ICICI Prudential Liquid Fund is suitable for investors who are seeking*:

- Short term savings solution
- A liquid fund that aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity.

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

For Continuous offer for units at NAV based prices:

Face Value of units of ICICI Prudential Liquid Fund is Rs. 100/- each.

Name of Mutual Fund: ICICI Prudential Mutual Fund

Name of Asset Management Company: ICICI Prudential Asset Management Company Limited

Name of Trustee Company: ICICI Prudential Trust Limited

INVESTMENT MANAGER

ICICI Prudential Asset Management Company Limited

Corporate Identity Number: U99999DL1993PLC054135

Registered Office: 12th Floor, Narain Manzil, 23, Barakhamba Road, New Delhi – 110 001

Corporate Office: One BKC ,13th Floor, Bandra Kurla Complex, Mumbai - 400051

Central Service Office: 2nd Floor, Block B-2, Nirlon Knowledge Park, Western Express Highway, Goregaon (East), Mumbai – 400 063

Email: enquiry@icicipruamc.com
Website: www.icicipruamc.com

TRUSTEE

ICICI Prudential Trust Limited

Corporate Identity Number: U74999DL1993PLC054134

Registered Office: 12th Floor, Narain Manzil, 23, Barakhamba Road, New Delhi – 110 001

The particulars of ICICI Prudential Liquid Fund (the Scheme) have been prepared in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations 1996, (herein after referred to as SEBI (MF) Regulations) as amended till date, and filed with SEBI, along with a Due Diligence Certificate from the Asset Management Company. 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).

This 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 pertaining to the 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 / Investor Service Centres / Website / Distributors or Brokers.

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

SAI is incorporated by reference (is legally a part of the SID). For a free copy of the current SAI, please contact your nearest Investor Service Centre or log on to our website viz. www.icicipruamc.com.

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

This Scheme Information Document is dated March 29, 2019.
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Scheme Information Document
ICICI Prudential Liquid Fund
### ABBREVIATIONS

<table>
<thead>
<tr>
<th>Abbreviations</th>
<th>Particulars</th>
</tr>
</thead>
<tbody>
<tr>
<td>AMC</td>
<td>ICICI Prudential Asset Management Company Limited</td>
</tr>
<tr>
<td>AMFI</td>
<td>Association of Mutual Fund in India</td>
</tr>
<tr>
<td>AML</td>
<td>Anti Money Laundering</td>
</tr>
<tr>
<td>CAMS</td>
<td>Computer Age Management Services Private Limited</td>
</tr>
<tr>
<td>CDSL</td>
<td>Central Depository Services (India) Limited</td>
</tr>
<tr>
<td>TREPs</td>
<td>Tri-Party Repos</td>
</tr>
<tr>
<td>ISIN</td>
<td>International Securities Identification Number</td>
</tr>
<tr>
<td>NAV</td>
<td>Net Asset Value</td>
</tr>
<tr>
<td>NRI</td>
<td>Non-Resident Indian</td>
</tr>
<tr>
<td>SID</td>
<td>Scheme Information Document</td>
</tr>
<tr>
<td>RBI</td>
<td>Reserve Bank of India</td>
</tr>
<tr>
<td>SEBI or the Board</td>
<td>Securities and Exchange Board of India</td>
</tr>
<tr>
<td>The Fund or The Mutual Fund</td>
<td>ICICI Prudential Mutual Fund</td>
</tr>
<tr>
<td>The Trustee/ Trustees</td>
<td>ICICI Prudential Trust Limited</td>
</tr>
<tr>
<td>FPI</td>
<td>Foreign Portfolio Investor</td>
</tr>
<tr>
<td>ICICI Bank</td>
<td>ICICI Bank Limited</td>
</tr>
<tr>
<td>IMA</td>
<td>Investment Management Agreement</td>
</tr>
<tr>
<td>DP</td>
<td>Depository Participant</td>
</tr>
<tr>
<td>The Scheme</td>
<td>ICICI Prudential Liquid Fund</td>
</tr>
<tr>
<td>SEBI Regulations / The Regulations</td>
<td>Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended from time to time.</td>
</tr>
</tbody>
</table>

### INTERPRETATION

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

- The terms included in this SID include the plural as well as singular.
- Pronouns having a masculine or feminine gender shall be deemed to include the other.
- All references to “US$$” refer to United States Dollars and “Rs./INR/ ₹” refer to Indian Rupees. A “Crore” means “ten million” and a “Lakh” means a “hundred thousand”.
- Words not defined here has the same meaning as defined in “The Regulations”
HIGHLIGHTS/SUMMARY OF THE SCHEME

<table>
<thead>
<tr>
<th>Name of the Scheme</th>
<th>ICICI Prudential Liquid Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of Scheme</td>
<td>An open ended liquid scheme</td>
</tr>
<tr>
<td>Investment Objective</td>
<td>The Scheme aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity, through investments made primarily in money market and debt instruments. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
</tr>
<tr>
<td>Liquidity</td>
<td>The Scheme being offered is open ended scheme and will offer units for sale / switch-in and redemption / switch-out, on every business day at NAV based prices subject to applicable loads. As per SEBI (Mutual Funds) Regulations, 1996, the Mutual Fund shall despatch redemption proceeds within 10 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 in case the payment of redemption proceeds is not made within 10 business days from the date of redemption. Please refer to section 'Redemption of units' for details.</td>
</tr>
<tr>
<td>Benchmark</td>
<td>CRISIL Liquid Fund Index</td>
</tr>
</tbody>
</table>

TRANSPARENCY/NAV DISCLOSURE

The NAV will be calculated and disclosed at the close of every Business Day. The AMC shall prominently disclose the NAV of all schemes under a separate head on the AMC’s website and on the website of AMFI. NAV will be determined on every Business Day except in special circumstances. NAV of the Scheme shall be made available at all Customer Service Centres of the AMC.

AMC shall update the NAV on the website of Association of Mutual Funds in India - AMFI (www.amfiindia.com) and AMC website (www.icicipruamc.com) by 9.00 p.m. on every business day. In case of any delay, the reasons for such delay would be explained to AMFI and SEBI by the next day. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Fund shall issue a press release providing reasons and explaining when the Fund would be able to publish the NAVs.

The AMC shall disclose portfolio of the scheme (along with ISIN) as on the last day of the month / half-year on AMC’s website i.e. www.icicipruamc.com and on the website of AMFI within 10 days from the close of each month / half-year respectively. Top 10 portfolio holdings (issuer wise and sector wise) are also disclosed in this SID.

The AMC shall publish an advertisement in all India edition of at least two daily newspapers, one each in English and Hindi, every half year disclosing the hosting of the half-yearly statement of the scheme’s portfolio on the AMC’s website and
<table>
<thead>
<tr>
<th>Name of the Scheme</th>
<th>ICICI Prudential Liquid Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>on the website of AMFI.</td>
<td></td>
</tr>
</tbody>
</table>

The AMC shall send via email both the monthly and half-yearly statement of scheme portfolio within 10 days from the close of each month / half-year respectively. The unitholders whose e-mail addresses are not registered with the Fund are requested to update / provide their email address to the Fund for updating the database.

The AMC shall provide a physical copy of the statement of scheme portfolio, without charging any cost, on specific request received from a unit holder.

<table>
<thead>
<tr>
<th>Loads</th>
<th>Entry Load: Not Applicable</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>In terms of circular no. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009, SEBI has notified that w.e.f. August 01, 2009 there will be no entry load charged to the Schemes of the Mutual Fund and the upfront commission to distributors will be paid by the investor directly to the distributor, based on his assessment of various factors including the service rendered by the distributor.</td>
</tr>
<tr>
<td></td>
<td>Exit Load: NIL</td>
</tr>
<tr>
<td></td>
<td>The Trustees shall have a right to prescribe or modify the exit load structure with prospective effect subject to a maximum prescribed under the Regulations.</td>
</tr>
<tr>
<td></td>
<td>The AMC shall not charge entry and/or exit load on units allotted on reinvestment of dividend.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Minimum Application Amount*</th>
<th>Rs. 100/- (plus in multiples of Re.1/-)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Minimum Additional Amount*</td>
<td>Rs. 1/- (plus in multiples of Re.1/-)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>SIP</th>
<th>Daily, Weekly, Fortnightly, Monthly SIP*: Rs. 500/- (plus in multiple of Re. 1/-) Minimum installments: 6 Quarterly SIP*: Rs. 5,000/- (plus in multiple of Re. 1/-) Minimum installments – 4</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>* The applicability of the minimum amount of installment mentioned is at the time of registration only.</td>
</tr>
</tbody>
</table>

For more details, refer UNITS & OFFER section.

<table>
<thead>
<tr>
<th>Minimum Redemption Amount*</th>
<th>Rs. 1/- (plus in multiples of Re.1/-)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Minimum installment for SWP (at the time of registration.)</td>
<td>Rs. 500 and in multiples of Rs. 1/-</td>
</tr>
<tr>
<td>Monthly, Quarterly, Half Yearly and Annual frequencies are available under this facility. Minimum number of installments for all the frequencies will be 2.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>STP/ Flex STP/ Value STP</th>
<th>Available. Daily, Weekly, Monthly and Quarterly Frequency is available in</th>
</tr>
</thead>
</table>

Scheme Information Document
ICICI Prudential Liquid Fund
### Name of the Scheme

| Scheme Information Document
| ICICI Prudential Liquid Fund |

#### Systematic Transfer Plan Facility (STP), Flex Systematic Transfer Plan Facility (Flex STP) and Value Systematic Transfer Plan Facility (Value STP) for both (Source and Target) under all the plans under the Scheme. However, Flex STP and Value STP can be registered only in Growth option of the Target scheme. Further, only one registration (either Flex STP or Value STP) per target scheme in a folio would be allowed. The minimum amount of transfer for daily frequency in STP, Flex STP and Value STP is Rs. 250/- and in multiples of Rs. 50/-. The minimum amount of transfer for weekly, monthly and quarterly frequency in STP, Flex STP and Value STP is Rs. 1000/- and in multiples of Rs. 1/-. The applicability of the minimum amount of transfer mentioned are at the time of registration only. The minimum number of instalments for daily, weekly and monthly frequencies will be 6 and for quarterly frequency will be 4.

#### SIP Pause

SIP Pause is a facility that allows investors to pause their existing SIP for a temporary period. Investors can pause their existing SIP without discontinuing it. SIP restarts automatically after the pause period is over. This facility can be availed only once during the tenure of the existing SIP. SIP can be paused for a minimum period of 1 month to a maximum period of 3 months.

#### LIQUITY FACILITY

“Liquity” is a facility through which investors can transfer the dividend payout or appreciation or dividend reinvestment or specified amount, if any, from the Source Schemes to the Target Schemes.

ICICI Prudential Liquid Fund is a Source Scheme under this facility.

<table>
<thead>
<tr>
<th>Plans / Options</th>
<th>Plans</th>
<th>ICICI Prudential Liquid Fund and ICICI Prudential Liquid Fund – Direct Plan</th>
</tr>
</thead>
</table>
| Default Plan (if no plan is selected) | • If broker code is not mentioned the default plan is ICICI Prudential Liquid Fund – Direct Plan  
• If broker code is mentioned the default plan is ICICI Prudential Liquid Fund |
| Default Plan (in certain circumstances) | • If ICICI Prudential Liquid Fund – Direct Plan is opted, but ARN code is also stated, then application would be processed under ICICI Prudential Liquid Fund – Direct Plan  
• If ICICI Prudential Liquid Fund is opted, but ARN code is not stated, then the application would be processed under ICICI Prudential Liquid Fund – Direct Plan |
<p>| Options/ sub-options | Growth Options and Dividend Option with Dividend Payout and Dividend |</p>
<table>
<thead>
<tr>
<th>Name of the Scheme</th>
<th>ICICI Prudential Liquid Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reinvestment sub-options (with Daily, Weekly, Monthly, Quarterly, Half Yearly, Annual and Dividend Others frequencies)</td>
<td></td>
</tr>
<tr>
<td>Default Option</td>
<td>Growth Option</td>
</tr>
<tr>
<td>Default sub-option</td>
<td>Dividend Reinvestment</td>
</tr>
</tbody>
</table>

In case neither distributor code is mentioned nor ‘ICICI Prudential Liquid Fund -Direct Plan’ is selected in the application form, the application will be processed under the ‘ICICI Prudential Liquid Fund - Direct Plan’.

ICICI Prudential Liquid Fund -Direct Plan is only for investors who purchase /subscribe units in a Scheme directly with the Fund.

The Plans and Options stated above will have common portfolio.

In accordance with circular no. SEBI/HO/IMD/DF2/CIR/P/2016/37 dated February 25, 2016 and circular dated December 15, 2009 and subject to of the Trustee, the AMC has introduced separate plans under the Scheme for deployment of unclaimed amounts. Kindly refer “Deployment of unclaimed dividend/redemption” for further details.

The Scheme will not accept any fresh subscriptions/switch-ins in any other plan than mentioned above. The other plans under the scheme will continue till the existing investors remain invested in such plans.

The Trustee reserves the right to add any other options/ sub-options under the Scheme.

The Trustee reserves the right to declare dividends under the Scheme depending on the net distributable surplus available under the Scheme. It should, however, be noted that actual distribution of dividends and the frequency of distribution will depend, interalia, on the availability of distributable surplus and will be entirely at the discretion of the Trustee.

The AMC reserves the right to change/ modify any features of aforesaid facilities available under the Schemes.

‘Quick Withdrawal’ facility under the Scheme endeavors to send the redemption proceeds to the registered bank account of the investors instantly from the time of receipt of Quick Withdrawal facility request using Immediate Payment Service (IMPS) provided by various banks.

For more details please refer “Units and Offer” section.
*Not applicable to separate plans under ICICI Prudential Liquid Fund for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education.
SECTION 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.
- The NAV of the Scheme may be affected by changes in the general market conditions, factors and forces affecting capital market in particular, level of interest rates, various market related factors and trading volumes, settlement periods and transfer procedures. As with any securities investment, the NAV of the Units issued under the Scheme can go up or down depending on the factors and forces affecting the capital markets.
- Past performance of the Sponsors/AMC/Mutual Fund does not guarantee future performance of the Scheme.
- 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 Rs. 22.2 lakhs made by it towards setting up the Fund and such other accretions and additions to the corpus set up by the Sponsors.
- Investors in the Scheme are not being offered any guaranteed/indicated returns.
- The NAV of the Scheme may be affected by changes in the general market conditions, factors and forces affecting capital market in particular, level of interest rates, various market related factors and trading volumes, settlement periods and transfer procedures. As with any securities investment, the NAV of the Units issued under the Scheme can go up or down depending on the factors and forces affecting the capital markets.
- In the event of receipt of inordinately large number of redemption requests or of a restructuring of any of the Scheme’s portfolio, there may be delays in the redemption of Units.
- The liquidity of the Scheme’s investments is inherently restricted by trading volumes in the securities in which it invests.
- Mutual Funds and securities investments are subject to market risks and there is no assurance or guarantee that the objectives of the Scheme will be achieved.
- Mutual Funds being vehicles of securities, investments are subject to market and other risks and there can be no guarantee against loss resulting from investing in the Scheme. The various factors which impact the value of scheme’s investments include but are not limited to fluctuations in the equity and bond markets, fluctuations in interest rates, prevailing political and economic environment, changes in government policy, factors specific to the issuer of securities, tax laws, liquidity of the underlying instruments, settlements periods, trading volumes etc. and securities investments are subject to market risks and there is no assurance or guarantee that the objectives of the Scheme will be achieved.
- As the liquidity of the Scheme’s investments could at times, be restricted by trading volumes and settlement periods, the time taken by the Fund for redemption of units may be significant in the event of an inordinately large number of redemption requests or of a restructuring of the Scheme’s portfolio. In view of this the Trustee has the right, at their sole discretion to limit redemptions.
(including suspending redemption) under certain circumstances, as described under the section titled “Right to limit Redemptions”.

- From time to time and subject to the regulations, the sponsors, the mutual funds and investment Companies managed by them, their affiliates, their associate companies, subsidiaries of the sponsors and the AMC may invest in either directly or indirectly in the Scheme. The funds managed by these affiliates, associates and/or the AMC may acquire a substantial portion of the Scheme. Accordingly, redemption of units held by such funds, affiliates/associates and sponsors may have an adverse impact on the units of the Scheme because the timing of such redemption may impact the ability of other unit holders to redeem their units. Further, as per the regulation, in case the AMC invests in any of the schemes managed by it, it shall not be entitled to charge any fees on such investments.
- The Scheme may invest in other schemes managed by the AMC or in the schemes of any other Mutual Funds, provided it is in conformity to the investment objective of the Scheme and in terms of the prevailing Regulations. As per the Regulations, no investment management fees will be charged for such investments.
- Different types of securities in which the Scheme would invest as given in the scheme information document carry different levels and types of risk. Accordingly the scheme’s risk may increase or decrease depending upon its investment pattern. E.g. corporate bonds carry a higher amount of risk than Government securities. Further even among corporate bonds, bonds which are AAA rated are comparatively less risky than bonds which are AA rated.
- The AMC may, considering the overall level of risk of the portfolio, invest in lower rated/unrated securities offering higher yields. This may increase the risk of the portfolio.

**Scheme Specific Risk Factors**

Some of the specific risk factors related to the Scheme include, but are not limited to the following:

- **Risk Factors associated with investment in Fixed Income Securities**
  
  - **Market Risk:** The Net Asset Value (NAV) of the Scheme(s), to the extent invested in Debt and Money Market securities, will be affected by changes in the general level of interest rates. The NAV of the Scheme(s) is expected to increase from a fall in interest rates while it would be adversely affected by an increase in the level of interest rates.
  
  - **Liquidity Risk:** Money market securities, while fairly liquid, lack a well-developed secondary market, which may restrict the selling ability of the Scheme(s) and may lead to the Scheme(s) incurring losses till the security is finally sold.
  
  - **Credit Risk:** Investments in Debt 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.
  
  - **Price Risk:** Government securities where a fixed return is offered run price-risk like any other fixed income security. Generally, when interest rates rise, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fall or rise in the prices is a function of the existing coupon, days to maturity and the increase or decrease in the level of interest rates. The new level of interest rate is determined by the rates at which government raises new money.
and/or the price levels at which the market is already dealing in existing securities. The price-risk is not unique to Government Securities. It exists for all fixed income securities. However, Government Securities are unique in the sense that their credit risk generally remains zero. Therefore, their prices are influenced only by movement in interest rates in the financial system.

- **Reinvestment Risk**: This risk refers to the interest rate levels at which cash flows received from the securities in the Scheme are reinvested. The additional income from reinvestment is the “interest on interest” component. The risk is that the rate at which interim cash flows can be reinvested may be lower than that originally assumed.

- Different types of fixed income securities in which the Scheme(s) would invest as given in the Scheme Information Document carry different levels and types of risk. Accordingly, the Scheme(s) risk may increase or decrease depending upon its investment pattern. e.g. corporate bonds carry a higher level of risk than Government securities. Further even among corporate bonds, bonds, which are AAA rated, are comparatively less risky than bonds, which are AA rated.

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

- As zero coupon securities does not provide periodic interest payments to the holder of the security, these securities are more sensitive to changes in interest rates. Therefore, the interest rate risk of zero coupon securities is higher. The AMC may choose to invest in zero coupon securities that offer attractive yields. This may increase the risk of the portfolio.

- Securities, which are not quoted on the stock exchanges, are inherently illiquid in nature and carry a larger amount of liquidity risk, in comparison to securities that are listed on the exchanges or offer other exit options to the investor, including a put option. The AMC may choose to invest in unlisted securities that offer attractive yields. This may increase the risk of the portfolio.

- The Scheme(s) at times may receive large number of redemption requests, leading to an asset-liability mismatch and therefore, requiring the investment manager to make a distress sale of the securities leading to realignment of the portfolio and consequently resulting in investment in lower yield instruments.

- Scheme’s performance may differ from the benchmark index to the extent of the investments held in the debt segment, as per the investment pattern indicated under normal circumstances.

- Investment in unrated instruments may involve a risk of default or decline in market value higher than rated instruments due to adverse economic and issuer-specific developments. Such investments display increased price sensitivity to changing interest rates and to a deteriorating economic environment. The market values for unrated investments tends to be more volatile and such securities tend to be less liquid than rated debt securities.

- Changes in government policy in general and changes in tax benefits applicable to Mutual Funds may impact the returns to investors in the Schemes.

- The inability of the Schemes to make intended securities purchases due to settlement problems could cause the Schemes to miss certain investment
opportunities. By the same rationale, the inability to sell securities held in the Schemes’ portfolio due to the extraneous factors that may impact liquidity would result, at times, in potential losses to the Scheme, in case of a subsequent decline in the value of securities held in the Schemes’ portfolio.

- **Risks associated with investment in ADR / GDR / Foreign securities**

  The Scheme will not have any exposure in ADR / GDR / Foreign securities.

- **Risks associated with investment in Derivatives**

  1. The Schemes may use various derivative products as permitted by the Regulations. Use of derivatives requires an understanding of not only the underlying instrument but also of the derivative itself. Other risks include the risk of mis-pricing or improper valuation and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.

  2. The Fund may use derivatives instruments like Interest Rate Swaps, Forward Rate Agreements or other derivative instruments for the purpose of hedging and portfolio balancing, as permitted under the Regulations and guidelines. Usage of derivatives will expose the Schemes to certain risks inherent to such derivatives.

  3. 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.

  4. Thus, derivatives are highly leveraged instruments. Even a small price movement in the underlying security could have a large impact on their value. Also, the market for derivative instruments is nascent in India.

  5. 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.

  6. The specific risk factors arising out of a derivative strategy used by the Fund Manager may be as below:

     - Lack of opportunity available in the market.
     - The risk of mispricing or improper valuation and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.
     - Execution Risk: The prices which are seen on the screen need not be the same at which execution will take place
     - Basis Risk: This risk arises when the derivative instrument used to hedge the underlying asset does not match the movement of the underlying asset being hedged
     - Exchanges could raise the initial margin, variation margin or other forms of margin on derivative contracts, impose one sided margins or insist that margins be placed in cash. All of these might force positions to be unwound at a loss, and might materially impact returns.

**RISK FACTORS WITH RESPECT TO IMPERFECT HEDGING USING INTEREST RATE**
FUTURES

An Interest Rate Futures is an agreement to buy or sell a debt instrument at a specified future date at a price that is fixed today. Interest Rate Futures are Exchange traded. These future contracts are cash settled.

1. Perfect Hedging means hedging the underlying using IRF contract of same underlying.
2. Imperfect hedging means the underlying being hedged and the IRF contract has correlation of closing prices of more than 90%.

In case of imperfect hedging, the portfolio can be a mix of:
1) Corporate Bonds and Government securities or
2) Only Corporate debt securities or
3) Only government securities with different maturities

Risk associated with imperfect hedging includes:

Basis Risk: The risk arises when the price movements in derivative instrument used to hedge the underlying assets does not match the price movements of the underlying assets being hedged. Such difference may potentially amplify the gains or losses, thus adding risk to the position.

Price Risk: The risk of mispricing or improper valuation and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.

Risk of mismatch between the instruments: The risk arises if there is a mismatch between the prices movements in derivative instrument used to hedge, compared to the price movement of the underlying assets being hedged. For example when IRF which has government security as underlying is used, to hedge a portfolio that contains corporate debt securities.

Correlation weakening and consequent risk of regulatory breach: SEBI Regulation mandates minimum correlation criterion of 0.9 (calculated on a 90 day basis) between the portfolio being hedged and the derivative instrument used for hedging. In cases where the correlation falls below 0.9, a rebalancing period of 5 working days has been permitted. Inability to satisfy this requirement to restore the correlation level to the stipulated level, within the stipulated period, due to difficulties in rebalancing would lead to a lapse of the exemption in gross exposure computation. The entire derivative exposure would then need to be included in gross exposure, which may result in gross exposure in excess of 100% of net asset value.

Risk Factors associated with investing in Securitized Debt

A securitization transaction involves sale of receivables by the originator (a bank, non-banking finance company, housing finance company, microfinance companies or a manufacturing/service company) to a Special Purpose Vehicle (SPV), typically set up in the form of a trust. Investors are issued rated Pass Through Certificates (PTCs), the proceeds of which are paid as consideration to the originator. In this manner, the originator, by selling his loan receivables to an SPV, receives consideration from investors much before the maturity of the underlying loans. Investors are paid from the collections of the underlying loans from borrowers. Typically, the transaction is provided with a limited amount of credit enhancement (as stipulated by the rating agency for a target rating), which provides protection to investors against defaults by the underlying borrowers. Generally available asset classes for securitization in India are:

- Commercial vehicles
- Auto and two wheeler pools
- Mortgage pools (residential housing loans)
In pursuance to SEBI communication dated: August 25, 2010, given below are the requisite details relating to investments in Securitized debt:

- Risk profile of securitized debt vis-à-vis risk appetite of the scheme:

The Scheme aims to provide reasonable returns to investors with a long-term investment horizon. To ensure the scheme targets only long term investors, the scheme has exit loads of upto 1 year which acts as a deterrent to short term investors. Securitized debt instruments are relatively illiquid in the secondary market and hence they are generally held to maturity which would match with the long-term investment horizon of these investors. Investment in these instruments will help the fund in aiming at reasonable returns. These returns come with a certain degree of risks which are covered separately in the Scheme Information Document. Accordingly, the medium risk profile of the securitised debt instruments matches that of the prospective investors of these funds.

- Policy relating to originators based on nature of originator, track record, NPAs, losses in earlier securitized debt, etc.

- Risk mitigation strategies for investments with each kind of originator

For a complete understanding of the policy relating to selection of originators, we have first analysed below risks attached to a securitization transaction.

In terms of specific risks attached to securitization, each asset class would have different underlying risks, however, residential mortgages are supposed to be having lower default rates as an asset class. On the other hand, repossession and subsequent recovery of commercial vehicles and other auto assets is fairly easier and better compared to mortgages. Some of the asset classes such as personal loans, credit card receivables etc., being unsecured credits in nature, may witness higher default rates. As regards corporate loans/receivables, depending upon the nature of the underlying security for the loan or the nature of the receivable the risks would correspondingly fluctuate. However, the credit enhancement stipulated by rating agencies for such asset class pools is typically much higher, which helps in making their overall risks comparable to other AAA/AA rated asset classes.

The Scheme may invest in securitized debt assets. These assets would be in the nature of Asset Backed securities (ABS) and Mortgage Backed securities (MBS) with underlying pool of assets and receivables like housing loans, auto loans and single corporate loan originators. The Scheme intends to invest in securitized instruments rated AAA/AA by a SEBI recognized credit rating agency.

Before entering into any securitization transaction, the risk is assessed based on the information generated from the following sources:

1. Rating provided by the rating agency
2. Assessment by the AMC

**Assessment by a Rating Agency**

In its endeavor to assess the fundamental uncertainties in any securitization transaction, a credit rating agency normally takes into consideration following factors:
Credit Risk:

Credit risk forms a vital element in the analysis of securitization transaction. Adequate credit enhancements to cover defaults, even under stress scenarios, mitigate this risk. This is done by evaluating following risks:

- Asset risk
- Originator risk
- Portfolio risk
- Pool risks

The quality of the pool is a crucial element in assessing credit risk. In the Indian context, generally, pools are ‘cherry-picked’ using positive selection criteria. To protect the investor from adverse selection of pool contracts, the rating agencies normally take into consideration pool characteristics such as pool seasoning (seasoning represents the number of installments paid by borrower till date: higher seasoning represents better quality), over dues at the time of selection and Loan to Value (LTV). To assess its risk profile vis-à-vis the overall portfolio, the pool is analyzed with regard to geographical location, borrower profile, LTV, and tenure.

Counterparty Risk:

There are several counterparties in a securitization transaction, and their performance is crucial. Unlike in the case of credit risks, where the risks emanate from a diversified pool of retail assets, counterparty risks result in either performance or non-performance. The rating agencies generally mitigate such risks through the usage of stringent counterparty selection and replacement criteria to reduce the risk of failure. The risks assessed under this category include:

- Servicer risk
- Commingling risk
- Miscellaneous other counterparty risks

Legal Risks:

The rating agency normally conducts a detailed study of the legal documents to ensure that the investors’ interest is not compromised and relevant protection and safeguards are built into the transaction.

Market Risks:

Market risks represent risks not directly related to the transaction, but other market related factors, stated below, which could have an impact on transaction performance, or the value of the investments to the investors.

- Macro-economic risks
- Prepayment risks
- Interest rate risks

Other Risks associated with investment in securitized debt and mitigation measures

Limited Liquidity and Price Risk:

There is no assurance that a deep secondary market will develop for the Certificates. This could limit the ability of the investor to resell them.

Risk Mitigation: Securitized debt instruments are relatively illiquid in the secondary market and hence they are generally held to maturity. The liquidity risk and HTM nature is taken into consideration at the time of analyzing the appropriateness of the securitization.
Limited Recourse, Delinquency and Credit Risk:

The Credit Enhancement stipulated represents a limited loss cover to the Investors. These Certificates represent an undivided beneficial interest in the underlying receivables and do not represent an obligation of either the Issuer or the Seller or the originator, or the parent or any affiliate of the Seller, Issuer and Originator. No financial recourse is available to the Certificate Holders against the Investors' Representative. Delinquencies and credit losses may cause depletion of the amount available under the Credit Enhancement and thereby the Investor Payouts to the Certificate Holders may get affected if the amount available in the Credit Enhancement facility is not enough to cover the shortfall. On persistent default of an Obligor to repay his obligation, the Servicer may repossess and sell the Asset. However many factors may affect, delay or prevent the repossession of such Asset or the length of time required to realise the sale proceeds on such sales. In addition, the price at which such Asset may be sold may be lower than the amount due from that Obligor.

Risk Mitigation: In addition to careful scrutiny of credit profile of borrower/pool additional security in the form of adequate cash collaterals and other securities may be obtained to ensure that they all qualify for similar rating.

