

## KEY INVESTOR INFORMATION

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.



## UTI Indian Fixed Income Fund Plc (the "Fund")

Share Class: USD Institutional Class (ISIN: IE00B87MVW30)

The Fund is managed by KBA Consulting Management Limited (the "Manager")

## Objectives and Investment Policy

The Fund's objective is to generate total returns with moderate levels of credit risk. The Fund will seek to achieve its investment objective by investing in a portfolio of fixed income securities issued by the Central Government of India, State Governments of India, Indian Public Sector Undertakings, companies of Indian origin or deriving a significant portion of their business in India. The Fund will invest in both local currency (INR) denominated debt as well as offshore, foreign currency debt of Indian issuers.

The Investment Manager intends to achieve these moderate levels of credit risk by investing in non-sovereign debentures and bonds where the underlying issuers are assigned A or better credit ratings at the time of purchase by a Securities and Exchange Board of India ("SEBI") registered rating agency such as CRISIL, ICRA, Fitch or CARE. For cash management purposes, liquidity and safety during times of market stress, pending investment or reinvestment or in order to post collateral for margin purposes, the Fund may invest in the following instruments:

- treasury securities issued by developed world countries;
- cash deposits in investment grade rated banks in developed world countries and
- money market funds.

The Fund may invest in simple financial derivative instruments for efficient portfolio management purposes. The Fund will invest in a combination of Indian rupee denominated instruments, hard currency bonds and non-deliverable forwards. The Fund may also engage in forward foreign exchange contracts for hedging purposes, to alter the currency exposure of the underlying assets, in accordance with the limits set out by the Central Bank. The Fund may also invest in cash settled exchange traded interest rate futures subject to the investment conditions as may be prescribed by the RBI and SEBI from time to time. The Fund has the ability to hold cash from time to time if the Investment Manager believes it

is appropriate and the Fund is not obliged to be fully invested. The Fund is actively managed without reference to any benchmark meaning that the Investment Manager has full discretion over the composition of the Fund's portfolio, subject to the stated investment objectives and policies. The Base currency of the Fund is USD.

The Fund is classified as an Article 8 fund under the Sustainable Finance Disclosure Regulation and seeks to promote good environmental and social standards and invests in companies that apply good corporate governance practices. To achieve this, the Fund pursues the approaches in the investment process via exclusions, ESG integration and active ownership. Taking account of the Fund's size and the nature and scale of its activities, the Manager and the Investment Manager do not currently consider the principal adverse impacts of its investment decisions on sustainability factors. The Directors may decide to declare and pay dividends. Where the Directors decide to declare and pay dividends, shareholders can elect to reinvest dividends in additional Shares or have the dividends paid in cash by ticking the appropriate box on the Application Form. Dividends not reinvested in Shares will be paid to the Shareholder by way of bank transfer. Any dividend unclaimed after a period of six years from the date of declaration of such dividend shall be forfeited and shall revert to the account of the relevant Fund.

For the full investment objective, policy and strategy of the Fund, please refer to the Fund Prospectus. This Fund may not be appropriate for investors who plan to withdraw their money within 1-3 years. The Investment Manager recommends 3-5 years investment in the Fund.

You may redeem your Shares in the Fund on each business day, which is any day (other than Saturday and Sunday) on which banks and stock exchanges in India and banks in Ireland and Singapore are generally open for business. Please refer to the Prospectus for further information.

## Risk and Reward Profile



This indicator is a measure of a Fund's volatility over the past five years whereby simulated performance data is used in the case of missing history. The higher a Fund's past volatility the higher the number on the scale and the greater the risk that investors in that Fund may have made losses as well as gains. The lowest number on the scale does not mean that a Fund is risk free. The Fund has been classed as a Category 4 as this category best describes the volatility level of the Fund. Historical data may not be a reliable indication for the future.

The risk and reward profile of the Fund shown is not guaranteed to remain the same and may shift over time. This means the Fund is not guaranteed to always stay in the same category. The Fund has a medium risk rating because it invests in a portfolio of Indian fixed income securities.

Accordingly, an investor may not get back the full amount invested and an investment should only be made by persons who can sustain a loss on their investment.

The Fund is also subject to risks which are not included in the calculation of the risk-reward Indicator associated with the following:

- **Capital Raising Constraints under Indian Law** - FPIs are generally permitted to invest in Government bonds and corporate bonds without the prior approval of the RBI or the SEBI. However, the total outstanding investments in Government bonds and in corporate bonds cannot exceed the Debt Limits as prescribed by SEBI and RBI. Further, there are separate limits available for investing in Government securities and corporate bonds. The non-availability of such limits may pose a risk to the Fund of not being able to invest in local currency bonds and will affect the portfolio construction of the Fund.
- **Concentration Risk** - The Fund may hold a limited number of investments or may hold concentrated positions in Indian fixed income securities, leading to a lack of diversification. A concentrated investment strategy may be subject to a greater degree of volatility and risk than a portfolio which is diversified across different geographic regions.
- **Currency Exchange Rate Risk** - Investing in assets in a currency other than your own currency exposes the value of your investment to the risk associated with currency exchange rate fluctuations.

