



Zerodha Fund House

No 51, 2nd Floor, Le Parc Richmond, Richmond Road,
Shantala Nagar Bangalore, 560025 India

Scheme Information Document

Zerodha Nifty LargeMidcap 250 Index Fund

(An open-ended scheme replicating/ tracking Nifty LargeMidcap 250 Index)

This product is suitable for investors who are seeking*:	Risk-o-meter of the scheme	Risk-o-meter of the Benchmark (Nifty LargeMidcap 250 Index - TRI)
Long term capital growth		
Investment in equity and equity related securities covered by Nifty LargeMidcap 250 Index		
	Investors should understand that their principal will be at Very High Risk	

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

The product labelling assigned during the New Fund Offer (NFO) is based on internal assessment of the scheme characteristics or model portfolio and the same may vary post NFO when actual investments are made.

(Offer for face value of ₹ 10/- per unit during New Fund Offer and at continuous offer for units at NAV based prices)

New Fund Offer opens on	October 20, 2023
New Fund Offer closes on	November 03, 2023
Scheme reopens on	Scheme will reopen for continuous Sale and Repurchase within 5 Business Days from the date of allotment of units under NFO

Name of Sponsor	Zerodha Broking Limited
Name of Mutual Fund	Zerodha Mutual Fund
Name of Asset Management Company	Zerodha Asset Management Private Limited
Name of Trustee Company	Zerodha Trustee Private Limited
Address	Indiqube Penta, New No. 51 (Old No. 14), Richmond Road, Bangalore - 560 025
Website	www.zerodhafundhouse.com



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The particulars of the scheme have been prepared in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 (hereinafter 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 (SID).

The SID sets forth concisely the information about the scheme that a prospective investor ought to know before investing. Before investing, investors should also ascertain about any further changes to this SID after the date of this Document from the Mutual Fund or its Website.

The investors are advised to refer to the Statement of Additional Information (SAI) for details of Zerodha Mutual Fund, Tax and Legal issues and general information on www.zerodhafundhouse.com.

SAI is incorporated by reference (is legally a part of the Scheme Information Document). For a free copy of the SAI, please visit our website or send email to support@zerodhafundhouse.com.

The SID should be read in conjunction with the SAI and not in isolation.

The Scheme Information Document is dated October 12, 2023.



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HIGHLIGHTS/ SUMMARY OF THE SCHEME

Name of the Scheme	Zerodha Nifty LargeMidcap 250 Index Fund
Type of Scheme	An open-ended scheme replicating/ tracking Nifty LargeMidcap 250 Index
Scheme Code	ZERO/O/O/EIN/23/09/0001
Category of Scheme	Other Schemes - Index Funds
Investment Objective	<p>The investment objective of the scheme is to invest in stocks comprising the Nifty LargeMidcap 250 Index in the same proportion as in the index to achieve returns equivalent to the Total Return Index of Nifty LargeMidcap 250 Index (subject to tracking error).</p> <p>There can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</p>
Liquidity	<p>On an ongoing basis, the subscription and redemption shall be at NAV based prices on all Business Days. The Fund shall despatch proceeds of redemption within 03 working days of receiving the valid redemption request.</p> <p>As per SEBI (Mutual Funds) Regulations, the Mutual Fund shall dispatch redemption proceeds within 03 Business Days from the date of redemption. A penal interest of 15% p.a. or such other rate as may be prescribed by SEBI from time to time, will be paid by the AMC in case the redemption proceeds are not dispatched within 03 Business Days from the date of redemption.</p>
Benchmark Index	Nifty LargeMidcap 250 Index TRI
Transparency/ NAV Disclosure	<p>The NAV will be calculated by the AMC for each Business Day. The first NAV shall be calculated and declared within 05 business days from the date of allotment. As mandated by SEBI, the NAV shall be disclosed in the following manner:</p> <p>(i) Displayed on the website of Mutual Fund (www.zerodhafundhouse.com)</p>



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	<p>(ii) Displayed on the website of Association of Mutual Funds in India (AMFI) (www.amfiindia.com)</p> <p>(iii) Any other manner as may be mandated by SEBI from time to time.</p> <p>Mutual Fund/ AMC will provide facility of sending latest NAVs to unitholders through SMS, upon receiving specific requests. AMC shall update NAV on the website of the Fund and Association of Mutual Funds in India (AMFI) by 11.00 p.m. every Business Day. In case of any delay in uploading on AMFI website, the reason for such delay will be explained to SEBI and AMFI in writing. If the NAVs are not available before commencement of business hours on the following day due to any reason, Mutual Fund shall issue a press release providing reasons and explaining when the Mutual Fund would be able to publish the NAVs. The Mutual Fund / AMC will disclose the portfolio (along with ISIN and other prescribed details) of the Scheme in the prescribed format, as on the last day of the month and half-year i.e. March 31 and September 30, on its website viz. www.zerodhafundhouse.com and on the website of Association of Mutual Funds in India (AMFI) viz. www.amfiindia.com within 10 days from the close of each month and half-year respectively.</p> <p>The Mutual Fund/AMC will send via email both the monthly and half-yearly statement of scheme portfolio within 10 days from the close of each month and half-year respectively. Mutual Fund / AMC will publish an advertisement every half-year in an all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the half-yearly statement of the Scheme portfolio on its website and on the AMFI. Mutual Fund / AMC will provide a physical copy of the statement of its Scheme portfolio, without charging any cost, on specific request received from unitholders.</p> <p>The AMC will make available the Annual Report of the Scheme within four months of the end of the financial year.</p>
Face Value	The face value of each unit will be ₹10 per unit.
Loads	Entry Load: Not Applicable



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	<p>Pursuant to SEBI circular no. SEBI/IMD/ CIR No.4/ 168230/09 dated June 30, 2009, no entry load will be charged by the Scheme from the investor.</p> <p>Exit Load: Nil</p> <p>The Trustee reserves the right to change/ modify the Load structure of the Scheme, subject to maximum limits as prescribed under the Regulations.</p> <p>For further details on load structure refer to the section 'Load Structure' on page no. 95-96.</p>
Minimum Application Amount	<p>New Purchase: ₹ 100 and in multiples of ₹ 1 thereafter.</p> <p>Additional Purchase: ₹ 100 and in multiples of ₹ 1 thereafter.</p>
Option/ Plan	<p>The Scheme offers only Direct Plan.</p> <p>The Direct Plan offers only Growth Option.</p> <p>The Trustees/ AMC reserves the right to introduce further Plan/ Options as and when deemed fit, subject to the SEBI (MF) Regulations.</p>
Transaction Charges	<p>SEBI vide its circular no. Cir/IMD/DF/13/2011 dated 22 August 2011 has allowed mutual funds to levy a transaction charge on subscriptions of Rs.10,000/- and above, which shall be deducted by the AMC from subscription amount and paid to the distributors.</p> <p>As the Scheme is offering only Direct Plan no transaction charges will be levied or deducted.</p>
Application Supported by Blocked Amount (ASBA)	<p>Investors may apply through the ASBA process during the NFO period of the Scheme by filling in the ASBA form and submitting the same to their respective banks, which in turn will block the amount in the account as per the authority contained in ASBA form and undertake other tasks as per the procedure specified therein.</p>



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	<p>For complete details on ASBA process refer Statement of Additional Information (SAI) made available on our website www.zerodhafundhouse.com.</p>
<p>Mandatory Quoting of Bank Mandate by Investors</p>	<p>As per the directives issued by SEBI, it is mandatory for applicants to mention their bank account numbers in their applications otherwise the applications are liable to be rejected.</p>
<p>Dematerialization of Units</p>	<p>The Unit holders would have an option to hold the Units in demat form or account statement (non-demat) form. The Applicant intending to hold Units in demat form will be required to have a beneficiary account with a Depository Participant (DP) of the NSDL/ CDSL and will be required to mention in the application form DP's Name, DP ID No. and Beneficiary Account No. with the DP at the time of purchasing Units.</p> <p>In case unitholders do not provide their Demat Account details, an Account Statement shall be sent to them. Such unitholders will not be able to purchase/redeem the units on the stock exchange.</p> <p>Units held in Demat Form are freely transferable. Further, Units in SOA (Statement of Accounts) Form will not be freely transferable as Zerodha Mutual Fund does not issue physical certificate of Units.</p>

IMPORTANT

Before investing, investors are requested to also ascertain about any further changes pertaining to scheme such as features, load structure etc. made to this Scheme Information Document by issue of addenda/notice after the date of this Document from the AMC/ Mutual Fund/ Website, etc.



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I. INTRODUCTION

A. RISK FACTORS

Standard Risk Factors

- Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.
- 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 depending on the various factors and forces affecting the capital markets and money markets.
- Past performance of the Sponsors and their affiliates / AMC / Mutual Fund does not guarantee future performance of the Scheme of the Mutual Fund.
- The name of the Scheme does not in any manner indicate either the quality of the Scheme or its future prospects and returns.
- The Sponsors are not responsible or liable for any loss resulting from the operation of the Scheme beyond the initial contribution of ₹ 1 lakh each made by them towards setting up the Fund.
- The present Scheme is not a guaranteed or assured return Scheme.

Scheme Specific Risk Factors

The Scheme is subject to the specific risks that may adversely affect the Scheme's NAV, return and / or ability to meet its investment objective. The specific risk factors related to the Scheme include, but are not limited to the following:

Tracking Error & Tracking Difference Risk

The Fund Manager would not be able to invest the entire corpus exactly in the same proportion as in the underlying index due to certain factors such as the fees and expenses of the Scheme, corporate actions, cash balance, changes to the underlying index, regulatory restrictions and lack of liquidity which may result in Tracking Error. Hence it may affect Scheme's ability to achieve close correlation with the underlying index of the Scheme. The Scheme's returns may therefore deviate from its underlying index. The Fund Manager would monitor the Tracking Error of the Scheme on an ongoing basis and would seek to minimize the Tracking Error to the maximum extent possible.

Tracking errors are inherent in any index fund and such errors may cause the scheme to generate returns which are not in line with the performance of the Nifty LargeMidcap 250 Index or one or more securities covered by / included in the Nifty LargeMidcap 250 Index and may arise from a variety of factors including but not limited to:



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1. Any delay in the purchase or sale of securities due to illiquidity in the market, settlement and realisation of sales proceeds, delay in credit of securities or in receipt and consequent reinvestment of dividend, etc.
2. The index reflects the prices of securities at a point in time, which is the price at close of business day on the stock exchange. The scheme, however, may trade the securities at different points in time during the trading session and therefore the prices at which the scheme trades may not be identical to the closing price of each scrip on that day on the respective stock exchange. In addition, the scheme may opt to trade the same securities on different exchanges due to price or liquidity factors, which may also result in traded prices being at variance from the closing price considered in the Index.
3. The potential of trades to fail may result in the scheme not having acquired the security at the price necessary to mirror the index.
4. Transaction and other expenses, such as but not limited to brokerage, custody, trustee and investment management fees.
5. Being an open-ended passive scheme, the scheme may hold appropriate levels of cash or cash equivalents to meet ongoing redemptions.
6. The scheme may not be able to acquire or sell the desired number of securities due to conditions prevailing in the securities market, such as, but not restricted to circuit filters in the securities, liquidity and volatility in security prices. The tracking error of the scheme based on past one year rolling data shall not exceed 2%. In case of unavoidable circumstances in the nature of force majeure, which are beyond the control of the AMCs/ Mutual Fund, the tracking error may exceed 2% and the same shall be brought to the notice of Trustees with corrective actions taken by the AMC, if any. The Scheme will disclose the tracking error based on past one year rolling data, on a daily basis, on the website of AMC and AMFI. In case the Scheme has been in existence for a period of less than one year, the annualized standard deviation shall be calculated based on available data.

Risks associated with Equity and Equity Related Instruments:

Equity and equity related instruments by nature are volatile and prone to price fluctuations on a daily basis due to macro and micro economic factors. The value of Equity and Equity Related Instruments may fluctuate due to factors affecting the securities markets such as price volatility, volumes traded, interest rates, currency exchange rates, changes in law/policies of the Government, taxation laws, political, economic or other developments, which may have an adverse impact on individual securities, a specific sector or all sectors. Consequently, the NAV of the Units issued under the Scheme may be adversely affected.

Equity and Equity Related instruments listed on the stock exchange carry lower liquidity risk; however the Scheme's ability to sell these investments is limited by the overall



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trading volume on the stock exchanges. In certain cases, settlement periods may be extended significantly by unforeseen circumstances. The inability of the Scheme to make intended securities purchases due to settlement problems could cause the Scheme to miss certain investment opportunities. Similarly, the inability to sell securities held in the Scheme's portfolio may result, at times, in potential losses to the Scheme, if there is a subsequent decline in the value of securities held in the Scheme's portfolio.

Investments in equity and equity related instruments involve a degree of risk and investors should not invest in the Scheme unless they can afford to take the risk of losing their investment.

Risks associated with Debt and Money Market Instruments or Fixed Income Securities

Debt and Money Market Instruments or Fixed Income Securities are subject to the risk of an issuer's inability to meet interest and principal payments on its obligations and market perception of the creditworthiness of the issuer.

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.

Interest Rate Risk: Fixed income securities such as government bonds, corporate bonds and Money Market Instruments 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.

Liquidity Risk: The Indian debt market is such that a large percentage of the total traded volumes on particular days might be concentrated in a few securities. Traded volumes for particular securities differ significantly on a daily basis. Consequently, the scheme might have to incur a significant "impact cost" while transacting large volumes in a particular security.

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.



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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. During the tenure 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.

Risk of Rating Migration: It may be noted that the price of a rated security would be impacted with the change in rating and hence, there is risk associated with such migration.

Counterparty and Settlement Risk: Corporate Bond Repo will be settled between two counterparties in the OTC segment unlike in the case of TREPS transactions where CCIL stands as central counterparty on all transactions (no settlement risk). Settlement risk in reverse repo will be mitigated by requiring the counterparty (entity borrowing funds from the Mutual Fund) to deliver the defined collateral in the account of the MF before the cash is lent to the counterparty. Further, the Mutual Fund will also have a limited universe of counterparties comprising of Scheduled Commercial Banks, Primary Dealers, Mutual Funds and National Financial Institutions.

Legislative 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.

Risk of Rating Migration: It may be noted that the price of a rated security would be impacted with the change in rating and hence, there is risk associated with such migration

Risk factors associated with processing of transactions through Stock Exchange Mechanism

The trading mechanism introduced by the Stock Exchange(s) is configured to accept and process transactions for mutual fund Units in both Physical and Demat Form. The allotment and/or redemption of Units through NSE and/or BSE or any other authorized Stock Exchange(s), on any Business Day will depend upon the modalities of processing viz. collection of application form, order processing /settlement, etc. upon which the Fund has no control. Moreover, transactions conducted through the Stock Exchange mechanism shall be governed by the operating guidelines and directives issued by respective recognized Stock Exchange(s). Accordingly, there could be negative impacts to the investors such as delay or failure in allotment / redemption of units. The Fund and the AMC are not responsible for the negative impacts.



Risk associated with Securities Lending

Securities Lending is a lending of securities through an approved intermediary to a borrower under an agreement for a specified period with the condition that the borrower will return equivalent securities of the same type or class at the end of the specified period along with the corporate benefits accruing on the securities borrowed. There are risks inherent in securities lending, including the risk of failure of the other party, in this case the approved intermediary to comply with the terms of the agreement. Such failure can result in a possible loss of rights to the collateral, the inability of the approved intermediary to return the securities deposited by the lender and the possible loss of corporate benefits accruing thereon.

The AMC shall adhere to the following limits should it engage in Stock Lending:

1. Not more than 20% of the net assets of a Scheme can generally be deployed in Stock Lending.
2. Not more than 5% of the net assets of a Scheme can generally be deployed in Stock Lending to any single approved intermediary / counterparty.

Risk associated with Derivatives

Derivative products are leveraged instruments and can provide disproportionate gains as well as disproportionate losses to the investor. Execution of such strategies depends upon the ability of the Fund Manager to identify such opportunities. Identification and execution of the strategies to be pursued by the fund manager involve uncertainty and decision of fund manager may not always be profitable. No assurance can be given that the fund manager 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.

Trading in derivatives has the following risks:

1. An exposure to derivatives in excess of the hedging requirements can lead to losses.
2. An exposure to derivatives, when used for hedging purpose, can also limit the profits from a genuine investment transaction.
3. Derivatives carry the risk of adverse changes in the market price.
4. Illiquidity Risk i.e., risk that a derivative trade may not be executed or reversed quickly enough at a fair price, due to lack of liquidity in the market.

The Fund may use derivatives instruments like equity futures & options, or other derivative instruments as permitted under the Regulations and Guidelines. Usage of derivatives will



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expose the Scheme to liquidity risk, open position risk, and opportunities risk etc. Such risks include the risk of mispricing or improper valuation and the inability of derivatives to correlate perfectly with underlying assets, rates and indices. In case of the derivative strategies, it may not be possible to square off the cash position against the corresponding derivative position at the exact closing price available in the Value Weighted Average Period. Debt derivatives instruments like interest rate swaps, forward rate agreements or other derivative instruments also involve certain risks.

Risks associated with segregated portfolio:

The unit holders may note that no redemption and subscription shall be allowed in the segregated portfolio. However, in order to facilitate exit to unit holders in the segregated portfolio, the AMC shall enable listing of units of segregated portfolio on the recognized stock exchange.

The risks associated in regard to the segregated portfolio are as follows:

- The investors holding units of the segregated portfolio may not be able to liquidate their holdings till the time of recovery of money from the issuer.
- The security comprising the segregated portfolio may not realize any value.
- Listing units of the segregated portfolio on a recognized stock exchange does not necessarily guarantee their liquidity. There may not be active trading of units of the segregated portfolio on the stock exchange.
- The trading price of units on the stock exchange may be significantly lower than the prevailing Net Asset Value (NAV) of the segregated portfolio.

RISK MITIGATION STRATEGIES:

The Scheme aims to track Nifty LargeMidcap 250 Index before expenses. The Index is tracked on a regular basis and changes to the constituents or their weights, if any, are replicated in the Underlying Portfolio with the purpose of minimising tracking errors. Investments in equity, debt and money market securities carry various risks such as but not limited to the ones mentioned above. Whilst such risks cannot be eliminated, they may be mitigated by diversification. In order to mitigate the various risks, the portfolio of the Scheme will be constructed in accordance with the investment restriction specified under the Regulations which would help in mitigating certain risks relating to investments in the securities market.

Further, the AMC has necessary framework in place for risk mitigation at an enterprise level, and scheme level in accordance with the Risk Management Framework prescribed by the SEBI. The Risk Management division of the AMC is an independent division within the organization. Internal risk thresholds are defined and judiciously monitored. Risk



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indicators on various parameters are computed and are monitored on a regular basis. The Risk Management Committee of the Board enables a dedicated focus on risk factors and the relevant risk mitigants from time to time.

B. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME

The Scheme shall have a minimum of twenty (20) investors and no single investor shall account for more than 25% of the corpus of the Scheme. However, if such limit is breached during the NFO of the Scheme, the Fund will endeavour to ensure that within a period of three months or the end of the succeeding calendar quarter from the close of the NFO of the Scheme, whichever is earlier, the Scheme complies with these two conditions. In case the Scheme does not have a minimum of 20 investors in the stipulated period, the provisions of Regulation 39(2)(c) of the SEBI (MF) Regulations would become applicable automatically without any reference from SEBI and accordingly the Scheme shall be wound up and the units would be redeemed at the applicable NAV. The two conditions mentioned above shall be complied within each calendar quarter, on an average basis, as specified by SEBI. If there is a breach of the 25% limit by any investor over the quarter, a rebalancing period of one month would be allowed and thereafter the investor who is in breach of the rule shall be given 15 days' notice to redeem his exposure over the 25% limit. Failure on the part of the said investor to redeem his exposure over the 25% limit within the aforesaid 15 days would lead to automatic redemption by the Mutual Fund on the applicable Net Asset Value on the 15th day of the notice period. The Fund shall adhere to the requirements prescribed by SEBI from time to time in this regard.

C. SPECIAL CONSIDERATIONS

- The Sponsor is not responsible for any loss resulting from the operation of the Scheme beyond the initial contribution of an amount of ₹1,00,000 (Rupees One Lakh) collectively made by them towards setting up the Mutual Fund or such other accretions and additions to the initial corpus set up by the Sponsor.
- The AMC, Trustee or the Mutual Fund have not authorized any person to issue any advertisement or to give any information or to make any representations, either oral or written, other than that contained in this Scheme Information Document or the Statement of Additional Information or as provided by the AMC in connection with this offering. Prospective Investors are advised not to rely upon any information or representation not incorporated in the Scheme Information Document or Statement of Additional Information or as provided by the AMC as having been authorized by the Mutual Fund, the AMC or the Trustee.
- Prospective Investors should study this Scheme Information Document and the Statement of Additional Information carefully in its entirety and should not



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construe the contents as advice relating to legal, taxation, investment or any other matters Investors are advised to 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 /hold Units.

- The Trustee, AMC, Mutual Fund, their directors or their employees shall not be liable for any of the tax consequences that may arise, in the event that the Scheme is wound up for the reasons and in the manner provided in the Statement of Additional Information.
- The tax benefits described in this Scheme Information Document and Statement of Additional Information 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 as on the date of this Scheme Information Document and the Unit holders 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 Unit holder is advised to consult his / her own professional tax advisor.
- In case the AMC or its Sponsor or its Shareholders or their affiliates/associates or group companies make substantial investment, either directly or indirectly in the Scheme. Redemption of Units by these entities may have an adverse impact on the performance of the Scheme. This may also affect the ability of the other Unit holders to redeem their units.
- Neither this Scheme Information Document nor the Units have been registered in any jurisdiction outside India. The Investors may take note that the Scheme may in future be registered/ recognized in any other applicable jurisdiction, by the AMC as and when it desires. The distribution of this Scheme Information Document in certain jurisdictions may be restricted or totally prohibited due to registration requirements and accordingly, persons who come into possession of this Scheme Information Document are required to inform themselves about and to observe any such restrictions and or legal compliance requirements with respect to their eligibility for investment in the Units of the Scheme. Any person receiving a copy of this SID, SAI or any accompanying application form in such jurisdiction should not treat this SID, SAI or such application form as constituting an invitation to them to subscribe for Units. Such persons should in no event use any such application form unless in the relevant jurisdiction such an invitation to subscribe could lawfully be



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made to them and such application form could lawfully be used without complying with any registration or other legal requirements by the AMC/Mutual Fund/Trustee.

- Any dispute arising out of the Scheme shall be subject to the non-exclusive jurisdiction of the Courts in India. Statements in this Scheme Information Document are, except where otherwise stated, based on the law, practice currently in force in India, and are subject to changes therein.
- The Mutual Fund may disclose details of the investor's account and transactions thereunder to any Regulatory / Statutory entities as per the provisions of law.
- The AMC and/ or its Registrars & Transfer Agent (RTA) reserve the right to disclose/share Unit holder's details of folio(s) and transaction details thereunder with the following third parties of fulfilling its obligations under PMLA and rules/guidelines issued thereunder without obtaining prior approval of the Unitholder/any other person. In this connection the Trustee / AMC reserves the right to reject any such application at its discretion.
- In terms of the Prevention of Money Laundering Act, 2002, the Rules issued thereunder and the guidelines/ circulars issued by SEBI regarding the Anti Money Laundering (AML Laws), all intermediaries, including Mutual Funds, have to formulate and implement a client identification programme, verify and maintain the record of identify and address(es) of investors. If after due diligence, the AMC believes that any transaction is suspicious in nature as regards money laundering, failure to provide required documentation, information, etc. the AMC shall have absolute discretion to report such suspicious transactions to FIU-IND and / or to freeze the folio(s) of the investor(s), reject any application(s) / allotment of units and effect mandatory redemption of unit holdings of the investor(s) at the applicable NAV.
- Mutual funds and securities investments are subject to market risks and there can be no assurance or guarantee that the Scheme objectives will be achieved and the investment decisions made by the AMC may not always be profitable. Investors should study this Scheme Information Document and the Statement of Additional Information carefully in its entirety before investing.
- Levy of Stamp Duty on applicable mutual fund transactions

Investors are requested to note that, pursuant to Part I of Chapter IV of the Notification dated February 21, 2019, issued by the Legislative Department, Ministry of Law and Justice, Government of India, on the Finance Act, 2019, read with subsequent notifications including Notification dated March 30, 2020 issued



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by Department of Revenue, Ministry of Finance, Government of India, a stamp duty at the rate of 0.005% of the transaction value would be levied on applicable mutual fund investment transactions such as purchases (including switch-in, Reinvestment of IDCW option with effect from July 1, 2020). Accordingly, pursuant to levy of stamp duty, the number of units allotted on purchases, switch-ins, Systematic Investment Plan (SIP) instalments, Systematic Transfer Plan (STP) instalments, Reinvestment of IDCW option etc. to the unit holders would be reduced to that extent. The stamp duty will be deducted from the net investment amount i.e. gross investment amount less any other deduction like transaction charge. Units will be created only for the balance amount i.e. Net Investment Amount as reduced by the stamp duty. The stamp duty will be computed at the rate of 0.005% on an inclusive method basis.

For instance: If the transaction amount is ₹ 1,00,100/- and the transaction charge is ₹ 100, the stamp duty will be calculated as follows: $[(\text{Transaction Amount} - \text{Transaction Charge})/100.005 * 0.005] = ₹ 5$. If the applicable Net Asset Value (NAV) is ₹ 10 per unit, then units allotted will be calculated as follows:

$(\text{Transaction Amount} - \text{Transaction Charge} - \text{Stamp Duty}) / \text{Applicable NAV} = 9,999.50 \text{ units}$

- Anti-Money Laundering and Know your Customer (KYC)

Pursuant to the provisions of Prevention of Money Laundering Act, 2002, if after due diligence, the AMC believes that any transaction is suspicious in nature as regards money laundering, on failure to provide required documentation, information, etc. by the unitholder the AMC shall have absolute discretion to report such suspicious transaction to FIU-IND (Financial Intelligence Unit – India) and/ or freeze the folios of the investor(s), reject any application(s)/ redemption(s)/ allotment of units.

- In terms of Prevention of Money Laundering Act, 2002 (PMLA) the rules issued thereunder and the guidelines/ circulars issued by SEBI all the intermediaries including mutual funds are required to formulate and implement a client identification programme and to verify and maintain the record of identity and addresses of investors.
- As per AMFI guidelines with effect from January 01, 2011 KYC formalities under the PMLA and related guidelines issued by SEBI must be completed by all the investors (including power of attorney and guardian in case of minor for individuals investors intending to invest any amount in the units of the mutual fund). This one time verification is valid for transactions across all mutual funds.



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SEBI vide circular no. MIRSD/SE/Cir-21/2011 dated October 05, 2011 had mandated (a) Standard KYC form with uniform KYC guidelines and supporting documents to be used by SEBI registered intermediaries; and (b) Centralized KYC registration through KYC Registration Agencies (KRAs) registered with SEBI, w.e.f. January 1, 2012, to bring about a uniform KYC process in the securities market, based on SEBI prescribed norms and the KYC details are shared with all SEBI registered intermediaries by the KRAs.

Subsequently, SEBI, vide its circular no. MIRSD/Cir-5/2012 dated April 13, 2012 advised various intermediaries to upload KYC data of its existing customers into the KRA system. While uploading KYC data into the KRA system, intermediaries were also required to highlight such 'Missing/Not Available' KYC information of a customer, which was either not required or not taken previously, but was mandatory as per uniform KYC guidelines issued by SEBI.

In accordance with AMFI best practices guidelines circular no. 62/2015-16 dated September 18, 2015, it is mandatory for all new/existing investors to provide additional KYC information such as Income details, Occupation, association with politically exposed person, net worth etc. as mentioned in the application form. Subscription requests, without providing these details, are liable to be rejected. No subscriptions (whether fresh or additional) and switches pertaining to 'KYC onhold' cases are accepted, unless the investor / unitholder also submits relevant KYC missing / updated information, which is appropriately updated on the KRA - KYC.

Further, it is mandatory for existing customers to complete the In-Person Verification process (including video KYC) and provide the missing KYC information failing which their applications / transaction requests for additional subscription (including switches) are liable to be rejected.

- Disclaimer of indices

The Product(s) are not sponsored, endorsed, sold or promoted by NSE INDICES LIMITED (India Index Services & Products Limited ("IISL")). NSE INDICES LIMITED does not make any representation or warranty, express or implied, to the owners of the Product(s) particularly or the ability of the Nifty LargeMidcap 250 Index to track general stock market performance in India. The relationship of NSE INDICES LIMITED to the Issuer is only in respect of the licensing of the Indices certain trademarks and trade names associated with such Indices which is determined, composed and calculated by NSE INDICES LIMITED without regard to the Issuer or the Product(s). NSE INDICES LIMITED does not have any obligation to take the needs of the Issuer or the owners of the Product(s) into consideration in



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An investor, by subscribing or purchasing an interest in the Product(s), will be regarded as having acknowledged, understood and accepted the disclaimer referred to in Clause above and will be bound by it.

D. DEFINITIONS

In the SID, the following words and expressions shall have the meaning specified herein, unless the context otherwise requires:

AMC or Asset Management Company or Investment Manager	Zerodha Asset Management Private Limited, incorporated under the provisions of the Companies Act, 2013 and approved by SEBI to act as the Asset Management Company for the schemes of Zerodha Mutual Fund.
Applicable NAV	The NAV applicable for purchase or redemption or switching of Units based on the time of the Business Day on which the application is accepted, subject to the provisions of 'realisation of funds' and 'cut-off timings' as described in this SID.



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Beneficial Owner	Beneficial owner as defined in the Depositories Act, 1996 (22 of 1996) means a person whose name is recorded as such with a depository.
Business Day	A day other than: (i) Saturday and Sunday; (ii) A day on which the banks in Mumbai and / or RBI are closed for business /clearing; (iii) A day on which the National Stock Exchange of India Limited and/ or the Stock Exchange, Mumbai are closed; (iv) A day which is a public and /or bank holiday; (v) A day on which Sale / Redemption / Switching of Units is suspended by the AMC; (vi) A day on which normal business cannot be transacted due to storms, floods, strikes or such other events as the AMC may specify from time to time. The Trustee/ AMC reserves the right to declare any day as a Business Day or otherwise.
Business Hours	Presently 9.30 a.m. to 5.30 p.m. on any Business Day or such other time as may be applicable from time to time.
Clearing Member or CM	Clearing Members are members of the Clearing Houses / Clearing Corporations who facilitate settlement of trades done on Stock Exchanges.
Consolidated Account Statement	<p>Consolidated Account Statement is a statement containing details relating to all the transactions across all mutual funds viz. purchase, redemption, switch, dividend payout, dividend reinvestment, systematic investment plan, systematic withdrawal plan, systematic transfer plan and bonus transactions, etc. (including transaction charges paid to the distributor) and holding at the end of the month.</p> <p>Securities Consolidated Account Statement ('SCAS') is a statement sent by the Depository that shall contain details relating to all the transaction(s) viz. purchase, redemption, switch, dividend payout, dividend reinvestment, systematic investment plan, systematic withdrawal advantage plan, systematic transfer plan, bonus transactions, etc. carried out by the Beneficial Owner(s) (including transaction charges paid to the distributor) across all schemes of all mutual funds and</p>



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	transactions in securities held in dematerialized form across demat accounts, during the month and holdings at the end of the month.
Credit Event	<p>Credit Event refers to issuer level downgrade in credit rating by a SEBI registered Credit Rating Agency (CRA), as under:</p> <ul style="list-style-type: none">a. Downgrade of a debt or money market instrument to 'below investment grade', orb. Subsequent downgrades of the said instruments from 'below investment grade', orc. Similar such downgrades of a loan rating; ord. Any other scenario as specified by SEBI from time to time. <p>Note: In case of difference in rating by multiple CRAs, the most conservative rating shall be considered.</p> <p>Credit Event shall also include actual default of either the interest or principal of unrated debt or money market instruments of an issuer that does not have any outstanding rated debt or money market instruments.</p>
Custodian	A person who has been granted a certificate of registration to carry on the business of custodian of securities under the Securities and Exchange Board of India (Custodian of Securities) Regulations 1996, which is Citibank, N.A. for this Scheme.
Depository	Depository as defined in the Depositories Act, 1996 (22 of 1996) and includes National Securities Depository Ltd (NSDL) and Central Depository Services Ltd (CDSL).
Depository Participant or DP	A person registered as 'Depository Participant' under subsection (1A) of section 12 of the Securities and Exchange Board of India Act, 1992.
Depository Records	Depository Records as defined in the Depositories Act, 1996 (22 of 1996) includes the records maintained in the form of books or stored in a computer or in such other form as may be determined by the said Act from time to time.
Derivative	Derivative includes (i) a security derived from a debt instrument, share, loan whether secured or unsecured, risk



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	instrument or contract for differences or any other form of security; (ii) a contract which derives its value from the prices, or index of prices, or underlying securities.
Dividend	Income distributed by the Mutual Fund on the Units.
Equity Related Instruments	Equity Related Instruments includes convertible debentures, convertible preference shares, warrants carrying the right to obtain equity shares, equity derivatives and such other instruments as may be specified by SEBI from time to time.
Exit Load or Redemption Load	Load on Redemption / Switch out of Units.
Floating Rate Debt Instruments	Debt instruments issued by Central and / or State Government, corporates or PSUs with interest rates that are reset periodically. The periodicity of the interest reset could be daily, monthly, quarterly, half-yearly, annually or any other periodicity that may be mutually agreed with the issuer and the Fund. The interest on the instruments could also be in the nature of fixed basis points over the benchmark gilt yields.
Foreign Portfolio Investor or FPI	FPI means a person who satisfies the eligibility criteria prescribed under Regulation 4 and has been registered under Chapter II of Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2019.
Gilts or Government Securities	Securities created and issued by the Central Government and/or a State Government (including Treasury Bills) or Government Securities as defined in the Government Securities Act, 2006, as amended or re-enacted from time to time.
Holiday	Holiday means the day(s) on which the banks (including the Reserve Bank of India) are closed for business or clearing in Mumbai or their functioning is affected due to a strike / bandh call made at any part of the country or due to any other reason.
Investment Management Agreement	The agreement dated January 09, 2023 entered into between Zerodha Trustee Private Limited and Zerodha Asset Management Private Limited, as amended from time to time.



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Load	In the case of Redemption / Switch-out of a Unit, the sum of money deducted from the Applicable NAV on the Redemption / Switch-out and in the case of Sale / Switch-in of a Unit, a sum of money to be paid by the prospective investor on the Sale / Switch-in of a Unit in addition to the Applicable NAV.
Main Portfolio (with respect to creation of a Segregated Portfolio, if any)	Scheme portfolio excluding the Segregated Portfolio, if any.
Money Market Instruments	Includes commercial papers, commercial bills, treasury bills, Government securities having an unexpired maturity upto one year, call or notice money, certificate of deposit, usance bills and any other like instruments as specified by the Reserve Bank of India from time to time.
Mutual Fund or the Fund	Zerodha Mutual Fund, a trust set up under the provisions of the Indian Trust Act, 1882.
NAV or Net Asset Value	Net Asset Value per Unit of the Scheme, calculated in the manner described in this Scheme Information Document or as may be prescribed by the SEBI (MF) Regulations from time to time.
New Fund Offer or NFO	Offer for purchase of Units of the Scheme during the New Fund Offer Period as described hereinafter.
NSE Indices	NSE Indices Limited, a subsidiary of the National Stock Exchange of India, provides a variety of indices and index related products and services to Indian capital markets.
Non-Resident Indian or NRI	A person resident outside India who is either a citizen of India or a person of Indian origin.
Official Points of Acceptance (OPA)	Places, as specified/ designated by AMC from time to time where application for subscription / redemption / switch will be accepted on an ongoing basis. Refer page no. 99 for details.
Overseas Citizen of Indian or OCI	A person registered as an overseas citizen of India by the Central Government under section 7A of 'The Citizenship Act, 1955'. The Central Government may register as an OCI a foreign national (except a person who is or had been a citizen of



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	<p>Pakistan or Bangladesh or such other person as may be specified by Central Government by notification in the Official Gazette), who was eligible to become a citizen of India on 26.01.1950 or was a citizen of India on or at any time after 26.01.1950 or belonged to a territory that became part of India after 15.08.1947 and his/her children and grandchildren (including Minor children), provided his/her country of citizenship allows dual citizenship in some form or other under the local laws.</p>
Person of Indian Origin	<p>A citizen of any country other than Bangladesh or Pakistan, if (a) he at any time held an Indian passport; or (b) he or either of his parents or any of his grandparents was a citizen of India by virtue of Constitution of India or the Citizenship Act, 1955 (57 of 1955); or (c) the person is a spouse of an Indian citizen or person referred to in sub-clause (a) or (b).</p>
Plans	<p>Plans shall include and mean existing and any prospective Plan(s) issued by the Scheme in accordance with SEBI (MF) Regulations.</p>
Rating	<p>Rating means an opinion regarding securities, expressed in the form of standard symbols or in any other standardised manner, assigned by a credit rating agency and used by the issuer of such securities, to comply with any requirement of the SEBI (Credit Rating Agencies) Regulations, 1999.</p>
RBI	<p>Reserve Bank of India, established under the Reserve Bank of India Act, 1934, (2 of 1934).</p>
Redemption	<p>Redemption of Units of the Scheme as permitted under the SID.</p>
Redemption/ Switch Trigger	<p>Under this facility, an Unit holder has the option to trigger a sale or switch of his unit holding in the Scheme either partly for a specified amount or specified units or fully under the following circumstances:</p> <ol style="list-style-type: none">(1) On his achieving a desired absolute rate of return on his entire investment in the Schemes as specified by the Unit holders as communicated to the Fund; or(2) On specified dates as communicated to the Fund The aforesaid facility may be offered / withdrawn in such Option(s) /



