

## Notice

Notice is hereby given that effective January 30, 2016 there shall be a change to the fundamental attributes of L&T India Equity and Gold Fund as stated below. These changes will be applicable on a prospective basis.

| Particulars  | Existing provisions  | Revised provisions   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
|--|--|--|--|--|--------------|---------|---------|--------------------------------------|----|----|----------------|------------|----|----|----------------|--|----|---|---------------|---|-------------|--|--|--------------|---------|---------|--|----|----|--|---------------------|----|----|------|---|----|---|------|--|----|----|-----|---|----------------------------|--------------------------|---------|------------|----------|-------|------------|----------|-------|------------|-----------|-------|------------|------------|-------|------------|------------|----------|------------|------------|
| Name   | L&T India Equity and Gold Fund ("L&TIEGF")   | L&T Dynamic Equity Fund ("L&TDEF")   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Type of the Scheme   | An open-ended equity growth fund   | An open-ended equity growth fund   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Product Labeling   | <p><b>This product is suitable for investors who are seeking*:</b></p> <ul style="list-style-type: none"> <li>Long term capital appreciation and generation of reasonable returns</li> <li>Investment predominantly in equity and equity-related securities and debt and money market instruments and domestic Gold ETFs</li> </ul>  | <p><b>This product is suitable for investors who are seeking*:</b></p> <ul style="list-style-type: none"> <li>Long term capital appreciation and generation of reasonable returns</li> <li>Investment in equity and equity related instruments, derivatives and debt and money market instruments</li> </ul>   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Investment Objective   | To seek to generate long term capital appreciation from a diversified portfolio of predominantly equity and equity related securities and to generate reasonable returns through a portfolio of debt and money market instruments. The Scheme will also additionally invest in domestic Gold ETFs. There is no assurance that the objective of the Scheme will be realised and the Scheme does not assure or guarantee any returns   | To seek to generate long term capital appreciation from a diversified portfolio of equity and equity related securities and to generate reasonable returns by investing in a portfolio of debt and money market instruments and arbitrage opportunities in the cash and derivatives segments of the equity markets. There is no assurance that the objective of the Scheme will be realised and the Scheme does not assure or guarantee any returns  |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Asset Allocation Pattern   | <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of net assets)</th> <th rowspan="2">Risk Profile</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity related securities</td> <td>90</td> <td>65</td> <td>Medium to High</td> </tr> <tr> <td>Gold ETFs@</td> <td>25</td> <td>10</td> <td>Medium to High</td> </tr> <tr> <td>Debt and Money Market Instruments including units of debt /fixed income schemes launched by mutual funds registered with SEBI*</td> <td>10</td> <td>0</td> <td>Low to Medium</td> </tr> </tbody> </table> <p>@Investments shall be made in Gold ETFs launched/registered in India and it shall be within the limits specified under the Regulations from time to time.<br/>*includes investments in securitized debt up to 10% of net assets</p> <p>The Scheme may, subject to applicable regulations from time to time, invest in foreign securities up to 25% of its net assets.</p> <p>However, before commencing investments in foreign debt/fixed income securities, the AMC shall comply with the requirements specified in its circular dated September 26, 2007 including appointment of a dedicated fund manager for such investments.</p> <p>The Scheme may invest in derivatives up to 100% of its net assets for efficient portfolio management including for the purpose of hedging and portfolio balancing and optimizing returns to the extent permitted under and in accordance with the applicable Regulation.</p> <p>The cumulative gross exposure through Equity, Debt and Derivative positions will not exceed 100% of the net assets of the Scheme.</p> <p>Due to market conditions, the AMC may invest beyond the range set out above. Such deviations shall normally be for a short term purpose only, for defensive considerations and the intention being at all times to protect the interests of the Unit Holders. In the event of deviations, rebalancing will normally be carried out within 30 Business Days.