- **Currency Risks of Assets Held By The Fund** - Assets of a Fund may be denominated in a currency other than the Base Currency of the Fund and changes in the exchange rate between the Base Currency and the currency of the asset may lead to a depreciation of the value of the Fund's assets as expressed in the Base Currency.
- **Operational Risk** - includes the risks relating to the safekeeping of assets. The Depository who holds the Fund's assets is subject to independent external audit and is supervised by regulators.
- **Credit Risk** - Issuers of the assets of the Fund may face credit difficulties leading to the loss of some or all of the sums invested in such assets. The Fund may also be exposed to credit risks in relation to counterparties with whom the Fund transacts and may bear the risk of counterparty default.
- **Market Risk** - The market price of investments owned by the Fund may go up or down, sometimes unpredictably. The value of an investment may decline due to general market conditions, such as real or perceived adverse economic conditions or general adverse investment sentiment. Investments may also decline in value due to factors which affect a particular market sector.
- **Liquidity Risk** - Liquidity may be essential to a Fund's performance. Under certain market conditions, such as during volatile markets or when trading in financial instruments or market is otherwise impaired, the liquidity of a Fund's portfolio positions may be reduced. During such times, a Fund may be unable to dispose of certain portfolio holdings, which would adversely affect the Fund's ability to rebalance its portfolio or to meet redemption requests.
- **Sustainability Risk** - The value of the Fund's assets could be materially negatively impacted by an environmental, social or governance event or condition ("ESG Event").
- **Pandemic** - A pandemic may result in sustained market volatility and a period of economic decline globally. Government interventions or other limitations or bans introduced by regulatory authorities or exchanges and trading venues as temporary measures in light of significant market volatility may also impact the investment manager's ability to implement the Fund's investment policy in the manner originally contemplated.
- **Taxation Risk** - The denial of India-Ireland tax treaty benefits may adversely affect taxability of the Fund which in turn may impact the return to investors. This would also have implications for the Fund in respect of interest income from investment in debt securities in India which would be subject to tax at a beneficial rate of 10%.

For more information on the Risk Factors, please refer to the Fund Prospectus.

## Charges

The charges you pay are used to pay the cost of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

### One-off charges taken before or after you invest

Entry charge	5.00%
Exit charge	0.50%

This is the maximum that might be taken out of your money before it is invested and before the proceeds of your investment are paid out.

### Charges taken from the Fund over a year

Ongoing charge	2.18%
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### Charges taken from the Fund under specific conditions

Performance fee	none
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**The entry and exit charges** shown are maximum figures. In some cases you might pay less - you can find this out from your financial adviser. You may be charged a dilution levy on entry to or exit from the Fund.

**The ongoing charge** is based on the previous year's expenses for the year ending 31 December 2022. This figure may vary significantly from year to year due to the variability of costs involved in investing in Indian securities. It excludes:

- Performance fees (The Fund does not charge performance fees)
- Portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling units in another collective investment undertaking.

Investments in the Fund may be sold to meet ongoing charges and the value of your investment in the Fund would reduce. These charges reduce the potential growth of your investment.

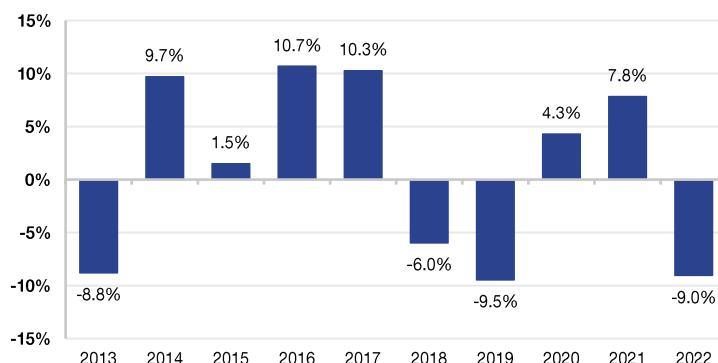
**Sales Charge:** Shareholders may be subject to a sales charge which will be payable to the Distributor and this sales charge is calculated at a maximum of 5.00% of subscription monies in respect to the USD Institutional Class.

**Exit charge:** Shareholders may be subject to a redemption fee calculated at up to 0.50% of redemption monies where they redeem Shares within twelve months of acquiring those Shares.

For more information about charges, please see the Fund's prospectus which is available at [www.utifunds.com](http://www.utifunds.com).

## Past Performance

■ USD Institutional Class (IE00B87MVW30)



- Performance in the past is not a reliable indicator of future results.
- This chart displays how much the share class in the Fund has increased or decreased in value during each year.
- The past performance shown here takes account of all charges and costs.
- The past performance is calculated in US Dollars.
- The Fund was launched in December, 2012.
- USD Institutional Class was launched on 7 December 2012.

## Practical Information

**Depository:** Citi Depository Services Ireland Designated Activity Company.

The NAV per share is calculated in US Dollars and settlement and dealing will be effected in the class currency of the relevant share class. The NAV per share of the Fund will be published daily and made available on the internet at [www.bloomberg.com](http://www.bloomberg.com) and will be updated following each calculation of the NAV.

The Fund is subject to tax laws and regulations of Ireland. Depending on your home country of residence, this might have an impact on your investment. For further details, please speak to an adviser.

You are entitled to switch from one class of the Fund to another, subject to the Fund's switching charge, if such charge is in future to be charged. It is not the current intention of the Directors to charge a switching fee. Please refer to the Prospectus for further information on how to switch.

You can find out more information about the Fund in the Prospectus.

Copies of the Prospectus and the annual and half-yearly reports of the Fund may be obtained in English from the Administrator, free of charge, and is also available at [www.utifunds.com](http://www.utifunds.com).

The Manager may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Prospectus for the Fund.

The remuneration policy of the Manager can be found at [www.kbassociates.ie](http://www.kbassociates.ie).

The Manager provides a paper copy free of charge upon request.