Risks due to possible prepayments: Weighted Tenor / Yield

Asset securitisation is a process whereby commercial or consumer credits are packaged and sold in the form of financial instruments Full prepayment of underlying loan contract may arise under any of the following circumstances;

- Obligor pays the Receivable due from him at any time prior to the scheduled maturity date of that Receivable; or
- Receivable is required to be repurchased by the Seller consequent to its inability to rectify a material misrepresentation with respect to that Receivable; or
- The Servicer recognizing a contract as a defaulted contract and hence repossessing the underlying Asset and selling the same
- In the event of prepayments, investors may be exposed to changes in tenor and yield.

Risk Mitigation: A certain amount of prepayments is assumed in the calculations at the time of purchase based on historical trends and estimates. Further a stress case estimate is calculated and additional margins are built in.

Bankruptcy of the Originator or Seller:

If originator becomes subject to bankruptcy proceedings and the court in the bankruptcy proceedings concludes that the sale from originator to Trust was not a sale then an investor could experience losses or delays in the payments due. All possible care is generally taken in structuring the transaction so as to minimize the risk of the sale to Trust not being construed as a "True Sale". Legal opinion is normally obtained to the effect that the assignment of Receivables to Trust in trust for and for the benefit of the Investors, as envisaged herein, would constitute a true sale.

Risk Mitigation: Normally, specific care is taken in structuring the securitization transaction so as to minimize the risk of the sale to the trust not being construed as a 'true sale'. It is also in the interest of the originator to demonstrate the transaction as a true sell to get the necessary revenue recognition and tax benefits.

Bankruptcy of the Investor’s Agent:

If Investor’s agent becomes subject to bankruptcy proceedings and the court in the
bankruptcy proceedings concludes that the recourse of Investor’s Agent to the assets/receivables is not in its capacity as agent/Trustee but in its personal capacity, then an investor could experience losses or delays in the payments due under the swap agreement. All possible care is normally taken in structuring the transaction and drafting the underlying documents so as to provide that the assets/receivables if and when held by Investor’s Agent is held as agent and in Trust for the Investors and shall not form part of the personal assets of Investor’s Agent. Legal opinion is normally obtained to the effect that the Investors Agent’s recourse to assets/receivables is restricted in its capacity as agent and trustee and not in its personal capacity.

Risk Mitigation: All possible care is normally taken in structuring the transaction and drafting the underlying documents so as to provide that the assets/receivables if and when held by Investor’s Agent is held as agent and in Trust for the Investors and shall not form part of the personal assets of Investor’s Agent.

Credit Rating of the Transaction / Certificate:

The credit rating is not a recommendation to purchase, hold or sell the Certificate in as much as the ratings do not comment on the market price of the Certificate or its suitability to a particular investor. There is no assurance by the rating agency either that the rating will remain at the same level for any given period of time or that the rating will not be lowered or withdrawn entirely by the rating agency.

Risk of Co-mingling:

With respect to the Certificates, the Servicer will deposit all payments received from the Obligors into the Collection Account. However, there could be a time gap between collection by a Servicer and depositing the same into the Collection account especially considering that some of the collections may be in the form of cash. In this interim period, collections from the Loan Agreements may not be segregated from other funds of originator. If originator in its capacity as Servicer fails to remit such funds due to Investors, the Investors may be exposed to a potential loss.

(2) Assessment by the AMC

Mapping of structures based on underlying assets and perceived risk profile

The scheme will invest in securitized debt originated by Banks, NBFCs and other issuers of investment grade credit quality and established track record. The AMC will evaluate following factors, while investing in securitized debt:

Originator:

Acceptance Evaluation Parameters (For Pool Loan and Single Loan Securitization Transactions)

Track record:

The AMC ensures that there is adequate past track record of the Originator before selection of the pool including a detailed look at the number of issuances in past, track record of issuances, experience of issuance team, etc.

Willingness to pay:

As the securitized structure has underlying collateral structure, depending on the asset class, historical NPA trend and other pool / loan characteristics, a credit enhancement in the form of cash collateral, such as fixed deposit, bank, guarantee etc. is obtained, as a
risk mitigation measure.

**Ability to pay:**

This assessment is based on a strategic framework for credit analysis, which entails a detailed financial risk assessment. Management analysis is used for identifying company specific financial risks. One of the most important factors for assessment is the quality of management based on its past track record and feedback from market participants. In order to assess financial risk a broad assessment of the issuer's financial statements is undertaken to review its ability to undergo stress on cash flows and asset quality. Business risk assessment, wherein following factors are considered:

- Outlook for the economy (domestic and global)
- Outlook for the industry
- Company specific factors

In addition a detailed review and assessment of rating rationale is done including interactions with the company as well as agency

**Critical Evaluation Parameters (For Pool Loan and Single Loan Securitization Transactions)**

Typically the AMC would avoid investing in securitization transaction (without specific risk mitigant strategies / additional cash/security collaterals/ guarantees) if there are concerns on the following issues regarding the originator / underlying issuer:

- High default track record/ frequent alteration of redemption conditions / covenants
- High leverage ratios – both on a standalone basis as well on a consolidated level/ group level
- Higher proportion of reschedulement of underlying assets of the pool or loan, as the case may be
- Higher proportion of overdue assets of the pool or the underlying loan, as the case may be
- Poor reputation in market
- Insufficient track record of servicing of the pool or the loan, as the case may be.

**Advantages of Investments in Single Loan Securitized Debt**

- Wider Coverage: A Single Loan Securitized Debt market offers a more diverse range of issues / exposures as the Banks / NBFCs lend to larger base of borrowers.
- Credit Assessment: Better credit assessment of the underlying exposure as the Banks / NBFCs ideally co-invest in the same structure or take some other exposure on the same borrower in some other form.
- Better Structuring : Single Loan Securitized Debt investments facilitates better structuring than investments in plain vanilla debt instruments as it is governed by Securitization guidelines issued by RBI.
- Better Legal documentation: Single Loan Securitized Debt structures involve better legal documentation than Non-Convertible Debenture (NCD) investments.
- End use of funds: Securitized debt has better standards of disclosures as well as limitation on end use of funds as compared to NCD investments wherein the end use is general corporate purpose.
- Yield enhancer: Single Loan Securitized Debt investments give higher returns as compared to NCD investments in same corporate exposure.
- Regulator supervision: Macro level supervision from RBI in Securitization Investments as compared to NCD investments.
- Tighter covenants: Single Loan Securitized Debt structures involve tighter
financial covenants than NCD investments.

**Disadvantages of Investments in Single Loan Securitized Debt**

- Liquidity risk: Investments in Single Loan Securitized Debts have relatively less liquidity as compared to investments in NCDs.
- Co-mingling risk: Servicers in a securitization transaction normally deposit all payments received from the obligors into a collection account. However, there could be a time gap between collection by a servicer and depositing the same into the collection account. In this interim period, collections from the loan agreements by the servicer may not be segregated from other funds of the servicer. If the servicer fails to remit such funds due to investors, investors in the Scheme may be exposed to a potential loss.

Table below illustrates the framework that will be applied while evaluating investment decision relating to a pool securitization transaction:

<table>
<thead>
<tr>
<th>Characteristics/Type of Pool</th>
<th>Mortgage Loan</th>
<th>Commercial Vehicle and Construction Equipment</th>
<th>CAR 2 wheelers</th>
<th>Micro Finance Pools</th>
<th>Personal Loans</th>
</tr>
</thead>
<tbody>
<tr>
<td>Approximate Average maturity (in Months)</td>
<td>36-120 months</td>
<td>12-60 months</td>
<td>12-60 months</td>
<td>15-48 months</td>
<td>15-80 weeks</td>
</tr>
<tr>
<td>Collateral margin (including cash, guarantees, excess interest spread, subordinate tranche)</td>
<td>3-10%</td>
<td>4-12%</td>
<td>4-13%</td>
<td>4-15%</td>
<td>5-15%</td>
</tr>
<tr>
<td>Average Loan to Value Ratio</td>
<td>75%-95%</td>
<td>80%-98%</td>
<td>75%-95%</td>
<td>70%-95%</td>
<td>Unsecured</td>
</tr>
<tr>
<td>Average seasoning of the Pool</td>
<td>3-5 months</td>
<td>3-6 months</td>
<td>3-6 months</td>
<td>3-5 months</td>
<td>2-7 weeks</td>
</tr>
<tr>
<td>Maximum single exposure range</td>
<td>4-5%</td>
<td>3-4%</td>
<td>NA (Retail Pool)</td>
<td>NA (Retail Pool)</td>
<td>NA (Very Small Retail loan)</td>
</tr>
<tr>
<td>Average single exposure range %</td>
<td>0.5%-3%</td>
<td>0.5%-3%</td>
<td>&lt;1% of the Fund size</td>
<td>&lt;1% of the Fund size</td>
<td>&lt;1% of the Fund size</td>
</tr>
</tbody>
</table>

**Notes:**

1. Retail pools are the loan pools relating to Car, 2 wheeler, micro finance and personal loans, wherein the average loan size is relatively small and spread over large number of borrowers.
2. Information illustrated in the Tables above, is based on the current scenario relating to Securitized Debt market and is subject to change depending upon the change in the related factors.
3. The level of diversification with respect to the underlying assets, and risk mitigation measures for less diversified investments
4. Majority of our securitized debt investments shall be in asset backed pools wherein we’ll have underlying assets as Medium and Heavy Commercial Vehicles, Light Commercial Vehicles (LCV), Cars, and Construction Equipment etc. Where
we invest in Single Loan Securitization, as the credit is on the underlying issuer, we focus on the credit review of the borrower. A credit analyst sets up limit for various issuers based on independent research taking into account their historical track record, prevailing rating and current financials.

In addition to the framework as per the table above, we also take into account following factors, which are analyzed to ensure diversification of risk and measures identified for less diversified investments:

- **Size of the Loan:**
  We generally analyze the size of each loan on a sample basis and analyze a static pool of the originator to ensure the same matches the Static pool characteristics. Also indicates whether there is excessive reliance on very small ticket size, which may result in difficult and costly recoveries. To illustrate, the ticket size of housing loans is generally higher than that of personal loans. Hence in the construction of a housing loan asset pool for say Rs.1,00,00,000/- it may be easier to construct a pool with just 10 housing loans of Rs.10,00,000 each rather than to construct a pool of personal loans as the ticket size of personal loans may rarely exceed Rs.5,00,000/- per individual. Also to amplify this illustration further, if one were to construct a pool of Rs.1,00,00,000/- consisting of personal loans of Rs.1,00,000/- each, the larger number of contracts (100 as against one of 10 housing loans of Rs.10 lakh each) automatically diversifies the risk profile of the pool as compared to a housing loan based asset pool.

- **Average Original Maturity of the Pool:**
  Indicates the original repayment period and whether the loan tenors are in line with industry averages and borrower’s repayment capacity. To illustrate, in a car pool consisting of 60-month contracts, the original maturity and the residual maturity of the pool viz. number of remaining installments to be paid gives a better idea of the risk of default of the pool itself. If in a pool of 100 car loans having original maturity of 60 months, if more than 70% of the contracts have paid more than 50% of the installments and if no default has been observed in such contracts, this is a far superior portfolio than a similar car loan pool where 80% of the contracts have not even crossed 5 installments.

- **Default Rate Distribution:**
  We generally ensure that all the contracts in the pools are current to ensure zero default rate distribution. Indicates how much % of the pool and overall portfolio of the originator is current, how much is in 0-30 DPD (days past due), 30-60 DPD, 60-90 DPD and so on. The rationale here being, as against 0-30 DPD, the 60-90 DPD is certainly a higher risk category.

- **Geographical Distribution:**
  Regional/state/branch distribution is preferred to avoid concentration of assets in a particular region/state/branch.

- **Loan to Value Ratio:**
  Indicates how much % value of the asset is financed by borrower’s own equity. The lower LTV, the better it is. This Ratio stems from the principle that where the borrowers own contribution of the asset cost is high, the chances of default are lower. To illustrate for a Truck costing Rs.20 lakhs, if the borrower has himself contributed Rs.10 lakh and has taken only Rs.10 lakh as a loan, he is going to have lesser propensity to default as he would lose an asset worth Rs.20 lakhs if he defaults in repaying an installment. This is as against a borrower who may meet only Rs.2 lakh out of his own equity for a truck costing
Rs.20 lakh. Between the two scenarios given above, the latter would have higher risk of default than the former.

- **Average seasoning of the pool:**

  Indicates whether borrowers have already displayed repayment discipline. To illustrate, in the case of a personal loan, if a pool of assets consist of those who have already repaid 80% of the installments without default, this certainly is a superior asset pool than one where only 10% of installments have been paid. In the former case, the portfolio has already demonstrated that the repayment discipline is far higher.

- **Risk Tranching:**

  Typically, we would avoid investing in mezzanine debt or equity of Securitized debt in the form of sub ordinate tranche, without specific risk mitigant strategies / additional cash / security collaterals/ guarantees, etc.

  ➢ **Risks associated with Short Selling and Securities Lending & Borrowing (SLB)**

  The Scheme will not engage in short selling or securities lending and borrowing.

  ➢ **Risk associated with Investing in money market instruments:**

    a. **Interest Rate risk:** This risk is associated with movements in interest rate, which depend on various factors such as government borrowing, inflation, economic performance etc. The values of investments will appreciate/depreciate if the interest rates fall/rise.
    
    b. **Credit risk:** This risk arises due to any uncertainty in counterparty’s ability or willingness to meet its contractual obligations. This risk pertains to the risk of default of payment of principal and interest.
    
    c. **Liquidity risk:** The liquidity of a security may change depending on market conditions leading to changes in the liquidity premium linked to the price of the security. At the time of selling the security, the security can become illiquid leading to loss in the value of the portfolio.

  ➢ **Risk Factors associated with investments in Gilt Securities**

  Generally, when interest rates rise, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fall or rise in prices is a function of the existing coupon, days to maturity and the increase or decrease in interest rates. Price-risk is not unique to government securities but is true for all fixed income securities. The default risk however, in respect of Government securities is zero. Therefore, their prices are influenced only by movement in interest rates in the financial system. On the other hand, in the case of corporate or institutional fixed income securities, such as bonds or debentures, prices are influenced by credit standing of the issuer as well as the general level of interest rates.

  Even though the Government securities market is more liquid compared to other debt instruments, on occasions, there could be difficulties in transacting in the market due to extreme volatility or unusual constriction in market volumes or on occasions when an unusually large transaction has to be put through.

  ➢ **Risks associated with investing in Tri Party Repo through CCIL (TREPS):**

  Scheme Information Document
  ICICI Prudential Liquid Fund
The mutual fund is a member of securities segment and Tri-party Repo trade settlement of the Clearing Corporation of India (CCIL). All transactions of the mutual fund in government securities and in Tri-party Repo trades are settled centrally through the infrastructure and settlement systems provided by CCIL; thus reducing the settlement and counterparty risks considerably for transactions in the said segments.

CCIL maintains prefunded resources in all the clearing segments to cover potential losses arising from the default member. In the event of a clearing member failing to honour his settlement obligations, the default Fund is utilized to complete the settlement. The sequence in which the above resources are used is known as the “Default Waterfall”.

As per the waterfall mechanism, after the defaulter’s margins and the defaulter’s contribution to the default fund have been appropriated, CCIL’s contribution is used to meet the losses. Post utilization of CCIL’s contribution if there is a residual loss, it is appropriated from the default fund contributions of the non-defaulting members.

Thus the scheme is subject to risk of the initial margin and default fund contribution being invoked in the event of failure of any settlement obligations. In addition, the fund contribution is allowed to be used to meet the residual loss in case of default by the other clearing member (the defaulting member).

However, it may be noted that a member shall have the right to submit resignation from the membership of the Security segment if it has taken a loss through replenishment of its contribution to the default fund for the segments and a loss threshold as notified have been reached. The maximum contribution of a member towards replenishment of its contribution to the default fund in the 7 days (30 days in case of securities segment) period immediately after the afore-mentioned loss threshold having been reached shall not exceed 5 times of its contribution to the Default Fund based on the last re-computation of the Default Fund or specified amount, whichever is lower.

Further, it may be noted that, CCIL periodically prescribe a list of securities eligible for contributions as collateral by members. Presently, all Central Government securities and Treasury bills are accepted as collateral by CCIL. The risk factors may undergo change in case the CCIL notifies securities other than Government of India securities as eligible for contribution as collateral.

- **Risk Factors associated with repo transactions in corporate debt**

**Lending transactions:**
The scheme may be exposed to counterparty risk in case of repo lending transactions in the event of the counterparty failing to honour the repurchase agreement. However in repo lending transactions, the collateral may be sold and a loss is realized only if the sale price is less than the repo amount. The risk may be further mitigated through over-collateralization (the value of the collateral being more than the repo amount). Further, the liquidation of underlying securities in case of counterparty default would depend on liquidity of the securities and market conditions at that time. It is endeavoured to mitigate the risk by following an appropriate counterparty selection process, which include their
credit profile evaluation and over-collateralization to cushion the impact of market risk on sale of underlying security.

**Borrowing transactions:**
In the event of the scheme being unable to pay back the money to the counterparty as contracted, the counter party may dispose of the assets (as they have sufficient margin). This risk is normally mitigated by better cash flow planning to take care of such repayments. Further, there is also a Credit Risk that the Counterparty may fail to return the security or Interest received on due date. It is endeavoured to mitigate the risk by following an appropriate counterparty selection process, which include their credit profile evaluation.

**RISK MANAGEMENT STRATEGIES**
The Fund by utilizing a holistic risk management strategy will endeavor to manage risks associated with investing in debt markets. The risk control process involves identifying & measuring the risk through various risk measurement tools.

The Fund has identified following risks of investing in debt securities and designed risk management strategies, which are embedded in the investment process to manage such risks.

<table>
<thead>
<tr>
<th>Risks associated with Debt investment</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Market Risk/ Interest Rate Risk</strong></td>
</tr>
<tr>
<td>As with all debt securities, changes in interest rates may affect the Scheme’s Net Asset Value as the prices of securities generally increase as interest rates decline and generally decrease as interest rates rise. Prices of long-term securities generally fluctuate more in response to interest rate changes than do short-term securities. Indian debt markets can be volatile leading to the possibility of price movements up or down in fixed income securities and thereby to possible movements in the NAV.</td>
</tr>
<tr>
<td><strong>Liquidity or Marketability Risk</strong></td>
</tr>
<tr>
<td>This refers to the ease with which a security can be sold at or near to its valuation yield-to-maturity (YTM).</td>
</tr>
<tr>
<td><strong>Credit Risk</strong></td>
</tr>
<tr>
<td>Credit risk or default risk refers to the risk that an issuer of a fixed income security</td>
</tr>
<tr>
<td>Management analysis will be used for identifying company specific risks. Management’s past track record will also</td>
</tr>
</tbody>
</table>
may default (i.e., will be unable to make timely principal and interest payments on the security).

be studied. In order to assess financial risk a detailed assessment of the issuer’s financial statements will be undertaken to review its ability to undergo stress on cash flows and asset quality. A detailed evaluation of accounting policies, off-balance sheet exposures, notes, auditors’ comments and disclosure standards will also be made to assess the overall financial risk of the potential borrower.

In case of securitized debt instruments, the Schemes will ensure that these instruments are sufficiently backed by assets.

<table>
<thead>
<tr>
<th>Reinvestment Risk</th>
<th>Reinvestment risks will be limited to the extent of coupons received on debt instruments, which will be a very small portion of the portfolio value.</th>
</tr>
</thead>
<tbody>
<tr>
<td>This risk refers to the interest rate levels at which cash flows received from the securities in the Schemes are reinvested. The risk is that the rate at which interim cash flows can be reinvested may be lower than that originally assumed.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Derivatives Risk</th>
<th>The Scheme may invest in derivative for the purpose of hedging, portfolio balancing and other purposes as may be permitted under the Regulations. Interest Rate Swaps will be done with approved counter parties under pre-approved ISDA agreements. Interest rate swaps and other derivative instruments will be used as per local (RBI and SEBI) regulatory guidelines.</th>
</tr>
</thead>
<tbody>
<tr>
<td>As and when the Scheme trades in the derivatives market there are risk factors and issues concerning the use of derivatives since derivative products are specialized instruments that require investment techniques and risk analyses different from those associated with stocks and bonds. There is the possibility that a loss may be sustained by the portfolio as a result of the failure of another party (usually referred to as the “counter party”) to comply with the terms of the derivatives contract. Other risks in using derivatives include the risk of mis-pricing or improper valuation of derivatives and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.</td>
<td></td>
</tr>
</tbody>
</table>
B. REQUIREMENT OF MINIMUM INVESTORS IN THE SCHEME

The Scheme shall have a minimum of 20 investors and no single investor shall account for more than 25% of the corpus of the Scheme. 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 applicable NAV. The two conditions mentioned above shall also be complied within each subsequent calendar quarter thereafter, 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 NAV 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, if any

- Investors in the Scheme are not being offered any guaranteed returns.
- Investors are advised to consult their Legal / Tax and other Professional Advisors in regard to tax/legal implications relating to their investments in the Plan/s and before making decision to invest in or redeem the Units.
- Investors are urged to study the terms of the SID carefully before investing in this Scheme, and to retain this SID for future reference.
- The AMC is also engaged in portfolio management services (PMS) since October 2000 under SEBI Registration No. INP000000373. The AMC is also rendering Advisory Services to SEBI registered foreign portfolio investors (FPIs) and their sub-accounts. The AMC is also providing investment management services to Alternative Investment Funds registered under SEBI (Alternative Investment Funds) Regulations, 2012. The AMC has a common research team. These activities are not in conflict with the activities of the Mutual Fund. In the situations of unavoidable conflicts of interest, the AMC undertakes that it shall satisfy itself that adequate disclosures are made of sources of conflict, potential ‘material risk or damage’ to investor interest and develop parameters for the same.
- The Mutual Fund may disclose details of the investor's account and transactions thereunder to those intermediaries whose stamp appears on the application form. In addition, the Mutual Fund may disclose such details to the bankers / its agents, as may be necessary for the purpose of effecting payments to the investor. Further, 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.

D. DEFINITIONS

<table>
<thead>
<tr>
<th>Asset Management Company or AMC or Investment Manager</th>
<th>ICICI Prudential Asset Management Company Limited, the Asset Management Company incorporated under the Companies Act, 1956, and registered with SEBI to act as an Investment Manager for the schemes of ICICI Prudential Mutual Fund.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Applicable NAV for</td>
<td>For Purchase transaction</td>
</tr>
</tbody>
</table>
purchase including switch-ins

- Valid Applications received at the designated official point of acceptance up to cut-off time of 2.00 p.m. and the entire subscription amount credited to bank account of respective Liquid scheme/ money market fund before the cut-off time of 2.00 p.m. i.e. the subscription amount shall be available for utilisation before cut-off time - The closing NAV of the business day immediately preceding the day of receipt of the application shall be applicable.

- Valid Applications received at the designated official point of acceptance post cut-off time of 2.00 p.m. and the entire subscription amount credited to bank account of respective Liquid scheme/ money market fund on the day of receipt of application i.e. the subscription amount shall be available for utilisation on the same day as day of receipt of application - The closing NAV of the business day immediately preceding the next business day shall be applicable.

- Irrespective of the time of receipt of valid application at the designated official point of acceptance and the entire subscription amount is not credited to respective Liquid scheme/ money market fund account. i.e. the subscription amount is not available for utilisation before cut-off time - The closing NAV of the day immediately preceding the business day on which the funds are available for utilisation shall be applicable.

For Switch Ins:

a) Application for switch-in is received before the applicable cut-off time i.e. 2.00 p.m.

b) Funds for the entire amount of subscription/purchase as per the switch-in request are credited to the bank account of the switch-in Scheme before 2.00 p.m.

c) The funds are available for utilisation before 2.00 p.m, by the switch-in Scheme.

Applicable NAV for redemption

Applicable NAV in respect of valid applications received up to 3:00 p.m., by the Mutual Fund, is a closing NAV of the day immediately preceding the next business day. In respect of valid applications received after 3:00 p.m. by the Mutual Fund, is closing NAV of the next business day.

ARN Code

(AMFI Registration Number) Broker Code or Distributor Code

Business Day

A day other than: (i) Saturday and Sunday; (ii) a day on which the Banks in Mumbai or BSE or NSE or RBI are closed; (iii) a day on which there is no Bank clearing/ settlement of securities or (iv) a day on which the Sale and Redemption of Units is suspended by the Trustee/AMC.

However, AMC reserves the right to declare any day as a non-business day at any of its locations at its sole discretion.

Custodian

HDFC Bank and SBI-SG Global Securities Services Private Limited, acting as Custodian for the Scheme. For further details,
<table>
<thead>
<tr>
<th><strong>Scheme Information Document</strong></th>
</tr>
</thead>
</table>

**ICICI Prudential Liquid Fund**

 Investors are requested to refer Statement of Additional Information (SAI) available on the website of the AMC.

The Custodian of the Scheme are approved by the Trustees.

**Depository**

A depository as defined in the Depositories Act, 1996 and includes National Securities Depository Limited (NSDL) and Central Securities Depository Limited (CDSL).

**Depository Participant/ DP**

Depository Participant (DP) is an agent of the Depository who acts like an intermediary between the Depository and the investors. DP is an entity who is registered with SEBI to offer depository-related services.

**Dividend**

Income distributed by the Mutual Fund on the Units.

**Entry Load**

Load on purchase of units

**Exit Load**

Load on redemption of units

**Foreign Portfolio Investor**

“Foreign portfolio investor” means a person who satisfies the eligibility criteria prescribed under regulation 4 of the Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014. Any foreign institutional investor or qualified foreign investor who holds a valid certificate of registration shall be deemed to be a foreign portfolio investor till the expiry of the block of three years for which fees have been paid as per the Securities and Exchange Board of India (Foreign Institutional Investors) Regulations, 1995.

**Government Securities**

A Government security is a tradable instrument issued by the Central Government or the State Governments. It acknowledges the Government’s debt obligation. Such securities are short term (usually called treasury bills, with original maturities of less than one year) or long term (usually called Government bonds or dated securities with original maturity of one year or more). In India, the Central Government issues both, treasury bills and bonds or dated securities while the State Governments issue only bonds or dated securities, which are called the State Development Loans (SDLs).

**ICICI Bank**

ICICI Bank Limited

**Investment Management Agreement**

The Agreement dated September 03, 1993 entered into between ICICI Prudential Trust Limited and ICICI Prudential Asset Management Company Limited as amended from time to time.

**Scheme Information Document**

This document issued by ICICI Prudential Mutual Fund Limited, offering for subscription of Units, offering Units of Scheme (including Plans and Options there under) viz; ICICI Prudential Liquid Fund – Direct Plan and ICICI Prudential Liquid Fund

**Money Market Instruments**

Commercial papers, commercial bills, treasury bills, Government securities having an unexpired maturity up to one year, call or notice money, certificate of deposit, usance bill and any other like instruments as specified by the Reserve Bank of India from time to time.

**NAV**

Net Asset Value of the Units of the Scheme and options there under calculated on every business day in the manner provided in this Scheme Information Document or as may be prescribed by the Regulations from time to time.

**Non Business Day**

A day other than a Business Day
| **NRI** | Non-Resident Indian |
| **Offer Document** | This Scheme Information Document (SID) and Statement of Additional Information (SAI) (collectively) |
| **Prudential** | Prudential plc of the U.K. and includes, wherever the context so requires, its wholly owned subsidiary Prudential Corporation Holdings Limited. |
| **RBI** | Reserve Bank of India, established under the Reserve Bank of India Act, 1934, as amended from time to time. |
| **R & TA/ R & T Agent / Registrar & Transfer Agent** | Computer Age Management Services Pvt. Ltd.  
New No 10. Old No. 178, Opp. To Hotel Palm Grove, MGR Salai (K. H. Road), Chennai – 600 034  
The Registrar is registered with SEBI under registration No: INR000002813.  
As Registrar to the Scheme, CAMS will handle communications with investors, perform data entry services and dispatch Account Statements. The AMC and the Trustee have satisfied themselves that the Registrar can provide the services required and have adequate facilities and the system capabilities. |
<p>| <strong>Retail Investors</strong> | In line with SEBI circular SEBI/HO/IMD/DF2/CIR/P/2018/137 dated October 22, 2018, retail investors would mean individual investors or any other category as may be defined from time to time in this regard. |
| <strong>SEBI</strong> | Securities and Exchange Board of India established under Securities and Exchange Board of India Act, 1992, as amended from time to time. |
| <strong>Source scheme</strong> | Source scheme means the scheme from which the investor is seeking to switch-out investments to enable switch-in under the target schemes. |
| <strong>Sponsors</strong> | ICICI Bank Ltd &amp; Prudential plc (through its wholly owned subsidiary namely Prudential Corporation Holdings Ltd.) |
| <strong>Target scheme</strong> | Target scheme means the scheme into which the investor is seeking to switch-in investments by switching out from Source scheme. |
| <strong>The Fund or the Mutual Fund</strong> | ICICI Prudential Mutual Fund, a trust set up under the provisions of the Indian Trusts Act, 1882. The Fund is registered with SEBI vide Registration No.MF000393/6 dated October 12, 1993 as ICICI Mutual Fund and has obtained approval from SEBI for change in name to ICICI Prudential Mutual Fund vide SEBI’s letter dated April 02, 2007. |
| <strong>The Trustee</strong> | ICICI Prudential Trust Limited, a company set up under the Companies Act, 1956, and approved by SEBI to act as the Trustee for the schemes of ICICI Prudential Mutual Fund. |
| <strong>The Regulations/SEBI Regulations</strong> | Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended from time to time. |
| <strong>Trust Deed</strong> | The Trust Deed dated August 25, 1993 establishing ICICI Mutual Fund, (subsequently renamed ICICI Prudential Mutual Fund) as amended from time to time. |
| <strong>Trust Fund</strong> | Amounts settled/contributed by the Sponsors towards the corpus of the ICICI Prudential Mutual Fund and additions/accretions thereto. |</p>
<table>
<thead>
<tr>
<th><strong>Unit</strong></th>
<th>The interest of an Investor, which consists of, one undivided shares in the Net Assets of the Scheme.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Unit holder</strong></td>
<td>A participant/holder of units in the Scheme offered under this Scheme Information Document.</td>
</tr>
<tr>
<td><strong>Words and Expressions used in this Scheme Information Document and not defined</strong></td>
<td>Same meaning as in Regulations.</td>
</tr>
</tbody>
</table>
E. DUE DILIGENCE BY THE ASSET MANAGEMENT COMPANY

It is confirmed that:

(i) this Scheme Information Document forwarded to SEBI is 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.