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	Plan(s) / Scheme at the discretion of the AMC, as may be decided from time to time, with prospective effect. The circumstances / terms and conditions under which the trigger can be activated may also be varied by the AMC from time to time.
Registrar and Transfer Agent or RTA	Computer Age Management Services Limited (CAMS), Chennai, currently acting as registrar to the Scheme, or any other registrar appointed by the AMC from time to time.
Regulatory Agency	Government of India, SEBI, RBI or any other authority or agency entitled to issue or give any directions, instructions or guidelines to the Mutual Fund.
Repo	Sale of Securities with simultaneous agreement to repurchase them at a later date.
Reverse Repo	Purchase of Securities with a simultaneous agreement to sell them at a later date.
Sale/ Subscription	Sale or allotment of Units to the Unit holder upon subscription by the investor / applicant under the Scheme.
Scheme	Zerodha Nifty LargeMidcap 250 Index Fund
Scheme Information Document or SID	This document issued by Zerodha Mutual Fund.
SEBI	The Securities and Exchange Board of India.
SEBI (MF) Regulations or Regulations	SEBI (Mutual Funds) Regulations, 1996 as amended from time to time.
Segregated Portfolio	A portfolio, comprising debt or money market instrument affected by a Credit Event that may be segregated in the Scheme optionally and at the sole discretion of the AMC.
Securities	Securities shall include securities as defined under the Securities Contracts (Regulation) Act, 1956.
Sponsors or Settlers	Zerodha Broking Limited



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Stock Lending	Lending of securities to another person or entity for a fixed period of time, at a negotiated compensation in order to enhance returns of the portfolio.
Statement of Additional Information or SAI	The document issued by Zerodha Mutual Fund contains details of Zerodha Mutual Fund, its constitution, and certain tax, legal and general information. SAI is legally a part of the Scheme Information Document.
Switch	Redemption of a Unit in any scheme (including the plans / options therein) of the Mutual Fund against purchase of a Unit in another scheme (including the plans / options therein) of the Mutual Fund, subject to completion of lock-in period, if any, of the Units of the scheme from where the Units are being switched.
Total Portfolio (with respect to creation of segregated Portfolio, if any)	Scheme portfolio including the securities affected by a Credit Event.
Tracking Error (TE)	<p>“Tracking Error” is defined as the standard deviation of the difference between daily total returns of the underlying index and the NAV of the Scheme.</p> <p>Thus, TE is the extent to which the NAV of the Scheme moves in a manner inconsistent with the movements of the Scheme’s benchmark index on any given day or over any given period of time due to any cause or reason whatsoever including but not limited to expenditure incurred by the Scheme, dividend payouts if any, whole cash not invested at all times as the Scheme may keep a portion of funds in cash to meet redemption etc.</p>
Tracking Difference (TD)	“Tracking Difference” is defined as the annualized difference of daily returns between the index and the NAV of the Scheme.
Trust Deed	The Trust Deed dated January 09, 2023 made by and between Zerodha Broking Limited (“Sponsor”) and Zerodha Trustee Private Limited ("Trustee").



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Trustee or Trustees or Trustee Company	Zerodha Trustee Private Limited, a company incorporated under the Companies Act, 2013 and appointed as the Trustee to Zerodha Mutual Fund.
Underlying Index or Index	Nifty LargeMidcap 250 Index
Unit	The interest of the Unit holder which consists of each Unit representing one undivided share in the assets of the Scheme.
Unit holder or Investor	A person holding Units in the Scheme of Zerodha Mutual Fund offered under this Scheme Information Document.

INTERPRETATION

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

- all references to the masculine shall include the feminine and all references to the singular shall include the plural and vice-versa.
- all references to "₹" refer to Indian Rupees and a "crore" means "ten million" and a "lakh" means a "hundred thousand".
- all references to timings relate to Indian Standard Time (IST).

E. ABBREVIATIONS

In this Scheme Information Document, the following abbreviations have been used:

AMC	Asset Management Company
AMFI	Association of Mutual Funds in India
BSE	BSE Limited
ECS	Electronic Clearing System
GOI	Government of India
GST	Goods and Services Tax
KRA	KYC Registration Agency



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KYC	Know Your Customer
NAV	Net Asset Value
NFO	New Fund Offer
NMF	NSE Mutual Fund Platform
MFSS	Mutual Fund Service System of NSE
PAN	Permanent Account Number
RBI	Reserve Bank of India
SID	Scheme Information Document
SAI	Statement of Additional Information
TRI	Total Return Index
TREPS	Tri-Party Repo on Government Securities or treasury bills

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F. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY

A Due Diligence Certificate duly signed by the Compliance Officer of Zerodha Asset Management Private Limited has been submitted to SEBI, which reads as follows:

It is confirmed that:

- (i) This draft Scheme Information Document has been prepared in accordance with the SEBI (Mutual Funds) Regulations, 1996 and the guidelines and directives issued by SEBI from time to time.
- (ii) 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.
- (iii) 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 proposed Scheme.
- (iv) The intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and their registration is valid, as on date.
- (v) The contents of the Scheme Information Document including figures, data, yield, etc. have been checked and are factually correct.
- (vi) The AMC has complied with the set of checklists applicable for Scheme Information Document.

Place: Bangalore
Date: October 12, 2023

Signed: Sd/-
Name: Chandra Bhushan Singh
Designation: Head Legal & Compliance
(Compliance Officer)

Note: The due diligence certificate as stated above was submitted to the SEBI on October 12, 2023.



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II. INFORMATION ABOUT SCHEME

A. TYPE OF SCHEME

An open-ended scheme replicating/ tracking Nifty LargeMidcap 250 Index.

B. WHAT IS THE INVESTMENT OBJECTIVE OF THE SCHEME?

The investment objective of the Scheme is to generate returns that are commensurate with the performance of the Nifty LargeMidcap 250 Index TRI (underlying Index), subject to tracking error.

However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

C. HOW WILL THE SCHEME ALLOCATE ITS ASSETS?

Asset Allocation

Under the normal circumstances, the asset allocation (% of Net Assets) of Scheme's portfolio will be as follows:

Types of Instruments	Minimum Allocation (% of Total Assets)	Maximum Allocation (% of Total Assets)	Risk Profile
Equities and equity related securities covered by Nifty LargeMidcap 250 Index	95	100	Very High
Debt and Money Market Instruments	0	5	Low to Moderate

In accordance with SEBI circular no. SEBI/HO.IMD/DF2/CIR/P/2021/024 dated March 04, 2021, the cumulative gross exposure through equity and equity instruments, debt, money market instruments will not exceed 100% of the net assets of the scheme.

However, cash and cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure.



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The funds raised under the Scheme shall be invested in the stocks and will be as per Regulation 44 (1), Schedule 7 of the SEBI (MF) Regulations.

The scheme being an Index Scheme, the net assets of the scheme will be invested in the same weightage as the stocks constituting the Nifty LargeMidcap 250 Index.

The scheme will not invest/ engage in:

- a. Securitized Debt
- b. Debt Instruments with special features (AT1 and AT2 Bonds)
- c. Debt Instruments with SO / CE
- d. Overseas Investments
- e. REITs and InVITs
- f. Units of other mutual funds
- g. Repo/ reverse repo transactions in corporate debt securities
- h. Credit Default Swap transactions

The scheme shall make investment in derivatives as permitted under the SEBI (MF) regulations. Exposure to equity derivatives of the index or its constituent stocks may be required in certain situations wherein equity shares are unavailable, insufficient or for rebalancing in case of corporate actions within 7 days (or as specified by SEBI from time to time). Investment in derivatives will be upto 20% of the net assets.

Subject to the Regulations and the applicable guidelines, the Scheme may engage in Stock Lending activities. The Scheme will participate in stock lending not more than 20% of total Net Assets of the Scheme and would limit its exposure with regard to stock lending for a single intermediary to the extent of 5% of the total net assets at the time of lending.

Change in Asset Allocation

The Scheme, in general, will hold all the securities that comprise the underlying Index in the same proportion as the Index. Expectation is that, over a period of time, the tracking error of the Scheme relative to the performance of the Underlying Index will be relatively low. The Investment Manager would monitor the tracking error of the Scheme on an ongoing basis and would seek to minimise tracking error to the maximum extent possible. If the investments fall outside the asset allocation range given above due to change in constituents of the index as a result of periodic review, the portfolio of the Scheme shall be rebalanced within 7 calendar days. The proportions mentioned in the asset allocation can vary substantially depending upon the perception of the fund manager; the intention being at all times to seek to protect the interests of the Unit holders. Such changes in the investment pattern will be for short term and for defensive considerations only and will be rebalanced within 7 calendar days. As per SEBI Circular No.



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SEBI/HO/IMD/DOF2/P/CIR/2022/69 dated May 23, 2022, in case of deviation (passive), the portfolio would be rebalanced within 7 calendar days from the date of deviation. The funds raised under the Scheme shall be invested only in securities as permitted by SEBI (MF) Regulations. Provided further and subject to the above, any change in the asset allocation affecting the investment profile of the Scheme shall be effected only in accordance with the provisions of sub regulation (15A) of Regulation 18 of the SEBI (MF) Regulations.

Portfolio Rebalancing:

Pursuant to SEBI circular no. SEBI/HO/IMD/IMD-II DOF3/P/CIR/2022/39 dated May 23, 2022 and circulars issued thereunder, in case of change in constituents of the index due to periodic review, the portfolio of the scheme will be rebalanced within 7 calendar days.

Short term defensive consideration:

Subject to SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2021/024 dated March 04, 2021 and circulars issued thereunder, the asset allocation pattern indicated above may change for a short term period on defensive considerations, keeping in view market conditions, market opportunities, applicable regulations and political and economic factors. These proportions may vary depending upon the perception of the Fund Manager, the intention being at all times to seek to protect the interests of the Unit holders. Such changes in the investment pattern will be rebalanced within 7 calendar days from the date of deviation and further action may be taken as specified under SEBI Circulars/ AMFI guidelines issued from time to time.

D. WHERE WILL THE SCHEME INVEST?

The corpus of the scheme will be invested in Equity and Equity related instruments, debt, money market instruments and other permitted instruments, which will include but not limited to:

Equity and Equity related instruments:

Equity and Equity related Securities of companies constituting Nifty LargeMidcap 250 Index.

Debt and Money Market Instruments:

Listed debt or money market securities, in accordance with seventh schedule to the SEBI (MF) Regulations, SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2019/104 dated October 01, 2019 and other guidelines/ circulars as may be amended from time to time.



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Tri-party repo (TREPS)

Tri-party repo means a repo contract where a third entity (apart from the borrower and lender), called a TriParty Agent, acts as an intermediary between the two parties to the repo to facilitate services like collateral selection, payment and settlement, custody and management during the life of the transaction. TREPS facilitates borrowing and lending of funds, in a Tri-Party Repo arrangement.

Certificate of Deposit (CD) of scheduled commercial banks and development financial Institutions

Certificate of Deposit (CD) is a negotiable money market instrument issued by scheduled commercial banks and select all-India Financial Institutions that have been permitted by the RBI to raise short term resources. The maturity period of CDs issued by the Banks is between 7 days to one year.

Commercial Paper (CP)

Commercial Paper (CP) is an unsecured negotiable money market instrument issued in the form of a promissory note, generally issued by the corporates, primary dealers and All India Financial Institutions as an alternative source of short-term borrowings. CP is traded in the secondary market and can be freely bought and sold before maturity.

Treasury Bill (T-Bill)

Treasury Bills (T-Bills) are issued by the Government of India to meet their short-term borrowing requirements. T-Bills are generally issued for maturities of 7 days, 14 days, 91 days, 182 days and 364 days.

Repo

Repo (Repurchase Agreement) or Reverse Repo is a transaction in which two parties agree to sell and purchase the same security with an agreement to purchase or sell the same security at a mutually decided future date and price. The transaction results in collateralized borrowing or lending of funds. Presently in India, G-Secs, State Government securities and T-Bills are eligible for Repo/Reverse Repo.

Securities created and issued by the Central and State Governments as may be permitted by RBI, securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills). State Government securities (popularly known as State Development Loans or SDLs) are issued by the respective State Government in coordination with the RBI.

Non-convertible debentures and bonds

Non-convertible debentures as well as bonds are securities issued by companies / Institutions promoted / owned by the Central or State Governments and statutory bodies



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which may or may not carry a Central/State Government guarantee, Public and private sector banks, all India Financial Institutions and Private Sector Companies. These instruments may be secured or unsecured against the assets of the Company and generally issued to meet the short term and long-term fund requirements. The Scheme may also invest in the non-convertible part of convertible debt securities.

Floating rate debt instruments

Floating rate debt instruments are instruments issued by Central / state governments, corporates, PSUs, etc. with interest rates that are reset periodically.

Investment in Short Term Deposits

Pending deployment of funds as per the investment objective of the Scheme, the Funds may be parked in short term deposits of the Scheduled Commercial Banks, subject to guidelines and limits specified by SEBI.

The securities / instruments mentioned above and such other securities the Scheme is permitted to invest in could be listed, unlisted, privately placed, secured, unsecured, rated or unrated and of any maturity.

The securities may be acquired through initial public offering (IPOs), secondary market, private placement, rights offers, negotiated deals. Further investments in debentures, bonds and other fixed income securities will be in instruments which have been assigned investment grade rating by the Credit Rating Agency.

Investment in unrated debt instruments shall be subject to complying with the provisions of the Regulations and within the limit as specified in Schedule VII to the Regulations. Pursuant to SEBI Circular No. MFD/CIR/9/120/2000 dated November 24, 2000; the AMC may constitute committee(s) to approve proposals for investments in unrated debt instruments. The AMC Board and the Trustee shall approve the detailed parameters for such investments. However, in case any unrated debt security does not fall under the parameters, the prior approval of the Board of AMC and Trustee shall be sought.

Investments in Debt and Money Market Instruments will be as per the limits specified in the asset allocation table(s) of the Scheme, subject to permissible limits laid under SEBI (MF) Regulations from time to time.

For applicable regulatory investment limits please refer to paragraph "Investment Restrictions".

E. WHAT ARE THE INVESTMENT STRATEGIES?



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The Scheme is a passively managed index fund, which endeavours to invest in stocks in proportion to the weightage of the stocks in the Nifty LargeMidcap 250 Index. The investment strategy would revolve around reducing the tracking error to the least possible extent through regular rebalancing of the portfolio, taking into account the change in weights of stocks in the Index as well as the incremental collections/redemptions in the Scheme. Such rebalancing shall be done in accordance with timelines prescribed by SEBI from time to time.

A part of the funds may be invested in debt and money market instruments, to meet the liquidity requirements.

The Scheme may also invest in the schemes of Mutual Funds in terms of the prevailing SEBI (MF) Regulations.

Though every endeavour will be made to achieve the objective of the Scheme, the AMC/Sponsors/Trustee do not guarantee that the investment objective of the Scheme will be achieved. No guaranteed returns are being offered under the Scheme.

EQUITY INVESTMENT STRATEGY:

The investment objective of the scheme is to achieve a return equivalent to Nifty LargeMidcap 250 Index TRI by investing in stocks of companies comprising Nifty LargeMidcap 250 Index. The Scheme endeavours to invest in stocks in proportion to the weightages of these stocks in the Nifty LargeMidcap 250 Index.

The fund will, in general, invest a significant part of its corpus in equities; the surplus amount of the fund, not exceeding 5% shall be invested in Cash/Tri-Party Repo, Repo in corporate debt securities & Money Market instruments.

The performance of the Scheme may not be commensurate with the performance of the respective benchmark of the Schemes on any given day or over any given period. Such variations are commonly referred to as the tracking error. The Scheme intends to maintain a low tracking error by effectively replicating the portfolio in line with the index.

However, there is no assurance that all such buying and selling activities would necessarily result in benefit for the Fund.

DEBT AND MONEY MARKET INVESTMENT STRATEGY:

A small portion of the net assets will be held as cash or will be invested in debt and money market instruments permitted by SEBI/RBI including TREPS or in alternative investment for the TREPS as may be provided by the RBI, to meet the liquidity requirements under the Scheme.



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PORTFOLIO TURNOVER:

The Scheme will endeavour to keep the portfolio turnover at a minimum. However, the portfolio turnover ratio may vary as the Scheme may change the portfolio according to Asset Allocation to align itself with the objectives of the Scheme and in accordance with the composition of Nifty LargeMidcap 250 Index. The effect of higher portfolio turnover could be higher brokerage and transaction costs.

RISK MITIGATION STRATEGIES:

The Scheme aims to track Nifty Large Midcap 250 Index before expenses. The Index is tracked on a regular basis and changes to the constituents or their weights, if any, are replicated in the Underlying Portfolio with the purpose of minimizing tracking error. Investments in equity, debt and money market securities carry various risks such as inability to sell securities, trading volumes and settlement periods, interest rate risk, liquidity risk, default risk, reinvestment risk etc. Whilst such risks cannot be eliminated, they may be mitigated by diversification. In order to mitigate the various risks, the portfolio of the Scheme will be constructed in accordance with the investment restriction specified under the Regulations which would help in mitigating certain risks relating to investments in the securities market. Further, the AMC has necessary framework in place for risk mitigation at an enterprise level. The Risk Management division is an independent division within the organization. Internal limits are defined and judiciously monitored. Risk indicators on various parameters are computed and are monitored on a regular basis. There is a Board level Committee, the Risk Management Committee of the Board, which enables a dedicated focus on risk factors and the relevant risk mitigants.

For risk mitigation, the following may be noted:

Liquidity Risks: Stocks in the Underlying Index are selected by applying liquidity as one of the criteria and hence the portfolio of Nifty Large Midcap 250 Index is reasonably liquid. The index is rebalanced based on certain criteria after which certain illiquid stocks are replaced by more liquid stocks. The fund manager makes the changes to the portfolio accordingly. Therefore, liquidity issues in the scheme are not envisaged.

Volatility risks: There is the risk of volatility in markets due to external factors like liquidity flows, changes in the business environment, economic policy etc. The scheme will manage volatility risk through diversification.

Interest Rate Risk: Changes in interest rates affect the prices of bonds as well as equities. If interest rates rise the prices of bonds fall and vice versa. Equity might be negatively affected as well in a rising interest rate environment. A well-diversified portfolio may help to mitigate this risk.