</p>  | Instruments  | Indicative allocations (% of net assets) |  | Risk Profile | Maximum | Minimum | Equity and Equity related securities | 90 | 65 | Medium to High | Gold ETFs@ | 25 | 10 | Medium to High | Debt and Money Market Instruments including units of debt /fixed income schemes launched by mutual funds registered with SEBI* | 10 | 0 | Low to Medium | <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of net assets)</th> <th rowspan="2">Risk Profile</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>A. Equity and Equity related instruments</td> <td>80</td> <td>65</td> <td></td> </tr> <tr> <td>A1. Net long equity</td> <td>80</td> <td>20</td> <td>High</td> </tr> <tr> <td>A2. Equity and equity derivatives (arbitrage opportunities)</td> <td>60</td> <td>0</td> <td>High</td> </tr> <tr> <td>B. Debt, Money Market Instruments and Government Securities (including CBO/reverse repos and securitized debt)</td> <td>35</td> <td>20</td> <td>Low</td> </tr> </tbody> </table> <p>Further, the net long equity allocation within the above specified range would be decided based on the weighted average P/E ratio of Nifty 50 Index as per the asset allocation model shown below.</p> <table border="1"> <thead> <tr> <th>Nifty 50 Index weighted average P/E range</th> <th>Unhedged equity allocation</th> <th>Hedged equity allocation</th> </tr> </thead> <tbody> <tr> <td>Upto 14</td> <td>70% to 80%</td> <td>0 to 10%</td> </tr> <tr> <td>14-16</td> <td>60% to 70%</td> <td>0 to 20%</td> </tr> <tr> <td>16-18</td> <td>50% to 60%</td> <td>5% to 30%</td> </tr> <tr> <td>18-20</td> <td>40% to 50%</td> <td>15% to 40%</td> </tr> <tr> <td>20-22</td> <td>30% to 40%</td> <td>25% to 50%</td> </tr> <tr> <td>Above 22</td> <td>20% to 30%</td> <td>35% to 60%</td> </tr> </tbody> </table> <p>The net long equity allocation will be determined based on the month-end weighted average PE ratio of the Nifty 50 Index and the portfolio will be rebalanced within the first five business days of the following month. The Fund Manager(s) would also have the flexibility to rebalance the portfolio at more frequent intervals based on prevailing market situation.</p> <p>The data on PE Ratio of the Nifty 50 Index will be sourced from the stock exchange or any other agencies that the AMC may find appropriate.</p> <p>The Investment Committee, with notification to the Trustees, reserves the right to change the PE ratio range, or use any other criteria for determining the net long equity allocation if the Nifty 50 Index is either suspended or becomes irrelevant.</p> <p>The Scheme may invest up to 35% of its net assets in securitized debt.</p> <p>The Scheme will not invest in foreign securities and credit default swaps.</p> <p>The Scheme shall have derivatives exposure as per the SEBI/RBI Guidelines issued from time to time. Further, the Scheme may undertake interest rate derivatives transactions for the purpose of hedging and portfolio rebalancing (within the permissible limits specified by RBI/SEBI from time to time).</p> <p>The gross investments in securities under the Scheme which includes Debt, Money Market Instruments, Government Securities and Equity and Equity Related Instruments including Securitized debt and, Derivatives shall not exceed 100% of net assets of the Scheme.</p> <p>However, following will not be considered while calculating the gross exposure:</p> <ol style="list-style-type: none"> <li>Security-wise hedged position and</li> <li>Exposure in cash or cash equivalents with residual maturity of less than 91 days.</li> </ol> <p>The exposure to derivatives will be calculated on notional value of the derivative contracts.</p> <p>Due to market conditions, the AMC may invest beyond the range set out above. Such deviations shall normally be for a short term purpose only, for defensive considerations and the intention being at all times to protect the interests of the Unit Holders. In the event of deviations, rebalancing will normally be carried out within 30 Business Days.</p> | Instruments | Indicative allocations (% of net assets) |  | Risk Profile | Maximum | Minimum | A. Equity and Equity related instruments | 80 | 65 |  | A1. Net long equity | 80 | 20 | High | A2. Equity and equity derivatives (arbitrage opportunities) | 60 | 0 | High | B. Debt, Money Market Instruments and Government Securities (including CBO/reverse repos and securitized debt) | 35 | 20 | Low | Nifty 50 Index weighted average P/E range | Unhedged equity allocation | Hedged equity allocation | Upto 14 | 70% to 80% | 0 to 10% | 14-16 | 60% to 70% | 0 to 20% | 16-18 | 50% to 60% | 5% to 30% | 18-20 | 40% to 50% | 15% to 40% | 20-22 | 30% to 40% | 25% to 50% | Above 22 | 20% to 30% | 35% to 60% |
| Instruments  | Indicative allocations (% of net assets)   |  | Risk Profile                             |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
