

## Scheme Information Document

### Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A)

(Close Ended Fixed Maturity Debt Scheme)

Offer for Units of face value Rs. 10 per unit during the New Fund Offer.

New Fund Offer Opens on: 25<sup>th</sup> January, 2011

New Fund Offer Closes on: 27<sup>th</sup> January, 2011

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**Name of the Mutual Fund**

**Canara Robeco Mutual Fund**

**Name of the Asset Management Company**

**Canara Robeco Asset Management Company Ltd.**

**Name of the Trust**

**Canara Robeco Mutual Fund**

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The particulars of the Scheme have been prepared in accordance with 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 the 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.

*This Scheme Information Document sets forth concisely the information about the Canara Robeco Fixed Maturity Plan – Series 6– 14 Months (Plan A) that a prospective investor should 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 Services Centers/Web site/Distributors or Brokers.*

As required, a copy of this SID has been submitted to National Stock Exchange of India Limited (hereinafter referred to as NSE). NSE has given vide its letter NSE/LIST/150978 – N dated November 08, 2010 permission to the Mutual Fund to use the Exchange's name in this SID as one of the stock exchanges on which the Mutual Fund's units are proposed to be listed subject to the Mutual Fund fulfilling the various criteria for listing. The Exchange has scrutinized this SID for its limited internal purpose of deciding on the matter of granting the aforesaid permission to the Mutual Fund. It is to be distinctly understood that the aforesaid permission given by NSE should not in any way be deemed or construed that the SID has been cleared or approved by NSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this SID; nor does it warrant that the Mutual Fund's units will be listed or will continue to be listed on the Exchange; nor does it take any responsibility for the financial or other soundness of the Mutual Fund, its sponsors, its management or any scheme of the Mutual Fund. Every person who desires to apply for or otherwise acquire any units of the 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 any other reason whatsoever.

***The investors are advised to refer to the Statement of Additional Information (SAI) for details of Canara Robeco Mutual Fund, Tax and Legal issues and general information on [www.canararobeco.com](http://www.canararobeco.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.**

**This Scheme Information Document is dated 14<sup>th</sup> January, 2011**

**TABLE OF CONTENTS**

<b>ITEM NO.</b>	<b>INDEX</b>	<b>PAGE NO.</b>
1.	<b>SUMMARY OF THE SCHEME</b>	3 – 5
2.	<b>RISK FACTORS</b>	6 – 10
3.	<b>DEFINITIONS</b>	11 – 13
4.	<b>DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY</b>	14
5.	<b>INFORMATION ABOUT THE SCHEME</b>	15 – 26
6.	<b>UNITS AND OFFER</b>	26 – 37
7.	<b>FEES AND EXPENSES</b>	38 – 39
8.	<b>ADDITIONAL INFORMATION</b>	40 - 41

## SUMMARY OF THE SCHEME

<b>Name of the Scheme</b>	Canara Robeco Fixed Maturity Plan – Series 6– 14 Months (Plan A)													
<b>Type</b>	Close Ended Fixed Maturity Debt Scheme													
<b>Investment Objective</b>	To seek to generate income by investing in a portfolio of debt and money market instruments maturing on or before the maturity of the scheme. However, there can be no assurance that the investment objective of the scheme will be realized.													
<b>Minimum Application Amount</b>	Minimum amount: Rs. 5,000.00 and multiples of Re.1.00 thereafter.													
<b>NAV</b>	The AMC shall update the NAVs on the website of Association of Mutual Funds in India – AMFI ( <a href="http://www.amfiindia.com">www.amfiindia.com</a> ) and the website of the AMC <a href="http://www.canararobeco.com">www.canararobeco.com</a> by 9.00 p.m. every day. In case of any delay, the reasons for such delay would be explained to AMFI by the next day. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Fund shall issue a press release providing reasons and explaining when the Fund would be able to publish the NAVs.													
<b>Applicable NAV for Redemption of Units / Repurchase of Units</b>	No redemption/repurchase of units shall be allowed prior to the maturity of this close ended scheme. Investors wishing to exit may do so, only in demat mode, by selling through National Stock Exchange of India Ltd. or any of the stock exchange(s) where the scheme will be listed as may be decided by the Trustees.													
<b>Plans &amp; Options</b>	<p>Growth and Dividend Payout</p> <p><b>Default Option:</b></p> <p>In case of valid applications received without indicating any choice of options, it will be considered as option for Growth Option and processed accordingly</p>													
<b>Asset Allocation</b>	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th rowspan="2" style="text-align: center;">Instruments</th> <th colspan="2" style="text-align: center;">Indicative allocations (% of total assets)</th> <th style="text-align: center;">Risk Profile</th> </tr> <tr> <th style="text-align: center;">Minimum</th> <th style="text-align: center;">Maximum</th> <th style="text-align: center;">High/Medium/ Low</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">Debt Securities, Central/State Government Securities and Money Market Instruments</td> <td colspan="2" style="text-align: center;">100%</td> <td style="text-align: center;">Low to Medium</td> </tr> </tbody> </table> <ul style="list-style-type: none"> <li>Gross Notional Exposure by the Scheme in fixed income derivative instruments for the purpose of hedging and portfolio rebalancing shall not exceed 30% of the Net Assets of the Scheme at the time of investment.</li> <li>The cumulative gross exposure through Debt instruments and derivative position shall not exceed 100% of the net assets of the scheme and the total exposure to option premium paid shall not exceed 20% of the net assets of the</li> </ul>			Instruments	Indicative allocations (% of total assets)		Risk Profile	Minimum	Maximum	High/Medium/ Low	Debt Securities, Central/State Government Securities and Money Market Instruments	100%		Low to Medium
Instruments	Indicative allocations (% of total assets)		Risk Profile											
	Minimum	Maximum	High/Medium/ Low											
Debt Securities, Central/State Government Securities and Money Market Instruments	100%		Low to Medium											

	<p>Scheme. Other provisions as contained in SEBI circular no CIR/MFD/DF/11/2010 dated 18<sup>th</sup> August 2010 shall also be complied with.</p> <ul style="list-style-type: none"> <li>• The scheme does not intend to invest in securitised debt instruments.</li> <li>• The scheme will invest in above instruments in line with its duration</li> </ul>
<b>Plans &amp; Options Available</b>	<p>Dividend Payout and Growth Option.</p> <p>Default Option:</p> <p>In case of valid applications received without indicating any choice of options, it will be considered as option for Growth Option and processed accordingly.</p>
<b>Load Structure</b>	<p>Entry Load: Nil</p> <p>Exit Load: Being a Listed Scheme, no exit load/CDSC will be applicable.</p> <p>No redemption/repurchase of units shall be allowed prior to the maturity of the scheme. Investors wishing to exit may do so through stock exchange mode</p> <p>In terms of SEBI circular no. SEBI/IMD/CIR No.4/ 168230/09 dated June 30, 2009, no entry load will be charged by the Scheme to the investor effective August 1, 2009. Upfront commission shall be paid directly by the investor to the AMFI registered Distributors based on the investors' assessment of various factors including the service rendered by the distributor.</p>
<b>Bench Mark</b>	<p>CRISIL Short – Term Bond Fund Index</p> <p>As approved by the Board of Directors/Trustees, CRISIL Short - Term Bond Fund Index is the Benchmark selected for the Scheme . However The Trustees reserve the right to change the benchmark due to a change in market conditions, a different index appears to be providing a more appropriate basis for comparison of the Scheme performance or if the indicated benchmark ceases to exist or undergoes a substantial change that renders it an ineffective base for performance comparison and analysis. Any change in the Benchmark Index for the Scheme would be actuated only post approval from Board of Directors/Trustees</p>
<b>Listing</b>	<p>The Units are proposed to be listed on NSE or any other recognized Stock Exchange as may be approved by the Trustee, within 5 business days from the date of allotment. For details, please refer provision for Listing under 'Section V. Units and Offer'.</p>
<b>Liquidity</b>	<p>The Scheme being offered through this Scheme Information Document is a close ended debt scheme. In-principle approval has been obtained from NSE vide its letter no. NSE/LIST/150978 N dated November 08, 2010. The units of the scheme will be listed on NSE. Units in demat form can be traded on NSE. The units may also be listed on NSE and/or other stock exchange(s) as may be deemed appropriate by the AMC, accordingly then reference herein to NSE shall be deemed to mean and include NSE and/or such other Stock Exchange(s). The units of the scheme have been admitted with NSDL and CDSL. Applicant who wishes to apply for allotment in electronic form must have a demat account prior to making the application. The Units would be available for trading only in electronic form as per the ISIN allotted by NSDL and CDSL.</p> <p>No redemption/repurchase of units shall be allowed prior to the maturity of the scheme. Investors wishing to exit may do so by selling their units through stock exchanges. Unit Holders who do not opt for allotment of units in electronic form or where the units are not credited to the beneficiary account(s) can dematerialize their holdings and then exit the scheme by selling their units through the stock exchange. The scheme shall be fully redeemed on the date of</p>

	maturity and redemption proceeds shall be paid out within 10 business days.
<b>Transparency</b>	The AMC will calculate and disclose the first NAV of the Scheme not later than 5 business days from the date of allotment. Subsequently, the NAV will be disclosed at the close of every Business Day and released to the Press, News Agencies and the Association of Mutual Funds of India (AMFI). The NAV shall be published daily in two daily newspapers. NAVs will also be displayed on the website of the AMC <a href="http://www.canararobeco.com">www.canararobeco.com</a> . The AMC will disclose portfolio of the Scheme on the website of the AMC i.e. <a href="http://canararobeco.com">canararobeco.com</a> on regular basis. As presently required by the SEBI Regulations, a complete statement of the Scheme portfolio would be published by the Mutual Fund as an advertisement in a newspaper within one month from the close of each half year (i.e. March 31 & September 30) or mailed to the Unit holders. The AMC shall update the NAVs on the website of Association of Mutual Funds in India – AMFI ( <a href="http://www.amfiindia.com">www.amfiindia.com</a> ) and the website of the AMC <a href="http://www.canararobeco.com">www.canararobeco.com</a> by 9.00 p.m. every day. In case of any delay, the reasons for such delay would be explained to AMFI and number of such instances would be reported to SEBI on bimonthly basis. If the NAVs are not available before the commencement of the following day due to any reason, the Mutual Fund shall issue a press release providing reasons and explaining when the Mutual Fund would be able to publish the NAVs.
<b>Switch</b>	No redemption/repurchase of units shall be allowed prior to the maturity of the scheme. Investors wishing to exit may do so by selling their units through stock exchanges. Please note that no switching facility will be available during the tenure of the scheme.