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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 scheme: An open-ended scheme replicating/ tracking Nifty LargeMidcap 250 Index.
- (ii) Investment Objective:
 - a) Main Objective - Please refer “What is the Investment Objective of the Scheme?”
 - b) Investment Pattern - Please refer “How will the scheme allocate its assets?”
- (iii) Terms of Issue:
 - a) Liquidity provisions such as listing, repurchase, redemption. Please refer to the section “Units and Offer.”
 - b) Aggregate fees and expenses charged to the Scheme. Please refer, section “Fees and Expenses.”
 - c) Any safety net or guarantee provided - Not Applicable.

Change in Fundamental Attributes:

In accordance with Regulation 18 (15A) of the SEBI (MF) Regulations, the Trustee shall ensure that no change in the fundamental attributes of the Scheme and the Option thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme and the Option thereunder and affect the interest of Unit holders is carried out unless:

- SEBI has reviewed and provided its comments on the proposal.
- A written communication about the proposed change is sent to each Unit holder 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.
- The consent or approval of unitholders can also be done through the Postal Ballot mechanism i.e., voting by post or through any electronic mode.
- 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 SCHEME BENCHMARK ITS PERFORMANCE?

Nifty LargeMidcap 250 (Total Returns Index)



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The Scheme proposes to invest in equity and equity related instruments of companies, which are constituents of the Nifty LargeMidcap 250 Index. Hence, it is an appropriate benchmark for the Scheme. Further, a Total Returns Index reflects the returns on the index from index gain/loss plus dividend payments by constituent index stocks.

The performance will be benchmarked to the Total Returns Variant of the Index. The Trustee reserves the right to change the benchmark for evaluation of performance of the Scheme from time to time in conformity with the investment objectives and appropriateness of the benchmark subject to SEBI (MF) Regulations, and other prevailing guidelines, if any by suitable notification to investors to this effect.

About the Index

The Nifty LargeMidcap 250 Index reflects the performance of a portfolio of 100 large cap and 150 mid cap companies listed on NSE, represented through the Nifty 100 and the Nifty Midcap 150 index respectively. The aggregate weight of large cap stocks and mid cap stocks is 50% each and are reset on a quarterly basis.

Index rebalancing: Semi-annually

The constituents of Nifty LargeMidcap 250 Index as on September 30, 2023:

Sr. No.	SECURITY NAME	WEIGHTAGE
1	HDFC BANK LTD.	5.62
2	RELIANCE INDUSTRIES LTD.	3.89
3	ICICI BANK LTD.	3.27
4	INFOSYS LTD.	2.51
5	ITC LTD.	1.93
6	LARSEN & TOUBRO LTD.	1.79
7	TATA CONSULTANCY SERVICES LTD.	1.77
8	AXIS BANK LTD.	1.41
9	KOTAK MAHINDRA BANK LTD.	1.25
10	BHARTI AIRTEL LTD.	1.15
11	STATE BANK OF INDIA	1.13
12	HINDUSTAN UNILEVER LTD.	1.08
13	BAJAJ FINANCE LTD.	1.02



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14	MAX HEALTHCARE INSTITUTE LTD.	0.93
15	POWER FINANCE CORPORATION LTD.	0.81
16	INDIAN HOTELS CO. LTD.	0.80
17	REC LTD.	0.79
18	FEDERAL BANK LTD.	0.77
19	AU SMALL FINANCE BANK LTD.	0.76
20	ASIAN PAINTS LTD.	0.70
21	MARUTI SUZUKI INDIA LTD.	0.69
22	TUBE INVESTMENTS OF INDIA LTD.	0.69
23	COFORGE LTD.	0.69
24	MAHINDRA & MAHINDRA LTD.	0.68
25	YES BANK LTD.	0.67
26	IDFC FIRST BANK LTD.	0.67
27	PERSISTENT SYSTEMS LTD.	0.65
28	ADANI POWER LTD.	0.65
29	TITAN COMPANY LTD.	0.64
30	HCL TECHNOLOGIES LTD.	0.64
31	APL APOLLO TUBES LTD.	0.63
32	CG POWER AND INDUSTRIAL SOLUTIONS LTD.	0.63
33	LUPIN LTD.	0.63
34	BHARAT FORGE LTD.	0.62
35	SUN PHARMACEUTICAL INDUSTRIES LTD.	0.61
36	SUPREME INDUSTRIES LTD.	0.59
37	HDFC ASSET MANAGEMENT COMPANY LTD.	0.59
38	NTPC LTD.	0.57
39	AUROBINDO PHARMA LTD.	0.57
40	ASHOK LEYLAND LTD.	0.56
41	TATA ELXSI LTD.	0.56
42	POLYCAB INDIA LTD.	0.55
43	TATA MOTORS LTD.	0.54



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44	ZEE ENTERTAINMENT ENTERPRISES LTD.	0.54
45	SONA BLW PRECISION FORGINGS LTD.	0.53
46	PAGE INDUSTRIES LTD.	0.52
47	CUMMINS INDIA LTD.	0.51
48	TATA STEEL LTD.	0.51
49	ASTRAL LTD.	0.50
50	TATA COMMUNICATIONS LTD.	0.50
51	MRF LTD.	0.48
52	MAX FINANCIAL SERVICES LTD.	0.47
53	ULTRATECH CEMENT LTD.	0.47
54	FSN E-COMMERCE VENTURES LTD.	0.46
55	SUNDARAM FINANCE LTD.	0.46
56	INDUSIND BANK LTD.	0.46
57	JUBILANT FOODWORKS LTD.	0.45
58	PB FINTECH LTD.	0.45
59	BALKRISHNA INDUSTRIES LTD.	0.45
60	POWER GRID CORPORATION OF INDIA LTD.	0.45
61	CROMPTON GREAVES CONSUMER ELECTRICALS LTD.	0.44
62	MPHASIS LTD.	0.44
63	VOLTAS LTD.	0.44
64	CONTAINER CORPORATION OF INDIA LTD.	0.44
65	DIXON TECHNOLOGIES (INDIA) LTD.	0.43
66	MACROTECH DEVELOPERS LTD.	0.43
67	ONE 97 COMMUNICATIONS LTD.	0.42
68	DALMIA BHARAT LTD.	0.42
69	BANDHAN BANK LTD.	0.41
70	KPIT TECHNOLOGIES LTD.	0.41
71	BAJAJ FINSERV LTD.	0.41
72	UNION BANK OF INDIA	0.40
73	PETRONET LNG LTD.	0.40



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74	JSW ENERGY LTD.	0.40
75	MAHINDRA & MAHINDRA FINANCIAL SERVICES LTD.	0.40
76	NESTLE INDIA LTD.	0.39
77	GODREJ PROPERTIES LTD.	0.39
78	FORTIS HEALTHCARE LTD.	0.39
79	ALKEM LABORATORIES LTD.	0.39
80	ADANI ENTERPRISES LTD.	0.39
81	NMDC LTD.	0.37
82	TECH MAHINDRA LTD.	0.37
83	BHARAT HEAVY ELECTRICALS LTD.	0.37
84	PHOENIX MILLS LTD.	0.37
85	OIL & NATURAL GAS CORPORATION LTD.	0.37
86	JINDAL STAINLESS LTD.	0.36
87	HINDUSTAN PETROLEUM CORPORATION LTD.	0.36
88	ACC LTD.	0.36
89	JSW STEEL LTD.	0.36
90	TATA CHEMICALS LTD.	0.36
91	HINDALCO INDUSTRIES LTD.	0.35
92	INDRAPRASTHA GAS LTD.	0.35
93	GRASIM INDUSTRIES LTD.	0.35
94	LAURUS LABS LTD.	0.34
95	HDFC LIFE INSURANCE COMPANY LTD.	0.34
96	DR. REDDY'S LABORATORIES LTD.	0.33
97	COAL INDIA LTD.	0.33
98	DELHIVERY LTD.	0.33
99	GMR AIRPORTS INFRASTRUCTURE LTD.	0.33
100	ADANI PORTS AND SPECIAL ECONOMIC ZONE LTD.	0.32
101	DEEPAK NITRITE LTD.	0.32
102	NHPC LTD.	0.32
103	SYNGENE INTERNATIONAL LTD.	0.32



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104	LIC HOUSING FINANCE LTD.	0.31
105	PIRAMAL ENTERPRISES LTD.	0.31
106	INDIAN RAILWAY FINANCE CORPORATION LTD.	0.31
107	AIA ENGINEERING LTD.	0.31
108	CIPLA LTD.	0.31
109	STEEL AUTHORITY OF INDIA LTD.	0.30
110	SUNDRAM FASTENERS LTD.	0.30
111	COROMANDEL INTERNATIONAL LTD.	0.30
112	SCHAEFFLER INDIA LTD.	0.30
113	OBEROI REALTY LTD.	0.30
114	NAVIN FLUORINE INTERNATIONAL LTD.	0.29
115	SBI LIFE INSURANCE COMPANY LTD.	0.29
116	CARBORUNDUM UNIVERSAL LTD.	0.29
117	LINDE INDIA LTD.	0.28
118	BAJAJ AUTO LTD.	0.28
119	WIPRO LTD.	0.28
120	ADITYA BIRLA CAPITAL LTD.	0.28
121	IPCA LABORATORIES LTD.	0.28
122	L&T TECHNOLOGY SERVICES LTD.	0.28
123	TORRENT POWER LTD.	0.28
124	INDUS TOWERS LTD.	0.27
125	ABBOTT INDIA LTD.	0.27
126	AVENUE SUPERMARTS LTD.	0.27
127	APOLLO TYRES LTD.	0.27
128	BIOCON LTD.	0.27
129	GUJARAT FLUOROCHEMICALS LTD.	0.27
130	SKF INDIA LTD.	0.26
131	THERMAX LTD.	0.26
132	BRITANNIA INDUSTRIES LTD.	0.26
133	SHRIRAM FINANCE LTD.	0.26



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134	SOLAR INDUSTRIES INDIA LTD.	0.26
135	TATA CONSUMER PRODUCTS LTD.	0.26
136	THE RAMCO CEMENTS LTD.	0.26
137	GLAND PHARMA LTD.	0.26
138	APOLLO HOSPITALS ENTERPRISE LTD.	0.25
139	ATUL LTD.	0.25
140	UNITED BREWERIES LTD.	0.25
141	BHARAT ELECTRONICS LTD.	0.24
142	KAJARIA CERAMICS LTD.	0.24
143	MOTHERSON SUMI WIRING INDIA LTD.	0.24
144	POONAWALLA FINCORP LTD.	0.24
145	J.K. CEMENT LTD.	0.24
146	OIL INDIA LTD.	0.24
147	CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LTD.	0.24
148	DIVI'S LABORATORIES LTD.	0.24
149	LTIMINDTREE LTD.	0.23
150	EMAMI LTD.	0.23
151	ESCORTS KUBOTA LTD.	0.23
152	INDIAN BANK	0.23
153	EICHER MOTORS LTD.	0.23
154	BATA INDIA LTD.	0.23
155	UNO MINDA LTD.	0.23
156	TRENT LTD.	0.22
157	ZOMATO LTD.	0.22
158	L&T FINANCE HOLDINGS LTD.	0.22
159	AARTI INDUSTRIES LTD.	0.22
160	VARUN BEVERAGES LTD.	0.22
161	GRINDWELL NORTON LTD.	0.21
162	ORACLE FINANCIAL SERVICES SOFTWARE LTD.	0.21
163	TIMKEN INDIA LTD.	0.21



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164	RAIL VIKAS NIGAM LTD.	0.21
165	CRISIL LTD.	0.21
166	VODAFONE IDEA LTD.	0.20
167	DR. LAL PATH LABS LTD.	0.20
168	3M INDIA LTD.	0.20
169	BANK OF BARODA	0.20
170	HONEYWELL AUTOMATION INDIA LTD.	0.20
171	HERO MOTOCORP LTD.	0.19
172	BANK OF INDIA	0.19
173	PATANJALI FOODS LTD.	0.19
174	PRESTIGE ESTATES PROJECTS LTD.	0.19
175	GODREJ CONSUMER PRODUCTS LTD.	0.18
176	DEVYANI INTERNATIONAL LTD.	0.18
177	PIDILITE INDUSTRIES LTD.	0.18
178	TATA POWER CO. LTD.	0.18
179	VEDANT FASHIONS LTD.	0.18
180	HINDUSTAN AERONAUTICS LTD.	0.18
181	ADANI GREEN ENERGY LTD.	0.18
182	TVS MOTOR COMPANY LTD.	0.17
183	AJANTA PHARMACEUTICALS LTD.	0.17
184	HINDUSTAN ZINC LTD.	0.17
185	HAVELLS INDIA LTD.	0.17
186	SHREE CEMENT LTD.	0.17
187	GAIL (INDIA) LTD.	0.16
188	ICICI LOMBARD GENERAL INSURANCE COMPANY LTD.	0.16
189	INDIAN OIL CORPORATION LTD.	0.16
190	ZF COMMERCIAL VEHICLE CONTROL SYSTEMS INDIA LTD.	0.16
191	BHARAT PETROLEUM CORPORATION LTD.	0.16
192	GUJARAT GAS LTD.	0.16
193	DLF LTD.	0.16



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194	SIEMENS LTD.	0.16
195	SRF LTD.	0.16
196	INFO EDGE (INDIA) LTD.	0.16
197	DABUR INDIA LTD.	0.16
198	ADITYA BIRLA FASHION AND RETAIL LTD.	0.16
199	AMBUJA CEMENTS LTD.	0.15
200	UPL LTD.	0.15
201	BAJAJ HOLDINGS & INVESTMENT LTD.	0.15
202	RAJESH EXPORTS LTD.	0.15
203	BAYER CROPSCIENCE LTD.	0.15
204	MAZAGOAN DOCK SHIPBUILDERS LTD.	0.15
205	INTERGLOBE AVIATION LTD.	0.14
206	RELAXO FOOTWEARS LTD.	0.14
207	UNITED SPIRITS LTD.	0.14
208	K.P.R. MILL LTD.	0.14
209	MARICO LTD.	0.14
210	KANSAI NEROLAC PAINTS LTD.	0.14
211	GLAXOSMITHKLINE PHARMACEUTICALS LTD.	0.14
212	PI INDUSTRIES LTD.	0.14
213	ADANI ENERGY SOLUTIONS LTD.	0.13
214	STAR HEALTH AND ALLIED INSURANCE COMPANY LTD.	0.13
215	COLGATE PALMOLIVE (INDIA) LTD.	0.13
216	VEDANTA LTD.	0.13
217	PFIZER LTD.	0.13
218	MANKIND PHARMA LTD.	0.13
219	JINDAL STEEL & POWER LTD.	0.13
220	ENDURANCE TECHNOLOGIES LTD.	0.12
221	CANARA BANK	0.12
222	GENERAL INSURANCE CORPORATION OF INDIA	0.12
223	PUNJAB NATIONAL BANK	0.12



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224	SUMITOMO CHEMICAL INDIA LTD.	0.12
225	WHIRLPOOL OF INDIA LTD.	0.11
226	SBI CARDS AND PAYMENT SERVICES LTD.	0.11
227	SUN TV NETWORK LTD.	0.11
228	SAMVARDHANA MOTHERSON INTERNATIONAL LTD.	0.11
229	ICICI SECURITIES LTD.	0.11
230	ICICI PRUDENTIAL LIFE INSURANCE COMPANY LTD.	0.11
231	ABB INDIA LTD.	0.11
232	VINATI ORGANICS LTD.	0.11
233	BHARAT DYNAMICS LTD.	0.10
234	BANK OF MAHARASHTRA	0.10
235	TRIDENT LTD.	0.10
236	INDIAN RAILWAY CATERING AND TOURISM CORPORATION LTD.	0.10
237	TATA MOTORS LTD DVR	0.10
238	BLUE DART EXPRESS LTD.	0.09
239	TORRENT PHARMACEUTICALS LTD.	0.09
240	PROCTER & GAMBLE HYGIENE & HEALTH CARE LTD.	0.08
241	ADANI TOTAL GAS LTD.	0.08
242	GODREJ INDUSTRIES LTD.	0.08
243	LIFE INSURANCE CORPORATION OF INDIA	0.08
244	BOSCH LTD.	0.08
245	BERGER PAINTS INDIA LTD.	0.08
246	FERTILISERS AND CHEMICALS TRAVANCORE LTD.	0.08
247	THE NEW INDIA ASSURANCE COMPANY LTD.	0.08
248	ZYDUS LIFESCIENCES LTD.	0.08
249	METRO BRANDS LTD.	0.07
250	MUTHOOT FINANCE LTD.	0.07
251	ADANI WILMAR LTD.	0.03



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Index Service Provider

NSE Indices Limited (NSE Indices), a subsidiary of NSE Strategic Investment Corporation Limited was setup in May 1998 to provide a variety of indices and index related services and products for the Indian capital markets. NSE Indices provides a broad range of services, products and professional index services.

Portfolio concentration norms

In accordance with SEBI Circular SEBI/HO/IMD/DF3/ CIR/P/ 2019/011 dated January 10, 2019, the Index shall comply with the following portfolio concentration norms:

- (a) The Index shall have a minimum of 10 stocks as its constituents.
- (b) No single stock shall have more than 25% weight in the Index.
- (c) The weightage of the top three constituents of the Index, cumulatively shall not be more than 65% of the Index.
- (d) The individual constituent of the Index shall have a trading frequency greater than or equal to 80% and an average impact cost of 1% or less over the previous six months.

The Scheme shall monitor compliance with the aforesaid norms by the Index at the end of every calendar quarter.

Further, the updated constituents of the Index will be made available on the website of the Fund.

H. WHO MANAGES THE SCHEME?

The detail of the Fund Manager of the scheme is as follows:

Name and Age	Educational Qualification	Experience (in years)	Fund (s) Managed
Kedarnath Mirajkar 41 Years	PGDBM - Finance	18 years Zerodha AMC - Current Aditya Birla Sun Life AMC - April 2010 to June 2022 Fund Manager/ Dealer Passive - December 2020 to June 2022	-



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		Chief Manager - Risk Management November 2018 to December 2020 Trade Operations - April 2010 to Nov 2018 HDFC Bank (Custody Department) August 2007 to March 2010 Bombay Dyeing - September 2005 to August 2007	
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I. WHAT ARE THE INVESTMENT RESTRICTIONS?

As per the Regulations, the following investment restrictions are currently applicable to the Scheme (all investment restrictions shall be applicable at the time of making investment):

- The Mutual Fund shall buy and sell securities on the basis of deliveries and shall in all cases of purchases, take delivery of relevant securities and in all cases of sale, deliver the securities.
- The mutual fund shall get the securities purchased or transferred in the name of the mutual fund on account of the Scheme, wherever investments are intended to be of long-term nature.
- Save as otherwise expressly provided under SEBI (MF) Regulations, the Mutual Fund shall not advance any loans for any purpose.
- As per SEBI (MF) Regulations, the mutual fund under all its Scheme(s) will not own more than 10% of any company's paid-up capital carrying voting rights.