Place : Mumbai                Sd/-
Date : March 29, 2019              Supriya Sapre
                                     Head – Compliance and Legal

Note: The Due Diligence Certificate dated March 29, 2019 was submitted to SEBI.
SECTION II - INFORMATION ABOUT THE SCHEME

A. TYPE OF THE SCHEME – An open ended liquid scheme

B. WHAT IS THE INVESTMENT OBJECTIVE OF THE SCHEME?

The Scheme aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity, through investments made primarily in money market and debt instruments.

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?

Under normal circumstances, the asset allocation under the scheme shall be as follows:

<table>
<thead>
<tr>
<th>Type of Security</th>
<th>Indicative allocation (% of corpus) under normal circumstances</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Money Market Instruments</td>
<td>100%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td>Debt Instruments</td>
<td>30%</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

Note – In terms of SEBI circular dated January 19, 2009, ICICI Prudential Liquid Fund shall make investments in / purchase debt and money market securities with maturity of up to 91 days only.

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme.
- Derivatives up to 100% of the net assets of the Scheme.

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.

The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.

Change in Investment Pattern

Subject to the Regulations, the asset allocation pattern indicated above may change from time to time, keeping in view market conditions, market opportunities, applicable
regulations and political and economic factors. It must be clearly understood that the percentages stated above are only indicative and not absolute and that they can vary substantially depending upon the perception of the Investment Manager, the intention being at all times to seek to protect the interests of the Unit holders. Such changes in the investment pattern will be for short term and defensive considerations.

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 Regulations, as detailed later in this document.

D. WHERE WILL THE SCHEME INVEST?

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

1) Securities created and issued by the Central and State Governments and/or repos/reverse repos in such Government Securities as may be permitted by RBI (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills)
2) Securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills)
3) Fixed Income Securities of domestic Government agencies and statutory bodies, which may or may not carry a Central/State Government guarantee
4) Corporate debt (of both public and private sector undertakings)
5) Securities of banks (both public and private sector) including term deposit with the banks as permitted by SEBI/RBI from time to time and development financial institutions
6) Money market instruments as permitted by SEBI/RBI, having maturities of up to one year.
7) Certificate of Deposits (CDs)
8) Commercial Paper (CPs)
9) Securitised Debt
10) The non-convertible part of convertible securities
11) Any other domestic fixed income securities as permitted by SEBI / RBI from time to time.
12) Derivative instruments like Interest Rate Swaps, Forward Rate Agreements and such other derivative instruments permitted by SEBI/RBI from time to time.
13) Repo transactions in Corporate debt securities

The Scheme may also enter into repurchase and reverse repurchase obligations in all securities held by it as per the guidelines and regulations applicable to such transactions.

E. WHAT ARE THE INVESTMENT STRATEGIES?

The scheme aims to identify securities which offer optimal level of yields/returns, considering risk-reward ratio. An appropriate mix of debt market securities and money market securities will be used to achieve this. The scheme will invest in Debt and money market securities with maturity of up to 91 days only. Money Market securities include cash and cash equivalents.

With the aim of controlling risks, rigorous in depth credit evaluation of the securities...
proposed to be invested in will be carried out by the Risk Management team of the AMC. The credit evaluation includes a study of the operating environment of the company, the past track record as well as the future prospects of the issuer, the short as well as longer-term financial health of the issuer.

The AMC may consider the ratings of such Rating Agencies as approved by SEBI to carry out the functioning of rating agencies. In addition, the investment team of the AMC will study the macro economic conditions, including the political, economic environment and factors affecting liquidity and interest rates. The AMC would use this analysis to attempt to predict the likely direction of interest rates and position the portfolio appropriately to take advantage of the same.

Further, the Scheme may invest in other schemes managed by the AMC or in the Schemes of any other Mutual Funds, provided it is in conformity with the prevailing Regulations. As per the Regulations, no investment management fees will be charged for such investments.

The Scheme may use derivative instruments like Interest Rate Swaps, Interest Rate Futures, Forward Rate Agreements or other derivative instruments for the purpose of hedging, portfolio balancing and other purposes, as permitted under the Regulations. Hedging using Interest Rate Futures could be perfect or imperfect, subject to applicable regulations. Usage of derivatives may expose the Scheme to certain risks inherent to such derivatives.

It may also invest in securitized debt.

For the present, the Scheme does not intend to enter into underwriting obligations. However, if the Scheme does enter into an underwriting agreement, it would do so with the prior approval of the Board of the AMC/Trustee.

The Scheme may undertake repo transactions in corporate debt securities in accordance with the directions issued by RBI and SEBI from time to time. Such investment shall be made subject to the guidelines which may be prescribed.

**Portfolio Turnover**

Portfolio turnover is defined as the lower of purchases and sales after reducing all subscriptions and redemptions and derivative transactions there from and calculated as a percentage of the average assets under management of the Scheme during a specified period of time.

**POSITION OF DEBT MARKET IN INDIA**

Indian debt markets, in the early nineties, were characterised by controls on pricing of assets, segmentation of markets and barriers to entry, low levels of liquidity, limited number of players, near lack of transparency, and high transactions cost. Financial reforms have significantly changed the Indian debt markets for the better. Most debt instruments are now priced freely on the markets; trading mechanisms have been altered to provide for higher levels of transparency, higher liquidity, and lower transactions costs; new participants have entered the markets, broad basing the types of players in the markets; methods of security issuance, and innovation in the structure of instruments have taken place; and there has been a significant improvement in the dissemination of market information. There are three main segments in the debt markets in India, viz., Government Securities, Public Sector Units (PSU) bonds, and corporate securities. A bulk of the debt market consists of Government Securities. Other
instruments available currently include Corporate Debentures, Bonds issued by Financial Institutions, Commercial Paper, Certificates of Deposits and Securitized Debt. Securities in the Debt market typically vary based on their tenure and rating. Government Securities have tenures from one year to thirty years whereas the maturity period of the Corporate Debt now goes up to sixty years and more (perpetual). Perpetual bonds are now issued by banks as well. Securities may be both listed and unlisted and there is increasing trend of securities of maturities of over one year being listed by issuers. While in the corporate bond market, deals are conducted over telephone and are entered on principal-to-principal basis, due to the introduction of the Reserve Bank of India's NDS-Order Matching system a significant proportion of the government securities market is trading on the new system.

The yields and liquidity on various securities as on February 28, 2019 are as under:

<table>
<thead>
<tr>
<th>Issuer</th>
<th>Instrument</th>
<th>Maturity</th>
<th>Yields (%)</th>
<th>Liquidity</th>
</tr>
</thead>
<tbody>
<tr>
<td>GOI</td>
<td>Treasury Bill</td>
<td>91 days</td>
<td>6.11%</td>
<td>High</td>
</tr>
<tr>
<td>GOI</td>
<td>Treasury Bill</td>
<td>364 days</td>
<td>6.42%</td>
<td>High</td>
</tr>
<tr>
<td>GOI</td>
<td>Short Dated</td>
<td>1-3 Yrs</td>
<td>6.57%-6.91%</td>
<td>High</td>
</tr>
<tr>
<td>GOI</td>
<td>Medium Dated</td>
<td>3-5 Yrs</td>
<td>6.91%-7.09%</td>
<td>High</td>
</tr>
<tr>
<td>GOI</td>
<td>Long Dated</td>
<td>5-10 Yrs</td>
<td>7.09%-7.41%</td>
<td>High</td>
</tr>
<tr>
<td>Corporates</td>
<td>Taxable Bonds (AAA)</td>
<td>1-3 Yrs</td>
<td>8.01%-8.18%</td>
<td>Medium</td>
</tr>
<tr>
<td>Corporates</td>
<td>Taxable Bonds (AAA)</td>
<td>3-5 Yrs</td>
<td>8.18%- 8.45%</td>
<td>Low to medium</td>
</tr>
<tr>
<td>Corporates</td>
<td>CDs (A1+)</td>
<td>3 months</td>
<td>7.08%</td>
<td>Medium to High</td>
</tr>
<tr>
<td>Corporates</td>
<td>CPs (A1+)</td>
<td>3 months</td>
<td>7.44%</td>
<td>Medium to High</td>
</tr>
</tbody>
</table>

POSITION OF G-SEC MARKET IN INDIA:

The Government Securities (G-Secs) market is the oldest and the largest component of the Indian debt market in terms of market capitalization, outstanding securities and trading volumes. The G-Secs market plays a vital role in the Indian economy as it provides the benchmark for determining the level of interest rates in the country through the yields on the government securities which are referred to as the risk-free rate of return in any economy.

The Government securities market has witnessed significant changes during the past decade. Introduction of an electronic screen based trading system, dematerialized holding, straight through processing, establishment of the Clearing Corporation of India Ltd. (CCIL) as the central counterparty (CCP) for guaranteed settlement, new instruments, and changes in the legal environment are some of the major aspects that have contributed to the rapid development of the market.

Major players in the Government securities market include commercial banks and primary dealers besides institutional investors like insurance companies. Primary Dealers play an important role as market makers in Government securities market. Other participants include co-operative banks, regional rural banks, mutual funds, provident and pension funds. FPIs are allowed to participate in the Government securities market within the quantitative limits prescribed from time to time. Corporates also buy/ sell the government securities to manage their overall portfolio risk.

Over the years, there have been new products introduced by the RBI like zero coupon bonds, floating rate bonds, inflation indexed bonds, etc.
Procedure followed for Investment decisions

Kindly refer Statement of Additional Information for details.

EXPOSURE TO DERIVATIVES

Debt Derivatives

The Scheme may use derivatives instruments like Interest Rate Swaps, Forward Rate Agreements or such other derivative instruments as may be introduced from time to time for the purpose that may be permitted by SEBI Mutual Fund Regulations from time to time.

i) Advantages of Derivatives

The volatility in Indian debt markets has increased over last few months. Derivatives provide unique flexibility to the Scheme to hedge part of their portfolio. Some of the advantages of specific derivatives are as under:

ii) Interest Rate Swaps and Forward rate Agreements

Interest rate swap is a strategy in which one party exchanges a stream of interest for another party's stream. Interest rate swaps are normally 'fixed against floating', but can also be 'fixed against fixed' or 'floating against floating' rate swaps. Interest rate swaps will be used to take advantage of interest-rate fluctuations, by swapping fixed-rate obligations for floating rate obligations, or swapping floating rate obligations to fixed-rate obligations.

Bond markets in India are not very liquid. Investors run the risk of illiquidity in such markets.
Investing for short-term periods for liquidity purposes has its own risks. Investors can benefit if the Fund remains in call market for the liquidity and at the same time take advantage of fixed rates by entering into a swap. It adds certainty to the returns without sacrificing liquidity.

The following is an illustration how derivatives work
Basic Details: Fixed to floating swap
Notional Amount: Rs. 5 Crores
Benchmark: NSE MIBOR
Deal Tenor: 3 months (say 91 days)
Documentation: International Securities Dealers Association (ISDA).
Let us assume the fixed rate decided was 10%
At the end of three months, the following exchange will take place:
Counter party 1 pays: compounded call rate for three months, say 9.90%
Counter party 2 pays fixed rate: 10%
In practice, however, the difference of the two amounts is settled. Counter party 2 will pay Rs. 5 Crores \*0.10\%\* 91/365 = Rs. 12,465.75

Thus the trade off for the Fund will be the difference in call rate and the fixed rate payment and this can vary with the call rates in the market. Please note that the above example is given for illustration purposes only and the actual returns may vary depending on the terms of swap and market conditions.

Risk Factor: The risk arising out of uses of the above derivative strategy as under:
- Lack of opportunities available in the market.
- The risk of mispricing or improper valuation and the inability of derivatives to correlate perfectly with underlying assets, rates and indices.
Please note that the above example is given for illustration purposes only. Some assumptions have been made for the sake of simplicity. Additional risks could be on account of illiquidity and potential mis-pricing of the options.

iii) **Interest Rate Futures:**

IRF means a standardized interest rate derivative contract traded on a recognized stock exchange to buy or sell a notional security or any other interest bearing instrument or an index of such instruments or interest rates at a specified future date, at a price determined at the time of the contract.

Hedging using interest rate futures could be perfect or imperfect, subject to applicable regulations.

Currently, exchange traded Interest Rate Futures traded on exchange are standardized contracts based on 10-Year Government of India Security and 91 day Treasury bill. IRF contracts are cash settled.

IRFs give an opportunity in the fixed income market to hedge interest rate risk or rebalance the portfolio by using them. By locking into a price, the IRF contract can help to eliminate the interest rate risk. Thus, in order to protect against a fall in the value of the portfolio due to falling bond prices, one can take short position in IRF contracts.

Example:

Date: April 01, 2019  
Spot price of the Government Security: Rs.108.83  
Price of IRF– April contract: Rs. 108.90

On April 01, 2019, Fund buys 1000 units of the Government security from the spot market at Rs. 108.83. Subsequently, it is anticipated that the interest rate will rise in the near future. Therefore to hedge the exposure in underlying Government security, Fund sells April 2019 Interest Rate Futures contracts at Rs. 108.90.

On April 15, 2019 due to increase in interest rate:

Futures Price of IRF Contract: Rs.107.30

Loss in underlying market will be (107.24 – 108.83)*1000 = (Rs. 1,590)  
Profit in the Futures market will be (107.30 – 108.90)*1000 = Rs. 1,600

**Illustration for Imperfect Hedging**

**Scenario 1 and 2**

**Assumption:** Portfolio whose duration is 3 years, is being hedged with an IRF whose underlying securities duration is 10 years  
Portfolio Duration: 3 year  
Market Value of Portfolio: Rs 100 cr  
Imperfect Hedging cannot exceed 20% of Portfolio

**Maximum extent of short position that may be taken in IRFs is as per below mentioned formula:**

Portfolio (security) Modified Duration * Market Value of Portfolio (security) / (Futures Modified Duration * Futures Price/PAR)
Consider that we choose to hedge 20% of portfolio
\[(3 \times (0.2 \times 100)) / (10 \times 100/100) = \text{Rs } 6 \text{ cr}\]

So we must Sell Rs 6 cr of IRF with underlying duration of 10 years to hedge Rs 20 cr of Portfolio with duration of 3 years.

**Scenario 1**

If the yield curve moves in a way that the 3 year moves up by 10 bps and the 10 year moves up by 5bps, which means that the short end has moved up more than the long end

Amount of Security in Portfolio (LONG): Rs 20cr

If yields move up buy 10 bps then the price of the security with a modified duration of 3 years will move down by;

Formula: \((\text{Yield movement} \times \text{Duration}) \times \text{Portfolio Value}\)

\[\left(0.001 \times 3\right) \times 20,00,00,000 = -6,00,000\]

Underlying IRF (SHORT): Rs 6crs

If yields move up buy 5bps then the price of the security with a duration of 10 years will move down by;

Formula: \((\text{Yield movement} \times \text{Duration}) \times \text{Portfolio Value}\)

\[-(0.0005 \times 10) \times 6,00,00,000 = 3,00,000\]

Since we have sold the IRF, this movement is positive and hence the total loss will be reduced to:

\[-6,00,000 + 3,00,000 = -3,00,000\]

Due to IRF, the overall impact on the portfolio due to interest rate movement has been reduced.

**Scenario 2**

If the yield curve moves in a way that the 3 year does not move and the 10 year moves down by 5 bps, which means that the yield curve has flattened.

If yield does not move then the price of the security with a duration of 3 years will remain flat:

Formula: \((\text{Yield movement} \times \text{Duration}) \times \text{Portfolio Value}\)

\[0 \times 20,00,00,000 = 0\]

Underlying IRF (SHORT): Rs 6cr

If yields moves down by 5bps then the price of the security with a duration of 10 years will move up by;

\[0.0005 \times 10 \times 6,00,00,000 = -3,00,000\]

In this scenario, the imperfect hedge created on the portfolio would create a loss on the total position.

**Valuation of Derivative Products**

i. The traded derivatives shall be valued at market price in conformity with the valuation policy of the Mutual Fund.

ii. The valuation of untraded derivatives shall be done in accordance with the valuation method for untraded investments prescribed in sub clauses (i) and (ii) of clause 2 of the Eighth Schedule to the SEBI (Mutual Funds) Regulations, 1996 as amended from time to time.
F. FUNDAMENTAL ATTRIBUTES

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

(i) Type of a Scheme

For details on type of Scheme, please refer “Type of the Scheme”.

(ii) Investment Objective

- Main Objective - Please refer “What are the investment objectives of the Scheme?”
- Investment pattern – Please refer “How will the Scheme allocate its assets?”

(iii) Terms of Issue

1) Liquidity

On an on-going basis, an investor can purchase and redeem Units on every Business Day at NAV based prices, subject to the applicable load structure.

- Listing

Being the open-ended fund, the Units of the Scheme will not be listed on any stock exchange, at present. The Trustee may, at its sole discretion, cause the Units under the Scheme to be listed on one or more Stock Exchanges. Notification of the same will be made through Customer Service Centres of the AMC and as may be required by the respective Stock Exchanges.

- Redemption of Units

For details on redemption of units, please refer SECTION V: UNITS AND OFFER “Redemption of Units” in Ongoing Offer details.

- Redemption Price

The redemption price will be at Applicable NAV based prices, subject to applicable exit load provisions.

2) Aggregate fees and expenses charged to the Scheme: The provisions in respect of fees and expenses as indicated in this Scheme Information Document.

3) Any safety net or guarantee provided: The present scheme is not a guaranteed or assured return scheme.

Changes in Fundamental Attributes

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations, the Trustees shall ensure that no change in the fundamental attributes of the Scheme and the Plan(s) / Option(s) thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme and the Plan(s) / Option(s) thereunder and affect the interests
of Unitholders is carried out unless:
- A written communication about the proposed change is sent to each Unitholder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated; and
- The Unitholders are given an option for a period of 30 days to exit at the prevailing Net Asset Value without any exit load. However, in case the change pertains to investments in units of Real Estate Investment Trust (REIT) and Infrastructure Investment Trust (InvIT), the aforesaid exit period shall be for at least 15 days.

G. HOW WILL THE SCHEME BENCHMARK ITS PERFORMANCE?

Benchmark of the scheme is CRISIL Liquid Fund Index.

The composition of the benchmark is such that, it is most suited for comparing performance of the Scheme of ICICI Prudential Mutual Fund. The Trustees reserves the right to change the benchmark in future, if a benchmark better suited to the investment objective of the Scheme is available.

H. WHO MANAGES THE SCHEME?

Mr. Rahul Goswami and Mr. Rohan Maru are the Fund Managers of the Scheme. As on February 28, 2019, Mr. Rahul Goswami has been managing this Scheme for a tenure of 6 years and 6 months since September 2012. Mr. Rohan Maru has been managing this Scheme for a tenure of 5 years and 6 months since September 2013.

<table>
<thead>
<tr>
<th>Fund Manager</th>
<th>Age/Qualification</th>
<th>Experience</th>
<th>Other managed</th>
<th>Schemes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mr. Rahul Goswami</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mr. Rohan Maru</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fund Manager</td>
<td>Age/Qualification</td>
<td>Experience</td>
<td>Other Schemes managed</td>
<td></td>
</tr>
<tr>
<td>----------------------</td>
<td>-------------------</td>
<td>-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------</td>
<td>--------------------------------------------------------------------------------------</td>
<td></td>
</tr>
</tbody>
</table>
• ICICI Prudential Floating Interest Fund  
• ICICI Prudential Corporate Bond Fund  
• ICICI Prudential Constant Maturity Gilt Fund  
• ICICI Prudential Gilt Fund  
• ICICI Prudential Banking & PSU Debt Fund  
• ICICI Prudential Savings Fund  
• ICICI Prudential Capital Protection Oriented Funds  
• ICICI Prudential Fixed Maturity Plans  
• ICICI Prudential Multiple Yield Funds  
• ICICI Prudential Overnight Fund |
| Mr. Rohan Maru       | 34/ MBA (Finance) and M.Com | He is associated with ICICI Prudential Asset Management Company Limited from November 2012. Past Experience: ~ Kotak Mahindra AMC - Fixed Income Dealer - May 2008 to November 2012. ~ Integreon Managed Solutions - Research Associate - May 2005 to June 2006. | • ICICI Prudential Global Stable Equity Fund  
• ICICI Prudential US Bluechip Equity Fund  
• ICICI Prudential Corporate Bond Fund  
• ICICI Prudential Savings Fund  
• ICICI Prudential Liquid ETF  
• ICICI Prudential Fixed Maturity Plans  
• ICICI Prudential Overnight Fund |
I. **WHAT ARE THE INVESTMENT RESTRICTIONS?**

Pursuant to the Regulations and amendments thereto, the following investment restrictions are presently applicable to the Scheme:

1. **Mutual Funds/AMCs shall ensure that total exposure of debt schemes of mutual funds in a particular sector (excluding investments in Bank CDs, TREPs, G-Secs, TBills, short term deposits of scheduled commercial banks and AAA rated securities issued by Public Financial Institutions and Public Sector Banks) shall not exceed 25% of the net assets of the scheme;**

   Provided that an additional exposure to financial services sector (over and above the limit of 25%) not exceeding 15% of the net assets of the scheme shall be allowed only by way of increase in exposure to Housing Finance Companies (HFCs);

   Provided further that the additional exposure to such securities issued by HFCs are rated AA and above and these HFCs are registered with National Housing Bank (NHB) and the total investment/ exposure in HFCs shall not exceed 25% of the net assets of the scheme.

2. **A mutual fund 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 investments 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.

3. **A mutual fund Scheme shall not invest more than 10% of its NAV in unrated debt instruments issued by a single issuer and the total investment in such instruments shall not exceed 25% of the NAV of the Scheme. All such investments shall be made by an internal committee constituted by AMC to approve the investment in un-rated debt securities in terms of the parameters approved by the Board of Trustees and the Board of Asset Management Company.**

4. **Debentures, irrespective of any residual maturity period (above or below one year), shall attract the investment restrictions as applicable for debt instruments.**

5. **Transfer of investments from one Scheme to another Scheme in the same Mutual Fund is permitted provided:**
   a. Such transfers are done at the prevailing market price for quoted instruments on spot basis (spot basis shall have the same meaning as specified by a Stock Exchange for spot transactions); and
b. The securities so transferred shall be in conformity with the investment objective of the Scheme to which such transfer has been made.

Further the inter Scheme transfer of investments shall be in accordance with the provisions contained in clause Inter-Scheme transfer of investments, contained in Statement of Additional Information.

6. The Scheme may invest in other schemes under the same AMC or any other Mutual Fund without charging any fees, provided the aggregate inter-scheme investment made by all the schemes under the same management or in schemes under management of any other asset management company shall not exceed 5% of the Net Asset Value of the Fund, and no investment management fees shall be charged for investing in other schemes of the Fund or in the schemes of any other mutual fund.

7. The Fund shall get securities purchased or transferred in the name of the Fund on account of the concerned scheme, wherever investments are intended to be of a long-term nature.

8. 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:

Provided further that the Mutual Fund may enter into derivatives transactions in a recognized stock exchange, subject to the framework specified by SEBI

Provided further that sale of government security already contracted for purchase shall be permitted in accordance with the guidelines issued by the RBI in this regard

9. No loans for any purpose can be advanced by the Scheme.

10. No mutual fund scheme shall make any investments 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 Mutual Fund
• Fund of Funds scheme

11. The Fund shall not borrow except to meet temporary liquidity needs of the Fund for the purpose of repurchase/redemption of units or payment of interest and dividend to the Unitholders. Such borrowings shall not exceed more than 20% of the net assets of the individual scheme and the duration of the borrowing shall not exceed a period of 6 months.

12. Pending deployment of funds of the Scheme in terms of the investment objective of the Scheme, the Mutual Fund may invest them in short term deposits of scheduled commercial banks in accordance with SEBI Circular no SEBI/IMD/CIR No. 1/91171/07 dated 16th April 2007 and SEBI Circular No. SEBI/IMD/CIR No. 7/129592/08 dated June 23, 2008:
• “Short Term” for such parking of funds by mutual funds shall be treated as a period not exceeding 91 days.
b. Such short term deposits shall be held in the name of the concerned Scheme.
c. No mutual fund Scheme shall park more than 15% of the net assets in Short term deposit(s) of all the scheduled commercial banks put together. However, it may be raised to 20% with prior approval of the trustees. Also, parking of funds in short term deposits of associate and sponsor scheduled commercial banks together shall not exceed 20% of total deployment by the mutual fund in short term deposits.
d. No mutual fund Scheme shall park more than 10% of the net assets in Short term deposit(s), with any one scheduled commercial bank including its subsidiaries.
e. Trustees shall ensure that no funds of a Scheme may be parked in short term deposit of a bank which has invested in that Scheme.

These conditions are not applicable to term deposits placed as margins for trading in cash and derivative market.
f. Asset Management Company (AMC) shall not be permitted to charge any investment management and advisory fees for parking of funds in short term deposits of scheduled commercial banks in case of liquid and debt oriented Schemes.
g. All funds parked in short term deposit(s) shall be disclosed in half yearly portfolio statements under a separate heading. Details such as name of the bank, amount of funds parked, percentage of NAV may be disclosed.
h. Trustees shall certify in the half-yearly reports that the provision of the Regulation pertaining to parking of funds in short term deposits - pending deployment is being complied with at all points of time. Further the AMC shall also certify the same in its bi-monthly compliance test report.

13. The Mutual Fund having an aggregate of securities which are worth Rs.10 crores or more, as on the latest balance sheet date, shall subject to such instructions as may be issued from time to time by the Board, settle their transactions entered on or after January 15, 1998 only through dematerialised securities. Further, all transactions in government securities shall be in dematerialised form.

14. In terms of SEBI circular dated January 19, 2009, ICICI Prudential Liquid Fund shall make investments in / purchase debt and money market securities with maturity of up to 91 days only. This shall also be applicable in case of inter-scheme transfer of securities.

Disclosure for Liquid Funds:
1. Investment shall be in debt and money market securities with maturity of upto 91 days only.
2. Clause 1 above shall be applicable for inter-scheme transfer of securities as well.
3. In case of securities where the principal has to be repaid in single payout, the maturity of the Securities shall mean residual maturity.
4. In case of more than one payout of maturity proceeds, then maturity shall be calculated on basis of weighted average maturity of security.
5. In case of securities with put and call options (daily or otherwise) the residual maturity of the securities shall not be greater than 91 days.
6. In case maturity falls on a non-business day then settlement of securities will take place on next business day.

15. The Scheme will comply with any other Regulation applicable to the investments of mutual funds from time to time.

16. Group exposure –
a. The Fund shall ensure that total exposure of the debt scheme in a group (excluding investments in securities issued by Public Sector Units, Public Financial Institutions and Public Sector Banks) shall not exceed 20% of the net assets of the Scheme. Such investment limit may be extended to 25% of the net assets of the Scheme with the prior approval of the Board of Trustees.

b. For this purpose, a group means a group as defined under regulation 2 (mm) of SEBI (Mutual Funds) Regulations, 1996 (Regulations) and shall include an entity, its subsidiaries, fellow subsidiaries, its holding company and its associates.

17. The Scheme will comply with provisions specified in Circular dated August 18, 2010 related to overall exposure limits applicable for derivative transactions as stated below:

1. The cumulative gross exposure through equity, debt and derivative positions should not exceed 100% of the net assets of the scheme.
2. Mutual Funds shall not write options or purchase instruments with embedded written options.
3. The total exposure related to option premium paid must not exceed 20% of the net assets of the scheme.
4. Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure.
5. Exposure due to hedging positions may not be included in the above mentioned limits subject to the following:
   a. Hedging positions are the derivative positions that reduce possible losses on an existing position in securities and till the existing position remains.
   b. Hedging positions cannot be taken for existing derivative positions. Exposure due to such positions shall have to be added and treated under limits mentioned in Point 1.
   c. Any derivative instrument used to hedge has the same underlying security as the existing position being hedged.
   d. The quantity of underlying associated with the derivative position taken for hedging purpose does not exceed the quantity of the existing position against which hedge has been taken.
6. Mutual Funds may enter into plain vanilla interest rate swaps for hedging purposes. The counterparty in such transactions has to be an entity recognized as a market maker by RBI. Further, the value of the notional principal in such cases must not exceed the value of respective existing assets being hedged by the scheme. Exposure to a single counterparty in such transactions should not exceed 10% of the net assets of the scheme.
7. Exposure due to derivative positions taken for hedging purposes in excess of the underlying position against which the hedging position has been taken, shall be treated under the limits mentioned in point (i) above.
8. Definition of Exposure in case of Derivative Positions - Each position taken in derivatives shall have an associated exposure as defined under. Exposure is the maximum possible loss that may occur on a position. However, certain derivative positions may theoretically have unlimited possible loss. Exposure in derivative positions shall be computed as follows:

<table>
<thead>
<tr>
<th>Position</th>
<th>Exposure</th>
</tr>
</thead>
<tbody>
<tr>
<td>Long Future</td>
<td>Futures Price * Lot Size * Number of Contracts</td>
</tr>
<tr>
<td>Short Future</td>
<td>Futures Price * Lot Size * Number of Contracts</td>
</tr>
</tbody>
</table>

Scheme Information Document
ICICI Prudential Liquid Fund
18. Exposure limit for participating in Interest Rate Futures

In addition to the existing provisions of SEBI circular No.IMD/DF/11/2010 dated August 18, 2010, the following are prescribed:

i. To reduce interest rate risk in a debt portfolio, mutual funds may hedge the portfolio or part of the portfolio (including one or more securities) on weighted average modified duration basis by using Interest Rate Futures (IRFs). The maximum extent of short position that may be taken in IRFs to hedge interest rate risk of the portfolio or part of the portfolio, is as per the formula given below:

\[
\text{Exposure Limit} = \frac{\text{Portfolio Modified Duration} \times \text{Market Value of the Portfolio}}{\text{Futures Modified Duration} \times \text{Future Price/ PAR}}
\]

ii. In case the IRF used for hedging the interest rate risk has different underlying security(s) than the existing position being hedged, it would result in imperfect hedging.

iii. Imperfect hedging using IRFs may be considered to be exempted from the gross exposure, upto maximum of 20% of the net assets of the scheme, subject to the following:

a) Exposure to IRFs is created only for hedging the interest rate risk based on the weighted average modified duration of the bond portfolio or part of the portfolio.

b) Mutual Funds are permitted to resort to imperfect hedging, without it being considered under the gross exposure limits, if and only if, the correlation between the portfolio or part of the portfolio (excluding the hedged portions, if any) and the IRF is atleast 0.9 at the time of initiation of hedge. In case of any subsequent deviation from the correlation criteria, the same may be rebalanced within 5 working days and if not rebalanced within the timeline, the derivative positions created for hedging shall be considered under the gross exposure computed in terms of Para 3 of SEBI circular dated August 18, 2010. The correlation should be calculated for a period of last 90 days.

