



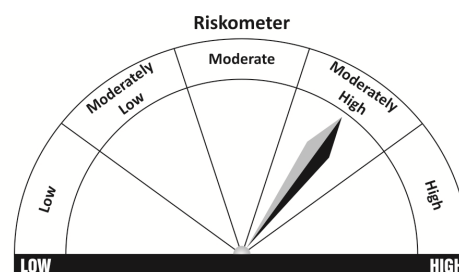
KEY INFORMATION MEMORANDUM

IDBI GOLD EXCHANGE TRADED FUND (IDBIGOLD)

(An open-ended Gold Exchange Traded Scheme)

This product is suitable for investors who are seeking*:

- To replicate the performance of gold in domestic prices with at least medium term horizon.
- Investments in physical gold and gold related instruments / debt & money market instruments.



Investors understand that their principal will be at Moderately High risk

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

Continuous offer for Units in Creation Unit size at NAV based prices

Name of Mutual Fund: IDBI Mutual Fund

Name of Asset Management Company: IDBI Asset Management Limited (CIN No: U65100MH2010PLC199319)

Name of Trustee Company: IDBI MF Trustee Company Limited - CIN No: U65991MH2010PLC199326

Address –

Registered Office: IDBI Tower, WTC Complex, Cuffe Parade, Colaba Mumbai 400005

Corporate Office: 5th Floor, Mafatlal Centre, Nariman Point, Mumbai- 400021.

Website – www.idbimutual.co.in

This Key Information Memorandum (KIM) sets forth the information, which a prospective investor ought to know before investing. **For further details of the scheme/Mutual Fund, due diligence certificate by the AMC, Key Personnel, investors' rights & services, risk factors, penalties & pending litigations etc. investors should, before investment, refer to the Scheme Information Document and Statement of Additional Information available free of cost at any of the Investor Service Centres or distributors or from the website www.Idbimutual.co.in**

The Scheme particulars have been prepared in accordance with Securities and Exchange Board of India (Mutual Funds) Regulations 1996, as amended till date, and filed with Securities and Exchange Board of India (SEBI). The units being offered for public subscription have not been approved or disapproved by SEBI, nor has SEBI certified the accuracy or adequacy of this KIM

Investment Objective	To invest in physical Gold and Gold related Instruments with the objective to replicate the performance of Gold in domestic prices. The ETF will adopt a passive investment strategy and will seek to achieve the investment objective by minimizing the tracking error between the Fund and the underlying asset.														
Asset Allocation Pattern	<p>The asset allocation pattern for the scheme is detailed in the table below:</p> <table border="1" data-bbox="418 405 1419 632"> <thead> <tr> <th data-bbox="418 405 833 495" rowspan="2">Instrument</th> <th colspan="2" data-bbox="833 405 1187 443">Indicative Allocation</th> <th data-bbox="1187 405 1419 495" rowspan="2">Risk Profile</th> </tr> <tr> <th data-bbox="833 443 1003 495">Minimum</th> <th data-bbox="1003 443 1187 495">Maximum</th> </tr> </thead> <tbody> <tr> <td data-bbox="418 495 833 562">Physical Gold and Gold related Instruments **</td> <td data-bbox="833 495 1003 562">95%</td> <td data-bbox="1003 495 1187 562">100%</td> <td data-bbox="1187 495 1419 562">Medium</td> </tr> <tr> <td data-bbox="418 562 833 632">Debt & Money Market Instruments</td> <td data-bbox="833 562 1003 632">0%</td> <td data-bbox="1003 562 1187 632">5%</td> <td data-bbox="1187 562 1419 632">Low to Medium</td> </tr> </tbody> </table> <p data-bbox="402 667 1443 800">** SEBI vide circular reference No. CIR/IMD/DF/11/2015 dated December 31, 2015 permitted mutual Funds to invest in Gold Monetisation Schemes (GMS) of banks as one of the Gold related Instruments. Total Investment in GMS will not exceed 20% of the total net asset of the Scheme.</p> <p data-bbox="402 835 1443 905">The Scheme does not propose to invest in Derivatives, Securitized Debt, ADRs/GDRs and foreign securities.</p> <p data-bbox="402 940 1443 1037">Pending deployment of funds as per the investment objective of the Scheme, the funds may be parked in short term deposits of the Scheduled Commercial Banks, subject to guidelines and limits specified by SEBI from time to time.</p> <p data-bbox="402 1073 1443 1402">The Scheme in line with the asset allocation pattern outlined above shall invest primarily in physical Gold bullion/ gold related instruments and investments in debt and money market instruments shall be only to the extent necessary to meet the liquidity requirements for meeting repurchase/redemptions and recurring expenses and transaction costs. In view of the nature of the Scheme, the asset allocation pattern as indicated above may not change, except in line with the changes made in SEBI (MF) Regulations, from time to time. Though every endeavor will be made to achieve the objectives of the Scheme, the AMC/Sponsors/Trustees do not guarantee that the investment objectives of the Scheme will be achieved.</p> <p data-bbox="402 1438 1443 1535">The gross investment under the scheme, which includes physical Gold, Gold related Instruments, debt securities and money market instruments will not exceed 100% of the net assets of the scheme.</p>	Instrument	Indicative Allocation		Risk Profile	Minimum	Maximum	Physical Gold and Gold related Instruments **	95%	100%	Medium	Debt & Money Market Instruments	0%	5%	Low to Medium
Instrument	Indicative Allocation		Risk Profile												
	Minimum	Maximum													
Physical Gold and Gold related Instruments **	95%	100%	Medium												
Debt & Money Market Instruments	0%	5%	Low to Medium												
Risk Profile of the Scheme	<p data-bbox="402 1606 1443 1717">Mutual Fund Units involve investment risks including the possible loss of principal. Please read the SID carefully for details on risk factors before investment. Scheme specific Risk Factors are summarized below:</p> <ol data-bbox="402 1753 1443 1955" style="list-style-type: none"> <li data-bbox="402 1753 1443 1955">1. IDBI Gold Exchange Traded Fund will seek to invest predominantly in physical gold. The price of gold and accordingly the NAV of the Scheme may fluctuate due to several reasons including but not limited to global macroeconomic events, demand and supply for gold in India and in the international markets, currency fluctuations, Interest rates, Inflation trends, regulatory restrictions on the import and trade of gold etc. 														