## I. INTRODUCTION

### A. RISK FACTORS

#### Standard Risk Factors:

- I. Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.
- II. 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.
- III. The past performance of the Sponsors/AMC/Mutual Fund does not guarantee future performance of the Scheme.
- IV. Canara Robeco Fixed Maturity Plan – Series 6 - 14 Months (Plan A) is only the name of the Scheme and does not in any manner indicate either the quality of the Scheme, its future prospects or returns.
- V. Canara Bank and Robeco Groep N. V., being the Sponsors, are not responsible or liable for any loss resulting from the operation of the scheme beyond the initial contribution of Rs. 10 Lacs made by it towards setting up the Canara Robeco Fund.
- VI. The present scheme is not a guaranteed or assured return scheme.

#### Scheme specific Risk Factors:

### I. Risks associated with investments in Fixed Income Securities

**Interest - Rate Risk:** Fixed income securities such as government bonds, corporate bonds, and money market instruments and derivatives run price - risk or interest - rate risk. Generally, when interest rates rise, prices of existing fixed income securities fall and when interest rates drop, such prices increase. The extent of fall or rise in the prices depends upon the coupon and maturity of the security. It also depends upon the yield level at which the security is being traded.

**Re - investment Risk:** Investments in fixed income securities carry re - investment risk as interest rates prevailing on the coupon payment or maturity dates may differ from the original coupon of the bond.

**Basis Risk:** The underlying benchmark of a floating rate security or a swap might become less active or may cease to exist and thus may not be able to capture the exact interest rate movements, leading to loss of value of the portfolio.

**Spread Risk:** In a floating rate security the coupon is expressed in terms of a spread or mark up over the benchmark rate. In the life of the security this spread may move adversely leading to loss in value of the portfolio. The yield of the underlying benchmark might not change, but the spread of the security over the underlying benchmark might increase leading to loss in value of the security.

**Credit Risk:** This is the risk associated with the issuer of a debenture / bond or a money market instrument defaulting on coupon payments or in paying back the principal amount on maturity. Even when there is no default, the price of a security may change with expected changes in the credit rating of the issuer. It is to be noted here that a Government Security is a sovereign security and is the safest. Corporate bonds carry a higher amount of credit risk than Government securities. Within corporate bonds also there are different levels of safety and a bond rated higher by a particular rating agency is safer than a bond rated lower by the same rating agency.

**Settlement Risk:** Fixed income securities run the risk of settlement which can adversely affect the ability of the fund house to swiftly execute trading strategies which can lead to adverse movements in NAV.

### II. Risks associated with investments in derivatives

- The Scheme may invest in derivative products in accordance with and to the extent permitted under the Regulations and by RBI. Derivative products are specialized instruments that require investment techniques and risk analysis different from those associated with stocks and bonds. The use of a derivative requires an understanding not only of the underlying instrument but of the derivative itself. Trading in derivatives carries a

high degree of risk although they are traded at a relatively small amount of margin which provides the possibility of great profit or loss in comparison with the principal investment amount. Thus, derivatives are highly leveraged instruments. Even a small price movement in the underlying security could have an impact on their value and consequently, on the NAV of the Units of the Scheme.

- The derivatives market in India is nascent and does not have the volumes that may be seen in other developed markets, which may result in volatility to the values.
- Investment in derivatives also requires the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that a derivative adds to the portfolio and the ability to forecast price or interest rate movements correctly. Even a small price movement in the underlying security could have an impact on their value and consequently, on the NAV of the Units of the Scheme.
- The Scheme may face execution risk, whereby the rates seen on the screen may not be the rate at which the ultimate execution of the derivative transaction takes place.
- The Scheme may find it difficult or impossible to execute derivative transactions in certain circumstances. For example, when there are insufficient bids or suspension of trading due to price limit or circuit breakers, the Scheme may face a liquidity issue.
- The options buyer's risk is limited to the premium paid, while the risk of an options writer is unlimited. However the gains of an options writer are limited to the premiums earned.
- The exchange may impose restrictions on exercise of options and may also restrict the exercise of options at certain times in specified circumstances and this could impact the value of the portfolio.
- The writer of a put option bears the risk of loss if the value of the underlying asset declines below the exercise price. The writer of a call option bears a risk of loss if the value of the underlying asset increases above the exercise price.
- Investments in index futures face the same risk as the investments in a portfolio of shares representing an index. The extent of loss is the same as in the underlying stocks.
- The Scheme bears a risk that it may not be able to correctly forecast future market trends or the value of assets, indices or other financial or economic factors in establishing derivative positions for the Scheme.
- The risk of loss in trading futures contracts can be substantial, because of the low margin deposits required, the extremely high degree of leverage involved in futures pricing and the potential high volatility of the futures markets.
- There is the possibility that a loss may be sustained by the portfolio as a result of the failure of another party (usually referred to as the "counter party") to comply with the terms of the derivatives contract. The counter party may default on a transaction before settlement and therefore, the Scheme is compelled to negotiate with another counterparty at the then prevailing (possibly unfavourable) market price.
- Derivatives also carry a market liquidity risk where the derivatives cannot be sold (unwound) at prices that reflect the underlying assets, rates and indices.
- Where derivatives are used for hedging, such use may involve a basis risk where the instrument used as a hedge does not match the movement in the instrument / underlying asset being hedged. The risk may be inter - related also e.g. interest rate movements can affect equity prices, which could influence specific issuer / industry assets.
- Other risks in using derivatives include the risk of mispricing or improper valuation of derivatives and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.
- Derivative products are leveraged instruments and can provide disproportionate gains as well as disproportionate losses to the investor.
- Execution of investment strategies depends upon the ability of the fund manager(s) to identify such opportunities which may not be available at all times. Identification and execution of the strategies to be pursued by the fund manager(s) involve uncertainty and decision of fund manager(s) may not always be profitable. No assurance can be given that the fund manager(s) will be able to identify or execute such strategies.
- The risks associated with the use of derivatives are different from or possibly greater than, the risks associated with investing directly in securities and other traditional investments.

The following are certain additional risks involved with use of fixed income derivatives

**Interest rate risk:** Derivatives carry the risk of adverse changes in the price due to change in interest rates.

**Liquidity risk:** During the life of the derivative, the benchmark might become illiquid and might not be fully capturing the interest rate changes in the market, or the selling, unwinding prices might not reflect the underlying assets, rates and indices, leading to loss of value of the portfolio.

## **B. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME**

The Scheme(s) and individual Plan(s) under the Scheme(s) shall have a minimum of 20 investors and no single investor shall account for more than 25% of the corpus of the Scheme(s)/Plan(s). These conditions will be complied with immediately after the close of the NFO itself i.e. at the time of allotment. In case of non-fulfillment with the condition of minimum 20 investors, the Scheme(s)/Plan(s) shall be wound up in accordance with Regulation 39 (2) (c) of SEBI (MF) Regulations automatically without any reference from SEBI. In case of non-fulfillment with the condition of 25% holding by a single investor on the date of allotment, the application to the extent of exposure in excess of the stipulated 25% limit would be liable to be rejected and the allotment would be effective only to the extent of 25% of the corpus collected. Consequently, such exposure over 25% limits will lead to refund within 5 business days of the date of closure of the New Fund Offer

## **C. SPECIAL CONSIDERATIONS**

The liquidity of the Scheme's investments inherently restricted by trading volumes and settlement periods. In the event of an inordinately large number of redemptions or of a restructuring of the Scheme's investment portfolio, there may be delays in the redemption of units. Please refer to the section on "Right to limit repurchases" and "Suspension of sales/repurchase/switching options of the units" in this document.

The value of the Scheme investments may be affected by factors affecting capital markets generally, such as price and volume volatility in the stock markets, interest rates, currency exchange rates, foreign investments, changes in government policy, political, economic or other developments and closure of the stock exchanges.

The NAV of the Scheme will be sensitive to changes in Interest /Bank / Prime Lending Rates. In case of investment in Money Market Instruments and in Central / State Govt. Securities by the Scheme, an increase in the Interest / Bank / Prime Lending Rates will impact the market value of existing investments leading to decrease in the Scheme's NAV.

Debt securities are subject to the risk of an issuer's inability to meet principal and interest payments on the obligations (Credit Risk). Debt securities may also be subject to price volatility due to such factors as interest sensitivity, market perception or creditworthiness of the issuer and general market liquidity (Market Risk). While it is the intention of the Investment Manager to invest primarily in highly rated debt securities, the Scheme may from time to time invest in higher yielding, lower rated securities but not below investment grade and also in un-rated securities subject to provisions and restrictions laid down by SEBI, which would enhance the degree of risk.

Changes in Government Policy in general and changes in tax benefits applicable to mutual funds may impact the returns to investors in the Scheme.

The NAV of the scheme may be affected by the changes in the general market conditions, factors and forces affecting capital market in particular, level of interest rates, various market related factors, settlement periods and transfer procedures.

A Unit Holder may invest in the schemes and acquire a substantial portion of the scheme units. The repurchase of units by the Unit Holder may have an adverse impact on the units of the schemes, because the timing of such repurchase may impact the ability of other Unit holders to repurchase their units.

The tax benefits described in this Scheme Information Document are as available under the present taxation laws and are available subject to relevant conditions. The information given is included only for general purpose and is based on advice received by the AMC regarding the law and practice currently in force in India and the Investors should be aware that the relevant fiscal rules or 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 an investment in the Scheme will endure indefinitely. In view of the individual nature of tax consequences, each Investor is advised to consult his/her own professional tax advisor.

The AMC, may consider the overall level of risk of the portfolio, invest in lower rated / un-rated securities, offering higher yields as well as zero coupon securities that offer attractive yields. This may increase the absolute risk of the portfolio.

It may be noted that no prior intimation/indication would be given to investors when the composition asset allocation pattern of the Scheme undergo changes within the permitted band as mentioned in this document.

Investors should study this Scheme Information Document carefully in its entirety and should not construe the contents hereof as advice relating to legal, taxation, investment or any other matters. Investors may, if they wish, consult their legal, tax, investment and other professional advisors to determine possible legal, tax, financial or other considerations of subscribing to or redeeming Units, before making a decision to invest/redeem Units. Canara Robeco Mutual Fund will not be responsible for any loss of tax benefits in the event of winding up of the Scheme or for any amendment in tax laws that may affect the tax benefits available under the Scheme. The tax benefits are based on the present laws and rules in force.