Provided that the Sponsor of the Fund, its associate or group company including the asset management company of the Fund, through the Scheme(s) of the Fund or otherwise, individually or collectively, directly or indirectly, shall not have 10% or



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more of the share- holding or voting rights in the asset management company or the trustee company of any other mutual fund.

Provided further that in the event of a merger, acquisition, scheme of arrangement or any other arrangement involving the sponsors of the mutual funds, shareholders of the asset management companies or trustee companies, their associates or group companies which results in the incidental acquisition of shares, voting rights or representation on the board of the asset management companies or trustee companies beyond the above specified limit, such exposure may be rebalanced within a period of one year of coming into force of such an arrangement.

- The Scheme shall only invest in equity shares or equity related instruments which are listed or to be listed.
- 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 of the Scheme of the Fund.
 - any Fund of funds Scheme.
- The cumulative gross exposure through all permissible investments viz. equity, debt and money market positions should not exceed 100% of the net assets of the Scheme.
- The Scheme shall not invest in unlisted debt instruments including commercial papers, except Government Securities and other money market instruments.

Provided that the Scheme may invest in unlisted non-convertible debentures up to a maximum of 10% of the debt portfolio of the Scheme subject to such conditions as may be specified by SEBI from time to time.

Provided further that the Scheme shall comply with the norms under the above clauses within the time and in the manner as may be specified by SEBI.

Provided further that the norms for investments by the Scheme in unrated debt instruments shall be as specified by SEBI from time to time.

- Further, the Scheme shall comply with provisions of SEBI Circular No. SEBI/HO/IMD/DF2/ CIR/P/ 2019/104 dated October 1, 2019 regarding investment in



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Debt and Money Market Instruments, as amended from time to time, to the extent applicable to the Scheme.

- The Scheme shall not invest more than 10% of its NAV in debt instruments comprising money market instruments and non-money market 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 12% of the NAV of the scheme with the prior approval of the Board of Trustees and the Board of directors of the asset management company.

Provided that such limit shall not be applicable for investments in Government Securities, treasury bills and Tri-Party Repos.

Provided further that investment within such limit can be made in mortgaged backed securitised debt which are rated not below investment grade by a credit rating agency registered with the Board. Considering the nature of the Scheme, investments in such instruments will be permitted up to 5% of its NAV.

- The Scheme shall invest in Debt instruments having Structured Obligations/ Credit Enhancements in accordance with provisions of SEBI Circular No. SEBI/HO/IMD/DF2/CIR/P/ 2019/104 dated October 1, 2019 as may be amended by SEBI from time to time. The same are currently as under:

The investment of the Scheme in the following instruments shall not exceed 10% of the debt portfolio of the Scheme and the group exposure in such instruments shall not exceed 5% of the debt portfolio of the Scheme:

- a. Unsupported rating of debt instruments (i.e. without factoring-in credit enhancements) is below investment grade; and
- b. Supported rating of debt instruments (i.e. after factoring-in credit enhancement) is above investment grade.

For this purpose, a group means a group as defined under regulation 2 (mm) of the Regulations and shall include an entity, its subsidiaries, fellow subsidiaries, its holding company and its associates.

However, the above Investment limits shall not be applicable on investments in securitized debt instruments, as defined in SEBI (Public Offer and Listing of Securitized Debt Instruments) Regulations 2008.



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Investment in debt instruments, having credit enhancements backed by equity shares directly or indirectly, shall have a minimum cover of 4 times considering the market value of such shares.

- Transfer of investments from one Scheme to another Scheme in the same mutual fund, shall be allowed only if:

a) such transfers are made at the prevailing market price for quoted Securities on spot basis.

Explanation: spot basis shall have the same meaning as specified by Stock exchange for spot transactions.

Provided that inter scheme transfer of money market or debt security (irrespective of maturity) shall take place based on prices made available by valuation agencies as prescribed by SEBI from time to time.

b) the securities so transferred shall be in conformity with the investment objective of the Scheme to which such transfer has been made.

c) inter Scheme Transfers are affected in accordance with the guidelines specified by SEBI circular No. SEBI/ HO/ IMD/DF4/CIR/P/2020/202 dated October 08, 2020 as amended from time to time.

- The Scheme may invest in other scheme(s) under the same AMC or any other mutual fund without charging any fees, provided that aggregate inter-scheme investment made by all Schemes under the same AMC or in Schemes under the management of any other asset management shall not exceed 5% of the net asset value of the Mutual Fund. Further, the Scheme shall not invest in any fund of funds scheme.
- Pending deployment of funds of the Scheme in securities in terms of the investment objectives of the Scheme, the Fund may invest the funds of the Scheme in short term deposits of scheduled commercial banks subject to the following guidelines as specified by SEBI:
 - “Short Term” for parking of funds shall be treated as a period not exceeding 91 days.
 - Short Term deposits shall be held in the name of the Scheme.
 - Total investment of the Scheme in short term deposit(s) of all the Scheduled Commercial Banks put together shall not exceed 15% of the net assets. However, this limit can be raised up to 20% of the net assets with prior approval of the Board of Trustees.



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- Investments 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 deposits.
- The Scheme shall not invest more than 10% of the net assets in short term deposit(s) of any one scheduled commercial bank including its subsidiaries.
- The Scheme shall not invest in short term deposits of a bank which has invested in the Scheme. Trustees/ AMC shall also take steps to ensure that a bank in which the Scheme has short term deposit does not invest in the Scheme until the Scheme has short term deposit with such bank.
- No investment management and advisory fees will be charged for such investments in the Scheme.
- The aforesaid limits shall not be applicable to term deposits placed as margin for trading in the cash market.
- However, the period for 'pending deployment' as stated above for the Scheme shall not exceed 7 days.

The AMC / Trustee may alter these above stated restrictions from time to time to the extent the SEBI (MF) Regulations change, so as to permit the Scheme to make its investments in the full spectrum of permitted investments for mutual funds to achieve its respective investment objective. The Trustee may from time to time alter these restrictions in conformity with the SEBI (MF) Regulations. Further, apart from the investment restrictions prescribed under SEBI (MF) Regulations, the Fund may follow any internal norms vis-à-vis restricting / limiting exposure to a particular scrip or sector, etc.

In terms of SEBI Circular No. SEBI/HO/IMD/DF2/ CIR/P/2016/42 dated March 18, 2016, NFO proceeds may be deployed in TREPS before the closure of NFO period. However, no investment management and advisory fees will be charged on funds deployed in TREPSs during the NFO period. Further, the appreciation received from investment in TREPS shall be passed on to the investors. In case the minimum subscription amount is not garnered by the scheme during the NFO period, the interest earned on investment of NFO proceeds in TREPS shall be returned to investors, in proportion of their investments, alongwith the refund of the subscription amount. Since TREPS has been replaced with TREPS by Repurchase Transactions (Repo) (Reserve Bank) Directions, 2018 issued by the Reserve Bank of India (RBI) vide notification No. RBI/ 2018-19/24-FMRD. DIRD.01/14.03.038/2018-19 dated July 24, 2018, NFO proceeds may be deployed in TREPS before the closure of NFO period.

Investment by AMC:



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In terms of sub-regulation 16(A) in Regulation 25 of SEBI (MF) Regulations, 1996 read along with SEBI circular no. SEBI/ HO/IMD/IMD - IDOF5/P/CIR/2021/624 dated September 02, 2021 and AMFI Best Practice Guidelines Circular No.100 /2022 - 23 on 'Alignment of interest of AMCs with the Unitholders of the Mutual Fund schemes', the AMC shall invest such amounts in such schemes of the mutual fund, based on the risks associated with the schemes, as may be specified by the SEBI from time to time. However, as per the circular, ETFs, Index Funds, Overnight Funds, Funds of Funds (FoF) scheme(s) are exempted from the purview of the aforesaid circular.

In line with SEBI Regulations and circulars issued by SEBI from time to time, the AMC may invest its own funds in the scheme(s). Further, the AMC shall not charge any fees on its investment in the Scheme (s), unless allowed to do so under SEBI Regulations in the future.

J. HOW HAS THE SCHEME PERFORMED?

This is the new scheme and accordingly does not have any performance record.

K. Scheme Portfolio Holdings

This scheme is a new scheme and does not have any portfolio holdings.

Monthly holding portfolio statement are available at www.zerodhafundhouse.com

L. Investment by Board of Directors, Fund Managers and Key Personnel

This scheme is a new scheme and hence this disclosure is currently not applicable.

M. Creation of Segregated Portfolio in the Scheme

Conditions for creation of Segregated Portfolio:

Creation of segregated portfolio shall be subject to guidelines specified by SEBI from time to time and includes the following:

- 1) Segregated portfolio may be created, in case of a credit event at issuer level i.e. downgrade in credit rating by a SEBI registered Credit Rating Agency (CRA), as under:
 - A. Downgrade of a debt or money market instrument to 'below investment grade', or
 - B. Subsequent downgrades of the said instruments from 'below investment grade', or
 - C. Similar such downgrades of a loan rating.



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2) In case of difference in rating by multiple CRAs, the most conservative rating shall be considered. Creation of segregated portfolio shall be based on issuer level credit events as detailed above and implemented at the ISIN level.

3) Creation of a segregated portfolio is optional and is at the discretion of the AMC.

4) AMC has a written policy on Creation of segregated portfolio which is approved by the Trustees.

Definitions

1. The term 'segregated portfolio' shall mean a portfolio, comprising of debt or money market instrument affected by a credit event, that has been segregated in a mutual fund scheme.
2. The term 'main portfolio' shall mean the scheme portfolio excluding the segregated portfolio.
3. The term 'total portfolio' shall mean the scheme portfolio including the securities affected by the credit event.

In accordance with SEBI Circular no. SEBI/HO/IMD/DF2/CIR/P/2019/127 dated November 07, 2019, creation of segregated portfolio in mutual fund schemes has been permitted in respect of unrated debt or money market instruments by mutual fund schemes of an issuer that does not have any outstanding rated debt or money market instruments, subject to the following terms:

a. Segregated portfolio of such unrated debt or money market instruments may be created only in case of actual default of either the interest or principal amount. As per SEBI circular dated December 28, 2018, credit event is considered for creation of segregated portfolio, however for the purpose of SEBI Circular no. SEBI/HO/IMD/DF2/CIR/P/2019/127 dated November 07, 2019, 'actual default' by the issuer of such instruments shall be considered for creation of segregated portfolio.

b. AMCs shall inform AMFI immediately about the actual default by the issuer. Upon being informed about the default, AMFI shall immediately inform the same to all AMCs. Pursuant to dissemination of information by AMFI about actual default by the issuer, AMCs may segregate the portfolio of debt or money market instruments of the said issuer in terms of SEBI circular dated December 28, 2018.

c. All other terms and conditions as stated in SEBI circular dated December 28, 2018 shall remain the same.



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Process for Creation of Segregated Portfolio

1. On the date of credit event, AMC should decide on creation of a segregated portfolio. Once AMC decides to segregate portfolio, it should:
 - a. seek approval of trustees prior to creation of the segregated portfolio.
 - b. immediately issue a press release disclosing its intention to segregate such debt and money market instruments and its impact on the investors.
 - c. Zerodha Mutual Fund will also disclose that the segregation shall be subject to Trustee approval. Additionally, the said press release will be prominently disclosed on the website of the AMC.
 - d. ensure that till the time the trustee approval is received, which in no case shall exceed 1 business day from the day of credit event, the subscription and redemption in the scheme will be suspended for processing with respect to creation of units and payment on redemptions.

2. Once Trustee approval is received by the AMC:
 - a. Segregated portfolio will be effective from the day of credit event.
 - b. AMC shall issue a press release immediately with all relevant information pertaining to the segregated portfolio. The said information will also be submitted to SEBI.
 - c. An e-mail or SMS will be sent to all unit holders of the concerned scheme.
 - d. The NAV of both segregated and main portfolios will be disclosed from the day of the credit event.
 - e. All existing investors in the scheme as on the day of the credit event will be allotted an equal number of units in the segregated portfolio as held in the main portfolio. The AMC shall work out with the Registrar & Transfer Agent viz., Computer Age Management Services Limited (CAMS). The mechanics of unit creation to represent the holding of a segregated portfolio and the same shall appear in the account statement of the unitholders.
 - f. No redemption and subscription will be allowed in the segregated portfolio. However, upon recovery of any money from the segregated portfolio, it will be immediately distributed to the investors in proportion to their holding in the segregated portfolio.



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the day of the credit event shall be communicated to the investors within 5 working days of creation of the segregated portfolio.

2. Adequate disclosure of the segregated portfolio shall appear in all schemes related documents, in monthly and half yearly portfolio disclosures and in the annual report of the mutual fund and the scheme.
3. The Net Asset Value (NAV) of the segregated portfolio shall be declared on daily basis.
4. The information regarding number of segregated portfolios created in the Scheme shall appear prominently under the name of the Scheme at all relevant places such as SID, KIM, Application Form, Advertisement, AMC and AMFI websites, etc.
5. The performance of the Scheme required to be disclosed at various places shall include the impact of creation of segregated portfolio and shall clearly reflect the fall in NAV to the extent of the portfolio segregated due to the credit event and the said fall in NAV along with recovery(ies), if any, shall be disclosed as a footnote to the scheme performance.
6. The disclosures at paragraph (d) and (e) above regarding the segregated portfolio shall be carried out for a period of at least 3 years after the investments in segregated portfolio are fully recovered/written-off.
7. The investors of the segregated portfolio shall be duly informed of the recovery proceedings of the investments of the segregated portfolio. Status update may be provided to the investors at the time of recovery and also at the time of writing-off of the segregated securities.

Monitoring by Trustees

In order to ensure timely recovery of investments of the segregated portfolio, Trustees shall ensure that:

1. The AMC puts in sincere efforts to recover the investments of the segregated portfolio.
2. Upon recovery of money, whether partial or full, it shall be immediately distributed to the investors in proportion to their holding in the segregated portfolio. Any recovery of the amount of the security in the segregated portfolio even after the write off shall be distributed to the investors of the segregated portfolio.
3. An Action Taken Report (ATR) on the efforts made by the AMC to recover the investments of the segregated portfolio is placed in every meeting of the Trustees till the investments are fully recovered/ written-off.
4. The Trustees shall monitor the compliance of the SEBI circular in respect of creation of the segregated portfolio and disclose in the half-yearly trustee reports filed with SEBI, the compliance in respect of every segregated portfolio created.



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In order to avoid mis-use of segregated portfolio, Trustees shall ensure to have put in place a mechanism to negatively impact the performance incentives of Fund Managers, Chief Investment Officers (CIOs) etc. involved in the investment process of securities under the segregated portfolio, mirroring the existing mechanism for performance incentives of AMC, including claw back of such amount to the segregated portfolio of the scheme.

TER for the Segregated Portfolio

1) AMC will not charge investment and advisory fees on the segregated portfolio. However, TER (excluding the investment and advisory fees) can be charged, on a pro-rata basis only upon recovery of the investments in a segregated portfolio.

2) The TER so levied shall not exceed the simple average of such expenses (excluding the investment and advisory fees) charged on daily basis on the main portfolio (in % terms) during the period for which the segregated portfolio was in existence. In addition to the TER mentioned above, the legal charges related to recovery of the investments of the segregated portfolio may be charged to the segregated portfolio as mentioned below.

3) The legal charges related to recovery of the investments of the segregated portfolio may be charged to the segregated portfolio in proportion to the amount of recovery. However, the same shall be within the maximum TER limit as applicable to the main portfolio. The legal charges in excess of the TER limits, if any, shall be borne by the AMC.

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><i>(This is the period during which a new scheme sells its units to the investors)</i></p>	<p>NFO Opens on October 20, 2023</p> <p>NFO Closes on November 03, 2023</p> <p>In case the NFO Opening/ Closing Date is subsequently declared as a non-Business Day, the following Business Day will be deemed to be the NFO Opening/ Closing Date. Any modification to the New Fund Offer Period shall be announced by way of an Addendum uploaded on the website of the AMC.</p>
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	The Trustees/ AMC reserves the right to close the NFO before the above-mentioned date by giving notice in the Newspaper as per the norms provided under SEBI (MF) Regulations.
New Fund Offer Price <i>(This is the price per Unit that the investors have to pay to invest in NFO)</i>	Offer of Units at ₹ 10/- each during the NFO period of the Scheme.
Minimum Amount for Application in NFO	₹ 100/- and in multiples of ₹ 1/- thereafter.
Minimum Target Amount <i>(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 Days from the closure of NFO, interest as specified by SEBI</i>	The minimum target amount to be raised during the NFO Period shall be ₹ 5 Crores. In case the Mutual Fund fails to collect the minimum subscription amount of ₹ 5 Crore under the Scheme, the Mutual Fund and the AMC shall be liable to refund the subscription amount to the Applicants of the Scheme.