2. **Counter party Risk:** There is no Exchange for physical gold in India. The Mutual Fund may have to buy or sell gold from the open market, which may lead to counter party risks for the Mutual Fund for trading and settlement. To mitigate the counterparty risk, The Scheme may route all purchases/sales of Gold only through RBI nominated agencies/Banks permitted to import Gold into the country.

3. **Liquidity Risk:** The Mutual Fund can sell gold only to bullion bankers/traders who are authorized to buy gold. Though, there are adequate numbers of players (Nominated Agencies/Banks) to whom the Fund can sell gold, the Scheme may have to resort to distress sale of gold if there is no or low demand for gold to meet its cash needs of redemption or expenses.

Trading in units of the Scheme on the Exchange may be halted because of abnormal market conditions or for reasons that in view of the Exchange authorities or SEBI, trading in units of the Scheme is not advisable. In addition, trading in units is subject to trading halts caused by extraordinary market volatility and pursuant to Stock Exchange(s) and SEBI "circuit filter" rules as applicable from time to time. There can be no assurance that the requirements of the exchange/s necessary to maintain the listing of units of the Scheme will continue to be met or will remain unchanged

4. **Currency Risk:** The domestic price of gold will depend upon both the international market price of gold (denominated in US\$) as well as the conversion value of US dollar into Indian rupee. The formula for determining NAV of the units of the Scheme is based on the imported (landed) value of gold. The landed value of gold is computed by multiplying international market price by US dollar value. Investors will be exposed to fluctuations in the value of US dollar against the rupee as the Mutual Fund will not be hedging this risk exposure.

5. **Regulatory Risk:** Any changes in trading regulations by the stock exchange (s) or SEBI may affect the ability of Authorized Participant to arbitrage resulting into wider premium/ discount to NAV. Any changes in the regulations relating to import and export of gold (including customs duty, sales tax and any such other statutory levies) may affect the ability of the scheme to buy/sell gold against the purchase and redemption requests received. Any measures introduced by government/RBI from time to time to curb the demand for gold can impact the ability of the scheme to purchase gold in the portfolio. In such cases Scheme may have higher exposure to cash than the limit defined in the asset allocation pattern (maximum 5% of net asset).

6. **Asset Class Risk:** The returns from physical Gold may underperform returns from the securities or other asset classes and this may have an impact on the performance of the Scheme.

7. **Physical gold:** There is a risk that part or all of the Scheme's gold could be lost, damaged or stolen. Access to the Scheme's gold could also be restricted by natural events or human actions. Any of these actions may have adverse impact on the operations of the Scheme and consequently on investment in units. The Mutual Fund will ensure that the Gold held

under the Scheme with the Custodian will be fully insured against the occurrence of such events.

- 8. Passive Investment:** Since the Scheme will adopt a passive investment strategy the Scheme will have atleast 95% of its monies invested in Gold / gold related instruments and will stay invested regardless of the price of Gold or the outlook for the metal. The scheme's performance maybe affected by a general price decline in the gold prices.

Tracking Error: The Scheme may have to hold cash (not exceeding 5% of net assets) to meet ongoing recurring expenses, redemption requirements, delay in purchase of Gold, transactions costs, non-fulfillment of creation unit size etc. The performance of the Scheme may, therefore, be impacted by Tracking Error (deviation in the performance of the Scheme vis-à-vis the benchmark). However, the Mutual Fund shall endeavor to keep the annualized tracking error lesser than 2% (annualized) at all times but in case of regulatory restrictions imposed in purchase of Gold, scheme may hold more cash than the defined limit (ie.5% of net asset), potentially leading to higher tracking error.

