



## CERTIFICATE

The Board of Directors,  
**MONEYGROW ASSET PRIVATE LIMITED.**  
804, Lodha Supremus,  
2 Senapati Bapat Marg, Lower Parel (West),  
Mumbai 400013. Maharashtra. India

You have requested to us to provide a certificate on the Disclosure document for Portfolio Management services ("the Disclosure Document") of **MONEYGROW ASSET PRIVATE LIMITED.** ("the Company"). We understand that the disclosure document is required to be submitted to the Securities and Exchange Board of India ("the SEBI").

1. Preparing the Disclosure Document in compliance with the Securities and Exchange Board of India (Portfolio Managers) Regulations, 2020 ("the SEBI Regulations") and the Master Circular issued by SEBI dated July 16, 2025; is the responsibility of the management of the Company. Our responsibility is to report in accordance with the Guidance note on Audit Reports and Certificates for special purposes issued by the Institute of Chartered Accountants of India. Further, our scope of work did not involve us performing audit tests for the purpose of expressing an opinion on the fairness or accuracy of any of the financial information or the financial statement taken as a whole. We have not performed an audit, the objective of which would be the expression of an opinion on the financial statement, specified elements, accounts or items thereof, for the purpose of this certificate. Accordingly, we do not express such opinion.
2. In respect of the information given in the Disclosure document, we state that:
  - i. The list of persons classified as Associates or group companies and list of related parties are relied upon as provided by the company.
  - ii. The Promoters and director's qualification, experience, ownership details are as declared by them and have been accepted without further verification.
  - iii. We have relied on the representations given by the management of the company about the penalties or litigations against the Portfolio Manager mentioned in the Disclosure document.
  - iv. We have relied on the representation made by the management regarding the Assets under management of Rs. 471.96 Crore as on May 31, 2026.

3. Read with above and on the basis of our examination of the books of accounts, records, statements produced before us and to the best of our knowledge and according to the information, explanations and representations given to us, we certify that the disclosure made in the Disclosure Document dated June 12, 2026 are true and fair in accordance with the disclosure requirements laid down in Regulation 22 read with Schedule V to the SEBI Regulations. A management certified copy of the disclosure document is enclosed herewith.

This certificate is intended solely for the use of the management of the company for the purpose as specified in paragraph 1 above.

For Aneel Lasod and Associates  
Chartered Accountants  
Firm Regn.No.124609W

**Aneel  
manoharlal  
Lasod** Digitally signed by  
Aneel manoharlal  
Lasod  
Date: 2026.06.12  
18:27:03 +05'30'

Aneel Lasod  
(Partner)  
Membership No.040117

Place: Mumbai  
Date: June 12, 2026  
UDIN: 26040117BNOOWG4708

# MONEYGROW ASSET PRIVATE LIMITED

## DISCLOSURE DOCUMENT

As required under Regulation 22(3) of Securities and Exchange Board of India  
(Portfolio Managers) Regulations, 2020

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### DECLARATION

The Disclosure Document (hereinafter referred as the “**Document**”) has been filed with the Securities and Exchange Board of India along with the certificate in the prescribed format in terms of Regulation 22 of the SEBI (Portfolio Managers) Regulations, 2020 (“**Regulations**”).

The purpose of the Document is to provide essential information about the portfolio services in a manner to assist and enable the investors in making informed decision for engaging “MONEYGROW ASSET PRIVATE LIMITED” (hereinafter referred as the (“**Portfolio Manager**”) as the portfolio manager.

The Document contains the necessary information about the Portfolio Manager required by an investor before investing. The investor may also be advised to retain the Document for future reference.

The following are the Details of the Portfolio Manager:

Name	MONEYGROW ASSET PRIVATE LIMITED
SEBI Registration Number	INP000007915
Registered Address	B-1202, Vivarea, Sane Guruji Marg, Mahalaxmi, Mumbai 400011. Maharashtra. India
Correspondence Address	804, Lodha Supremus, 2 Senapati Bapat Marg, Lower Parel (West), Mumbai 400013. Maharashtra. India.

The following are the Details of the Principal Officer:

Name	MANISH GUPTA
Email	manish.gupta@moneygrowindia.com
Phone	+91 98202 60200

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## **PART I: STATIC SECTION**

### **1. Disclaimer Clause**

This Document has been prepared in accordance with the SEBI (Portfolio Managers) Regulations, 2020 and filed with SEBI. This Document has neither been approved nor disapproved by SEBI nor has SEBI certified the accuracy or adequacy of the contents of this Document.

The distribution of this Document in certain jurisdictions may be restricted or totally prohibited and accordingly, persons who come into possession of this Document are required to inform themselves about and to observe any such restrictions.

## 2. Definitions

In this Disclosure Document, unless the context otherwise requires, the following words and expressions shall have the meaning assigned to them:

1. “**Act**” means the Securities and Exchange Board of India Act, 1992.
2. “**Accreditation Agency**” means a subsidiary of a recognized stock exchange or a subsidiary of a depository or any other entity as may be specified by SEBI from time to time.
3. “**Accredited Investor**” means any person who is granted a certificate of accreditation by an accreditation agency who:
  - (i) in case of an individual, HUF, family trust or sole proprietorship has:
    - (a) annual income of at least two crore rupees; or
    - (b) net worth of at least seven crore fifty lakh rupees, out of which not less than three crores seventy-five lakh rupees is in the form of financial assets; or
    - (c) annual income of at least one crore rupees and minimum net worth of five crore rupees, out of which not less than two crore fifty lakh rupees is in the form of financial assets.
  - (ii) in case of a body corporate, has net worth of at least fifty crore rupees;
  - (iii) in case of a trust other than family trust, has net worth of at least fifty crore rupees;
  - (iv) in case of a partnership firm set up under the Indian Partnership Act, 1932, each partner independently meets the eligibility criteria for accreditation:

Provided that the Central Government and the State Governments, developmental agencies set up under the aegis of the Central Government or the State Governments, funds set up by the Central Government or the State Governments, qualified institutional buyers as defined under the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, Category I foreign portfolio investors, sovereign wealth funds and multilateral agencies and any other entity as may be specified by the Board from time to time, shall deemed to be an accredited investor and may not be required to obtain a certificate of accreditation.
4. “**Advisory Services**” means advising on the portfolio approach, investment and divestment of individual Securities in the Client’s Portfolio, entirely at the Client’s risk, in terms of the Regulations and the Agreement.
5. “**Agreement**” or “**Portfolio Management Services Agreement**” or “**PMS Agreement**” means agreement executed between the Portfolio Manager and its Client for providing portfolio management services and shall include all schedules and annexures attached thereto and any amendments made to this agreement by the parties in writing, in terms of Regulation 22 and Schedule IV of the Regulations.
6. “**Applicable Law/s**” means any applicable statute, law, ordinance, regulation, rule, order, bye-law,

administrative interpretation, writ, injunction, directive, judgment or decree or other instrument including the Regulations which has a force of law, as is in force from time to time.

7. **“Assets Under Management”** or **“AUM”** means aggregate net asset value of the Portfolio managed by the Portfolio Manager on behalf of the Clients.
8. **“Associate”** means (i) a body corporate in which a director or partner of the Portfolio Manager holds either individually or collectively, more than twenty percent of its paid-up equity share capital or partnership interest, as the case may be; or (ii) a body corporate which holds, either individually or collectively, more than twenty percent of the paid-up equity share capital or partnership interest, as the case may be of the Portfolio Manager.
9. **“Benchmark”** means an index selected by the Portfolio Manager in accordance with the Regulations, in respect of each Investment Approach to enable the Clients to evaluate the relative performance of the Portfolio Manager.
10. **“Board”** or **“SEBI”** means the Securities and Exchange Board of India established under section 3 of the Securities and Exchange Board of India Act, 1992.
11. **“Business Day”** means any day, which is not a Saturday, Sunday, or a day on which the banks or stock exchanges in India are authorized or required by Applicable Laws to remain closed or such other events as the Portfolio Manager may specify from time to time.
12. **“Client(s)”** / **“Investor(s)”** means any person who enters into an Agreement with the Portfolio Manager for availing the services of portfolio management as provided by the Portfolio Manager.
13. **“Custodian(s)”** means an entity registered with the SEBI as a custodian under the Applicable Laws and appointed by the Portfolio Manager, from time to time, primarily for custody of Securities of the Client.
14. **“Depository”** means the depository as defined in the Depositories Act, 1996 (22 of 1996).
15. **“Depository Account”** means an account of the Client or for the Client with an entity registered as a depository participant under the SEBI (Depositories and Participants) Regulations, 1996.
16. **“Direct on-boarding”** means an option provided to clients to be on-boarded directly with the Portfolio Manager without intermediation of persons engaged in distribution services.
17. **“Disclosure Document”** or **“Document”** means the disclosure document for offering portfolio management services prepared in accordance with the Regulations.
18. **“Distributor”** means a person/entity who may refer a Client to avail services of Portfolio Manager in lieu of commission/charges (whether known as channel partners, agents, referral interfaces or by any other name).
19. **“Eligible Investors”** means a Person who: (i) complies with the Applicable Laws, and (ii) is willing to execute necessary documentation as stipulated by the Portfolio Manager.
20. **“Fair Market Value”** means the price that the Security would ordinarily fetch on sale in the open market on the particular date.

21. **“Foreign Portfolio Investors”** or **“FPI”** means a person registered with SEBI as a foreign portfolio investor under the Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2019 as amended from time to time.
22. **“Financial Year”** means the year starting from April 1 and ending on March 31 in the following year.
23. **“Funds”** or **“Capital Contribution”** means the monies managed by the Portfolio Manager on behalf of the Client pursuant to the Agreement and includes the monies mentioned in the account opening form, any further monies placed by the Client with the Portfolio Manager for being managed pursuant to the Agreement, the proceeds of sale or other realization of the portfolio and interest, dividend or other monies arising from the assets, so long as the same is managed by the Portfolio Manager.
24. **“Group Company”** shall mean an entity which is a holding, subsidiary, associate, subsidiary of a holding company to which it is also a subsidiary.
25. **“HUF”** means the Hindu Undivided Family as defined in Section 2(31) of the IT Act.
26. **“Investment Approach”** is a broad outlay of the type of Securities and permissible instruments to be invested in by the Portfolio Manager for the Client, taking into account factors specific to Clients and Securities and includes any of the current Investment Approach or such Investment Approach that may be introduced at any time in future by the Portfolio Manager.
27. **“IT Act”** means the Income Tax Act, 1961, as amended and restated from time to time along with the rules prescribed thereunder.
28. **“Large Value Accredited Investor”** means an Accredited Investor who has entered into an Agreement with the Portfolio Manager for a minimum investment amount of ten crore rupees.
29. **“Non-resident Investors”** or **“NRI(s)”** shall mean non-resident Indian as defined in Section 2 (30) of the IT Act.
30. **“NAV”** shall mean Net Asset Value, which is the price; that the investment would ordinarily fetch on sale in the open market on the relevant date, less any receivables and fees due.
31. **“NISM”** means the National Institute of Securities Markets, established by the Board.
32. **“Person”** includes an individual, a HUF, a corporation, a partnership (whether limited or unlimited), a limited liability company, a body of individuals, an association, a proprietorship, a trust, an institutional investor and any other entity or organization whether incorporated or not, whether Indian or foreign, including a government or an agency or instrumentality thereof.
33. **“Portfolio”** means the total holdings of all investments, Securities and Funds belonging to the Client.
34. **“Portfolio Manager”** means **MoneyGrow Asset Private Limited**, a company incorporated under the Companies Act, 2013/1956, registered with SEBI as a portfolio manager bearing registration number INP000007915 and having its registered office at B-1202, Vivarea, Sane Guruji Marg, Mahalaxmi, Mumbai- 400011, Maharashtra. India.