**D. DEFINITIONS**

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

<b>AMC Fees</b>	Investment Management fee charged by the AMC to the Scheme.
<b>Applicable NAV</b>	The NAV calculated for the Business Day on which Sale and Repurchase requests received by the Investment Manager or its authorised agents.
<b>Applicant</b>	“Applicant” means a person who applies for allotment of units of Canara Robeco Fixed Maturity Plan – Series 6 in pursuance of this Scheme Information Document.
<b>Asset Management Company OR AMC OR Investment Manager</b>	Canara Robeco Asset Management Company Ltd. (CRAMC)
<b>Allotment Date</b>	The date on which the units of Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A) are allotted to the successful applicants at the time of finalization of NFO allotment
<b>Business Day</b>	<p>A day not being:</p> <p>(1) A Saturday or Sunday; or</p> <p>(2) A day on which Banks in Mumbai or the Reserve Bank of India are closed, or</p> <p>(3) A day on which there is no RBI clearing/settlement of securities; or</p> <p>(4) A day on which both the Stock Exchanges, Mumbai and the National Stock Exchange of India Limited are closed, whether or not the banks in Mumbai are open; or</p> <p>(5) A day on which Purchase and Redemption of Units is suspended or a book closure period is announced by the Trustee / AMC; or</p> <p>(6) A day on which normal business cannot be transacted due to storms, floods, bandhs, strikes or such other events as the AMC may specify from time to time.</p> <p>Provided that the days when the banks in any location where the AMC’s branch offices are located, are closed due to a local holiday, such days will be treated as non Business Days at such branches for the purposes of accepting fresh subscriptions. However, if the branch offices in such locations are open on such local holidays, then redemption and switch requests will be accepted at those branches, provided it is a Business Day for the Scheme on an overall basis.</p> <p>Notwithstanding the above, the AMC reserves the right to change the definition of Business Day and to declare any day as a Business Day or otherwise at any or all branch offices.</p>
<b>Canara Bank</b>	Canara Bank, a body corporate constituted under the provisions of the Banking Companies (Acquisition and Transfer of Undertaking) Act, 1970 and having its Head Office 112, J. C. Road, Bangalore, 560002.
<b>CBLO</b>	Collateralized Borrowing and Lending Obligations is a Money Market Instrument, approved by RBI (developed by Clearing Corporation of India Ltd). CBLO is a discounted instrument issued in an electronic book entry form for maturity ranging from one day to one year.
<b>CDSC</b>	Contingent Deferred Sales Charge (CDSC) is a charge imposed when the units are redeemed

	within 4 years from the date of allotment. The SEBI Regulations mandate the maximum amount that can be charged in each year.
<b>Custodian</b>	The custodian to Canara Robeco Fixed Maturity Plan – Series 6 - 14 Months (Plan A) appointed from time to time
<b>Fund/The Fund</b>	Canara Robeco Mutual Fund
<b>Money Market Instruments</b>	Include Commercial Papers, Commercial Bills, Treasury Bills, Government Securities, having an un-expired maturity up to one year, Call or Notice Money, Certificate of Deposit, usance Bills and any other like instruments as specified by the Reserve Bank of India / SEBI, from time to time.
<b>MIBOR</b>	Mumbai Inter-bank Offered Rate
<b>NSE</b>	National Stock Exchange of India Ltd., a Stock Exchange recognized by the Securities and Exchange Board of India.
<b>Gilt/Govt. Securities</b>	Central Govt. Securities as defined in Section 2 of the Public Debt Act, 1944 (18 of 1944) and Government Securities created and issued by the State Govt. under the said Act
<b>Interest Rate Risk</b>	Uncertainty of future market values and of the size future income caused by fluctuations in the general level of interest rates.
<b>NAV</b>	The term Net Asset Value (NAV) appearing in this Scheme Information Document means the NAV per unit of Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A).
<b>Scheme Information Document (SID)</b>	This Scheme Information Document, offering units of Canara Robeco Fixed Maturity Plan – Series 6 to applicants for subscription.
<b>Person</b>	The word “person” shall include a body corporate, group of individuals, trusts and other association of persons whether incorporated or not.
<b>RBI</b>	Reserve Bank of India, established under the Reserve Bank of India Act 1934, as amended from time to time.
<b>Repo</b>	Sale of Govt. Securities with simultaneous agreement to repurchase them at a later date
<b>Reverse Repo</b>	Purchase of Govt. Securities with a simultaneous agreement to sell them at a later date.
<b>Robeco Groep N. V.</b>	Robeco Groep N.V. (Robeco) is wholly owned by Rabobank Nederland and is one of the Sponsors of the Fund.
<b>Settlor</b>	Canara Bank
<b>Sponsors</b>	The Sponsors of the Fund, namely Canara Bank and Robeco Groep N. V.
<b>Statement of Account</b>	A non-transferable statement indicating the number of units held by the investor on a particular date.
<b>Switch Over</b>	Simultaneous applications by a unit holder for repurchase / redemption of units held by him

	under one of the Schemes (or a plan under the same Scheme) of Canara Robeco Mutual Fund with authorisation to the Investment Manager to apply the repurchase/redemption proceeds, for the purchase of fresh/additional units of another Scheme (or under another plan of the Scheme of which he is a unit holder) of Canara Robeco Mutual Fund, which is open for subscription at the time when the applications are made.
<b>Stock Exchange</b>	Stock Exchange means a Stock Exchange which is for the time being, recognised under the Securities Contracts (Regulation) Act, 1956 (42 of 1956).
<b>SEBI</b>	Securities & Exchange Board of India established under the Securities and Exchange Board of India Act, 1992, as amended from time to time.
<b>The Scheme</b>	Scheme means Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A)
<b>Trustees</b>	Trustees means Canara Bank in its Capacity as Trustee and other Trustees appointed from time to time and include a Trustee Company, if incorporated and the Directors of such Trustee Company.
<b>Trust Deed</b>	Principal Trust Deed (Amended & Restated) dated 26 <sup>th</sup> September 2007.
<b>The Regulations</b>	Securities & Exchange Board of India (Mutual Funds) Regulations, 1996, as amended from time to time.
<b>Unit Capital</b>	The aggregate face value of the units issued and outstanding (including fractional units) under Canara Robeco Fixed Maturity Plan – Series 6– 14 Months (Plan A)
<b>Unit</b>	One undivided share of a unit holder in the assets of Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A)
<b>Unit holder</b>	A person holding units of Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A) and includes a person who has opted to switch over his investment(s), wholly or partially, from another Scheme or Schemes of the Canara Robeco Mutual Fund to Canara Robeco Fixed Maturity Plan – Series 6 in accordance with the terms of this Scheme Information Document.

**Interpretation**

**For all purposes of this Scheme Information Document, except as otherwise expressly provided or unless the context otherwise requires:**

- **The terms defined in this Scheme Information document include the plural as well as the singular.**
- **Pronouns having a masculine or feminine gender shall be deemed to include the other.**

**The expressions not defined here shall carry the same meaning, assigned to them in the Scheme Information Document.**

**E. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY**

It is confirmed that:

- a) The draft Scheme Information Document forwarded to SEBI, is in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, and the guidelines and directives issued by SEBI, from time to time.
- b) 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.
- c) 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 Scheme.
- d) The intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and till date such registration is valid, as on date.
- e) The contents of the SID including figures, data, yields, etc. have been checked and are factually correct.
- f) The Board of Trustees has approved the SID on October 29, 2010

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Date: November 11, 2010

Sd/-

Place: Mumbai

Jignesh Modi

Compliance Officer,

Canara Robeco Asset Management Company Ltd.

**II. INFORMATION ABOUT THE SCHEME**

**A. TYPE OF THE SCHEME**

Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A) is a close ended Fixed Maturity Debt Scheme

**B. WHAT IS THE INVESTMENT OBJECTIVE OF THE SCHEME?**

To seek to generate income by investing in a portfolio of debt and money market instruments maturing on or before the maturity of the Scheme. However, there can be no assurance that the investment objective of the scheme will be realized.

**C. HOW WILL THE SCHEME ALLOCATE ITS ASSETS?**

The Asset Allocation pattern of the Scheme under normal circumstances would be as under:

Instruments	Indicative allocations (% of total assets)		Risk Profile
	Minimum	Maximum	High/Medium/Low
Debt Securities, Central/State Government Securities and Money Market Instruments	100%		Low to Medium

- Gross Notional Exposure by the Scheme in fixed income derivative instruments for the purpose of hedging and portfolio rebalancing shall not exceed 30% of the Net Assets of the Scheme at the time of investment.
- The cumulative gross exposure through Debt instruments, debt and derivative position shall not exceed 100% of the net assets of the scheme and the total exposure to option premium paid shall not exceed 20% of the net assets of the Scheme. Other provisions as contained in SEBI circular no CIR/MFD/DF/11/2010 dated 18th August 2010 shall also be complied with.
- The scheme does not intend to invest in securitised debt instruments.
- The scheme will invest in above instruments in line with its duration

Subject to the SEBI Regulations, the asset allocation pattern indicated above may change from time to time, keeping in view market conditions, market opportunities, applicable regulations and political and economic factors. It must be clearly understood that the percentages stated above are only indicative and not absolute. These proportions can vary depending upon the perception of the Investment Manager; the intention being at all times to seek to protect the interests of the Unit holders. The portfolio would be reviewed periodically to address any deviations from the aforementioned allocations inter alia due to market changes. The AMC may from time to time, for a short term, alter the asset composition on defensive consideration and may also invest the funds available in repos, bank deposits in accordance with the provisions of SEBI (Mutual Funds) Regulations, 1996 and the circulars issued by SEBI from time to time.

**Portfolio Rebalancing:**

The scheme shall rebalance the portfolio within 30 days. However, the scheme will endeavour to complete the rebalancing within 10 days. In the event of the scheme not being rebalanced within the aforesaid period, justification for the same shall be placed before Investment Committee and reasons for the same shall be recorded in writing. Investment Committee shall then decide on the course of action. However, at all times the AMC shall endeavour to ensure that the portfolio would adhere to the overall investment objective of the schemes.

#### **D. Where will the scheme invest?**

Subject to the Regulations, the corpus of the Scheme may be invested in all or any one of (but not exclusively) the following securities:

**Debt Instruments** - include Govt. of India securities (zero coupon or coupon bearing Bonds), State Govt. Bonds, Bonds issued by local Govt, Govt. Agencies and other statutory bodies (with or without Govt. Guarantee), Bonds of Public Sector Undertakings, Debentures issued by public, private sector undertakings, Financial Institutions with or without ratings, Usance Bills (Bill of Exchange drawn on a term governed by the usage in trade or between the companies involved) and other Domestic Instruments either listed or unlisted having a maturity of more than 365 days.