|  | Maximum  | Minimum  |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Equity and Equity related securities   | 90   | 65   | Medium to High                           |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Gold ETFs@   | 25   | 10   | Medium to High                           |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Debt and Money Market Instruments including units of debt /fixed income schemes launched by mutual funds registered with SEBI* | 10   | 0  | Low to Medium                            |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Instruments  | Indicative allocations (% of net assets)   |  | Risk Profile                             |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
|  | Maximum  | Minimum  |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| A. Equity and Equity related instruments   | 80   | 65   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| A1. Net long equity  | 80   | 20   | High                                     |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| A2. Equity and equity derivatives (arbitrage opportunities)  | 60   | 0  | High                                     |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| B. Debt, Money Market Instruments and Government Securities (including CBO/reverse repos and securitized debt)                 | 35   | 20   | Low                                      |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Nifty 50 Index weighted average P/E range  | Unhedged equity allocation   | Hedged equity allocation   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Upto 14  | 70% to 80%   | 0 to 10%   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| 14-16  | 60% to 70%   | 0 to 20%   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| 16-18  | 50% to 60%   | 5% to 30%  |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| 18-20  | 40% to 50%   | 15% to 40%   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| 20-22  | 30% to 40%   | 25% to 50%   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Above 22   | 20% to 30%   | 35% to 60%   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Investment Strategy  | <p><b>Investments in equity and equity related instruments:</b><br/>The Fund Manager(s) will focus primarily on bottom-up stock picking as opposed to a top-down approach. The Fund Manager(s) will generally aim to identify stocks which as per the Fund Manager's belief are sound, but which are mispriced. The Fund Manager(s) does this by analyzing a company's business model and financial parameters, valuations and business expectations.</p> <p><b>Investments in debt and money market instruments:</b><br/>The portfolio will be constructed and managed to generate returns to match the investment objective and to maintain adequate liquidity to accommodate funds movement. Capital appreciation opportunities could be explored by extending credit and duration exposure. The fund management team will take an active view of the interest rate movement supported by quantitative research, to include various parameters of the Indian economy, as well as developments in global markets. Investment views/decisions will be a combination of credit analysis of individual exposures and analysis of macroeconomic factors to estimate the direction of interest rates and level of liquidity and will be taken, inter alia, on the basis of the following parameters:</p> <ol style="list-style-type: none"> <li>Prevailing interest rate scenario</li> <li>Returns offered relative to alternative investment opportunities.</li> <li>Quality of the security/instrument (including the financial health of the issuer)</li> <li>Maturity profile of the instrument</li> <li>Liquidity of the security</li> <li>Any other factors considered relevant in the opinion of the fund management team.</li> </ol> <p>The fund management team, supported by credit research group will generally adopt a bottom-up approach for securities identification to optimize the risk adjusted returns on the diversified portfolio. The credit quality of the portfolio will be maintained and monitored using the in-house research capabilities as well as the inputs from the independent credit rating agencies. The bottom-up approach for credit issuer and security selection will be complemented by a top-down view for overall duration and credit allocation decisions.</p> <p><b>Investments in Gold ETFs:</b><br/>The Scheme will also invest in Gold ETFs launched/registered in India to the extent permitted under the applicable laws, including the SEBI Regulations and guidelines specified by RBI. Investment in Gold ETFs will be made in accordance with the investment objective and the strategy of the Scheme for the purposes of efficient portfolio management and optimizing return.