Explanation: If the fund manager intends to do imperfect hedging upto 15% of the portfolio using IRFs on weighted average modified duration basis, either of the following conditions need to be complied with:

i. The correlation for past 90 days between the portfolio and the IRF is at least 0.9 or

ii. The correlation for past 90 days between the part of the portfolio (excluding the hedged portions, if any) i.e. at least 15% of the net asset of the scheme (including one or more securities) and the IRF is at least 0.9.

c) At no point of time, the net modified duration of part of the portfolio being hedged should be negative.

d) The portion of imperfect hedging in excess of 20% of the net assets of the scheme should be considered as creating exposure and shall be included in the computation of gross exposure in terms of Para 3 of SEBI circular dated August 18, 2010.

iv. The basic characteristics of the scheme should not be affected by hedging the portfolio or part of the portfolio (including one or more securities) based on the weighted average modified duration.

Explanation: In case of long term bond fund, after hedging the portfolio based on the modified duration of the portfolio, the net modified duration should not be less than the
minimum modified duration of the portfolio as required to consider the fund as a long term bond fund.

v. The interest rate hedging of the portfolio should be in the interest of the investors.

19. Investment restrictions for Repo transactions in Corporate Debt Securities:

Below stated conditions and norms shall apply to repo in corporate debt securities, which are subject to change as may be prescribed by SEBI and/or RBI from time to time:

i. Any scheme shall not lend/borrow more than 10% of its net assets in repo against corporate debt securities.

ii. The cumulative gross exposure through repo transactions in corporate debt securities along with equity, debt, derivatives and any other permitted assets shall not exceed 100% of the net assets of the Scheme.

iii. The Scheme shall borrow through repo transactions only if the tenor of the transaction does not exceed a period of six months.

iv. The exposure limit/investment restrictions prescribed under the Seventh Schedule of the Regulations and circulars issued there under (wherever applicable) shall be applicable to repo transactions in corporate debt securities.

v. Counterparty selection & credit rating
The AMC follows an issuer selection and approval process for fixed income investments and the same shall be used for selection of counterparties for repo in corporate debt securities. Repo transactions shall be carried out with only those counterparties who have a credit rating of ‘AA- and above’ (Long term rating) or ‘A1+’ (Short term rating) provided by any credit rating agency as accredited by SEBI from time to time.

vi. Tenor of Repo
Tenor of repo shall not exceed 6 months. There shall be no restriction/ limitation on the tenor of collateral.

vii. Applicable haircut
The AMC would be guided by the parameters for applying haircut as may be specified by RBI and/or SEBI for undertaking repo in corporate debt securities, from time to time.

viii. Rating of underlying instruments
The schemes shall participate in repo transactions only in AA (or equivalent short term rating) and above rated corporate debt securities.

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

The Trustee may alter the above restrictions from time to time to the extent that changes in the Regulations may allow or as deemed fit in the general interest of the unit holders.
The Trustee /AMC may alter the above stated limitations from time to time, and also to the extent the SEBI (MF) Regulations change, so as to permit the Schemes to make their investments in the full spectrum of permitted investments in order to achieve their investment objective.

J. HOW HAS THE SCHEME PERFORMED?

The performance of the Scheme is as on February 28, 2019.

Returns of the Scheme are shown below. For computation of returns the allotment NAV has been taken as Rs. 100. NAV of growth option is considered for computation of returns without considering load.

**Returns of the Scheme and its benchmark for Growth Options as on February 28, 2019**

<table>
<thead>
<tr>
<th>Scheme/Index Name</th>
<th>Inception Date</th>
<th>1 Year</th>
<th>3 Years</th>
<th>5 Years</th>
<th>Since Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>ICICI Prudential Liquid Fund</td>
<td>17-Nov-05</td>
<td>7.48</td>
<td>7.19</td>
<td>7.76</td>
<td>7.87</td>
</tr>
<tr>
<td>CRISIL Liquid Fund Index(Benchmark)</td>
<td></td>
<td>7.68</td>
<td>7.27</td>
<td>7.78</td>
<td>7.41</td>
</tr>
</tbody>
</table>

Performance of the scheme is benchmarked to total return variant of the index. Past performance may or may not be sustained in the future and the same may not necessarily provide the basis for comparison with other investment. The returns are calculated on the basis of Compounded Annualized Growth returns (CAGR). For computation of since inception returns the allotment NAV has been taken as Rs. 100.

^ Inception date shown is the date from which units under the Scheme are available throughout.

**Absolute returns of the Scheme are as follows:**

<table>
<thead>
<tr>
<th>FY</th>
<th>ICICI Prudential Liquid Fund</th>
<th>Crisil Liquid Fund Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>17-18</td>
<td>6.76</td>
<td>6.84</td>
</tr>
<tr>
<td>16-17</td>
<td>7.28</td>
<td>7.11</td>
</tr>
<tr>
<td>15-16</td>
<td>8.22</td>
<td>8.06</td>
</tr>
<tr>
<td>14-15</td>
<td>8.98</td>
<td>8.98</td>
</tr>
<tr>
<td>13-14</td>
<td>9.43</td>
<td>9.54</td>
</tr>
</tbody>
</table>
Performance of the scheme is benchmarked to total return variant of the index. Past performance may or may not be sustained in future. Absolute returns are provided for the above mentioned financial years. For computation of returns the allotment NAV has been taken as Rs. 100. NAV is considered for computation of returns without considering load.
K. COMPARISON BETWEEN THE SCHEMES

Comparison of the Scheme with the existing debt schemes of ICICI Prudential Mutual Fund in terms of asset allocation pattern, investment objective, size of the scheme and number of folios is mentioned below:

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Banking &amp; PSU Debt Fund</th>
<th>ICICI Prudential Constant Maturity Gilt Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of the Scheme</td>
<td>An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds.</td>
<td>An open ended debt scheme investing in government securities having a constant maturity of 10 Years</td>
</tr>
<tr>
<td>Asset Allocation as per SID (in %)</td>
<td>Under normal circumstances, the asset allocation under the Scheme will be as follows:</td>
<td>Government Securities include securities issued by central government and state government (including Treasury Bills).</td>
</tr>
<tr>
<td>Particulars</td>
<td>(% of Corpus)</td>
<td>Risk Profile</td>
</tr>
<tr>
<td>Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds</td>
<td>80%-100%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td>Debt and money market securities (including government securities) issued by entities other than banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds</td>
<td>0%-20%</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

The Scheme may also take exposure to:
- Securitized debt up to 20% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The cumulative gross exposure shall not exceed 100% of the net assets of the Scheme in terms of SEBI circular dated August 18, 2010.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of
The Scheme may also take exposure to:

- Securitized debt upto 50% of the net assets in debt and money market instruments
- Derivatives upto 100% of the net assets in debt and money market instruments

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Banking &amp; PSU Debt Fund</th>
<th>ICICI Prudential Constant Maturity Gilt Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Objective</td>
<td>To generate income through predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds while maintaining the optimum balance of yield, safety and liquidity. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
<td>To generate income primarily by investing in portfolio of Government Securities while maintaining constant maturity of the portfolio at 10 years. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
</tr>
<tr>
<td>Assets under Management (as on February 28, 2019)</td>
<td>4,942.70</td>
<td>29.95</td>
</tr>
<tr>
<td>No. of folios as on February 28, 2019</td>
<td>15,590</td>
<td>727</td>
</tr>
</tbody>
</table>
## Features of the Scheme

<table>
<thead>
<tr>
<th>Scheme Information Document</th>
</tr>
</thead>
<tbody>
<tr>
<td>ICICI Prudential Medium Term Bond Fund</td>
</tr>
</tbody>
</table>

**Type of the Scheme**

- An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 Years and 4 Years.
- The Macaulay duration of the portfolio is 1 Year to 4 years under anticipated adverse situation.

| ICICI Prudential Long Term Bond Fund |

**Type of the Scheme**

- An open ended debt scheme investing in instruments such that the Macaulay duration of the portfolio is greater than 7 Years.

## Asset Allocation as per SID (in %)

<table>
<thead>
<tr>
<th>Particulars</th>
<th>(%) of Corpus</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt Instruments</td>
<td>40%-100%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td>Money market instruments</td>
<td>0%-50%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td>Units issued by REITs &amp; InvITs</td>
<td>0%-10%</td>
<td>Medium to High</td>
</tr>
</tbody>
</table>

Under normal circumstances, the asset allocation under the Scheme will be as follows:

<table>
<thead>
<tr>
<th>Particulars</th>
<th>(%) of Corpus</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Money market instruments</td>
<td>0%-50%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td>Debt Instruments</td>
<td>50%-100%</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

The Macaulay duration of the portfolio of the Scheme would be greater than 7 years.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then...
In the event of variance in the asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.

The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.

**Investment Objective**

- **ICICI Prudential Medium Term Bond Fund**
  - To generate income through investments in a range of debt and money market instruments while maintaining the optimum balance of yield, safety and liquidity.
  - However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.

- **ICICI Prudential Long Term Bond Fund**
  - To generate income through investments in a range of debt and money market instruments while maintaining the optimum balance of yield, safety and liquidity.
  - However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential All Seasons Bond Fund</th>
<th>ICICI Prudential Floating Interest Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of the Scheme</td>
<td>An open ended dynamic debt</td>
<td>An open ended debt scheme</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Assets under Management (as on February 28, 2019)</th>
<th>6,092.68</th>
<th>710.04</th>
</tr>
</thead>
<tbody>
<tr>
<td>No. of folios as on February 28, 2019</td>
<td>34,247</td>
<td>12,693</td>
</tr>
</tbody>
</table>
Features of the Scheme | ICICI Prudential All Seasons Bond Fund | ICICI Prudential Floating Interest Fund
--- | --- | ---
**Scheme** | scheme investing across duration. | predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/derivatives).

### Asset Allocation as per SID (in %)

Under normal circumstances, the asset allocation under the Scheme will be as follows:

<table>
<thead>
<tr>
<th>Particulars</th>
<th>(% of Corpus)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt &amp; Money Market instruments</td>
<td>0%-100%</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

**Investment in Debt & Money Market instruments across the duration.**

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.

The floating rate instruments include either instruments where the returns are linked to a floating rate benchmark or fixed rate instruments converted to floating rate exposures using swaps/derivatives.

The Scheme may also take exposure to:
- Securitized debt up to 35% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The cumulative gross exposure shall not exceed 100% of the net assets of the Scheme.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 60 Days. Further, in case the portfolio is not rebalanced within the period of 60 days, justification for the same shall be placed before the
<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential All Seasons Bond Fund</th>
<th>ICICI Prudential Floating Interest Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>listed, unlisted, privately placed,</td>
<td>investment committee and reasons for</td>
</tr>
<tr>
<td></td>
<td>secured or unsecured, rated or unrated</td>
<td>the same shall be recorded in writing.</td>
</tr>
<tr>
<td></td>
<td>and of any maturity. The securities</td>
<td>The investment committee shall then</td>
</tr>
<tr>
<td></td>
<td>may be acquired through secondary</td>
<td>decide on the course of action.</td>
</tr>
<tr>
<td></td>
<td>market purchases, Initial Public</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Offering (IPO), other public offers,</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Private Placement, right offers</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(including renunciation) and</td>
<td></td>
</tr>
<tr>
<td></td>
<td>negotiated deals.</td>
<td></td>
</tr>
<tr>
<td>Investment Objective</td>
<td>To generate income through investing</td>
<td>To generate income through investing</td>
</tr>
<tr>
<td></td>
<td>in a range of debt and money market</td>
<td>predominantly in floating rate</td>
</tr>
<tr>
<td></td>
<td>instruments of various duration while</td>
<td>instruments while maintaining</td>
</tr>
<tr>
<td></td>
<td>maintaining the optimum balance of</td>
<td>the optimum balance of yield, safety</td>
</tr>
<tr>
<td></td>
<td>yield, safety and liquidity.</td>
<td>and liquidity.</td>
</tr>
<tr>
<td></td>
<td>However, there can be no assurance</td>
<td>However, there can be no assurance</td>
</tr>
<tr>
<td></td>
<td>or guarantee that the investment</td>
<td>or guarantee that the investment</td>
</tr>
<tr>
<td></td>
<td>objective of the Scheme would be</td>
<td>objective of the Scheme would be</td>
</tr>
<tr>
<td></td>
<td>achieved.</td>
<td>achieved.</td>
</tr>
<tr>
<td>Assets under Management (as on February 28, 2019)</td>
<td>2,018.35</td>
<td>6,862.57</td>
</tr>
<tr>
<td>No. of folios as on February 28, 2019</td>
<td>32,532</td>
<td>93,310</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Bond Fund</th>
<th>ICICI Prudential Liquid Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of the Scheme</td>
<td>An open ended medium to</td>
<td>An open ended liquid scheme.</td>
</tr>
<tr>
<td></td>
<td>long term debt scheme</td>
<td></td>
</tr>
<tr>
<td></td>
<td>investing in instruments</td>
<td></td>
</tr>
<tr>
<td></td>
<td>such that the Macaulay</td>
<td></td>
</tr>
<tr>
<td></td>
<td>duration of the portfolio</td>
<td></td>
</tr>
<tr>
<td></td>
<td>is between 4 Years and 7</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Years.</td>
<td></td>
</tr>
</tbody>
</table>
## Features of the Scheme

<table>
<thead>
<tr>
<th>Scheme</th>
<th>ICICI Prudential Bond Fund</th>
<th>ICICI Prudential Liquid Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>The Macaulay duration of the portfolio is 1 Year to 7 years under anticipated adverse situation.</td>
<td>Under normal circumstances, the asset allocation under the Scheme will be as follows:</td>
</tr>
</tbody>
</table>

### Asset Allocation as per SID (in %)

<table>
<thead>
<tr>
<th>Particulars</th>
<th>(% of Corpus)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Money market instruments</td>
<td>0%-50%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td>Debt Instruments</td>
<td>50%-100%</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

The Macaulay duration of the portfolio of the Scheme would be between 4 years and 7 years under normal circumstances.

The Macaulay duration of the portfolio of the Scheme would be between 1 year and 7 years under adverse circumstances.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing.

Note – In terms of SEBI circular dated January 19, 2009, ICICI Prudential Liquid Fund shall make investments in / purchase debt and money market securities with maturity of up to 91 days only.

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme.
- Derivatives up to 100% of the net assets of the Scheme.

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days.
<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Bond Fund</th>
<th>ICICI Prudential Liquid Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>writing. The investment committee shall then decide on the course of action. The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.</td>
<td>decide on the course of action. The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.</td>
</tr>
<tr>
<td>Investment Objective</td>
<td>To generate income through investments in a range of debt and money market instruments while maintaining the optimum balance of yield, safety and liquidity. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
<td>The Scheme aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity, through investments made primarily in money market and debt instruments. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
</tr>
<tr>
<td>Assets under Management (as on February 28, 2019)</td>
<td>2,881.70</td>
<td>59,354.28</td>
</tr>
<tr>
<td>No. of folios as on February 28, 2019</td>
<td>4,744</td>
<td>2,40,824</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Gilt Fund</th>
<th>ICICI Prudential Credit Risk Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of the Scheme</td>
<td>An open ended debt scheme investing in government securities across maturity.</td>
<td>An open ended debt scheme predominantly investing in AA and below rated corporate bonds.</td>
</tr>
<tr>
<td>Asset Allocation as per SID (in %)</td>
<td>Under normal circumstances, the asset allocation under the Scheme will be as follows:</td>
<td>Under normal circumstances, the asset allocation under the Scheme will be as follows:</td>
</tr>
<tr>
<td>Particulars</td>
<td>(% of Corpus)</td>
<td>Risk profile</td>
</tr>
<tr>
<td>Features of the Scheme</td>
<td>ICICI Prudential Gilt Fund</td>
<td>ICICI Prudential Credit Risk Fund</td>
</tr>
<tr>
<td>------------------------</td>
<td>---------------------------</td>
<td>----------------------------------</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government Securities</td>
<td>80 – 100</td>
<td>Debt &amp; Money</td>
</tr>
<tr>
<td>across maturity</td>
<td></td>
<td>market instruments</td>
</tr>
<tr>
<td>Other debt securities</td>
<td>0 – 20</td>
<td>Units issued by</td>
</tr>
<tr>
<td>and money market</td>
<td></td>
<td>REITs &amp; InvITs</td>
</tr>
<tr>
<td>instruments</td>
<td></td>
<td>0% - 10%</td>
</tr>
</tbody>
</table>

The Scheme may also take exposure to:
- Securitized debt up to 20% of the net assets in other debt and money market instruments
- Derivatives up to 100% of the net assets

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

In the event of change in the asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.

The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated.

The Scheme shall have exposure to corporate bonds with AA (or equivalent rating) and below credit rating at least to the extent of 65% of the corpus of the Scheme.

The Scheme may also take exposure to:
- Securitized debt (Single loan and / or Pool loan Securitized debt) of up to 50% of the net assets of the Scheme.
- Derivatives up to 100% of the net assets of the Scheme.

The margin money requirement for the purpose of derivative exposure will be as per the SEBI Regulations. The Scheme shall not take leverage positions and total investments, including investments in debt and other securities and gross exposure to derivatives, if any, shall not exceed net assets under management of the scheme.

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 60 Days. Further, in case the portfolio is not rebalanced within the period of 60 days, justification for the same shall be placed before the investment committee and reasons for the same shall be
<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Gilt Fund</th>
<th>ICICI Prudential Credit Risk Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>deals.</td>
<td></td>
<td>recorded in writing. The investment committee shall then decide on the course of action.</td>
</tr>
<tr>
<td></td>
<td></td>
<td>The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.</td>
</tr>
</tbody>
</table>

**Investment Objective**

To generate income primarily through investment in Gilts of various maturities.

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

To generate income through investing predominantly in AA and below rated corporate bonds while maintaining the optimum balance of yield, safety and liquidity.

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

| Assets under Management (as on February 28, 2019) | 986.16 | 11,534.02 |
| No. of folios as on February 28, 2019            | 5,285  | 78,663    |

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Savings Fund</th>
<th>ICICI Prudential Corporate Bond Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of the Scheme</td>
<td>An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months and 12 months</td>
<td>An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds.</td>
</tr>
</tbody>
</table>

| Asset Allocation as per SID (in) | Under normal circumstances, the asset allocation under the Scheme | Under normal circumstances, the asset allocation under the Scheme |
Features of the Scheme

<table>
<thead>
<tr>
<th>Particulars</th>
<th>ICICI Prudential Savings Fund (%)</th>
<th>ICICI Prudential Corporate Bond Fund (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt and Money Market Instruments</td>
<td>0%-100%</td>
<td>0%-100%</td>
</tr>
<tr>
<td>Risk Profile</td>
<td>Medium to Low</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

The Macaulay duration of the portfolio of the Scheme would be between 6 months and 12 months.

In the event of variance in the asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.

The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.
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<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Savings Fund</th>
<th>ICICI Prudential Corporate Bond Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Objective</td>
<td>To generate income through investments in a range of debt and money market instruments while maintaining the optimum balance of yield, safety and liquidity. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
<td>To generate income through investing predominantly in AA+ and above rated corporate bonds while maintaining the optimum balance of yield, safety and liquidity. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
</tr>
<tr>
<td>Assets under Management (as on February 28, 2019)</td>
<td>17,060.39</td>
<td>4,519.43</td>
</tr>
<tr>
<td>No. of folios as on February 28, 2019</td>
<td>67,695</td>
<td>13,767</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Short Term Fund</th>
<th>ICICI Prudential Money Market Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of the Scheme</td>
<td>An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 Year and 3 Years</td>
<td>An open ended debt scheme investing in money market instruments</td>
</tr>
<tr>
<td>Asset Allocation as per SID (in %)</td>
<td>Under normal circumstances, the asset allocation under the Scheme will be as follows:</td>
<td>Under normal circumstances, the asset allocation under the Scheme will be as follows:</td>
</tr>
<tr>
<td>Particulars</td>
<td>(% of Corpus)</td>
<td>Risk Profile</td>
</tr>
<tr>
<td>Money Market instruments</td>
<td>0%-50%</td>
<td>Low to Medium</td>
</tr>
<tr>
<td>Debt instruments</td>
<td>0%-100%</td>
<td>Low to Medium</td>
</tr>
</tbody>
</table>

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The Scheme shall make investment in money market instruments having maturity up to 1 Year.

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme
<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Short Term Fund</th>
<th>ICICI Prudential Money Market Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>The cumulative gross exposure should not exceed 100% of the net assets of the scheme.</td>
<td>The Macaulay duration of the portfolio of the Scheme would be between 1 year and 3 years.</td>
<td>Derivatives up to 100% of the net assets of the Scheme</td>
</tr>
<tr>
<td>In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.</td>
<td>The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.</td>
<td>The cumulative gross exposure should not exceed 100% of the net assets of the scheme.</td>
</tr>
<tr>
<td>The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.</td>
<td></td>
<td>In case of any variance from the above asset allocation, the fund manager will carry out portfolio rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.</td>
</tr>
<tr>
<td>Investment Objective</td>
<td>To generate income through investments in a range of debt and money market instruments while maintaining the optimum balance of yield, safety and liquidity.</td>
<td>The Scheme aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity by investing in money market instruments.</td>
</tr>
<tr>
<td>However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
<td>However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
<td></td>
</tr>
<tr>
<td>Assets under Management (as on February 28, 2019)</td>
<td>7,325.62</td>
<td>5,942.67</td>
</tr>
<tr>
<td>Features of the Scheme</td>
<td>ICICI Prudential Short Term Fund</td>
<td>ICICI Prudential Money Market Fund</td>
</tr>
<tr>
<td>------------------------</td>
<td>---------------------------------</td>
<td>----------------------------------</td>
</tr>
<tr>
<td>No. of folios as on February 28, 2019</td>
<td>18,871</td>
<td>14,663</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Features of the Scheme</th>
<th>ICICI Prudential Ultra Short Term Fund</th>
<th>ICICI Prudential Overnight Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of the Scheme</td>
<td>An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months (please refer to investment strategy)</td>
<td>An open ended debt scheme investing in overnight securities</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Asset Allocation as per SID (in %)</th>
<th>Under normal circumstances, the asset allocation under the Scheme will be as follows:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Particulars</td>
<td>(% of Corpus)</td>
</tr>
<tr>
<td>Debt &amp; Money Market Instruments</td>
<td>90%-100%</td>
</tr>
<tr>
<td>Units issued by REITs &amp; InvITs</td>
<td>0%-10%</td>
</tr>
</tbody>
</table>

The Scheme may also take exposure to:
- Securitized debt up to 50% of the net assets of the Scheme
- Derivatives up to 100% of the net assets of the Scheme

The cumulative gross exposure should not exceed 100% of the net assets of the scheme.

The Macaulay duration of the portfolio of the Scheme would be between 3 months and 6 months.

In case of any variance from the above asset allocation, the fund manager will carry out portfolio adjustments.

<table>
<thead>
<tr>
<th>Instruments</th>
<th>Indicative allocation (% of total assets)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Overnight securities or debt instruments* maturing on or before the next business day</td>
<td>0 - 100</td>
<td>Low</td>
</tr>
</tbody>
</table>

*instruments with residual maturity not greater than 1 business day, including money market instruments^, TREPSS/ reverse repo, debt instruments^^, including floating rate instruments, with overnight maturity.

^ Commercial papers, commercial bills, treasury bills, Government securities having an unexpired maturity.
## Features of the Scheme

<table>
<thead>
<tr>
<th>ICICI Prudential Ultra Short Term Fund</th>
<th>ICICI Prudential Overnight Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>rebalancing within 30 Days. Further, in case the portfolio is not rebalanced within the period of 30 days, justification for the same shall be placed before the investment committee and reasons for the same shall be recorded in writing. The investment committee shall then decide on the course of action.</td>
<td>upto one year, call or notice money, certificate of deposit, usance bill and any other like instruments as specified by the Reserve Bank of India from time to time. ^ ^ Debt instruments would include all debt securities issued by entities such as banks, companies, public sector undertakings, municipal corporations, body corporates, central government securities, state development loans and UDAY bonds, recapitalization bonds, municipal bonds and G-Sec repos and any other instruments as permitted by regulators from time to time.</td>
</tr>
<tr>
<td>The securities mentioned in the asset allocation pattern could be listed, unlisted, privately placed, secured or unsecured, rated or unrated and of any maturity. The securities may be acquired through secondary market purchases, Initial Public Offering (IPO), other public offers, Private Placement, right offers (including renunciation) and negotiated deals.</td>
<td>The cumulative gross exposure should not exceed 100% of the net assets of the Scheme.</td>
</tr>
<tr>
<td>The Scheme will invest in securities where the principal is to be repaid in a single payout the maturity of the securities shall mean residual maturity. In case the principal is to be repaid in more than one payout then the maturity of the securities shall be calculated on the basis of weighted average maturity of the security. In case the maturity of the security falls on a non-business day then settlement of securities will take place on the next business day. The Scheme may invest in the liquid schemes of Mutual Funds in accordance with the applicable extant SEBI (Mutual Funds) Regulations as amended from time to time.</td>
<td>The Scheme shall not invest in Foreign Securities.</td>
</tr>
</tbody>
</table>
| In the event of any deviation from the asset allocation stated above, the Fund }
### Features of the Scheme

<table>
<thead>
<tr>
<th><strong>ICICI Prudential Ultra Short Term Fund</strong></th>
<th><strong>ICICI Prudential Overnight Fund</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>Manager shall rebalance the portfolio within 7 business days from the date of such deviation. If owing to adverse market conditions or with the view to protect the interest of the investors, the fund manager is not able to rebalance the asset allocation within the above mentioned period of 7 business days, the same shall be reported to the Internal Investment Committee and reasons for the same shall be recorded in writing. The internal investment committee shall then decide on the future course of action.</td>
<td></td>
</tr>
<tr>
<td>It may be noted that no prior intimation/indication would be given to investors when the composition/asset allocation pattern under the scheme undergo changes within the permitted band as indicated above or for changes due to defensive positioning of the portfolio with a view to protect the interest of the unit holders on a temporary basis. The investors/unit holders can ascertain details of asset allocation of the scheme as on the last date of each month on AMC’s website at <a href="http://www.icicipruamc.com">www.icicipruamc.com</a> that will display the asset allocation of the scheme as on the given day.</td>
<td></td>
</tr>
<tr>
<td><strong>Investment Objective</strong></td>
<td><strong>The Scheme aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity, through investments made primarily in overnight securities having maturity of 1 business day.</strong></td>
</tr>
<tr>
<td>To generate income through investments in a range of debt and money market instruments. However, there can be no assurance or guarantee that the investment objective of the Scheme would be achieved.</td>
<td>However there can be no assurance or guarantee that the investment objective of the scheme would be achieved.</td>
</tr>
<tr>
<td><strong>Assets under Management (as on February 28, 2019)</strong></td>
<td><strong>4,041.07</strong></td>
</tr>
<tr>
<td>Features of the Scheme</td>
<td>ICICI Prudential Ultra Short Term Fund</td>
</tr>
<tr>
<td>------------------------</td>
<td>----------------------------------------</td>
</tr>
<tr>
<td>No. of folios as on February 28, 2019</td>
<td>34,475</td>
</tr>
</tbody>
</table>
i. SCHEME PORTFOLIO HOLDINGS

a) Top 10 holdings

<table>
<thead>
<tr>
<th>Issuer</th>
<th>% to NAV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government Securities</td>
<td>19.55%</td>
</tr>
<tr>
<td>NABARD</td>
<td>7.65%</td>
</tr>
<tr>
<td>HDFC Ltd.</td>
<td>6.18%</td>
</tr>
<tr>
<td>Axis Bank Ltd.</td>
<td>5.79%</td>
</tr>
<tr>
<td>Reliance Jio Infocomm Ltd.</td>
<td>4.14%</td>
</tr>
<tr>
<td>IDFC First Bank Ltd.</td>
<td>3.96%</td>
</tr>
<tr>
<td>National Housing Bank</td>
<td>3.34%</td>
</tr>
<tr>
<td>Vedanta Ltd.</td>
<td>3.00%</td>
</tr>
<tr>
<td>Tata Steel Ltd.</td>
<td>2.53%</td>
</tr>
<tr>
<td>SBI Cards &amp; Payment Services Pvt. Ltd.</td>
<td>1.97%</td>
</tr>
<tr>
<td>Total</td>
<td>58.11%</td>
</tr>
</tbody>
</table>

Term Deposits have been excluded in calculating Top 10 holding exposure.

b) Sector wise holdings

<table>
<thead>
<tr>
<th>Sector</th>
<th>% to NAV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial Services</td>
<td>55.49%</td>
</tr>
<tr>
<td>Government Securities</td>
<td>19.55%</td>
</tr>
<tr>
<td>Telecom</td>
<td>9.58%</td>
</tr>
<tr>
<td>Metals</td>
<td>7.15%</td>
</tr>
<tr>
<td>Energy</td>
<td>5.18%</td>
</tr>
<tr>
<td>Construction</td>
<td>2.17%</td>
</tr>
<tr>
<td>Fertilisers &amp; Pesticides</td>
<td>1.99%</td>
</tr>
<tr>
<td>Consumer Goods</td>
<td>1.54%</td>
</tr>
<tr>
<td>Services</td>
<td>1.48%</td>
</tr>
<tr>
<td>Textiles</td>
<td>1.04%</td>
</tr>
<tr>
<td>Cement &amp; Cement Products</td>
<td>0.74%</td>
</tr>
<tr>
<td>Automobile</td>
<td>0.35%</td>
</tr>
<tr>
<td>Pharma</td>
<td>0.17%</td>
</tr>
<tr>
<td>Media &amp; Entertainment</td>
<td>0.15%</td>
</tr>
<tr>
<td>Cash, Cash Equivalents and Net Current Assets</td>
<td>-6.58%</td>
</tr>
<tr>
<td>Total</td>
<td>100.00%</td>
</tr>
</tbody>
</table>

Cash, Cash Equivalents and Net Current Assets includes TREP, Reverse Repo, Term Deposits and Net Current Assets.