35. **“Principal Officer”** means an employee of the Portfolio Manager who has been designated as such by the Portfolio Manager and is responsible for:
- (i) the decisions made by the Portfolio Manager for the management or administration of Portfolio of Securities or the Funds of the Client, as the case may be; and
  - (ii) all other operations of the Portfolio Manager
36. **“Regulations”** or **“SEBI Regulations”** means the Securities and Exchange Board of India (Portfolio Managers) Regulations, 2020, as amended/modified and reinstated from time to time and including the circulars/notifications issued pursuant thereto.
37. **“Related Party”** means –
- (i) a director, partner or his relative;
  - (ii) a key managerial personnel or his relative;
  - (iii) a firm, in which a director, partner, manager or his relative is a partner;
  - (iv) a private company in which a director, partner or manager or his relative is a member or director;
  - (v) a public company in which a director, partner or manager is a director or holds along with his relatives, more than two per cent. of its paid-up share capital;
  - (vi) any body corporate whose board of directors, managing director or manager is accustomed to act in accordance with the advice, directions or instructions of a director, partner or manager;
  - (vii) any person on whose advice, directions or instructions a director, partner or manager is accustomed to act:

Provided that nothing in sub-clauses (vi) and (vii) shall apply to the advice, directions or instructions given in a professional capacity;

- (viii) any body corporate which is— (A) a holding, subsidiary or an associate company of the Portfolio Manager; or (B) a subsidiary of a holding company to which the Portfolio Manager is also a subsidiary; (C) an investing company or the venturer of the Portfolio Manager— The investing company or the venturer of the Portfolio Manager means a body corporate whose investment in the Portfolio Manager would result in the Portfolio Manager becoming an associate of the body corporate;
- (ix) a related party as defined under the applicable accounting standards;
- (x) such other person as may be specified by the Board:

Provided that,

- (a) any person or entity forming a part of the promoter or promoter group of the listed entity; or

- (b) any person or any entity, holding equity shares:
    - (i) of twenty per cent or more; or
    - (ii) of ten per cent or more, with effect from April 1, 2023; in the listed entity either directly or on a beneficial interest basis as provided under section 89 of the Companies Act, 2013, at any time, during the immediate preceding Financial Year; shall be deemed to be a related party;
38. “**Securities**” means security as defined in Section 2(h) of the Securities Contract (Regulation) Act, 1956, provided that securities shall not include any securities which the Portfolio Manager is prohibited from investing in or advising on under the Regulations or any other law for the time being in force.

### 3. Description

- (i) History, Present Business and Background of the portfolio manager.

The Portfolio Manager has been incorporated on 14-January-2022 at Mumbai. The Portfolio Manager is registered with SEBI bearing registration number INP000007915. It provides portfolio management services to High Networth Individuals (HNIs), institutional clients, corporates and other permissible class of investors.

- (ii) Promoters of the portfolio manager, directors and their background.

The promoters and directors of the Portfolio Manager and their brief background is given below:

- **Mr. Manish Gupta:** Manish has over 20+ years of experience in Indian equity markets. He was part of the senior leadership team at CLSA's Institutional Equities business in Mumbai and New York. During his 17 years at CLSA, he was advising leading Foreign Institutional Investors (FIIs), insurance companies, mutual funds, private equity funds and sovereign wealth funds on their Indian equity investments. He was involved in numerous IPOs, QIPs, equity placements and block deals during his tenure. He holds an MBA (PGDM) from IIM Ahmedabad (2001), a 5-year Integrated M. Tech. from IIT Delhi (1999), and is a CFA charter holder from CFA Institute, USA (2004).
- **Mrs. Pooja Gupta:** Pooja is a B.A. (Hons) from Delhi University and holds PGDBA, (K.J. Somaiya Institute of Management Studies and Research). Pooja has worked with ICICI Bank Limited for 5 years as a senior manager in the Credit Card operations and was part of the team that was responsible for smooth issuance and running of credit card business.
- **Mr Viraj Tushar Mahadevia:** Viraj has over 20+ years of experience in finance, with 10 years in Private Equity in India as part of Actis (AUM of USD 7.5 billion), one of the largest emerging market PE funds. Prior to Actis, he worked in M&A and capital raising in Healthcare and Consumer sectors at Goldman Sachs and Citigroup based out of their London offices. He holds an MBA in Finance and Leadership Change Management from the Indian School of Business, Hyderabad (2004) and a BSc in Electrical Engineering from the University of Michigan Ann Arbor (2000).
- **Mr Gaurav Narendra Golechha:** Gaurav is a practicing Chartered Accountant. He has worked with PricewaterhouseCoopers in the past and has been a visiting faculty with several business schools.
- **Ms Tejasvi Gupta:** Tejasvi is currently pursuing her undergraduate studies in Applied Economics and Management at Cornell University, USA.

- (iii) Top 10 Group companies/firms of the portfolio manager on turnover. basis (latest audited financial statements may be used for this purpose)

The promoters of the Portfolio Manager are also founders/partners of partnership firm 'Girik Enterprises'. Girik Enterprises is engaged in proprietary investments and consultancy.

- (iv) Details of the services being offered: **Discretionary/ Non-discretionary / Advisory.**

The Portfolio Manager proposes to primarily carry-on discretionary portfolio management services, non-discretionary portfolio management services and advisory portfolio management services. All clients will have the option to be onboarded directly to avail these services, without intermediation of persons engaged in distribution services. The key features of all the said service is provided as follows:

- **Discretionary Portfolio Management Services:**

Under the discretionary PMS, the choice as well as the timings of the investment decisions rest solely with the Portfolio Manager and the Portfolio Manager can exercise any degree of discretion in the investments or management of assets of the Client. The Securities invested / disinvested by the Portfolio Manager for Clients may differ from Client to Client. The Portfolio Manager's decision (taken in good faith) in deployment of the Client's account is absolute and final and cannot be called in question except on the ground of fraud, malafide intent, conflict of interest or gross negligence. This right of the Portfolio Manager shall be exercised strictly in accordance with the Applicable Law/s in force from time to time, including the Regulations. Periodical statements in respect of the Client's assets under management shall be sent to the respective Clients.

- **Non - Discretionary Portfolio Management Services:**

Under the non-discretionary PMS, the assets of the client are managed in consultation with the Client. Under this service, the assets are managed as per the requirements of the Client after due consultation with the Client. The Client has complete discretion to decide on the investment. The Portfolio Manager inter alia manages transaction execution, accounting, recording of corporate benefits, valuation and reporting aspects on behalf of the Client.

- **Advisory Portfolio Management Services:**

Under these services, the Portfolio Manager advises the Client on investments in general or any specific advice required by the Clients and agreed upon in the Client agreement. The Portfolio Manager will render the best possible advice to the Client having regard to the Client's needs and the environment, the same will be non-binding in nature in accordance with the terms mentioned in the Agreement. For such services, the Portfolio Manager shall charge the Client a fee for services rendered as mentioned in the Agreement. The advice may be either general or specific in nature and may pertain to a particular portfolio. Entry / exit timing, execution and settlement are solely the Client's responsibility.

**4. Penalties, pending litigation or proceedings, findings of inspection or investigation for which action may have been taken or initiated by any regulatory authority.**

- (i) All cases of penalties imposed by the Board or the directions issued by the Board under the Act or rules or regulations made thereunder: **None**
- (ii) The nature of the penalty/direction: **None**
- (iii) Penalties/fines imposed for any economic offence and/ or for violation of any securities laws: **None**
- (iv) Any pending material litigation/legal proceedings against the portfolio manager/key personnel with separate disclosure regarding pending criminal cases, if any: **None**
- (v) Any deficiency in the systems and operations of the portfolio manager observed by the Board or any regulatory agency: **None**
- (vi) Any enquiry/ adjudication proceedings initiated by the Board against the portfolio manager or its directors, principal officer or employee or any person directly or indirectly connected with the portfolio manager or its directors, principal officer or employee, under the Act or rules or regulations made thereunder: **None**

## 5. Services Offered

The Portfolio Manager is presently offering the following Investment Approaches

### (i) Investment Approach: Large & Midcap Portfolio

- **Fund Manager:** Manish Gupta
- **Investment objective:** To generate sustainable returns over medium to long term by making investments which primarily comprise of equity securities.
- **Description of types of securities:** Client monies would primarily be invested in equity shares and equity linked instruments issued by companies which are listed in India, direct plan of mutual funds, exchange traded funds (ETFs), debt, commodities and commodity linked ETFs, and investment trusts. The mutual funds may also have investments in equity shares and equity linked instruments issued by companies which are listed in India as well as outside India. Some part of client monies might be retained as bank balance in bank account.
- **Basis of selection of such types of securities:** This investment approach is based on generating returns by investing in participating instruments of companies where we have confidence in the quality of the management, and we expect a 15-25% CAGR growth in the underlying business over the next 3-5 years. Various quantitative parameters like revenue growth, free cash flow generation, return on capital employed etc will be considered to select the actual investments. Under this investment approach, investments are primarily made in equity shares and equity linked instruments issued by companies listed in India. To keep some part of client monies in liquid form, such monies are either invested in units of money market funds or liquid funds or they are retained in the bank account in the form of bank balance.
- **Allocation of portfolio across types of securities:**

Type of security	Allocation in portfolio
Equity and Equity linked instruments	0-100%
Direct Plans of Mutual Funds, Exchange Traded Funds (ETFs), Debt, Commodities and Commodity linked ETFs, and Investment Trusts	0-25%
Money Market Funds, Liquid Funds, Liquid ETFs, and Bank Balance	0-100%

- **Strategy:** Equity
- **Appropriate benchmark to compare performance:** Nifty 50 TRI
- **Basis for choice of benchmark:** NIFTY 50 index includes 50 of the largest and most liquid companies of India and captures about 60-65% of the total market capitalization of all NSE-listed stocks. The index covers all major sectors of the economy. Therefore, it serves as a broad indicator of the Indian equity market's performance. Also, it is widely used as a benchmark for several Mutual Funds and Exchange Traded Funds (ETFs).

- **Minimum investment:** The minimum investment amount will be as stipulated by the regulations from time to time.
- **Indicative tenure or investment horizon:** 3-5 years
- **Lock-in Period:** Nil
- **Exit load:** Exit load on withdrawal of monies/securities shall be agreed upon with each client and specified in more detail in the Agreement.
- **Redemption/Partial withdrawals:** Partial withdrawal shall be allowed only to such extent that portfolio value after recovery of fees, charges and payment of withdrawal amount is not less than the amount stipulated by the Regulations from time to time.
- **Use of derivatives:** The Portfolio Manager might transact in derivatives in case it deems it necessary to protect the value of client's portfolios in periods of market instability. If the client does not want the Portfolio Manager to use derivatives at all in his/her portfolio, then the client can mention Derivatives as negative security in the Agreement and the Portfolio Manager will be barred from using derivatives in the client's portfolio.
- **Risks associated with the investment approach:** Please refer to the section on Risk Factors.