9. Risk related to investment in Gold Monetisation Scheme (GMS) of banks

IDBI Gold Exchange Traded Fund will seek to invest in **Gold Monetisation Scheme (GMS)** of banks. As the Scheme invests in such Gold Deposit schemes offered by Bank, Scheme lends the portion of gold holding to an Issuer of such GMS scheme. This may lead to the credit risk where Issuer of GMS is unable to return the principal physical gold to the Scheme upon maturity or in case of an early redemption. GMS (gold monetisation scheme), being an unlisted and non-transferrable security, can be redeemed only with the issuer and, hence, is subject to the risk of an issuer's inability to meet principal and interest payments on the obligation (credit risk)

The AMC will ensure adequate diligence prior to making investment in GMS of banks. Investments in GMS will be made in various tenors to minimize any asset liability mismatches. Prior approval of trustees will be obtained for each investment proposal in GMS.

- 10.** The Trustees, AMC, Fund, their directors or their employees shall not be liable for any tax consequences that may arise in the event that the scheme is wound up for the reasons and in the manner provided under the Scheme Information Document & Statement of Additional Information.

Risks associated with investments in debt and money market instruments

- i) **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. Government Securities have zero credit risk while other debt instruments are rated according to the issuer's ability to meet the obligations.

	<p>The AMC seek to manage credit risk by restricting investments only to investment grade securities. Regular review of the issuer profile to monitor and evaluate the credit quality of the issuer will be carried out.</p> <p>ii) 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.</p> <p>Interest rate risk mitigation will be through active duration management at the portfolio level through regular monitoring of the interest rate environment in the economy.</p> <p>iii) Liquidity risk: The liquidity of a bond may change depending on market conditions leading to changes in the liquidity premium linked to the price of the bond. At the time of selling the security, the security can become illiquid leading to loss in the value of the portfolio.</p> <p>The AMC will endeavour to mitigate liquidity risk by mapping investor profile and potential redemption expectations into the portfolio construction to allow the scheme to liquidate assets without significantly impacting portfolio returns.</p> <p>iv) Reinvestment risk: This risk arises from uncertainty in the rate at which cash flows from an investment may be reinvested. This is because the bond will pay coupons, which will have to be reinvested. The rate at which the coupons will be reinvested will depend upon prevailing market rates at the time the coupons are received.</p> <p>The AMC will endeavor to manage this risk by diversifying the investments in instruments with appropriate maturity baskets.</p>
Plan and Options	None
Applicable NAV (after the scheme opens for repurchase and sale)	<p><u>Subscription facility Directly with Mutual Fund.</u></p> <p>Subscription facility directly with the Mutual Fund would be restricted to Authorized Participants and Large Investors in ‘Creation Unit Size’ on all Business Days at the NAV based prices.</p> <p>The following cut-off Timings shall be observed by a mutual fund for application amount less than Rs.2 lakhs, in respect of valid applications received from Authorized Participants / Large Investors along with the Portfolio Deposit and/or Cash Component, if any, paid only by means of payment instruction of Real Time Gross Settlement (RTGS) / National Electronic Funds Transfer (NEFT) or any other mode as may be decided by AMC from time to time.</p>

1. In respect of valid applications received up to 3.00 p.m. on a Business Day by the Fund along with the Portfolio Deposit and/or Cash Component, if any, paid only by means of payment instruction of Real Time Gross Settlement (RTGS) / National Electronic Funds Transfer (NEFT), or any other mode as may be decided by AMC from time to time - the NAV of the day on which application is received shall be applicable.

2. In respect of valid applications received after 3.00 p.m. on a Business Day by the Fund along with the Portfolio Deposit and/or Cash Component, if any, paid only by means of payment instruction of Real Time Gross Settlement (RTGS) / National Electronic Funds Transfer (NEFT) or any other mode as may be decided by AMC from time to time- the NAV of the next Business day shall be applicable.

The following cut-off timings shall be observed by a mutual fund for application amount equal to or more than 2 lakhs in respect of valid applications received from Authorized Participants / Large Investors along with the Portfolio Deposit and/or Cash Component, if any, paid only by means of payment instruction of Real Time Gross Settlement (RTGS) / National Electronic Funds Transfer (NEFT), where the following NAVs shall be applied for such purchase:

1. In respect of valid application is received up to 3.00 p.m. on a business day and funds are available for utilization before the cut-off time without availing any credit facility, whether, intra-day or otherwise – the closing NAV of the day of receipt of application;

2. In respect of valid application is received after 3.00 p.m. on a business day and funds are available for utilization on the same day without availing any credit facility, whether, intra-day or otherwise – the closing NAV of the next business day ; and

3. Irrespective of the time of receipt of application, where the funds are not available for utilization before the cut-off time without availing any credit facility, whether, intra-day or otherwise – the closing NAV of the day on which the funds are available for utilization.