The aforesaid sector includes investments in Bank CDs, TREP, G-Secs, T-Bills, short term deposits of scheduled commercial banks and AAA rated securities issued by Public Financial Institutions and Public Sector Banks, as applicable.

Investors can also obtain Scheme’s latest monthly portfolio holding from the official website of AMC i.e.

ii. INVESTMENT DETAILS

The aggregate investment in the Scheme under the following categories is mentioned below:
<table>
<thead>
<tr>
<th>Sr. No.</th>
<th>Category</th>
<th>Total Investments (In Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>AMC’s Board of Directors</td>
<td>34,52,18,361.80</td>
</tr>
<tr>
<td>2</td>
<td>Scheme’s Fund Managers</td>
<td>Nil</td>
</tr>
<tr>
<td>3</td>
<td>Other key managerial personnel</td>
<td>6,99,26,134.21</td>
</tr>
</tbody>
</table>

For the purpose of above information, the Managing Director and the Executive director of the Company are considered under Sr. No.1 and 2 above, as applicable.
SECTION III: UNITS AND OFFER

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

A. NEW FUND OFFER DETAILS – Not Applicable

This section does not apply to the schemes covered in this SID, as the ongoing offer of the Schemes has commenced after the NFO, and the units are available for continuous subscription and redemption.

B. ONGOING OFFER DETAILS

<table>
<thead>
<tr>
<th>Ongoing Offer Period</th>
<th>The Scheme is an open ended Scheme and hence are available for ongoing subscription and redemption on an ongoing basis on every business day at NAV based prices. The Units of the Scheme will not be listed on any of the exchanges at present. Units of plans under Interval Funds are listed on NSE/ BSE.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ongoing price for subscription purchase/switch-in (from other Schemes/plans of the mutual fund) by investors</td>
<td>The purchase price of the Units will be based on the Applicable NAV. Purchase Price = Applicable NAV (for respective plan/option)</td>
</tr>
<tr>
<td>Example: An investor invests Rs 20,000/- and the current NAV is Rs. 20/- then the purchase price will be Rs. 20/- and the investor receives 20000/20 = 1000 units.</td>
<td></td>
</tr>
<tr>
<td>The Scheme will comply with SEBI circular No. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009 regarding applicability of entry load.</td>
<td></td>
</tr>
<tr>
<td>Ongoing price for redemption (sale) /switch outs (to other Schemes/plans of the Mutual Fund) by investors</td>
<td>The Redemption Price of the Units will be based on the Applicable NAV subject to the prevalent exit load provisions. The Redemption Price of the Units will be computed as follows: Redemption Price = Applicable NAV (for respective plan/option) * (1-Exit Load, if any) . Applicable exit load shall be subject to the tenure of investment of the investor in the scheme vis-à-vis the exit load structure applicable when investor had invested in the scheme.</td>
</tr>
<tr>
<td>Example: An investor invests on April 1, 2017 when the applicable exit load for the scheme was 2% if redeemed within 1 year, else nil.</td>
<td></td>
</tr>
<tr>
<td><strong>Scenario 1)</strong> In case investor redeems before April 1, 2018,</td>
<td></td>
</tr>
</tbody>
</table>

Scheme Information Document
ICICI Prudential Liquid Fund
then applicable exit load would be 2%. Now suppose the same investor decides to redeem his 1000 units. The prevailing NAV is Rs 25/- i.e. 25*(1-2%). The investor therefore gets 1000 x 24.50 = Rs. 24,500/-.  

**Scenario 2)** In case investor redeems on or after April 1, 2018, then applicable exit load would be nil. Now suppose the same investor decides to redeem his 1000 units. The prevailing NAV is Rs 30/- i.e. 30*(1-0). The investor therefore gets 1000 x 30 = Rs. 30,000/-.  

<table>
<thead>
<tr>
<th>Cut off timing for subscriptions/ redemptions/ switches</th>
</tr>
</thead>
<tbody>
<tr>
<td>Please refer Definition section “Applicable NAV for purchase and switch ins” &amp; “Applicable NAV for Redemptions”</td>
</tr>
</tbody>
</table>

**Purchases transaction including switch-ins:**

**For Purchase transaction**
- Valid Applications received at the designated official point of acceptance up to cut-off time of 2.00 p.m. and the entire subscription amount credited to bank account of respective Liquid scheme/ money market fund before the cut-off time of 2.00 p.m. i.e. the subscription amount shall be available for utilisation before cut-off time - The closing NAV of the business day immediately preceding the day of receipt of the application shall be applicable.
- Valid Applications received at the designated official point of acceptance post cut-off time of 2.00 p.m. and the entire subscription amount credited to bank account of respective Liquid scheme/ money market fund on the day of receipt of application i.e. the subscription amount shall be available for utilisation on the same day as day of receipt of application - The closing NAV of the business day immediately preceding the next business day shall be applicable.
- Irrespective of the time of receipt of valid application at the designated official point of acceptance and the entire subscription amount is not credited to respective Liquid scheme/ money market fund account. i.e. the subscription amount is not available for utilisation before the cut-off time - The closing NAV of the day immediately preceding the business day on which the funds are available for utilisation shall be applicable.

**For Switch Ins:**
- a) Application for switch-in is received before the applicable cut-off time i.e. 2.00 p.m.
- b) Funds for the entire amount of subscription/purchase as per the switch-in request are credited to the bank account of the respective switch -in liquid scheme/ money market fund before 2.00 p.m.
c) The funds are available for utilisation before 2.00 p.m., by the respective switch-in schemes.

The Mutual Fund reserves right to change/modify any of the terms with respect to processing of transaction in line with guidelines issued by SEBI or AMFI from time to time.

III) Redemptions including switch-outs:

Applicable NAV in respect of valid applications received up to 3:00 p.m., by the Mutual Fund, is a closing NAV of the day immediately preceding the next business day. In respect of valid applications received after 3:00 p.m. by the Mutual Fund, is closing NAV of the next business day.

Applications accompanied by physical cheques/ Demand Drafts: - For transaction through initial investment, the units will be issued at applicable NAV, on receipt of physical transaction request at the nearest official point of transaction of the AMC within 3 business days from the date of transaction.

Web based transactions:
For purchase transactions through the website of the Fund, following rules will apply:

Internet Banking:
As stated above, provided the electronic bank confirmation is received simultaneously for web-based transactions using internet banking.

Investment by Sponsors/AMC
The sponsors or AMC will invest not less than one percent of the AUM of the Schemes as on the date of notification of SEBI Regulations (May 06, 2014) or fifty lakh rupees, whichever is less, in the growth options of the Schemes and such investment will not be redeemed unless the Schemes are wound up.

Average AUM to be maintained
Pursuant to SEBI circular Cir/IMD/DF/15/2014 dated June 20, 2014, the open ended debt oriented schemes shall maintain average AUM of Rs. 20 crore on an half yearly rolling basis.

Where can the applications for purchase/redemption switches be submitted?
Details of official points of acceptance of CAMS and Branches of AMC are provided on back cover page.

Investors can also subscribe and redeem units from the official website of AMC i.e. www.icicipruamc.com

Investors can subscribe to the units of the Scheme using the Invest Now facility available on the website of the AMC i.e. www.icicipruamc.com, submitting applications on fax number or the email id(s) of the AMC provided on the back cover page under the section ‘ICICI Prudential Mutual Fund

Scheme Information Document
ICICI Prudential Liquid Fund
<table>
<thead>
<tr>
<th>Special Products / facilities available</th>
<th>Systematic Investment Plan (SIP)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Minimum amount for purchase/redemption /switches</strong></td>
<td>Official Points of Acceptance’. Invest Now facility is available only to the existing investors.</td>
</tr>
<tr>
<td><strong>Additional Application Amount</strong></td>
<td>Refer to Highlights/ Summary of the Scheme</td>
</tr>
<tr>
<td><strong>Systematic Investment Plan (SIP)</strong></td>
<td>Refer to Highlights/ Summary of the Scheme</td>
</tr>
</tbody>
</table>

The Unitholders of the Scheme can benefit by investing specific Rupee amounts periodically, for a continuous period. At the time of registration the SIP allows the investors to invest a fixed equal amount of Rupees for purchasing additional Units of the Scheme at NAV based prices. Investors can enroll themselves for SIP in the Scheme by ticking appropriate box on the application form or by subsequently making a written request to that effect to the Registrar.

Minimum number of installments and amounts under various frequencies are as below:

<table>
<thead>
<tr>
<th>Frequency</th>
<th>Specified date</th>
<th>Minimum amounts per installment</th>
<th>Minimum number of installments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Daily</td>
<td>Daily (only Business days)</td>
<td>Rs. 500/- and in multiples of Re. 1</td>
<td>6</td>
</tr>
<tr>
<td>Weekly</td>
<td>Wednesday*</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fortnightly</td>
<td>1st and 16th day of each month, as applicable*</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Monthly</td>
<td>Any date*</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Quarterly</td>
<td>Any date*</td>
<td>Rs. 5000/- and in multiples of Re. 1</td>
<td>4</td>
</tr>
</tbody>
</table>

*In case the date chosen for SIP falls on a Non-Business Day or on a date which is not available in a particular month, the SIP will be processed on the immediate next Business Day.

Investors can subscribe through SIP by using NACH facilities offered by the Banks. The cheques should be in favor of “ICICI Prudential Liquid Fund” and crossed “Account Payee Only”, and the cheques must be payable at the center where the applications are submitted to the Customer Service Centre. In case of fresh/additional purchases, if the name of
the Scheme on the application form/transaction slip differs with the name on the Cheque/Demand Draft, then the AMC will allot units under the Scheme mentioned on the application form/transaction slip.

In case of fresh/additional purchases, if the Scheme name is not mentioned on the application form/transaction slip, then the units will be allotted under the Scheme mentioned on the Cheque/Demand Draft. The Option that will be considered in such cases if not specified by the customer will be the default option of the Scheme as per the SID. However, in case additional purchase is under the same scheme as fresh purchase, then the AMC reserves the right to allot units in the option under which units were allotted at the time of fresh purchase.

Further, Investors/ unitholders subscribing for SIP are required to submit SIP request at least 30 days prior to the date of first debit date and SIP start date shall not be beyond 100 days from the date of submission of request for SIP.

All terms and conditions for SIP/STP/SWP, including Exit Load, if any, prevailing in the date of SIP/STP/SWP enrolment/registration by the fund shall be levied in the Schemes.

Units will be allotted for the amount net of the bank charges, if any. On receipt of the post-dated cheques, the Registrar/AMC will send a letter to the Unitholder confirming that his/her name has been included in the Systematic Investment Plan. The cheques will be presented on the dates mentioned on the cheque and Units will be allotted accordingly. Within 3 Business Days of such allotment, a fresh Account Statement / Transaction Confirmation will be mailed to the Unitholder, indicating the new balance to his/her credit in the Account. An investor will have the right to discontinue the Systematic Investment Plan, subject to giving 30 days prior notice to the subsequent SIP date.

**Terms and conditions for SIP:**

- **New Investor** - If the investor fails to mention the scheme name in the SIP Mandate Form, then the Fund reserves the right to register the SIP as per the scheme name available in the main application. Incase multiple schemes are mentioned in the main application form, Fund reserves the right to reject the SIP request.

- **Existing Investor** - If the investor fails to mention the scheme name in the SIP Mandate Form, then the Fund reserves the right to register the SIP in the existing scheme (Eligible for SIP) available in the investor’s Folio.
In case Multiple Schemes or Equity Linked Savings Scheme (ELSS) are available in the folio then Fund reserves the right to reject the SIP request.

- In case SIP date is not selected, then the SIP will be registered on 10\(^{th}\) (default date) of each Month/Quarter, as applicable. Further if multiple SIP dates are opted for or if the selection is not clear, then the sip will be registered for 10th of each Month/Quarter, as applicable.

- If the investor has not mentioned the SIP start Month, SIP will start from the next applicable month, subject to completion of 30 days lead time from the receipt of SIP request.

- In case the SIP 'End period' is incorrect OR not mentioned by the investor in the SIP form, then 5 years from the start date shall be considered as default End Period.

**SIP TOP UP Facility:**

a) Investors can opt for SIP TOP UP facility with Fixed Top Up option or Variable Top Up option, wherein the amount of the SIP can be increased at fixed intervals. In case the investor opts for both options, the Variable Top Up option shall be triggered.

b) The Fixed TOP UP amount shall be in multiples of Rs. 500/-.  

c) Variable TOP UP would be available in at 10%, 15% and 20% and such other denominations (over and above 10%, 15% and 20%) as opted by the investor in multiples of 5%.

d) The frequency is fixed at Yearly and Half Yearly basis. In case the TOP UP facility is not opted by ticking the appropriate box and frequency is not selected, the TOP UP facility may not be registered.

e) In case of Quarterly SIP, only the Yearly frequency is available under SIP TOP UP.

f) SIP Top-Up facility shall also be available for the existing investors who have already registered for SIP facility without Top-Up option.

**Top-Up Cap amount or Top-Up Cap month-year:**

Top-Up Cap amount: Investor has an option to freeze the SIP Top-Up amount once it reaches a fixed predefined amount. The fixed pre-defined amount should be same as the maximum amount mentioned by the investor in the bank mandate. In case of difference between the Cap amount & the maximum amount mentioned on Bank mandate, then amount which is lower of the two amounts shall be considered as the default amount of SIP Cap amount.
Top-Up Cap month-year: It is the date from which SIP Top-Up amount will cease and last SIP installment including Top-Up amount will remain constant from Cap date till the end of SIP tenure.

Investor shall have flexibility to choose either Top-Up Cap amount or Top-Up Cap month-year. In case of multiple selection, Top-Up Cap amount will be considered as default selection.

Top-Up Cap is applicable for Fixed Top Up option as well as Variable Top Up option.

All the investors of the fund availing the facility under SIP Variable Top-Up feature are hereby requested to select either Top-Up Cap amount or Top-Up Cap month-year. In case of no selection, the SIP Variable Top-Up amount will be capped at a default amount of Rs. 10 Lakhs.

Under the said facility, SIP amount will remain constant from Top-Up Cap date/amount till the end of SIP Tenure.

**Micro Systematic Investment Plan (Micro SIP):**
The unit holder will have the facility of MicroSIP under the current Systematic Investment Plan facility. The Minimum Investment amount per installment will be as per applicable minimum investment amount of the respective Scheme. The total investment under MicroSIP cannot exceed Rs. 50,000/-. 

Micro Investment: With effect from October 30, 2012, where the aggregate of the lump sum investment (fresh purchase & additional purchase) and Micro SIP installments by an investor in a financial year i.e April to March does not exceed 50,000/- it shall be exempt from the requirement of PAN. However, requirements of Know Your Customer (KYC) shall be mandatory. Accordingly, investors seeking the above exemption for PAN still need to submit the KYC Acknowledgement, irrespective of the amount of investment. This exemption will be available only to Micro investment made by the individuals being Indian citizens (including NRIs, Joint holders, minors acting through guardian and sole proprietary firms). PIOs, HUFs, QFIs and other categories of investors will not be eligible for this exemption.

**Mode of Payment for SIP:**
In case of SIP with payment mode as Standing Instruction / NACH, Investors shall be required to submit a cancelled cheque or a photocopy of a cheque of the bank account for which the debit mandate is provided.

The details of scheme-wise availability of SIP facility, minimum amount under SIP, minimum installments etc. are
Investors are requested to note that holding of units through Demat Option is also available under all open-ended equity and Debt schemes wherein SIP facility is available.

The units will be allotted based on the applicable NAV as per the SID and will be credited to investors’ Demat account on weekly basis upon realization of funds. For e.g. Units will be credited to investors’ Demat account every Monday for realization status received in last week from Monday to Friday.

The investors shall note that for holding the units in demat form, the provisions laid down in the SID and guidelines, procedural requirements as laid by the Depositories (NSDL/CDSL) shall be applicable. In case the investor wishes to convert the units held in non-demat mode to demat mode or vice versa at a later date, such request along with the necessary form should be submitted to their Depository Participant(s).

Units held in demat form will be freely transferable, subject to the applicable regulations and the guidelines as may be amended from time to time.

Investors/unitholders subscribing for SIP are required to submit SIP request at least 30 days prior to the date of first debit date and SIP start date shall not be beyond 100 days from the date of submission of request for SIP.


In addition to existing facility available for payments through Postdated cheques/Standing Instructions for investments in SIP, the NACH facility can also be used to make payment of SIP installments NACH is a centralized system, launched by National Payments Corporation of India (NPCI) with an aim to consolidate multiple Electronic Clearing Service (ECS) mandates. This facility will enable the unit holders of the Fund to make SIP investments through NACH by filling up the SIP Registration cum mandate form. A Unique number will be allotted to every mandate registered under NACH called as Unique Mandate Reference Number (“UMRN”) which can be used for SIP transactions.

The NACH facility shall be available subject to terms and conditions contained in the Easy Pay Debit Mandate Form and as prescribed by NPCI from time to time.
These provisions are applicable to all plans under ICICI Prudential Liquid Fund except separate plans for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education.

**Systematic Withdrawal Plan (SWP)**

Unitholders of the Scheme have the benefit of enrolling themselves in the Systematic Withdrawal Plan. The SWP allows the Unitholder to withdraw a specified sum of money each month from his investments in the Scheme. 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. At the time of registration the minimum amount, which the Unitholder can withdraw, is Rs. 500 and in multiples of Re. 1. The Unitholder may avail of this facility by sending a written request to the Registrar.

Monthly, Quarterly, Half Yearly and Annual frequencies are available under this facility. Minimum number of installments for all the frequencies will be 2. Investors can choose any date of his/her preference as SWP withdrawal date to register under any frequency available. In case the date chosen for SWP falls on a Non-Business Day or on a date which is not available in a particular month, the SWP will be processed on the immediate next Business Day.

In case none of the frequencies has been selected then Monthly frequency shall be considered as the Default frequency and where no withdrawal date is selected, 1st business day of the month shall be considered as the default SWP date.

The amount thus withdrawn by Redemption will be equated into Units at Applicable NAV based prices and the number of Units so arrived at will be subtracted from the Units balance to the credit of that Unitholder.

The SWP may be terminated on a written notice by a Unitholder of the Scheme and it will terminate automatically if all Units are liquidated or withdrawn from the account or upon the Funds receipt of notification of death or incapacity of the Unitholder.

All terms and conditions for SIP/STP, including Exit Load, if any, prevailing in the date of SIP/STP enrolment/registration by the fund shall be levied in the Scheme.
These provisions are applicable to all plans under ICICI Prudential Liquid Fund except separate plans for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education.

Systematic Investment Plan Pause (SIP Pause)

SIP Pause is a facility that allows investors to pause their existing SIP for a temporary period. Investors can pause their existing SIP without discontinuing it. SIP restarts automatically after the pause period is over. This facility can be availed only once during the tenure of the existing SIP. SIP can be paused for a minimum period of 1 month to a maximum period of 3 months.

Systematic Transfer Plan (STP)

1. Systematic Transfer Plan (STP) is an option wherein Unit holders of designated schemes (Source Schemes) can opt to transfer a fixed amount at regular intervals and provide standing instructions to the AMC to switch the same into the designated schemes (Target Schemes).

2. The source schemes refer to all open ended schemes* [except (i) Exchange Traded Funds (ETFs) and (ii) separate plans under ICICI Prudential Liquid Fund for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education].

*ICICI Prudential Long Term Equity Fund (Tax Saving) shall act as source scheme for this facility, subject to completion of lock-in period for units allotted.

3. The target schemes refer to all open ended schemes where subscription is allowed [except (i) Exchange Traded Funds (ETFs) and (ii) separate plans under ICICI Prudential Liquid Fund for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education].

4. The amount transferred under STP from Source scheme to the Target Scheme shall be done by redeeming Units of Source scheme at Applicable NAV, subject to exit...
load, if any; and subscribing to the Units of the Scheme at Applicable NAV as on specified date as given below:

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Frequency</th>
</tr>
</thead>
<tbody>
<tr>
<td>Daily option</td>
<td>Daily</td>
</tr>
<tr>
<td>Weekly Options</td>
<td>Monday</td>
</tr>
<tr>
<td>Monthly and Quarterly Options</td>
<td>Any date*</td>
</tr>
</tbody>
</table>

*In case the date chosen for STP falls on a non-business day or on a day which is not available in a particular month, the STP will be processed on the immediate next business day.

5. In case of nil balance in the Source Scheme, STP for that particular due date will not be processed. STP will cease to be active upon five consecutive unsuccessful transactions or if all units are pledged or upon receipt of intimation of death of Unit holder.

6. All requests for registering or discontinuing Systematic Transfer Plans shall be subject to an advance notice of 7 (seven) working days.

7. The provision of “Minimum Redemption Amount” specified in Scheme Information Document (SID) of the respective Designated Source schemes and “Minimum Application Amount” applicable to the Scheme as specified in this document will not be applicable for Systematic Transfer Plan.

8. At the time of registration the minimum amount for this facility is Rs. 1,000/- and in multiples of Re.1 for weekly, monthly and quarterly frequency and Rs.250 and in multiples of Rs.50 for daily frequency. Minimum no. of installments for daily, weekly and monthly frequency will be 6 and for quarterly frequency will be 4.

9. The Fund reserves the right to include/remove any of its Schemes under the category of ‘Designated Schemes available for STP’ from time to time by suitable display of notice on AMC’s Website.

10. The Scheme is available as a both Source and Target Scheme under this facility.

Value STP

The AMC has introduced ICICI Prudential Value Systematic Transfer Plan (Value STP) for the benefit of the Unitholders.

1) In this facility, unit holder(s) can opt to transfer an amount at regular intervals from a designated source scheme(s) of ICICI Prudential Mutual Fund (“Transferor Scheme”) to the Growth option of designated target Scheme(s) of ICICI Prudential Mutual Fund (“Transferee Scheme”). It includes a feature of a ‘Reverse Transfer’ from the Transferee Scheme into the Transferor Scheme.
Scheme Information Document
ICICI Prudential Liquid Fund

Scheme, in order to achieve the specified Target Investment Value [(first installment amount) X (number of installments paid; including the current installment)] on each transfer date in the Transferee Scheme, subject to the terms and conditions of Value STP.

2) In Value STP, transfers into the Transferee Scheme from the Transferor Scheme are made to achieve the Total Target Investment Value [first installment amount] X (total no. of installments specified by the unitholders) in the Transferee Scheme. This is done by transferring an amount at regular intervals in a way that it increases the Target Investment Value of units in the Transferee Scheme systematically, by a fixed amount (i.e. the first installment amount specified by the Unitholder) on the date of each transfer for the tenure of the Value STP. The amount to be transferred will be arrived at on the basis of the difference between the Target Investment Value and the Market Value of the holdings in the Transferee Scheme on the date of transfer.

3) Value STP is available at Daily, Weekly, Monthly and Quarterly Intervals. The Unit holder is free to choose the frequency of such transfers.

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Frequency</th>
</tr>
</thead>
<tbody>
<tr>
<td>Daily option</td>
<td>Daily</td>
</tr>
<tr>
<td>Weekly Options</td>
<td>Monday</td>
</tr>
<tr>
<td>Monthly and Quarterly Options</td>
<td>Any Date*</td>
</tr>
</tbody>
</table>

*In case the date chosen for STP falls on a non-business day or on a day which is not available in a particular month, the STP will be processed on the immediate next business day.

4) Value STP has the following features:

i. **Transfer**: The first Value STP installment will be processed for the first installment amount specified by the Unitholder at the time of enrollment. From the second Value STP installment onwards, the transfer amount may be higher/lower than the first installment amount, as derived by the formula stated below:

\[
[(\text{First installment amount}) \times (\text{Number of installments paid including the current installment})] - (\text{Market Value of the investments transferred through VALUE STP in the Transferee Scheme on the date of transfer})
\]

In case the amounts (as specified above) to be transferred are not available in the Transferor Scheme in the unit holder's account, the residual amount will be transferred to the Transferee Scheme.

ii. **Reverse Transfer**: On the date of transfer, if the market value of the investments in the Transferee Scheme through Value STP is higher than the...
Target Investment Value for that month [(first installment amount) X (number of installments paid; including the current installment)], then a reverse transfer will be effected from the Transferee Scheme to the Transferor Scheme, to the extent of the difference in the amount, in order to arrive at the Target Investment Value for that month.

5)  
   a. The minimum amount per Value STP installment at the time of registration, shall be as follows:
      • Weekly, Monthly and quarterly frequency: Rs. 1,000 and in multiples of Re.1
      • Daily frequency: Rs. 250 and in multiples of Rs.50.
   b. There should be a minimum of 6 installments for enrolment under daily, Weekly and Monthly Value STP and 4 installments for Quarterly Value STP.
   c. The minimum unit holder's account balance or a minimum amount of application at the time of Value STP enrolment should be Rs. 12,000 in the Transferor Scheme.

6) Load Structure: In respect of units created under Value STP enrollments made in the above-mentioned Transferor and Transferee Scheme(s) (and in Transferor Scheme for instances of Reverse Transfer), the Load Structure prevalent at the time of enrolment shall govern the investors during the tenure of the Value STP.

7) The Scheme acts as both transferor and Transferee Scheme under this facility.

8) The redemption/switch-out of units allotted in the Transferee Scheme shall be processed on the “First In First Out” (FIFO) basis. In case there is a redemption / switch-out of any units allotted under Value STP in the Transferee Scheme by the Unit Holder, the balance installments under VALUE STP will be processed as a normal STP for the remaining installments by investing the amount indicated as first installment amount, on the date of each transfer over the balance tenure of the Value STP, subject to availability of unit balance in the Transferor Scheme.

9) In case of nil balance in the Transferor Scheme, Value STP for that particular due date will not be processed. Value STP will cease to be active upon five consecutive unsuccessful transactions or if all units are pledged or upon receipt of intimation of death of Unit holder.

10) Only one registration (either Flex STP or Value STP) per target scheme in a folio would be allowed.
This facility is available only for units held / to be held in a Non-demat Mode in the Transferor and the Transferee Scheme.

The Trustee reserves the right to change/modify the terms and conditions of Value STP or withdraw the Value STP at a later date. For the terms and conditions of Value STP, contact the nearest ISC or visit our website [www.icicipruamc.com](http://www.icicipruamc.com).

**Flex STP**

The AMC has introduced ICICI Prudential Flex Systematic Transfer Plan (Flex STP). Under this facility unit holder(s) can opt to transfer variable amount(s) linked to value of investments under Flex STP on the date of transfer at predetermined intervals from designated source Scheme(s) [referred to as Transferor Scheme(s)] to the Growth option of designated target Scheme(s) [referred to as Transferee Scheme(s)].

**Salient features of the facility:**

a. Flex STP is available at Daily, Weekly, Monthly and Quarterly Intervals.

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Frequency</th>
</tr>
</thead>
<tbody>
<tr>
<td>Daily option</td>
<td>Daily</td>
</tr>
<tr>
<td>Weekly Options</td>
<td>Monday</td>
</tr>
<tr>
<td>Monthly and Quarterly Options</td>
<td>Any Date*</td>
</tr>
</tbody>
</table>

*In case the date chosen for STP falls on a non-business day or on a day which is not available in a particular month, the STP will be processed on the immediate next business day.

b. At the time of registration, the minimum amount under this facility is as follows:

<table>
<thead>
<tr>
<th>Frequency</th>
<th>Minimum Amount of Transfer (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Daily</td>
<td>250/- and in multiples of Rs.50</td>
</tr>
<tr>
<td>Weekly, Monthly and Quarterly</td>
<td>1,000/- and in multiples of Re.1</td>
</tr>
</tbody>
</table>

c. There should be a minimum of 6 installments for enrollment under daily, Weekly and Monthly Flex STP and 4 installments for Quarterly Flex STP. The minimum
balance in unit holder's account or minimum amount of application at the time of enrollment for Flex STP should be Rs. 12,000/-. 

d. Flex STP with Daily, Weekly, Monthly and Quarterly Frequency shall commence if the application is submitted at least 7 business days prior to the applicable date. 

e. Under Flex STP, the amount sought to be transferred shall be calculated as follows: 

Fixed Amount to be transferred per Installment or the amount as determined by the following formula [(fixed amount to be transferred per installment X by the number of installments including the current installment) - market value of the investments through Flex STP in the Transferee Scheme on the date of transfer] whichever is higher. 