**(ii) Investment Approach: Bespoke Portfolio**

- **Fund Manager:** Manish Gupta
- **Investment objective:** To generate sustainable returns over medium to long term by making investments in multiple asset classes – including equity, debt, investment trusts, commodities etc. This investment approach will be customized for every investor and will align with the investor's investment objective and risk appetite.
- **Description of types of securities:** Client monies would be invested in equity shares and equity linked instruments issued by companies listed in India, direct plan of mutual funds, exchange traded funds (ETFs), debt, commodities and commodity linked ETFs, and investment trusts. The mutual funds may also have investments in equity shares and equity linked instruments issued by companies which are listed in India as well as outside India. Some part of client monies might be retained as bank balance in bank account.
- **Basis of selection of such types of securities:** This investment approach will be customized for every investor and will align with the investor's investment objective and risk appetite. This investment approach is based on generating returns by constructing a balanced portfolio that has a mix of growth and income generating investments. The choice of investments from growth-perspective will be such where the Portfolio Manager has expectation of growth of 15-25% CAGR and the choice of investments from income-perspective will be such where the Portfolio Manager expects a yield higher than that of Government Securities with a relatively low credit risk. Some part of client monies may be retained in the bank account in the form of bank balance.
- **Allocation of portfolio across types of securities:**

Type of security	Allocation in portfolio
Equity and equity linked instruments, Direct Plan of Mutual Funds, Exchange Traded Funds (ETFs), Investment Trusts, Debt, Commodities	0-100%
Bank balance	0-100%

- **Strategy:** Multi-Asset
- **Appropriate benchmark to compare performance:** NSE Multi Asset Index 2
- **Basis for choice of benchmark:** Since the investment approach will be investing in multiple asset classes, it is prudent to benchmark the performance to an index that has representation from multiple asset classes. Hence NSE Multi Asset Index 2 has been selected as the benchmark for comparing performance.
- **Minimum investment:** The minimum investment amount will be as stipulated by the regulations from time to time.
- **Indicative tenure or investment horizon:** 3-5 years
- **Lock-in Period:** Nil
- **Exit load:** Exit load on withdrawal of monies/securities shall be agreed upon with each client and specified in more detail in the Agreement.
- **Redemption/Partial withdrawals:** Partial withdrawal shall be allowed only to such extent that portfolio value after recovery of fees, charges and payment of withdrawal amount is not less than the amount stipulated by the Regulations from time to time.
- **Use of derivatives:** The Portfolio Manager might transact in derivatives in case it deems it necessary to protect the value of client's portfolios in periods of market instability. If the client does not want the Portfolio Manager to use derivatives at all in his/her portfolio, then the client can mention Derivatives as negative security in the Agreement and the Portfolio Manager will be barred from using derivatives in the client's portfolio.
- **Risks associated with the investment approach:** Please refer to the section on Risk Factors.

**(iii) Investment Approach: Liquid Portfolio**

- **Fund Manager:** Manish Gupta
- **Investment Objective:** To generate moderate returns with negligible volatility.
- **Description of Securities:** Client monies would primarily be invested in units of money market and liquid funds and some part might be retained as bank balance in bank account.
- **Basis of Selection of type of security:** This investment approach is based on investing money in units of liquid funds, overnight funds, debt-oriented funds, money market funds or simply as bank balance.

- **Allocation of portfolio across types of securities:**

Type of security	Allocation in portfolio
Liquid Funds, Money Market Funds, Gilt schemes, Debt oriented schemes, Bank Balance	100%

- **Strategy:** Debt
- **Appropriate benchmark to compare performance:** CRISIL Composite Bond Index
- **Basis for choice of benchmark:** The portfolio will consist of units of money market and liquid funds. Hence, CRISIL Composite Bond Fund Index has been selected as the benchmark for comparing performance.
- **Minimum Investment:** The minimum investment amount will be as stipulated by the regulations from time to time.
- **Indicative tenure or investment horizon:** Less than 1 year
- **Lock-in period:** Nil
- **Exit load:** Nil
- **Redemptions / Partial withdrawals:** Partial withdrawal shall be allowed only to such extent that portfolio value after recovery of fees, charges and payment of withdrawal amount is not less than the amount stipulated by the Regulations from time to time.
- **Use of derivatives:** Not applicable under this approach.
- **Risks associated with the investment approach:** Please refer to the section on Risk Factors.

(iv) **Investment Approach: Small & Midcap Portfolio**

- **Fund Manager:** Viraj Mahadevia
- **Investment objective:** To generate sustainable returns over medium to long term by making investments which primarily comprise of equity securities.
- **Description of types of securities:** Client monies would primarily be invested in equity shares and equity linked instruments issued by companies which are listed in India, direct plan of mutual funds, exchange traded funds (ETFs), debt, commodities and commodity linked ETFs, and investment trusts. The mutual funds may also have investments in equity shares and equity linked instruments issued by companies which are listed in India as well as outside India. Some part of client monies might be retained as bank balance in bank account.
- **Basis of selection of such types of securities:** This investment approach is based on generating returns by investing in participating instruments of companies where we have confidence in the opportunity in the sector/sub-sector, in the vision and governance of the management, and we expect a 15-25% CAGR growth in the underlying business over the

next 5-7 years. Various quantitative parameters like size of target addressable market, revenue growth, free cash flow generation, return on capital employed etc will be considered to select the actual investments. Under this investment approach, investments are primarily made in equity shares and equity linked instruments issued by companies listed in India. To keep some part of client monies in liquid form, such monies are either invested in units of money market funds or liquid fund or they are retained in the bank account in the form of bank balance.

- **Allocation of portfolio across types of securities:**

Type of security	Allocation in portfolio
Equity and Equity linked instruments	0-100%
Direct Plans of Mutual Funds, Exchange Traded Funds (ETFs), Debt, Commodities and Commodity linked ETFs, and Investment Trusts	0-25%
Money Market Funds, Liquid Funds, Liquid ETFs, and Bank Balance	0-100%

- **Strategy:** Equity
- **Appropriate benchmark to compare performance:** Nifty 50 TRI
- **Basis for choice of benchmark:** NIFTY 50 index includes 50 of the largest and most liquid companies of India and captures about 60-65% of the total market capitalization of all NSE-listed stocks. The index covers all major sectors of the economy. Therefore, it serves as a broad indicator of the Indian equity market's performance. Also, it is widely used as a benchmark for several Mutual Funds and Exchange Traded Funds (ETFs).
- **Minimum investment:** The minimum investment amount will be as stipulated by the regulations from time to time.
- **Indicative tenure or investment horizon:** 3-5 years
- **Lock-in Period:** Nil
- **Exit load:** Exit load on withdrawal of monies/securities shall be agreed upon with each client and specified in more detail in the Agreement.
- **Redemption/Partial withdrawals:** Partial withdrawal shall be allowed only to such extent that portfolio value after recovery of fees, charges and payment of withdrawal amount is not less than the amount stipulated by the Regulations from time to time.
- **Use of derivatives:** The Portfolio Manager might transact in derivatives in case it deems it necessary to protect the value of client's portfolios in periods of market instability. If the client does not want the Portfolio Manager to use derivatives at all in his/her portfolio, then the client can mention Derivatives as negative security in the Agreement and the Portfolio Manager will be barred from using derivatives in the client's portfolio.
- **Risks associated with the investment approach:** Please refer to the section on Risk Factors.

(v) **Investment Approach: Blend Portfolio**

- **Fund Manager:** Manish Gupta & Viraj Mahadevia
- **Investment objective:** To generate sustainable returns over medium to long term by making investments which primarily comprise of equity securities.
- **Description of types of securities:** Client monies would primarily be invested in equity shares and equity linked instruments issued by companies which are listed in India, direct plan of mutual funds, exchange traded funds (ETFs), debt, commodities and commodity linked ETFs, and investment trusts. The mutual funds may also have investments in equity shares and equity linked instruments issued by companies which are listed in India as well as outside India. Some part of client monies might be retained as bank balance in bank account.
- **Basis of selection of such types of securities:** This investment approach will have a blend of ideas from Large & Midcap Portfolio and Small & Midcap Portfolio. Under this investment approach, investments are primarily made in equity shares and equity linked instruments issued by companies listed in India. To keep some part of client monies in liquid form, such monies are either invested in units of money market funds or liquid fund or they are retained in the bank account in the form of bank balance.
- **Allocation of portfolio across types of securities:**

Type of security	Allocation in portfolio
Equity and Equity linked instruments	0-100%
Direct Plans of Mutual Funds, Exchange Traded Funds (ETFs), Debt, Commodities and Commodity linked ETFs, and Investment Trusts	0-25%
Money Market Funds, Liquid Funds, Liquid ETFs, and Bank Balance	0-100%

- **Strategy:** Equity
- **Appropriate benchmark to compare performance:** Nifty 50 TRI
- **Basis for choice of benchmark:** NIFTY 50 index includes 50 of the largest and most liquid companies of India and captures about 60-65% of the total market capitalization of all NSE-listed stocks. The index covers all major sectors of the economy. Therefore, it serves as a broad indicator of the Indian equity market's performance. Also, it is widely used as a benchmark for several Mutual Funds and Exchange Traded Funds (ETFs).
- **Minimum investment:** The minimum investment amount will be as stipulated by the Regulations from time to time.
- **Indicative tenure or investment horizon:** 3-5 years
- **Lock-in Period:** Nil
- **Exit load:** Exit load on withdrawal of monies/securities shall be agreed upon with each client and specified in more detail in the Agreement.

- **Redemption/Partial withdrawals:** Partial withdrawal shall be allowed only to such extent that portfolio value after recovery of fees, charges and payment of withdrawal amount is not less than the amount stipulated by the Regulations from time to time.
- **Use of derivatives:** The Portfolio Manager might transact in derivatives in case it deems it necessary to protect the value of client's portfolios in periods of market instability. If the client does not want the Portfolio Manager to use derivatives at all in his/her portfolio, then the client can mention Derivatives as negative security in the Agreement and the Portfolio Manager will be barred from using derivatives in the client's portfolio.
- **Risks associated with the investment approach:** Please refer to the section on Risk Factors.

**(vi) Investment Approach: Dynamic Asset Allocation Portfolio**

- **Fund Manager:** Manish Gupta
- **Investment objective:** To generate sustainable returns over medium to long term by making investments in multiple asset classes – including equity, debt, investment trusts, commodities etc.
- **Description of types of securities:** Client monies would be invested in direct plan of mutual funds, exchange traded funds (ETFs), debt, commodities and investment trusts. The mutual funds may also have investments in equity shares and equity linked instruments issued by companies which are listed in India as well as outside India. Some part of client monies might be retained as bank balance in bank account.
- **Basis of selection of such types of securities:** This investment approach is based on generating returns by constructing a balanced portfolio that has a mix of growth and income generating investments. The choice of investments from growth-perspective will be such where the Portfolio Manager has expectation of growth of 15-25% CAGR and the choice of investments from income-perspective will be such where the Portfolio Manager expects a yield higher than that of Government Securities with a relatively low credit risk. Some part of client monies may be retained in the bank account in the form of bank balance.
- **Allocation of portfolio across types of securities:**

Type of security	Allocation in portfolio
Direct Plan of Mutual Funds, Exchange Traded Funds (ETFs), Investment Trusts, Debt, Commodities	0-100%
Bank balance	0-100%

- **Strategy:** Multi-Asset
- **Appropriate benchmark to compare performance:** NSE Multi Asset Index 2
- **Basis for choice of benchmark:** Since the investment approach will be investing in multiple asset classes, it is prudent to benchmark the performance to an index that has representation from multiple asset classes. Hence NSE Multi Asset Index 2 has been selected as the benchmark for comparing performance.

- **Minimum investment:** The minimum investment amount will be as stipulated by the Regulations from time to time.
- **Indicative tenure or investment horizon:** 3-5 years
- **Lock-in Period:** Nil
- **Exit load:** Exit load on withdrawal of monies/securities shall be agreed upon with each client and specified in more detail in the Agreement.
- **Redemption/Partial withdrawals:** Partial withdrawal shall be allowed only to such extent that portfolio value after recovery of fees, charges and payment of withdrawal amount is not less than the amount stipulated by the Regulations from time to time.
- **Use of derivatives:** The Portfolio Manager might transact in derivatives in case it deems it necessary to protect the value of client's portfolios in periods of market instability. If the client does not want the Portfolio Manager to use derivatives at all in his/her portfolio, then the client can mention Derivatives as negative security in the Agreement and the Portfolio Manager will be barred from using derivatives in the client's portfolio.
- **Risks associated with the investment approach:** Please refer to the section on Risk Factors.