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<p><i>(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.)</i></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 subscription (target) amount for the Scheme to be raised and therefore, subject to the applications being in accordance with the terms of this offer, full and firm allotment will be made to the Unit holder.</p>
<p>Plans/ Options offered</p>	<p>The Scheme offers Direct Plan.</p> <p>The Direct Plan offers Growth Option Only.</p> <p>The Trustees/ AMC reserves the right to introduce further Plan/ Options as and when deemed fit, subject to the SEBI (MF) Regulations.</p>
<p>Dividend Policy</p>	<p>Not Applicable</p>
<p>Allotment</p>	<p>All Applicants whose monies towards purchase of Units have been realised by the Fund will receive a full and firm allotment of Units, provided also the applications are complete in all respects and are found to be in order.</p> <p>For applicants applying through 'APPLICATIONS SUPPORTED BY BLOCKED AMOUNT (ASBA)', on allotment, the amount will be unblocked in their respective bank accounts and account will be debited only to the extent required to pay for allotment of Units applied in the application form.</p>



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	<p>The AMC shall allot units within 05 Business Days from the date of closure of the NFO period. Units will be allotted upto 3 decimals. Face Value per unit of all Plans/ Options under the Scheme is ₹ 10.</p> <p>The AMC/ Trustee retains the sole and absolute discretion to reject any application.</p> <p>Applicants under the Scheme will have an option to hold the Units either in physical form (i.e. account statement) or in dematerialized form.</p> <p>The Applicants intending to hold the Units in dematerialized mode will be required to have a beneficiary account with a Depository Participant (DP) of the NSDL/CDSL.</p> <p>The Units allotted will be credited to the DP account of the Unit holder as per the details provided. The statement of holding of the beneficiary account holder for units held in demat will be sent by the respective DPs periodically.</p> <p>An allotment confirmation specifying the units allotted shall be sent by way of email and/or SMS within 05 Business Days of the closure of the NFO Period to the Unit holder's registered e-mail address and/or mobile number.</p> <p>Allotment of units will be done after deduction of applicable stamp duty and transaction charges, if any.</p>
Refund	<p>In case the Scheme fails to collect the minimum subscription amount of ₹ 5 Crore, the Mutual Fund and the AMC shall be liable to refund the subscription amount to the Applicants of the Scheme.</p> <p>Refunds of subscription money, if any, shall be completed within 5 Business Days from the closure of the New Fund Offer Period. No Interest will be payable by the AMC on any subscription money refunded within 05 Business Days from the closure of the New Fund Offer Period. Interest on subscription amount will be payable for amounts refunded by the AMC later than 05 Business Days from the closure of the New Fund Offer Period at the rate of 15% per annum for the period in excess of 05 Business Days and will be charged to the AMC.</p>



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	<p>Refund payments may be made through electronic modes such as RTGS, NEFT, IMPS, direct credit, etc. as permitted by RBI or in any other manner specified by SEBI from time to time.</p>
<p>Who Can Invest</p> <p><i>(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)</i></p>	<p>The following persons are eligible and may apply for subscription to the Units of the Scheme provided they are not prohibited by any law/ Constitutive documents governing them:</p> <ol style="list-style-type: none">1. Resident adult individuals either singly or jointly (not exceeding three) or on an anyone or survivor basis;2. Karta of Hindu Undivided Family (HUF);3. Minor (as the first and the sole holder only) through a natural guardian (i.e. father or mother, as the case may be) or a court appointed legal guardian. There shall not be any joint holding with minor investments. Further, all other requirements for investments by minor and process of transmission shall be followed in line with SEBI Master Circular dated May 19, 2023 read with SEBI Circular dated May 12, 2023 as amended from time to time. <p><u>Note:</u> For folios where the units are held on behalf of the minor, the account shall be frozen for operation by the guardian on the day the minor attains majority and no transactions shall be permitted till the requisite documents for changing the status of the account from 'minor' to 'major' are submitted.</p> <ol style="list-style-type: none">4. Proprietorship in the name of Sole Proprietor;5. Partnership Firms & Limited Liability Partnerships (LLPs);6. Companies, Bodies Corporate, Public Sector Undertakings, Association of Persons (AOP) or Bodies of Individuals (BOI) and societies registered under the Societies Registration Act, 1860, Co-Operative Societies registered under the Co-Operative Societies Act, 1912;7. Banks & Financial Institutions;8. Mutual Funds/ Alternative Investment Funds registered with SEBI;



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	<ol style="list-style-type: none">9. Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private trusts authorised to invest in mutual fund schemes under their trust deeds;10. Non-resident Indians (NRIs)/Persons of Indian Origin residing abroad (PIO)/ Overseas Citizen of India (OCI) on repatriation basis or on non-repatriation basis;11. Foreign Portfolio Investors (FPI) registered with SEBI in accordance with applicable laws;12. Army, Air Force, Navy and other paramilitary units and bodies created by such institutions;13. Scientific and Industrial Research Organizations;14. Council of Scientific and Industrial Research, India;15. Multilateral Financial Institutions/ Bilateral Development Corporation Agencies/ Bodies Corporate incorporated outside India with the permission of Government of India/Reserve Bank of India;16. Provident/ Pension/ Gratuity Fund to the extent they are permitted;17. Qualified Foreign Investor (QFI);18. Other Schemes of Zerodha Mutual Fund subject to the conditions and limits prescribed by SEBI (MF) Regulations;19. Such other category of investors as may be decided by the AMC / Trustee from time to time provided their investment is in conformity with the applicable laws and SEBI (MF) Regulations. <p>Anyone specified above can invest in the Scheme. The list given above is indicative and the applicable laws, if any, as amended from time to time shall supersede the list.</p>
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<p>Who cannot invest</p>	<ol style="list-style-type: none">1. Any individual who is a foreign national or any other entity that is not an Indian resident under the Foreign Exchange Management Act, 1999 (FEMA Act) except where registered with SEBI as a FPI or otherwise explicitly permitted under FEMA Act/ by RBI/ by any other applicable authority;2. Overseas Corporate Bodies (OCBs);3. NRIs residing in Non-Compliant Countries and Territories (NCCTs) as determined by the Financial Action Task Force (FATF);4. U.S. Persons and Residents of Canada as defined under the applicable laws of U.S. and Canada;5. Such other persons as may be specified by AMC/ Trustee from time to time.
<p>Where can you submit filled up applications</p>	<p>The application under NFO can be submitted through the following modes:</p> <ul style="list-style-type: none">→ Direct point of online contact for the AMC, such as the website, mobile application, WhatsApp, or any other online mode of communication by enabling transactions directly or indirectly (by redirecting to any other relevant partner platform)→ Website/ Mobile App of MFU and MF Central - https://www.mfuindia.com; https://www.mfcentral.com/→ Website/ Mobile App of various aggregator platforms/ channel partners/ business partners/ investment advisers/ execution only platform with whom AMC has entered or may enter into specific arrangements→ CAMS - https://www.camsonline.com/ <p>The investors can also submit the application by placing the order with the members (stock brokers) of stock exchanges or RIAs through the stock exchange infrastructure (i.e., BSE StAR MF/ NMF/ MFSS).</p>



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How to Apply	<p>Investors can submit the application for purchase and redemption transactions in the schemes of Zerodha Mutual Fund through at the Official Points of Acceptance (OPA). The list of OPA is available on the website of AMC i.e., www.zerodhafundhouse.com</p> <p>Please refer to the SAI for the details. The Investor may also reach out to the investor support email id support@zerodhafundhouse.com for details/ help in investing.</p>
Listing	<p>The Scheme is an open-ended equity Scheme under which Sale and Repurchase will be made on a continuous basis and therefore listing on stock exchanges is not envisaged.</p>
Special Products/ facilities available during the NFO	<p>Not Available.</p>
Policy regarding reissue of repurchased units, including the maximum extent, the manner of reissue, the entity (the scheme or the AMC) involved in the same.	<p>Not Applicable.</p>
Restrictions, if any, on the right to freely retain or dispose of units being offered.	<p>The Units of the Scheme held in electronic (demat) mode are transferable. The Mutual Fund at its sole discretion reserves the right to suspend sale and switching of Units in the Scheme temporarily or indefinitely when any of the following conditions exist. However, the suspension of sale of Units either temporarily or indefinitely will be with the approval of the Trustee.</p> <p>a. When one or more stock exchanges or markets, which provide basis for valuation for a substantial portion of the assets of the Scheme are closed otherwise than for ordinary holidays.</p>



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	<p>b. When, as a result of political, economic or monetary events or any circumstances outside the control of the Trustee and the AMC, the disposal of the assets of the Scheme are not reasonable, or would not reasonably be practicable without being detrimental to the interests of the Unit holders.</p> <p>c. In the event of breakdown in the means of communication used for the valuation of investments of the Scheme, without which the value of the securities of the Scheme cannot be accurately calculated.</p> <p>d. During periods of extreme volatility of markets, which in the opinion of the AMC are prejudicial to the interests of the Unit holders of the Scheme.</p> <p>e. In case of natural calamities, strikes, riots and bandhs.</p> <p>f. In the event of any force majeure or disaster that affects the normal functioning of the AMC or the ISC.</p> <p>g. If so directed by SEBI.</p> <p>The AMC/ Trustee reserves the right in its sole discretion to withdraw the facility of Sale option of Units into the Scheme, temporarily or indefinitely, if AMC views that changing the size of the corpus further may prove detrimental to the existing Unit holders of the Scheme.</p>
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B. ONGOING OFFER DETAILS

On-going Offer Period	The Scheme will reopen for continuous subscription, redemption within 05 Business Days from the date of allotment.
Ongoing price for subscription (purchase)/switch-in (from other schemes/plans of the mutual fund) by investors.	At the Applicable NAV.



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<p>This is the price you need to pay for purchase/switch-in.</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>Ongoing price for redemption /Switch out (to other Schemes of the Mutual Fund) is the price which a Unit holder will receive for redemption/Switch-outs. During the continuous offer of the Scheme, the Unit holder can redeem the Units at Applicable NAV.</p> <p>As the Scheme is offering only Direct Plan no transaction charges will be levied or deducted.</p> <p>However, the Mutual Fund will ensure that the Redemption Price will not be lower than 95% of the Applicable NAV provided that the difference between the Redemption Price and the Subscription /Purchase Price at any point in time shall not exceed the permitted limit as prescribed by SEBI from time to time, which is currently 5% calculated on the Subscription/ Purchase Price. The Purchase Price shall be at applicable NAV.</p>
<p>Cut off timing for subscriptions/redemptions</p> <p>This is the time before which your application (complete in all respects) should reach the official points of acceptance.</p>	<p><u>Subscriptions:</u></p> <p>The following cut-off timings shall be observed by the Mutual Fund in respect of purchase of units of the Scheme and the following NAVs shall be applied for such purchase:</p> <ol style="list-style-type: none">1. In respect of valid applications received upto 3.00 p.m on a Business Day and funds for the entire amount of subscription/purchase as per the application are credited to the bank account of the respective Scheme before the cut-off time i.e. available for utilization before the cut-off time – the closing NAV of the day on which the funds are available for utilization shall be applicable.2. In respect of valid applications received after 3.00 p.m on a Business Day and funds for the entire amount of subscription/purchase as per the application are credited to the bank account of the respective Scheme after cut-off time i.e. available for utilization after the cut-off time – the closing NAV of the day next business day on which the funds are available for utilization shall be applicable.



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	<p>3. Irrespective of the time of the receipt of valid application where funds for the entire amount of subscription/purchase as per the application are credited to the bank account of the respective Scheme before cut-off time of next business day i.e. available for utilization before the cut-off time on any subsequent Business day - the closing NAV of the day of such Business day on which the funds are available for utilization shall be applicable.</p> <p><u>Redemptions</u></p> <p>The following cut-off timings shall be observed by the Mutual Fund in respect of Redemptions of Units:</p> <ol style="list-style-type: none">1. Where the application received upto 3.00 pm – closing NAV of the day of receipt of application; and2. An application received after 3.00 pm – closing NAV of the next Business Day. <p><i>Note: In case the application is received on a Non-Business Day, it will be considered as if received on the Next Business Day.</i></p>
Where can the applications for purchase/redemption be submitted?	Investors can submit the application for subscription or redemption at any of the Official Points of Acceptance as mentioned on page no. 99.
Minimum amount for purchase/redemption	<p>Minimum amount for purchase: ₹ 100 and in multiples of ₹ 1 thereafter</p> <p>Minimum Additional Purchase Amount: ₹ 100 and in multiples of ₹ 1 thereafter</p> <p>Minimum Redemption Amount: The minimum redemption amount shall be ‘any amount’ or ‘any number of units’ as requested by the investor at the time of redemption.</p> <p>The Redemption would be permitted to the extent of credit balance in the Unit holder’s account of the Scheme (subject to completion of Lock-in period or release of pledge / lien or other encumbrances). The Redemption request can be made by</p>



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	<p>specifying the rupee amount or by specifying the number of Units to be redeemed.</p> <p>The AMC/ Trustee reserves the right to change/ modify the terms of minimum redemption amount provision offered under the Scheme of the Fund.</p>																								
Minimum balance to be maintained and consequences of non-maintenance.	Currently, there is no minimum balance requirement.																								
Special Products features available	<p>SYSTEMATIC INVESTMENT PLAN (SIP)</p> <p>Unit holders can enroll for the SIP facility at the Official Point of Acceptance. An Investor if choosing 29th, 30th or 31st of a month as the SIP date, then the SIP date will be automatically considered as the first business day of the following month.</p> <p>Minimum amount per SIP instalment and Minimum number of instalments under monthly and quarterly frequency of SIP are as follows:</p> <table border="1"> <thead> <tr> <th>Frequency under SIP Facility</th> <th>Minimum Instalments</th> <th>Minimum SIP amount</th> </tr> </thead> <tbody> <tr> <td>Daily</td> <td>01</td> <td>₹ 100</td> </tr> <tr> <td>Weekly</td> <td>01</td> <td>₹ 100</td> </tr> <tr> <td>Fortnightly</td> <td>01</td> <td>₹ 100</td> </tr> <tr> <td>Monthly</td> <td>01</td> <td>₹ 100</td> </tr> <tr> <td>Quarterly</td> <td>01</td> <td>₹ 100</td> </tr> <tr> <td>Half -yearly</td> <td>01</td> <td>₹ 100</td> </tr> <tr> <td>Yearly</td> <td>01</td> <td>₹ 100</td> </tr> </tbody> </table> <p>If the SIP period is not specified by the unit holder, then the SIP enrolment will be deemed to be for perpetuity and processed accordingly.</p> <p>In case of SIP investments, where the entire instalment amount is not available in the bank account, the SIP for that month would be</p>	Frequency under SIP Facility	Minimum Instalments	Minimum SIP amount	Daily	01	₹ 100	Weekly	01	₹ 100	Fortnightly	01	₹ 100	Monthly	01	₹ 100	Quarterly	01	₹ 100	Half -yearly	01	₹ 100	Yearly	01	₹ 100
Frequency under SIP Facility	Minimum Instalments	Minimum SIP amount																							
Daily	01	₹ 100																							
Weekly	01	₹ 100																							
Fortnightly	01	₹ 100																							
Monthly	01	₹ 100																							
Quarterly	01	₹ 100																							
Half -yearly	01	₹ 100																							
Yearly	01	₹ 100																							



	<p>rejected. Allocation to a particular scheme or pro-rata allocation to schemes will not be carried out.</p> <p>Investors may register for SIP through One Time Mandate (OTM) for payment towards any future purchase transactions. Investors may choose any mode such as NACH/ECS/DIRECT DEBIT/ Standing Instruction (SI)/ UPI mandate as per arrangements with banks or payment aggregators. For online transactions, AMC may provide various payment modes, as available from time to time for SIP Enrolments.</p> <p>The SIP registration will be discontinued in cases where three (3) consecutive instalments are not honored.</p> <p>Units will be allotted at the Applicable NAV on SIP instalment realisation basis. In case the date falls on a Non-Business Day, the immediate next Business Day will be considered for this purpose. In case the fund realised on non-business day of the scheme, the immediate next Business Day will be considered for this purpose.</p> <p>The AMC/ Trustee reserves the right to change / modify the terms and conditions under the SIP prospectively at a future date.</p> <p>SIP Top up facility</p> <p>Investors may avail fixed SIP Top-up facility where they have an option to increase the amount of the SIP Instalment by a fixed amount at predefined intervals.</p> <p>SIP Top-up facility shall be available for SIP Investments through ECS (Debit Clearing) / Direct Debit Facility / Standing Instruction only. The Top-up amount should be in multiples of ₹1 only. Monthly and quarterly SIP offers top-up frequency at yearly intervals.</p> <p>An Illustration: How to calculate the SIP Top-up amount? SIP Period : 01-Jan-2023 to 01-Dec-2024 (2 Years) Monthly SIP Instalment Amount : ₹ 2,000 SIP Date : 1st of every month (24 instalments) Top-up Amount: ₹ 1,000 Top-up Frequency: Yearly</p>
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SIP Instalments shall be as follows:

Instalme nt No.	From Date	To Date	Monthly SIP amount in ₹	SIP Top up amount in ₹	Increased SIP amount in ₹
1 to 12	01-Jan-2 3	31-Dec-2 3	2,000	N.A.	2,000
13 to 24	01-Jan-2 4	31-Dec-2 4	2,000	1,000	3,000

Top-up cap option:

Unit holders have an option to cap the SIP Top-up amount based on either a fixed predefined amount or date as detailed below:

Top-up cap amount: Investor has an option to cap the SIP Top-up amount once the SIP instalment (including Top-up amount) reaches a fixed predefined amount.

Thereafter the SIP instalment will remain constant till the end of SIP tenure.

Top-up cap month-year: Investor has an option to provide an end date to the SIP Top-up amount. It is the date from which Top - up to the SIP instalment amount will cease and the SIP instalment will remain constant till the end of SIP tenure.

If none of the above options for Top-up cap is selected by the investor, the SIP Top-up will continue as per the SIP end date and Top-up amount specified by the investor.

Illustration 1: How to fix Top-up cap amount?

SIP Period: 01-Jan-2023 to 01-Dec-2027 (5 Years)

Monthly SIP Instalment Amount: ₹ 2,000

SIP Date: 1st of every month (60 instalments)

Top-up Amount: ₹ 1,000

Top-up Frequency: Yearly

Top-up cap amount (including SIP Instalment): ₹ 5,000

Instalm	From	To Date	Mont	SIP Top	SIP
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Instalment No.	Date		Monthly SIP amount in ₹	Top up amount in ₹	Instalment including Top up in ₹
			(A)	(B)	(A+B)
1 to 12	01-Jan-23	31-Dec-23	2,000	N.A.	2,000
13 to 24	01-Jan-24	31-Dec-24	2,000	1,000	3,000
25 to 36	01-Jan-25	31-Dec-25	3,000	1,000	4,000
37 to 48	01-Jan-26	31-Dec-26	4,000	1,000	5,000
49 to 60	01-Jan-27	31-Dec-27	5,000	N.A.	5,000

It may be seen in the above illustration that once the Topup cap amount (including the SIP instalment) reaches ₹ 5,000, the SIP instalment amount starting January 1, 2027 remains constant.

Illustration 2: How to fix top-up cap month-year?

SIP Period: 01-Jan-2023 to 01-Dec-2027 (5 Years)
 Monthly SIP Instalment Amount: ₹ 2,000
 SIP Date: 1st of every month (60 instalments)
 Top-up Amount: ₹ 1,000
 Top-up Frequency: Yearly
 Top-up cap month - year: 01-Jan-2026
 SIP Instalments shall be as follows:

Instalment No.	From Date	To Date	Monthly SIP amount in ₹	SIP Top up amount in ₹	SIP instalment including Top up in ₹
			(A)	(B)	(A+B)
1 to 12	01-Jan-23	31-Dec-23	2,000	N.A.	2,000



13 to 24	01-Jan-24	31-Dec-24	2,000	1,000	3,000
25 to 36	01-Jan-25	31-Dec-25	3,000	1,000	4,000
37 to 48	01-Jan-26	31-Dec-26	4,000	1,000	5,000
49 to 60	01-Jan-27	31-Dec-27	5,000	N.A.	5,000

It may be seen in the above illustration that after 1-Jan-2026 (the pre- defined Top up cap month-year), the SIP instalment amount remains constant.

The AMC / Trustee reserves the right to change the terms and conditions of this facility at a later date on a prospective basis. The AMC / Trustee reserves the right to withdraw the SIP Top-up facility.