In case the amount (as calculated basis above) to be transferred is not available in the Transferor Scheme in the unit holder's account, the residual amount will be transferred to the Transferee Scheme. 

f. The first Flex STP installment will be processed basis the fixed installment amount specified by the unit holder at the time of enrollment. Flex STP shall be applicable from second installment onwards. 

g. The total Flex STP amount invested in the Transferee Scheme shall not exceed the total enrollment amount i.e. amount per installment X number of installments. 

h. The redemption / switch-out of units allotted in the Transferee Scheme shall be processed on First In First Out (FIFO) basis. In case there is a redemption / switch-out of any units allotted under Flex STP, the balance installments under Flex STP will be processed for the fixed installment amount specified by the unitholder at the time of enrollment. 

i. If the Flex STP Date and/or Frequency has not been indicated or multiple frequencies are selected, Monthly frequency shall be treated as Default frequency and last business day of the month shall be treated as Default Date. 

j. Flex STP shall be applicable subject to payment of exit load, if any, in the Transferor Schemes. 

k. In case of nil balance in the Transferor Scheme, Flex STP for that particular due date will not be processed. Flex STP will cease to be active upon five consecutive unsuccessful transactions or if all units are pledged or upon receipt of intimation of death of Unit holder. 

l. In order to discontinue the facility, a written request must be submitted at least 7 business days prior to the next applicable transfer date for daily/Weekly/Monthly/Quarterly frequency. 

m. For availing this facility, investors are required to submit ICICI Prudential Flex STP form duly complete in all
respects.
n. The Scheme acts as both transferor and Transferee Scheme under this facility.
o. Only one registration (either Flex STP or Value STP) per target scheme in a folio would be allowed.

Trustees reserve the right to change/modify the terms and conditions or withdraw this facility.

The provision of “Minimum Redemption Amount” specified in the SID(s) of the respective Designated Source Schemes and “Minimum Application Amount” applicable to the Scheme as specified in this document will not be applicable for STP.

This facility will ensure that the Unit Holder is able to systematically invest into equity Schemes and balanced Scheme without having to give any post dated cheque, unlike under SIP. The above list is subject to change from time to time. The Trustee reserves the right to change/modify the terms and conditions of Flex STP or withdraw the Flex STP at a later date. For the terms and conditions of Flex STP, contact the nearest ISC or visit our website [www.icicipruamc.com](http://www.icicipruamc.com).

All terms and conditions for SIP/STP/SWP, including Exit Load, if any, prevailing in the date of SIP/STP/SWP enrolment/registration by the fund shall be levied in the Scheme.

**Quick Withdrawal Facility (QWF)**

The features of the Quick Withdrawal facility are detailed below:

<table>
<thead>
<tr>
<th>Designated Scheme</th>
<th>This facility is available under ICICI Prudential Liquid Fund - Growth Option</th>
</tr>
</thead>
<tbody>
<tr>
<td>Background of Immediate Payment Service (IMPS) facility</td>
<td>IMPS is an instant real-time inter-bank electronic funds transfer system managed by National Payments Corporation of India.</td>
</tr>
</tbody>
</table>
| Eligible investors & Pre-requisites | Quick Withdrawal facility shall be available only to investors whose:  
  • Status is Resident Indian - Individual or Minor.  
  The AMC reserves the right to modify the category of investors allowed to use this facility.  
  • Complete Core Banking System (CBS) account number and Bank details is registered in the folio along with IFSC code. |
• Investor’s Bank is Immediate Payment Service (IMPS) enabled.

Mode of Transaction
The facility of Quick Withdrawal shall be available on the official website of ICICI Prudential Mutual Fund i.e. www.icicipruamc.com and ICICI Prudential Mutual fund mobile applications. The AMC reserves the right to extend the facility to any other official point of acceptance of the AMC (which may be provided by the AMC or its distribution partners).

Minimum Redemption Amount
Investor can submit redemption only in terms of amount. Minimum Redemption amount shall be Rs. 1 plus in multiples of Rs. 1.

Maximum Redemption Amount
Maximum amount in a single redemption or through multiple redemptions in a day will be Rs. 50,000 or 90% of Redeemable Balance, whichever is lower. The limit shall be applicable per day per scheme per investor.

Redeemable Balance (refer illustration)
Redeemable Balance is the latest Value of Available units calculated as - Number of Available Units X Latest NAV Declared. Available Units are such units in the folio for which the investor can place a redemption request at any point of time after considering units which are un-cleared for funds realization or reconciliation, or are under lien, or are in dematerialized mode and after considering any transactions pending for unit adjustments. Redeemable Balance will be reduced by the amounts redeemed through this mode or any other mode which allows quick withdrawal and transactions are pending for processing. The decision of the AMC in determining the Redeemable Balance shall be final. The AMC reserves the right to modify the limit stated above, at any time at its discretion without giving any prior notice.

Cut-off timings for applicability of NAV
• For applications received up to 3.00 p.m.: Lower of (i) NAV of previous calendar day and (ii) NAV of calendar day on which application is received;
• For applications received after 3.00 p.m.: Lower of (i) NAV of calendar day on which such application is received, and (ii) NAV of the next calendar day.

Scenarios under which Quick Withdrawal Facility may be
The AMC would endeavour its best to process all applications received under the Facility on the same day. However, there might be certain scenarios where the Facility may be suspended or may not be available, and the requests (if received) under the Facility would be processed as a normal
suspended redemption request in such circumstances. The circumstances are given below:

a) Force Majeure event
b) Change in the prevailing laws/regulations
c) Unforeseen operational/technical events.

Illustration:

<table>
<thead>
<tr>
<th></th>
<th>Scenario 1</th>
<th>Scenario 2</th>
</tr>
</thead>
<tbody>
<tr>
<td>(A) Redeemable Balance</td>
<td>50,000</td>
<td>100,000</td>
</tr>
<tr>
<td>(Number of Available Units X Latest NAV Declared)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(B) 90% of A</td>
<td>45,000</td>
<td>90,000</td>
</tr>
<tr>
<td>Maximum Redemption Amount</td>
<td>45,000</td>
<td>50,000</td>
</tr>
<tr>
<td>(B or ₹ 50,000 whichever is lower)</td>
<td></td>
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</tbody>
</table>

For more details on this facility, Investors are requested to visit the website of the AMC viz., www.icicipruamc.com. The AMC reserves the right to change the terms and conditions of this facility/withdraw the facility at a later date without any prior notice.
### How to Switch?

On an on-going basis the Unit holders will have the option to switch all or part of their investment from one Scheme to any of the other Schemes offered by the Fund provided the switch option is available in the scheme.

To effect a switch, a Unitholder must provide clear instructions. A request for a switch may be specified either in terms of amount or in terms of the number of units of the Scheme from which the switch is sought. Such instructions may be provided in writing or by completing the Switch Request Slip provided in the transaction booklet and lodging the same on any Business Day at any of the Customer Service Centers. An Account Statement reflecting the new holdings is proposed to be dispatched to the Unitholders within 5 Business Days of completion of switch transaction.

The switch will be effected by redeeming Units from the Scheme in which the Units are held and investing the net proceeds in the other Scheme, subject to the minimum balance applicable for the respective Scheme.

The price at which the Units will be switched out of the Scheme will be based on the Applicable NAV of the relevant Scheme and considering any exit loads that the Trustee may approve from time to time. Exit load applicable to redemption of units is also applicable to switch.

For switches on an ongoing basis, the applicable NAV for effecting the switch out of the existing open-ended funds will be the NAV of the Business Day on which the switch request, complete in all respects, is received by the AMC, subject to the cut-off time and other terms specified in the SID of the respective existing open-ended Schemes.

### Consolidated Account Statement

1. The Consolidated Account Statement (CAS) for each calendar month will be issued on or before tenth day of succeeding month to the investors who have provided valid Permanent Account Number (PAN). Further, CAS will be sent via email where any of the folios consolidated has an email id or to the email id of the first unit holder as per KYC records.

2. For folios not included in the Consolidated Account Statement (CAS), the AMC shall henceforth issue account statement to the investors on a monthly basis, pursuant to any financial transaction in such folios on or before tenth day of succeeding month. In case of a New Fund Offer Period (NFO), the AMC shall send confirmation specifying the number of units allotted to the applicant by way of a physical account statement or an email and/or SMS's to the investor’s registered address and/or mobile number not later than five business days from the date of closure of the NFO.

3. In case of a specific request received from the unit
holder, the AMC shall provide the account statement to the investors within 5 business days from the receipt of such request.

4. In the case of joint holding in a folio, the first named Unit holder shall receive the CAS/account statement. The holding pattern has to be same in all folios across Mutual Funds for CAS.

Further, in case if no transaction has taken place in a folio during the period of six months ended September 30 and March 31, the CAS detailing the holdings across all Schemes of all mutual funds, shall be emailed at the registered email address of the unitholders on half yearly basis, on or before tenth day of succeeding month, unless a specific request is made to receive the same in physical form.

Each CAS issued to the investors shall also provide the total purchase value / cost of investment in each scheme.

Further, CAS issued for the half-year(September/ March) shall also provide:

a. The amount of actual commission paid by AMCs/Mutual Funds (MFs) to distributors (in absolute terms) during the half-year period against the concerned investor’s total investments in each MF scheme. The term ‘commission’ here refers to all direct monetary payments and other payments made in the form of gifts / rewards, trips, event sponsorships etc. by AMCs/MFs to distributors. Further, a mention may be made in such CAS indicating that the commission disclosed is gross commission and does not exclude costs incurred by distributors such as Goods and Services Tax (wherever applicable, as per existing rates), operating expenses, etc.

b. The scheme’s average Total Expense Ratio (in percentage terms) along with the break up between Investment and Advisory fees, Commission paid to the distributor and Other expenses for the period for each scheme’s applicable plan where the concerned investor has actually invested in.

Such half-yearly CAS shall be issued to all MF investors, excluding those investors who do not have any holdings in MF schemes and where no commission against their investment has been paid to distributors, during the concerned half-year period.

In case of the units are held in dematerialized (demat) form, the statement of holding of the beneficiary account holder will be sent by the respective Depository Participant periodically.

CAS for investors having Demat account:
- Investors having MF investments and holding securities in Demat account shall receive a single Consolidated...
Account Statement (CAS) from the Depository.

- Consolidation of account statement shall be done on the basis of Permanent Account Number (PAN). In case of multiple holding, it shall be PAN of the first holder and pattern of holding. The CAS shall be generated on a monthly basis.
- If there is any transaction in any of the Demat accounts of the investor or in any of his mutual fund folios, depositories shall send the CAS within ten days from the month end. In case, there is no transaction in any of the mutual fund folios and demat accounts then CAS with holding details shall be sent to the investor on half yearly basis.
- In case an investor has multiple accounts across two depositories, the depository with whom the account has been opened earlier will be the default depository.

The dispatch of CAS by the depositories would constitute compliance by the AMC/ the Mutual Fund with the requirement under Regulation 36(4) of SEBI (Mutual Funds) Regulations.

However, the AMC reserves the right to furnish the account statement in addition to the CAS, if deemed fit in the interest of investor(s).

### Dividend Policy

(i) **Growth Option**

The Scheme will not declare any dividends under this option. The income earned by the Scheme will remain reinvested in the Scheme and will be reflected in the Net Asset Value. This option is suitable for investors who are not looking for regular income but who have invested with the intention of capital appreciation.

(ii) **Dividend Option**

This option is suitable for investors seeking income through dividend declared by the Scheme. The Trustee may approve the distribution of dividend by AMC out of the net surplus under this Option. The remaining net surplus after considering the dividend and tax, if any, payable there on will be ploughed back in the Scheme and be reflected in the NAV. It should be noted that pursuant to payment of dividend, the NAV of the dividend option of the scheme would fall to the extent of dividend payout and statutory, levy, if any.

(iii) **Dividend Payout:**

As per the SEBI (MF) Regulations, the Mutual Fund shall despatch to the Unit Holders, dividend warrants within 30 days of declaration of the Dividend. Dividends will be payable to those Unit Holders whose names appear in the Register of Unit Holders on the date (Record Date). Dividends will be paid by cheque, net of taxes as may be applicable. Unit
Holders will also have the option of direct payment of dividend to the bank account. The cheques will be drawn in the name of the sole/first holder and will be posted to the Registered address of the sole/first holder as indicated in the original application form. To safeguard the interest of Unit Holders from loss or theft of dividend cheques, investors should provide the name of their bank, branch and account number in the application form. Dividend cheques will be sent to the Unit Holder after incorporating such information. Dividend Payout facility will be available with all frequencies except daily frequency. In case of daily frequency, dividend will be mandatorily reinvested. In case of daily frequency, dividend will be mandatorily reinvested. The minimum amount for dividend payout shall be Rs.100 (net of dividend distribution tax and other statutory levy, if any), else dividend would be mandatorily reinvested.

(iv) Dividend Reinvestment:
The investors opting for Dividend Option may choose to reinvest the dividend to be received by them in additional Units of the Scheme. Under this provision, the dividend due and payable to the Unitholders will be compulsorily and without any further act by the Unitholders reinvested in the Scheme (under the Dividend Option, at the first ex-dividend NAV). The dividends so reinvested shall be constructive payment of dividends to the Unitholders and constructive receipt of the same amount from each Unitholder for reinvestment in Units. On reinvestment of dividends, the number of Units to the credit of Unitholder will increase to the extent of the dividend reinvested divided by the NAV applicable on the day of reinvestment.

(v) Dividend Transfer Plan (DTP)
Dividend Transfer Plan facility will be available under the Scheme.

The source schemes refer to all schemes where dividend option is available [except (i) Exchange Traded Funds (ETFs) (ii) separate plans under ICICI Prudential Liquid Fund for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education and the target schemes refer to all open ended schemes where subscription is allowed [except (i) Exchange Traded Funds (ETFs) and (ii) separate plans under ICICI Prudential Liquid Fund for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed
Note: Investors are requested to note that any change in dividend sub-option, due to additional investment or on the basis of a request received from the investor, will be applicable to all existing units in the dividend option of the Scheme under the respective folio.

The Trustee reserves the right to declare dividends under the dividend option of the Scheme depending on the net distributable surplus available under the Scheme. It should, however, be noted that actual distribution of dividends and the frequency of distribution will depend, inter-alia, on the availability of distributable surplus and will be entirely at the discretion of the Trustee. On payment of dividends, the NAV will stand reduced by the amount of dividend and dividend tax (if applicable) paid.

The dividend will be distributed in accordance with applicable SEBI Regulations and SEBI Circular no. SEBI/ IMD/Cir No. 1/ 64057/06 dated April 4, 2006 on the procedure for Dividend Distribution.

The requirement of giving dividend notice shall not be applicable for Dividend Options having frequency up to one month.

### Deployment of unclaimed dividend / redemption

The treatment of unclaimed redemption & dividend amount will be as per SEBI circular dated Feb 25, 2016.

### Dividend

The dividend warrants shall be dispatched to the unit holders within 30 days of the date of declaration of the dividend.

In the event of failure to dispatch dividend within 30 days, the AMC shall be liable to pay interest at 15% per annum to the unit holders.

### Reinvestment of dividend

In case Unitholder has opted for dividend payout option under weekly, fortnightly, monthly, quarterly, half yearly, annual and other frequencies (as applicable), the minimum amount for dividend payout shall be Rs.100 (net of dividend distribution tax and other statutory levy, if any), else the dividend would be mandatorily reinvested.

The dividend would be reinvested in the same Scheme/Plan by issuing additional Units of the Scheme at the prevailing ex-dividend Net Asset Value per Unit on the record date. There shall be no exit load on the redemption of units allotted as a result of such reinvestment of dividend. Dividend declared will be compulsorily paid out under the "dividend payout" option of all schemes which have discontinued fresh subscriptions with effect from October 1,
The criteria for compulsory reinvestment of dividend declared under the dividend payout option of certain schemes, where the dividend amount is less than the minimum dividend payout limit, will not be applicable to investors holding their units in DEMAT form. For unit holders, holding units in DEMAT form, if dividend is declared in any applicable Scheme, the amount will be paid out or reinvested as per the option selected by the unit holders only.

Deployment of unclaimed dividend/redemption

In accordance with circular no. SEBI/HO/IMD/DF2/CIR/P/2016/37 dated February 25, 2016 and circular dated December 15, 2009 and subject to approval of the Trustee, the AMC has introduced separate plans under the Scheme for deployment of unclaimed amounts:

1. The plans under the Scheme shall have the following nomenclature:
   - ICICI Prudential Liquid Fund - Unclaimed Redemption
   - ICICI Prudential Liquid Fund - Unclaimed Dividend
   - ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education
   - ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education.

Under ‘Unclaimed Redemption/Unclaimed Dividend’ the initial unclaimed amount shall be invested whereas under ‘Unclaimed Redemption Investor Education/Unclaimed Dividend Investor Education’, an investment post 3 years from the date of investment shall be transferred.

2. Investors who claim the unclaimed amounts during a period of three years from the date of investment shall be paid initial unclaimed amount along-with the income earned on its deployment.

3. Investors, who claim these amounts after 3 years from the date of investment, shall be paid initial unclaimed amount along-with the income earned on its deployment till the end of the third year of investment. After the third year, the income earned on such unclaimed amounts shall be used for the purpose of investor education.

4. The investment of the unclaimed amount into the respective plans will generally be made within 6 months of the due date.

5. The aforesaid plans under the Scheme shall not be available for subscriptions/ switch-in by the investors/unitholders.

6. Investors can submit a separate request for redemption/switch from any of the aforesaid plans. Investors’ request will be treated as ‘All units’ only and the
amount as available in all the aforesaid plans (4 plans) shall be redeemed/switched. No partial redemption/switches will be allowed for investors.

7. The face value of the aforesaid plans shall be ₹ 100/- and accordingly the unclaimed amount less than ₹ 100 shall reflect fractional units under the respective plans of the Scheme.

8. No exit load shall be charged in the aforesaid plans.

9. The Total Expense Ratio (TER) of the aforesaid plans will be capped at 50 bps.

10. Minimum initial/additional subscription amount shall not be applicable to new plans. No regulatory/scheme criteria will be considered for this allotment.

Redemption of Units

For unitholders holding units in physical mode:

The Units can be redeemed (i.e. sold back to the Fund) on every Business Day at the Redemption Price (hereinafter defined). The redemption request can be made for a minimum amount as mentioned in para “highlights of the schemes”.

In case, a unit holder specifies the redemption amount as well as number of Units for redemption, (subject to the minimum redemption amount as mentioned above) the number of Units specified will be considered for deciding the redemption amount. If only the redemption amount is specified by the Unit holder, the Fund will divide the redemption amount so specified by the Applicable NAV based price to arrive at the number of Units.

If a unit holder submits a redemption/switch-out request mentioning only the name of the Scheme and folio number but not mentioning the units and the amount for redemption, the Fund shall assume that the redemption/switch-out request is for all the units under the stated folio from the Scheme and the option mentioned on the redemption/switch-out request and shall redeem all the units.

In case an investor has purchased Units on more than one Business Day, the Units purchased prior in time (i.e. those Units which have been held for the longest period of time) will be deemed to have been redeemed first i.e. on a First-in-First-Out basis.

The redemption will be at Applicable NAV based prices, subject to applicable exit load.

The Fund reserves the right to modify exit loads, at any time in future, on perspective basis. In such an event, the
Redemption Price of the Units will be adjusted by using the following formula. The maximum load (exit) under the Scheme will not exceed the limits as prescribed under the Regulations.

The Fund shall ensure that the Redemption Price is not lower than 93% of the NAV and the Purchase Price is not higher than 107% of the NAV, provided that the difference between the Redemption Price and Purchase Price of the Units shall not exceed the permissible limit of 7% of the Purchase Price, as provided for under the Regulations.

Notice of the changes in the load structure (exit load) shall be made by a suitable display in the Customer Service Centres of the AMC and will be published in at least 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.

Payment of proceeds

All redemption requests received prior to the cut-off time on any Business Day at the Official Points of Acceptance of Transactions will be considered accepted on that Business Day, subject to the redemption requests being complete in all respects, and will be priced on the basis of Redemption Price for that day. Requests received after the cut-off time will be treated as though they were accepted on the next Business Day.

As per the Regulations, the Fund shall dispatch redemption proceeds within 10 Business Days (working days) of receiving the redemption request.

Trustees reserve the right to alter or modify the number of days taken for redemption of Units under the Fund after taking into consideration the actual settlement cycle, when announced, as also the changes in the settlement cycles that may be announced by the Principal Stock Exchanges from time to time.

As per the guidelines issued by SEBI, in the event of failure to dispatch the redemption or repurchase proceeds within 10 working days, the AMC is liable to pay interest to the Unit holders @ 15% p.a. SEBI has further advised the mutual funds that in the event of payment of interest to the Unit holders, such Unit holders should be informed about the rate and the amount of interest paid to them.

If the Unit holder fails to provide the Bank mandate, the request for redemption would be considered as not valid and
the Fund retains the right to reject/withhold the redemption until a proper bank mandate is furnished by the Unitholder and the provision with respect of penal interest in such cases will not be applicable/entertained.

The mode of payment may be direct credit/ECS/cheque or any other mode as may be decided by AMC in the interest of investors.

**Suspension of Sale and Redemption of Units**

Suspension or restriction of repurchase/redemption facility under any scheme of the mutual fund shall be made applicable only after obtaining the approval from the Boards of Directors of the AMC and the Trustees. After obtaining the approval from the AMC Board and the Trustees.

Additionally, the following requirements shall need to be observed before imposing restriction on redemptions:

a) Restriction may be imposed when there are circumstances leading to a systemic crisis or event that severely constricts market liquidity or the efficient functioning of markets such as:

i. Liquidity issues - when market at large becomes illiquid affecting almost all securities rather than any issuer specific security.

ii. Market failures, exchange closures - when markets are affected by unexpected events which impact the functioning of exchanges or the regular course of transactions. Such unexpected events could also be related to political, economic, military, monetary or other emergencies.

iii. Operational issues – when exceptional circumstances are caused by force majeure, unpredictable operational problems and technical failures (e.g. a black out). Such cases can only be considered if they are reasonably unpredictable and occur in spite of appropriate diligence of third parties, adequate and effective disaster recovery procedures and systems.

b) Restriction on redemption may be imposed for a specified period of time not exceeding 10 working days in any 90 days period.

c) Any imposition of restriction would require specific approval of Board of AMC and Trustees and the same should be informed to SEBI immediately.

d) When restriction on redemption is imposed, the following procedure shall be applied:

1. No redemption requests up to INR 2 lakh shall be subject to such restriction.
2. Where redemption requests are above INR 2 lakh,
AMCs shall redeem the first INR 2 lakh without such restriction and remaining part over and above INR 2 lakh shall be subject to such restriction.

**Right to Limit Redemptions**

Any Units, which by virtue of these limitations are not redeemed on a particular Business Day, will be carried forward for Redemption to the next Business Day, in order of receipt. Redemptions so carried forward will be priced on the basis of the Applicable NAV (subject to the prevailing load) of the Business Day on which Redemption is made. Under such circumstances, to the extent multiple Redemption requests are received at the same time on a single Business Day, Redemptions will be made on pro-rata basis, based on the size of each Redemption request, the balance amount being carried forward for Redemption to the next Business Day(s). Suspension or restriction of repurchase/ redemption facility under any scheme of the mutual fund shall be made applicable only after obtaining the approval from the Boards of Directors of the AMC and the Trustees. After obtaining the approval from the AMC Board and the Trustees, intimation would be sent to SEBI in advance providing details of circumstances and justification for the proposed action shall also be informed.

**Delay in payment of redemption / repurchase proceeds**

Beyond 10 working days from the date of receipt of redemption request, the Asset Management Company shall be liable to pay interest to the unitholders at such rate as may be specified by SEBI for the period of such delay (presently @ 15% per annum).

**Bank Account Details**

As per the directives issued by SEBI, it is mandatory for applicants to mention their bank account numbers in their applications for purchase or redemption of Units. If the Unit-holder fails to provide the Bank mandate, the request for redemption would be considered as not valid and the Scheme retains the right to withhold the redemption until a proper bank mandate is furnished by the Unit-holder and the provision with respect of penal interest in such cases will not be applicable/ entertained.

**Bank Mandate Requirement**

For all fresh purchase transactions made by means of a cheque, if cheque provided along with fresh subscription/new folio creation does not belong to the bank mandate opted in the application form, any one of the following documents needs to be submitted.

1. Original cancelled cheque having the First Holder Name printed on the cheque.
2. Original bank statement reflecting the First Holder Name, Bank Account Number and Bank Name as specified in the application.
3. Photocopy of the bank statement duly attested by the bank manager with designation, employee number and bank seal.
4. Photocopy of the bank pass book duly attested by the bank manager with designation, employee number and bank seal.
5. Photocopy of the bank statement/passbook/cheque duly attested by ICICI Prudential Asset Management Company Limited (the AMC) branch officials after verification of original bank statement/passbook shown by the investor or their representative.
6. Confirmation by the bank manager with seal, designation and employee number on the bank’s letter head confirming the investor details and bank mandate information.

This condition is also applicable to all purchase transactions made by means of a Demand Draft. In case the application is not accompanied by the aforesaid documents, the AMC reserves the right to reject the application, also the AMC will not be liable in case the redemption/dividend proceeds are credited to wrong account in absence of above original documents.

In case the bank account details are not mentioned or found to be incomplete or invalid in a purchase application, then the AMC will consider the account details as appearing in the investment amount cheque and the same shall be updated under the folio as the payout bank account for the payment of redemption/dividend amount etc. The aforementioned updation of bank account shall however be subject to compliance with the third party investment guidelines issued by Association of Mutual Funds in India (AMFI) from time to time.

The AMC reserves the right to call for any additional documents as may be required, for processing of such transactions with missing/incomplete/invalid bank account details. The AMC also reserves the right to reject such applications.
| Who can invest? | The following persons are eligible and may apply for subscription to the Units of the Scheme (subject, wherever relevant, to purchase of units of Mutual Funds being permitted under respective constitutions and relevant statutory regulations):

- Resident adult individual either singly or jointly (not exceeding four)
- Minor through parent/lawful guardian
- Companies, Bodies Corporate, Public Sector Undertakings, association of persons or bodies of individuals and societies registered under the Societies Registration Act, 1860 (so long as the purchase of units is permitted under the respective constitutions)
- Partnership Firms
- Karta of Hindu Undivided Family (HUF)
- Banks & Financial Institutions
- Non-resident Indians/Persons of Indian origin residing abroad (NRIs) on full repatriation basis or on non-repatriation basis
- Army, Air Force, Navy and other para-military funds
- Scientific and Industrial Research Organizations
- Mutual fund schemes, as may be permitted by SEBI from time to time.
- Any other category of investor who may be notified by Trustees from time to time by display on the website of the AMC.

The following persons are not eligible to invest in the Scheme and apply for subscription to the units of the Schemes:

- A person who falls within the definition of the term “U.S. Person” under ‘Regulation S’ promulgated under the Securities Act of 1933 of the United States, as amended, and corporations or other entities organised under the laws of the U.S. are not eligible to invest in the schemes and apply for subscription to the units of the schemes, except for lump sum subscription, systematic transactions and switch transactions requests received from Non-resident Indians/Persons of Indian origin who at the time of such investment, are present in India and submit a physical transaction request along with such documents as may be prescribed by ICICI Prudential Asset Management Company Limited (the AMC)/ICICI Prudential Trust Limited (the Trustee) from time to time.

The AMC shall accept such investments subject to the applicable laws and such other terms and conditions as may be notified by the AMC/the Trustee. The investor shall be responsible for complying with all the applicable laws for such investments. |
The AMC reserves the right to put the transaction requests on hold/reject the transaction request/reverse allotted units, as the case may be, as and when identified by the AMC, which are not in compliance with the terms and conditions notified in this regard.

However, existing investments will be allowed to be redeemed.

- A person who is resident of Canada
- Such other individuals/institutions/body corporate etc., as may be decided by the AMC from time to time.

The Scheme will not accept any application for subscription of units from Foreign Portfolio Investors.

<table>
<thead>
<tr>
<th>Other requirements/processes</th>
<th>Consolidation of Folios</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>In case an investor has multiple folios, the AMC reserves the right to consolidate all the folios into one folio, based on such criteria as may be determined by the AMC from time to time.</td>
</tr>
</tbody>
</table>

In case of additional purchases in same Scheme / fresh purchase in new Scheme, if the investor fails to provide the folio number, the AMC reserves the right to allot the units in the existing folio, based on such integrity checks as may be determined by the AMC from time to time.

<table>
<thead>
<tr>
<th>Transactions without Scheme/Option Name</th>
</tr>
</thead>
<tbody>
<tr>
<td>In case of fresh/additional purchases, if the name of a particular Scheme/Plan on the application form/transaction slip differs from the name on the Cheque/Demand Draft, then ICICI Prudential Asset Management Company Limited (the AMC) will process the application and allot units at the applicable Net Asset Value, under the Scheme/Plan which is mentioned on the application form/transaction slip duly signed by the investor(s). The AMC reserves the right to call for other additional documents as may be required, for processing such transactions. The AMC also reserves the right to reject such transactions.</td>
</tr>
</tbody>
</table>

The AMC thereafter shall not be responsible for any loss suffered by the investor due to the discrepancy of a Scheme/Plan name mentioned in the application form/transaction slip and Cheque/Demand Draft.

In case of fresh purchases, if the Plan name is not mentioned on the application form/transaction slip, then the units will be allotted under the Plan mentioned on the Cheque/Demand Draft. The Plan/Option that will be considered in such cases if not specified by the customer will be the default option of the Plan as per the SID.
**Redemption/Switch Requests**
If an investor submits a redemption/switch request mentioning both the Number of Units and the Amount to be redeemed/switched in the transaction slip, then the AMC reserves the right to process the redemption/switch for the Number of units and not for the amount mentioned.
If an investor submits a redemption/switch request by mentioning Number of Units or Amount to be redeemed and the same is higher than the balance Units/Amount available in the folio under the Scheme, then the AMC reserves the right to process the redemption/switch request for the available balance in the folio under the Scheme of the investor.

