the possible implications of FATCA on their investments in the scheme(s).

The underlying FATCA requirements are applicable from July 1, 2014 or such other date, as may be notified.

In case required, RMF/ RNAM reserves the right to change/ modify the provisions (mentioned above) at a later date.

The Fund reserves the right to include / exclude new / existing categories of investors to invest in the Schemes, subject to SEBI Regulations and other prevailing statutory regulations, if any.

How to Apply

Please refer to the Statement of Additional Information and Key Information Memorandum cum Application form for the instructions.

Listing

The units of Reliance ETF Sensex shall be listed on the Capital Market Segment of the Bombay Stock Exchange (BSE). The trading will be as per the normal settlement cycle. The AMC reserves the right to list the units of the Scheme on any other recognized stock exchange.
The policy regarding reissue of repurchased units, including the maximum extent, the manner of reissue, the entity (the scheme or the AMC) involved in the same.

<table>
<thead>
<tr>
<th>Restrictions, if any, on the right to freely retain or dispose of units being offered.</th>
</tr>
</thead>
<tbody>
<tr>
<td>The purchase and/or redemption of Units may be suspended with prior approval of Trustees and Asset Management Company giving the details of circumstances and justification for the proposed action shall also be informed to SEBI in advance, temporarily or indefinitely when any of the following conditions exist at one/more Designated Investor Service Centers:</td>
</tr>
<tr>
<td>The stock market stops functioning or trading is restricted;</td>
</tr>
<tr>
<td>1) Periods of extreme volatility in the stock market, fixed income or money market, which, in the opinion of the Investment Manager, are prejudicial or detrimental to the interest of the investors;</td>
</tr>
<tr>
<td>2) Natural calamity; or</td>
</tr>
<tr>
<td>3) For any bulk processing like dividend, book closure, etc.</td>
</tr>
<tr>
<td>4) In the event of breakdown in the means of communication used for the valuation of investments of the Scheme, without which the value of the securities cannot be accurately calculated.</td>
</tr>
<tr>
<td>5) In the event of any force majeure or disaster that affects the normal functioning of the AMC or the designated investor service centers.</td>
</tr>
<tr>
<td>6) SEBI, by order, so directs.</td>
</tr>
<tr>
<td>7) The normal time taken to process redemption and/or purchase requests, as mentioned earlier, may not be applicable during such extraordinary circumstances.</td>
</tr>
<tr>
<td>However, suspension or restriction of repurchase/re redemption facility under any scheme of the Mutual Fund shall be made applicable only after the approval from the Board of Directors of the Asset Management Company and the Trustee Company. The approval from the AMC Board and the Trustees giving details of circumstances and justification for the proposed action shall also be informed to SEBI in advance.</td>
</tr>
<tr>
<td>RMF also reserves the right at its sole discretion to withdraw sale of Units in the Scheme temporarily or indefinitely, if the AMC views that increasing the Scheme’s size further may prove detrimental to the existing unit holders of the Scheme. An order/request to purchase Units is not binding on and may be rejected by the Trustee, the AMC or their respective agents, unless it has been confirmed in writing by the AMC or its agents and (or) payment has been received.</td>
</tr>
</tbody>
</table>

### B. ONGOING OFFER DETAILS

#### Ongoing Offer Period

This is the date from which the scheme will reopen for subscriptions/redemptions after the closure of the NFO period.

<table>
<thead>
<tr>
<th>Ongoing price for subscription (purchase) by investors.</th>
</tr>
</thead>
<tbody>
<tr>
<td>This is the price you need to pay for purchase</td>
</tr>
</tbody>
</table>

#### A. Directly with the Fund

<table>
<thead>
<tr>
<th>The number of Units of the Schemes that Investors can create in exchange of the Portfolio Deposit and Cash Component is 10,000. Units of the Scheme in less than Creation Unit cannot be Purchased directly with the Fund.</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Fund may from time to time change the size of the Creation Unit in order to equate it with marketable lots of the underlying instruments. The Fund may also allow Cash# subscription/redemption of Reliance ETF Sensex in creation unit size by large investors.</td>
</tr>
<tr>
<td>The Fund may allow cash Purchases of Units of the Schemes in Creation Unit size by Large Investors/Authorised Participants. Purchase request for Creation Unit shall be made by such Investor to the Fund/AMC where upon the Fund/AMC will arrange to buy the underlying portfolio Securities. The Portfolio Deposit and Cash Component will be exchanged for the Units of the relevant Scheme in Creation Unit size.</td>
</tr>
<tr>
<td>#RTGS, NEFT or transfer cheque.</td>
</tr>
</tbody>
</table>

Any person transacting with the fund will have to reimburse transaction charges -brokerage, STT, NSDL charges, demat charges etc, if any.

#### B. On the Exchange

<table>
<thead>
<tr>
<th>The units of the Scheme shall be listed on the Capital Market Segment of the BSE. The trading will be as per the normal settlement cycle. The minimum number of Units that can be bought or sold on the exchange is 1 (one) unit and in multiples of 1 unit.</th>
</tr>
</thead>
<tbody>
<tr>
<td>The AMC reserves the right to list the units of the Scheme on any other recognized stock exchange.</td>
</tr>
<tr>
<td><strong>Ongoing price for redemption (sale) by investors.</strong></td>
</tr>
<tr>
<td>---</td>
</tr>
<tr>
<td>This is the price you will receive for redemptions. Example: If the applicable NAV is Rs. 10, exit load is 2% then redemption price will be: Rs. 10 \times (1-0.02) = Rs. 9.80</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Cut off timing for subscriptions redemptions</strong></th>
<th><strong>B. On the Exchange</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>This is the time before which your application (complete in all respects) should reach the official points of acceptance.</td>
<td>The units of the Scheme shall be listed on the Capital Market Segment of the BSE. The trading will be as per the normal settlement cycle. The minimum number of Units that can be bought or sold on the exchange is 1 (one) unit and in multiples of 1 unit. The AMC reserves the right to list the units of the Scheme on any other recognized stock exchange.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Where can the applications for purchase/redeemption be submitted?</strong></th>
<th><strong>Cut-off time for valid application for Subscriptions and Redemptions</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>Authorised Participants / Large Investors may submit / mail the completed application forms at any of the Designated Investor Service Centers of Reliance Mutual Fund. The addresses of the Designated Investor Service Centers are mentioned in this Scheme Information Document. Investors in cities other than where the Designated Investor Service Centers (DISC) are located, may send their application forms to any of the nearest DISC, accompanied by Demand Draft/s payable locally at the DISC.</td>
<td>The Cut-off time for receipt of valid application for Subscriptions and Redemptions is 3.00 p.m. However for Authorised Participants / Large Investors, as the Scheme is an Exchange Traded Fund, the Subscriptions and Redemptions of Units would be based on the Portfolio Deposit and Cash Component as defined by the Fund for that respective Business Day. The Fund may also allow Cash# subscription /redemption of Reliance ETF Sensex in creation unit size by large investors.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Minimum amount for purchase / redemption</strong></th>
<th><strong>Minimum Application Amount from AMC</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>Minimum of creation unit size only. Purchases directly from the Mutual Fund would be restricted to Authorized Participants and Large Investors provided the value of units to be purchased is in creation unit size. Authorized Participants and Large Investors may buy the units on any business day for the scheme directly from the Mutual Fund at applicable NAV and transaction charges, if applicable, by transferring stocks or cash, value of which is equal to creation unit size. Each creation unit consists of 10,000 units and cash component, if any, of Reliance ETF Sensex. The Fund may also allow Cash# subscription /redemption of Reliance ETF Sensex in creation unit size by large investors.</td>
<td>Minimum of creation unit size only. Purchases directly from the Mutual Fund would be restricted to Authorized Participants and Large Investors provided the value of units to be purchased is in creation unit size. Authorized Participants and Large Investors may buy the units on any business day for the scheme directly from the Mutual Fund at applicable NAV and transaction charges, if applicable, by transferring stocks or cash, value of which is equal to creation unit size. Each creation unit consists of 10,000 units and cash component, if any, of Reliance ETF Sensex. The Fund may also allow Cash# subscription /redemption of Reliance ETF Sensex in creation unit size by large investors.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Minimum balance to be maintained and consequences of non maintenance.</strong></th>
<th><strong>Minimum Redemption:</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>Not applicable</td>
<td>The AMC will redeem units only in Creation Unit size, i.e., not less than 10,000 units and multiples thereafter.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Special Products available</strong></th>
<th><strong>Exchange:</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>Being an ETF, none of the Special Products including Flexible Asset Selection Tool (FAST) is available in the scheme.</td>
<td>The minimum number of Units that can be bought or sold on the exchange is 1 (one) unit and in multiples of 1 unit.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Special Facilities</strong></th>
<th><strong>1) Switch-in Facility:</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>1) <strong>Switch-in Facility:</strong></td>
<td>During the on-going offer period of the scheme, switch-in into the scheme shall be permitted from eligible open ended Liquid and Debt/Income Funds. Investors are requested to note the following operational modalities:</td>
</tr>
</tbody>
</table>