SIP PAUSE FACILITY

The Fund offers Systematic Investment Plan (“SIP”) Pause facility (“the Facility”) for investors who wish to temporarily pause their SIP in the Schemes of the Fund.

The terms and conditions of the Facility are as follows:

1. This Facility is available for SIPs with Monthly and Quarterly frequencies.
2. The maximum number of instalments that can be paused using this facility are **3 (three)** consecutive instalments for SIPs registered with Monthly frequency and **1 (one)** for SIPs registered with Quarterly frequency. Thereafter, automatically the balance SIP instalments (as originally registered) will resume.
3. SIP pause requests should be submitted at least 15 days before the requested start date.
4. SIP Pause once registered cannot be cancelled.
5. The Investor understands and acknowledges that the SIP Pause facility is merely a transaction related facility offered by the



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Company; and the Investor unconditionally and irrevocably agrees that the AMC or Fund will not be liable for:

- (i) acting in good faith on any instructions received from the Investor;
 - (ii) any force majeure events that are beyond the control of any person; and
 - (iii) any error, default, delay or inability of the AMC or the Fund or its Agents to act on all or any of the instructions from the Investor.
- The Investor hereby assumes and undertakes the entire risk of using the Facility and agrees to take full responsibility for the same.

The Trustee reserves the right to change / modify the terms and conditions of the Facility or withdraw the Facility.

Systematic Transfer Plan (STP)

STP is a facility given to the Unit holders to transfer sums on periodic basis from one scheme to another schemes launched by the Mutual Fund from time to time by giving a single instruction.

Investors can opt for the STP by investing a lump sum amount in one scheme of the fund and providing a standing instruction to transfer sums at regular intervals.

Particulars	Frequency	Details
Frequency and Transaction Dates	Daily	Every Business Day
	Weekly	
	Fortnightly	
	Monthly	
Minimum number of transfers and minimum amount per STP	Daily	₹ 100/- each per transfer
	Weekly	
	Fortnightly	



	Monthly	
<p>An Investor if choosing 29th, 30th or 31st of a month as the STP date, then the STP date will be automatically considered as the first business day of the following month.</p> <p>If any STP transaction due date falls on a non-Business day, then the respective transactions will be processed on the immediately succeeding Business Day for both the schemes.</p> <p>Default Frequency - Monthly</p> <p>The Trustee/ AMC reserves the right to introduce STPs at any other frequencies or on any other dates as the AMC may feel appropriate from time to time. In the event that such a day is a Holiday, the transfer would be affected on the next Business Day.</p> <p>Systematic Withdrawal Plan (SWP)</p> <p>Unit holders have the benefit of availing the choice of Systematic Withdrawal Plan (SWP). The SWP allows the Unit holder to withdraw a specified sum of money each month/quarter/half-yearly/ yearly from his investments in the Schemes. SWP is ideal for investors seeking a regular inflow of funds for their needs. It is also ideally suited to retirees or individuals, who wish to invest lump sum and withdraw from the investment over a period of time. The amount thus withdrawn by redemption will be converted into Units at Applicable NAV and the number of Units so arrived at will be subtracted from the Units balance to the credit of that Unit holder. The Unit holder may avail of this Option, after the close of the New Fund Offer Period. Unit holders will have the option to change the amount or the period of withdrawals. The SWP may be terminated by a Unit holder and it will terminate automatically if all the Units are liquidated or withdrawn from the account or the holdings fall below Rs.1000/- (subject to the Unit holder failing to invest sufficient funds to bring the value of their holdings to the minimum amount of ₹1,000/- after the completion of SWP, within 30 days after the balance shall have fallen below the minimum holdings) or upon the Mutual Fund's receipt of notification of death or incapacity of the first Unit holder.</p>		



	<p>Default Option : Monthly option Minimum SWP instalment size is ₹100/- and in multiples of ₹ 1 thereafter.</p> <p>Switching Options</p> <p>Unit holders under the Scheme have the option to Switch part or all of their Unit holdings in the Scheme to any other Scheme offered by the Mutual Fund from time to time. The Mutual Fund also provides the Investors the flexibility to Switch their investments from any other scheme(s) / plan (s) offered by the Mutual Fund to this Scheme. This option will be useful to Unit holders who wish to alter the allocation of their investment among the scheme(s) / plan(s) of the Mutual Fund in order to meet their changed investment needs. The Switch will be effected by way of a Redemption of Units from the Scheme at Applicable NAV, subject to Exit Load, if any and reinvestment of the Redemption proceeds into another Scheme offered by the Mutual Fund at Applicable NAV and accordingly the Switch must comply with the Redemption rules of the Switch out Scheme and the Subscription rules of the Switch in Scheme.</p> <p>OTM – ONE TIME MANDATE (‘FACILITY’)</p> <p>OTM is a simple and convenient facility that enables the Unit holders to transact in the Schemes of the Fund by submitting OTM - One Time Mandate registration with the Fund through e-NACH or UPI autopay facility.</p> <p>It is a one - time registration process wherein the Unit holder(s) of the Scheme(s) of the Fund authorizes his / her bank to debit their account upto a certain specified limit per transaction, on request received from the Fund, as and when the transaction is undertaken by the Unit holder, without the need of submitting cheque or fund transfer letter with every transaction thereafter.</p> <p>This Facility is only available to Unit holder(s) of the Fund who have been assigned a folio number by the AMC.</p> <p>Unit Holder(s) are requested to note that the AMC reserves the right to amend the terms and conditions, or modify, or discontinue</p>
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	<p>the Facility for existing as well as prospective investors at any time in future.</p> <p><u>Process for Investments made in the name of Minor through a Guardian</u></p> <p>Payment for investment shall be accepted from the bank account of the minor or from a joint account of the minor with the guardian only, else the transaction is liable to get rejected. Unit holders are requested to review the Bank Account registered in the folio and ensure that the registered Bank Mandate is in favour of minor or joint with registered guardian in folio. If the registered Bank Account is not in favour of minor or not joint with registered guardian, unit holders will be required to submit the change of bank mandate, where minor is also a bank account holder (either single or joint with registered guardian), before initiation any redemption transaction in the folio, else the transaction is liable to get rejected. For systematic transactions in a minor’s folio, AMC will register standing instructions till the date of the minor attaining majority, though the instructions may be for a period beyond that date. Upon the minor attaining the status of major, the minor in whose name the investment was made, shall be required to provide all the KYC details and updated bank account details. No further transactions shall be allowed till the status of the minor is changed to major.</p>
Account Statement	<p>An allotment confirmation specifying the units allotted shall be sent by way of email and/or SMS within 5 Business Days of the closure of the NFO Period to the Unit holder's registered e-mail address and/or mobile number.</p> <p>ACCOUNT STATEMENTS DURING ONGOING OFFER PERIOD</p> <ol style="list-style-type: none">1. The AMC shall send an allotment confirmation specifying the units allotted by way of email and/or SMS within 5 Business Days of receipt of valid application/transaction to the Unit holders registered e-mail address and/ or mobile number (whether units are held in demat mode or in account statement form).



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	<ol style="list-style-type: none">2. The holding(s) of the beneficiary account holder for units held in demat mode will be shown in the statement issued by respective Depository Participants (DPs) periodically.3. A Consolidated Account Statement (CAS) detailing all the transactions across all mutual funds and holding at the end of the month shall be sent to the Unit holders in whose folio(s) transaction(s) have taken place during the month by mail or e-mail on or before 10th of the succeeding month.4. Half-yearly CAS shall be issued at the end of every six months (i.e. September/ March) on or before 10th day of succeeding month, to all investors providing the prescribed details across all schemes of mutual funds and securities held in dematerialized form across demat accounts, if applicable.5. Half yearly CAS will not be sent to those Unit holders who do not have any holdings in the schemes of mutual fund during the concerned half-year period.6. The periodical CAS will be sent by the Depositories to investors holding demat accounts (whether or not units are held in demat form) referred to as “SCAS” and by Mutual Fund Industry to other investors referred to as “MF-CAS”.7. The periodical CAS are issued on the basis of Permanent Account Number (PAN). Thus, CAS shall not be received by the Unit holders for the folios not updated with PAN and / or KYC details. Unit holders are therefore requested to ensure that the folios are updated with their PAN / KYC details.8. In the event the account has more than one registered holder, the first named Unit holder shall receive the CAS/ account statement.9. In case of investors opting to hold the Units in physical mode, the Unit holder may request for a physical account statement without any charges by writing to the AMC. The Mutual Fund/ AMC shall dispatch an account statement
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	<p>within 5 Business Days from the date of receipt of request from the Unit holder.</p> <p>Pursuant to SEBI Circular No. SEBI/HO/IMD/DF2/CIR/P/2016/89 dated September 20, 2016, the following additional disclosures will be provided in the CAS issued to the investors:</p> <ul style="list-style-type: none">- Each CAS/SCAS shall also provide the total purchase value / cost of investment in each scheme.- CAS/SCAS issued for the half-year (ended September / March) shall also provide the scheme's average Total Expense Ratio (in percentage terms) along with the break up between Investment and Advisory fees and Other expenses for the half-year period for the scheme. <p>Further information pertaining to SCAS sent by Depositories:</p> <ul style="list-style-type: none">- In case an investor does not wish to receive SCAS, an option shall be given by the Depository to indicate negative consent.- In case an investor does not wish to receive SCAS through e-mail, an option shall be given by the Depository to receive SCAS in physical.- Investor(s) having multiple demat accounts across the Depositories shall have an option to choose the Depository through which the SCAS will be received.- The half yearly SCAS will be sent by mail/e-mail as per the mode of receipt opted by the investors to receive monthly SCAS.- In case of demat accounts with NIL balance and no transactions in mutual fund folios and in securities, the depository shall send physical statements to investor(s) in terms of regulations applicable to Depositories. <p>Account Statement on creation of Segregated Portfolio, if any:</p> <p>A statement of holding indicating units held by a unit holder in the Segregated Portfolio, if any, along with the NAV of both Segregated Portfolio and Main Portfolio as on the day of the Credit Event shall be sent to the unit holder within 5 working days of creation of the Segregated Portfolio, if any.</p>
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	The AMC will send the account statement to the Unitholders on registered email.
Dividend	Not Applicable.
Redemption	<p>Payment of Redemption Proceeds</p> <p>Redemption payments may be made through electronic modes such as RTGS, NEFT, IMPS, direct credit, etc. as permitted by RBI or in any other manner specified by SEBI from time to time.</p> <p>Redemption proceeds will be paid to the Unit holder (registered holder of the Units or, if there is more than one registered holder, only to the first registered holder) with bank account number furnished to the Mutual Fund.</p> <p>As per SEBI (MF) Regulations, the Mutual Fund shall dispatch Redemption proceeds within 03 Business Days of the Redemption date. A penal interest of 15% or such other rate as may be prescribed by SEBI from time to time, will be paid by the AMC in case the Redemption proceeds are not dispatched within 03 Business Days of the Redemption date.</p> <p>Units will be redeemed on First In First Out (FIFO) basis.</p> <p>Redemption requests may not be processed if KYC compliant status is not updated in the folio.</p> <p>For Units held in demat form</p> <p>The redemption proceeds will be credited to the bank account of the Unitholder, as per the bank account details recorded with the DP.</p> <p>Multiple Bank Account Registration</p> <p>The AMC/ Mutual Fund provides a facility to the investors to register multiple bank accounts (currently upto 5 for Individuals and 10 for Non - Individuals) for receiving redemption by providing necessary details. Investors must specify any one account as the "Default Bank Account". The investor, may however, specify any other registered bank account for credit of redemption proceeds at the time of requesting for redemption.</p>



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	<p>Change in Bank Account</p> <p>The facility for change in Bank Account in both demat and non-demat mode is available. The investors are requested to reach out to the respective Depository Participant or AMC as the case may be.</p> <p>Email ID for communication</p> <p>First / Sole Holders should register their own email address and mobile number in their folio for speed and ease of communication in a convenient and cost-effective manner, and to help prevent fraudulent transactions.</p>
Delay in payment of redemption/ repurchase proceeds	<p>The AMC shall be liable to pay interest to the Unit holders at 15% or such other rate as may be prescribed by SEBI from time to time, in case the redemption/ repurchase proceeds are not dispatched within the prescribed time. However, the AMC will not be liable to pay any interest or compensation or any amount otherwise, in case the AMC / Trustee is required to obtain from the investor / unit holders verification of identity or such other details relating to subscription for Units under any applicable law or as may be requested by a regulatory body or any government authority, which may result in delay in processing the application.</p>
Purchase and Redemption of Units through Stock Exchange infrastructure	<p>Units of the Scheme can be purchased / redeemed through BSE Stock Exchange Platform (BSE StAR MF System) of BSE Limited (BSE) and Mutual Fund Services System (MFSS) of the National Stock Exchange of India Ltd. (NSE) for allotment and repurchase of Mutual Funds.</p> <p>Further, in line with SEBI circular No. SEBI/HO/MRD1/DSAP/CIR/P/2020/29 dated February 26, 2020 as amended from time to time, investors can directly buy/redeem units of the Scheme through the stock exchange platform.</p>
Treatment of Unclaimed redemption amount	<p>Please refer SAI for details.</p>



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C. PERIODIC DISCLOSURES

<p>Net Asset Value</p> <p><i>(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)</i></p>	<p>The AMC will calculate and disclose the first NAVs of the Scheme not later than 5 Business Days from the date of allotment of units under the NFO Period.</p> <p>Subsequently, the NAVs will be calculated and disclosed at the close of every Business Day in the following manner:</p> <p>(i) Displayed on the website of the Mutual Fund (www.zerodhafundhouse.com)</p> <p>(ii) Displayed on the website of Association of Mutual Funds in India (AMFI) (www.amfiindia.com)</p> <p>(iii) Any other manner as may be specified by SEBI from time to time.</p> <p>The Net Asset Value (NAV) of Segregated Portfolio, if any, shall be declared on every business day.</p> <p>Mutual Fund / AMC will provide facility of sending latest available NAVs to unitholders through SMS, upon receiving a specific request in this regard.</p> <p>AMC shall update the NAVs on the website of the Fund and AMFI by 11.00 p.m. every Business Day. In case of any delay in uploading on AMFI website, the reasons for such delay would be explained to AMFI in writing. If the NAVs are not available before commencement of business hours on the following day due to any reason, Mutual Fund shall issue a press release providing reasons and explaining when the Mutual Fund would be able to publish the NAVs.</p>
<p>Daily Performance Disclosure</p> <p><i>(after scheme completes one year of existence)</i></p>	<p>The AMC shall upload performance of the Scheme on a daily basis on AMFI website in the prescribed format along with other details such as Scheme AUM and previous day NAV, as prescribed by SEBI from time to time.</p>
<p>Portfolio Disclosure</p>	<p>The Mutual Fund/ AMC will disclose the portfolio (along with ISIN) of the Scheme, including Segregated Portfolio, if any, in the prescribed format, as on the last day of the month/</p>



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	<p>half-year i.e. March 31 and September 30, on its website viz. www.zerodhafundhouse.com and on the website of Association of Mutual Funds in India (AMFI) viz. www.amfiindia.com within 10 days from the close of each month/ half-year respectively. The Mutual Fund / AMC will send via mail, to the registered email address of the unitholders, both the monthly and half-yearly statement of scheme portfolio within 10 days from the close of each month / half-year respectively.</p> <p>Mutual Fund / AMC will publish an advertisement every half-year in an all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the half-yearly statement of the Scheme portfolio on its website and on the website of Association of Mutual Funds in India (AMFI). Mutual Fund / AMC will provide a physical copy of the statement of its Scheme portfolio, without charging any cost, on specific request received from a unitholder.</p>
Disclosure Norms for Index Funds	<p>A. The Index Funds shall disclose the following on monthly basis:</p> <ul style="list-style-type: none">i. Name and exposure to top 7 issuers and stocks respectively as a percentage of NAV of the scheme.ii. Name and exposure to top 7 groups as a percentage of NAV of the scheme.iii. Name and exposure to top 4 sectors as a percentage of NAV of the scheme. <p>B. Change in constituents of the index, if any, shall be disclosed on the website of Mutual Fund (www.zerodhafundhouse.com) on the day of change.</p>
Risk-o-meter	<p>The risk-o-meter of the Scheme shall be evaluated on a monthly basis and shall be disclosed along with portfolio disclosure on the AMC website and on AMFI website within 10 days from the close of each month.</p> <p>The risk level of the Scheme as on March 31 of every year, along with the number of times the risk level has changed over the year, shall be disclosed on the AMC website and AMFI website.</p>



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	<p>The scheme wise changes in Risk-o-meter shall be disclosed in scheme wise Annual Reports and Abridged summary.</p>
<p>Monthly Average Asset under Management (Monthly AAUM) Disclosure</p>	<p>The Mutual Fund shall disclose the Monthly AAUM under different categories of Schemes as specified by SEBI in the prescribed format on a monthly basis on its website viz. www.zerodhafundhouse.com and forward to AMFI within 7 working days from the end of the month.</p>
<p>Half Yearly Results</p>	<p>The Mutual Fund shall host half yearly disclosures of the Scheme's' unaudited financial results in the prescribed format on its website viz. www.zerodhafundhouse.com within one month from the close of each half year i.e. on 31st March and on 30th September and shall publish an advertisement in this regard in at least one English daily newspaper having nationwide circulation and in a newspaper having wide circulation published in the language of the region where the Head Office of the Mutual Fund is situated.</p>
<p>Annual Report</p>	<p>Scheme Annual report in the format prescribed by SEBI, will be hosted on the website of the Fund viz. www.zerodhafundhouse.com and on the website of Association of Mutual Funds in India (AMFI) viz. www.amfiindia.com as soon as may be but not later than four months from the date of closure of the relevant accounts year (i.e. 31st March each year). Mutual Fund / AMC will publish an advertisement every year, in the all India edition of at least two daily newspapers, one each in English and Hindi, disclosing the hosting of the Scheme wise Annual Report on the website of the Fund and on the website of Association of Mutual Funds in India (AMFI).</p> <p>Mutual Fund / AMC will e-mail the Scheme Annual Report or Abridged Summary thereof to the unitholders registered email address with the Mutual Fund. Mutual Fund / AMC will provide a physical copy of the abridged summary of the Annual Report, without charging any cost, on specific request received from a unitholder through any mode. A physical copy of the scheme wise annual report shall be made available for inspection to the investors at the registered office of the AMC. A link of the scheme annual report or abridged summary thereof shall be displayed prominently on the website of the</p>



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	Fund and shall also be displayed on the website of Association of Mutual Funds in India (AMFI).											
Associate Transactions	Kindly refer to SAI.											
<p>Taxation</p> <p><i>(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)</i></p>	<p>Zerodha Mutual Fund is a Mutual Fund registered with SEBI and hence the entire income of the Mutual Fund will be exempt from income tax in accordance with the provisions of Section 10(23D) of the Act.</p> <p>The applicability of tax laws, if any, on Zerodha Mutual Fund/ Scheme(s)/ investments made by the Scheme(s) /investors/ income attributable to or distributions or other payments made to Unit holders are based on the understanding of the current tax legislations</p> <p>Equity oriented Funds</p> <p>Tax implications on distributed income (hereinafter referred to as 'capital gains') by Mutual Funds:</p> <table border="1"> <thead> <tr> <th rowspan="2">Particulars</th> <th colspan="2">Taxability in the hands of individuals/ non-corporates/ corporates</th> </tr> <tr> <th>Resident</th> <th>Non-resident</th> </tr> </thead> <tbody> <tr> <td>Long-term Capital Gain (Held for a period of more than 12 months)</td> <td>10% (plus applicable surcharge and 4% cess) without indexation</td> <td>10% (plus applicable surcharge and 4% cess) without indexation</td> </tr> <tr> <td>Short Term Capital Gains (Held for a period of 12 months or less)</td> <td>15% (plus applicable surcharge and 4% cess)</td> <td>15% (plus applicable surcharge and 4% cess)</td> </tr> </tbody> </table> <p>Notes</p> <p>A. The levy of tax on distributed income payable by Mutual Funds has been abolished w.e.f. April 1, 2020 and instead tax</p>	Particulars	Taxability in the hands of individuals/ non-corporates/ corporates		Resident	Non-resident	Long-term Capital Gain (Held for a period of more than 12 months)	10% (plus applicable surcharge and 4% cess) without indexation	10% (plus applicable surcharge and 4% cess) without indexation	Short Term Capital Gains (Held for a period of 12 months or less)	15% (plus applicable surcharge and 4% cess)	15% (plus applicable surcharge and 4% cess)
Particulars	Taxability in the hands of individuals/ non-corporates/ corporates											
	Resident	Non-resident										
Long-term Capital Gain (Held for a period of more than 12 months)	10% (plus applicable surcharge and 4% cess) without indexation	10% (plus applicable surcharge and 4% cess) without indexation										
Short Term Capital Gains (Held for a period of 12 months or less)	15% (plus applicable surcharge and 4% cess)	15% (plus applicable surcharge and 4% cess)										



on income from mutual fund units in the hands of the unit holders at their applicable rates has been adopted.