**(vii) Investment Approach: Non-Discretionary Portfolio Management Service**

- **Fund Manager:** Manish Gupta & Viraj Mahadevia
- **Investment objective:** To generate sustainable returns over medium to long term by making investments which primarily comprise of equity securities.
- **Description of types of securities:** Client monies would primarily be invested in equity shares and equity linked instruments issued by companies which are listed in India, direct plan of mutual funds, exchange traded funds (ETFs), debt, commodities and commodity linked ETFs, and investment trusts. The mutual funds may also have investments in equity shares and equity linked instruments issued by companies which are listed in India as well as outside India. Some part of client monies might be retained as bank balance in bank account.
- **Basis of selection of such types of securities:** This investment approach will have a blend of ideas from Large & Midcap Portfolio and Small & Midcap Portfolio. Under this investment approach, investments are primarily made in equity shares and equity linked instruments issued by companies listed in India. To keep some part of client monies in liquid form, such monies are either invested in units of money market funds or liquid fund or they are retained in the bank account in the form of bank balance.
- **Allocation of portfolio across types of securities:**

Type of security	Allocation in portfolio
Equity and Equity linked instruments	0-100%

Direct Plans of Mutual Funds, Exchange Traded Funds (ETFs), Debt, Commodities and Commodity linked ETFs, and Investment Trusts	0-25%
Money Market Funds, Liquid Funds, Liquid ETFs, and Bank Balance	0-100%

- **Strategy:** Equity
- **Appropriate benchmark to compare performance:** Nifty 50 TRI
- **Basis for choice of benchmark:** NIFTY 50 index includes 50 of the largest and most liquid companies of India and captures about 60-65% of the total market capitalization of all NSE-listed stocks. The index covers all major sectors of the economy. Therefore, it serves as a broad indicator of the Indian equity market's performance. Also, it is widely used as a benchmark for several Mutual Funds and Exchange Traded Funds (ETFs).
- **Minimum investment:** The minimum investment amount will be as stipulated by the Regulations from time to time.
- **Indicative tenure or investment horizon:** 3-5 years
- **Lock-in Period:** Nil
- **Exit load:** Exit load on withdrawal of monies/securities shall be agreed upon with each client and specified in more detail in the Agreement.
- **Redemption/Partial withdrawals:** Partial withdrawal shall be allowed only to such extent that portfolio value after recovery of fees, charges and payment of withdrawal amount is not less than the amount stipulated by the Regulations from time to time.
- **Use of derivatives:** The Portfolio Manager might transact in derivatives in case it deems it necessary to protect the value of client's portfolios in periods of market instability. If the client does not want the Portfolio Manager to use derivatives at all in his/her portfolio, then the client can mention Derivatives as negative security in the Agreement and the Portfolio Manager will be barred from using derivatives in the client's portfolio.
- **Risks associated with the investment approach:** Please refer to the section on Risk Factors.

**Policies for investments in associates/group companies of the portfolio manager and the maximum percentage of such investments therein subject to the applicable laws/regulations/guidelines.**

The Portfolio Manager would currently not be making investments in associates/group companies and would disclose the same in this Document, in case it decides to make investments in future.

## **6. Risk factors**

### **A. General Risks Factors**

- (1) Investment in Securities, whether on the basis of fundamental or technical analysis or otherwise, is subject to market risks which include price fluctuations, impact cost, basis risk etc.
- (2) The Portfolio Manager does not assure that the objectives of any of the Investment Approach will be achieved and investors are not being offered any guaranteed returns. The investments may not be suitable to all the investors.
- (3) Past performance of the Portfolio Manager does not indicate the future performance of the same or any other Investment Approach in future or any other future Investment Approach of the Portfolio Manager.
- (4) The names of the Investment Approach do not in any manner indicate their prospects or returns.
- (5) Appreciation in any of the Investment Approach can be restricted in the event of a high asset allocation to cash, when stock appreciates. The performance of any Investment Approach may also be affected due to any other asset allocation factors.
- (6) When investments are restricted to a particular or few sector(s) under any Investment Approach; there arises a risk called non-diversification or concentration risk. If the sector(s), for any reason, fails to perform, the Portfolio value will be adversely affected.
- (7) Each Portfolio will be exposed to various risks depending on the investment objective, Investment Approach and the asset allocation. The investment objective, Investment Approach and the asset allocation may differ from Client to Client. However, generally, highly concentrated Portfolios with lesser number of stocks will be more volatile than a Portfolio with a larger number of stocks.
- (8) The values of the Portfolio may be affected by changes in the general market conditions and factors and forces affecting the capital markets, in particular, level of interest rates, various market related factors, trading volumes, settlement periods, transfer procedures, currency exchange rates, foreign investments, changes in government policies, taxation, political, economic and other developments, closure of stock exchanges, etc.
- (9) The Portfolio Manager shall act in fiduciary capacity in relation to the Client's Funds and shall endeavour to mitigate any potential conflict of interest that could arise while dealing in a manner which is not detrimental to the Client.

### **B. Risk associated with equity and equity related instruments**

- (10) Equity and equity related instruments by nature are volatile and prone to price fluctuations on a daily basis due to macro and micro economic factors. The value of equity and equity related instruments may fluctuate due to factors affecting the securities markets such as volume and volatility in the capital markets, interest rates, currency exchange rates, changes in law/policies of the government, taxation laws, political, economic or other developments, which may have an adverse impact on individual Securities, a specific sector or all sectors. Consequently, the value of the Client's Portfolio may be adversely affected.
- (11) Equity and equity related instruments listed on the stock exchange carry lower liquidity risk,

however the Portfolio Manager's ability to sell these investments is limited by the overall trading volume on the stock exchanges. In certain cases, settlement periods may be extended significantly by unforeseen circumstances. The inability of the Portfolio Manager to make intended Securities purchases due to settlement problems could cause the Client to miss certain investment opportunities. Similarly, the inability to sell Securities held in the Portfolio may result, at times, in potential losses to the Portfolio, should there be a subsequent decline in the value of Securities held in the Client's Portfolio.

- (12) Risk may also arise due to an inherent nature/risk in the stock markets such as, volatility, market scams, circular trading, price rigging, liquidity changes, de-listing of Securities or market closure, relatively small number of scrip's accounting for a large proportion of trading volume among others.

**C. Risk associated with debt and money market securities**

(13) Interest Rate Risk

Fixed income and money market Securities run interest-rate risk. Generally, when interest rates rise, prices of existing fixed income Securities fall and when interest rate falls, the prices increase. In case of floating rate Securities, an additional risk could arise because of the changes in the spreads of floating rate Securities. With the increase in the spread of floating rate Securities, the price can fall and with decrease in spread of floating rate Securities, the prices can rise.

(14) Liquidity or Marketability Risk

The ability of the Portfolio Manager to execute sale/purchase order is dependent on the liquidity or marketability. The primary measure of liquidity risk is the spread between the bid price and the offer price quoted by a dealer. The Securities that are listed on the stock exchange carry lower liquidity risk, but the ability to sell these Securities is limited by the overall trading volumes. Further, different segments of Indian financial markets have different settlement cycles and may be extended significantly by unforeseen circumstances.

(15) Credit Risk

Credit risk or default risk refers to the risk that an issuer of a fixed income security may default (i.e., will be unable to make timely principal and interest payments on the security). Because of this risk corporate debentures are sold at a higher yield above those offered on government Securities which are sovereign obligations and free of credit risk. Normally, the value of a fixed income security will fluctuate depending upon the changes in the perceived level of credit risk as well as any actual event of default. The greater the credit risk, the greater the yield required for someone to be compensated for the increased risk.

(16) Reinvestment Risk

This refers to the interest rate risk at which the intermediate cash flows received from the Securities in the Portfolio including maturity proceeds are reinvested. Investments in fixed income Securities may carry re-investment risk as interest rates prevailing on the interest or maturity due dates may differ from the original coupon of the debt security. Consequently, the proceeds may get invested at a lower rate.

**D. Risk associated with derivatives instruments**

- (17) The use of derivative requires an understanding not only of the underlying instrument but of the derivative itself. 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 Portfolio Manager to identify such opportunities. Identification and execution of the strategies to be pursued by the Portfolio Manager involve uncertainty and decision of Portfolio Manager may not always be profitable. No assurance can be given that the Portfolio Manager will be able to identify or execute such strategies.
- (18) Derivative products are specialized instruments that require investment techniques and risk analysis different from those associated with stocks and bonds. Derivatives require the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that a derivative adds to the portfolio and the ability to forecast price of interest rate movements correctly. 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. Other risks include settlement risk, risk of mispricing or improper valuation and the inability of the derivative to correlate perfectly with underlying assets, rates and indices, illiquidity risk whereby the Portfolio Manager may not be able to sell or purchase derivative quickly enough at a fair price.

**E. Risk associated with investments in mutual fund schemes**

- (19) Mutual funds and securities investments are subject to market risks and there is no assurance or guarantee that the objectives of the schemes will be achieved. The various factors which impact the value of the scheme's investments include, but are not limited to, fluctuations in markets, interest rates, prevailing political and economic environment, changes in government policy, tax laws in various countries, liquidity of the underlying instruments, settlement periods, trading volumes, etc.
- (20) As with any securities investment, the NAV of the units issued under the schemes can go up or down, depending on the factors and forces affecting the capital markets.
- (21) Past performance of the sponsors, asset management company (AMC)/fund does not indicate the future performance of the schemes of the fund.
- (22) The Portfolio Manager shall not be responsible for liquidity of the scheme's investments which at times, be restricted by trading volumes and settlement periods. The time taken by the scheme for redemption of units may be significant in the event of an inordinately large number of redemption requests or of a restructuring of the schemes.
- (23) The Portfolio Manager shall not responsible, if the AMC/ fund does not comply with the provisions of SEBI (Mutual Funds) Regulations, 1996 or any other circular or acts as amended from time to time. The Portfolio Manager shall also not be liable for any changes in the offer document(s)/scheme information document(s) of the scheme(s), which may vary substantially depending on the market risks, general economic and political conditions in India and other countries globally, the monetary and interest policies, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, the performance of the financial markets in India and globally.
- (24) The Portfolio Manager shall not be liable for any default, negligence, lapse error or fraud on the part of the AMC/the fund.
- (25) While it would be the endeavor of the Portfolio Manager to invest in the schemes in a manner,

which will seek to maximize returns, the performance of the underlying schemes may vary which may lead to the returns of this portfolio being adversely impacted.

- (26) The scheme specific risk factors of each of the underlying schemes become applicable where the Portfolio Manager invests in any underlying scheme. Investors who intend to invest in this portfolio are required to and are deemed to have read and understood the risk factors of the underlying schemes.

**F. Risk arising out of Non-diversification**

- (27) The investment according to investment objective of a Portfolio may result in concentration of investments in a specific security / sector/ issuer, which may expose the Portfolio to risk arising out of non-diversification. Further, the portfolio with investment objective to invest in a specific sector / industry would be exposed to risk associated with such sector / industry and its performance will be dependent on performance of such sector / industry. Similarly, the portfolios with investment objective to have larger exposure to certain market capitalization buckets, would be exposed to risk associated with underperformance of those relevant market capitalization buckets. Moreover, from the style orientation perspective, concentrated exposure to value or growth stocks based on the requirement of the mandate/strategy may also result in risk associated with this factor.

**G. Risk arising out of investment in Associate and Related Party transactions**

- (28) All transactions of purchase and sale of securities by portfolio manager and its employees who are directly involved in investment operations shall be disclosed if found having conflict of interest with the transactions in any of the client's portfolio.
- (29) The Portfolio Manager may utilize the services of its group companies or associates for managing the portfolios of the client. In such scenarios, the Portfolio Manager shall endeavor to mitigate any potential conflict of interest that could arise while dealing with such group companies/associates by ensuring that such dealings are at arm's length basis.
- (30) The Portfolios may invest in its Associates/ Related Parties relating to portfolio management services and thus conflict of interest may arise while investing in securities of the Associates/Related Parties of the Portfolio Manager. Portfolio Manager shall ensure that such transactions shall be purely on arms' length basis and to the extent and limits permitted under the Regulations. Accordingly, all market risk and investment risk as applicable to securities may also be applicable while investing in securities of the Associates/Related Parties of the Portfolio Manager.