a. Based on number of basket’s the Investor wants to purchase in the scheme, switchout amount from Liquid or Debt/Income Fund should be calculated basis the following: (No. of Baskets opted by investor \times Units creation size \times Previous day NAV of Switch-in scheme) + 2%. 
For e.g. if the investor wants to purchase 2 baskets and previous day’s NAV is Rs.60.1234 the switch amount would be calculated as follows:
[2 \times 10000(unit Basket) \times 60.1234] + 2\% = Rs. 12,26,517.40
b. Accordingly investor should provide the switch request for Rs. 12,26,517.00 [as illustrated in point “a” (i.e. nearest to rupee)].
c. Switch-out from the Liquid or Debt/Income Fund into the scheme shall be accepted only in terms of amount in INR and not in terms of units. |
Accounts Statements

Units issued by the AMC under the scheme shall be credited to the investor’s beneficiary account with a Depository Participant (DP) of CDSL or NSDL. The AMC will endeavour to credit the units to the beneficiary account of the unitholder within five business days from the date of receipt of credit of the Cash.

With a view to create one record for all financial assets of every individual, SEBI vide its Circular no. Cir/ IMD/ DF/16/ 2011 dated September 8, 2011 and SEBI Circular no. CIR/MRD/DP/31/2014 dated November 12, 2014 enabled a single consolidated view of all the investments of an investor in Mutual Funds (MF) and securities held in demat form with the Depositories.

In accordance with the above, the following shall be applicable for unitholders having a Demat Account.

- Investors having MF investments and holding securities in Demat account shall receive a Single Consolidated Account Statement from the Depository.
- Consolidation of account statement shall be done on the basis of PAN. In case of multiple holding, it shall be PAN of the first holder and pattern of holding. The CAS shall be generated on a monthly basis.
- 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.

<table>
<thead>
<tr>
<th>Section</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dividend</td>
<td>The Dividend warrants shall be dispatched to the Unit holders within 30 days of the date of declaration of the Dividend. In case of delay of repayment in dividend beyond 30 days, the Asset Management Company shall be liable to pay interest to the unit holders at such rate as may be specified by SEBI for the period of such delay (presently @ 15% per annum)</td>
</tr>
<tr>
<td>Delay in payment of redemption / repurchase proceeds</td>
<td>The Asset Management Company shall be liable to pay interest to the unitholders at such rate as may be specified by SEBI for the period of such delay (presently @ 15% per annum).</td>
</tr>
<tr>
<td>Policy on Unclaimed Redemption and Dividend Amounts</td>
<td>In terms of SEBI circular SEBI/HO.IMD/DF2/CIR/P/2016/37 dated February 25, 2016, the unclaimed redemption amount and dividend amounts (the funds) may be deployed by the Mutual Fund in money market instruments and separate plan of liquid scheme / Money Market Mutual Fund scheme floated by Mutual Funds specifically for deployment of the unclaimed amounts only. Investors who claim the unclaimed amounts during a period of three years from the due date shall be paid initial unclaimed amount along-with the income earned.</td>
</tr>
<tr>
<td>Allotment</td>
<td>The cut-off time for receipt of valid application for Subscriptions is 3.00 p.m. However, as the Schemes is Exchange Traded Fund, the Subscriptions and Redemptions of Units would be based on the Portfolio Deposit and Cash Component as defined by the Fund for that respective Business Day. Reliance ETF Sensex will be available only in the Dematerialized form.</td>
</tr>
<tr>
<td></td>
<td>Authorised Participant and Large investors can directly buy / sell Units in blocks from the Fund in ‘Creation Unit’ size, on all working days. The Fund may also allow Cash# subscription of Reliance ETF Sensex in creation unit size by large investors. Since Reliance ETF Sensex are to be issued / repurchased and traded compulsorily in dematerialized form, no request for rematerialisation of RMF will be accepted.</td>
</tr>
<tr>
<td></td>
<td>For Subscriptions received after re-opening for continuous offer at the DISC’s within the cut-off timings and considered accepted for that day.</td>
</tr>
<tr>
<td></td>
<td>RNAM, in consultation with the Trustees reserves the right to discontinue/ add more options at a later date subject to complying with the prevailing SEBI guidelines and Regulations. RNAM, in consultation with the Trustees, reserves the right to change the Load structure if it so deems fit in the interest of smooth and efficient functioning of the Scheme, on a prospective basis.</td>
</tr>
<tr>
<td>Allotment Statement</td>
<td>Units issued by the AMC under the scheme shall be credited to the investor’s beneficiary account with a Depository Participant (DP) of CDSL or NSDL. The AMC will endeavour to credit the units to the beneficiary account of the unitholder within five business days from the date of receipt of credit of the Cash. The AMC shall issue an intimation about the allotment of units to investors whose beneficiary accounts are credited on allotment of units under the scheme within thirty days of allotment either through physical form or through email as may be decided by the Fund from time to time. The Account Statement of the Beneficiary Account with the DP will be sent by the respective DPs periodically.</td>
</tr>
<tr>
<td></td>
<td>All Units will rank pari passu amongst Units within the same Scheme / Plan as to assets, earnings and the receipt of dividend distribution, if any.</td>
</tr>
<tr>
<td></td>
<td>However, RNAM reserves right to provide the account statement / transaction confirmation slip to investor through an alternative mechanism as may be decided by the Fund, from time to time with the consent of the investor.</td>
</tr>
<tr>
<td></td>
<td>#RTGS, NEFT or transfer cheque.</td>
</tr>
<tr>
<td>Rounding off of Units</td>
<td>Based on the Allotment Price, the number of Units allotted to the nearest unit.</td>
</tr>
<tr>
<td>Redemption / Settlement of purchase/sale of Reliance ETF Sensex units on the stock exchange</td>
<td>Buying / Selling Reliance ETF Sensex units on the stock exchange is similar to buying / selling any other listed securities. If an investor has bought units, an investor has to pay the purchase amount to the broker / sub-broker such that the amount paid is realized before the funds pay-in day of the settlement cycle on the exchange. If an investor has sold units, an investor has to deliver the units to the broker/ sub-broker before the securities pay-in day of the settlement cycle on the exchange. The units (in case of units bought) and the funds (in the case of units sold) are paid out to the broker on the payout day of the settlement cycle on the exchange. The exchange regulations stipulate that the trading member should pay the money or units to the investor within 24 hours of the payout. (SEBI SMD/POLICY/Cir-/03 dated February 6, 2003).</td>
</tr>
</tbody>
</table>
If an investor has bought units, he should give standing instructions for 'Delivery-In' to his/her DP for accepting units in his/her beneficiary account. An investor should give the details of his/her beneficiary account and the DP-ID of his/her DP to his/her trading member. The trading member will transfer the units directly to his/her beneficiary account on receipt of the same from exchange’s clearing corporation.

An investor who has sold units should instruct his/her Depository Participant (DP) to give 'Delivery Out' instructions to transfer the units from his/her trading member through whom he/she have sold the units.

The details of the pool A/c of investor’s trading member to which the units are to be transferred, unit quantity etc. should be mentioned in the delivery out instructions given by him/her to the DP. The instructions should be given well before the prescribed securities pay-in day. SEBI has advised that the delivery out instructions should be given at least 24 hours prior to the cut off time for the prescribed securities pay in to avoid any rejection of instructions due to data entry errors, network problems, etc.