Redemption facility directly with Mutual Fund:

Redemption facility directly with the Mutual Fund would be restricted to Authorized Participants and Large Investors only

The following cut-off timings shall be applicable with respect to repurchase of units in the Scheme and the following NAVs shall be applied for such repurchase:

a. In respect of valid application (enclosed with units transfer request duly acknowledged by the depository participant with whom the Authorized Participant /Large Investor has a depository account) is received up to 3.00 pm – closing NAV of the day on which the application is received shall be applicable and

b. An application received after 3.00 pm – closing NAV of the next business day shall be applicable.

	<p><u>Subscription/ Redemption through Stock Exchange</u> An investor can buy/sell Units on a continuous basis on the NSE and BSE on which the Units are listed during the trading hours on all trading days like any other publicly traded stock at prices which may be close to the NAV of the Scheme. Therefore, the provisions of Cut-off timing for subscriptions/redemptions will not be applicable.</p> <p>The AMC shall disclose on a daily basis the rate of cash component for subscription and redemption of ETF Units in creation unit size. The same will be disclosed on our website www.idbimutual.co.in on a daily basis and would be applicable for subscribing and redeeming units in Creation Unit Size for that Business Day only.</p> <p>Switches No switch-ins/switch-outs of units shall be allowed under the scheme on an ongoing basis.</p>	
Minimum Application Amount/ Number of Units	Purchase	Repurchase
	<p>On an ongoing basis</p> <p>For subscription of units directly with Mutual Fund:</p> <p>Only Authorized Participants and Large Investors will be permitted to subscribe to the Units of the Scheme directly with the Mutual Fund.</p> <p>The AMC will not accept Portfolio Deposit (i.e. physical gold) from its investors. However the AMC at its absolute discretion may accept Portfolio Deposit (i.e. physical gold) from Authorized participant subject to the satisfaction of conditions prescribed by the custodian appointed by the Mutual Fund for the custody of Gold. Authorized Participants may subscribe to the Units of scheme at applicable NAV and transaction charges, if any, by depositing physical gold of defined purity (fineness) and quantity and/or in cash, the value of which is equivalent to Creation Unit size.</p> <p>Large Investors can invest in Creation Unit size and in multiples thereof by payment of requisite cash.</p>	<p>On an ongoing basis</p> <p>For Redemption of units directly with Mutual Fund:</p> <p>Only Authorized Participants and Large Investors will be permitted to redeem the Units of the Scheme directly with the Mutual Fund. The redemption facility will be available on all business days. Authorized Participants and Large Investors may redeem the Units of the scheme at applicable NAV (no exit load) and transaction charges, if any, by receiving physical gold of defined purity (fineness) and quantity and/or in cash, the value of which is equivalent to Creation Unit size.</p> <p>The Creation Unit size for IDBI Gold ETF shall be 1,000 units and in multiples thereof. The defined purity (fineness) is 995 parts per 1,000 (99.5%) or higher.</p>

	<p>The subscription facility will be available on all business days. The Creation Unit size for IDBI Gold ETF shall be 1,000 units and in multiples thereof. The defined purity (fineness) is 995 parts per 1,000 (99.5%) or higher.</p> <p>For Purchase of units through Stock Exchange</p> <p>The units of the Scheme will be listed on the National Stock Exchange of India Limited, Bombay Stock Exchange Limited and/or any other Exchange as may be decided by the AMC from time to time. All categories of Investors may purchase the units of the scheme on the Stock exchange on which the units of the scheme are listed on any trading day at the prevailing listed price. Minimum trading lot size is 1 unit.</p> <p>For purchase of Units, Investors shall open a trading account with the trading member/ brokers of the Stock Exchange where IDBI Gold ETF units are listed. Since the units are traded in dematerialized forms investors shall also open depository participant account with any SEBI registered depository participants. - For opening both trading and depository account investors must complete the necessary documentation with the trading Member (broker) and the depository participant. On successful registration, the investors will be provided with a unique client code which will be used for transacting in the secondary market. The trading members will issue contract notes for the transaction executed on behalf of the investors. The transactions (trading) in the Stock Exchange and clearing corporation (clearing and settlement) shall be subject to the Regulations, Bye laws and Rules applicable to the Stock Exchanges and its clearing house</p>	<p>For Sale of units through Stock Exchange</p> <p>The units of the Scheme will be listed on the National Stock Exchange and/or any other Exchange as may be decided by the AMC from time to time. All categories of Investors may sell the units of the scheme on the Stock exchange on which the units of the scheme are listed on any trading day at the prevailing listed price. Minimum trading lot size is 1 unit.</p> <p>For sale of units, Investors shall open a trading account with the trading member/ brokers of the Stock Exchange where IDBIGOLD units are listed. Since the units are traded in dematerialized forms investors shall also open depository participant account with any SEBI registered depository participants. - For opening both trading and depository account investors must complete the necessary documentation with the trading Member (broker) and the depository participant. On successful registration, the investors will be provided with a unique client code which will be used for transacting in the secondary market. The trading members will issue contract notes for the transaction executed on behalf of the investors. The transactions (trading) in the Stock Exchange and clearing corporation (clearing and settlement) shall be subject to the Regulations, Bye laws and Rules applicable to the Stock Exchanges and its clearing house respectively. The trading members shall be responsible for issuing cheque/transferring the sale proceeds to the account of the investors on successful completion of settlement. Investors are advised to contact their</p>
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	<p>respectively. The trading members shall be responsible for delivering the units to the demat account of the investors on successful completion of settlement. Investors are advised to contact their trading members to understand the various cut-off times to meet their fund pay-in obligations for ensuring successful settlement of their transactions.</p> <p>Please note that the investor shall have to bear costs in form of bid/ask spread and brokerage or such other cost as charged by his broker for transacting in units of the scheme through secondary market.</p>	<p>trading members to understand the various cut-off times to meet their security pay-in obligations for ensuring successful settlement of their transactions.</p> <p>Please note that the investor shall have to bear costs in form of bid/ask spread and brokerage or such other cost as charged by his broker for transacting in units of the scheme through secondary market.</p>
<p>Dispatch of Repurchase (Redemption) Request</p>	<p>Redemption or repurchase proceeds shall be dispatched to the Unit holders (to Authorized Participants/ Large Investors) within 10 Business Days from the date of receipt of valid application for redemption or repurchase subject to confirmation with the depository records of the Scheme's DP account.</p>	
<p>Restriction on Redemption</p>	<p>Restrictions on redemptions, if any, shall be imposed only as per the stipulations of SEBI circular No. SEBI/HO/IMD/DF2/CIR/P/2016/57 dated May 31, 2016. Such 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:</p> <ul style="list-style-type: none"> 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 <i>force majeure</i>, 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. <p>Restriction on redemption shall be imposed only with the approval of the Board of AMC and Trustee Company. Such imposition of restriction shall be immediately intimated to SEBI.</p> <p>The restriction shall be imposed for a specified period of time not exceeding 10 working days in any 90 days period.</p>	