**Money Market Instruments** - include Commercial Papers, Commercial Bills, Treasury Bills, Government Securities having an un-expired maturity up to one year, Call or Notice Money, Certificate of Deposit, Usance Bills and any other like instruments as specified by the Reserve Bank of India / SEBI, from time to time. The Scheme proposes to invest in Collateralised Borrowing Lending Obligation (CBLO), Repos Treasury Bills, MIBOR Instruments, CPs, CDs and Govt. Securities having un-expired maturity up to one year. These securities may be listed or unlisted.

The securities mentioned above could be listed, unlisted, privately placed, secured, unsecured, rated or unrated and of any maturity. The securities may be acquired through initial public offerings (IPOs), secondary market operations, private placement or rights offers. All investments in securities whether privately placed or otherwise will be in line with SEBI guidelines as applicable and the investment objectives and policies of the Scheme. Investment in unrated securities will be in accordance with SEBI guidelines as applicable.

The AMC may from time to time for a short term period under exceptional circumstances on defensive consideration modify / alter the investment pattern / asset allocation the intent being to protect the Net Asset Value of the Scheme & the interests of Unit Holders without seeking consent of the Unit Holders.

#### **Portfolio Rebalancing:**

The scheme shall rebalance the portfolio within 30 days. However, the scheme will endeavour to complete the rebalancing within 10 days. In the event of the scheme not being rebalanced within the aforesaid period, justification for the same shall be placed before Investment Committee and reasons for the same shall be recorded in writing. Investment Committee shall then decide on the course of action. However, at all times the AMC shall endeavour to ensure that the portfolio would adhere to the overall investment objective of the schemes.

#### **E. WHAT ARE THE INVESTMENT STRATEGIES?**

##### **Investment Focus and strategy:**

The Scheme will invest in debt securities in order to generate competitive returns consistently as per the investment objectives of the scheme. The Schemes may invest some portion of the portfolio in Money Market Instruments. The remaining investment will be made in securities of varying maturity. However, the maturity of the portfolio will normally on or before the maturity period of the respective plans in the series.

The Scheme may also use various derivatives and hedging products from time to time as would be available and permitted by SEBI in an attempt to protect the value of the portfolio and enhance unit holder's interest.

In addition, the Investment Manager will monitor the macro economic conditions, including the political, economic environment and factors affecting liquidity and interest rates. The Investment Manager would use this analysis to assess the likely direction of interest rates and position the portfolio appropriately to take advantage of the same.

Apart from investment restrictions under SEBI (MF) Regulations, the Fund does not presently intend to follow any internal norms vis-a-vis limiting exposure to a particular security or sector etc. However, the Fund may consider imposing any restrictions depending on the changes in the investment environment from time to time.

## **Debt and Money Markets in India**

The Indian debt market is today one of the largest in Asia and includes securities issued by the Government (Central & State Governments), public sector undertakings, other government bodies, financial institutions, banks and corporates. Government and public sector enterprises are the predominant borrowers in the markets. The major players in the Indian debt markets today are banks, financial institutions, mutual funds, insurance companies, primary dealers, trusts, pension funds and corporates. The Indian debt market is the largest segment of the Indian financial markets. The debt market comprises broadly two segments, viz. Government Securities market or G-Sec market and corporate debt market. The latter is further classified as market for PSU bonds and private sector bonds.

The Government Securities (G-Secs) market is the oldest and the largest component (70% share in market cap) of the Indian debt market in terms of market capitalization, outstanding securities and trading volumes. The G-Secs market plays a vital role in the Indian economy as it provides the benchmark for determining the level of interest rates in the country through the yields on the Government Securities which are referred to as the risk-free rate of return in any economy. Over the years, there have been new products introduced by the RBI like zero coupon bonds, floating rate bonds, inflation indexed bonds, etc.

The corporate bond market, in the sense of private corporate sector raising debt through public issuance in capital market, is only an insignificant part of the Indian Debt Market. A large part of the issuance in the non-Government debt market is currently on private placement basis.

The money markets in India essentially consist of the call money market (i.e. market for overnight and term money between banks and institutions), repo transactions (temporary sale with an agreement to buy back the securities at a future date at a specified price), commercial papers (CPs, short term unsecured promissory notes, generally issued by corporates), certificate of deposits (CDs, issued by banks) and Treasury Bills (issued by RBI). In a predominantly institutional market, the key money market players are banks, financial institutions, insurance companies, mutual funds, primary dealers and corporates. In money market, activity levels of the Government and nongovernment debt vary from time to time. Instruments that comprise a major portion of money market activity include but not limited to:

- Overnight Call
- Collateralised Borrowing & Lending Obligations (CBLO)
- Repo/Reverse Repo Agreement
- Treasury Bills
- Government securities with a residual maturity of < 1 year.
- Commercial Paper
- Certificate of Deposit

Apart from these, there are some other options available for short tenure investments that include MIBOR linked debentures with periodic exit options and other such instruments. Though not strictly classified as Money Market Instruments, PSU / DFI / Corporate paper with a residual maturity of < 1 year, are actively traded and offer a viable investment option.

The market has evolved in past 2-3 years in terms of risk premia attached to different class of issuers. Bank CDs have clearly emerged as popular asset class with increased acceptability in secondary market. PSU banks trade the tightest on the back of comfort from majority government holding. Highly rated manufacturing companies also command premium on account of limited supply. However, there has been increased activity in papers issued by private/foreign banks/NBFCs/companies in high-growth sector due to higher yields offered by them.

Even though companies across these sectors might have been rated on a same scale, the difference in the yield on the papers for similar maturities reflects the perception of their respective credit profiles.

The following table gives approximate yields prevailing as on 14<sup>th</sup> January, 2011 on some of the instruments:-

Instrument	Current Yield Range
CBLO	6.22%
Repo	4.00% - 6.25%
3m Tbill	7.10%
1y Tbill	7.45 – 7.55%
10y G Sec	8.14%
3m PSU Bank CD	9.05% - 9.15%
3m NBFC CP	9.40% - 9.50%
3m Manufacturing Co. CP	9.23% - 9.38%
1y PSU Bank CD	9.72%- 9.82%
1y NBFC CP	10.05%- 10.15%
1y Manufacturing Co. CP	9.95% - 10.05%
5y AAA Institutional Bond	9.08% - 9.13%
10y AAA Institutional Bond	8.98% - 9.03%

These yields are indicative and do not indicate yields that may be obtained in future as interest rates keep changing consequent to changes in macro economic conditions and RBI policy. 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 vary according to maturity profile, credit risk etc.

### **Risk Control Mechanism**

Since investing requires disciplined risk management, in order to protect the interests of investors, the AMC would incorporate adequate safeguards for controlling risks in the portfolio. As a prudent measure, the AMC has broad internal investment norms and investments made through the scheme would be in accordance with the investment objectives of the schemes and provisions of SEBI Regulations. Where required, scheme specific guidelines are also in place.

### *Debt Securities*

Concentration of risk is mitigated by defining issuer limits. Rigorous in-depth credit evaluation of the issuers will be conducted by the investment team before making investments. As part of credit evaluation, a study on the operating environment, past track record as well as future prospects of the issuer, short as well as long term financial health of the issuer will be carried out. The AMC will be guided by the ratings of accredited agencies such as CRISIL, CARE, ICRA etc. as well as the internal norms for credit exposure

## **Unique Differential Positioning of Canara Robeco Fixed Maturity Plan – Series 6 – 14 Months (Plan A)**

There is no difference with respect to positioning of the product compared to our existing Canara Robeco Fixed Maturity Plan 13 Months – Plan A and Canara Robeco Fixed Maturity Plan 13 Months – Plan B. However, these Schemes are close ended and not available for subscription currently. Thus, the Fund does not have any comparable product open for subscription at this juncture.

## **Procedure followed for investment decisions:**

The Fund Manager of the Scheme is responsible for making buy / sell decisions for the Scheme's portfolio and seeks to develop a well diversified portfolio taking into account the asset allocation patterns of various schemes along with risks that are associated with such investments. The investment decisions are made on an ongoing basis keeping in view the market conditions and other regulatory aspects. The AMC has constituted an Investment Committee, currently comprising of the CEO, COO, Head of Risk Management, Head of Equities, Head of Fixed Income that meets at periodic intervals. The Investment Committee's role is to formulate broad investment strategies for the Scheme, review the performance of the Scheme and the general market outlook. The Fund Manager is responsible for facilitating investment debate and a robust investment culture. The investment team would hold ongoing meetings, as well as additional ad-hoc meetings as needed, to explore the investment thesis. It is the responsibility of the AMC to seek to ensure that the investments are made as per the Regulatory guidelines, the investment objective of the Scheme and in the interest of the Unit holders of the Scheme. The AMC will keep a record of all investment decisions in accordance with the guidelines issued by SEBI.

## **Portfolio Turnover Policy:**

Purchase and Sale of securities attract transaction costs of the nature of brokerage, stamp duty, custodian transaction charges etc. The portfolio turnover is essential to regularly explore trading opportunities to optimise returns for the Scheme and enable portfolio restructuring when required.

The Scheme will manage its portfolio taking into account the associated risks (such as interest / liquidity perceived / expected, so as to minimise the risks by using adequate risk management techniques. The portfolio turnover policy will be aimed at maximising the returns/growth.

In terms of the objective of the scheme, the investments are made in securities having an unexpired maturity on or before the maturity period of the plans.

Pursuant to Schedule IX read with Regulation 50 of the SEBI (Mutual Funds) Regulations, 1996, the cost of investments acquired or purchased shall include all such costs incurred for effecting the transaction while the sale proceeds of investment sold or redeemed shall be net of all such costs incurred for effecting the sale transactions and shall form part of the purchase or the sale value of investments.

## **Portfolio Rebalancing:**

The scheme shall rebalance the portfolio within 30 days. However, the scheme will endeavour to complete the rebalancing within 10 days. In the event of the scheme not being rebalanced within the aforesaid period, justification for the same shall be placed before Investment Committee and reasons for the same shall be recorded in writing. Investment Committee shall then decide on the course of action. However, at all times the AMC shall endeavour to ensure that the portfolio would adhere to the overall investment objective of the schemes.

## **F. FUNDAMENTAL ATTRIBUTES**

Following are the Fundamental Attributes of the scheme, in terms of Regulation 18 (15A) of the SEBI (MF) Regulations:

### **i) Type of a scheme**

Canara Robeco Fixed Maturity Plan – Series 6- 14 Months (Plan A) is a Close Ended Fixed Maturity Debt Scheme.

**ii) Investment Objective**

To seek to generate income by investing in a portfolio of debt and money market instruments maturing on or before the maturity of the Scheme . However, there can be no assurance that the investment objective of the scheme will be realized.

