
KASB Bachat Plan
Supplement of Offering Document of KASB Liquid Fund (KLF)

An Administrative Plan under KASB Liquid Fund (KLF)
Managed by KASB Funds Limited

1. Introduction

- 1.1 KASB Bachat Plan is an Administrative Plan offered by KASB Funds Limited that is designed to help investors grow their savings and meet their financial goals by investing in KLF. By making regular contributions (on monthly, quarterly or semi-annual basis) to the Plan, investors can supplement their income to meet their current needs or they can save a sizeable sum for a long term financial goal.
- 1.2 All transactions under this arrangement are governed by the Trust Deed relating to KLF (dated February 20, 2006) as amended from time to time vide Supplemental Trust Deed(s). All the terms and conditions of the Offering Document of KLF shall apply to the respective Units of the Fund in which investment is made under this Plan.

KASB Bachat Plan invests in units of KLF which is governed by the NBFC Rules, 2003, NBFC Regulation 2008, the Trust Deed and Offering Document of KASB Liquid Fund.

2. Investment Objective

KASB Bachat Plan assists in periodic investments of savings and aims to grow savings by investing in a portfolio which is primarily invested in low duration, liquid investments including money market and other debt instruments as well as fixed income transactions in the capital market(through investment in KLF). The Plan therefore allows investors to efficiently manage their savings and earn a market based return, with a view to meet their short and long term requirements.

3. Investment Pattern

| Asset Class | Percentage Allocation |
|--------------------|------------------------------|
| KLF Units | 100% |

4. Basic Plan Information

Nature of Plan: Continuous/Perpetual

Front-end Load: Nil

Back-end Load: Nil (However, Back-end Load of 0.5% will be charged in case redemption is requested within 15 days of investment.)

Minimum Investment Amount: Rs.10,000 and the minimum amount to add to an existing account is Rs. 5,000 per transaction.

Frequency of Dealing: Every Business Day.

Redemption Proceeds: Within 6 Business Days

*The Management Company may alter the minimum investment amount from time to time and announce it on its website.

5. Features and Administrative Arrangements

- 5.1 KASB Bachat Plan strives to help investors grow their savings through regular investments in KLF. The Management Company may also guide investors in deciding the regular contributions and tenure to help meet their financial objectives.
- 5.2 An investor may invest in KASB Bachat Plan by filling out the prescribed Form and submitting it to Authorized Branches of a Distributor or to the Management Company together with the payment through a banking instrument (including online transfers) made payable to “CDC Trustee-KASB Funds” and crossed “Account Payee Only.” Such forms have to be submitted within the announced business hours on the Business Days.
- 5.3 The Unit Holder has the option to invest predetermined amounts on a monthly, quarterly or semi-annual basis. The Unit Holder may also alter this monthly/quarterly/semi-annual amount, provided that such amount is not less than the minimum amount fixed by the Management Company from time to time. No penalties shall be imposed in case of delay or missing out on contributions.
- 5.4 The Unit Holder shall send in monthly, quarterly or semi-annual contributions by submitting the prescribed form along with 2, 4 or 12 post dated cheques respectively. In case the date of the post dated cheque coincides with book closure or any other day which is not a Business Day then the cheque will be deposited on the following Business Day. The Management Company may also introduce arrangements whereby a Unit Holder may pay contributions through standing instructions to an authorized bank as designated by the Management Company or receive direct contributions from the HR department of the Unit Holder’s employer. In the event that the Unit Holder does not make the monthly/quarterly/semi-annual payments for any reason, the account will remain active and amount outstanding would continue to remain in the Plan. The Unit Holder may continue the monthly/quarterly/semi-annual payments at any stage.
- 5.5 The Units under KASB Bachat Plan shall be allotted at the respective NAV applicable for KLF on the day the payment instrument and the Application Form are received by the Distributors. The Management Company will ensure that all applications received by Distributors for issuance, redemption, conversion etc of Units, have date and time stamping mechanism in place for timely acknowledgement of applications. All such applications shall be forwarded to the Registrar within 24 hours of receipt.
- 5.6 All applications for issuance, redemption conversion etc of Units, shall be accepted as per the cut off timings announced by the Management Company on the website and as specified below:

| Name of Administrative Plan | Business Day | Business Hours | Cut off timings for Business Day’s applicable price |
|------------------------------------|---------------------|-----------------------|--|
| KASB Bachat Plan | Monday-Friday | 9:00 am-5:00 pm | 5:00 pm |

- 5.7 The Registrar shall issue an account statement (physically or electronically) that will constitute evidence of the number of Units registered in the name of the Unit Holder, upon the execution of every transaction in the Unit Holders account.
- 5.8 Certificates shall be issued if requested by the Unit Holder upon payment of a fee not exceeding Rs.100/- per certificate. Certificates shall only be issued for Units that have been fully paid.