**Multiple Requests**
In case an investor makes multiple requests in a transaction slip i.e. redemption/switch and Change of Address or redemption/switch and Change of Bank Mandate or any combination thereof, but the signature is appended only under one such request, then the AMC reserves the right to process the request under which signature is appended and reject the rest where signature is not appended.

**Processing of Systematic Investment Plan (SIP) cancellation request(s):**
The AMC will endeavour to have the cancellation of registered SIP mandate within 30 days from the date of acceptance of the cancellation request from the investor. The existing instructions/mandate will remain in force till such date that it is confirmed to have been cancelled.

**Processing of Trigger facility request(s)**
Registration / cancellation of Trigger facility request(s) will be processed within 7 days from the date of acceptance of the said request(s). Any existing registration will continue to remain in force until the instructions as applicable are confirmed to have been effected.
<table>
<thead>
<tr>
<th><strong>Processing of Systematic Withdrawal Plan (SWP)/ Trigger facility request(s)</strong></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Registration / cancellation of SWP and Trigger facility request(s) will be processed within 7 days from the date of acceptance of the said request(s). Any existing registration will continue to remain in force until the instructions as applicable are confirmed to have been effected. All types of trigger will be available for all the plans/options/sub-options of the designated source and target schemes. The source schemes refer to all open ended schemes [except (i) Exchange Traded Funds (ETFs) (ii) separate plans under ICICI Prudential Liquid Fund for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education and(iii) ICICI Prudential Long Term Equity Fund (Tax Saving)] and the target schemes refer to all open ended schemes where subscription is allowed [except (i) Exchange Traded Funds (ETFs) and (ii) separate plans under ICICI Prudential Liquid Fund for deployment of unclaimed amounts viz ICICI Prudential Liquid Fund - Unclaimed Redemption, ICICI Prudential Liquid Fund - Unclaimed Dividend, ICICI Prudential Liquid Fund - Unclaimed Redemption Investor Education and ICICI Prudential Liquid Fund - Unclaimed Dividend Investor Education].</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Submission of separate forms/transaction slips for Trigger Option/ Systematic Transfer Plan (STP) facility</strong></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Investors who wish to opt for Trigger Option/STP facility have to submit their request(s) in a separate designated forms/transaction slips. In case, if AMC do not receive such request in separate designated forms/transaction slips, it reserves the right to reject such request(s).</td>
<td></td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Processing of Redemption/Switch/Systematic transaction request(s) where realization status is not available</strong></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>The Fund shall place the units allotted to investor on hold for redemption / switch/ systematic transactions till the time the payment is realized towards the purchase transaction(s). The Fund also reserves the right to reject / partially process the redemption / switch /systematic transaction request, as the case may be, based on the realization status of the units held by the investor. In both the above cases, intimation will be sent to the investor accordingly. Units which are not redeemed/switched will be processed upon confirmation of realization status and on submission of fresh redemption / switch request.</td>
<td></td>
</tr>
</tbody>
</table>

<p>| <strong>Right to limit subscriptions</strong> | In the interest of the investors and in order to protect the portfolio from market volatility, the Trustees reserve the right to discontinue subscriptions under the Scheme for a specified period of time or till further notice. |</p>
<table>
<thead>
<tr>
<th>Topic</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non Acceptance/processing of Purchase request(s) due to repeated Cheque Bounce</td>
<td>With respect to purchase request submitted by any investor, if it is noticed that there are repeated instances of two or more cheque bounces, the AMC reserves the right to, not to accept/allot units for all future purchase of such investor(s).</td>
</tr>
</tbody>
</table>
| Reversal of cheques | Where the units under any scheme are allotted to investors and cheque(s) given by the said investors towards subscription of units are not realised thereafter or where the confirmation from the bankers is delayed or not received for non-realisation of cheque(s), the Fund reserves the right to reverse such units. If the Investor redeems such units before the reversal of units, the fund reserves the right to recover the amount from the investor –  
  • out of subsequent redemption proceeds payable to investor.  
  • by way of cheque or demand draft or pay order in favour of Scheme if investor has no other units in the folio. |
| Overwriting on application forms/transaction slips | In case of corrections/overwriting on key fields (as may be determined at the sole discretion of the AMC) of the application forms/transaction slips, the AMC reserves the right to reject the application forms/transaction slips in case the investor(s) have not countersigned in each place(s) where such corrections/overwriting have been made. |
| Folio(s) under Lien | If the units are under lien at the time of redemption of the Scheme, then the AMC reserves the right to pay the redemption amount to the person/entity/bank/financial institution in whose favour the lien has been marked. An intimation of such payment will be sent to the investor. The AMC thereafter shall not be responsible for any claims made by the investor/third party on account of such payments. |
| Seeding of Aadhaar | Please refer to Statement of Additional Information (SAI). |
| Multiple purchase transactions | In case, multiple purchase transactions are submitted by investors in same option or sub-option of the scheme for the same Transaction Date / Net Asset Value (NAV)date applicability, the Fund reserves the right to aggregate all such multiple applications and consider them as a single transaction for considering NAV applicability and reimbursement of Demand Draft charges. |
| Transaction Charges | Pursuant to SEBI Circular No. Cir/ IMD/ DF/13/ 2011 dated August 22, 2011 the transaction charge per subscription of Rs.10,000/- and above may be charged in the following manner:

i. The existing investors may be charged Rs. 100/- as transaction charge per subscription of Rs.10,000/- and above;

ii. A first time investor may be charged Rs.150/- as transaction charge per subscription of Rs.10,000/- and above.

There shall be no transaction charge on subscription below Rs. 10,000/- and on transactions other than purchases/subscriptions relating to new inflows.

In case of investment through Systematic Investment Plan (SIP), transaction charges shall be deducted only if the total commitment through SIP amounts to Rs. 10,000/- and above. The transaction charges in such cases shall be deducted in 4 equal installments.

However, the option to charge “transaction charges” is at the discretion of the distributors. Investors may note that distributors can opt to receive transaction charges based on ‘type of the Scheme’. Accordingly, the transaction charges would be deducted from the subscription amounts, as applicable.

Transaction charges shall also be deducted on purchases/subscriptions received through non-demat mode from the investors investing through a valid ARN holder i.e. AMFI Registered Distributor (provided the distributor has opted-in to receive the transaction charges) in respect of transactions routed through Stock Exchange(s) platform viz. NSE Mutual Fund Platform (“NMF-II”) and BSE Mutual Fund Platform (“BSE STAR MF”).

The aforesaid transaction charge shall be deducted by the Asset Management Company from the subscription amount and paid to the distributor, as the case may be and the balance amount shall be invested subject to deduction of Goods and Services tax.

However, upfront commission to distributors will be paid by the investor directly to the distributor, based on his assessment of various factors including the service rendered by such distributor. |
### Transaction Charges shall not be deducted if:

- Purchase/Subcription made directly with the fund through any mode (i.e. not through any distributor/agent).
- Purchase/subscription made in demat mode through stock Exchange, irrespective of investment amount.

CAS/ Statement of account shall state the net investment (i.e. gross subscription less transaction charge) and the number of units allotted against the net investment.
| Trading and Demat | Pursuant to SEBI circular No. CIR/IMD/DF/9/2011 dated May 19, 2011, with effect from October 1, 2011, the unit holders who wish to hold the units in the demat form, should mention the demat account details of the first holder in the application form while subscribing for units and submit other necessary documents. In case if the demat details are not mentioned or details mentioned are incorrect, then the units will be issued in physical form. Investors may use the forms available at the branches for providing demat details, while subscription. 

Investors are requested to note that holding of units through Demat Option is also available under all open ended equity and Debt schemes wherein SIP facility is available. The units will be allotted based on the applicable NAV as per the SID and will be credited to investors’ Demat account on weekly basis upon realization of funds. For e.g. Units will be credited to investors’ Demat account every Monday for realization status received in last week from Monday to Friday. 

The option to hold the units in demat form shall not be available for daily/weekly/fortnightly dividend options. 

Unitholders who intend to avail of the facility to trade in units in demat mode are required to have a demat Account. 

If the Unit holder desires to hold the Units in a Dematerialized/ Rematerialized form at a later date, the request for conversion of units held in Account Statement (non demat) form into Demat (electronic) form or vice versa should be submitted along with a Demat/Remat Request Form to their Depository Participants. 

However, the Trustee / AMC reserves the right to change the dematerialization / rematerialization process in accordance with the procedural requirements laid down by the Depositories, viz. NSDL/ CDSL and/or in accordance with the provisions laid under the Depositories Act, 1996. 

Normally no Unit certificates will be issued. However, if the applicant so desires, the AMC shall issue a non-transferable Unit certificate to the applicant within 5 Business Days of the receipt of request for the certificate. Unit certificate if issued must be duly discharged by the Unit holder(s) and surrendered along with the request for Redemption / Switch or any other transaction of Units covered therein. |
| Third party cheques | Investment/subscription made through third party cheque(s) will not be accepted for investments in the units of ICICI |
Prudential Mutual Fund. Third party cheque(s) for this purpose are defined as:

i) Investment made through instruments issued from an account other than that of the beneficiary investor,

ii) In case the investment is made from a joint bank account, the first holder of the mutual fund folio is not one of the joint holders of the bank account from which payment is made. Third party cheque(s) for investment/subscription shall be accepted, only in exceptional circumstances, as detailed below:

1. Payment by Parents/Grand-Parents/related persons on behalf of a minor in consideration of natural love and affection or as gift. However, this restriction will not be applicable for payment made by a guardian whose name is registered in the records of Mutual Fund in that folio.

2. Payment by Employer on behalf of employee under Systematic Investment Plans or lump sum/one-time subscription through Payroll deductions.

3. Custodian on behalf of a FPIs or a client.

4. Payment made by the AMC to a Distributor empanelled with it on account of commission, incentive, etc. in the form of the Mutual Fund units of the Schemes managed by such AMC through SIP or lump sum/one time subscription, subject to compliance with SEBI Regulations and Guidelines issued by AMFI, from time to time.

5. Payment made by a Corporate to its Agent/Distributor/Dealer (similar arrangement with Principal-agent relationship) account of commission or incentive payable for sale of its goods/services, in the form of Mutual Fund units of the Schemes managed by such AMC through SIP or lump sum/one time subscription, subject to compliance with SEBI Regulations and Guidelines issued by AMFI, from time to time.

6. Payment by registered Stock brokers of recognized stock exchanges for their clients having demat accounts.

The above mentioned exception cases will be processed after carrying out necessary checks and verification of documents attached along with the purchase transaction slip/application form, as stated below:

1. Determining the identity of the Investor and the person making payment i.e. mandatory now Your Client (KYC) for Investor and the person making the payment.

2. Obtaining necessary declaration from the Investor/unitholder and the person making the payment. Declaration by the person making the payment should give details of the bank account from which the payment is made and the relationship with the beneficiary.

3. Verifying the source of funds to ensure that funds have come from the drawer’s account only.
<table>
<thead>
<tr>
<th><strong>Multiple Bank accounts</strong></th>
<th>The unit holder/ investor can register multiple bank account details under its existing folio by submitting separate form available on the website of the AMC at <a href="http://www.icicipruamc.com">www.icicipruamc.com</a>. Individuals/HuF can register up to 5 different bank accounts for a folio, whereas non-individuals can register up to 10 different bank accounts for a folio.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Know Your Client (KYC) Norms</strong></td>
<td>KYC (Know Your Customer) norms are mandatory for all investors for making investments in Mutual Funds, for more information refer SAI.</td>
</tr>
<tr>
<td><strong>Transferability of units</strong></td>
<td>Pursuant to SEBI Circular no. CIR/IMD/DF/10/2010 dated August 18, 2010, units held in dematerialized form are freely transferable with effect from October 01, 2010, except units held in equity linked savings scheme during the lock-in period.</td>
</tr>
<tr>
<td><strong>Tax Status of the investor</strong></td>
<td>For all fresh purchases, in case the investor has not selected/incorrectly selected the tax status in the application form, the AMC shall update the tax status based on Permanent Account Number/Bank account details or such other information of the investor available with the AMC for the purpose of determining the tax status of the investor. The AMC shall not be responsible for any claims made by the investor/third party on account of updation of tax status.</td>
</tr>
<tr>
<td><strong>Mode of crediting redemption/dividend proceeds</strong></td>
<td>It is hereby notified that for the purpose of optimizing operational efficiency and in the interest of investors, the AMC reserves the right to choose the mode of payment i.e. NEFT/ECS/RTGS etc. for crediting redemption/dividend proceeds, unless a written intimation is received from the investor to the contrary. The AMC may send a communication to investors whose mode of payment has been changed to a new mode from the existing mode.</td>
</tr>
<tr>
<td><strong>Processing of Transmission-cum-Redemption request(s)</strong></td>
<td>If an investor submits redemption/switch out request(s) for transmission cases it will be processed after the units are transferred in the name of new unit holder and only upon subsequent submission of fresh redemption/switch-out request(s) from the new unit holder.</td>
</tr>
<tr>
<td><strong>Restrictions, if any, on the right to freely retain or dispose of units being offered.</strong></td>
<td>The Units of the Scheme are not transferable, except the units held in demat form. In view of the same, additions/ deletion of names will not be allowed under any folio of the Scheme. The above provisions in respect of deletion of names will not be applicable in case of death of unit holder (in respect of joint holdings) as this is treated as transmission of units and not transfer.</td>
</tr>
</tbody>
</table>
As per requirements of the U.S. Securities and Exchange Commission (SEC), a person who falls within the definition of the term “U.S. Person” under ‘Regulation S’ promulgated under the Securities Act of 1933 of the United States, as amended, and corporations or other entities organised under the laws of the U.S. are not eligible to invest in the schemes and apply for subscription to the units of the schemes, except for lump sum subscription, systematic transactions and switch transactions requests received from Non-resident Indians/Persons of Indian origin who at the time of such investment, are present in India and submit a physical transaction request along with such documents as may be prescribed by ICICI Prudential Asset Management Company Limited (the AMC)/ICICI Prudential Trust Limited (the Trustee) from time to time.

The AMC shall accept such investments subject to the applicable laws and such other terms and conditions as may be notified by the AMC/the Trustee. The investor shall be responsible for complying with all the applicable laws for such investments.

The AMC reserves the right to put the transaction requests on hold/reject the transaction request/reverse allotted units, as the case may be, as and when identified by the AMC, which are not in compliance with the terms and conditions notified in this regard.

However, existing investments will be allowed to be redeemed.

| Cash Investments in the Scheme | Currently, the AMC is not accepting cash investments. Notice shall be provided in this regard as and when the facility is made available. |
### C. PERIODIC DISCLOSURES

| Net Asset Value | The NAV will be calculated and disclosed at the close of every Business Day. The AMC shall prominently disclose the NAV of all schemes under a separate head on the AMC’s website and on the website of AMFI. NAV will be determined on every Business Day except in special circumstances. NAV of the Scheme shall be made available at all Customer Service Centers of the AMC. AMC shall update the NAVs on the website of Association of Mutual Funds in India - AMFI (www.amfiindia.com) and on the mutual fund website – (www.icicipruamc.com) by 9:00 p.m. every Business Day. In case of any delay, the reasons for such delay would be explained to AMFI and SEBI by the next day. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Fund shall issue a press release providing reasons and explaining when the Fund would be able to publish the NAVs. |
| Monthly and Half yearly Portfolio Disclosures | The AMC shall disclose portfolio of the scheme (along with ISIN) as on the last day of the month / half-year on AMC’s website i.e. www.icicipruamc.com and on the website of AMFI within 10 days from the close of each month / half-year respectively. The AMC shall publish an advertisement in all India edition of at least two daily newspapers, one each in English and Hindi, every half year disclosing the hosting of the half-yearly statement of the scheme’s portfolio on the AMC’s website and on the website of AMFI. The AMC shall send via email both the monthly and half-yearly statement of scheme portfolio within 10 days from the close of each month / half-year respectively. The unitholders whose e-mail addresses are not registered with the Fund are requested to update / provide their email address to the Fund for updating the database. The AMC shall provide a physical copy of the statement of scheme portfolio, without charging any cost, on specific request received from a unit holder. |
| Half-Yearly Financial Results | In terms of Regulations 59 and SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the AMC shall within one month from the close of each half year, that is on 31st March and on 30th September, host a soft copy of its unaudited financial results on their website. The half-yearly unaudited report shall contain details as specified in Twelfth Schedule and such other details as are necessary for the purpose of providing a true and fair view of the operations of the mutual fund. Further, the AMC shall publish an advertisement disclosing the hosting of such financial results on their website, 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. |
| Annual Report | The scheme wise annual report shall be hosted on the website of the AMC and on the website of the AMFI soon as may be possible but not later than four months from the date of closure of the relevant accounts year. The AMC shall publish an advertisement every year in 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 AMC.  

The AMC shall display prominently on the AMC’s website link of the scheme wise annual report and physical copy of the same shall be made available to the unitholders at the registered / corporate office of the AMC at all times.  

The AMC shall email the annual report or an abridged summary thereof to the unitholders whose email addresses are registered with the Fund. The unitholders whose e-mail addresses are not registered with the Fund are requested to update / provide their email address to the Fund for updating the database. Physical copy of scheme wise annual report or abridged summary shall be provided to investors who have opted to receive the same.  

The AMC shall also provide a physical copy of the abridged summary of the Annual Report, without charging any cost, on specific request received from unitholder.  

As per regulation 56(3A) of the Regulations, copy of Schemewise Annual Report shall be also made available to unitholder on payment of nominal fees. |
| Associate Transactions | Please refer to Statement of Additional Information (SAI). |
**Taxation**

The information is provided for general information only. This information does not purport to be a complete analysis of all relevant tax considerations; nor does it purport to be a complete description of all potential tax costs, tax incidence and risks for the investors. 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. It is assumed that units of mutual fund are held as capital asset by the investors.

As per the provisions of the Income-tax Act, 1961 (“the Act”), as amended by the Finance Act, 2019

<table>
<thead>
<tr>
<th></th>
<th>Resident Investors</th>
<th>Mutual Fund(other than equity oriented fund and infrastructure debt fund)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tax on Dividend</td>
<td>NIL</td>
<td>a) For Dividend income from investments: NIL</td>
</tr>
<tr>
<td></td>
<td></td>
<td>b) Additional income-tax on income distributed to investors: Individual/HUF - 38.827*%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Others -49.920*%</td>
</tr>
<tr>
<td>Capital Gains:</td>
<td>20#% with Indexation</td>
<td>NIL</td>
</tr>
<tr>
<td>Long Term (held for more than 36 months)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Short Term (held for not more than 36 months)</td>
<td>Income tax rate applicable to the Unit holders as per their income slabs.</td>
<td>NIL</td>
</tr>
</tbody>
</table>
Note:

1. Income of the Mutual Fund is exempt from income tax in accordance with the provisions of Section 10(23D) of the Income Tax Act, 1961 (the Act).

2. Under the terms of the Scheme Information Document, this Scheme is classified as “other than equity oriented fund and infrastructure debt fund”.

3. If the total income of a resident investor (being individual or HUF) [without considering such Long-term capital gains / short term capital gains] is less than the basic exemption limit, then such Long-term capital gains/short-term capital gains should be first adjusted towards basic exemption limit and only excess should be chargeable to tax.

4. Non-resident investors may be subject to a separate tax regime / eligible to benefits under Tax Treaties, depending upon the facts of the case. The same has not been captured above.

5. A rebate of up to Rs. 2,500 is available for resident individuals whose total income does not exceed Rs. 5,00,000.

* For the purposes of determining the additional income-tax payable in accordance with section 115R, the amount of distributed income referred therein shall be increased to such amount as would, after reduction of the additional income-tax on such increased amount at the rate specified in section 115R, be equal to the amount of income distributed by the mutual fund. The rate provided is after grossing up.

# Excluding applicable surcharge and cess

For further details on taxation please refer to the Section on 'Tax Benefits of investing in the Mutual Fund' provided in 'Statement of Additional Information ('SAI')'.

Investor Services

The Fund will follow-up with Customer Service Centres and Registrar on complaints and enquiries received from investors for resolving them promptly.

For this purpose, Mr. Yatin Suvarna has been appointed the Investor Relations Officer. He can be contacted at the Central Service Office of the AMC. The address and phone numbers are:

2nd Floor, Block B-2, Nirlon Knowledge Park, Western Express Highway, Goregaon (East), Mumbai – 400 063,
Tel No.: 022 26852000, Fax No.: 022-2686 8313
e-mail - enquiry@icicipruamc.com
D. COMPUTATION OF NAV

The NAV of the Units of the Scheme will be computed by dividing the net assets of the Scheme by the number of Units outstanding on the valuation date. The Fund shall value its investments according to the valuation norms, as specified in Schedule VIII of the Regulations, or such norms as may be prescribed by SEBI from time to time and as stipulated in the Valuation Policy and Procedures of the Fund, provided in SAI.

The NAV of the Scheme shall be rounded off up to four decimals.

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

\[
\text{NAV (Rs.)} = \frac{\text{Market or Fair Value of Scheme’s investments} + \text{Current Assets} - \text{Current Liabilities and Provision}}{\text{No. of Units outstanding under Scheme}}
\]

The NAV of the Scheme will be calculated as of the close of every Business Day. The valuation of the Scheme’s assets and calculation of the Scheme’s NAV shall be subject to audit on an annual basis and such regulations as may be prescribed by SEBI from time to time.
SECTION IV: FEES AND EXPENSES

This section outlines the expenses that will be charged to the Schemes.

A. NEW FUND OFFER (NFO) EXPENSES
These expenses are incurred for the purpose of various activities related to the NFO like sales and distribution fees paid marketing and advertising, registrar expenses, printing and stationary, bank charges etc. As per SEBI circular SEBI/IMD/CIR No.1/64057/06 dated April 4, 2006, open ended schemes are not permitted to charge NFO Expenses to the scheme. In case of schemes launched after the date of the Circular, no NFO expenses were charged to the scheme. In case of schemes launched before the date of the aforementioned SEBI Circular, the NFO expenses did not exceed the regulatory limit of 6% (applicable at that time) of the initial resources mobilized.

B. ANNUAL SCHEMES RECURRING EXPENSES
These are the fees and expenses for operating the Schemes. These expenses include Investment Management and Advisory Fee charged by the AMC, Registrar and Transfer Agents’ fee, marketing and selling costs etc. as given in the table below:

The AMC has estimated that the following percentage of the daily net assets of the Scheme will be charged to the Schemes as expenses. For the actual current expenses being charged, the investor should refer to the website of the mutual fund. The mutual fund would update the current expense ratios on the website at least three working days prior to the effective date of the change.


### Annual Scheme Recurring Expenses

<table>
<thead>
<tr>
<th>Particulars</th>
<th>ICICI Prudential Liquid Fund (% per annum of net assets)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Management and Advisory Fees</td>
<td>Up to 2.25</td>
</tr>
<tr>
<td>Trustee Fees</td>
<td></td>
</tr>
<tr>
<td>Audit Fees</td>
<td></td>
</tr>
<tr>
<td>Custodian Fees</td>
<td></td>
</tr>
<tr>
<td>Registrar &amp; Transfer Agent Fees</td>
<td></td>
</tr>
<tr>
<td>Marketing &amp; Selling Expenses including Agents Commission</td>
<td></td>
</tr>
<tr>
<td>Cost related to investor communications</td>
<td></td>
</tr>
<tr>
<td>Cost of fund transfer from location to location</td>
<td></td>
</tr>
<tr>
<td>Cost of providing account statements and dividend redemption cheques and warrants</td>
<td></td>
</tr>
<tr>
<td>Costs of statutory Advertisements</td>
<td></td>
</tr>
<tr>
<td>Cost towards investor education &amp; awareness (at least 2 bps)</td>
<td></td>
</tr>
<tr>
<td>Brokerage &amp; transaction cost over and above 12 bps and 5 bps for cash and derivative market trades Respectively</td>
<td></td>
</tr>
<tr>
<td>Goods and Services tax on expenses other than investment and advisory fees</td>
<td></td>
</tr>
<tr>
<td>Description</td>
<td>Percentage</td>
</tr>
<tr>
<td>----------------------------------------------------------------------------</td>
<td>------------</td>
</tr>
<tr>
<td>Goods and Services tax on brokerage and transaction cost</td>
<td></td>
</tr>
<tr>
<td>Other Expenses$</td>
<td></td>
</tr>
<tr>
<td>Maximum total expense ratio (TER) permissible under Regulation 52 (6) (c) (i) and (6) (a)</td>
<td>Up to 2.25</td>
</tr>
<tr>
<td>Additional expenses for gross new inflows from specified cities* (more specifically elaborated below)</td>
<td>Up to 0.30</td>
</tr>
</tbody>
</table>

The aforesaid does not include Goods and Services tax on investment management and advisory fees. The same is more specifically elaborated below.


$Listing expenses are part of other expenses, wherever applicable.

The purpose of the above table is to assist the investor in understanding the various costs and expenses that an investor in the Scheme will bear.

ICICI Prudential Liquid Fund -Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc as compared to ICICI Prudential Liquid Fund and no commission for distribution of Units will be paid/ charged under ICICI Prudential Liquid Fund- Direct Plan.

All fees and expenses charged in a Direct Plan (in percentage terms) under various heads including the investment and advisory fee shall not exceed the fees and expenses charged under such heads in other than Direct Plan.

The aforesaid expenses are fungible within the overall maximum limit prescribed under SEBI (Mutual Funds) Regulations. This means that mutual fund can charge expenses within overall limits, without any internal cap on the aforesaid expenses head.

Types of expenses charged shall be as per the SEBI (Mutual Fund) Regulation, 1996.

As per the Regulations, the maximum recurring expenses that can be charged to debt Schemes shall be subject to a percentage limit of daily net assets as in the table below:

<table>
<thead>
<tr>
<th>First Rs. 100 crore</th>
<th>Next Rs. 300 crore</th>
<th>Next Rs. 300 crore</th>
<th>Over Rs. 700 crore</th>
</tr>
</thead>
<tbody>
<tr>
<td>2.25%</td>
<td>2.00%</td>
<td>1.75%</td>
<td>1.50%</td>
</tr>
</tbody>
</table>

The above excludes additional expenses that can be charged towards i) 30 bps for gross new inflows from retail investors from B30 cities and ii) Goods and Services tax on investment management and advisory fees. The same is more specifically elaborated below.

Pursuant to SEBI circulars no. CIR/IMD/DF/21/2012 dated September 13, 2012, SEBI/HO/IMD/DF2/CIR/P/2018/16 dated February 02, 2018, SEBI/HO/IMD/DF2/CIR/P/2018/137 dated October 22, 2018 and SEBI (Mutual Funds) Second Amendment Regulations, 2012, following additional costs or expenses may be charged to the scheme, namely:

Scheme Information Document
ICICI Prudential Liquid Fund
(i) The AMC may charge Goods and Services tax on investment and advisory fees to the schemes of the Fund in addition to the maximum limit of total expenses ratio as prescribed in Regulation 52 of the Regulations, whereas Goods and Services tax on other than investment and advisory fees, if any, shall be borne by the schemes within the maximum limit as per regulation 52 of the Regulations.

(ii) expenses not exceeding of 0.30 per cent of daily net assets, if the new inflows from retail investors from B30 cities as specified by the Securities and Exchange Board of India, from time to time are at least –

- 30 per cent of the gross new inflows from retail investors from B30 cities into the scheme, or;
- 15 per cent of the average assets under management (year to date) of the scheme,

whichever is higher;

Provided that if inflows from retail investors from B30 cities are less than the higher of the above, such expenses on daily net assets of the scheme shall be charged on proportionate basis;

Provided further that expenses charged under this clause shall be utilised for distribution expenses incurred for bringing inflows from retail investors from B30 cities;

Provided further that amount incurred as expense on account of inflows from retail investors from B30 cities shall be credited back to the scheme in case the said inflows are redeemed within a period of one year from the date of investment.

For the above purposes, ‘B30 cities’ shall be beyond Top 30 cities as at the end of the previous financial year as communicated by AMFI.

At least 2 basis points on daily net assets within the maximum limit of overall expense Ratio shall be annually set apart for investor education and awareness initiatives.

Further, the brokerage and transaction cost incurred for the purpose of execution of trade may be capitalized to the extent of 12bps and 5bps for cash market transactions and derivatives transactions respectively. Any payment towards brokerage and transaction cost, over and above the said 12 bps and 5bps for cash market transactions and derivatives transactions respectively may be charged to the scheme within the maximum limit of Total Expense Ratio as prescribed under regulation 52 of the SEBI (Mutual Funds) Regulations, 1996. Goods and Services tax on brokerage and transaction cost paid for execution of trade, if any, shall be within the limit prescribed under regulation 52 of the Regulations.

Expenses over and above the prescribed limit shall be charged / borne in accordance with the Regulations prevailing from time to time.

The following is an illustration of the impact of expense ratio on the scheme’s returns:

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Year 1</th>
<th>Year 2</th>
</tr>
</thead>
<tbody>
<tr>
<td>(A) Net Assets Before expenses</td>
<td>50,00,00,000.00</td>
<td>58,92,00,000.00</td>
</tr>
<tr>
<td>NAV per Unit Before Expense</td>
<td>10.00</td>
<td>11.78</td>
</tr>
<tr>
<td>----------------------------</td>
<td>-------</td>
<td>-------</td>
</tr>
<tr>
<td>Return Before Expense</td>
<td>-</td>
<td>20.00%</td>
</tr>
<tr>
<td>(B) Total Expenses (1.8% of Net Assets Before Expenses)</td>
<td>(90,00,000.00)</td>
<td>(1,06,05,600.00)</td>
</tr>
<tr>
<td>(A- B) Net Assets After expenses</td>
<td>49,10,00,000.00</td>
<td>57,85,94,400.00</td>
</tr>
<tr>
<td>Units</td>
<td>5,00,00,000.00</td>
<td>5,00,00,000.00</td>
</tr>
<tr>
<td>NAV per Unit</td>
<td>9.820</td>
<td>11.5719</td>
</tr>
<tr>
<td>Return After Expense</td>
<td>-</td>
<td>17.84%</td>
</tr>
</tbody>
</table>

For calculating expense of ICICI Prudential Liquid Fund - Direct Plan, brokerage component will not be considered.

