

Notice-cum-addendum no. 39/2020

Notice is hereby given that consequent to the amendments to the Indian Stamp Act, 1899 (“**Stamp Act**”), among other things, Section 9A and section 9B were inserted with regard to the liability of instruments to duty. Vide Notification No. S. O. 4419 (E) dated Dec 10, 2019, the Ministry of Finance announced the Indian Stamp (Collection of Stamp Duty through Stock Exchanges, Clearing Corporations and Depositories) Rules 2019 and the same were to come into force from January 9, 2020. However, vide a notification dated January 08, 2020, the effective date was deferred to April 1, 2020. Further, through a notification GSR 226(E) dated March 30, 2020, the effective date was deferred to July 1, 2020. Accordingly, the provisions of the amended Stamp Act come into effect from July 1, 2020.

Since RTAs of the Mutual Funds have been declared as depositories for the limited purpose of collection of tax under the Stamp Act and Rules thereunder, transactions with the mutual funds are covered under the provisions of Sec 9A of the Stamp Act.

The Stamp Duty (SD) chargeable effective from July 1, 2020 will as per the table given below :

Sr. No.	Transaction type / mode	SD payable by	Collection Agent	Applicable Rate
1.	Sale of listed units on the Stock Exchange	Buyer	Stock Exchange	0.005%
2.	Off market transfer of units through a depository, for consideration, as disclosed by the trading parties	Buyer	Depository	0.015%
3.	Issue of units in a dematerialized form, irrespective of mode of subscription	Issuer (Please refer note no. 5 below)	Depository	0.005%
4.	Issue of units in physical form (Statement of account), for subscriptions through any mode, other than Stock exchange Platforms	Issuer (Please refer note no. 5 below)	RTA	0.005%
5.	Issue of units in physical form (Statement of account), for subscriptions through Stock exchange Platforms / Depositories	Issuer (Please refer note no. 5 below)	RTA	0.005%
6.	Third party sale of units in physical form for consideration	Transferor	RTA	0.015%
7.	Transfer / Transmission where there is no consideration involved	N.A.	N.A.	N.A.
8.	Issue of units when creating segregated portfolio	N.A.	N.A.	N.A.
9.	Redemption / Switch outs/ maturity of units	N.A.	N.A.	N.A.
10.	Demat of units or conversion to SoA, without change in beneficiary	N.A.	N.A.	N.A.

Notes :

- Issue of units covered as above, will include dividend reinvestment, dividends transfer, switch in & issue of units in unclaimed redemption /dividend plans
- Various mode of subscriptions referred are physical & electronic (through website of AMC, RTA, MF Utilities, Channel Partners, Distributors etc.)
- Stock Exchange Platforms refer to BSE’s Star MF & NSE’s NMF-II.
- As stamp duty is a levy, it will be recovered from the investor from their subscription / switch in amount. In other words, the investors will bear the charge.
- For units issued either in demat form or by way of SoA, the stamp duty shall be calculated on the inclusive method basis. For example, if Rs.25,000/-, is the invested amount by the investor, the stamp duty component will be arrived as follows:

$$25000 / (1+SD \text{ rate}) * SD \text{ rate}$$

The SID & KIM of all schemes of Baroda Mutual Fund (“**Mutual Fund**”) will stand modified to the extent mentioned above.

This Notice-cum-Addendum forms an integral part of the SID and KIM of all schemes of the Mutual Fund. All other terms and conditions of the SID and KIM of the schemes of the Mutual Fund shall remain unchanged.

For Baroda Asset Management India Limited
(Formerly known as Baroda Pioneer Asset Management Company Ltd.)
(Investment Manager to Baroda Mutual Fund)

Place : Mumbai
Date : June 30, 2020

Sd/-
Authorised Signatory

**Mutual Fund investments are subject to market risks,
read all scheme related documents carefully.**

For further details, kindly contact:

Baroda Asset Management India Limited
(Formerly known as Baroda Pioneer Asset Management Company Ltd.)
CIN : U65991MH1992PLC069414

501, Titanium, 5th Floor, Western Express Highway, Goregaon (East), Mumbai - 400 063.

Tel. No. : +91 22 6848 1000 • Toll Free No. : 1800 267 0189

Visit us at : www.barodamf.com • Email : info@barodamf.com