- 5.9 In case of any interim distribution by KLF, dividends for investors in KASB Bachat Plan shall be declared only in the form of Bonus Units and these shall be reinvested into the Plan.
- 5.10 The Unit Holder may request the Registrar to record a pledge/lien of all or any of his Units in favour of any third party legally entitled to invest in such Units in its own right. The onus to ensure the legal entitlement lies with the Unit Holder requesting such pledge. The Registrar shall register a lien on any Units in favour of any third party with the specific authority of the Management Company.
- 5.11 The Unit Holder may submit a redemption request for redeeming partial or all Units purchased under KASB Bachat Plan. The maximum interval between the receipt of redemption request complete in all respects and payment of Redemption proceeds shall be six Business Days in accordance with the Offering Document of KLF.
- 5.12 Partial Redemption from KASB Bachat Plan will only be allowed subject to maintenance of a minimum investment amount in the Plan and other conditions.
- 5.13 The Unit Holder may also convert the Units held by him in KASB Bachat Plan into the units of any other plans being offered by the Management Company and vice versa. Such conversions from KASB Bachat Plan shall be charged a Front-end/Back end Load if applicable.
- 5.14 In the event of a dishonoured cheque, the Unit Holder shall bear any operational and/or bank charges.
- 5.15 In the event of winding up of KLF, KASB Bachat Plan shall be discontinued and the Units standing to the credit of the Unit Holder shall be dealt with the same manner as the rest of the Units in KLF.
- 5.16 The Management Company may at its discretion, with the approval of the Commission and Trustee and with notification to the Unit Holders introduce changes to KASB Bachat Plan, from time to time.
- 5.17 In the event any changes are introduced in KASB Bachat Plan after an existing Unit Holder has made an initial investment in the Plan, the existing Unit Holder shall not be under any obligation to comply with the changes. However, the Unit Holder may opt to comply with the changes and may be required to sign a form accepting the new terms. Any subsequent investments shall be in accordance with any changes so made.
- 5.18 The Management Company may at its discretion charge Back-end load upto a maximum of 0.5% in accordance with the Offering Document in case redemption is requested within 15 days of investment. The Back-end load will form part of KLF's Trust Property.
- 5.19 In case the Management Company enters into any arrangement with an insurance company providing insurance cover to Unit Holders of KLF, the same should also be applicable for investors investing into KASB Bachat Plan, under the same terms and conditions.
- 5.20 The total load charged on KASB Bachat Plan shall not be more than the sales load being charged on KLF.

6 Risk Disclosure

In addition to the risks disclosed in the Offering Document of KLF, the investment in KASB Bachat Plan is exposed to the following risks:

- 6.1 The NAV of KLF may be affected by changes in the general market conditions, factors and forces affecting capital market, in particular, level of interest rates, various market related factors and trading volumes, settlement periods and transfer procedures.
- 6.2 The liquidity of the Plan's investments is inherently restricted by the trading volumes in the securities in which KLF invests.
- 6.3. Investors in the Plan are not offered any guaranteed returns
- 6.4 Investors may note that the Fund Manager's investment decisions for the Fund may not always be profitable.
- 6.5 KLF is subject to being wound up under certain circumstances as explained in the Offering Document. In the event of the Fund being wound up, KASB Bachat Plan shall be discontinued and the Units standing to the credit of the Unit Holder shall be dealt with the same manner as the rest of the Units in KLF.

7 All other Matters

The Constitutive Document relating to KLF of which this Plan is an administrative arrangement, shall apply to all such matters, relating to the investment in Units under KASB Bachat Plan which is not covered by this Supplementary Offering Document.

8. "Administrative Plan" means any investment plan(s) offered by the Management Company where such plans allow Unit Holders a focused investment strategy in any one or a combination of Collective Investment Schemes managed by the Management Company and for which CDC is appointed as the Trustee.
9. "Investor" or "Unit Holder" means an investor/ Unit Holder in KLF.
10. "Units" mean Growth Units
11. The Unit Holders are advised to read the Constitutive Documents of KLF.