C. LOAD STRUCTURE
Load is an amount, which is paid by the investor to subscribe to the units or to redeem the units from the Scheme. This amount is used by the AMC to pay commissions to the distributor and to take care of other marketing and selling expenses. Load amounts are variable and are subject to change from time to time. For the current applicable structure, please refer to the website of the AMC (www.icicipruamc.com) or may call your distributor.

**Entry Load:** Not Applicable.

In terms of SEBI circular no. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009 has notified that, w.e.f. August 01, 2009 there will be no entry load charged to the Schemes of the Mutual Fund and the upfront commission to distributors will be paid by the investor directly to the distributor, based on his assessment of various factors including the service rendered by the distributor.

**Exit Load:** Refer para, “Highlights of the scheme”
Any redemption/switch arising out of excess holding by an investor beyond 25% of the net assets of the Scheme in the manner envisaged under specified SEBI Circular No. SEBI/IMD/CIR No. 10/22701/03 dated 12th December 2003, such redemption / switch will not be subject to exit load.

The exit load charged, if any, shall be credited back to the respective scheme. Goods and Services tax on exit load shall be paid out of the exit load proceeds and exit load net of Goods and Services tax shall be credited to the schemes.

Exit Load, if any, prevailing on the date of enrolment of SIP/STP shall be levied in the Scheme.

Units issued on reinvestment of dividends shall not be subject to exit load.

The investor is requested to check the prevailing load structure of the Scheme before investing. For any change in load structure AMC will issue an addendum and display it on the website/Investor Service Centres. Any imposition or enhancement in the load shall be applicable on prospective investments only.
Subject to the Regulations, the Trustee reserves the right to modify/alter the load structure on the Units subscribed/redeemed on any Business Day. Such changes will be applicable for prospective investments. The Trustee shall arrange to display a notice in the Customer Service Centers of the AMC before the change of the then prevalent load structure. The SID will be updated in respect of changes in the load structure as per the addendum issued. The addendum detailing the changes in the load structure will be published by AMC in 2 daily newspapers— one in regional language and the other in English language newspaper. Changes in the fundamental attributes may be stamped in the acknowledgement slip issued by the Fund after the changes in load structure.

D. WAIVER OF LOAD FOR DIRECT APPLICATIONS
Not Applicable

SECTION V: RIGHTS OF UNIT HOLDERS
Please refer to SAI for details.

SECTION VI: PENALTIES, PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN THE PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY

1) 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.

Nil

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 share holders 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.

Cases pertaining to ICICI Bank Ltd. (the Bank):

2.1 In November 2017, an overseas regulator imposed a composition sum of approximately USD 0.59 mn for non-adherence of rules under AML regulations at one of ICICI Bank’s overseas branches, resulting from regulatory inspection conducted in 2013 and pursuant to consultant’s review of records, relating to the period of May 2012 to April 2014. There were no dealings with sanctioned entities and the remediation primarily required improvement to the branch’s AML/CFT controls, which has since been undertaken. The local regulator in that jurisdiction has also acknowledged the efforts undertaken by the branch in addressing the issues identified in these reports.
2.2 As mentioned by RBI in its press release dated March 29, 2018, RBI has through an order dated March 26, 2018, imposed a monetary penalty of ₹ 589.0 million on ICICI Bank for non-compliance with directions/guidelines issued by RBI. This penalty has been imposed in exercise of powers vested in RBI under the provisions of Section 47A(1) (c) read with Section 46(4)(i) of the Banking Regulation Act, 1949. The Bank has paid the penalty to RBI on April 9, 2018.

2.3 The Bank & ex-Compliance Officer had received a Notice from SEBI on July 31, 2018 under Rule 4(1) of SCR (Procedure for Holding Inquiry and imposing penalties by Adjudicating Officer) Rules 2005 requiring responses on matters relating to alleged non-compliance with certain provisions of the erstwhile Listing Agreement with respect to delayed disclosure of an agreement relating to merger of the erstwhile Bank of Rajasthan with the Bank. The Bank is in the process of taking suitable action.

2.4 The Bank & it’s ex-Managing Director & CEO had received a Notice from SEBI on May 24, 2018 under Rule 4(1) of SCR (Procedure for Holding Inquiry and imposing penalties by Adjudicating Officer) Rules 2005 requiring responses on matters relating to alleged non-compliance with certain provisions of the erstwhile Listing Agreement and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Bank has since responded to the notices.

2.5 ICICI Bank received a show cause notice from RBI dated April 25, 2018 under Section 11 of Foreign Exchange Management Act, 1999 relating to contravention of directions issued by Reserve Bank of India (RBI) in respect of follow-up with exporters and reporting of export realization. The Bank submitted a detailed response to the said show cause notice specifying the efforts taken by the Bank.

2.6 ICICI Bank received a show cause notice from RBI dated August 23, 2018 under Sections 35, 35A, 46 and 47A of Banking Regulation Act, 1949 relating to contravention of RBI guidelines on Time-bound implementation & strengthening of SWIFT related operational controls. The Bank has submitted its response to RBI.

2.7 The Overseas Branch of the Bank in Singapore had inadvertently claimed certain tax deductions from AY2013 to AY2015. This was self-identified by the branch in June 2016 and voluntary disclosure of the same was made along with revised tax computation for relevant Assessment Years. Owing to the above, Inland Revenue Authority of Singapore (IRAS) has levied a penalty of SGD 1,500 on the branch.

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.

3.1 In connection with certain investments made by few schemes of ICICI Prudential Mutual Fund, the AMC has ensured compliance with the directions issued by SEBI.
Further, in the same matter, quasi-judicial proceedings have been initiated by SEBI. The AMC had filed an application with SEBI for settling the adjudication proceedings, without admission or denial of findings. In this matter, the AMC has paid the full settlement amount to SEBI. In light of the above, SEBI vide its settlement order dated November 29, 2018 has disposed off the pending proceedings against the AMC.

3.2 Basis certain alleged violations observed during the inspection of ICICI Prudential Mutual Fund under SEBI (Mutual Funds) Regulations, 1996, for the period from April 01, 2014 to March 31, 2016, quasi-judicial proceedings have been initiated by SEBI, with respect to following matters:
   a. Investment by schemes as per the investment objective;
   b. Rebalancing of scheme portfolio in case of downgrade of securities; and
   c. Determination of quantum of dividend and fixing of record date for declaration of dividend.

   In reference to the above, the AMC and ICICI Prudential Trust Limited (the Trustee Company) have received a show cause notice on August 28, 2018. In response to the above, the AMC and the Trustee Company have taken suitable action.

3.3 Further, details as specified in para 2.3 and 2.4 above shall also form part of disclosure under this para.

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

4.1 As per the SEBI (Mutual Funds) Regulations, 1996, mutual fund schemes are permitted to invest in securitised debt. Accordingly, few schemes of ICICI Prudential Mutual Fund (“the Fund”) had made investment in Pass Through Certificates (PTCs) of certain special purpose vehicles / securitisation trusts (“the Trusts”). The returns filed by few of these securitisation Trusts whose PTCs were held by the Fund were taken up for scrutiny by the Income Tax Authorities for Assessment Years 2007-08, 2008-09, 2009-10 and 2010-11. Arising out of this, the Income Tax Authorities had raised a demand on such Trusts. On failure to recover the same from the Trusts, Income Tax Authorities sent demand notices to the Fund along with other Mutual Funds as beneficiaries / contributors to such Trusts. The Fund in consultation with its tax & legal advisors has contested the applicability of such demand and got the attachment order vacated by Hon’ble High Court of Bombay. The Trusts on their part had contested the matter and the Income Tax Appellate Tribunal upheld their appeal and dismissed the contentions and all the cross-appeals filed by the Tax Authorities. The Tax Authorities have now filed an appeal with Hon’ble High Court on the matter.

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:
GENERAL INFORMATION

- **Power to make Rules**
  Subject to the Regulations, the Trustee may, from time to time, prescribe such terms and make such rules for the purpose of giving effect to the Scheme with power to the AMC to add to, alter or amend all or any of the terms and rules that may be framed from time to time.

- **Power to remove Difficulties**
  If any difficulties arise in giving effect to the provisions of the Scheme, the Trustee may, subject to the Regulations, do anything not inconsistent with such provisions, which appears to it to be necessary, desirable or expedient, for the purpose of removing such difficulty.

- **Scheme to be binding on the Unitholders:**
  Subject to the Regulations, the Trustee may, from time to time, add or otherwise vary or alter all or any of the features of investment plans and terms of the Scheme after obtaining the prior permission of SEBI and Unitholders (where necessary), and the same shall be binding on all the Unitholders of the Scheme and any person or persons claiming through or under them as if each Unitholder or such person expressly had agreed that such features and terms shall be so binding.

*Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.*

**Note:** The Schemes under this Scheme Information Document (SID) was approved by the Directors of ICICI Prudential Trust Limited by resolutions dated March 23, 1998.

The Trustees have ensured that the Scheme approved by them was a new product offered by ICICI Prudential Mutual Fund and are not a minor modification of the existing Schemes.

For and on behalf of the Board of Directors of ICICI Prudential Asset Management Company Limited

Sd/-
Nimesh Shah
Managing Director

Place : Mumbai
Date : March 29, 2019
ICICI Prudential Mutual Fund Official Points of Acceptance

- Ahmedabad: 307, 3rd Floor, Zodiac Plaza, Beside Nabard Vihar, Near St. Xavier's College Corner, H.L. Collage Road, Off C. G. Road, Ahmedabad 380009, Gujarat
- Amritsar: Eminent Mall, 2nd amar Floor, Kennedy Avenue, 10 The Mall, Amritsar - 143001, Punjab
- Aurangabad: Unit B-5, 1st Floor, Aurangabad Business Centre, Adalat Road, Aurangabad - 431001, Maharashtra
- Allahabad – Shop No. FF-1, FF-2, Vashishtha Vinayak Tower, 38/1, Tashkant Marg, Civil Lines, Allahabad 211 001
- Bangalore (M G Road): Phoenix Pinnacle, First Floor, Unit No. 101 -104, No 46, Ulsoor Road, Bangalore 560042, Karnataka
- Bangalore: Yoshitha Hitech International, No. 120B, EPIP Industrial area, Opp. Mariott Hotel, Whitefield, Bangalore – 560066
- New Delhi: Unit No. 6, First Floor, Shankar Vihar, Vikas Marg, Opposite Metro Pillar No. 75, Delhi-110092
- Bangalore: No. 311/7, Ground Floor 9th Main, 5th Block, Jayanagar, Bangalore – 560 041
- Baroda: 2nd Floor, Offc No 202, Goldcroft, Jetalpur Road, Alkapuri, Vadodara 390007, Gujarat
- Bhavnagar: 1st Floor, Unit No F1, Gangotri Plaza, Opp. Daxinamurti School, Waghawadi Road, Bhavnagar, Gujarat 364002
- Bhopal: Kay Kay Business Center, Ram Gopal Maheshwari Marg, Zone 1, Maharana Pratap Nagar, Bhopal-462023, Madhya Pradesh
- Bhubhaneshwar: Plot No. 381, Khata 84, MZ Kharvel Nagar, (Near Ram Mandir), Dist – Khurda, Bhaneswar, 751001 Orissa
- Pune: Ground Floor, Office no. 6, Chetna CHS Ltd, General Thimayya Marg, Camp Pune, 411 011
- Chandigarh: SCO 137-138, F.F, Sec-9C, Chandigarh 160017
- Chennai: No. 24, Ground Floor, GST Road, Tambaram Sanitorium, Chennai 600 047
- Chennai: No. 66, Door No. 11A, III Floor, B R Complex, Ramakrishna Iyer Street, Opp. National Cinema Theatre, West Tambaram, Chennai – 600045
- Chennai: No. 23-24, Pooja-B, Near ICICI Bank, Station Road,Bhuj-Kutch 370001, Gujarat
- Coimbatore: No. 1334, Thirumoorthy Layout, Thadagam Road, R.S. Puram, Behind Venkateswara Bakery, Coimbatore – 641002
- Coimbatore: No. 293, Shop No. 109, 1st Floor, Opp. St. Joseph school back gate, 33, Subhash road, Dehradun 248001, Uttaranchal
- Durgapur: Mezzanine Floor, Lokenath Mansion, Sahid Khudiram Sarani, CityCentre, Durgapur 713216, West Bengal
- Gujarat: Ground Floor, Unit No. 2 & 3, Bhayani Mansion, Gurudwara Road, Jamnagar - 361001, Gujarat
- Gujarat: Office No. 23-24, JMD Regedt Sq, Gurgaon - 122001
- Gujarat: 781007, Assam
- Guwahati : Jadavpora Complex, M.Dewanpath, Ullubari, Guwahati 781007
- Gwalior : First Floor, Unit no. F04, THE EMPIRE, 33 Commercial Scheme, City Centre, Gwalior – 474009
- Haryana Shop No. S.C.O No.
Maharashtra • Nagpur: 1st Floor, Mona Enclave, WHC Road, Near Coffee House Square, Above Titan Eye Showroom, Dharampeth, Nagpur 440010 • New Delhi: 12th Floor Narain Manzil,23 Barakhamba Road, New Delhi 110501, New Delhi • Navsari: 1st Floor, Unit No. 106, Prabhakunj Heights,Sayaji Station Road,Opposite ICICI Bank,, Gujarat, Navsari 396445 • Noida: K-20, First Floor, Sector 18, Noida, Uttar Pradesh, Pincode 201301 • New Delhi: Ground Floor, Block F, Unit No. 17-24, S-1 level, American Plaza International Trade Tower, Nehru Place, New Delhi – 110019 • New Delhi: Plot No. C-1, 2, 3 Shop No. 112, Above ICICI Bank, First Floor, P.P Towers, Netaji Subhash Place, Pitampura, New Delhi – 110034 • New Delhi: 108, Mahatta Tower, B Block, Janak Puri, New Delhi 110558 • Panaji: 1st Floor, Unit no. F3, Lawande Sarmalkar Bhavan, Goa Street, Opp Mahalakshmi Temple, Panaji – 403001, Goa • Panipat: 510-513, Ward No. 8, 1st Floor, Above Federal Bank, Opp. Bhatak Chowk, G.T. Road, Panipat - 132103, Haryana • Patna : 1st Floor, Kashi Place, Dak Bungalow Road, Patna 800001, Bihar • Pune: Ground Floor, Empire Estate – 4510, Premiser City Building, Unit A-20, Pimpri, Pune – 411019 • Pune: 1101 /4/6 Shivaji Nagar, Chimakarkar House, Opp Sambhaji Park, J M Road, Pune 411054, Maharashtra • Pune: Ground Floor, Shop No. 3 and 4, Saloni Apartments, Lot No. 9, S. No. 129/9, CTS No. 830, Ideal Colony, Kothrud, Pune - 411 038, Maharashtra • Raipur: Shop No. 10, 11 & 12, Ground Floor, Raheja Towers, Jail Road, Raipur, PIN 492001, Chattisgarh • Siliguri : Ganapati Plaza, 2nd Floor, Sevoke Road, Siliguri 734001, West Bengal • Ground Floor, 107/1,, A. C. Road, Baharampur,, Murshidabad, West Bengal 742 103 • Surat: HG 30, B Block, International Trade Center, Majura Gate, Surat 395002, Gujarat • Udaipur: Shop No. 2, Ratnam, Plot No. 14, Bhatt Ji Ki Badi,Udaipur 313001, Rajasthan •Uttar Pradesh: Unit No. C-65, Ground Floor, Raj Nagar, District Centre, Ghaziabad 201002, Uttar Pradesh • Vadodara: First Floor, Unit no. 108, 109 & 110, Midtown Heights, Opp. Bank of Baroda, Jetalpur, Vadodara – 390007 • Varanasi: D-58/2, Unit No.52 & 53,1st Floor, Kuber Complex,Rath Yatra Crossing, Varanasi 221010, Uttar Pradesh • Jaipur: Shop - No. Shop. No. NFS/364, Nehru Place, Tonk Road, Jaipur, Rajasthan 302018 • TC 15/1926, Near Ganapathy Temple, Bakery Junction, Vazhuthacaud Road, Thycaud, Thiruvananthapuram, Kerala - 695 014 • #230/1, New No. Ch13, 1st Floor, 5th Cross,12th Main, Saraswathipuram, Mysore , Karnataka- 570 009 • Agra: No. 2 & 9, Block No. 54/4, Ground Floor, Prateek Tower, Sanjay Place, Agra – 282002, Uttar Pradesh

• Email IDs: trxn@icicipruamc.com, TrxnBangalore@icicipruamc.com, TrxnChennai@icicipruamc.com, TrxnKolkata@icicipruamc.com, TrxnHyderabad@icicipruamc.com, TrxnAhmedabad@icicipruamc.com, TrxnMumbai@icicipruamc.com, TrxnPune@icicipruamc.com, TrxnDelhi@icicipruamc.com, TrxnNRI@icicipruamc.com

Toll Free Numbers: (MTNL/BSNL) 1800222999; (Others) 18002006666 • Website: www.icicipruamc.com

Other Cities: Additional official transaction acceptance points
(CAMS Transaction Points)

• Agartala: Advisor Chowmuhani (Ground Floor) Krishnanagar, Agartala 799001, Tripura • Agra: No. 8, II Floor Maruti Tower Sanjay Place, Agra 282002, Uttar Pradesh • Ahmedabad: 111-113,1st Floor, Devpath Building, off : C G Road, Behind Ial Bungalow, Ellis Bridge , Ahmedabad, Ahmedabad 380006, Gujarat • Nadiad: F -134, First Floor, Ghantakarna Complex, Gunj Bazar, Nadiad – 387001, Gujarat • Bijapur: Shop No - 06, 2nd Floor, Shree Krishna Complex, Near Kanhayya Sweets, M G Road Vijayapur (Bijapur) - 586101 • Ajmer: Shop No.S-5, Second Floor Swami Complex, Ajmer 305001, Rajasthan
Akola: Opp. RLT Science College Civil Lines, Akola 444001, Maharashtra • Aligarh: City Enclave, Opp. Kumar Nursing Home Ramghat Road, Aligarh 202001, Uttar Pradesh • Allahabad: 30/2, A&B, Civil Lines Station, Besides Vishal Mega Mart, Strachey Road, Allahabad 211051, Uttar Pradesh • Assam: Kanak Tower 1st Floor, Opp. IDBI Bank/ICICI Bank, C.K.Das Road, Tezpur Soniput, Assam - 784 001 • Alleppey: Doctor’s Tower Building, Door No. 14/2562, 1st floor, North of Iorn Bridge, Near Hotel Arcadia Regency, Alleppey 688011, Kerala • Alwar: 256A, Scheme No:1, Arya Nagar, Alwar 301001, Rajasthan • Sikar: Pawan Travels Street, Opposite City Centre Mall, Sikar 32301, Rajasthan • Amritsar: SCO - 18J, ‘C’ Block, Ranjit Avenue, Amritsar 141001, Punjab • Anand: 101, A.P. Tower, B/H, Sardar Gunj Next to Nathwani Chambers, Anand 388001, Gujarat • Anantapur: 570 - 570, 1st Floor 459677, Ward No. 5, Basantapur More, PO Arambag, Hooghly, Arambag 712 601, West Bengal • Shop No. 6, Sriram Commercial Complex, In front of Hotel Blue Diamon, Ground Floor, T. P. Nagar, Korba 495677 • Ward No. 5, Basantapur More, PO Arambag, Hooghly, Arambag 712 601, West Bengal • Usha Complex, Ground Floor, Punjab Bank Building, Hospital Road, Silchar - 788005 • Assam: Amba Complex, Ground Floor, H S Road, Dibrugarh – 786001 • Aurangabad:2nd Floor, Block D-21-D-22, Motivala Trade Centre, Nirlal Bazar, New Samarth Nagar, Opp. HDFC Bank, Aurangabad 431001, Maharashtra • Balasore: B C Sen Road, Balasore 756001, Orissa • Bangalore: Trade Centre, 1st Floor 45, Dikensen Road (Next to Manipal Centre), Bangalore 560042, Karnataka • Carnatic: Shop No. 2, 1st Floor, Shreyas Complex, Old Bus Stand, Bagalkot - 587 101, Karnataka • Bangalore: 1st Floor, 17/1, 272, 12th Cross Road, Wilson Garden, Bangalore – 560027 • Bankura: CAMS Service Center, Cinema Road, Nutunganj, Beside Mondal Bakery, P. 0. & Dist. Bankura 722101 • Bareilly: F-62, 63, Second Floor, Butler Plaza Civil Lines, Bareilly 243001, Uttar Pradesh • Belagavi: Classic Complex, Block no. 104, 1st Floor, Saraf Colony Khanapur Road, Tilakwadi, Belagavi - 590 006, Karnataka • Bellary: CAMS Service centre, 18/47/A, Govind Nilaya, Ward No. 20, Sangankal Moka Road, Gandhinarlag, Ballari - 583102, Karnataka • Berhampur: First Floor, Upstairs of Aaroon Printers Gandhi Nagar Main Road, Berhampur 760001, Orissa • Bhagalpur: Dr R P Road Khalifabad Chowk, Bhagalpur 812002, Bihar • Bharuch: A-111, First Floor, R K Casta, Behind Patel Super Market, Station Road, Bharuch - 392001, Gujarat • Bhatinda: 2907 GH,GT Road Near Zila Parishad, Bhatinda 151001, Punjab • Bhavnagar: 305-306, Sterling Point Waghawadi Road Opp. HDFC Bank, Bhavnagar 364002, Gujarat • Bhilai: Shop No. 117,Ground Floor, Khicharia Complex, Opposite IDBI Bank, Nehru Nagar Square, Bhilai 490020, Chattisgarh • Bhiwadi: Indraparastha tower Shop No 209-213, Second floor, Shayam ki sabji mandi Near Mukharji garden, Bhiwadi 311051, Rajasthan • Bhopal: Ground Floor, Old NCC Office, Club Road, Arrah – 802301, Bhopal, Bihar • Bhopal: Plot No . 10, 2nd floor, Alankar Complex, Near ICICI Bank, M P Nagar, Zone B, Bhopal 462011, Madhya Pradesh • Bhutanagar: 305-306, Sterling Point Waghawadi Road Opp. HDFC Bank, Bhavnagar 364002, Gujarat • Bhilai: Shop No. 117,Ground Floor, Khicharia Complex, Opposite IDBI Bank, Nehru Nagar Square, Bhilai 490020, Chattisgarh • Bhiwadi: Indraparastha tower Shop No 209-213, Second floor, Shayam ki sabji mandi Near Mukharji garden, Bhiwadi 311051, Rajasthan • Bhopal: Ground Floor, Old NCC Office, Club Road, Arrah – 802301, Bhopal, Bihar • Bhopal: Plot No . 10, 2nd floor, Alankar Complex, Near ICICI Bank, M P Nagar, Zone B, Bhopal 462011, Madhya Pradesh • Bhubaneswar: 101/ 7, Janpath, Unit-III, Bhubaneswar 751001, Orissa • Bhubaneswar: 101/ 7, Janpath, Unit-III, Bhubaneswar 751001, Orissa • Bhub:Office No. 4-5, 1st Floor RTO, Relocation Commercial, Complex - B, Opp. Fire Station, Near RTO Circle, Bhuj, Kutch 370001, Gujarat • Bolpur: Room No. FB26, 1st Floor, Netaji Market, Bolpur, West Bengal
2nd Floor, MNR Arcade, Opp. ICICI Bank, Krishna Nagar, Vellore 632001, Tamil Nadu • Vijayawada: 40-1-68, Rao & Ratnam Complex Near Chennupati Petrol Pump M.G Road, Labbipet, Vijayawada 520010, Andhra Pradesh • Villupuram: 595-597, 2nd Floor, Sri Suswani Towers, Nehruji Road, Villupuram – 605602 • Himachal Pradesh: 328/12, Ram Nagar, 1st Floor, Above Ram Traders, Mandi – 175001 • Visakhapatnam: Door No. 48-3-2, Flat No. 2, 1st Floor, Sidhi Plaza, Near Visakha Library, Srinagar, Visakhapatnam – 530 016., Andhra Pradesh • Warangal: A.B.K Mall, Near Old Bus Depot Road, F-7, 1st Floor, Ramnagar, Hanamkonda, Warangal 506001, Andhra Pradesh • Yamuna Nagar: 124-B/R Model Town Yamunanagar, Yamuna Nagar 135001, Haryana. • Gopal katra, 1st Floor, Fort Road Jaunpur – 222001, Contact no: 05452 321630 Jaunpur• Hosur : Survey No.25/204, Attibele Road, HCF Post, Mathigiri, Above Time Kids School, Opposite to Kutt’s Frozen Foods, Hosur - 635 110,Tamil Nadu, Contact no: 04344 – 262303.

TP Lite Centres

• Ahmednagar: B. 1+3, Krishna Encloave Complex, Near Hotel Natraj, Nagar-Aurangabad Road, Ahmednagar 414001, Maharashtra • Basti: Office # 3, 1st Floor, Jamia Shopping Complex, Opp Pandey School, Station Road, Basti 272002, Uttar Pradesh • Chhindwara: Office No - 1, Parasia Road, Near Mehta Colony, Chhindwara 480001, Madhya Pradesh • Chittorgarh: CAMS Service centre, 3 Ashok Nagar,Near Heera Vatika, Chittorgarh, Chittorgarh 312001, Rajasthan • Darbhanga: Shahi Complex,1st Floor Near RB Memorial hospital,V.I.P. Road, Benta Laheriasarai, Darbhanga 846001, Bihar • Dharmapuri : # 16A/63A, Pipamaneri Road, Near Indoor Stadium, Dharmapuri, Dharmapuri 636701, Tamil Nadu • Shop No 26 and 27, Door No. 39/265A and 39/265B, Second Floor, Skanda Shopping Mall, Old Chad Talkies, Vaddageri, 39th Ward, Kurnool, Andhra Pradesh, 518001 • Dhule : H. No. 1793 / A, J.B. Road, Near Tower Garden, Dhule 424001, Maharashtra • Faizabad: Amar Deep Building, 3/20/14, IInd floor, Niyawan, Faizabad-224001 • Gandhidham: Office No. 4., Ground Floor, Ratnakala Arcade, Plot No. 231, Ward – 12/B, Gandhidham 370201, Gujarat • Gulbarga: Pal Complex, Ist Floor Opp. City Bus Stop, SuperMarket, Gulbarga 585101, Karnataka • Haldia: 2nd Floor, New Market Complex, Durgachak Post Office, Purba Medinipur District, Haldia 721602, West Bengal • Haldwani: Durga City Centre, Nainital Road Haldwani, Haldwani 263139, Uttaranchal • Himmatnagar: D-78 First Floor, New Durga Bazar, Near Railway Crossing, Himmatnagar 383001, Gujarat • Hoshiarpur: Near Archies Gallery Shilma Pahari Chowk, Hoshiarpur 146001, Punjab • Hosur: No.303, SIPCOT Staff Housing Colony, Hosur 635126, Tamil Nadu • Jaunpur: 248, Fort Road, Near Amber Hotel, Jaunpur 222001, Uttar Pradesh • Katni: 1 Floor, Gurunanak Dhamakanta, Jabalpur Road, Bargawan, Katni 483501, Madhya Pradesh • Khammam: Shop No: 11 - 2 - 31/3, 1st floor, Philips Complex, Balajinagar, Wyna Road, Near Baburao Petrol Bunk, Khammam 507001, Andhra Pradesh • Malda: Daxhinapan Abasan, Opp Lane of Hotel Kalinga, SM Pally, Malda 732101, West Bengal • Manipal: CAMS Service Centre, Basement floor, Academy Tower, Opposite Corporation Bank, Manipal: D. No. 59 A/1, Railway Feeder Road Near Railway Station, Rajapalayam 626117, Tamil Nadu • Ratlam: Dafria 8 Co 81, Bajaj Khanna, Ratlam 457001, Madhya Pradesh • Ratnagiri: Kohinoor Complex Near Natya Theatre Nachane Road, Ratnagiri 415639, Maharashtra • Roorkee: Cams Service Center, 22 Civil Lines Ground, Floor, Hotel Krish Residency, (Haridwar), Roorkee 247667, Uttaranchal • Sagar: Opp.

Scheme Information Document
ICICI Prudential Liquid Fund
In addition to the existing Official Point of Acceptance of transactions, Computer Age Management Services Pvt. Ltd. (CAMS), the Registrar and Transfer Agent of ICICI Prudential Mutual Fund, having its office at New No 10, Old No. 178, Opp. to Hotel Palm Grove, MGR Salai (K.H.Road), Chennai - 600 034 shall be an official point of acceptance for electronic transactions received from the Channel Partners with whom ICICI Prudential Asset Management Company Limited has entered or may enter into specific arrangements for all financial transactions relating to the units of mutual fund schemes. Additionally, the secure Internet sites operated by CAMS will also be official point of acceptance only for the limited purpose of all channel partners transactions based on agreements entered into between IPMF and such authorized entities. Additionally, the Internet site(s) operated by the AMC and online applications of the AMC (including Iprutouch) will also be official point of acceptance. The AMC also accepts applications received on designated FAX numbers.

In addition to the existing Official Point of Acceptance of transactions, authorized Points of Service (POS) of MF Utilities India Private Limited (MFUI) shall be an official point of acceptance for all financial and non-financial transactions. The updated list of POS of MFUI is available on www.mfuindia.com. The online transaction portal of MFU is www.mfuonline.com. Further, Investors can also subscribe units of the Scheme during the NFO Period by availing the platforms/facilities made available by the Stock Exchanges.

For the updated list of official Point of Acceptance of transactions of AMC and CAMS, please refer the website of the AMC viz., www.icicipruamc.com.