**Rolling Settlement**

As per the SEBI's circular dated March 4, 2003, the rolling settlement on T+2 basis for all trades has commenced from April 1, 2003 onwards. The Pay-in and Pay-out of funds and the units will take place 2 working days after the trading date.

The pay-in and pay-out days for funds and securities are prescribed as per the Settlement Cycle. A typical Settlement Cycle of Rolling Settlement is given below:

**Day Activity**

<table>
<thead>
<tr>
<th>Time</th>
<th>Activity</th>
</tr>
</thead>
<tbody>
<tr>
<td>T</td>
<td>The day on which the transaction is executed by a trading member</td>
</tr>
<tr>
<td>T+1</td>
<td>Confirmation of all trades including custodial trades by 11.00 a.m.</td>
</tr>
<tr>
<td>T+1</td>
<td>Processing and downloading of obligation files to brokers / custodians by 1.30 p.m.</td>
</tr>
<tr>
<td>T+2</td>
<td>Pay-in of funds and securities by 11.00 a.m.</td>
</tr>
<tr>
<td>T+2</td>
<td>Pay out of funds and securities by 1.30 p.m.</td>
</tr>
</tbody>
</table>

While calculating the days from the Trading day (Day T), weekend days (i.e. Saturday and Sundays) and bank holidays are not taken into consideration.

All investors including Authorised Participants, Large Investors and other investors may sell their units in the BSE or any other stock exchange(s) on which these units are listed on all the trading days of the stock exchange. Mutual fund will repurchase units from Authorised Participants and Large Investors on any business day provided the number of units for repurchase is not less than 10,000 units and multiples thereof.

**Redemption Procedure**

Applications for redemption of Reliance ETF Sensex units have to be submitted in the prescribed format duly completed and signed along with the delivery order duly receipted by the DP stating the number of Reliance ETF Sensex units transferred to the scheme’s DP account. Application for redemption by non-individuals should be accompanied by certified copy (ies) of the board/governing body resolution clearly authorizing the official concerned to redeem units and to receive/collect securities/cash after complying with operational procedure and formalities.

The application for redemption on a prescribed form will have to be submitted at the designated ISC before the cut off time. The number of units available for redemption in the account of the unitholder will be confirmed by the Registrars with the records maintained and downloaded by the depository with which the unitholder is holding the depository account. Redemption request will be processed further if the records as mentioned above show that the depository account has adequate number of units. The time taken for confirmation of redemption of units is dependent upon the download frequency that depository may permit. The registrar will instruct the custodian to sell the number of units to be redeemed. Redemption proceeds will be sent to the unitholder within 10 working days from the date of confirmation with the depository records.

**Procedure for Redeeming Reliance ETF Sensex in Creation Unit Size**

For processing the transactions of Authorized Participant and Large Investors:

The requisite number of Reliance ETF Sensex equaling the Creation Unit has to be transferred to the Fund’s DP account and the Cash Component to be paid to the AMC / Custodian. On confirmation of the same by the AMC, the AMC will transfer the Portfolio Deposit to the investor’s DP account and pay the Cash Component, if applicable. The AMC may redeem Creation Unit of Reliance ETF Sensex prior to receipt of all or portion of the relevant Reliance ETF Sensex in certain circumstances where the purchaser, among other things, posts collateral to secure its obligation to deliver such outstanding Reliance ETF Sensex (units).

The Portfolio Deposit and Cash Component for the Reliance ETF Sensex may change from time to time due to changes in the underlying Index on account of corporate actions and changes to the index constituents. The Fund may allow Cash Redemption of Reliance ETF Sensex in creation unit size by large investors. Such investors shall make redemption request to the Fund/AMC whereupon the Fund/AMC will arrange to sell underlying portfolio securities on behalf of the investor. Accordingly, the sale proceeds of portfolio securities, after adjusting necessary charges/costs, will be remitted to the investor. The number of Units so redeemed will be subtracted from the unitholder’s account balance (DP) and a statement to this effect will be issued to the unitholder by depository.

If an investor has purchased Units on more than one working day, the Units purchased prior in time (i.e. those Units which have been held for the longest period of time), will be deemed to have been redeemed first, i.e. on a First In First Out Basis. Units purchased by cheque or draft will not be redeemed until the realisation of the cheque/DD.

The minimum number of Units that can be bought or sold on the exchange is 1 (one) unit. All investors including Authorised Participants and large investors may sell their units in NSE/BSE or any other stock exchange(s) on which these units are listed on all the trading days of the stock exchange. The trading will be as per the normal settlement cycle. Alternatively, Authorised Participants and Large investors can directly buy / sell Units in blocks from the Fund in ‘Creation Unit’ size, as defined in this Scheme Information Document on all working days. Mutual fund will repurchase units from Authorised Participants and Large investors on any business day provided the units offered for repurchase is not less than 10,000 units and multiples thereafter.
Repurchase/redemption of units as referred to in 'Redemption'. All investors including Authorised Participants, Large Investors and other investors may sell their units in NSE/BSE and any other stock exchange(s) on which these units are listed on all the trading days of the stock exchange. Mutual fund will repurchase units from Authorised Participants and Large Investors on any business day provided the units offered for repurchase is not less than 10,000 units and multiples thereafter.

Investor other than APs/Large investors can directly approach AMC and no exit load shall be charged for redemption of units if

a) Traded price of the ETF units is at discount of more than 3% to the NAV for continuous 30 days, or

b) Discount of bid price to NAV over a period of 7 consecutive days is greater than 3%, or

c) No quotes are available on exchange for 3 consecutive trading days, or

d) Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.

Creation unit*- as defined under “Definitions & Abbreviations” of the Scheme Information Document.

Restrictions, if any, on the right to freely retain or dispose of units being offered.

Right to limit Purchase of units and/or Right to limit Redemption of units

The Trustee and AMC may, in the general interest of the Unit holders of the Scheme under this Scheme Information Document and keeping in view the unforeseen circumstances / unusual market conditions, limit the total number of Units which may be redeemed on any Working Day for redemption requests of more than Rs. 2 Lakhs per folio at a scheme level in any Scheme. In line with the SEBI Circular dated May 31, 2016 the following conditions would be applicable.

a. Restriction may be imposed when there are circumstances leading to a systemic crisis or event that severely constricts market liquidity or the efficient functioning of markets such as:

i. Liquidity issues - when market at large becomes illiquid and affecting almost all securities.

ii. Market failures, exchange closures - when markets are affected by unexpected events which impact the functioning of exchanges or the regular course of transactions. Such unexpected events could also be related to political, economic, military, monetary or other emergencies.

iii. Operational issues – when exceptional circumstances are caused by force majeure, unpredictable operational problems and technical failures (e.g. a black out).

b. Restriction on redemption may be imposed for a specified period of time not exceeding 10 working days in any 90 days period.

c. When restriction on redemption is imposed, the following procedure shall be applied:

i. No redemption requests upto INR 2 lakh shall be subject to such restriction.

ii. Where redemption requests are above INR 2 lakh, AMC shall redeem the first INR 2 lakh without such restriction and remaining part over and above INR 2 lakh shall be subject to such restriction.

However, suspension or restriction of redemption under any scheme of the Mutual Fund shall be made applicable only after the approval from the Board of Directors of the Asset Management Company and the Trustee Company. The approval from the AMC Board and the Trustees giving details of circumstances and justification for the proposed action shall also be informed to SEBI immediately.

Suspension of Purchase and Redemption of Units

The purchase and/or redemption of Units may be suspended with prior approval of Trustees and Asset Management Company giving the details of circumstances and justification for the proposed action shall also be informed to SEBI in advance, temporarily or indefinitely when any of the following conditions exist at one/more Designated Investor Service Center’s:

1. When, as a result of political, economic or monetary events or any circumstances outside the control of the Trustee and the AMC, the disposal of the assets of the Scheme is not reasonable, or would not reasonably be practicable without being detrimental to the interests of the Unit holders.

