

**A. 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. All disclosures regarding penalties and action(s) taken against foreign Sponsor(s) may be limited to the jurisdiction of the country where the principal activities (in terms of income / revenue) of the Sponsor(s) are carried out or where the headquarters of the Sponsor(s) is situated. Further, only top 10 monetary penalties during the last five years shall be disclosed.

Nil

2. In case of Indian Sponsor(s), details of all monetary penalties imposed and/ or action taken during the last five years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and/ or the AMC and/ or the Board of Trustee /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to shareholders or debenture holders and depositors, or for economic offences, or for violation of securities law. Details of settlement, if any, arrived at with the aforesaid authorities during the last five years shall also be disclosed.

➤ **Sponsor (Canara Bank)**

Sr. No	Bank	Financial Year	Date of Penalty	Penalty amount (Rs. In lakhs)	Regulator/ Penalty Levying Authority	Reasons for Penalty
<b>2020-21</b>						
<b>NIL</b>						
<b>2021-22</b>						
1	Canara	2021-22	15.02.2022	5.00	RBI	RBI imposed a penalty of Rs.5.00 lacs (Five Lakh only) on Canara Bank regarding "SGL Bouncing" in terms of their circular IDMD.DDO.17/11.01.01(B) 2010-11 Dated 14.07.2010.
<b>2022-23</b>						
<b>NIL</b>						
<b>2023-24</b>						
1	Canara	2023-24	12.05.2023	292.00	RBI	The Reserve Bank of India (RBI) has imposed a monetary penalty of Rs.2.92 crore (Rupees Two crore ninety-two lakh only) on Canara

Sr. No	Bank	Financial Year	Date of Penalty	Penalty amount (Rs. In lakhs)	Regulator/ Penalty Levying Authority	Reasons for Penalty
						<p>Bank (the bank) for non-compliance with the directions issued by RBI:</p> <ul style="list-style-type: none"> <li>i. Bank has failed to link interest on floating rate retail loans and loans to MSME to an external benchmark.</li> <li>ii. Bank has failed to link interest on floating rate rupee loans sanctioned and renewed during financial year 2020-21 to its Marginal Cost of Lending Rate (MCLR).</li> <li>iii. Bank has opened several savings deposit accounts in the name of ineligible entities.</li> <li>iv. Bank has registered dummy mobile numbers in several credit card accounts.</li> <li>v. Bank has failed to pay any interest on deposits accepted under the daily deposit scheme and prematurely withdrawn within 24 months of opening of the accounts.</li> <li>vi. Bank has recovered SMS alert charges from customers, not on actual usage basis,</li> <li>vii. Bank has failed to undertake ongoing customer due diligence and put into use robust software for generating alerts when transactions were inconsistent with customer profile.</li> </ul>
2	Canara	2023-24	26.02.2024	32.30	RBI	<p>The Reserve Bank of India (RBI) has imposed a monetary penalty of Rs.32.30 lakh (Rupees Thirty-two lakh thirty thousand only) on Canara Bank (the bank) for non-compliance with certain directions issued by RBI:</p> <ul style="list-style-type: none"> <li>i. Bank has failed to rectify the rejected data and upload the same with the Credit Information Companies (CICs) within seven days of receipt of such rejection report from the CICs and</li> <li>ii. Bank has restructured certain accounts which were not standard assets as on</li> </ul>

Sr. No	Bank	Financial Year	Date of Penalty	Penalty amount (Rs. In lakhs)	Regulator/ Penalty Levying Authority	Reasons for Penalty
						March 31, 2021 under the extant directions.
<b>2024-25</b>						
1	Canara	2024-25	24.01.2025	163.60	RBI	<p>The Reserve Bank of India (RBI) has imposed a monetary penalty of Rs.1,63,60,000 (Rupees One crore sixty-three lakh sixty thousand only) on Canara Bank (the bank) for non-compliance with certain directions issued by RBI:</p> <p>i. Bank collected loan related charges in certain Priority Sector loans upto Rs. 25,000/-</p> <p>ii. Bank did not pay any interest on certain Savings Bank Deposit accounts and</p> <p>iii. Bank simultaneously maintained Savings Bank Deposit accounts and Basic Savings Bank Deposit (BSBD) accounts of same customers.</p>

➤ **Canara Robeco Mutual Fund:**

Canara Robeco Mutual Fund ("the Fund") had received a show cause cum demand notice ("Notice") dated June 28, 2025 from the Department of Revenue, Goods and Services Tax, Audit-I, Commissionerate, Mumbai ("Department") for the assessment years 2018-19 to 2022-23, under Section 74 of the Central Goods and Services Tax, 2017, Section 74 of Maharashtra Goods and Services Tax, 2017 and Section 20 of the Integrated Goods and Services Tax, 2017. The Fund had, by way of its reply dated September 15, 2025, made submissions to the Department and refuted the observations of the Notice.