## 7. Nature of expenses

- (i) Investment management and advisory fees.
  - **Fixed Fee:** The Fixed Fee relates to the portfolio management services offered to the Clients. The fee may be a fixed charge or a percentage of the quantum of the funds being managed as agreed in the Agreement. It will range from 0 bps to 250 bps per annum.
  - **Performance Fee:** The Performance Fee relates to the share of profits charged by the Portfolio Manager, subject to hurdle rate and high-water mark principle. It will range from 0% to 25% per annum.
- (ii) **Account Opening Expenses:** Transaction expenses incurred at the time of execution of the agreement and related documents for account opening. e.g. documentation charges, statutory levies, stamp paper etc. It will be a one-time charge in the range from INR 2000-5000 per account.
- (iii) **Operating Expenses:** Charges related to custodial fees, fund accounting fees, depository charges and any other charge related to opening and operation of demat accounts e.g. dematerialization, rematerialisation charges etc. It will range from 0.05%-0.10% per annum.
- (iv) **Audit expenses:** Charges related to audit, verification fees and valuation charges. It will range from INR 2000-5000 per account per annum.
- (v) **Brokerage and transaction charges:** Brokerage charges and transaction charges like securities transaction tax (STT), stamp duty, turnover fees and such other levies as may be imposed from time to time. Brokerage charges will be in the range of 5-20 bps. These charges will be applicable at actuals.
- (vi) Legal and statutory expenses including litigation expenses, if any, in relation to the portfolio. These charges may be applicable at actuals.
- (vii) All other costs, expenses, charges, levies, duties, administrative, statutory, revenue levies and other incidental costs, fees, expenses not specifically covered above, whether agreed upon in the Agreement or not, arising out of or in the course of managing or operating the Portfolio. These charges may be applicable at actuals.
- (viii) Operating expenses excluding brokerage, over and above the fees charged for Portfolio Management Service, shall not exceed 0.50% per annum of the client's average daily Assets under Management (AUM).
- (ix) Exit Load: The Portfolio Manager shall charge exit load to the Client as per the prevailing regulations and will be specified in the PMS Agreement.
- (x) **Goods and Services Tax (GST):** As applicable from time to time, charged over and above all fees and charges billed to the client.

## 8. Taxation

1. The information furnished below outlines briefly the tax regulations which may be relevant to the Investors and is based on relevant provisions of the Income-tax Act, 2025 ("IT Act") as amended by the Finance Act 2026.
2. The summary below provides general information on Indian Income-tax implications but is neither intended to be a complete discussion of all tax implications, nor does it purport to be a complete description of all potential tax costs, tax incidence and risks inherent on the acquisition, ownership and sale of Indian securities.
3. In addition, the comments herein are not binding on the Indian tax authorities and there can be no assurance that the authorities will not take a position contrary to any of the comments herein. It is emphasized that neither the Portfolio Manager nor any other person involved in the preparation of this document accepts responsibility for any tax effects or liabilities resulting from the purchase, ownership or disposition of the Indian securities. Prospective investors should consult their own tax advisors concerning their individual tax consequences of their particular situations.
4. We do not make any representation regarding any legal interpretations. Since the information below is based on relevant provisions as of April 2026, any subsequent changes in the said provisions could affect the tax benefits.
5. General Taxation: The basis of charge of Indian income-tax depends upon the residential status of the taxpayer during a tax year, as well as the nature of the income earned. The Indian tax year runs from April 1 until March 31. A person who is an Indian tax resident is liable to taxation in India on his worldwide income, subject to certain tax exemptions, which are accorded under the provisions of the IT Act. A person who is treated as non-resident for Indian income-tax purposes is generally subject to tax in India only on such person's India sourced income.
6. Section 159 (4) [erstwhile Section 90(2)] of the IT Act provides that where the Government of India has entered into an agreement with the Government of any country outside India or specified territory outside India (where the taxpayer is a resident) for granting relief of tax or avoidance of double taxation ("Tax Treaty" or "DTAA"), the taxpayer may opt to be taxed as per provisions of the IT Act or the tax treaty/DTAA, whichever is more beneficial
7. This chapter does not discuss the tax implications applicable to the non-resident Investors under a beneficial DTAA [Section 159 (4) of the IT Act], which would need to be analysed separately based on the specific facts.
8. India has signed the Multilateral Instrument ("MLI") to implement Tax Treaty related measures to prevent "Base Erosion and Profit Shifting" ("BEPS") with Organisation for Economic Co-operation and Development ("OECD"). The MLI modifies the application of bilateral Tax Treaties (where adopted by both the contracting countries- referred to as Covered Tax Treaties) without replacing them, and operates alongside them to strengthen anti-abuse provisions, improve dispute resolution, and implement minimum standards. All the Covered Tax Treaties which India has entered into are required to incorporate the Principal Purpose Test (PPT), which denies Tax Treaty benefits if obtaining such benefit was one of the principal purposes of an arrangement, unless granting the benefit is consistent with the object and purpose of the Tax Treaty.
9. This chapter does not discuss the impact of MLI on the claim of beneficial tax treatment under

DTAA by a non-resident Investor. The same would need to be analysed separately based on the specific facts, where applicable. Further, the tax rates mentioned herein are exclusive of applicable surcharge and cess, unless specified otherwise.

Taxation of individual income component: Tax implications of the following income received by certain categories of clients from investments in securities as per IT Act are discussed as follows:

- Dividend Income: Dividend distributed by portfolio companies shall be subject to tax in the hands of the shareholders. Similarly, dividend distributed by Mutual Funds (“MFs”) covered under Section 11 read with Schedule VII (Sr. No. 20 & 21) [erstwhile section 10(23D)] of the IT Act is taxable in the hands of the unitholders at applicable rates. Further, dividend distributing company / Mutual Fund is required to withhold tax from dividend income as under:
- For Resident shareholder: 10% (no surcharge and cess applicable) as provided under section 393 (1) Sr.No. 7/ Sr.No. 4(i) [erstwhile section 194 / 194K] of IT Act;
- For Non-resident shareholder: 20% (plus applicable surcharge and cess) under section 115A of the IT Act subject to any beneficial rate available under the applicable tax Treaty
- TDS at the rate of 10% on the income paid by a specified company / MFs to its resident shareholders / resident unitholders if the amount of such income exceeds ten thousand rupees in a financial year. However, no tax shall be required to be deducted by the Mutual Fund on income which is in the nature of capital gains.
- Deduction under section 57: No deduction is allowed with respect to any expense incurred in relation to the dividend income. The expense allowance is restricted to 20% of the dividend income without deduction under section 57. The expense allowance is not a standard deduction per se and the shareholder / unitholder would need to establish and demonstrate that interest expense was actually incurred for the purpose of earning the dividend income. Further, it may be noted that interest expenditure is not likely to be allowable in the year when no dividend income is received by the shareholder / unitholder. Hence, in case of Nil dividend income, the expenditure may not be allowable.
- Roll over benefit: Section 148 [erstwhile section 80M] of the IT Act provides for benefit of roll-over of deduction for the dividend received by a domestic company from another domestic / overseas company or a business trust (Real Estate Investment Trust / Infrastructure Investment Trust). Accordingly, where a corporate domestic Investor is receiving dividend from a domestic / overseas company or a business trust, such Investor shall be eligible for deduction in respect of such dividend as is distributed to its shareholders (‘roll-over benefit under Section 148). This is done to avoid cascading effect of taxation on the same dividend income.
- Gains from sale of securities – Characterization of income: Gains arising from the sale of securities in India (shares, derivatives etc.) may be taxed as Capital Gains (“CG”) or Business Income (“BI”) under the provisions of the IT Act, depending on the facts and circumstances of the case.
- Characterization of income arising from the sale of Indian securities has been the subject of legal debate. The CBDT issued Circular No 4/2007 dated 15 June 2007 outlining certain judicial principles pronounced by various courts on the determination of whether shares are

held as stock-in-trade or held as investments. The Circular states that no single principle is determinative and that the specific facts and circumstances of each case are required to be considered in order to make a determination of whether the shares held would be regarded as stock-in-trade or investment.

- The nature of income from the disposal of securities will be classified as CG or BI depending on whether the investments are held as assets, investments with the object of capital appreciation or stock in trade for the purpose of trade / adventure.
- The following conditions are to be generally considered for determining the nature of such income:
  - a) The motive of the entity is to earn profits through dividends, or from capital appreciations
  - b) The substantial nature of transactions, the manner of maintaining books of accounts, the magnitude of purchases and sales and the ratio between purchases and sales
  - c) Intent of the assessee as is evidenced by the documents / records
  - d) Whether the charter documents authorize any such activity
  - e) Volume, frequency, continuity and regularity of transactions of purchase and sale
- While the above discussion is predominantly in the context of transactions related to shares, on principles it could equally apply even to derivatives. Therefore in the context of derivative transactions, given the short duration and nature of the transactions it is likely that the transaction would be considered as giving rise to BI rather than income from CG.
- Furthermore, the CBDT has provided further guidance on the matter vide circular No.6/2016 dated 29 February 2016 as follows:
  - a) Where the taxpayer opts to treat listed shares and securities as stock in trade, the income arising from transfer of such shares / securities would be treated as its BI.
  - b) If the taxpayer desires to treat income arising from the transfer of listed shares and securities held for more than 12 months as CG, the same shall not be disputed by the tax officer. However, such a stand adopted by the assessee will remain applicable in subsequent assessment years also and cannot be altered.
  - c) In all other cases the nature of the transaction shall continue to be decided basis the facts of each particular case
- The above referred circular applied to listed shares and securities. Therefore in order to bring parity in taxability of income/loss arising from transfer of unlisted shares the CBDT issued instruction / circular dated 2 May 2016 determining the tax-treatment of income arising from transfer of unlisted shares for which no formal market exists for trading.
- CBDT vide this circular clarifies that income arising from transfer of unlisted shares would be considered under the head CG, irrespective of period of holding with a view to avoid disputes/litigation and to maintain a uniform approach.
- However, CBDT carves out three exceptions wherein this clarification shall not apply,

namely:

- a) genuineness of transactions in unlisted shares itself is questionable
- b) transfer of unlisted shares is related to an issue pertaining to lifting of corporate veil and
- c) transfer of unlisted shares is made along with the control and management of underlying business

Thus, it is important to clearly understand the intent of issue of the aforesaid circulars by CBDT from time-to-time and to interpret in a rational manner where gain arising from the sale of securities should be classified under the head CG or BI.

- Capital Gains: As per Section 67 [erstwhile section 45] of the IT Act, any profits or gains arising from the transfer of capital assets are chargeable to income-tax under the head 'capital gains'. Section 72 [erstwhile section 48] of the IT Act provides that income chargeable as CG is the difference between the full value of the consideration received or accrued on the transfer and the cost of acquisition of such asset plus expenditure in relation to such transfer.
- The sale of securities would be taxed as under in the case of resident investors.

Type of gain	Period of Holding	Tax rate
Short-term	12 months or less <sup>1</sup> for listed shares and 24 months or less for unlisted shares	in case of equity shares or units of an equity-oriented fund listed on any recognised stock exchange in India and the sale is chargeable to STT. Ordinary rate of tax applicable to the respective investors i.e. at the rate ranging from 22% to 30% for corporate investors, 30% for partnership and limited liability partnerships and at the applicable slab rates, maximum being 30%, for individual investors in case of shares that are not listed on any recognised stock exchange in India and in case of listed shares being sold/ transferred in a transaction not chargeable to STT.
Long-term	More than 12 months for listed shares and more than 24 months for unlisted shares	12.5% for all long term capital gains. Further, LTCG shall be chargeable only on the capital gain exceeding Rs 1,25,000 (Indian Rupees One Lakh and Twenty Five only) in case equity shares are listed on any recognised stock exchange in India and the purchase and sale transaction of such equity shares is chargeable to STT <sup>2</sup> .

<sup>1</sup> Period of holding of 12 months considered only in case of shares or securities of an Indian company listed on a recognized stock exchange in India or Units of UTI or Units of an Equity Oriented Mutual Fund or Zero-Coupon Bonds. In respect of unlisted shares and other securities, period of holding is considered as 24 months.