2. In the event of breakdown in the means of communication used for the valuation of investments of the Scheme, without which the value of the securities of the Scheme cannot be accurately calculated.

3. During periods of extreme volatility of markets, which in the opinion of the AMC are prejudicial to the interests of the Unit holders of the Scheme.

4. In case of natural calamities, strikes, riots and bandhs.

5. In the event of any force, majeure or disaster that affects the normal functioning of the AMC or the Registrar.

6. If so directed by SEBI.

7. In order to ensure that the investment limits as per Schedule VII are complied with. The normal time taken to process redemption and/ or purchase requests, as mentioned earlier, may not be applicable during such extraordinary circumstances.

However, suspension or restriction of repurchase/ redemption facility under any scheme of the Mutual Fund shall be made applicable only after the approval from the Board of Directors of the Asset Management Company and the Trustee Company. The approval from the AMC Board and the Trustees giving details of circumstances and justification for the proposed action shall also be informed to SEBI in advance.

RMF also reserves the right at its sole discretion to withdraw sale of Units in the Scheme temporarily or indefinitely, if the AMC views that increasing the Scheme’s size further may prove detrimental to the existing unit holders of the Scheme. An order/ request to purchase units is not binding on and may be rejected by the Trustee, the AMC or their respective agents, unless it has been confirmed in writing by the AMC or its agents and (or) payment has been received.

27
**Transfer**

Reliance ETF Sensex units are transferable via the stock exchange. Transfers should be only in favour of transferees who are eligible of holding units under the scheme. The AMC shall not be bound to recognize any other transfer. The AMC will effect the transfer only in electronic form provided that the intended transferee is otherwise eligible to hold units under the scheme. The delivery instructions for transfer of Reliance ETF Sensex units will have to be lodged with the DP in the requisite form as may be required from time to time and the transfer will be effected in accordance with such rules / regulations as maybe in force governing transfer of securities in dematerialized mode. Under special circumstances, holding of units by a company or other body corporate with another company or body corporate or an individual/ individuals, none of whom is a minor, may be considered by the AMC.

Any addition, deletion of name from the folio of the Unit holder is deemed as transfer of Units. In view of the same, additions / deletions of names will not be allowed under any folio of the Scheme. The said provisions in respect of deletion of names will not be applicable in case of death of a Unit holder (in respect of joint holdings) as this is treated as transmission of Unit and not transfer.

A transferee approaching the fund for Transfer / Transmission of units will have to have beneficiary account with a Depository Participant of CDSL or NSDL, since the units shall be in electronic mode.

<table>
<thead>
<tr>
<th>Pledge/Assignment of units permitted only in favour of banks/other financial institutions</th>
</tr>
</thead>
<tbody>
<tr>
<td>i. The unitholders may pledge/assign units in favour of banks/other financial institutions as a security for raising loans.</td>
</tr>
<tr>
<td>ii. Units can be pledged by completing the requisite forms/formalities as may be required by the Depository. The pledger may not be allowed to redeem/ transfer the units so pledged until the bank/ financial institution to which the units are pledged provides a written authorization to the Depository that the pledge/charge/lien may be removed.</td>
</tr>
<tr>
<td>iii. As the units of the Scheme will be issued and held in Demat form, the rules of Depository applicable for pledge will be applicable for Pledge/Assignment of the units of the Scheme.</td>
</tr>
<tr>
<td>iv. Pledgor and Pledgee must have a beneficiary account with the Depository. These accounts can be with the same DP or with different DPs. Pledgor will instruct its DP to create a pledge request by submitting a “Pledge Form” with a tick on “Create Pledge”.</td>
</tr>
<tr>
<td>v. Pledgor will inform the pledgee about the creation of pledge request by giving a copy of the pledge report obtained from its DP.</td>
</tr>
<tr>
<td>vi. Pledgee may instruct its DP to confirm the creation of pledge by submitting a “Pledge Form” with a tick on “Confirm creation of Pledge”. The pledge gets created in favour of the pledgee only when the pledgee’s DP confirms the creation of pledge in the system.</td>
</tr>
<tr>
<td>vii. Pledge does not get created in the System until the Pledgee’s DP confirms the pledge. Pledgee may obtain pledge report from its DP and verify creation of pledge.</td>
</tr>
<tr>
<td>viii. After the loan is repaid, the pledgor will instruct its DP to close the pledge by submitting the “Pledge Form” with a tick on “Close Pledge”. The pledgee will instruct its DP to confirm the closure of pledge by submitting the “Pledge Form” with a tick on “Confirm Closure of Pledge”.</td>
</tr>
<tr>
<td>ix. The pledge is closed in the system on executing the instruction in the system by both the DPs. A pledgor’s DP alone cannot close the pledge.</td>
</tr>
<tr>
<td>x. If the loan is not repaid, the pledgee, after giving notice to the pledgor as per the terms of the agreement, may instruct its DP to invoke the pledge by submitting the “Pledge Form” with a tick on “Invoke Pledge”. On execution of this instruction, the securities are transferred into the pledgee’s account. This does not require any confirmation from the pledgor.</td>
</tr>
<tr>
<td>xi. The pledgor will continue to receive dividend on the pledged securities. The pledgee will get the benefits only if a pledge is invoked and on record date the shares are in the pledgee’s account.</td>
</tr>
</tbody>
</table>

**Transmission**

In case of death of the unitholder, Units shall be transmitted in favour of the second-named joint holder or nominee, as the case may be, on production of a death certificate or any other document to the satisfaction of the Fund. Since the units of the scheme will be issued in electronic form in the Demat account of the investor, the nomination as registered with the Depository Participant will be applicable to the units of the scheme. A Nominee / legal heir approaching the fund for Transmission of units must have beneficiary account with a Depository Participant of CDSL or NSDL, since the units shall be in electronic mode.

**Procedure for Creating Reliance ETF Sensex in Creation Unit Size**

The requisite securities constituting the Portfolio Deposit have to be transferred to the funds DP account while the Cash Component has to be paid to the Custodian / AMC. On confirmation of the same by the Custodian / AMC, the AMC will transfer the respective number of Reliance ETF Sensex into the investor’s DP account. The AMC may create “Creation Unit” prior to receipt of all or a portion of the relevant Portfolio Deposit and Cash Component in certain circumstances where the purchaser, among other things, posts collateral to secure its obligation to deliver such outstanding Portfolio Deposit Securities and Cash Component.

The Portfolio Deposit and Cash Component for Reliance ETF Sensex may change from time to time due to changes in the underlying Index on account of corporate actions and changes to the index constituents.

The Fund may allow Subscription through bank payments in Reliance ETF Sensex in creation unit size by large investors. Such investors shall make subscription request to the Fund/AMC whereupon the Fund/AMC will arrange to buy underlying portfolio securities on behalf of the investor.

**Transaction handling charges**

Transaction handling charges include brokerage, depository participant charges, uploading charges and such other charges that the Mutual Fund may have to incur in the course of accepting the portfolio deposit or for giving a portfolio of securities as consideration for a redemption / Subscription request. Such transaction handling charges shall be recoverable from the transacting authorized participant/large investor.
**Nomination**

i) Since the units of the scheme will be issued in electronic form in the depository account of the unit holder, the nomination registered with the Depository will be applicable to the units of the scheme.

ii) Such nomination including any variation, cancellation or substitution of Nominee(s) shall be governed by the rules and bye-laws of the Depository.

iii) Payment to the nominee of the sums shall discharge the Fund of all liability towards the estate of the deceased unit holder and his/her legal successors/legal heirs.

iv) Nomination can be made only by the individuals holding beneficiary (DP) accounts either singly or jointly. Non-individuals including society, body corporate, partnership firms, Karta of HUF, holder of power of attorney can not nominate. Only an individual including NRI can be a nominee. However nomination of NRI is subject to exchange control regulations in force from time to time.

v) Society, trust, body corporate, partnership firm, Karta of HUF or Power of Attorney holder cannot be appointed as a Nominee.

vi) Minor can also be appointed as a nominee. However the guardian will sign on behalf of the nominee and in addition to the name and photograph of the nominee, the name and address and the photograph of the guardian must be submitted to DP. Only one nomination can be made for each depository account.

vii) The nomination form duly filled in should be submitted to the Depository Participant (DP) either at the time of account opening or later. The account holder, nominee and two witness must sign the form and the name, address and photograph of the nominee must be submitted. If the nomination was not made at the time of account opening, it can be made subsequently by submitting the nomination form.

viii) Nomination can be changed anytime by the account holder(s) by simply filling up the nomination once again and submitting it to the DP.

ix) In case nomination has been made for DP account with joint holders, in case of death of any of the joint holder(s), the securities will be transmitted to the surviving holder(s). Only in the event of death of all the joint holders, the securities will be transmitted to the nominee.

x) In case nomination is not made by the sole holder of DP account, the securities would be transmitted to the account of legal heir(s), as may be determined by an order of the competent court. However in case where the value of securities to be transmitted is less than Rs. 50,000/- the DP may process the request based on the submissions of necessary letter of indemnity, surety, affidavits and NOC documents.

