

MERGER OF JM G-SEC FUND INTO JM INCOME FUND

NOTICE IS HEREBY GIVEN to the unit holders of JM G-Sec Fund, an open-ended debt scheme investing in Government securities across maturities, that the Board of Directors of JM Financial Asset Management Limited, ("JMF AMC"), Investment Managers to the Mutual Fund, and JM Financial Trustee Company Private Limited, ("JMF Trustee"), Trustees to the Mutual Fund have decided to merge JM G-Sec Fund ("merging scheme") into JM Income Fund ("surviving scheme"), in the interest of all the unit holders and in order to benefit from better economies of scale that will allow for more efficient management of these Schemes.

The Securities and Exchange Board of India vide its letter no. IMD/DF3/OW/P/2019/20310/1 dated August 8, 2019 has accorded its no-objection to the aforesaid proposal. This notice, therefore, is to inform the unit holders of the aforesaid proposed merger in terms of the prevailing regulatory requirements. In case, the unit holder of the merging scheme has no objection to the above-proposed merger, no action needs to be taken by him. However, in case, he does not agree to the same, the unit holder of the merging scheme has the option to redeem/switch out all his units at the applicable NAV (as on the date of receipt of his redemption/switch out requests without any exit load). This option to exit without exit load can be exercised from August 9, 2019 to September 7, 2019* (both days inclusive). However, if any applications are received after 3.00 pm on September 7, 2019, the last day of the exit option from the unit holders of the merging scheme, the transaction will be processed on the next business day in the surviving scheme as the merger process would have been completed in the meantime. Redemption/ switch out requests received from unit holders of the merging scheme after the last day of the exit option will be processed for the applicable NAV of JM Income Fund on the next Business Day after the merger by treating the date of merger as the date of initial investment for investors of the merging scheme, viz. JM G-Sec Fund.

The redemption/switch out requests may be submitted at any of the Investor Service Centres/official points of acceptance designated by the JM Financial Mutual Fund. For the unit holders who do not redeem/switch out the current value of their holding by September 7, 2019 will be converted into units of JM Income Fund by allotting units at the applicable NAV as on September 7, 2019 against the value of their holding in merging scheme after deduction of applicable withholding tax (in case of NRIs).

There will be no change in the aggregate Rupee value of the holdings on the date of merger (subject however to withholding taxes applicable on exiting from the scheme i.e. for NRIs etc.) due to the merger of Schemes, though the number of units held in the merging scheme may change based on the NAV of the surviving Scheme viz. JM Income Fund i.e. the NAV of the JM Income Fund applicable on September 7, 2019. Subsequent valuation of holding will be based on the new units allotted under JM Income Fund as per the daily NAV of JM Income Fund on the respective date of valuation. An illustration explaining the same is as follows: **(All figures in the table below are purely for illustrative purpose only):**

Date of merger	Existing units in merging schemes (i.e. JM G-Sec Fund)				Fresh units in merged scheme (i.e. JM Income Fund) to be allotted			
	Units (A)	NAV of the merging schemes as on merger day (Rs. Per unit) (B)	Exit load (C)	Market Value as on the merger day (Rs.) (D) = (A) X (B)	Subscription amount (Value of the merging schemes) (Rs.) (E) = (D)	NAV of the merged scheme on the merger day (Rs. Per unit) (F)	Entry load (G)	Units (H) = (E) / (F)
September 7, 2019	1,000,000	11.00	Nil	11,000	11,000	12.20	Nil	901.639

The following options of JM G-Sec Fund are proposed to be merged with corresponding options of JM Income Fund, wherever they are available. In the absence of the corresponding option in JM Income Fund, the existing option of JM Income Fund will be taken as the default option as per the table below.

Sr. No.	Option of the merging Scheme	Would be merged into	
1.	JM G-Sec Fund - Growth Option	JM Income Fund - Growth Option	
2.	JM G-Sec Fund - Direct Growth Option	JM Income Fund - Direct Growth Option	
3.	JM G-Sec Fund - Monthly Dividend Option	JM Income Fund - Quarterly Dividend option	
4.	JM G-Sec Fund - Quarterly Dividend Option		
5.	JM G-Sec Fund - Half yearly Dividend Option		
6.	JM G-Sec Fund - Annual Dividend Option		
7.	JM G-Sec Fund - Direct Monthly Dividend Option		JM Income Fund - Direct Quarterly Dividend option
8.	JM G-Sec Fund - Direct Quarterly Dividend Option		
9.	JM G-Sec Fund - Direct Half Yearly Dividend Option		
10.	JM G-Sec Fund - Direct Annual Dividend Option		
11.	JM G-Sec Fund - Bonus Option - Principal Units	JM Income Fund - Growth Option	
12.	JM G-Sec Fund - Bonus Option - Bonus Units		
13.	JM G-Sec Fund - (Direct) - Bonus Option - Principal Units	JM Income Fund - Direct Growth Option	