<sup>2</sup> Subject to certain specified exceptions on payment on STT at the time of purchase.

Type of gain	Period of Holding	Tax rate
		On transfer of listed shares which is not subject to STT: Lower of 10% (without cost indexation) and 20% (with cost indexation) for transfer prior to 23 July 2024 / 12.5% for transfer on or after 23 July 2024. 20% (after considering indexation) for equity shares which are not listed on any recognised stock exchange in India for transfer prior to 23 July 2024 / 12.5% (without indexation) for transfer on or after 23 July 2024.

- Gains on sale of securities would be taxed as under in the case of non-resident investors

Type of gain	Period of Holding	Tax rate
Short-term	12 months or less for listed shares and 24 months or less for unlisted shares	15% for transfer prior to 23 July 2024 and 20% for transfer on or after 23 July 2024, in case of equity shares or units of an equity-oriented fund listed on any recognized stock exchange in India and the sale is chargeable to STT. Ordinary rate of tax applicable to the respective investors i.e. at the rate of 35% for corporate investors, 30% for partnerships, 30% for foreign portfolio investors and at the applicable slab rates, maximum being 30% for other non-corporate investors in case of shares that are not listed on any recognized stock exchange in India and in case of listed shares being sold/ transferred in a transaction not chargeable to STT.
1	More than 12 months for listed shares and more than 24 months for unlisted shares	12.5% for all long-term capital gains. Further, LTCG shall be chargeable only on the capital gain exceeding INR 1,25,000 (Indian Rupees One Lakh and Twenty Five Thousand only) in case equity shares are listed on any recognised stock exchange in India and the purchase and sale transaction of such equity shares is chargeable to STT <sup>3</sup>

- Further, in accordance with the Finance Act, 2026, proceeds arising from the buyback of shares by an Indian company, on or after 1 April 2026, shall be treated as capital gains and is taxable in the hands of the shareholder in accordance with the applicable capital gains provisions. Generally, gains arising on the buyback are taxed as per the applicable short-term or long-term capital gains rates, depending on the period of holding.
- However, Section 69 of the ITA stipulates that capital gains arising to a promoter (as defined) from buyback of shares shall be subject to an additional tax, over and above the

<sup>3 3</sup> Subject to certain specified exceptions on payment on STT at the time of purchase.

normal capital gains tax applicable to such income. In the case of a company whose shares are listed on a recognised stock exchange in India, ‘promoter’ shall have the same meaning as assigned to it in regulation 2(k) of the Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018 made under the Securities and Exchange Board of India Act, 1992; in any other case, “promoter” means (a) “promoter” as defined in section 2(69) of the Companies Act, 2013 and (b) a person who holds, directly or indirectly, more than 10% of the shareholding in the company

- Accordingly, the tax rates on buy back will be as follows

Transaction	Long-term capital gains	Short-term capital gains
Buy back of shares from non-promoters	12.5%	Listed shares: 20%; Unlisted shares: Taxed at the rate applicable for ordinary income (with the maximum base tax rate being 30% for Indian residents, foreign portfolio investors, non-corporate non-residents and 35% for foreign companies)
Buy back of shares from promoters	22% (for company) / 30% (others)	Listed shares: 30% Unlisted shares: Taxed at the rate applicable for ordinary income (with the maximum base tax rate being 30% Indian residents, foreign portfolio investors, non-corporate non-residents and 35% for foreign companies)

- **Business Income:** As discussed above, the gains on sale of derivative contracts in the futures segment should generally be characterized as BI and the same would be taxable at the ordinary rate of tax applicable to the respective investors i.e. at the rate ranging from 22% to 30% for resident corporate investors, 35% for non-resident corporate investors, 30% for partnership and limited liability partnerships non-resident non-corporate and at the applicable slab rates, maximum being 30% for individual investors.

However, where the derivative contracts are entered into by a person, are settled otherwise than by delivery of transfer of the shares, it may be classified as speculative income, which is a special class of BI (this class of BI cannot set off losses from non-speculative income streams and loss can be carried forward only for four years).

However, where the derivative contracts are entered into electronically through a broker / sub broker on a Stock Exchange, where the broker provides a time stamped contract note, with the PAN of the client thereon, then the income will not be considered as speculative income

- Where the Portfolio Manager adopts certain strategies (say ‘Long Short’) which involves simultaneous purchase/sale of securities and derivative products, it might be possible that the tax authorities could construe the same as “trading income” and tax it as Business income (i.e., at higher tax rates). **Interest Income:** Classification of interest income is a matter of dispute with contradicting judicial precedents. Whether interest income would be assessable as business income or income from other sources would depend upon the nexus it has with the assessee’s business. Interest income is taxable at the ordinary rate of tax applicable to the respective investors i.e., at the rate ranging from 22% to 30% for Indian resident corporate investors, 30% for partnerships / non-resident non-corporate entities, 20% for foreign portfolio investors, 35% for foreign companies and at the applicable slab rates for individual investors.

In case where the listed debt securities (including zero coupon bonds) are transferred, any gains derived from such transfer shall be taxed as short-term capital gains [where the period of holding is 12 months or less] at the rate ranging from 22% to 30% for Indian resident corporate investors, 30% for partnerships / non-resident non-corporate entities / foreign portfolio investors, 35% for foreign companies and applicable slab rates for individual investors (maximum being 30% and at the rate 12.5% as long-term capital gains (where the period of holding is more than 12 months). Further, any income arising from transfer or maturity or redemption of Market Linked Debentures , units of Specified Mutual Fund , unlisted bonds and unlisted debentures shall be deemed as short term capital gain, irrespective of the period of holding and hence, taxed at the rate ranging from 22% to 30% for Indian resident corporate investors, 30% for partnerships / non-resident non-corporate entities / foreign portfolio investors, 35% for foreign companies and at the applicable slab rates for individual investors (maximum being 30%).

- Income-tax provisions applicable to Non-residents in respect of receipt of income from fixed Income products are summarized below:
  - a) In terms of Section 207 [erstwhile Section 115A] of the IT Act, interest on monies borrowed in foreign currency (other than interest referred to in subsequent paragraphs) is taxable at 20% (subject to any tax treaty).

- b) In terms of 208 [erstwhile Section 115AB] of the IT Act, income of an assessee, being an overseas financial organization (Offshore Fund) by way of income received in respect of units purchased in foreign currency is taxed at 10% or income by way of long term capital gains arising on transfer of units purchased in foreign currency, 12.5% subject to Tax Treaty benefit, if any. The payor is required to withhold the applicable taxes. No deduction shall be allowed against this income u.s 28 to s. 58 or s. 60 and 61 or section 93(1)(a) or (e) or under Chapter VIII; [erstwhile section 28 to 44C, 57(i) or 57(iii) or Chapter VI-A].
- c) In terms of 209 [erstwhile Section 115AC] of the IT Act, income of non-resident by way of interest on bonds of an Indian Company issued in accordance with the notified scheme i.e. 'Issue of Foreign Currency Exchangeable Bonds Scheme, 2008'/'Issue of Foreign Currency Convertible Bonds and Ordinary Shares (Through Depository Receipt Mechanism) Scheme, 1993/ Depository Receipts Scheme 2014' or on bonds of public sector company sold by the government and purchased by the investor in foreign currency or income by way of dividends on GDR will be taxed at the rate of 10%; or income by way of long term capital gains arising on transfer of above bonds or GDR's, 12.5% subject to tax treaty benefit, if any. The payor is required to withhold the applicable taxes.
- d) In terms of Section 210 [erstwhile section 115AD] of the IT Act, income of a Foreign Institutional Investor received in respect of securities (other than units referred in [208-erstwhile section Section 115AB) as defined under the Securities Contracts (Regulations) Act, 1956 is taxed at 20% and income by way of long term capital gains arising on transfer of securities shall be taxed at the rate of 12.5% and maximum 30% in case of short term, subject to Tax Treaty benefit, if any. The payor is required to withhold the applicable taxes.
- e) Any interest (other than above) on loan received in India currency is taxable at 35% (subject to Tax Treaty benefit, if any).

### Rate of surcharge

10. The above rates of income-tax in this document shall be increased by the following surcharge on income-tax and health and education cess on income-tax and surcharge.

As per the Finance Act, 2024 with effect from 1 April 2024	Surcharge on income-tax	Health and Education Cess on income-tax and surcharge
Rate of surcharge on Indian companies with income exceeding INR 10 million but less than INR 100 million	7%	4%
Rate of surcharge on Indian companies with income exceeding INR 100 million	12%	4%
Resident companies opting for taxation under section 200 and section 201	10%	4%

<b>As per the Finance Act, 2024 with effect from 1 April 2024</b>	<b>Surcharge on income-tax</b>	<b>Health and Education Cess on income-tax and surcharge</b>
[erstwhile section 115BAA and section 115BAB]		
Rate of surcharge on Foreign companies with income exceeding INR 10 million but less than INR 100 million	2%	4%
Rate of surcharge on Foreign companies with income exceeding INR 100 million	5%	4%
Rate of surcharge on Partnership firm / LLP with income exceeding INR 10 million	12%	4%
Individuals / HUF / AOP / BOI: where the total income exceeds INR 5 Million / 10 Million / 20 Million / 50 Million (Please refer to the note below)	10% / 15% / 25% / 37%	4%
Surcharge for additional tax on capital gain arising to Promoters on buy back of shares	12%	4%

*Note: The surcharge is capped to 25% for taxpayers having opted for tax regime under Section 202 [erstwhile 115BAC] of the IT Act. Further, the enhanced rates of surcharge (essentially the 25% and 37% rate of surcharge applicable for income greater than INR 20 million and INR 50 million respectively), shall not apply for dividend income, long term capital gain referred to in section 197 [erstwhile section 112] of the IT Act and capital gain arising to FII on transfer of any securities and in case of capital gains arising on an on-market transfer of the following securities (where applicable securities transaction tax has been paid) as referred to in section 196 and 198 [erstwhile section 111A and 112A] of the IT Act:*

- *Equity shares*
- *Units of an equity-oriented fund*
- *Units of a Real Estate Investment Trust (REIT) or Infrastructure Investment Trust (InvIT)*

#### **Tax Deducted at Source (TDS) under section 194Q**

11. With effect from 1 July 2021, a buyer while making payment to resident seller on purchase of goods having value exceeding fifty lakh rupees during the financial year is required to withhold tax at the rate of 0.1% under Section 393(1) – Serial No. 8(ii) [erstwhile Section 194Q] of the ITA.

‘Buyer’ for the purpose of this section is defined as a person whose total sales, gross receipts or turnover from the business carried on exceeds INR 100 million during immediately preceding financial year in which the purchase of goods is carried out.

‘Goods’ for the purpose of this section could include shares and securities. There are currently alternative interpretations of the applicability to transactions in securities including qualifying criteria for a “Buyer”.

CBDT has also issued a clarificatory circular no. 13 / 2021 dated 30 June 2021 to address various issues in relation to the applicability of Section 194Q. As per the said circular, no TDS u/s 194Q shall apply in case of transactions in securities and commodities which are traded through recognized stock exchanges or cleared and settled by the recognized clearing corporation including recognized stock exchanges or recognized clearing corporations located in IFSC.

Accordingly, where transactions in securities and commodities are traded through recognized stock exchanges, the provisions of section 194Q shall not apply in the hands of buyer.

Further, TDS under Section 194Q shall not be applicable where the buyer is a non-resident and the purchase of goods is not effectively connected to its permanent establishment in India (if any).

### **Withholding of tax at higher rate**

12. As per Section 397(2)(b) [erstwhile 206AA] of the IT Act<sup>4</sup>, where a recipient of income (which is subject to withholding tax) does not furnish its Permanent Account Number (“PAN”), then tax is required to be deducted by the payer at the higher of the following i.e., (i) rates specified in the relevant provisions of the IT Act; (ii) rates in force; or (iii) at 20% (twenty per cent) / 5% (five per cent) in case of withholding of tax under Section 393(1) – Serial No. 8(ii) [erstwhile 194Q]. In case of non-residents not having a PAN, this provision requiring tax deduction at a higher rate shall not apply if they furnish certain prescribed information / documents (including their tax residency certificate).