When restriction on redemption is imposed, following procedure shall be applied by AMC:

1. No redemption requests upto INR 2 lakh shall be subject to such restriction.
2. Where redemption requests are above INR 2 lakh, AMC 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.

Benchmark Index Domestic price of physical Gold

Dividend Policy The Scheme does not propose to declare any dividend

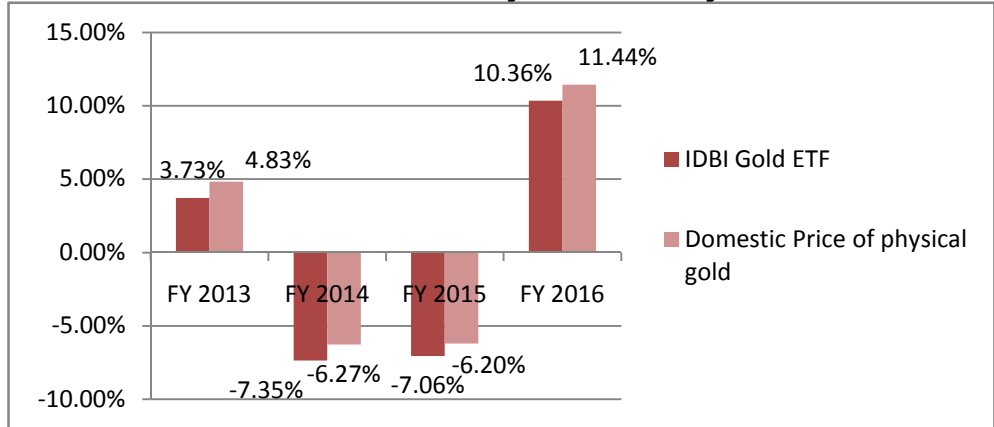
Name of the Fund Manager Mr. Anshul Mishra / Since April 9, 2015

Name of the Trustee Company IDBI MF Trustee Company Limited

Performance of IDBI Gold Exchange Traded Fund (IDBI Gold ETF)

Compounded Annualized Returns (as on 31st May 2016)	IDBI Gold ETF Returns (%)^	Domestic Price of physical gold (%)
Returns for the last 1 year	6.24%	7.12%
Returns for the last 3 years	1.25%	2.21%
Returns since inception (Inception Date- November 9, 2011)	-0.83%	0.16%

Absolute Returns for each financial year for last 3 years^



^Past performca of the Scheme does not indicate future returns.