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**Dematerialisation**

Reliance ETF Sensex units will be available only in the Dematerialized form.

The applicant under the Scheme will be required to have a beneficiary account with a Depository Participant of NSDL/CDSL and will be required to indicate in the application the DP’s name, DP ID Number and its beneficiary account number with DP.

Since Reliance ETF Sensex are to be issued / repurchased and traded compulsorily in dematerialized form, no request for rematerialisation of RMF will be accepted.

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**Listing**

The units of the Scheme shall be listed on the BSE and any other stock exchange(s) as may be decided by the Reliance AMC, subsequent buying or selling by investors can be made from the secondary market on the BSE.

The minimum number of units that can be bought or sold through the stock exchange is 1 (one) unit.

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**Depository**

Reliance ETF Sensex units will be held in dematerialized form and hence the SEBI (Depositories and Participants) Regulations, 1996 would apply. The service charges payable to the depository participant will form part of annual recurring expenses.

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**Mode of Payment**

**Portfolio deposit:** This is a pre-defined basket of securities that represent the underlying index and will be defined and announced by the fund on allotment date and can change from time to time

**Cash Component:** For the cash component all cheques, bank drafts and pay order should be drawn in favour of “Reliance ETF Sensex A/c PAN" or Reliance ETF Sensex A/c First Investor Name “ and be crossed “Account Payee Only”. In case of fresh/additional purchases, if the name of the Scheme on the application form/transaction slip differs with the name on the Cheque/Demand Draft, then the application may be processed and units shall be allotted at applicable NAV of the scheme mentioned in the application / transaction slip. If the cheque / Draft towards cash component is not honoured for any reason whatsoever, the application shall be rejected.

Allotment of Units against the investment made under the scheme shall be subject to realization of instrument thereof.

PAYMENTS BY FOLLOWING MODES WILL NOT BE ACCEPTED

- Outstation Cheques
- Post-Dated Cheques (except in the case of Systematic Investment Plan)

RNAM may specify various other modes of payment from time to time.

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**Third party Cheques**

Third party Cheques Investment/subscription made through third party cheque(s) will not be accepted for investments in the units of Reliance Mutual Fund barring few exception issued by AMFI from time to time for the ‘third party payments’. For more details refer to SAI.
Multiple Bank accounts

The unit holder/investor can register multiple bank account details under its existing folio by submitting separate form available on the website of the AMC at www.reliancemutual.com / www.relianceetf.com. For more details refer to SAI.

Know Your Client (KYC) Norms

With effect from 1st January 2011, KYC (Know Your Customer) norms are mandatory for investors for making investments in Mutual Funds, irrespective of the amount of investment. Further, in order to reduce hardship and help investors dealing with SEBI intermediaries, SEBI issued three circulars - MIRSD/SE/Cir-21/2011 dated October 05, 2011, MIRSD/Cir-23/2011 dated December 02, 2011 and MIRSD/Cir-26/2011 dated December 23, 2011 informing SEBI registered intermediaries as mentioned therein to follow, with effect from January 01, 2012, a uniform KYC compliance procedure for all the investors dealing with them on or after that date. SEBI also issued KYC Registration Agency (“KRA”) Regulations 2011 and the guidelines in pursuance of the said Regulations and for In-Person Verification (“IPV”). SEBI has issued circular no. CIR/MIRSD/66/2016 dated July 21, 2016 and no. CIR/MIRSD/120/2016 dated Nov. 10, for uniform and smooth implementation of KYC norms for onboarding of new investors in Mutual funds with effect from 1st Feb 2017. For more details refer to SAI.

Implementation of the Prevention of Money-laundering (Maintenance of Records) Second Amendment Rules, 2017 with respect to seeding of Aadhaar number:

Investors are requested to note the following requirements in relation to submission of Aadhaar number and other prescribed details to Reliance Mutual Fund (RMF) / Reliance Nippon Life Asset Management Limited (“the AMC”) / Karvy Fintech Private Limited (Karvy) its Registrar and Transfer Agent:

i. Where the investor is an individual, who is eligible to be enrolled for Aadhaar number, the investor is required to submit the Aadhaar number issued by UIDAI. If such an individual investor is not eligible to be enrolled for Aadhaar number, and in case the Permanent Account Number (PAN) is not submitted, the investor shall submit the PAN or one certified copy of an officially valid document containing details of his identity and address and one recent photograph along with such other details as may be required by the Mutual Fund.

The investor is required to submit PAN as defined in the Income Tax Rules, 1962.

ii. Where the investor is a non-individual, Aadhaar numbers and PANs (as defined in Income-tax Rules, 1962) of managers, officers or employees or persons holding an attorney to transact on the investor’s behalf is required to be submitted, apart from the constitution documents. In case PAN is not submitted, an officially valid document is required to be submitted. If a person holding an authority to transact on behalf of such an entity is not eligible to be enrolled for Aadhaar and does not submit the PAN, certified copy of an officially valid document containing details of identity, address, photograph and such other documents as prescribed is required to be submitted.

It may be noted that the requirement of submitting Form 60 is not applicable for investment in mutual fund units. For more details kindly refer SAI and FAQs on our website www.relianceetf.com

Example of Creation and Redemption of Units

Each Creation Unit consists of 10,000 units of Reliance ETF Sensex. The Creation Unit is made up of 2 components i.e. Portfolio Deposit and Cash Component. The Portfolio Deposit will be determined by the Fund as per the weights of each security in the Underlying Index. The value of this Portfolio Deposit will change due to change in prices during the day. The number of shares of each security that constitute the Portfolio Deposit will remain constant unless there is any corporate action in the Underlying Index or there is a rebalance in the Underlying Index.

The example of Creation Unit as on February 28, 2019 for Reliance ETF Sensex is as follows:

<table>
<thead>
<tr>
<th>Security in the Underlying Basket</th>
<th>Index Weightages (%)</th>
<th>Quantity</th>
<th>Price</th>
<th>Portfolio Deposit Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>ASIAN PAINTS LIMITED</td>
<td>1.74</td>
<td>46</td>
<td>1402.5</td>
<td>64,515.00</td>
</tr>
<tr>
<td>AXIS BANK LIMITED</td>
<td>3.45</td>
<td>184</td>
<td>717.85</td>
<td>132,084.40</td>
</tr>
<tr>
<td>BAJAJ AUTO LIMITED</td>
<td>1.08</td>
<td>14</td>
<td>2912.25</td>
<td>40,771.50</td>
</tr>
<tr>
<td>BAJAJ FINANCE LTD</td>
<td>1.72</td>
<td>25</td>
<td>2641.4</td>
<td>66,035.00</td>
</tr>
<tr>
<td>BHARTI AIRTEL LTD.</td>
<td>1.15</td>
<td>137</td>
<td>319.95</td>
<td>43,833.15</td>
</tr>
<tr>
<td>COAL INDIA LIMITED</td>
<td>0.86</td>
<td>142</td>
<td>221.35</td>
<td>31,431.70</td>
</tr>
<tr>
<td>HCL TECHNOLOGIES LTD.</td>
<td>1.61</td>
<td>58</td>
<td>1060.3</td>
<td>61,497.40</td>
</tr>
<tr>
<td>HOUSING DEVELOPMENT FINANCE CORPORATION LTD.</td>
<td>12.28</td>
<td>178</td>
<td>1842.35</td>
<td>327,938.30</td>
</tr>
<tr>
<td>HDFC BANK LTD.</td>
<td>0.94</td>
<td>223</td>
<td>2091.6</td>
<td>466,426.80</td>
</tr>
<tr>
<td>HERO MOTOCORP LTD.</td>
<td>3.40</td>
<td>13</td>
<td>2674.7</td>
<td>34,771.10</td>
</tr>
<tr>
<td>HINDUSTAN UNILEVER LTD.</td>
<td>8.69</td>
<td>74</td>
<td>1735.75</td>
<td>128,445.50</td>
</tr>
<tr>
<td>ICICI BANK LTD.</td>
<td>6.14</td>
<td>666</td>
<td>345.8</td>
<td>230,302.80</td>
</tr>
<tr>
<td>INDUSIND BANK LIMITED</td>
<td>6.46</td>
<td>52</td>
<td>1476.3</td>
<td>76,767.60</td>
</tr>
<tr>
<td>INFOSYS TECHNOLOGIES LTD.</td>
<td>2.03</td>
<td>395</td>
<td>734.7</td>
<td>290,206.50</td>
</tr>
</tbody>
</table>
The above is just an example to illustrate the calculation of cash component. Cash Component will vary depending upon the actual charges incurred like Custodial Charges and other incidental charges for creating units.

C. PERIODIC DISCLOSURES

**Net Asset Value**
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.

The NAV will be calculated and disclosed at the close of every Business Day and also uploaded on the AMFI site www.amfiindia.com and Reliance Mutual Fund site i.e. www.reliancemutual.com / www.relianceetf.com. Further, AMC will extend facility of sending latest available NAVs to unitholders through SMS, upon receiving a specific request in this regard.

In case of delay beyond 9 p.m., the reasons for delay would be explained in writing to AMFI. If the NAVs are not available before commencement of business hours on the following day due to any reason, Mutual Fund shall issue a press release providing reasons and explaining when the Mutual Fund would be able to publish the NAVs. The NAV shall be published at least in two daily newspapers every day.

Since the Scheme is proposed to be listed on recognized Stock Exchange, the listed price would be applicable on the respective Stock Exchange.

**Half yearly Disclosures:**

- **Portfolio / Financial Results**
  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.

  (i) **Half Yearly disclosure of Un-Audited Financials for the Schemes of RMF:**
  Before expiry of one month from the close of each half year i.e. on March 31 or September 30, the Fund shall host a soft copy of half – yearly unaudited financial results on the website of the RMF i.e. www.reliancemutual.com / www.relianceetf.com and that of AMFI www.amfiindia. com. A notice advertisement communicating the investors that the financial results shall be hosted on the website shall be published in one national English daily newspaper and in a newspaper in the language of the region where the Head Office of the fund is situated.

  (ii) **Half Yearly disclosure of Scheme’s Portfolio:**
  The fund shall disclose the scheme’s portfolio in the prescribed format as on the last day of the Half year for all the Schemes of RMF on or before the tenth day of the succeeding month or within such timelines and manner as prescribed by SEBI from time to time on the RMF Website i.e. www.reliancemutual.com / www.relianceetf.com and AMFI site www.amfiindia.com

In case of unitholders whose e-mail addresses are registered, the Mutual Funds/ AMCs shall send via email the half-yearly statement of scheme portfolio within 10 days from the close of each half-year respectively.

AMC will provide a physical copy of the statement of its scheme portfolio, without charging any cost, on specific request received from a unitholder.
Monthly Disclosure of Schemes’ Portfolio Statement

The fund shall disclose the scheme’s portfolio in the prescribed format as on the last day of the month for all the Schemes of RMF on or before the tenth day of the succeeding month or within such timelines as prescribed by SEBI from time to time on the RMF Website i.e. www.reliancemutual.com / www.relianceetf.com and AMFI site www.amfiindia.com and AMFI site www.amfiindia.com

In case of unitholders whose e-mail addresses are registered, the Mutual Funds/ AMCs shall send via email both the monthly statement of scheme portfolio within 10 days from the close of each month respectively.

AMC will provide a physical copy of the statement of its scheme portfolio, without charging any cost, on specific request received from a unitholder.

Annual Report

The scheme wise annual report shall be hosted on the website of the AMC and on the website of the AMFI soon as may be possible but not later than four months from the date of closure of the relevant accounting year. The AMC shall publish an advertisement every year in all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the scheme wise annual report on the website of the AMC.

The AMC shall email the annual report or an abridged summary thereof to the unitholders whose email addresses are registered with the Fund. The unitholders whose e-mail addresses are not registered with the Fund are requested to update / provide their email address to the Fund for updating the database. Physical copy of scheme wise annual report or abridged summary shall be provided to investors who have opted to receive the same.

AMC shall provide a physical copy of the abridged summary of the annual report, without charging any cost, on specific request received from a unitholder.

As per regulation 56(3A) of the Regulations, copy of scheme wise Annual Report shall be also made available to unitholder on payment of nominal fees.

Associate Transactions

Please refer to Statement of Additional Information (SAI).

Taxation

The information is provided for general information only. 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.


<table>
<thead>
<tr>
<th>Nature of Income ↓</th>
<th>Individual &amp; HUF</th>
<th>Other than Individual &amp; HUF</th>
<th>NRI</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dividend</td>
<td>Tax free</td>
<td>Tax free</td>
<td>Tax free</td>
</tr>
<tr>
<td>Dividend Distribution Tax on Grossed up value of Dividend</td>
<td>10%</td>
<td>10%</td>
<td>10%</td>
</tr>
<tr>
<td>Long Term Capital Gain</td>
<td>10%</td>
<td>10%</td>
<td>10%</td>
</tr>
<tr>
<td>Short Term Capital Gain</td>
<td>15%</td>
<td>15%</td>
<td>15%</td>
</tr>
</tbody>
</table>

Securities Transaction Tax (STT)

From April 1, 2019 onwards 0.001% 0.001% 0.001%

Notes

1. “equity oriented fund” has been defined to mean a fund set up under a scheme of a mutual fund specified under clause (23D) of section 10 and,—
   a) In a case where the fund invests in the units of another fund which is traded on a recognized stock exchange,—
      (I) A minimum of 90 % of the total proceeds of such funds is invested in the units of such other fund ; and
      (II) such other fund also invests a minimum of 90% of its total proceeds in the equity shares of domestic companies listed on recognized stock exchange; and
   b) in any other case, a minimum of 65 % of the total proceeds of such fund is invested in the equity shares of domestic companies listed on recognized stock exchange.

2. a) Short Term Capital Gain would mean gain on sale/redemption/repurchase of mutual fund units held for not more than 12 months
   b) Long term Capital Gain would mean gain other than Short Term Capital Gain and shall be computed without considering indexation benefit. Further, Threshold benefit of Rs. 1,00,000 available on such long term capital gain.

3. The Surcharge applicable for FY 2019-20:

<table>
<thead>
<tr>
<th>Assessee</th>
<th>If income below Rs. 0.50 crore</th>
<th>If income exceeds Rs. 0.50 crore but less than Rs. 1 crores</th>
<th>If income exceeds Rs. 1 crore but less than Rs. 10 crores</th>
<th>If income exceeds Rs.10 crores</th>
</tr>
</thead>
<tbody>
<tr>
<td>Individual (including proprietorships), Hindu Undivided Family (HUF), Association of Persons (AOP) and Body of Individual (BOI)</td>
<td>NIL</td>
<td>10%</td>
<td>15%</td>
<td>15%</td>
</tr>
<tr>
<td>Co-operative Society, Local Authority and Partnership Firms (including LLPs)</td>
<td>NIL</td>
<td>NIL</td>
<td>12%</td>
<td>12%</td>
</tr>
<tr>
<td>Indian Corporates</td>
<td>NIL</td>
<td>NIL</td>
<td>7%</td>
<td>12%</td>
</tr>
<tr>
<td>Foreign Corporates</td>
<td>NIL</td>
<td>NIL</td>
<td>2%</td>
<td>5%</td>
</tr>
</tbody>
</table>

32
4. The Health and Education Cess applicable for FY 2019-20 @ 4%
5. The tax rates will be increased by surcharge, Health & education cess as applicable.
6. Reliance Mutual Fund is registered with SEBI and as such is eligible for benefits under Section 10 (23D) of the Income Tax Act, 1961. Accordingly its entire income is exempt from tax.
   For further details on taxation please refer to the clause on Taxation in the Statement of Additional Information.