Accordingly, in case of recipient who do not have a PAN, tax shall be withheld at a minimum rate of 20% (twenty per cent) / 5% (five per cent) for TDS under Section 393(1) – Serial No. 8(ii) [erstwhile 194Q], except in case of non-resident investors who furnishes certain prescribed information / documents (including their tax residency certificate) are provided by such Investors being non-residents.

### **Deemed income on investment in shares / securities**

13. In terms of Section 92(2)(m) [erstwhile 56(2)(x)] of the IT Act, if shares / securities are received for less than the fair market value of the shares / securities (computed as per prescribed rules), the difference between the price paid and fair value thereof shall be deemed as ordinary income of the recipient.

Separately, as per the provisions of Section 79 of the ITA [erstwhile section 50CA] if shares other than “quoted shares” are transferred for less than the fair value of the shares (computed as per prescribed rules), the fair value of such unquoted shares shall be deemed to be the sale consideration for the seller, for computing its capital gains for Indian tax purposes. “Quoted share” is defined as “the share quoted on any recognised stock exchange with regularity from time to time, where the quotation of such share is based on current transaction made in the ordinary course of business.”

### **Bonus Stripping**

14. According to Section 175(9) [erstwhile section 94(8)], in case of units purchased within a period

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<sup>4</sup> Not applicable in case of interest on long term bonds referred to under Section 194LC of the IT Act.

of 3 months prior to the record date (for entitlement of bonus units) and sold/transferred/redeemed within 9 months after such date, the loss arising on transfer of original units shall be ignored for the purpose of computing the income chargeable to tax. The loss so ignored shall be deemed as cost of acquisition of such bonus units.

### **General Anti-Avoidance Rules (GAAR)**

15. The Finance Act, 2012 had introduced General Anti-Avoidance Rules (GAAR) into Act, which, subsequent to the amendments introduced by the Finance Act, 2015, has come into effect from April 1, 2017.

As per the provisions of IT Act, Indian tax authorities have been granted wide powers to tax 'impermissible avoidance arrangements' including the power to disregard entities in a structure, reallocate income and expenditure between parties to the arrangement, alter the tax residence of such entities and the legal situs of assets involved, treat debt as equity and vice versa. The GAAR provisions are potentially applicable to any transaction or any part thereof.

The term 'impermissible avoidance arrangement' has been defined to mean an arrangement where the main purpose is to obtain a tax benefit, and it:

- Creates rights, or obligations, which are not ordinarily created between persons dealing at arm's length;
- Results, directly or indirectly, in the misuse, or abuse, of the provisions of the IT Act;
- Lacks commercial substance or is deemed to lack commercial substance; or
- Is entered into, or carried out, by means, or in a manner, which are not ordinarily employed for bona fide purposes

Further, an arrangement shall be presumed, unless it is proved to the contrary by the taxpayer, to have been entered into, or carried out, for the main purpose of obtaining a tax benefit, if the main purpose of a step in, or a part of, the arrangement is to obtain a tax benefit, notwithstanding the fact that the main purpose of the whole arrangement is not to obtain a tax benefit.

In case the GAAR is applied to any transaction pertaining to the investor, it could have an adverse impact on the returns to the Investors.

It is provided that GAAR shall not apply, inter alia, to arrangements where the aggregate tax benefit in a relevant year, to all the parties involved, does not exceed INR 3,00,00,000 (Indian Rupees Thirty million).

### **Other applicable taxes**

Wealth tax has been abolished by the Finance Act, 2015.

**Securities Transaction Tax ("STT")** - As discussed above the concessional rate for short term capital gains and long term capital gains would be applicable only if the sale / transfer of the equity shares takes place on a recognized stock exchange in India. All transactions entered on a recognised stock exchange in India will be subject to STT levied on the transaction value at the applicable rates.

The rates of STT are as follows: -

<b>Taxable Securities Transaction</b>	<b>STT Rate</b>	<b>Payable By</b>	<b>Taxable Securities Transaction</b>
Purchase / sale of an equity share in a company where the transaction is entered into in a recognized stock exchange and the contract is settled by actual delivery or transfer of shares	0.1%	Purchaser as well as Seller	Purchase / sale of an equity share in a company where the transaction is entered into in a recognized stock exchange and the contract is settled by actual delivery or transfer of shares
Sale of a unit of an equity-oriented fund where the transaction is entered into in a recognized stock exchange and the contract is settled by actual delivery or transfer of units	0.001%	Seller	Sale of a unit of an equity-oriented fund where the transaction is entered into in a recognized stock exchange and the contract is settled by actual delivery or transfer of units
Sale of equity share on a recognized stock exchange where the transaction is settled otherwise than by actual delivery or transfer	0.025%	Seller	Sale of equity share on a recognized stock exchange where the transaction is settled otherwise than by actual delivery or transfer
Sale of unlisted equity shares under an offer for sale	0.2%	Seller	Sale of unlisted equity shares under an offer for sale
Sale of an option in securities	0.1% (increased to 0.15% of option premium under the Finance Act 2026)	Seller	Sale of an option in securities
Sale of an option in securities where the option is exercised	0.125% (increased to 0.15% of intrinsic price under the Finance Act 2026)	Purchaser	Sale of an option in securities where the option is exercised
Sale of futures in securities	0.02% (increased to 0.05% under the Finance Act 2026)	Seller	Sale of futures in securities
Sale of equity-oriented fund to a mutual fund	0.001%	Seller	Sale of equity-oriented fund to a mutual fund
<b>TAXABLE SECURITIES TRANSACTION</b>	<b>STT RATE</b>	<b>PAYABLE BY</b>	<b>TAXABLE SECURITIES TRANSACTION</b>

<b>Taxable Securities Transaction</b>	<b>STT Rate</b>	<b>Payable By</b>	<b>Taxable Securities Transaction</b>
Purchase / sale of an equity share in a company where the transaction is entered into in a recognized stock exchange and the contract is settled by actual delivery or transfer of shares	0.1%	Purchaser as well as Seller	Purchase / sale of an equity share in a company where the transaction is entered into in a recognized stock exchange and the contract is settled by actual delivery or transfer of shares

Applicable stamp duty under various scenarios are tabulated below:

<b>Particulars</b>	<b>Rate</b>	<b>Leviable on</b>
<b>1. Issue of securities</b>		
Shares	0.005%	Issuer
Debentures	0.005%	Issuer
<b>2. Transfer of securities</b>		
<b>A. Shares</b>		
On delivery basis	0.015%	Buyer
On non-delivery basis	0.003%	Buyer
In physical form	0.015%	Seller/ Transferor
<b>B. Debentures</b>		
Marketable	0.0001%	Buyer
Non-marketable	0.0001%	Seller/Transferor

A stamp duty is imposed on purchase of mutual funds – equity and debt funds – from July 1, 2020. As per SEBI, 0.005% stamp duty will be levied on purchase of mutual funds, including lump sum, SIP, STP, and dividend reinvestment. It is, however, not applicable on redemption of units. Meanwhile, a stamp duty of 0.015% will also be imposed in case of transfer of units between demat accounts.

*There can be no guarantee that the above position regarding taxation of the Client would necessarily be accepted by the income-tax authorities under the IT Act. No representation is made either by the Portfolio Manager or any employee, partner or agent of the Portfolio Manager in regard to the acceptability or otherwise of the above position regarding taxation of the Client by the income tax authorities under the IT Act. Prospective Investors are urged to consult their own tax advisers in this regard.*

## 9. Accounting policies

Following accounting policies are followed for the portfolio investments of the Client:

### A. Client Accounting

- (1) The Portfolio Manager shall maintain a separate Portfolio record in the name of the Client in its book for accounting the assets of the Client and any receipt, income in connection therewith as provided under Regulations. Proper books of accounts, records, and documents shall be maintained to explain transactions and disclose the financial position of the Client's Portfolio at any time.
- (2) The books of account of the Client shall be maintained on an historical cost basis.
- (3) Transactions for purchase or sale of investments shall be recognised as of the trade date and not as of the settlement date, so that the effect of all investments traded during a Financial Year are recorded and reflected in the financial statements for that year.
- (4) All expenses will be accounted on due or payment basis, whichever is earlier.
- (5) The cost of investments acquired or purchased shall include brokerage, stamp charges and any charges customarily included in the broker's contract note. In respect of privately placed debt instruments any front-end discount offered shall be reduced from the cost of the investment. Sales are accounted based on proceeds net of brokerage, stamp duty, transaction charges and exit loads in case of units of mutual fund. Securities transaction tax, demat charges and Custodian fees on purchase/ sale transaction would be accounted as expense on receipt of bills. Transaction fees on unsettled trades are accounted for as and when debited by the Custodian.
- (6) Tax deducted at source (TDS) shall be considered as withdrawal of portfolio and debited accordingly.

### B. Recognition of portfolio investments and accrual of income

- (7) In determining the holding cost of investments and the gains or loss on sale of investments, the "first in first out" (FIFO) method will be followed.
- (8) Unrealized gains/losses are the differences, between the current market value/NAV and the historical cost of the Securities. For derivatives and futures and options, unrealized gains and losses will be calculated by marking to market the open positions.
- (9) Dividend on equity shares and interest on debt instruments shall be accounted on accrual basis. Further, mutual fund dividend shall be accounted on receipt basis.
- (10) Bonus shares/units to which the security/scrip in the portfolio becomes entitled will be recognized only when the original share/scrip on which bonus entitlement accrues are traded on the stock exchange on an ex-bonus basis.
- (11) Similarly, right entitlements will be recognized only when the original shares/security on which the right entitlement accrues is traded on the stock exchange on the ex-right basis.
- (12) In respect of all interest-bearing Securities, income shall be accrued on a day-to-day basis as it

is earned.

- (13) Where investment transactions take place outside the stock exchange, for example, acquisitions through private placement or purchases or sales through private treaty, the transactions shall be recorded, in the event of a purchase, as of the date on which the scheme obtains an enforceable obligation to pay the price or, in the event of a sale, when the scheme obtains an enforceable right to collect the proceeds of sale or an enforceable obligation to deliver the instruments sold.

**C. Valuation of portfolio investments**

- (14) Investments in listed equity shall be valued at the last quoted closing price on the stock exchange. When the Securities are traded on more than one recognised stock exchange, the Securities shall be valued at the last quoted closing price on the stock exchange where the security is principally traded. It would be left to the portfolio manager to select the appropriate stock exchange, but the reasons for the selection should be recorded in writing. There should, however, be no objection for all scrips being valued at the prices quoted on the stock exchange where a majority in value of the investments are principally traded. When on a particular valuation day, a security has not been traded on the selected stock exchange, the value at which it is traded on another stock exchange may be used. When a security is not traded on any stock exchange on a particular valuation day, the value at which it was traded on the selected stock exchange or any other stock exchange, as the case may be, on the earliest previous day may be used provided such date is not more than thirty days prior to the valuation date.
- (15) Investments in units of a mutual fund are valued at NAV of the relevant scheme. Provided investments in mutual funds shall be through direct plans only.
- (16) Debt Securities and money market Securities shall be valued as per the prices given by third party valuation agencies or in accordance with guidelines prescribed by Association of Portfolio Managers in India (APMI) from time to time.
- (17) Unlisted equities are valued at prices provided by independent valuer appointed by the Portfolio Manager basis the International Private Equity and Venture Capital Valuation (IPEV) Guidelines on a semi-annual basis.
- (18) In case of any other Securities, the same are valued as per the standard valuation norms applicable to the mutual funds.

The Investor may contact the customer services official of the Portfolio Manager for the purpose of clarifying or elaborating on any of the above policy issues.

The Portfolio Manager may change the valuation policy for any particular type of security consequent to any regulatory changes or change in the market practice followed for valuation of similar Securities. However, such changes would be in conformity with the Regulations.