Scheme Related Disclosure

(in compliance to SEBI Circular dated March 18, 2016)

a) Portfolio- Top 10 holdings (Issuer wise)- As on 31st May 2016

Securities	% to NAV
Gold	99.45%

b) Allocation towards various sectors- 31st May 2016

Sector	% to NAV
Gold	99.45%
Others*	0.55%

- **Note-** * includes Government Securities, CBLO, Cash & Cash receivables/payables, if any
- For complete details and latest monthly portfolio, investors are requested to visit

c) Portfolio Turnover Ratio (for last one year) : NA

Expenses of the Scheme

(i) Load Structure

Entry Load– Not applicable

SEBI vide its circular no. SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009 has decided that there shall be no entry Load for all Mutual Fund Schemes. The upfront commission, if any, to the distributor on the investment made by the investor 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- Nil

In terms of SEBI vide circular Ref no: CIR/IMD/DF/21/2012 dated September 13, 2012 and notification dated September 26, 2012 the exit load, if any, charged by mutual fund scheme shall be credited to the respective scheme after debiting applicable service tax, if any.

The exit load charged on redemption will be credited to the scheme on the next business day after debiting applicable service tax.

(ii) Recurring expenses

As per regulation 52(6)(C) the total expenses of the scheme excluding additional expenses but including the investment management and advisory fee shall be subject to the following limits :— 1.50 % p.a. of the daily net asset

The Scheme may charge additional expense not exceeding of 0.30 p.a of daily net assets subject to the conditions mentioned in regulation 52 (6A) (b) SEBI (Mutual Fund) Regulations, 1996. Further, as per regulation 52(6A)(c) SEBI (Mutual fund) Regulation 1996, The Mutual Fund Scheme may charge

	<p>additional expenses, incurred towards different heads mentioned under sub regulations (2) and (4), not exceeding 0.20p.a of daily net assets of the Scheme.</p> <p>Service Tax on Investment Management and Advisory Fees will be outside the maximum limit of TER prescribed under Regulation 52 of the Regulations.</p> <p>Investor Education and Awareness</p> <p>Mutual Funds/AMCs shall annually set apart at least 2 basis points (0.02%) on daily net assets within the maximum limit of TER as per regulation 52 of the Regulations for investor education and awareness initiatives</p> <p>The AMC has estimated that annual recurring expenses of up to 1.70% p.a. of the daily net assets may be charged to Regular Plan of the Scheme without including the additional expense incurred towards distribution of assets to cities beyond Top 15 cities. The maximum expense including additional expense towards distribution of assets to cities beyond Top 15 cities, if any, will not exceed 2.00% p.a of the daily net assets that may be charged to the Scheme. If the expenses exceed the limits stated above, expenses incurred in excess of the limits stated above shall be borne by the AMC.</p> <p>The actual expense incurred by the Scheme in the previous financial year is also provided below for the reference of the investors.</p> <table border="1" data-bbox="402 989 1409 1125"> <tr> <td data-bbox="402 989 1130 1125">Actual expenses for the previous financial year ended March 2016 (p.a)</td> <td data-bbox="1130 989 1409 1125">1.22%</td> </tr> </table> <p>The fees and expenses mentioned above are the maximum limits allowed under the regulations and the AMC may at its absolute discretion adopt any fees/expense structure within the regulatory limits mentioned above. For the actual current expenses being charged, the investor should refer to the website of the Mutual Fund.</p>	Actual expenses for the previous financial year ended March 2016 (p.a)	1.22%
Actual expenses for the previous financial year ended March 2016 (p.a)	1.22%		
Waiver of Load for Direct Applications	Not applicable		

<p>Tax treatment for the Investors (Unitholders)</p>	<p>IDBI Gold ETF will be treated on par with debt funds and the tax structure will be as follows</p> <table border="1" data-bbox="435 327 1403 961"> <thead> <tr> <th data-bbox="435 327 786 411">IDBI Gold Exchange Traded Fund</th> <th data-bbox="786 327 1143 411">Resident Investors**</th> <th data-bbox="1143 327 1403 411">Mutual Fund**</th> </tr> </thead> <tbody> <tr> <td data-bbox="435 411 786 495">Tax on Dividend</td> <td data-bbox="786 411 1143 495">Dividend not proposed</td> <td data-bbox="1143 411 1403 495">Dividend not proposed</td> </tr> <tr> <td data-bbox="435 495 786 961"> <p>Capital Gains</p> <ul style="list-style-type: none"> • Long Term (for units held for more than 36 months) • • Short Term </td> <td data-bbox="786 495 1143 961"> <p>20% p.a. with indexation (plus applicable surcharge & cess)</p> <p>Rates applicable to Unit holders as per their income slabs (plus applicable surcharge & cess)</p> </td> <td data-bbox="1143 495 1403 961"> <p>Nil</p> <p>Nil</p> </td> </tr> </tbody> </table> <p>As per provision of Finance Act 2014, transfer of units of non-equity oriented mutual funds, since July11, 2014 will be classified as long term capital assets, if held for more than a period of 36 months.</p> <p>**For further details on taxation please refer to the Section on Taxation in the SAI. Investors are requested to consult their own tax advisors with respect to the specific amount of tax and other implications arising out of their participation in the scheme.</p>	IDBI Gold Exchange Traded Fund	Resident Investors**	Mutual Fund**	Tax on Dividend	Dividend not proposed	Dividend not proposed	<p>Capital Gains</p> <ul style="list-style-type: none"> • Long Term (for units held for more than 36 months) • • Short Term 	<p>20% p.a. with indexation (plus applicable surcharge & cess)</p> <p>Rates applicable to Unit holders as per their income slabs (plus applicable surcharge & cess)</p>	<p>Nil</p> <p>Nil</p>
IDBI Gold Exchange Traded Fund	Resident Investors**	Mutual Fund**								
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<p>Capital Gains</p> <ul style="list-style-type: none"> • Long Term (for units held for more than 36 months) • • Short Term 	<p>20% p.a. with indexation (plus applicable surcharge & cess)</p> <p>Rates applicable to Unit holders as per their income slabs (plus applicable surcharge & cess)</p>	<p>Nil</p> <p>Nil</p>								
<p>Daily Net Asset Value (NAV) Publication</p>	<p>The NAV, Sale Price and Repurchase will be declared and will be published in 2 newspapers on all business days. The NAV of the Scheme will be rounded off to 4 decimal places. Units in the Scheme will be rounded off to the nearest integer. No fractional units will be issued in the Scheme.</p> <p>NAV can also be viewed on www.idbimutual.co.in and www.amfiindia.com.</p>									
<p>For Investor Grievances, please contact</p>	<p>Registrar Karvy Computershare Pvt. Ltd. SEBI Registration Number: INR000000221 Unit: IDBI Mutual Fund Karvy Selenium, Plot No 31 & 32, Tower B Survey No 115/22, 115/24 & 115/25, Financial District, Gachibowli, Nanakramguda Serilingampally Mandal ,Hyderabad 500032, Ranga Reddy District, Telengana Phone: 040-33215121 to 040-33215123 Email: ldbimf.customercare@karvy.com</p>									

