DHFL Pramerica MUTUAL FUND

Commission Structure for Period 1st January 2019 – 31st March 2019

DHFL Pramerica Asset Managers Pvt Ltd

I. Commission Structure

Scheme Name	Exit Load & Clawback Period	Trail p.a. - T-30 & B-30				Additional Trail - T30 & B30 p.a.^	Extra Incentive only for B30 Locations (Trail)
		Year 1-2 p.a.	Year 3-4 p.a.	Year 5-6 p.a.	Year 7 & Onwards		
Equity Funds							
DHFL Pramerica Large Cap Fund	1% - < 12 Months	1.60%	1.45%	1.35%	1.25%	0.15%	1.50%
DHFL Pramerica Diversified Equity Fund	1% - < 12 Months	1.60%	1.45%	1.35%	1.25%	0.15%	1.50%
DHFL Pramerica Mid Cap Opportunities Fund	1% - < 12 Months	1.60%	1.45%	1.35%	1.25%	0.15%	1.50%
ELSS Funds							
DHFL Pramerica Long Term Equity Fund	NIL	1.60%	1.45%	1.35%	1.25%	0.15%	1.50%
Arbitrage Funds							
DHFL Pramerica Arbitrage Fund	0.5% - < 1 Month	0.35%	0.35%	0.35%	0.35%	0.15%	0.00%
Overseas Fund of Funds							
DHFL Pramerica Euro Equity Fund	1% - < 12 Months	1.10%	1.10%	1.00%	1.00%	0.15%	1.50%
DHFL Pramerica Global Equity Opportunities Fund	1% - < 12 Months	1.10%	1.10%	1.00%	1.00%	0.15%	1.50%
Hybrid Funds							
DHFL Pramerica Hybrid Equity Fund	1% - < 12 Months	1.60%	1.45%	1.35%	1.25%	0.15%	1.50%
DHFL Pramerica Hybrid Debt Fund	1.5% - < 12 Months *	1.10%	1.10%	1.00%	1.00%	0.15%	1.50%
DHFL Pramerica Equity Savings Fund	1% - < 12 Months	0.85%	0.85%	0.70%	0.70%	0.15%	0.00%
Debt Funds							
DHFL Pramerica Dynamic Bond Fund	1% - < 1 Month	0.50%	0.50%	0.50%	0.50%	0.00%	0.00%
DHFL Pramerica Credit Risk Fund	1% - < 12 Months *	1.10%	1.10%	1.00%	1.00%	0.15%	1.00%
DHFL Pramerica Premier Bond Fund	NIL	0.75%	0.75%	0.75%	0.75%	0.00%	0.00%
DHFL Pramerica Medium Term Fund	1% - < 1 Month	0.75%	0.75%	0.75%	0.75%	0.00%	0.00%
DHFL Pramerica Short Maturity Fund	0.50% - < 6 Months	0.75%	0.75%	0.65%	0.65%	0.00%	0.50%
DHFL Pramerica Banking & PSU Bond Fund	NIL	0.50%	0.50%	0.50%	0.50%	0.00%	0.00%
DHFL Pramerica Gilt Fund	NIL	0.50%	0.50%	0.50%	0.50%	0.00%	0.00%
DHFL Pramerica Floating Rate Fund	NIL	0.25%	0.25%	0.25%	0.25%	0.00%	0.00%
Liquid Plus Funds							
DHFL Pramerica Low Duration Fund	NIL	0.75%	0.75%	0.75%	0.75%	0.00%	0.00%
DHFL Pramerica Ultra Short Term Fund	NIL	0.25%	0.25%	0.25%	0.25%	0.00%	0.00%
Liquid Funds							
DHFL Pramerica Insta Cash Fund	NIL	0.05%	0.05%	0.05%	0.05%	0.00%	0.00%

* 10% of the units allotted may be redeemed without any exit load with in 1 year from the date of allotment.

^Additional Trail is applicable in all years, for all assets mobilised for the above mentioned period.

As per SEBI Circular No. SEBI/HO/IMD/DF2/CIR/P/2018/37 dated October 22, 2018 the Commission Structure outlined above will be applicable for all investments sourced from Investors including Non-Resident Indians (NRIs) and other eligible Foreign Investors.

Additionally, Extra Incentives will be applicable only for all investments sourced from **Retail Investors (Individual, Minors & Sole Proprietors)** residing in B 30 locations. ***Top 30 cities (T30 / B30) to be considered as per AMFI Guidelines and would be updated with effective brokerage rates as and when the new list is released by AMFI.***

Terms and Conditions:

1. **The Commission structure mentioned above is applicable for the period** January 01, 2019 to March 31, 2019 *h*owever; DHFL Pramerica Asset Managers Private Limited (AMC) reserves the right to change the Commission/commission rates without any prior intimation. The above Commission structure is based on the present expense ratio charged to the schemes and any change in the expense ratio will also entail a change in the above Commission structure.

2. Recovery of Upfront Commission Paid: The recovery of Upfront Commission paid prior to October 23 to the Distributor will be made in the following circumstances:

The Upfront Commission paid to a Distributor will be recovered from the Distributor, if the investment for which such upfront Commission was paid is redeemed/switched out to any other scheme or to the Direct Plans before the completion of the clawback period. Claw back period will be proportionate to the exit load period OR for a period of one year in instances where upfront Commission is paid, and no exit load is applicable. The basis for the same will be as outlined in points (b) and (d) below.

a. The recovery will be made on **pro-rata basis**, depending upon the number of days for which the investment has stayed invested in the fund before being redeemed / switched out to any other scheme or to the Direct Plan before the completion of exit load period for the specified fund from the date of allotment.