</p> <p><b>Investments in derivatives:</b><br/>Investment in derivatives will be made in accordance with the investment objective and the strategy of the Scheme and in accordance with the applicable Regulations, for efficient portfolio management including for the purpose of hedging and portfolio balancing and optimizing returns to the extent permitted under and in accordance with the applicable Regulations. However, investments in interest rate swaps shall be done only for the purposes of hedging and shall be in terms of requirements specified by SEBI and/or RBI from time to time. Hedging does not mean maximization of returns but only attempts to reduce systemic or market risk that may be inherent in the investment. The manner in which derivative investments may be utilized and the benefits thereof have been explained in this Scheme Information Document. The various risks associated with investing in derivatives have been explained in paragraph "Risk associated with investing in derivatives" above. Any investments in derivatives will be undertaken after considering the risks set out in the said paragraph.</p> <p><b>Investments in foreign securities:</b><br/>The Scheme will also invest in foreign securities for diversification as permitted under the applicable laws, including the SEBI Regulations. The investments of the Scheme in foreign securities will be restricted to 25% of the net assets of the Scheme. The various risks associated with investing in foreign securities have been explained at paragraph "Risk associated with investing in foreign securities/overseas investments/offshore securities" above. Any investments in foreign securities will only be undertaken after considering the risks as set out at paragraph "Risks associated with investing in foreign securities/ overseas investments/offshore securities" above. The Scheme may, where necessary, appoint other intermediaries of repute as advisors, custodian/sub-custodians etc. for managing and administering such investments in overseas securities. The appointment of such intermediaries shall be in accordance with the applicable Regulations and payments will be within the permissible ceilings on expenses.</p> | <p>The Scheme aims to dynamically manage the allocation across unhedged equity, hedged equity and debt and money market instruments using the PE ratio based asset allocation model. Historically, such a strategy of dynamically varying the equity allocation based on the PE ratio level has delivered superior risk-adjusted returns over the long term, although there is no guarantee that this past performance will be repeated in the future.</p> <p><b>Investment strategy for unhedged equity portion of the portfolio</b><br/>The unhedged equity portion of the portfolio will be primarily invested in equity securities without any sector, style or market cap bias with the aim of generating long term capital appreciation. The fund managers will use a bottom-up investment approach for stock picking, with an emphasis on first-hand research. They will favour companies that offer the best value relative to their respective long-term growth prospects, returns on capital and management quality. When assessing a company, the fund managers will focus on understanding how each of these factors will change over time.</p> <p><b>Investment strategy for hedged equity portion of the portfolio (derivatives)</b><br/>The investment strategy includes identifying and investing into arbitrage opportunities between spot/cash and futures prices of individual stocks. The Scheme will deploy "Cash and Carry Arbitrage" strategy wherein the Fund Manager will evaluate the difference between price of an individual stock in the futures market and in the spot/cash market. If the price of a stock in the futures market is higher than in the spot/cash market, after considering the associated costs and taxes, the Scheme may buy the stock in the spot/cash market and sell the same in equal quantity in the futures market simultaneously. Similarly, the Scheme may at a later date, unwind the trade by selling cash position and buying in the futures markets. The Fund Manager after careful analysis may also decide to roll over his position, if the market conditions are favorable.</p> <p><b>Investment strategy for debt and money market portion of the portfolio</b><br/>The investments in debt and money market instruments would be aimed at maintaining a balance between safety, liquidity and return on investments. The debt and money market portion of the portfolio shall be actively managed with an endeavor to generate superior risk adjusted returns. The Fund Manager shall formulate a view of the interest rate movement based on various parameters of the Indian economy, as well as developments in global markets. Investment views/decisions inter alia may be taken on the basis of the following parameters:</p> <ol style="list-style-type: none"> <li>Returns offered relative to alternative investment opportunities.</li> <li>Liquidity of the security</li> <li>Prevailing interest rate scenario</li> <li>Quality of the security/instrument (including the financial health of the issuer)</li> <li>Maturity profile of the instrument</li> <li>Credit Rating for the instrument</li> <li>Any other factors considered relevant in the opinion of the Fund Management team.