- Investment Pattern:

The Asset Allocation pattern of the Scheme under normal circumstances would be as under:

Instruments	Indicative allocations (% of total assets)		Risk Profile
	Minimum	Maximum	High/Medium/Low
Debt Securities Central/State Government Securities and Money Market Instruments	100%		Low to Medium

- Gross Notional Exposure by the Scheme in fixed income derivative instruments for the purpose of hedging and portfolio rebalancing shall not exceed 30% of the Net Assets of the Scheme at the time of investment.
- The cumulative gross exposure through Debt instruments, debt and derivative position shall not exceed 100% of the net assets of the scheme and the total exposure to option premium paid shall not exceed 20% of the net assets of the Scheme. Other provisions as contained in SEBI circular no CIR/MFD/DF/11/2010 dated 18<sup>th</sup> August 2010 shall also be complied with.
- The scheme does not intend to invest in securitised debt instruments.
- The scheme will invest in above instruments in line with its duration

Subject to the SEBI Regulations, the asset allocation pattern indicated above may change from time to time, keeping in view market conditions, market opportunities, applicable regulations and political and economic factors. It must be clearly understood that the percentages stated above are only indicative and not absolute. These proportions can vary substantially depending upon the perception of the Investment Manager; the intention being at all times to seek to protect the interests of the Unit holders. The portfolio would be reviewed periodically to address any deviations from the aforementioned allocations inter alia due to market changes. The AMC may from time to time, for a short term, alter the asset composition on defensive consideration and may also invest in repos, bank deposits in accordance with the provisions of SEBI (Mutual Funds) Regulations, 1996 and the circulars issued by SEBI from time to time.

**Portfolio Rebalancing:**

The scheme shall rebalance the portfolio within 30 days. However, the scheme will endeavour to complete the rebalancing within 10 days. In the event of the scheme not being rebalanced within the aforesaid period, justification for the same shall be placed before Investment Committee and reasons for the same shall be recorded in writing. Investment Committee shall then decide on the course of action. However, at all times the AMC shall endeavour to ensure that the portfolio would adhere to the overall investment objective of the schemes.

**(iii) Terms of Issue**

**A. Listing**

The units of the Scheme will be listed on the Wholesale Debt Market Segment of the National Stock Exchange of India Ltd. (NSE) within 5 business days from the date of allotment. The Mutual Fund may at its sole discretion list the units under the Scheme on any other recognized Stock Exchange(s) at a later date. As mandated by SEBI, The Board of Trustees would ensure receipt of in-principle approval from National Stock Exchange of India Limited for listing before the launch of the scheme.

**B. Repurchase / Redemption**

Since the units issued under the scheme are listed on the Stock Exchange/s, no Repurchase Facility is offered by the Fund. Investors seeking liquidity may offer their units for sale through the Stock Exchange. However, the fund shall redeem all the units held by the unit holders on the day of maturity of the scheme at the applicable NAV.

Unit holder may either request for mailing of the redemption proceeds to his/her address or collection of the same from the Sales Offices of the AMC (Investor Relations Centre), where it was deposited for repurchase.

**Right to Limit Repurchase:**

Since no Repurchase Facility is offered by the Fund, investors seeking liquidity may offer their units for sale through the Stock Exchange. However, the Fund shall redeem all the units held by the unit holders on the day of redemption of the scheme at the applicable NAV.

**C. Aggregate fees and expenses charged to the scheme**

**a) 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:

<b>Particulars</b>	<b>Canara Robeco Fixed Maturity Plan - Series 6 – 14 Months (Plan A)</b>
Investment Management and Advisory Fee	0.50%
Service Tax	0.05%
Custodial Fees	0.02%
Registrar and Transfer Agent Fees including cost related to providing accounts statement, dividend/redemption cheques/warrants etc.	0.07%
Marketing and Selling Expenses including Agents Commission and statutory advertisement	0.03%
Brokerage and Transaction Cost pertaining to the distribution of units	0.26%
Audit Fees / Fees and expenses of trustees	0.05%
Costs related to investor communications (Printing and Mailing)	0.01%

Costs of fund transfer from location to location (Bank Charges)	0.01%
Other Expenses	0.00%
<b>Total Recurring Expenses</b>	<b>1.00%</b>

These estimates have been made in good faith as per the information available to the Investment Manager based on past experience and are subject to change inter-se. Types of expenses charged shall be as per the SEBI (MF) Regulations.

**b) AMC Fees:** For management of the Scheme, the Investment Manager may charge a fee not exceeding 1.25% of the average daily net assets of the Scheme. However, the Investment Manager may change the same within the overall limits prescribed by SEBI (MF) Regulation. In future, the Investment Manager may modify the fee within the limits specified in the Regulations and disclosed in the Scheme Information Document of the Scheme.

For the Scheme, the Investment Manager will charge a total scheme recurring expenses of not exceeding 2.25% of the daily average net assets of the Scheme, within the overall limit prescribed by SEBI (MF) Regulation.

As per the Regulation 52, the investment management fee and total annual scheme recurring expenses chargeable to the Scheme are as under:

- On the first Rs.100 Crores of the average weekly net assets - 2.25%
- On the next Rs.300 Crores of the average weekly net assets - 2.00%
- On the next Rs.300 Crores of the average weekly net assets – 1.75%
- On the balance of the assets – 1.50%

**c) Trusteeship Fees:** The Trustees shall be entitled to charge a trusteeship fee of 0.05% of the Net Assets of the Scheme, to meet the expenses and contingencies.

Investors will be advised of the change in the Load structure by the AMC through an Addendum attached to the Scheme Information Document as well as a Press Release or an Advertisement in the Newspaper. Such Addendum will be sent along with the Newsletter to the investors periodically. The AMC will also inform the Branch Offices/Distributors/Brokers/Intermediaries etc. of any change in the load structure. The latest modification in the load structure whether by way of Exit Load or CDSC will be stamped in the acknowledgment slip issued to the investor on submission of the Application Form and will also be disclosed in the Statement of Accounts issued after introduction of such load / CDSC. Also, the AMC shall not charge any load on issue of bonus units and units allotted on reinvestment of dividend for existing as well as prospective investors.

**c) New fund offer expenses:**

The initial issue expenses associated with the launch of this Scheme will be borne by the Investment Manager.

In accordance with SEBI (MF) Regulations, 1996, the repurchase price will not be lower than 95% of the NAV and the sale price will not be higher than 105% of the NAV, and that the difference between the repurchase price and the sale price shall not exceed 5% calculated on the sale price.

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:

- 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
- The Unit holders 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?**

Benchmark Index: CRISIL Short - Term Bond Fund Index

As approved by the Board of Directors/Trustees, CRISIL Short - Term Bond Fund Index is the Benchmark selected for the Fund. However The Trustees reserve the right to change the benchmark if due to a change in market conditions, a different index appears to be providing a more appropriate basis for comparison of fund performance or if the indicated benchmark ceases to exist or undergoes a substantial change that renders it an ineffective base for performance comparison and analysis. Any change in the Benchmark Index for the Scheme would be actuated only post approval from Board of Directors/Trustees

## **H) WHO MANAGES THE SCHEME?**

**Ms. Suman Prasad – Fund Manager – Fixed Income, Age 36 PGDMS (Finance)**

A PGDMS (Finance), Ms. Suman Prasad has more than 6 years of funds management experience in the fixed income space, apart from a rich experience in the Asset Management industry, Ms. Suman Prasad has a total of more than 13 years of work experience, all of it in the folds of this company and its predecessor Canbank Investment Management Services Ltd.

Ms. Suman Prasad also manages Canara Robeco Interval Scheme – Series 2 – Quarterly Plan 2 and the fixed Income portion of Canara Robeco Monthly Income Plan. She would be the Fund Manager for the for Canara Robeco Fixed Maturity Plan – Series 6- 14 Months (Plan A)

## **I) WHAT ARE THE INVESTMENT RESTRICTIONS?**

Pursuant to the "SEBI Regulations", the following investment and other limitations are presently applicable to the Scheme, as the case maybe:

1. The Scheme 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 provided that a mutual fund may engage in short selling of securities in accordance with the frame work relating to short selling and securities lending and borrowing specified by the board. Provided further that the mutual fund may enter into derivatives transactions in a recognised stock exchange, in accordance with the guidelines issued by the Board. Provide further that the 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.
2. The securities purchased by the Fund shall be got transferred in the name of the Mutual Fund on account of the concerned Scheme, wherever investments are intended to be of long term nature.
3. The Scheme shall not invest more than 15% of its NAV in debt instruments issued by a single issuer which are rated not below investment grade by a credit rating agency authorised to carry out such activity under the Act. Such investment limit may be extended to 20% of the NAV of the scheme with the prior approval of the Board of Trustees and the Board of Asset Management Company, provided that such limit shall not be applicable for investments in Government Securities and Money Market Instruments.

4. The Scheme shall not invest more than 10% of its NAV in unrated debt instruments issued by a single issuer and the total investment in such instruments shall not exceed 25% of NAV of the Scheme. All such investments shall be made with the prior approval of the Board of Trustees and the Board of Asset Management Company.
5. The above restrictions are applicable for all Debentures irrespective of any residual maturity period (above or below one year).
6. The scheme shall not invest more than thirty percent of its net assets in money market instruments of an issuer. Provided that such limit shall not be applicable for investments in Government securities, treasury bills and collateralized borrowing and lending obligations.
7. The fund shall not advance any loan for any purpose.

**Investment in other Schemes :** The investment by this Scheme in other Mutual Fund Schemes will be in accordance with Regulation 44(1) read with Clause 4 of the VII Schedule to the SEBI (Mutual Funds) Regulations, 1996 according to which :

1. No mutual fund scheme shall park more than 15% of the net assets in Short term deposit(s) of all the scheduled commercial banks put together. However, it may be raised to 20% with prior approval of the trustees. Also, 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 deposit (will not apply to term deposits placed as margins for trading in cash and derivatives market)
2. 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 the Schemes under the same management or in schemes under the management of any other AMC shall not exceed 5% of NAV of the mutual fund.
3. The scheme shall not make any investment in any fund of fund scheme
4. The Scheme shall not make any investment in:
  - Any unlisted security of an associate or group company of the sponsor; or
  - Any security issued by way of private placement by an associate or group company of the sponsor; or
  - The listed securities of group companies of the sponsor which is in excess of 25% of the net assets.
5. The Fund shall not borrow except to meet temporary liquidity needs of the Fund for the purpose of redemption of units or payment of interest and dividend to the Unit holders, provided that the fund shall not borrow more than 20% of the net assets of the individual scheme and the duration of the borrowing shall not exceed a period of 6 months.
6. The AMC may invest in the Scheme either in the initial offer or subsequently. However, it shall not charge any investment management fee on such amounts invested by it.
7. Pending deployment of the scheme in securities in accordance with the investment objectives of the scheme, the fund may invest the moneys of the scheme in short term deposits of scheduled commercial banks subject to the applicable regulations.
8. Transfers of investments from one scheme to another scheme in the same mutual fund shall be allowed only if, -
  - Such transfers are done at the prevailing market price for quoted instruments on spot basis. [Explanation - "spot basis" shall have same meaning as specified by stock exchange for spot transactions.]
  - The securities so transferred shall be in conformity with the investment objective of the scheme to which such transfer has been made.