*September 7, 2019 being a Saturday is declared as a Business Day for JM G-Sec Fund and JM Income Fund.

In case the unitholder do not redeem/switch out with their investment till 03.00 PM on the last date of the exit option period, it will be assumed that they have consented to the proposed merger and they will automatically be allotted units in the surviving scheme at the present NAV on the current value of Merging Scheme on the date of Merger and their investment thereafter will be subject to the terms and conditions set out in Scheme Information Document of JM Income Fund.

The proposed merger will not result in the emergence of any new Scheme as JM G-Sec Fund will be merged with a pre-existing Scheme of JM Financial Mutual Fund, viz. JM Income Fund. Accordingly, post merger, for the unit holders of the merging scheme, the terms and conditions as mentioned in the Scheme Information Document of JM Income Fund will be applicable.

The investment objective of JM Income Fund is to generate stable long term returns with low risk strategy and capital appreciation / accretion through investment in debt instruments and related securities besides preservation of capital.

We wish to state that the compliance with the SEBI circulars dated December 12, 2003 and June 14, 2005 will be adhered to at the Scheme level in JM Income Fund after the merger process is complete.

Unit holders in the above Scheme as on August 8, 2019 are being informed by individual communication of the details of the merger along with other required disclosures. Those who invest in the merging scheme after August 8, 2019 will also be kept informed of the details of the merger. Such of those unit holders who do not receive the communication latest by August 22, 2019 may contact the Registrar – M/s. Karvy Fintech Pvt. Ltd., Karvy Selenium Tower B, Plot No. 31 & 32, First Floor, Gachibowli, Financial District, Nanakramguda, Serilingampally, Hyderabad 500 032 or JMF AMC's Corporate/ Branch office.

For further information/assistance in this regard, investor may call our Investor Service Centre at Mumbai: 91-22-6198 7777, or visit us at www.JMFinancialmf.com or e-mail us at investor@jmfinancial.in.

sd/-

Authorised Signatory

JM Financial Asset Management Limited

(Investment Manager to JM Financial Mutual Fund)

Place : Mumbai

Date : August 8, 2019

Riskometer of surviving scheme (JM Income Fund)

<p>This Product is suitable for investors who are seeking*</p> <ul style="list-style-type: none"> Regular Income over Medium to Long Term. Investment in debt and money market securities such that the Macaulay duration of the portfolio is between 4 years – 7 years. <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	<p style="text-align: center;">Riskometer</p> <p style="text-align: center;">Investors understand that their principal will be at moderate risk</p>
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For further details, please contact :

JM Financial Asset Management Limited

(Formerly known as JM Financial Asset Management Private Ltd.),

Registered Office: 7th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai - 400025.

Corporate Office: Identity B, 8th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai-400025. Corporate Office Number: U65991MH1994PLC078879. • Tel. No.: (022) 6198 7777

• Fax No.: (022) 6198 7704. • E-mail: investor@jmf.com • Website : www.jmfinancialmf.com

Investment Objective: JM G-Sec Fund (An open ended debt scheme investing in government securities across maturity) To provide ultimate level of safety to its unitholders through investments in sovereign securities issued by the Central and State Government. **JM Income Fund** (An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 to 7 years) To generate stable long term returns with low risk strategy and capital appreciation / accretion through investment in debt instruments and related securities besides prevention of capital.

Statutory Details : Trustee : JM Financial Trustee Company Private Limited. **Investment Manager :** JM Financial Asset Management Limited. **Sponsor :** JM Financial Limited

Risk Factors: Please refer the Scheme Information Document & Statement of Additional Information of the Schemes, including the risk factors mentioned therein, which can be obtained free of cost from any of the JM Financial Mutual Fund Investor Service Centres or Distributors. Please read the Scheme Information Document & Statement of Additional Information carefully before investing.

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