



## NOTICE CUM ADDENDUM

### Merger of Tata Corporate Bond Fund (Main Portfolio) with Tata Short Term Bond Fund

Notice cum Addendum is hereby given that the Trustees of Tata Mutual Fund have approved the merger of Tata Corporate Bond Fund (Main Portfolio), an open ended debt scheme predominantly investing in AA+ and above rated corporate bonds (hereinafter referred to as 'Transferor Scheme') with Tata Short Term Bond Fund an open ended short term debt scheme investing in instruments such that the Macaulay duration of portfolio is between 1 year & 3 years (hereinafter referred to as 'Surviving Scheme'). The record date for the merger is December 14, 2019.

It may be noted that, the aforesaid merger does not entail any change in the fundamental attribute of the Surviving Scheme i.e. Tata Short Term Bond Fund. Hence, no new scheme will emerge post-merger. Accordingly, the terms and conditions of the Scheme Information Document of the Surviving Scheme will remain unchanged.

The sale of units of the Tata Corporate Bond Fund (Transferor Scheme) (including switch-in & registration of systematic investment options) will stand suspended with effect from November 11, 2019.

A written communication is being sent to all Unitholders of the concerned scheme informing the details about the merger including, basis of allocation of units in Tata Short Term Bond Fund, tax implication & financial information of the scheme.

Consequently, from the record date the Tata Corporate Bond Fund (Main Portfolio) will cease to exist and the unitholders of Tata Corporate Bond Fund (Main Portfolio) will become unitholders of Tata Short Term Bond Fund.

Investors in Daily & Weekly Dividend Option of Tata Corporate Bond Fund(Main portfolio) - (Regular Plan & Direct Plan) would be allotted units, without any entry load, in the Periodic Dividend Option of Tata Short Term Bond Fund - (Regular Plan & Direct Plan), investors in Monthly Dividend Option of Tata Corporate Bond Fund(Main portfolio)-(Regular Plan & Direct Plan) would be allotted units in Monthly Dividend Option of Tata Short Term Bond Fund and investors in Growth Option of Tata Corporate Bond Fund(Main portfolio) - (Regular & Direct Plan) would be allotted units without any entry load, in the Growth option of the Tata Short Term Bond Fund (Regular Plan & Direct Plan) in lieu of their holding at closing Net Asset Value (NAV) of record date. For e.g. Investors of Daily & Weekly Dividend Option in the respective Plans of Tata Corporate Bond Fund (Main portfolio) will get units of Periodic Dividend Option of Tata Short Term Bond Fund and Investors of Growth Option in the respective Plans of Tata Corporate Bond Fund (Main portfolio) will get units of Growth Option of respective plans of Tata Short Term Bond Fund.

In terms of prevailing regulatory requirements, unitholders in Tata Corporate Bond Fund (Main Portfolio) are given an option to exit at the prevailing Net Asset Value without any exit load, in case they are not in favour of the merger. The period of this exit offer is from November 13, 2019 to December 13, 2019. If no request for Redemption/Switch is received by Tata Asset Management Ltd. on or before December 13, 2019 (upto 3.00pm) the units in Tata Corporate Bond Fund (Main Portfolio) will automatically be merged to Tata Short Term Bond Fund & a fresh Account Statement will be issued to the unitholders to that effect.

Unitholders who do not exercise the exit option during the exit period would be deemed to have consented to the proposed merger & will be allotted units without any entry load in the respective plan of Tata Short Term Bond Fund. Unitholders who opt to continue in the surviving scheme (i.e. Tata Short Term Bond Fund) shall be subject to load structure of surviving scheme prevailing on the record date of merger.

The existing Systematic Investment Plan (SIP)/Systematic Transfer Plan (STP)\*/ Systematic Withdrawal Plan (SWP) in the merged scheme i.e. Tata Corporate Bond Fund (Main Portfolio) will continue to be processed in/from the surviving scheme i.e. Tata Short Term Bond Fund only if unitholders are KYC compliant. In case of non-KYC compliant investors, the SIP will be discontinued.

\*Investors who have opted for Systematic Transfer Plan (STP) from Tata Corporate Bond Fund (Main Portfolio) to Tata Short Term Bond Fund or vice versa the same will stand cancelled from the date of merger of the scheme.

Investors who have opted for Systematic Withdrawal Plan (SWP) from Tata Corporate Bond Fund (Main Portfolio) will continue in the surviving scheme i.e. Tata Short Term Bond Fund.

The unitholders who have pledged or encumbered their units will not have the option to exit unless they procure an effective release of their pledges/encumbrances prior to the redemption/switch-out requests.

In case a lien is marked on the units held in Tata Corporate Bond Fund (Main Portfolio), the fresh units allotted in Tata Short Term Bond Fund will also be automatically subject to lien. In case of lien of units in demat mode, investors are requested to ensure revocation of lien before the record date to enable credit of proportionate units of the surviving scheme.

The requirement of minimum application for fresh & additional purchase of units will not be applicable for Tata Short Term Bond Fund for the units allotted to the unitholders of Tata Corporate Bond Fund (Main Portfolio) on account of merger.

The portfolio of Tata Corporate Bond Fund (Main Portfolio) as on the date of merger will be merged with the portfolio of Tata Short Term Bond Fund.

Unitholders who are holding the units in the demat mode shall note that the units of the respective options of the merged scheme (i.e. Tata Corporate Bond Fund-Main Portfolio) will be extinguished from their demat account and proportionate units in respective option of the surviving scheme (i.e. Tata Short Term Bond Fund) will be credited to their demat account after the record date.

This exit offer is not available to the unitholders of Tata Short Term Bond Fund, since there is no change in fundamental attribute of Tata Short Term Bond Fund & the interests of unitholder of Tata Short Term Bond Fund are not adversely affected.

Load free exit period is available only for investors holding units as on November 11, 2019 as per Registrars records.

**Cut off timing for NAV applicability for redemption & switch out:** In respect of valid redemption/switch out application accepted at a designated collection centre upto 3 p.m. on a business day by the Mutual Fund, the closing NAV of such day will be applicable.

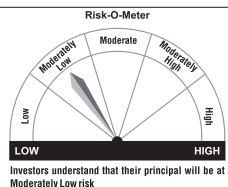
In respect of valid redemption/switch out application accepted at a designated collection centre after 3 pm on a business day, the NAV of next business day will be applicable.

Unitholders are requested to read the detailed features of Tata Short Term Bond Fund in the Scheme Information Document (SID) which is available on the website [www.tatamutualfund.com](http://www.tatamutualfund.com) & at the Investor Service Centre in order to take a well-informed decision.

#### **Tata Short Term Bond Fund is suitable for investors who are seeking\*:**

- Regular Fixed Income for Short Term.
- Investment in Debt / Money Market Instruments / Government Securities.

**\*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.**



#### **Notes:**

- The above revisions will be implemented prospectively and shall remain in force till further notice.
- This notice cum addendum will form an integral part of the respective Scheme Information Document (SID)/Key Information Memorandum (KIM).
- All other terms & conditions of the SID/KIM read with other addendums if any remain unchanged.

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