1. *Equity Oriented Funds will also attract Securities Transaction Tax at applicable rates.*
2. *As per the provisions of section 196A which is specifically applicable in case of non-resident unitholders, a withholding tax rate of 20% (plus applicable surcharge and cess) on any income in respect of units of a Mutual Fund credited/ paid to non-resident unitholders shall apply, as section 196A does not make reference to "rates in force" but provides the withholding tax rate of 20% (plus applicable surcharge and cess).*

As per the provisions of section 196D of the Act which is specifically applicable in case of FPI/FII, the withholding tax rate of 20% (plus applicable surcharge and cess) on any income in respect of securities referred to in section 115AD(1)(a) credited / paid to FII shall apply. The Finance Act, 2021 inserted a proviso to section 196D(1) of the Act to grant relevant tax treaty benefits with effect from 1 April 2021 at the time of withholding tax on income with respect to securities of FPIs, subject to furnishing of tax residency certificate and such other documents as may be required. As per section 196D(2) of the Act, no TDS shall be made in respect of income by way of capital gain arising from the transfer of securities referred to in section 115AD of the Act.

3. *Health and education Cess shall be applicable at 4% on aggregate of base tax and surcharge.*
4. *The Finance Act , 2022 provides that in case of domestic company, the rate of income-tax shall be 25% if its total turnover or gross receipts in the financial year 2020-21 does not exceed ₹ 400 crores.*
5. *The corporate tax rates for domestic companies (not claiming specified incentives and deductions) at the rate of 22% under section 115BAA and domestic manufacturing companies (not claiming specified*



	<p><i>incentives and deductions) set-up and registered on or after 1 October 2019 at the rate of 15% under section 115BAB. The tax computed in case of domestic companies whose income is chargeable to tax under section 115BAA or section 115BAB shall be increased by a surcharge at the rate of 10%.</i></p> <p>6. <i>Short term/ long term capital gain tax will be deducted at the time of redemption of units in case of NRI investors only. However, as per section 196A of the Act the withholding tax of 20% (plus applicable surcharge and cess) is applicable on any income in respect of units of mutual fund in case of non-residents. Hence, based on language provided in said section, it seems that apart from any income distributed to NRI, withholding tax at 20% may be applicable on capital gains notwithstanding that such capital gains are taxable at a rate lower than 20%.</i></p> <p>7. <i>Section 112A provides that long term capital gains arising from transfer of a long term capital asset being a unit of an equity oriented fund shall be taxed at 10% (without indexation and foreign currency fluctuation benefit) of such capital gains exceeding one lakh rupees. The concessional rate of 10% shall be available only if STT has been paid on transfer in case of units of equity oriented mutual funds.</i></p> <p><i>Section 206AB would apply on any sum or income or amount paid, or payable or credited, by a person (herein referred to as deductee) to a specified person, as defined. This section shall not apply where the tax is required to be deducted under sections 192, 192A, 194B, 194BB, 194-IA, 194-IB, 194LBC, 194M or 194N of the Act. The TDS rate in this section is higher of the followings rates:</i></p> <ul style="list-style-type: none"><i>● twice the rate specified in the relevant provision of the Act; or</i><i>● twice the rate or rates in force; or</i><i>● the rate of five per cent.</i>
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	<p><i>It is also provided that if the provision of section 206AA of the Act is applicable to a specified person, in addition to the provision of this section, the tax shall be deducted at higher of the two rates provided in this section and in section 206AA of the Act. Specified person' means a person (excluding non-residents who do not have a permanent establishment in India) who has not filed income tax return under section 139(1) for the preceding year and aggregate of TDS and TCS in his case is INR 50,000 or more in the said year.</i></p> <p>For further details on taxation please refer to the clause on Taxation in the SAI.</p>
Stamp Duty	<p>Pursuant to Notification No. S.O. 1226(E) and G.S.R. 226(E) dated March 30, 2020 issued by Department of Revenue, Ministry of Finance, Government of India, read with Part I of Chapter IV of Notification dated February 21, 2019 issued by Legislative Department, Ministry of Law and Justice, Government of India on the Finance Act, 2019, stamp duty @0.005% of the transaction value would be levied on applicable mutual fund transactions.</p> <p>Accordingly, pursuant to levy of stamp duty, the number of units allotted on purchase transactions to the unitholders would be reduced to that extent.</p>
Investor Services	<p>Investors can lodge any service request or complaints or enquire about NAVs, Unit Holdings, etc. by sending an email to support@zerodhafundhouse.com</p> <p>The investor service representatives may require personal information of the Investor for verification of his / her identity in order to protect confidentiality of information. The AMC will at all times endeavour to handle transactions efficiently and to resolve any investor grievances promptly.</p> <p>Any complaints should be addressed to the Investor Relations Officer.</p> <p>Address:</p>



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	<p>Investor Relations Officer Zerodha Asset Management Private Limited New No.51, IndiQube Penta, 2nd Floor, Richmond Road, Bangalore - 560025 Email - iro@zerodhafundhouse.com</p> <p>For any grievances with respect to transactions through BSE StAR/ NMF/ MFSS, the investors / Unit Holders should approach either the stockbroker or the investor grievance cell of the stock exchange.</p> <p>Investors may escalate to the Compliance Officer at compliance@zerodhafundhouse.com and/ or CEO at ceo@zerodhafundhouse.com if they do not receive a response/ not satisfied with the response from the Investor Relations Team.</p>
Tracking Error (TE)	The Fund shall disclose the tracking error based on past one year rolling data, on a daily basis, on the website of respective Mutual Fund and AMFI.
Tracking Difference (TD)	The annualized difference of daily returns between the index and the NAV of the Fund shall be disclosed on the website of the Mutual Fund and AMFI, on a monthly basis, for tenures 1 year, 3 year, 5 year, 10 year and since the date of allotment of units.
Scheme Summary Document	The AMC will provide on its website a standalone scheme document for all the Schemes which contains all the details of the Scheme viz. Scheme features, Fund Manager details, investment details, investment objective, expense ratios, portfolio details, etc.

D. COMPUTATION OF NAV

The Net Asset Value (NAV) per Unit of the Scheme will be computed by dividing the net assets of the Scheme by the number of Units outstanding under the Scheme on the valuation date. The Mutual Fund will value its investments according to the valuation norms, as specified in Schedule VIII of the SEBI (MF) Regulations, or such norms as may be specified by SEBI from time to time.



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In case of any conflict between the Principles of Fair Valuation and valuation guidelines specified by SEBI, the Principles of Fair Valuation shall prevail.

NAV of Units of under the Scheme shall be calculated as shown below:

NAV (₹) per Unit =

Market or Fair Value of the Scheme's Investments + Current Assets - Current Liabilities and Provisions

No. of Units outstanding under each Scheme

The NAV of the Scheme will be calculated and disclosed at the close of every Business Day.

The NAV of the Scheme will be calculated up to 4 decimal places.

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IV. FEES AND EXPENSES

This section outlines the expenses that will be charged to the Scheme and also about the transaction charges to be borne by the investors. The information provided under this Section seeks to assist the investor in understanding the expense structure of the Plan(s) and types of different fees / expenses/ loads and their percentage the investor is likely to incur on purchasing and selling the Units of the Plan(s).

A. NEW FUND OFFER

These expenses are incurred for the purpose of various activities related to the NFO like sales and distribution, marketing and advertising, registrar expenses, printing and stationery, bank charges etc. The NFO expenses shall be borne by the AMC.

B. ANNUAL SCHEME RECURRING EXPENSES

These are the fees and expenses incurred for the Scheme. These expenses include but are not limited to Investment Management and Advisory Fee charged by the AMC, Registrar and Transfer Agents' fee, marketing and selling costs, listing fee, etc.

The AMC has estimated that the following expenses will be charged to the Scheme as permitted under Regulation 52 of SEBI (MF) Regulations. For the actual current expenses being charged, the investor should refer to the website of the Mutual Fund viz. www.zerodhafundhouse.com

Expense Head	% of daily net assets (estimated) (p.a.)
Investment Management and Advisory Fees	Upto 1.00%
Trustee Fees and Expenses ¹	
Audit Fees and Expenses	
Custodian Fees and Expenses	
RTA Fees and Expenses	
Marketing and Selling Expenses	
Cost related to Investor Communication	
Cost of fund transfer from one location to another	
Cost of providing account statements	
Cost of Statutory Advertisements	
Cost towards investor education and awareness ²	



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Brokerage and Transaction cost over and above 0.12% and 0.05% on value of trades for cash and derivative market trades only	
GST on expenses other than Investment Management and Advisory Fees ³	
GST on brokerage and transaction cost ³	
Other Expenses	
Maximum Total Expense Ratio (TER) permissible under Regulation 52 (6) ⁴	Upto 1.00%

¹ Trustee Fees and Expenses

In accordance with the Trust Deed constituting the Mutual Fund, the Trustee is entitled to receive, in addition to the reimbursement of all costs, charges, and expenses, a yearly fee of ₹ 1. Such fee shall be paid to the Trustee within seven working days of the end of every year. The Trustee may charge further expenses as permitted from time to time under the Trust Deed and SEBI (MF) Regulations.

² Investor Education and Awareness initiatives

As per Para F of the SEBI Circular No. CIR/IMD/DF/21/2012 dated September 13, 2012 read with SEBI Circular no. SEBI/HO/IMD/DOF2/P/CIR/2022/69 dated May 23, 2022, the AMC shall annually set apart at least 1 basis points p.a. (i.e. 0.01% p.a.) on daily net assets of the Plan(s) under the Scheme within the limits of total expenses prescribed under Regulation 52 of SEBI (MF) Regulations for investor education and awareness initiatives undertaken.

³ Refer Point (3) below on GST on various expenses.

⁴ *The expenses towards Investment Management and Advisory Fees under Regulation 52 (2) and the various sub-heads of recurring expenses mentioned under Regulation 52 (4) of SEBI (MF) Regulations are fungible in nature. Thus, there shall be no internal sub-limits within the expense ratio for expense heads mentioned under Regulation 52 (2) and (4) respectively.*

The purpose of the above table is to assist the Investor in understanding the various costs and expenses that an Investor in the Plan(s) under the Scheme will bear directly or indirectly. The figures in the table above are estimates. The actual expenses that can be charged to the Scheme will be subject to limits prescribed from time to time under the SEBI (MF) Regulations.

GST

As per Para B of the SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, GST shall be charged as follows: -



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- a. GST on investment management and advisory fees shall be charged to the Scheme in addition to the maximum limit of TER as prescribed in Regulation 52 (6) of the SEBI (MF) Regulations.
- b. GST on other than investment management and advisory fees, if any, shall be borne by the Scheme within the maximum limit of TER as prescribed in Regulation 52 (6) of the SEBI (MF) Regulations.
- c. GST on brokerage and transaction cost paid for execution of trade, if any, shall be within the limit prescribed under Regulation 52 of the SEBI (MF) Regulations.

The total expenses of the Scheme including the Investment Management and Advisory Fee shall not exceed the limits stated in Regulation 52 of the SEBI (MF) Regulations.

The mutual fund would update the current expense ratios on the website (www.zerodhafundhouse.com) at least three working days prior to the effective date of the change and update the TER under the Section titled “Statutory Disclosures” under the sub-section titled “Total Expense Ratio of Mutual Funds”.

Illustration: Impact of Expense Ratio on Scheme's return

Expense ratio, normally expressed as a percentage of Average Assets under Management, is calculated by dividing the permissible expenses under the Regulations by the average net assets.

To further illustrate the above, for the Scheme under reference, suppose an Investor invested ₹ 10,000/- (after deduction of stamp duty) under the Direct Plan, the impact of expenses charged will be as under:

Particulars	Direct Plan
Amount invested at the beginning of the year (Rs.)	10,000
Returns before expenses (Rs.)	1,500
Expenses (Rs.)	150
Returns after expenses at the end of the year (Rs.)	1,350
Returns (per annum in %)	13.5%



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Note(s):

- *The purpose of the above illustration is to purely explain the impact of expense ratio charged to the Plan(s) under the Scheme and should not be construed as providing any kind of investment advice or guarantee of returns on investments.*
- *It is assumed that the expenses charged are evenly distributed throughout the year.*
- *Calculations are based on assumed NAVs, and actual returns on your investment may be more, or less.*
- *Any tax impact has not been considered in the above example, in view of the individual nature of the tax implications. Each investor is advised to seek appropriate advice.*

All scheme related expenses including commission paid to distributors, by whatever name it may be called and in whatever manner it may be paid, shall necessarily be paid from the scheme only within the regulatory limits and not from the books of AMC, its associate, sponsor, trustees or any other entity through any route in terms of SEBI circulars, subject to the clarifications provided by SEBI to AMFI vide letter dated February 21, 2019 on implementation of SEBI Circular dated October 22, 2018 on Total Expense Ratio (TER) and performance disclosure for Mutual Fund.

C. TRANSACTION CHARGES

For details refer to the section '**Highlights / Summary of the Scheme(s)**' on **Page 5-8**.

D. LOAD STRUCTURE

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.zerodhafundhouse.com)

Details of Load Structure:

Entry/ Sales Load	Not Applicable.
Exit / Redemption Load	Nil.

The Trustee / AMC reserves the right to modify / change the Load structure if it so deems fit in the interest of smooth and efficient functioning of the Mutual Fund.

Any imposition or enhancement of Exit Load in the load shall be applicable on prospective investments only. At the time of changing the load structure the AMC / Mutual Fund may adopt the following procedure:



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- (i) The addendum detailing the changes will be attached to Scheme Information Document and Key Information Memorandum and displayed on our website www.zerodhafundhouse.com.
- (ii) The introduction of the Load along with the details will be mentioned in the acknowledgement issued to the investors on submission of the application and will also be disclosed in the Account Statement or in the covering letter issued to the Unit holders after the introduction of such Load.
- (iii) A public notice shall be given in respect of such changes 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.
- (iv) Any other measures which the mutual funds may feel necessary.

E. WAIVER OF LOAD FOR DIRECT APPLICATIONS

Pursuant to SEBI circular no. SEBI/IMD/CIR No.4/ 168230/09 dated June 30, 2009 no entry load shall be charged for all mutual fund schemes.

Therefore, the procedure for waiver of load for direct applications is no longer applicable.



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V. RIGHTS OF UNITHOLDERS

Please refer to 'Statement of Additional Information ('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

This section shall contain the details of penalties, pending litigation, and action taken by SEBI and other regulatory and Govt. Agencies.

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 three years shall be disclosed.

Not Applicable.

2. In case of Indian Sponsor(s), details of all monetary penalties imposed and/ or action taken during the last three years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and/ or the AMC and/ or the Board of Trustees /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 three years shall also be disclosed.

Not Applicable.

3. Details of all enforcement actions taken by SEBI in the last three 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 Trustees /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.

Not Applicable.

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



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Company and/ or any of the directors and/ or key personnel are a party should also be disclosed separately.

Not Applicable.

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.

Not Applicable.

Any amendments / replacement / re-enactment of SEBI (MF) Regulations subsequent to the date of the Scheme Information Document shall prevail over those specified in this Scheme Information Document.

The Scheme under this Scheme Information Document was approved by the Trustee vide its resolution dated August 28, 2023 .

Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (MF) Regulations, guidelines and circulars issued by SEBI from time to time will be applicable.

For and on behalf of
Zerodha Asset Management Private Limited

Sd/-

(Vishal Jain)
Chief Executive Officer
ceo@zerodhafundhouse.com

Date: October 12, 2023

Place: Bangalore



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Official Point of Acceptances

Zerodha Fund House is focused on delivering a completely online experience. Accordingly, the Official Point of Acceptance (OPAs) will be online/ electronic mode only, unless specifically specified under the SEBI (MF) Regulations.

The investors can undertake any transaction(s), including purchase/redemption/switch and avail of any service(s) from time to time through the online/electronic modes via various sources like:

- Direct point of online contact for the AMC, such as the website, mobile application, WhatsApp, or any other online mode of communication by enabling transactions directly or in directly (by redirecting to any other relevant partner platform)
- Website/ Mobile App of MFU and MF Central - <https://www.mfuindia.com>;
<https://www.mfcentral.com/>
- Website/ Mobile App of various aggregator platforms/ channel partners/ business partners/ investment advisers/ execution only platform with whom AMC has entered or may enter into specific arrangements
- CAMS - <https://www.camsonline.com/>

The investors can also submit the application by placing the order with the members (stock brokers) of stock exchanges or RIAs through the stock exchange infrastructure (i.e., BSE StAR MF/ NMF/ MFSS).



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