Investor services

Mr. Bhalchandra Joshi is the Investor Relations Officer for the Fund. All related queries should be addressed to him at the following address:

Mr. Bhalchandra Joshi, Chief – Service Delivery and Operations Excellence
Reliance Nippon Life Asset Management Limited
Reliance Centre, Off Western Express Highway,
Santacruz (East), Mumbai - 400 055.
Tel No. - 022- 33031000; Fax No. - 022- 33037662
Email: bhalchandra.y.joshi@relianceada.com

D. COMPUTATION OF NAV

The Net Asset Value (NAV) of the Units will be determined daily or as prescribed by the Regulations.

The NAV under Reliance ETF Sensex shall be calculated up to 4 decimals as follows or such other formula as may be prescribed by SEBI from time to time.:

\[
\text{NAV} = \frac{\text{Market/Fair Value of Scheme’s Investments} + \text{Receivables} + \text{Accrued Income} + \text{Other Assets} - \text{Accrued Expenses} - \text{Payables} - \text{Other Liabilities}}{\text{Number of Units Outstanding}}
\]

Example: If the applicable NAV is Rs. 10.00, sales/entry load is 2 per cent and the exit/repurchase load is 2 percent then the sales price will be Rs. 10.20 and the repurchase price will be Rs. 9.80.

NAV Information: The NAV of the Scheme will be calculated and declared by the Fund on every Working Day by 9.00 p.m. The information on NAV may be obtained by the Unitholders, on any day from the office of the AMC / the office of the Registrar in Hyderabad or any of the other Designated Investor Service Centres.

Investors may also obtain information on the purchase /sale price for a given day on any Working Day from the office of the AMC / the office of the Registrar in Hyderabad/ any of the other Designated Investor Service Centres.

For any NAV information, investor may also call our customer service centre at 022-3030 1111, callers outside India, please dial 91-22-30301111.
IV. FEES AND EXPENSES

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

A. NEW FUND OFFER (NFO) EXPENSES

The New Fund Offer expenses will not be charged to the scheme and will be borne by AMC

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 and Transfer Agents’ fee, marketing and selling costs etc. as given in the table below:

The AMC would update the current expense ratios on the website of the mutual fund at least three working days prior to the effective date of the change. Further Actual Expense ratio will be disclosed at the following link: https://www.reliancemutual.com/Pages/Total-Expense-Ratio-of-Mutual-Fund-Schemes.aspx

Estimated Expense Structure

<table>
<thead>
<tr>
<th>Expense Head</th>
<th>% of Net Assets Up to 31.03.2019</th>
<th>% of Net Assets W.e.f. 1. 4. 2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment management and advisory fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Trustee fee</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Audit fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Custodian fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>RTA Fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Listing &amp; licensing fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Marketing and selling expense including agent commission</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost related to Investor communications</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost of fund transfer from location to location</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost of providing account statements and Dividend / Redemption cheques and warrants</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Costs of statutory advertisements</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost towards investor education &amp; awareness (at least 2 bps)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Brokerage and transaction cost over and above 12 bps and 5 bps for cash and Derivative market trades respectively</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Goods &amp; Service Tax on expenses other than investment and advisory fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Expenses#</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Maximum total expense ratio (TER) permissible under Regulation 52(6)(b)        | Up to 1.50%                       | Up to 1.00%                       |
| Additional expenses for gross new inflows from specified investors and cities under Regulation 56(6A)(b) | Up to 0.30%                      | Up to 0.30%                      |

The Scheme shall not incur any distribution expenses and no commission shall be paid by this scheme.

(# Expenses including listing fees charged under the said parameters shall be in line with the Regulation 52 of SEBI (MF) Regulations or such other basis as specified by SEBI from time to time.)

Pursuant to Securities and Exchange Board of India (Mutual Funds) (Fourth Amendment) Regulations, 2018, the total expense ratio charged to the scheme shall be revised with effect from April 1, 2019.

Illustration – Impact of Expense Ratio on the Returns

| Value of Rs 1 lac on 12% annual returns in 1 year, considering 1% Expense Ratio |
|---------------------------------------------|---------------------------------------------|
| Amount Invested                            | 100,000.00                                 |
| NAV at the time of Investment              | 10.00                                      |
| No of Units                                 | 10,000.00                                  |
| Gross NAV at end of 1 year (assuming 12% annual return) | 11.20                                      |
| Expenses (assuming 1% Expense Ratio on average of opening and closing NAV) | 0.11                                       |
| Actual NAV at end of 1 year post expenses (assuming Expense Ratio as above) | 11.09                                      |
| Value of Investment at end of 1 year (Before Expenses) | 112,000.00                                |
| Value of Investment at end of 1 year (After Expenses) | 110,940.00                                |

Note: Please note that the above is an approximate illustration of the impact of expense ratio on the returns, where the Gross NAV has been simply reduced to the extent of the expenses. In reality, the actual impact would vary depending on the path of returns over the period of consideration. Expenses will be charged on daily net assets.

These estimates have been made in good faith as per the information available to the Investment Manager based on past experience but
the total expenses shall not exceed the limits permitted by SEBI. Types of expenses charged shall be as per the SEBI (MF) Regulations. The purpose of the above table is to assist the investor in understanding the various costs and expenses that an investor in the scheme will bear directly or indirectly.

Goods & Service tax on investment management and advisory fees, to the Scheme will be, in addition to the maximum annual recurring expenses that may be charged to the Scheme.

Goods & Service Tax on other than investment and advisory fees, if any, shall be borne by the scheme within the maximum limit as per regulation 52 of the SEBI Regulations.

Mutual Funds/AMCs will annually set apart at least 2 basis points on daily net assets within the maximum limit as per regulation 52 of the SEBI Regulations for investor education and awareness initiatives.

However, no Investment Management fees would be charged on RNAM’s investment in the Scheme. The Trustee Company, shall be entitled to receive a sum computed @ 0.05% of the Unit Capital of all the Schemes of RMF on 1st April each year or a sum of Rs.5,00,000/- whichever is lower or such other sum as may be agreed from time to time in accordance with the SEBI Regulations or any other authority, from time to time.

The total expenses of the ETF scheme including the investment management and advisory fee shall not exceed one and half percent (1.5% up to March 31, 2019) and One percent (1% w.e.f. April 01, 2019) of the daily net assets and such other limits as stated in Regulation 52(6).

The above expenses are fungible within the overall maximum limit prescribed under SEBI (Mutual Funds) Regulations, 1996, which means there will be no internal sub-limits on expenses and AMC is free to allocate them within the overall TER.

In addition to the limits specified in regulation 52(6), the following costs or expenses may be charged to the scheme as per new sub regulation 6A, namely-

(a) Brokerage and Transaction costs incurred for the execution of trades may be capitalized to the extent of 0.12 per cent of the value of trades in case of cash market transactions. Payment towards brokerage and transaction costs incurred for the execution of trades, over and above the said 0.12 per cent for cash market transactions may be charged to the scheme within the maximum limit of Total Expense Ratio (TER) as prescribed under Regulation 52 of the SEBI (Mutual Funds) Regulations, 1996. Any expenditure in excess of the said prescribed limit (including brokerage and transaction costs, if any) shall be borne by the AMC or by the Trustee or Sponsors.

(b) expenses not exceeding of 0.30 per cent of daily net assets, if the new inflows from such specific investors and cities as specified by the Board from time to time are at least -

(i) 30 per cent of new inflows in the scheme, or;

(ii) 15 per cent of the average assets under management (year to date) of the scheme, whichever is higher:

Provided that if inflows from such cities is less than the higher of sub-clause (i) or sub-clause (ii), such expenses on daily net assets of the scheme shall be charged on proportionate basis:

Provided further that expenses charged under this clause shall be utilised for distribution expenses incurred for bringing inflows from such cities.