	<p>IDBI Mutual Fund / IDBI Asset Management Limited In case of any queries / Service requests, please contact: Mr. S. V. Durga Prasad Investor Relations Officer IDBI Asset Management Limited 5th Floor, Mafatlal Center, Nariman Point, Mumbai - 400 021. Phone: 022-6644 2800; Fax: 022-6644 2801 Email: contactus@idbimutual.co.in.</p> <p>In case of any grievance / complaint against IDBI Mutual Fund / IDBI Asset Management Ltd, please contact: Mr. A. Jayadevan Compliance Officer IDBI Asset Management Limited 5th Floor, Mafatlal Center, Nariman Point, Mumbai - 400 021. Phone No. 022-6644 2865 email-id: complianceofficer@idbimutual.co.in</p> <p>You may also approach</p> <p>Mr. Satya Narayan Baheti Managing Director & Chief Executive Officer IDBI Asset Management Limited 5th Floor, Mafatlal Center, Nariman Point, Mumbai - 400 021. Phone No. 022-6644 2822 email-id: ceodesk@idbimutual.co.in</p> <p>If not satisfied with the response of the intermediary you can lodge your grievances with SEBI at http://scores.gov.in or you may also write to any of the offices of SEBI. For any queries, feedback or assistance, please contact SEBI Office on Toll Free Helpline at 1800-419-4324</p>
<p>Unitholders' Information</p>	<p>1. Account Statement: No account statements will be issued by the AMC in this Scheme. An allotment confirmation specifying the units allotted shall be sent by way of email and/or SMS within 5 Business Days of receipt of valid application to the unit holders on their registered email address and/or mobile number. Upon allotment, an Allotment advice will be sent to each Unit holder, stating the number of Units allotted, within 5 Business Days from the date of allotment.</p> <p>For those Unitholders who have provided an e-mail address, the AMC will send the Allotment advice by e-mail. Unit holders will be required to download and print the documents after receiving e-mail from the Mutual Fund. Should the Unit holder experience any difficulty in accessing the electronically delivered documents, the Unit holder shall promptly advise the Mutual Fund to enable the Mutual Fund to make the delivery through alternate means. It is deemed that the Unit holder is aware of all security risks including possible third party interception of the documents and contents of the documents becoming known to third parties.</p>

The Account Statement of the Beneficiary Account with the DP will be sent by the respective DPs periodically. Since the units of the Scheme are held in dematerialized form, the demat account statement given by depository participant would be deemed to be adequate compliance with requirements prescribed under regulation 36 of SEBI (Mutual Fund) Regulations, 1996, and SEBI Circulars MFD/CIR/9/120/2000 dated November 24, 2000 and IMD/CIR/12/80083/2006 dated November 20, 2006 regarding dispatch of statements of account.

Consolidated Account Statement (CAS): As a first step in the direction to create one record for all financial assets of every individual, SEBI has advised Depositories and AMCs, vide circular no. CIR/MRD/DP/31/2014 dated November 12, 2014, to enable a single consolidated view of all the investments of an investor in Mutual Funds (MF) and securities held in demat form with the Depositories. CAS shall be dispatched to unit holders of IDBI Gold ETF by their respective Depository. Consolidation of account statement shall be done on the basis of PAN. In case of multiple holding, it shall be PAN of the first holder and pattern of holding. If there is any transaction in any of the demat accounts of the investor or in any of his mutual fund folios, then the depositories shall consolidate and dispatch the CAS within ten days from the month end.