9. All investment restrictions stated above shall be applicable at the time of making investment.

The Trustee of the Mutual Fund may alter these limitations / objectives from time to time to the extent the SEBI Regulations change so as to permit the Scheme to make its investments in the full spectrum of permitted investments for the mutual fund in order to achieve its investment objectives. All investments of the Scheme will be made in accordance with the SEBI Regulations, including Seventh Schedule thereof.

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

The Scheme being offered under this Scheme Information Document is a new scheme and currently does not have any performance track record.

**III. UNITS AND OFFER**

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

**A. NEW FUND OFFER (NFO)**

<p>New Fund Offer Period</p> <p>This is the period during which a new scheme sells its units to the investors.</p>	<p>NFO opens on: 25<sup>th</sup> January, 2011 NFO closes on: 27<sup>th</sup> January, 2011</p> <p><i>(The Trustee reserves the right to extend the closing date, subject to the condition that the New Fund Offer shall not be kept open for more than 30 days. Any such extension shall be announced by way of a notice in one national newspaper)</i></p>
<p>New Fund Offer Price:</p> <p>This is the price per unit that the investors have to pay to invest during the NFO.</p>	<p>Face Value of Rs. 10</p>
<p>Minimum Amount for Application in the NFO</p>	<p>Minimum amount: Rs. 5,000.00 and multiples of Re.1.00 thereafter</p>
<p>Minimum Target amount</p> <p>This is the minimum amount required to operate the scheme and if this is not collected during the NFO period, then all the investors would be refunded the amount invested without any return. However, if AMC fails to refund the amount within 5 business day, interest as specified by SEBI (currently 15% p.a.) will be paid to the investors from the expiry of 5 business days from the date of closure of the subscription period.</p>	<p>Rs. 1.00 Crore.(Rs.One Crore)</p>

<p>Maximum Amount to be raised (if any)</p> <p><i>This is the maximum amount which can be collected during the NFO period, as decided by the AMC.</i></p>	<p>There is no maximum amount</p>
<p>Plans / Options offered</p>	<p>Dividend Payout and Growth Option.</p> <p>Default Option:</p> <p>In case of valid applications received without indicating any choice of options, it will be considered as option for Growth Option and processed accordingly.</p>
<p>Dividend Policy</p>	<p>The Fund may distribute, surplus if any, by way of dividend as may be decided by the Trustees from time to time. <b>If there is no distributable surplus or surplus amount is too small for distribution, in the opinion of the Trustees, the Dividend declaration may not take place. The Fund is not assuring or guaranteeing any dividend or returns.</b></p> <p>Income Distribution, if declared, warrants will be issued within 30 days from the date of declaration of Income Distribution. The Income Distribution will be paid out of the Net surplus of the Fund, to those unit holders whose names appear in the register of unit holders on the date to be notified for the purpose. Pursuant to payment of dividend, the NAV of the dividend option of the scheme would fall to the extent of payout and statutory levy (if applicable). If AMC fails to pay the amount within 30 days, interest as specified by SEBI (currently 15% p.a.) will be paid to the investors from the expiry of 30 days till the date of dispatch of the dividend.</p>
<p>Allotment</p>	<p>Subject to the receipt of the specified minimum subscription amount, full allotment of Units applied for will be made within 5 business days from the date of closure of the NFO Period for all valid applications received during the NFO Period. Allotments made will be subject to realization of payment instrument and subject to the AMC having been reasonably satisfied of having received clear funds. Also, note that the allotment of units will not be made in decimals/fractions. The units will be converted to the nearest whole number at the time of allotment of units for NFO applicants to be in adherence to the tradable lot of one unit on the Stock Exchange.</p> <p>As the Scheme will be listed on the Exchange, Units issued under the Scheme shall be allotted in dematerialised (electronic) form. For this purpose, the investors need to furnish the details of their depository account in the Application Form. Where the Investor has chosen to receive the Units in electronic form, the AMC will credit Units to the Investor's Depository Account as per the details furnished by the investor in the Application Form within 5 business days from the close of NFO.</p> <p>In case the Unit holder does not wish to get his/her Units allotted in electronic form, he should indicate so in his Application Form. In that case, or where the AMC is not able to credit the Units to the Depository</p>

	<p>Account of Unitholder for any reason whatsoever, the AMC shall issue Statement of Account specifying the Units allotted to the investor within 5 business days from the closure of NFO.</p> <p><b>Investors who do not provide the demat account details will be allotted units in Statement of Account (SOA) form.</b></p> <p>Allotment of Units and despatch of Account Statements to FIIs will be subject to RBI approval. Any addition/ deletion of name from the folio of the unitholder is deemed as transfer of units. But the Units of the Scheme are not transferable.</p> <p><b>In view of the same, additions/ deletion of names will not be allowed under any folio of the Scheme.</b></p> <p>The above provisions in respect of deletion of names will not be applicable in case of death of unitholder (in respect of joint holdings) as this is treated as transmission of units and not transfer.</p> <p><b>Unit Certificates:</b></p> <p>Normally no unit certificates will be issued under the Scheme. However, if the unitholder so desires, the AMC shall issue a unit certificate to the unitholder within 30 days of the receipt of request for the certificate. The cost of stamp duty paid for issuing the unit certificate will form part of the annual ongoing expenses and/or may be recovered from the Unitholder. However, such unit certificates are not tradable with the Stock Exchange.</p> <p><b>Dematerialization of Units:</b></p> <p>The unitholders can dematerialise their holding at any time by making an application to their Depository Participant by filling up the Dematerialisation Request Form (DRF). The AMC shall issue units in demat form to the unitholder within 2 working days of receipt of request from unitholder.</p> <p>The same number of Units held in the physical mode shall be continued in the demat mode.</p> <p><b>Rematerialization of Demat Units:</b></p> <p>The unitholders who converted their units in demat mode may also rematerialize their units. The request for rematerialising the demat Units may be given to the respective Depository Participant (DP) of the investor. On receiving the confirmation of Remat Units balance, account statement for the physical Units shall be issued. The same number of Units held in the demat mode shall be continued in the physical mode. Rematerialization of demat Units shall be processed within the thirty days or such other days as may be stipulated under SEBI Regulations from the date of receipt of such a request, provided it is complete and valid in all respects.</p> <p>All Units within an Option in a Plan / Scheme shall rank pari passu as to assets, earnings and the receipt of dividend distributions, if any, as may be declared by the Trustee.</p> <p><b>Default Option:</b></p> <p>In case of valid applications received without indicating any choice of</p>
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	<p>options, it will be considered as option for Growth Option and processed accordingly.</p> <p>In case of incorrect furnishing of DP account details, the AMC shall issue Statement of Account specifying the units allotted to investor within 30 days from the closure of the NFO.</p>
<p>Refund</p>	<p>If application is rejected, full amount will be refunded within 5 business days of closure of NFO. If refunded later than 5 business days, interest @ 15% p.a. for delay period will be paid and charged to the AMC.</p> <p>In the event of Applications not being complete in all respects and the consequent non allotment, the Fund will refund the Application Money to the applicant(s), by Post and by way of Cheque or Demand Draft marked 'A/c Payee'.</p>
<p>Who can invest</p> <p>This is an indicative list and you are requested to consult your financial advisor to ascertain whether the scheme is suitable to your risk profile.</p>	<ul style="list-style-type: none"> <li>• Adult Individual(s) and also minor(s) through their parent/guardian. (Application of minors jointly with adults not allowed).</li> <li>• Adult Individual(s) jointly not exceeding three, on first holder or survivor/s basis.</li> <li>• Hindu Undivided Family (HUF)</li> <li>• Partnership Firms</li> <li>• A Company as defined in the Companies Act, 1956, Public Sector Undertakings.</li> <li>• A Body Corporate established by or under any law in India.</li> <li>• A Co-operative Society registered under any law relating to Co-operative Societies in India.</li> <li>• A Religious or Charitable Trust / Wakfs or a Society established under the relevant laws and authorised to invest in Mutual Fund Schemes.</li> <li>• FIs registered with SEBI.</li> <li>• Banks and Financial Institutions.</li> <li>• Pension Funds/Pension Fund Managers.</li> <li>• Non Resident Indians (NRIs) and Persons of Indian Origin (PIOs) on repatriation / non-repatriation basis.</li> <li>• Army, Air, Navy and other para-military units and bodies created by such institutions. Scientific and Industrial Research Organisations.</li> <li>• Multilateral Funding Agencies / Body Corporates incorporated outside India with the permission of Government of India / Reserve Bank of India</li> <li>• Other Schemes of the Fund subject to the conditions and limits prescribed under SEBI Regulations.</li> <li>• Any other category of investors that may be permitted by the Trustees as per the Indian Laws in future.</li> </ul>

	<ul style="list-style-type: none"> <li>• NRIs and PIOs</li> </ul>
Where can you submit the filled up applications.	<p><b>M/s Karvy Computershare Pvt. Ltd..</b>                  21, Road No.4, Street No. 1,                  Banjara Hills, Hyderabad 500034                  Tel No. (044) 23390404, 23394436, 2337901                  Fax. (040) 23311968</p> <p>The applications forms during the NFO may be submitted to the Investor Services Centers of <b>M/s Karvy Computershare Pvt. Ltd..</b> or Sales Offices of the AMC.</p>
How to Apply	<p>Please Refer the SAI and Application Form for the instructions</p> <p><b>Please note that it is mandatory for Unit holders to:</b></p> <ol style="list-style-type: none"> <li>1. Mention their bank account numbers in their application for purchase of units and redemption requests.</li> <li>2. Mention their Permanent Account Number (PAN) in their application</li> </ol> <p>Applications Supported by Blocked Amount (ASBA) facility will be provided to the Investors subscribing to NFO of this scheme. It shall co-exist with the existing process, wherein cheques/demand drafts are used as a mode of payment.</p>
Listing	<p>The Units of the Scheme will be listed on the Exchange within 5 business days from the date of allotment or within such time as the Exchange may allow or within such time as the Regulations permit. An investor can buy/sell Units on the Exchange during the trading hours like any other publicly traded stock.</p> <p>The trading facility on the Exchange would be available from the date of listing till the date of issue of notice by the AMC for fixing the record date for determining the eligibility of Unitholders (being the list of Beneficial owners as per the Depositories Records (NSDL/CDSL)) for the purpose of redemption.</p> <p>The trading of Units on the Exchange will automatically get suspended from the date of issue of the above notice and also no off-market trades shall be permitted by the Depositories. The AMC may at its sole discretion list the Units on any other recognized Exchange(s) at a later date during the tenure of the Scheme. The AMC may also decide to delist the Units from a particular Exchange, provided that the Units are listed on atleast one Exchange.</p> <p>The price of the Units in the market on Exchange will depend on demand and supply and market factors and forces. There is no minimum investment amount for investment through Exchange, although Units dealt in minimum in lots of 1.</p>
Special Products / facilities available during the NFO	<p>Systematic Investment Plan, Systematic Transfer Plan, Systematic Withdrawal Plan are not offered under this Scheme.</p>

