

**NOTICE-CUM-ADDENDUM**

**I. Clarification for Renewal/ continuation of SIP**

In case of Renewal /Continuation of SIP, the terms and conditions with regard to Lock - in period, Load etc as on the date of 1st Installment after the expiry of the last installment of the Existing SIP, will be applicable.

**II. Clarification on NAV applicability for SIP**

The applicable NAV for first investment through SIP under Liquid Funds shall be the closing NAV of the day immediately preceding the day when the application is time-stamped upto 2.00 p.m. on a business day and the funds are sighted into the scheme's bank account upto the cut-off time ( i.e. 2 p.m. ). In case of subsequent SIP installments, the applications will be deemed to have been received before the cut-off time for the purpose of SEBI's requirement on cut-off time. However, NAV for subsequent SIP installments under Liquid Funds would be based on the time of receipt of funds into scheme's bank account before the cut-off time, as per SEBI requirements.

In case of SIP under debt schemes in respect of purchase of units for Rs. 1 crore or more, the cut off time of 3.00 p.m. will be applicable for the purpose of time-stamping/ deemed time-stamping and receipt of funds into scheme's bank account.

For SIP installments in other than Liquid funds and in case of debt schemes where the installment is of Rs. 1 crore or more, the application shall be considered to have been received on the opted due date, before the cut off time of the respective scheme, for the purpose of application of NAV.

**III. Clarification on Redemption/Switch Procedure:**

**A. Units held in Physical form**

**a. For All schemes (other than JM Arbitrage Advantage Fund/JM Interval Fund)**

The investors holding units in physical form may submit their redemption/ switch requests duly signed by all the holders (as per the mode of holding) at any of the Investor Service Centers (ISC) of Registrar & Transfer Agent viz., M/s Karvy Computershare Pvt. Ltd. or JM Financial Asset Management Pvt. Ltd. latest by 3.00 p.m. on any business day. Such cases will be eligible for NAV of the business day on which the redemption requests are time-stamped upto the cut-off time at the ISC for all schemes other than liquid schemes. NAV of the calendar day prior to next business day would be applied for redemption cases under Liquid Schemes if transactions are time-stamped upto the cut-off time.

**b. For JM Arbitrage Fund :**

The investors may submit their redemption/ switch requests on any business day. These redemption/switch requests will be kept in abeyance. All valid redemption/switch requests received upto 3.00 p.m. on or before the Friday preceding the Settlement Day (Interval Date) of the future & option market, which is normally the last Thursday of the month, will be processed on the Interval Date.

**c. For JM Interval Fund**

The investors may submit their redemption/ switch requests during the Stipulated Transaction Period i.e. 2 business days prior to the Interval Date and upto 3.00 p.m. on the Interval Date. The interval date is the 91st day from the last interval date.

**B. Units held in Dematerialised (Demat) form**

**a. Redemption Procedure:**

The investors who hold units in demat form and wish to redeem their units will have to take following steps:

- Investors will have to approach their DP (Depository Participants) where Demat Account is being held.
- Investors will have to submit duly filled-in and signed Redemption/Repurchase Request Form (RRF) available with respective DPs. Normally, these RRF may be available on the websites of respective DPs e.g. Banks etc. As the format of RRF may be different with every DP, the investors are advised to use the RRF procured from their own DP to avoid rejections/delays. The ISIN of the scheme is printed on the Statement of Account issued to investors .
- The investors are required to submit 3 copies of RRF to their DPs. One copy of the RRF is used by the DP for issuing acknowledgement to investors whereas the second copy of the RRF will be forwarded by the DP to the Head Office of the respective RTA i.e M/s Karvy Computershare Pvt. Ltd . The third copy will be retained by the DP for their own records.
- Based on the receipt of RRF, if found in order, the DP concerned generates Electronic Redemption Requests and blocks the units applied for redemption in the NSDL/CDSL system immediately. After this, the investor will not be able to transfer the blocked units to anyone (i.e. cannot transfer to anyone).
- The Electronic Requests generated up to 3 p.m. every day by DPs shall get transmitted from NSDL / CDSL to respective Registrars of Mutual Fund by 4 p.m..
- All such Electronic Requests transmitted by NSDL / CDSL by 4 p.m. everyday are updated in the system at Registrar's end i.e. M/s Karvy Computershare Pvt Ltd for further processing.
- Registrar shall verify and process the requests subject to finding the same in order by
  - Nullifying the units by confirming Electronic Repurchase Request,
  - Applying NAV based on Date and Time of raising Electronic request by DP's for Redemption Request,
  - Remitting Redemption proceeds to investor's bank account (as recorded in demat account) within 10 business days and
  - Dispatching a SOA (Statement of Account/Consolidated Account Statement) to the registered address of investor.
- After the above process is completed, the Registrar will update the respective Depository (i.e. NSDL/ CDSL) about the processing of redemption to enable their DPs to issue the Fortnightly/ Monthly Transaction Statement.

**b. JM Interval Fund:**

As the window for redemption in JM Interval Fund is open for only 3 business days during the Stipulated Transaction Period, the investors holding units in Demat form may take following steps:

- Get the Units rematerialized into physical mode by applying to their respective DPs, well in time as the process for re-matting, takes 10-15 business days.
- In the event, the investors have not applied for re-materialisation , they may take following steps:
  - apply for redemption on or before the start of Stipulated Transaction (STP), in the manner as mentioned above.
  - Contact the Relationship Manager/Staff of the AMC and submit a physical redemption request during the STP for time-stamping, in addition to taking the steps as at (a) above and follow up with the DP and the AMC.

**c. Switch transactions for Demat Holders**

Switch transactions from one scheme/plan to another scheme/ plan is not permitted for investors holding the units in Demat. Investors desirous of switching their units need to follow the procedure of rematerialisation of their demat holdings and after that they may apply for switch through physical mode.

**IV. Clarification for default option:**

In case, investor applies for dividend payout option, for the scheme which does not have dividend payout option, the application will be processed under dividend reinvestment option and investor will be allotted units accordingly.

All other terms and conditions of the Schemes remain unchanged.

**Bhanu Katoch**

Chief Executive Officer

Place : Mumbai

JM Financial Asset Management Private Limited

Date : April 24, 2012

(Investment Manager to JM Financial Mutual Fund)

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

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