

Modification to the Investment Mandate for Manager's Fund

The Change

- IRDA Regulation dated 29th July 2011 has asked insurance companies to stop investing in the underlying funds units in Fund of Funds like Manager and Vantage Funds and invest directly in the securities.
- As a result, we are modifying the mandate of the Manager's Fund to specify the asset allocation in terms of the underlying asset classes rather than the Unit Linked Funds.

Applicability

- Fund of Fund- Manager's Fund
- Manager's Fund invests in 4 available Unit Linked Funds, namely Money Plus Fund, Bond Opportunities Fund, Large Cap Fund and Mid Cap Fund.
- Manager's Fund currently achieves its target investment pattern by investing in these 4 available underlying Unit Linked Funds.

Original Mandate

FUND	DETAILS	ASSET CLASS					RISK & RETURN RATING
		Money Market	Public Deposits	Govt. Securities & Bonds	Corporate Securities & Bonds	Equity	
		FUND COMPOSITION					
Manager's Fund	<ul style="list-style-type: none"> • Fund of funds – Dynamic exposure between equity funds and debt funds • Investment limits in the funds available through HDFC Unit Linked Wealth Maximiser Plus: <ul style="list-style-type: none"> ○ Money Plus: 0% to 5% ○ Bond Opportunities Fund: 10% to 60% ○ Large-cap Fund: 15% to 45% ○ Mid-cap Fund: 15% to 45% 						High

Revised Mandate

FUND	DETAILS	ASSET CLASS					RISK & RETURN RATING
		Money Market	Public Deposits	Govt. Securities & Bonds	Corporate Securities & Bonds	Equity	
		FUND COMPOSITION					
Manager's Fund	<ul style="list-style-type: none"> • Dynamic exposure between equity securities and debt securities • Exposure to assets of duration <12 month will be at most 40% • Exposure to large-cap and mid-cap equities will be 10% to 45% each. 	0% to 25%		5% to 65%		20% to 90%	High

Result

- The Fund would continue to be managed by the fund manager in a similar manner as before except that the target investment pattern would be achieved by investing directly in the underlying asset classes rather than in the 4 available underlying Unit Linked Funds.
- There is no change in the investment strategy for the fund.
- The mandates of the other funds; Money Plus Fund, Bond Opportunities Fund, Large-cap Fund and Mid-cap Fund; available to you remain unchanged.
- There will be no change in the actual performance that will be delivered within this fund as a result of this change and the unit price will also be unaffected by this switchover.
- Further, the number of units, Net Asset Value (NAV) per unit and total Asset Under Management of the Manager Fund will not get impacted by modification of Mandate.