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

**B. ONGOING OFFER DETAILS**

<p>Ongoing Offer Period</p> <p>This is the date from which the scheme will open for trading on the National Stock Exchange after the closure of the NFO period.</p>	<p>Being a close-ended Scheme, investors can subscribe to the Units of the Scheme during the New Fund Offer Period only and the scheme will not reopen for subscriptions after the closure of NFO.</p>
<p>Ongoing price for subscription (purchase)/switch-in (from other schemes/plans of the mutual fund) by investors.</p> <p>This is the price you need to pay for purchase/switch-in.</p>	<p>Not applicable. Being close ended Schemes, investors can subscribe to Units of the Schemes through the Mutual Fund/AMC only during the NFO period. However, once the Units are listed, an investor can buy/sell Units of the Schemes on a continuous basis on the NSE and/or any other Stock Exchange like any other publicly traded stock.</p>
<p>Ongoing price for redemption (sale) /switch outs (to other schemes/plans of the Mutual Fund) by investors.</p> <p>This is the price you will receive for redemptions/switch outs.</p>	<p>Being a close ended Scheme, Investors can subscribe to the Units of the Scheme during the New Fund Offer Period only and the Scheme will not re-open for subscriptions after the closure of NFO. The redemption facility would be provided only on Maturity.</p> <p>However, subsequent to closure of NFO and upon listing of Units on Exchange, buying or selling of Units by Unitholders / Investors can be made on the Exchange. Units can be bought or sold like any other listed stock on the Exchange at prevailing market prices.</p> <p>The minimum number of Units that can be bought or sold on the Exchange is one Unit. The Units' market prices may be at a premium/discount to its NAV. Dealings by the Unitholders / Investors on the Exchange will be also subject to Exchange Rules and Regulations.</p>
<p>Cut off timing for subscriptions/ redemptions/ switches</p> <p>This is the time before which your application (complete in all respects) should reach the official points of acceptance.</p>	<p>After close of NFO Period, the Fund will not provide facility for subscription / redemption /switches, and hence cut-off timing provisions do not apply.</p> <p>In case of switch-out proposed for investing the redemption proceeds upon maturity in another scheme of the Fund, the switch-out request will be accepted upto 3.00 p.m. on the Maturity Date.</p> <p>Dealings by the Unit holders / Investors on Exchange will be subject to Rules &amp; Regulations generating the concerned Stock Exchange.</p>
<p>Where can the applications for</p>	<p>The Units will not be available for subscription/switch-in after the closure</p>

<p>purchase/redemption switches be submitted?</p>	<p>of the NFO period.</p> <p>Redemption/Switch-out is not permitted during the term of the Schemes. However, once the Units are listed, the Units can be sold by making such request in the prescribed form to the DP.</p> <p>Switch-out applications from the Schemes to any other scheme(s) of the Mutual Fund on the Maturity Date can be made at the Sales Offices of the AMC or Official Points of Acceptance of the R &amp; T Agent.</p>
<p>Minimum amount for purchase/redemption/swiches</p>	<p>Not applicable, as purchase/redemption/switch-out is not permitted during the term of the Schemes. The listed units will have to be sold in lots of 1(one) unit or such other marketable lots as prescribed by the Exchange, from time to time.</p>
<p>Listing</p>	<p>The Units of the Schemes will be listed on the Capital Market Segment of NSE within 5 business days from the date of allotment. NSE has vide its letter no. NSE/LIST/150978 – N dated November 08, 2010 provided in-principle approval to the Mutual Fund for listing of the Units of the Schemes on NSE.</p> <p>The Mutual Fund may at its sole discretion list the Units under the respective Schemes on any other recognized Stock Exchange(s) at a later date. The Trustee shall issue an addendum for listing of Units on any other recognised Stock Exchange in India, and a public notice to this effect will be given in two newspapers and also displayed at the Investor Service Centres. All regulatory procedures will be followed in this regard.</p> <p>An investor can buy/sell Units on a continuous basis on NSE and/or any other Stock Exchange(s) on which the Units are listed during the trading hours like any other publicly traded stock, until the date of issue of notice by the AMC for fixing the record date for determining the Unit holders whose name(s) appear on the list of beneficial owners as per the Depository’s (NSDL/CDSL) records for the purpose of redemption of Units on maturity/final redemption date. The trading of Units on NSE and/or any other Stock Exchange(s) on which the Units are listed will automatically get suspended from the date of issuance of the said notice and also no off-market trades shall be permitted by the Depositories. The price of the Units in the market will depend on demand and supply at that point of time. There is no minimum investment, although Units are purchased in round lots of 1.</p> <p>As the Stock Exchange(s) do not allow trading of fractional units, Units may be allotted only in integers by rounding off the Units allotted to the lower integer and the balance amount may be refunded to the investor.</p> <p>Transaction Cost: Though there will be no entry/exit load for buying/selling the Units from/to the secondary market, the investors will have to bear the other costs related to transacting in the secondary market, e.g. brokerage, service tax, etc.</p> <p>The Schemes will be de-listed after their respective tenures. The AMC/Trustee will initiate the delisting procedure prior to the date of maturity. The Unit holders will not be able to trade in stock exchange</p>

	once the Schemes are delisted.
Minimum balance to be maintained and consequences of non maintenance.	Not Applicable
Special Products available	Not Applicable
Accounts Statements	<p><b><u>Account Statements at the time of NFO</u></b></p> <p><b>Account Statements for investors holding demat accounts:</b></p> <p>The AMC shall issue to all investors whose application has been accepted during NFO, an allotment advice specifying the number of units allotted.</p> <p>Subsequent account statement may be obtained from the depository participants with whom the investor holds the DP account.</p> <p><b>Account Statements for investors not holding demat accounts:</b></p> <p>The AMC shall issue to all investors whose application has been accepted during NFO, an account statement specifying the number of units allotted.</p> <p>For those unit holders who have provided an e-mail address, the AMC will send the account statement by e-mail.</p> <p><b>Annual Account Statement for investors for investors not holding in Demat mode:</b> The Mutual Funds shall provide the Account Statement to the Unitholders who have not transacted during the last six months prior to the date of generation of account statements. The Account Statement shall reflect the latest closing balance and value of the Units prior to the date of generation of the account statement.</p> <p>The account statements in such cases may be generated and issued along with the Portfolio Statement or Annual Report of the Scheme.</p> <p>Alternately, soft copy of the account statements shall be mailed to the investors' e-mail address, instead of physical statement, if so mandated.</p>
Dividend	The dividend warrants shall be dispatched to the unit holders within 30 days of the date of declaration of the dividend.
Redemption	<p>No redemption/repurchase of units shall be allowed prior to the maturity of the scheme. Investors wishing to exit may do so by selling their units through stock exchanges. Unit Holders who do not opt for allotment of units in electronic form or where the units are not credited to the beneficiary account(s) can dematerialize their holdings and then exit the scheme by selling their units through the stock exchange. The scheme shall be fully redeemed on the date of maturity and redemption proceeds shall be paid out within 10 business days, subject to availability of all relevant documents and details.</p> <p><b>Switch-out</b> - Unitholders also have the option to switch out of the</p>

	<p>Scheme; but such switch out will be permitted only on maturity of the Scheme. The Switch-out will be permitted into another scheme (Target Scheme) subject to the terms and conditions and applicable NAV of the Target Scheme. The switch – out will be effected by way of redemption of Units in the Scheme (on maturity) and investment of the redemption proceeds in Target Scheme opted for by the Unit holder.</p>
<p>Delay in payment of redemption / repurchase proceeds</p>	<p>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).</p>

**C. PERIODIC DISCLOSURES**

<p>Net Asset Value</p> <p>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.</p>	<p>The Mutual Fund shall declare the Net asset value of the scheme on every business day on AMFI’s website <a href="http://www.amfiindia.com">www.amfiindia.com</a> by (time limit for uploading NAV as per applicable guidelines) and also on <a href="http://www.canararobeco.com">www.canararobeco.com</a>.</p> <p>The NAV calculated as above and Sale/Repurchase rates of units will be published in two news papers on a daily basis, by way of press release / advertisement. In addition, the NAV, Sale and Repurchase rates for all business days will be available at our Branch Offices.</p>
<p>Half yearly Disclosures: Portfolio / Financial Results</p> <p>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.</p>	<p>Before expiry of one month from the close of each half year that is on 31<sup>st</sup> March and 30<sup>th</sup> Sept, the Fund shall publish its un-audited financial results 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.</p> <p>These shall also be displayed on the web site of the Fund and that of AMFI. Full portfolio in the prescribed format shall also be disclosed either by publishing it in the newspaper or by sending to the unit holders within one month from the end of each half year and it shall also be displayed on the web site of the Fund.</p>
<p>Half Yearly Results</p>	<p>Before expiry of one month from the close of each half year that is on 31<sup>st</sup> March and 30<sup>th</sup> Sept, the Fund shall publish its un-audited financial results 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.</p> <p>These shall also be displayed on the web site of the Fund and that of AMFI. Full portfolio in the prescribed format shall also be disclosed either by publishing it in the newspaper or by sending to the unit holders within one month from the end of each half year and it shall</p>

	also be displayed on the web site of the Fund.		
Portfolio Disclosure	As per SEBI Circular No. 15/157701/2009, the AMC shall disclose the portfolio as per the prescribed format on a monthly basis on the website.		
Annual Report	An abridged Scheme-wise annual report shall be mailed to all unit holders not later than four months from the date of closure of the relevant accounting year and the full annual report shall be made available for inspection at the Head Office of the Fund and a copy shall be made available to the unit holders on request on payment of nominal fees, if any.		
Associate Transactions	Please refer to Statement of Additional Information (SAI).		
<p><b>Taxation</b></p> <p>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.</p>			
		Investors	Mutual Fund
	Dividend Distribution Tax:	Distribution tax at the rate of 13.841% for Individual and HUF investors and at the rate of 22.145% applicable to other investors	No Tax
	Capital Gains:		
	Long Term	20% with indexation or 10% without indexation	No Tax
	Short Term	Tax at marginal rate.	No Tax
	<b>For further details on taxation please refer to the clause on Taxation in the SAI</b>		
Investor services	<p>Ms. Manjiri Dolhare            Manager – Customer Service            Canara Robeco Asset Management Co. Ltd.            4<sup>th</sup> Floor, Construction House,            5, Walchand Hirachand Marg,            Ballard Estate, Mumbai – 400 001</p>		

	Tel No. (022) 6658 5000 Fax (022) 6658 5012/13 E-Mail : <a href="mailto:manjiri.dolhare@canararobeco.com">manjiri.dolhare@canararobeco.com</a>
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**D. COMPUTATION OF NAV**

The computation of NAV, valuation of securities / assets, accounting policies and standards would be in conformity with the SEBI (Mutual Funds) Regulations, 1996 and guidelines issued from time to time. The NAV per unit shall be calculated as follows:

$$\begin{array}{r} \text{Market or Fair Value of Scheme's investments} \\ + \text{Current assets - Current Liabilities and Provisions} \\ \hline \text{No. of Units outstanding under the Scheme} \end{array} = \text{NAV (Rs.)}$$

The price arrived shall be rounded off up to four decimals.