## 10. Investors services

- (i) Name, address and telephone number of the investor relation officer who shall attend to the investor queries and complaints:

Name	Manish Gupta
Address	MoneyGrow Asset Private Limited B-1202, Vivarea, Sane Guruji Marg, Mahalaxmi, Mumbai- 400011
Telephone No	+91 9820260200
Email id	manish.gupta@moneygrowindia.com

- (ii) Grievance redressal and dispute settlement mechanism:

The aforesaid personnel of the Portfolio Manager shall attend to and address any client query/concern/grievance at the earliest. The Portfolio Manager will ensure that this official is vested with the necessary authority and independence to handle client complaints. The aforesaid official will immediately identify the grievance and take appropriate steps to eliminate the causes of such grievances to the satisfaction of the client. Effective grievance management would be an essential element of the Portfolio Manager's portfolio management services and the aforesaid official may adopt the following approach to manage grievance effectively and expeditiously:

- **Quick action:** As soon as the grievance arises, it would be identified and resolved. This will lower the detrimental effects of grievance.
- **Acknowledging grievance:** The aforesaid officer shall acknowledge the grievance put forward by the Client and look into the complaint impartially and without any bias.
- **Gathering facts:** The aforesaid official shall gather appropriate and sufficient facts explaining the grievance's nature. A record of such facts shall be maintained so that these can be used in later stage of grievance redressal.
- **Examining the causes of grievance:** The actual cause of grievance would be identified. Accordingly, remedial actions would be taken to prevent repetition of the grievance.
- **Decision-making:** After identifying the causes of grievance, alternative course of actions would be thought of to manage the grievance. The effect of each course of action on the existing and future management policies and procedure would be analyzed and accordingly decision should be taken by the aforesaid official. The aforesaid official would execute the decision quickly.
- **Review:** After implementing the decision, a follow-up would be there to ensure that the grievance has been resolved completely and adequately.

Grievances/concerns, if any, which may not be resolved/satisfactorily addressed in aforesaid manner shall be redressed through the administrative mechanism by the designated Compliance Officer, namely Prachi Kadam and subject to SEBI (Portfolio Managers) Regulations 2020 and

any amendments made thereto from time to time. The Compliance Officer will endeavor to address such grievance in a reasonable manner and time. The coordinates of the Compliance Officer are provided as under:

Name	Prachi Kadam
Address	MoneyGrow Asset Private Limited B-1202, Vivarea, Sane Guruji Marg, Mahalaxmi, Mumbai-400011
Telephone No	+91-9702501825
Email id	compliance.pms@moneygrowindia.com

If the client remains dissatisfied with the remedies offered or the stand taken by the Compliance Offer, the Client and the Portfolio Manager shall abide by the following mechanisms:

Without prejudice to anything stated above, the Client can also register its grievance/complaint through SCORES (SEBI Complaints Redress System), post which SEBI may forward the complaint to the Portfolio Manager and the Portfolio Manager will suitably address the same. SCORES is available at <http://scores.gov.in>.

After exhausting all aforementioned options for resolution, if the client is not satisfied, they can initiate dispute resolution through the Online Dispute Resolution Portal (ODR) at <https://smartodr.in/login>.

Alternatively, the Client can directly initiate dispute resolution through the ODR Portal if the grievance lodged with the Portfolio Manager is not satisfactorily resolved or at any stage of the subsequent escalations mentioned above.

The dispute resolution through the ODR Portal can be initiated when the complaint/dispute is not under consideration in SCORES guidelines or not pending before any arbitral process, court, tribunal or consumer forum or are non-arbitrable in terms of Indian law.

Any dispute unresolved by the above internal grievance redressal mechanism of the Portfolio Manager, can be submitted to arbitration under the Arbitration and Conciliation Act, 1996. The arbitration shall be before three arbitrators, with each party entitled to appoint an arbitrator and the third arbitrator being the presiding arbitrator appointed by the two arbitrators. Each party will bear the expenses / costs incurred by it in appointing the arbitrator and for the arbitration proceedings. Further, the cost of appointing the presiding arbitrator will be borne equally by both the parties. Such arbitration proceedings shall be held at Mumbai and the language of the arbitration shall be English. The Courts of Mumbai shall have exclusive jurisdiction to adjudicate upon the claims of the parties.

## **11. Details of the diversification policy of the portfolio manager**

The portfolio manager has a bottom-up fundamentals-oriented approach towards investment. For managing diversification risk and to reduce the exposure of massive drawdown of a single stock, the number of scrips in each portfolio vary from 10-40 stocks per portfolio.

The portfolio manager does not have a sector-based diversification approach. It is possible that the portfolio may have 100% allocation in as few as two or three sectors.

## Part-II- Dynamic Section

### 12. Client Representation

(i)

Category of Clients	Total No. of Clients	Funds Managed (Rs cr)	Discretionary / Non-Discretionary/ Advisory
(i) Associates/ Group Companies (Last 3 years)			
FY2023-2024 (As on 31-Mar-24)	NIL	NIL	Discretionary
			Non-Discretionary
			Advisory
FY2024-2025 (As on 31-Mar-25)	NIL	NIL	Discretionary
			Non-Discretionary
			Advisory
FY2025-2026 (As on 31-Mar-26)	NIL	NIL	Discretionary
			Non-Discretionary
			Advisory
FY2026-2027 (As on 31-May-26)	NIL	NIL	Discretionary
			Non-Discretionary
			Advisory
(i) Other than Associate and Group Companies (Last 3 years)			
FY2023-2024 (As on 31-Mar-24)	72	172.12	Discretionary
	3	2.18	Non-Discretionary
	5	50.69	Advisory
FY2024-2025 (As on 31-Mar-25)	154	258.19	Discretionary
	3	2.45	Non-Discretionary
	14	108.56	Advisory
FY2025-2026 (As on 31-Mar-26)	188	268.64	Discretionary
	1	1.03	Non-Discretionary
	10	88.70	Advisory
FY2026-2027 (As on 31-May-26)	190	362.15	Discretionary
	1	1.83	Non-Discretionary
	10	107.98	Advisory

Note: MoneyGrow Asset Private Limited has invested its cash flows in the MoneyGrow PMS. As on 31-May-26, the AUM was INR 10.17 crores. We have considered the same under other clients.

(ii) Complete disclosure in respect of transactions with related parties as per the standards specified by the Institute of Chartered Accountants of India.

Nature of Transaction	Name of Related Party	Nature of Relationship	Transactions		Balance	
			31-Mar-25 (Rs)	31-Mar-24 (Rs)	31-Mar-25 (Rs)	31-Mar-24 (Rs)
Portfolio Management Fees	Manish Gupta	Managing Director	4,85,475	2,96,326	0	0
Portfolio	Pooja	Director	34,928	12,858	0	0

Management Fees	Gupta					
Remuneration	Pooja Gupta	Director	6,00,000	0	0	0

### 13. Financial Performance

The Financial Performance of the portfolio manager based on audited financial statements and in terms of procedure specified by the Board for assessing the performance is as follows:

Particulars (in INR lakhs)	FY 2024-25 (Audited)	FY 2023-24 (Audited)
Gross Income	864.72	198.53
Expenditure	550.07	77.15
Depreciation and Amortization Expense	2.52	1.26
Profit Before Tax	312.13	120.11
Profit After Tax	236.15	96.28

#### 14. Performance of Portfolio Manager

Portfolio Management performance of the portfolio manager for the last three years, and in case of discretionary portfolio manager disclosure of performance indicators calculated using 'Time Weighted Rate of Return' method in terms of Regulation 22 of the SEBI (Portfolio Managers) Regulations, 2020.

[Provided that this sub-clause shall not apply in case of the Co-investment Portfolio Manager.]

Particulars	Investment Approach	Start Date	FY26-27*	FY25-26	FY24-25	FY23-24
Portfolio Benchmark	Large Midcap Nifty 50 TRI	11-Apr-23	17.99% 5.64%	-3.65% -3.99%	12.57% 6.65%	27.79% 28.13%
Portfolio Benchmark	Small Midcap Nifty 50 TRI	11-Dec-23	53.00% 5.64%	-22.99% -3.99%	16.96% 6.65%	1.75% 6.66%
Portfolio Benchmark	Bespoke Nifty Multi Asset Index 2	13-Apr-23	31.77% 5.76%	-13.48% 3.27%	9.06% 7.52%	32.55% 21.73%
Portfolio Benchmark	Blend Nifty 50 TRI	11-Aug-24	30.38% 5.64%	-11.78% -3.99%	-23.02% -2.97%	NA NA
Portfolio Benchmark	Dynamic Asset Allocation Nifty Multi Asset Index 2	1-Feb-26	8.60% 5.76%	-7.20% -5.59%	NA NA	NA NA
Portfolio Benchmark	NDPMS Nifty 50 TRI	11-Apr-23	53.10% 5.64%	-25.61% -3.99%	16.59% 6.65%	27.91% 28.13%
Portfolio Benchmark	Liquid CRISIL Composite Bond Index	4-Jul-25	NA NA	1.59% 1.16%	NA NA	NA NA

\*Absolute return till 31-May-2026

**15. Audit Observations**


The Portfolio Manager is incorporated in January 2022. For the FY21-22, FY22-23, FY23-24 ,FY24-25 and FY25-26, there are no audit observations.

**16. Details of investments in the securities of related parties of the portfolio manager**

The details of investment of client's funds by the portfolio manager in the securities of its related parties or associates:

Sr No	Investment Approach, if any	Name of the associate/ related party	Investment amount (cost of investment) as on last day of the previous calendar quarter (INR in crores)	Value of investment as on last day of the previous calendar quarter (INR in crores)	Percentage of total AUM as on last day of the previous calendar quarter
NIL					

**For and on behalf of MONEYGROW ASSET PRIVATE LIMITED**

<b>Manish Gupta (Managing Director)</b>	<b>MANISH GUPTA</b> 	Digitally signed by MANISH GUPTA Date: 2026.06.12 17:39:07 +05'30'
<b>Pooja Gupta (Director)</b>	<b>POOJA GUPTA</b> 	Digitally signed by POOJA GUPTA Date: 2026.06.12 17:40:43 +05'30'

Place: Mumbai

Dated: 12-Jun-2026

## FORM C

*Securities and Exchange Board of India  
(Portfolio Managers) Regulations, 2020  
(Regulation 22)*

### **MONEYGROW ASSET PRIVATE LIMITED**

Office address: 804, Lodha Supremus, 2 Senapati Bapat Marg, Lower Parel (West),  
Mumbai 400013, Maharashtra, India.  
Tel: +91 9820260200  
E-mail: manish.gupta@moneygrowindia.com

We confirm that:

- (i) the Disclosure Document forwarded to SEBI is in accordance with the SEBI (Portfolio Managers) Regulations, 2020 and the guidelines and directives issued by SEBI from time to time;
- (ii) the disclosures made in the Document are true, fair and adequate to enable the investors to make a well-informed decision regarding entrusting the management of the portfolio to us / investment in the Portfolio Management;
- (iii) the Disclosure Document has been duly certified by an independent Chartered Accountant, Mr Aneel Lasod, a Partner of M/s. Aneel Lasod And Associates, Chartered Accounts, having membership number 040117 and office at A-1101, 1102 and 1103, Corporate Annexe, 11<sup>th</sup> Floor, Sonawala Road, Goregaon (East), Mumbai 400063 on 12-Jun-26.

Enclosed is a copy of the Chartered Accountants' certificate to the effect that the disclosures made in the Document are true, fair and adequate to enable the investors to make a well-informed decision.

**For and on behalf of MONEYGROW ASSET PRIVATE LIMITED**

**MANISH  
GUPTA**

Digitally signed by  
MANISH GUPTA  
Date: 2026.06.12  
17:39:25 +05'30'

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**Manish Gupta**  
**Principal Officer**  
804, Lodha Supremus, 2 Senapati Bapat Marg  
Lower Parel (West), Mumbai 400013, Maharashtra, India.

Date: 12-Jun-2026  
Place: Mumbai