With respect to the said Notice and the reply submitted by the Fund, the Office of the Principal Commissioner of CGST & Central Excise, Mumbai South Commissionerate has, pursuant to an order dated October 7, 2025, dropped certain demands while confirming the demand and recovery of an amount aggregating to ₹89,93,156.75 (attributable to GST on transaction charges and recovery of ineligible SGST input-tax-credit), along with applicable interest; and a penalty of up to ₹ 89,93,156.75. The Order provided a timeline for payment of the amount in accordance with the conditions specified therein. In response to the said Order, the total tax liability of Rs.89,93,174/, the applicable interest thereon of Rs.82,79,578/- and the penalty\* thereon of Rs.44,96,589/- (i.e. aggregate amount of Rs.2,17,69,341/-) has been paid under protest on November 3, 2025. The Fund has filed an appeal against the said Order dated October 7, 2025, with the Honourable Commissioner of Central Tax (Appeals) - I Mumbai, on January 2, 2026.

\*Note: As per the said Order, if the amount of tax and the interest payable thereon is paid within thirty days from the date of communication of the said Order, the amount of penalty payable shall be fifty percent of the total tax amounting to ₹ 89,93,174. The benefit of the reduced penalty shall be available only if the reduced penalty is also paid within thirty days from the date of communication of the said Order. As the amount has been paid within 30 days, the penalty amount has been reduced to 50% of the Total Tax.

**3. Details of all enforcement actions taken by SEBI in the last five years and/ or pending with SEBI for the violation of SEBI Act, 1992 and Rules and Regulations framed there under including debarment and/ or suspension and/ or cancellation and/ or imposition of monetary penalty/adjudication/enquiry proceedings, if any, to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustee /Trustee Company and/ or any of the directors and/ or key personnel (especially the fund managers) of the AMC and Trustee Company were/ are a party. The details of the violation shall also be disclosed.**

- a) During the last five years, neither SEBI nor any other Regulatory body has awarded any penalty under SEBI Act or Regulations.
- b) However, SEBI had issued a Show Cause Notice dated October 14, 2022 to the AMC alleging violation of Mutual Fund Regulations with regard to a passive legacy Scheme. Pending adjudication of the show-cause proceedings, the AMC proposed to settle the matter, without admission or denial of allegations and accordingly, filed Settlement Application No.7370 of 2023 dated August 28, 2023 with SEBI under SEBI (Settlement Proceedings) Regulations, 2018. On conclusion of the Settlement Proceedings and upon remittance of the settlement amount in the sum of Rs.84,82,500/- (Rupees Eighty-Four Lakhs Eighty-Two Thousand Five Hundred Only) decided by SEBI, a settlement Order dated June 11, 2024 was issued by SEBI.
- c) Other than the above, there is no other 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.

**4. Any pending material civil or criminal litigation incidental to the business of the Mutual Fund to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel are a party should also be disclosed separately.**

- 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) A Writ Petition is pending before the Hon'ble Kolkata High Court for direction to prohibit the 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 18 consumer cases (including appeals) filed by various parties against the Fund in respect of various schemes of the Fund, which are pending.
- d) In spite of the Fund being a tax-exempt entity u/s 10(23 D) of the Income Tax Act, 1962, claims have been received from tax authorities on some of its investments in PTCs. The Fund has denied the said claims and taken necessary steps for defending the claims as legally advised. In respect of the cases mentioned above, the Fund / Investment Manager will abide by the final decision of the courts.
- e) 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 9720 branches and ORIX Corporation Europe 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.”

**5. Any deficiency in the systems and operations of the Sponsor(s) and/ or the AMC and/ or the Board of Trustees/Trustee Company which SEBI has specifically advised to be disclosed in the SID, or which has been notified by any other regulatory agency, shall be disclosed.**

**NIL**