**IV. FEES AND EXPENSES**

**A. NEW FUND OFFER (NFO) EXPENSES**

The New Fund Offer Expenses will be borne by the 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:

<b>Particulars</b>	<b>Canara Robeco Fixed Maturity Plan - Series 6 – 14 Months (Plan A)</b>
Investment Management and Advisory Fee	0.50%
Service Tax	0.05%
Custodial Fees	0.02%
Registrar and Transfer Agent Fees including cost related to providing accounts statement, dividend/redemption cheques/warrants etc.	0.07%
Marketing and Selling Expenses including Agents Commission and statutory advertisement	0.03%
Brokerage and Transaction Cost pertaining to the distribution of units	0.26%
Audit Fees / Fees and expenses of trustees	0.05%
Costs related to investor communications (Printing and Mailing)	0.01%
Costs of fund transfer from location to location (Bank Charges)	0.01%
Other Expenses	0.00%
<b>Total Recurring Expenses</b>	<b>1.00%</b>

These estimates have been made in good faith as per the information available to the Investment Manager based on past experience and are subject to change inter-se. Types of expenses charged shall be as per the SEBI (MF) Regulations.

**b) AMC Fees:** For management of the Scheme, the Investment Manager may charge a fee not exceeding 1.25% of the average daily net assets of the Scheme. However, the Investment Manager may change the same within the overall limits prescribed by SEBI (MF) Regulation. In future, the Investment Manager may modify the fee within the limits specified in the Regulations and disclosed in the Scheme Information Document of the Scheme.

For the Scheme, the Investment Manager will charge a total scheme recurring expenses of not exceeding 2.25% of the daily average net assets of the Scheme, within the overall limit prescribed by SEBI (MF) Regulation.

As per the Regulation 52, the investment management fee and total annual scheme recurring expenses chargeable to the Scheme are as under:

- On the first Rs.100 Crores of the average weekly net assets - 2.25%
- On the next Rs.300 Crores of the average weekly net assets - 2.00%
- On the next Rs.300 Crores of the average weekly net assets – 1.75%
- On the balance of the assets – 1.50%

**c) Trusteeship Fees:** The Trustees shall be entitled to charge a trusteeship fee of 0.05% of the Net Assets of the Scheme, to meet the expenses and contingencies.

Investors will be advised of the change in the Load structure by the AMC through an Addendum attached to the Scheme Information Document as well as a Press Release or an Advertisement in the Newspaper. Such Addendum will be sent along with the Newsletter to the investors periodically. The AMC will also inform the Branch Offices/Distributors/Brokers/Intermediaries etc. of any change in the load structure. The latest modification in the load structure whether by way of Exit Load or CDSC will be stamped in the acknowledgment slip issued to the investor on submission of the Application Form and will also be disclosed in the Statement of Accounts issued after introduction of such load / CDSC. Also, the AMC shall not charge any load on issue of bonus units and units allotted on reinvestment of dividend for existing as well as prospective investors.

**c) New fund offer expenses:**

The initial issue expenses associated with the launch of this Scheme will be borne by the Investment Manager.

**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. Load amounts are variable and are subject to change from time to time. For the current applicable structure, please refer to the website of the AMC ([www.canararobeco.com](http://www.canararobeco.com)) or may call at (1800 209 2726) or your distributor.

For Canara Robeco Fixed Maturity Plan - Series 6, the following load structure shall be applicable:

<p><u>Entry Load</u></p> <ul style="list-style-type: none"> <li>• Nil.</li> </ul> <p><u>Exit Load/ Switch-over load</u></p> <ul style="list-style-type: none"> <li>• Being a listed scheme, no exit load will be applicable</li> </ul>
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The investors will be advised of the change in the Load structure by the AMC through an Addendum attached to the Offer Document as well as a public notice shall be given 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. Such Addendum will be sent along with the Newsletter to the investors periodically. The AMC will also inform the investor service centres, Branch Offices/Distributors/Brokers/Intermediaries etc. of any change in the load structure. The latest modification in the load structure whether by way of Exit Load or CDSC will be stamped in the acknowledgment slip issued to the investor on submission of the Application Form and will also be disclosed in the Statement of Accounts issued after introduction of such load / CDSC.

In terms of SEBI circular no. SEBI/IMD/CIR No.4/ 168230/09 dated June 30, 2009, no entry load will be charged by the Scheme to the investor effective August 1, 2009. Upfront commission shall be paid directly by the investor to the AMFI registered Distributors based on the investors' assessment of various factors including the service rendered by the distributor.

**V. RIGHTS OF UNITHOLDERS**

*Please refer to SAI for details*

**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. During the last three years, neither SEBI nor any other Regulatory body has awarded any penalty under SEBI Act or Regulations and there is no enquiry or adjudication proceeding/s, that are in progress against the Sponsors or any company associated with the Sponsors in any capacity including the AMC, the Board of Trustees or any of the Directors or key personnel of the AMC under the SEBI Act or any other Regulations. In addition, no penalties have been awarded for any economic offences and violation of securities laws.
2. (a) The Mutual Fund is defending and / or filed cases in the Special Court constituted under the Special Court (Trial of Offences relating to transactions in Securities) Act, 1992 in respect of the claims arising out of scam related transactions. The Fund has taken necessary steps as legally advised.  
(b) Writ Petitions have been filed before the Hon'ble Mumbai High Court and Hon'ble Kolkata High Court, for direction to prohibit Canara Robeco Mutual Fund from converting the close ended Cantriple+ Scheme into open ended and for direction regarding payment of three times the original investment. Cases are also pending before various Consumer Fora claiming three times the investment in Cantriple+ Scheme. The cases are at various stages of hearing. The Fund has taken necessary steps as legally advised.  
(c) There are about 61 consumer cases (including appeals) filed by various parties against the Fund in respect of the various schemes of the Fund, which are pending.

In respect of the cases mentioned above, the Fund / Investment Manager will abide by the final decision of the courts.

3. No criminal cases are pending against the Sponsors, any company associated with the Sponsors in any capacity, AMC, Board of Trustees, any of the Directors or key personnel. The Sponsors, Canara Bank, has over 3000 branches and Robeco Groep N V has several offices across the world. To the best of our knowledge and belief, no criminal cases which may affect the business of Mutual Fund are pending against the Sponsors or any company associated with the Sponsors in any capacity or any of the Directors or key personnel."

**IMPORTANT NOTICE**

**"Notwithstanding anything contained in the Scheme Information Document the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the Guidelines thereunder shall be applicable."**

## SALES OFFICES

**Ahmedabad** - Unit No.104, Onyx Building, Near Raj Hans Society, IDBI Bank Cross Road, Off C G Road, Ahmedabad – 380006, **Bhopal** - Kay Kay Business Centre 1st Floor, 133 Zone 1 M .P Nagar Bhopal – 462011, **Chandigarh** - SCO 333-334, 1st Floor, Sector 35B, Chandigarh- 160 022. **Coimbatore** - Door No. A/1 Thiruvenkataswamy Road (East) R .S Puram Coimbatore-641 002, **Goa**- Shop No. 3, Kamat Chambers Opp. Hotel Neptune, Panjim Goa. **Delhi** - 306, Kanchen Junga Bldg., 18, Barakambha Road, Delhi-110 001, **Bangalore** - GF4 & GF5, Business Point, No.137, Ridage Road, Bangalore - 560 025, **Kolkatta** - 'Horizon', 57 Chowringhee Road, Kolkata – 700071. **Kochi** - Door No. XL/6030, 1st Floor, Al-Falah Plaza (Opp.Oriental Bank of Commerce) Broadway North End, Kochi - 682 031, **Indore** - 107, 1st Floor, Bansi Trade Center 107, 581/5 M. G. Road, Indore. **Ludhiana** - Room No. 328, 3rd Floor Ludhiana Stock Exchange Building Feroz Gandhi Marg Ludhiana - 141 001. **Mangalore** - 227/2A, Essel Towers, Bunts Hotel Circle, Mangalore – 575003. **Nagpur**- Unit No. C/6, 4th Floor Indu Yash II , 186 Cement Road Dharampeth Extension Nagpur – 400010. **Patna** - 401/402, Aashiana, Hariniwas, 4th Floor, Dak Bungalow Road, Dak Bungalow Road, Patna. **Pune** - Deccan Mall, Office 1 & 2, 1st Floor, Deccan Gymkhana, Pune-411 004. **Surat** - Shop No. M-8 & M-9, Jolly Plaza, Athwagate, Surat. **Trichy** - Srinivasa Complex No. 145/74 C ,Salai Road Thillainagar, Trichy 620 018 , **Vododara** - 116, Siddharth Complex R.C Dutt Road, Alkapuri, Vadodara- 390 007, **Vizag** - Vidisha Towers, 47-14-10 Flat No.3, 3rd Floor Dwarkanagar Main Road Visakhapatnam – 530016. **Hyderabad** - V. V. Vintage Boulevard, 1st Floor, Municipal H. No.6-3-1093, Somajiguda, Raj Bhavan Road, Hyderabad 5000082. **Chennai** - 770A, 1st floor, Spencer Annexe, Anna Salai, Chennai – 600 002, **Mumbai**- Canara Robeco Asset Management Company Ltd., Construction House, 5 Walchand Hirachand Marg Ballard Estate, Mumbai – 400001.