For redemptions before the clawback period, the recovery of Commission will be equal to (upfront Commission paid x (no of days for the clawback period-no of days the monies have stayed in the funds)/(no of days for the clawback period).

b. The following example explains the same:

An upfront Commission of 1.00% is paid on an Equity Fund, where the Exit Load period is 1 Year. For and investment of Rs. 1, 00,000/-, a distributor would be paid a sum of Rs. 1000/- as the upfront Commission. The investor redeems this money exactly after completion of 180 days. In this case, the recovery will be of Rs. 506.85, computed as ((1000*(365-180))/365 as per the above formula.

c. For Commission Structure outlined above **(Extra Incentives only for B 30)**, **FULL RECOVERY** of the additional Commission paid will be done in case the Investor redeems/switches out to any other scheme or to the Direct Plan the amount before the completion of **ONE YEAR** from the date of allotment, irrespective of the Exit Load period applicable to the Fund.

The following example explains the same

An upfront Commission of 2.50% (1.00% upfront & 1.50% additional upfront) is paid on an Equity Fund, where the Exit Load period is 1 Year. For and investment of Rs. 1, 00,000/-, a distributor would be paid a sum of Rs. 2500/- as the upfront Commission. The investor redeems this money exactly after completion of 180 days. In this case, the recovery will be of Rs. 2006.85/- ((1000*(365-180))/365+1500).

d. The Recovery will be made from the Commission payable to the Distributor for the month in which redemption has been made. E.g. If the redemption has been made in the month of January'19, the recovery will be made from the Commission payable for the month of January'19 in February'19.

e. In case the Commission payable to the Distributor is insufficient to cover the Recovery amount, the Recovery will be tried for three consecutive months, including the first month when the recovery was tried to be affected. In case the Recovery is still not possible, a demand notice through Registered Post A.D. will be sent to the Distributor asking him to refund the money to the AMC. In case the distributor does not pay the money within 1 month from the date of receipt of the notice, the AMC will initiate appropriate legal proceeding including approaching AMFI for the resolution of the same.

3. Please refer to the Scheme Information document (SID) of the scheme of DHFL Pramerica Mutual Fund, Statement of Additional Information (SAI) together with the addendum issued from time to time, for the minimum amounts for investments, exit loads and other statutory/scheme related information.

4. The computation done by KARVY, Registrar & Transfer Agent of DHFL Pramerica Mutual Fund will be final for the Commission computation.

5. The above Commission structure and the payout thereof are applicable only till the time the Distributor is empanelled with the AMC.

7. Commission will be paid out only after the distributor is empanelled with the AMC.

8. Commission Payable on Switches-Inter Scheme switches will be treated as a normal purchase.

9. The regulations/guidelines issued by SEBI or any other statutory authorities and guidance/ circulars issued by AMFI pertaining to Commission payment to distributors from time to time will also be applicable for payment of the above-mentioned Commission structure.

10. Any transfer of assets from one distributor to another distributor shall be subject to the provisions of the Best Practices Guidelines on Transfer of AUM from one ARN to another ARN stipulated by AMFI, as amended from time to time.

11. As per guidelines issued by SEBI Circular No. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009, the distributors should disclose all the commissions (in the form of trail commission or any other mode) payable to them for the different competing schemes of various mutual funds from amongst which scheme of DHFL Pramerica Mutual Fund (DPMF) is being recommended to the investor. Please ensure compliance.

12. The Commission structure communicated from time to time is all inclusive of any cess, charges, taxes, levy's etc. that may be applicable to the distributor.

    12.1 Both Parties will comply with the provisions of Goods and Services Tax Laws (hereinafter referred to as "GST Laws" which includes but is not limited to Goods and Services tax Act shall mean Central Goods and Services tax Act, 2017 ('CGST'); Union Territory Goods and Services tax Act, 2017 ('UTGST'); Respective State Goods and Services tax Act 2017 ('SGST') and Integrated Goods and Services tax Act, 2017 ('IGST')). Any change in details such as address, GSTN and contact details shall be intimated to other Party within 10 (ten) days of change.

    12.2 Both parties shall be responsible for complying with the requirements of GST Laws such as, including but not limited to, issuing invoice as per GST Laws requirement, uploading the details of the same on GSTN portal, filing of GST returns etc.

    12.3 AMC/Mutual Fund shall not be held liable in case of any mismatch in the report generated by GSTN due to any omission by Distributors in providing such information to AMC/Mutual Fund.

    12.4 AMC/Mutual Fund reserves the right to claw back or withhold any future Commission payments for non/incorrect submission of GSTN details to AMC/Mutual Fund or for any liability, tax, interest, penalty, charges etc. arising because of non-compliance of GST Laws.

    12.5 Bills raised on and after January 1, 2019 by Registered Distributors should carry tax rate as applicable under GST Laws. Invoices shall be raised in the name of DHFL Pramerica Mutual Fund with following mandatory details of Mutual Fund: -

    Name - DHFL Pramerica Mutual Fund
    Address - 2nd Floor, Nirlon House, Dr. A. B. Road, Worli, Mumbai – 400030
    Place of Supply – Mumbai
    GST No. - 27AABTP7548P1ZP

13. The distributors shall adhere to all applicable SEBI Regulations in force from time to time and more particularly to SEBI circular dated June 26, 2002 and August 27, 2009 on the code of conduct and

other guidelines issued by AMFI from time to time for distributors and ensure that (i) no splitting of applications for any benefit is done and (ii) no rebate is given to investors in any form.

14. Distributors will not be entitled to any Commission on their own investments.

15. Provisions of forfeiture of Commission will be applicable to transactions on or after April 1, 2014. For transactions upto March 31, 2014, AMC will release Commission to distributors who fulfill the EUIN compliance requirements, albeit after the remediation period applicable to the transactions. The remediation period of 30 days from the date of transaction will be applicable for transactions after June 30, 2014 as well.