The consolidated account statement will also contain details of all the transactions and holding at the end of the month including transaction charges paid to the distributor, across all schemes of all mutual funds.

Please note that, no monthly statements will be issued to the unit holders of the schemes, unless a transaction is recorded in the month for which the statement is issued.

In the case of investors, in whose folios no transactions are recorded in the last 6 months, a consolidated half yearly (September/ March) account statement will be issued, by the Depository, on or before tenth day of succeeding month, detailing holding at the end of the six month, across all schemes of all mutual funds.

Provision to opt out of the facility of CAS shall be given by Depositories.

2. **Monthly Disclosures: Portfolio** - Mutual funds/AMCs will disclose portfolio (along with ISIN) as on the last day of the month in the format prescribed by SEBI in its website on or before the tenth day of the succeeding month in a user-friendly and downloadable format.
3. **Half yearly Disclosures: Portfolio** - The Mutual Fund shall publish a complete statement of the scheme portfolio, within one month from the close of each half year (i.e. 31st March and 30th September), by way of an advertisement at least, in one National English daily and one regional newspaper in the language of the region where the head office of the Mutual Fund is located as per the new format prescribed by SEBI vide their Circular No. MFD/CIR/1/200/2001 dated April 20, 2001. The Mutual Fund may opt to send the portfolio statement to all unit holders in lieu of the advertisement (if applicable). The portfolio statements will also be displayed on the website of AMFI

	<p>4. Half Yearly Results- The Mutual Fund and the AMC shall before the expiry of one month from the close of each half year that is on 31st March and on 30th September, publish its unaudited financial results in its website in a user friendly and downloadable format as per the format prescribed by SEBI vide their Circular No. MFD/CIR/1/200/2001 dated April 20, 2001. The unaudited financial results will also be displayed on the website of IDBI Mutual Fund and AMFI.</p> <p>5. Annual Report or Abridged Annual Report: The Scheme wise Annual Report or an abridged summary thereof shall be mailed to all Unit holders within four months from the date of closure of the relevant accounts year i.e. 31st March each year. The annual report or Abridged Scheme wise Annual Report may be sent in electronic form on their registered email address in the manner specified by the Board.</p> <p>The AMC shall also display the link of the full scheme wise annual report prominently in its website and also in the website of AMFI.</p> <p>The full Annual Report shall be available for inspection at the Head Office of the mutual fund and a copy thereof shall be made available to unit holder on payment of such nominal fees as may be specified by the mutual fund.</p> <p>The audited financial statements of the schemes shall form part of the Annual Report. The statutory auditors appointed by the Trustees for the audit of Mutual Fund are M/s Ray & Ray & Co, Chartered Accountants, and Mumbai.</p>
<p>Transaction Charges</p>	<p>As per SEBI circular Cir/ IMD/ DF/13/ 2011 dated August 22, 2011 the distributor is entitled to charge a transaction charge per subscription of Rs. 10,000/- and above. However, there shall be no transaction charges on direct investments. The transaction charge shall be subject to the following:</p> <p>i. For existing investors in a Mutual Fund, the distributor may be paid Rs.100/- as transaction charge per subscription of Rs. 10,000/- and above.</p> <p>ii. The distributor may be paid Rs.150/- as transaction charge for a first time investor in Mutual Funds.</p> <p>iii. The transaction charge, if any, shall be deducted by the AMC from the subscription amount and paid to the distributor; and the balance shall be invested. Only the amount invested after deducting transaction charges will be eligible for 80C deduction benefit.</p> <p>iv. The AMCs shall be responsible for any malpractice/mis-selling by the distributor while charging transaction costs.</p> <p>v. There shall be no transaction charge on subscription below Rs.10,000/-</p> <p>vi. In case of SIPs, the transaction charge shall be applicable only if the total commitment through SIPs amounts to Rs. 10,000/- and above. In such cases the transaction charge shall be recovered in 3-4 installments.</p>

	<p>vii. There shall be no transaction charge on transactions other than purchases/ subscriptions relating to new inflows.</p> <p>viii. The statement of account shall clearly state that the net investment as gross subscription less transaction charge and the number of units allotted against the net investment.</p> <p>ix. Distributors shall be able to choose to opt out of charging the transaction charge. However, the 'opt-out' shall be at distributor level and not investor level i.e. a distributor shall not charge one investor and choose not to charge another investor. Further, Distributors shall have also the option to either opt in or opt out of levying transaction charge based on type of the product.</p> <p>It is also clarified that as per SEBI circular no. SEBI/IMD/CIR No. 4/ 168230/09, dated June 30, 2009, upfront commission to distributors shall continue to be paid by the investor directly to the distributor by a separate cheque based on his assessment of various factors including the service rendered by the distributor.</p>
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Date: June 30, 2016