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;

The Fund will strive to reduce the level of these expenses so as to keep them well within the maximum limits allowed by SEBI. Expenses on an ongoing basis will not exceed the percentage of the daily net assets or such maximum limits as may be specified by SEBI Regulations from time to time.

The recurring expenses incurred in excess of the limits specified by SEBI (MF) Regulations will be borne by the AMC or by the Trustee or the Sponsor.

C. LOAD STRUCTURE

Load is an amount which is paid by the investor to subscribe to the units or to redeem the units from the scheme. This amount is used by the AMC to pay commissions to the distributor and to take care of other marketing and selling expenses. For the current applicable structure, please refer to the website of the AMC (www.reliancemutual.com / www.relianceetf.com) or may call at (toll free no. 1800 300 11111) or your distributor.

Load amounts are variable and are subject to change from time to time. RNAM, in consultation with the Trustees, reserves the right to change the load structure if it so deems fit in the interest of smooth and efficient functioning of the scheme. Any imposition or enhancement in the load shall be applicable on prospective investments only. However, RNAM shall not charge any load on issue of bonus units and units allotted on reinvestment of dividend for existing as well as prospective investors. At the time of changing the load structure:

(i) The addendum detailing the changes may be attached to Scheme Information Documents 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.

(ii) Arrangements may be made to display the addendum in the Scheme Information Document in the form of a notice in all the investor service centres and distributors/brokers office.

(iii) The introduction of the exit load alongwith 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.

(iv) 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.

(v) Any other measures which the mutual funds may feel necessary.

Applicable Load Structure

Entry & Exit Load: Not Applicable
There will be no entry/exit load on Reliance ETF Sensex bought or sold through the secondary market on the NSE. However, an investor would be paying cost in the form of a bid and ask spread and brokerage, as charged by his broker for buying / selling Reliance ETF Sensex.

No entry or exit load will be levied on transactions with Authorized Participants and Large Investors during NFO or continuous offer. Investor other than APs/Large investors can directly approach AMC and no exit load shall be charged for redemption of units if

a) Traded price of the ETF units is at discount of more than 3% to the NAV for continuous 30 days, or
b) Discount of bid price to NAV over a period of 7 consecutive days is greater than 3%, or
c) No quotes are available on exchange for 3 consecutive trading days, or
d) Total bid size on the exchange is less than half of creation units size daily, averaged over a period of 7 consecutive trading days.

In such a scenario valid applications received upto 3 p.m. the Mutual Fund shall process the redemption request basis the closing NAV of the day of receipt of application.

Such instances shall be tracked by RNAM on an ongoing basis and incase if any of the above mentioned scenario arises the same shall be disclosed on the website of Reliance Mutual Fund i.e. www.reliancemutual.com / www.relianceetf.com

For any change in load structure RNAM will issue an addendum and display it on the website and on i.e. www.reliancemutual.com / www.relianceetf.com and Investor Service Centres.

The Fund will charge Load within the stipulated limit of 7% and without any discrimination in favour of any specific group of Unit holders. The AMC will ensure that the Redemption Price will not be lower than 93% of the NAV and difference between the Redemption Price and Purchase Price will not exceed the permissible limit. This scheme being an Ended Index Exchange Traded Fund the same is not applicable

Switchover Facility

Switch in during ongoing basis will be allowed only from eligible Liquid and Debt /Income funds into Reliance ETF Sensex. Switch-out during ongoing basis will be allowed only from eligible equity, liquid and debt / income schemes

All loads for the Scheme shall be maintained in a separate account and may be utilised towards meeting the selling and distribution expenses. Any surplus in this account may be credited to the scheme, whenever felt appropriate by the AMC.

D. WAIVER OF LOAD FOR DIRECT APPLICATIONS

Pursuant to SEBI circular No. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009, no entry load shall be charged for all the mutual fund schemes. Therefore the procedure for the waiver of load for direct application is no longer applicable.

E. TRANSACTION CHARGES:

In accordance with SEBI Circular No. IMD/ DF/13/ 2011 dated August 22, 2011, with effect from November 1, 2011, Reliance Nippon Life Asset Management Limited (RNAM)/ RMF shall deduct a Transaction Charge on per purchase / subscription of Rs. 10,000/- and above, as may be received from new investors (an investor who invests for the first time in any mutual fund schemes) and existing investors. The distributors shall have an option to either “Opt-in / Opt-out” from levying transaction charge based on the type of product. Therefore, the “Opt-in / Opt-out” status shall be at distributor level, basis the product selected by the distributor at the Mutual Fund industry level.

Such charges shall be deducted if the investments are being made through the distributor/agent and that distributor / agent has opted to receive the transaction charges as mentioned below:

- For the new investor a transaction charge of Rs 150/- shall be levied for per purchase / subscription of Rs 10,000 and above; and
- For the existing investor a transaction charge of Rs 100/- shall be levied for per purchase / subscription of Rs 10,000 and above.

The transaction charge shall be deducted from the subscription amount and paid to the distributor/agent, as the case may be and the balance shall be invested. The statement of account shall clearly state that the net investment as gross subscription less transaction charge and give the number of units allotted against the net investment.

Transaction charges shall not be deducted if:

(a) The amount per purchases /subscriptions is less than Rs. 10,000/-;
(b) The transaction pertains to other than purchases/ subscriptions relating to new inflows such as Switch/STP/ DTP, etc.
(c) Purchases/Subscriptions made directly with the Fund through any mode (i.e. not through any distributor/agent).
(d) Subscription made through Exchange Platform irrespective of investment amount.
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

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.

NIL

2. 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 Trustees /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to share holders 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.

During last three years, there have been no monetary penalties imposed and/ or action by any financial regulatory body or governmental authority, against Sponsor(s), AMC, Board of Trustees, Trustee Company; for any irregularities or for violations in the financial services sector, or for defaults with respect to share holders or debenture holders and depositors, or for economic offences, or for violation of securities law. However, in respect of the consent terms filed by Reliance Nippon Life Asset Management Limited –Portfolio Management Services (RNAM-PMS) with SEBI with respect to an inspection report, SEBI has issued a settlement order (Order no. CA/EFD/87/JAN/2016 dated January 14, 2016), in terms of which the underlying proceedings have been disposed off.

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 Trustees /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.

There was no 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 Trustees /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.

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 Trustees /Trustee Company and/ or any of the directors and/ or key personnel are a party should also be disclosed separately.

In terms of the SEBI [Mutual Fund] Regulations, 1996 (as amended from time to time), the mutual fund schemes are permitted to invest in securitized debt. Accordingly, investments in certain Pass Through Certificates (“PTC’s”) of a securitization trust (“the Trust”) were made through some of schemes of Reliance Mutual Fund (“the Fund”). The returns filed by few of these securitisation Trusts whose PTCs were held by the Fund were taken up for scrutiny by the Income Tax Authorities which raised demand initially on the Trusts. However, on failure to recover, the Income Tax Authorities sent the demand notices to the Fund for Assessment Years 2009-10 and 2010-11. The Fund in consultation with its tax & legal advisors has contested the applicability of such demand and proceedings there on are still pending. It may be noted that this is a matter, which is not restricted only to the Fund but is an Industry issue. Accordingly, through the Association of Mutual Funds in India (AMFI), the matter has also been appropriately escalated to the Ministry of Finance, in order to seek necessary clarifications, reliefs and if required, to carry out necessary amendments to the relevant provisions of the Income Tax Act, 1961. In addition to the above the AMC is party to certain litigations in various courts, commissions etc. which are in ordinary course of business & have no material impact.

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 SID, or which has been notified by any other regulatory agency, shall be disclosed.

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 behalf of the Board of Directors of
Reliance Nippon Life Asset Management Limited
[Asset Management Company for Reliance Mutual Fund]

Mumbai
March 28, 2019

Sd/-

(Sundeep Sikka)
Executive Director & Chief Executive Officer
No text content to display.