</li> </ol> <p>Further, the portfolio of the Scheme will be constructed in accordance with the investment restrictions specified under the Regulations which would help in mitigating certain risks relating to investments in securities market.</p> <p>The provisions pertaining to investments in securitized debt stated in the Scheme Information Document remain unchanged.</p> |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Where will the Scheme invest   | The corpus of the Scheme will be predominantly invested in equity and equity related securities and a portion of the net assets will be invested in debt and money market instruments. Subject to the Regulations and prevailing laws as applicable, the portfolio of the Scheme will consist of permissible securities, most suitable to meet the investment objectives of the Scheme. The following is the list of securities where the Scheme is likely to invest: <ol style="list-style-type: none"> <li>Equity and equity related securities including equity warrants and compulsorily convertible instruments.</li> <li>Securities issued or guaranteed by Central Government, State Governments or local governments and/or repos/reverse repos/ ready forward contracts in such government securities as are or may be permitted under the Regulations and RBI from time to time (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills).</li> <li>Securities issued (including debt obligations) by domestic government agencies and statutory bodies, which may or may not be guaranteed by Central or State Government.</li> <li>Corporate bonds of public sector or private sector undertakings.</li> <li>Debt obligation of banks (public or private sector) and financial institutions.</li> <li>Convertible debentures.</li> <li>Money market instruments (which includes but is not limited to commercial papers, commercial bills, treasury bills, usance bills, government securities having unexpired maturity upto one year, certificates of deposit, bills rediscounting, CBL, repo, call money and any other like instruments as are or may be permitted under the Regulations and RBI from time to time.)</li> <li>Deposits of scheduled commercial banks as permitted under the extant Regulations.</li> <li>Securitized debt (asset backed securities, mortgage backed securities, pass through certificates, collateralised debt obligations or any other instruments as may be prevailing and permissible under the Regulations from time to time).</li> <li>Foreign Securities.</li> <li>Debt/fixed income schemes launched by mutual funds registered with SEBI (subject to limit specified under the Regulations).</li> <li>Overseas mutual fund units which are permissible under the Regulations or by any other regulatory body.</li> <li>Any other domestic or any other international instrument as may be permitted under the Regulations or any other regulatory body from time to time.</li> <li>Derivatives (which includes but is not limited to interest rate derivatives, currency derivatives, credit derivatives, forward rate agreements, stock and index futures or such other derivatives as are or may be permitted under the Regulations and RBI from time to time).</li> </ol> <p>Additionally, the Scheme will also make investments in Gold ETFs launched/registered in India.</p> <p>For the purpose of further diversification and liquidity, the Scheme may invest in other schemes managed by the same AMC or by the asset management company of any other mutual fund without charging any fees on such investments, provided that aggregate inter-scheme investment made in all schemes managed by the same AMC or in schemes managed by the AMC of any other mutual fund shall not exceed 5% of the net asset value of the Mutual Fund and all norms, as may, from time to time be laid down by SEBI in this regard, are complied with. Such investments must also be commensurate with the investment objective as set out in paragraph "Investment Objective".</p> <p>Currently, the Scheme is permitted to invest only in 'stock and/or index futures'. Investments in other equity derivative instruments may be done by the Scheme only once the Trustees are comfortable that the systems for dealing, back office and accounting are in place for derivative instruments other than 'stock and/or index futures'. However, in terms of SEBI Regulations, the Scheme cannot write options or purchase instruments with embedded options. Before commencing the use of other equity derivative instruments, the Trustees will submit a separate confirmation to SEBI that the AMC has the necessary systems for dealing, back office and accounting in place for using other equity derivative instruments.</p> <p>The above list is only indicative and the Mutual Fund/AMC reserve the right to change the same in the interest of the investors depending on the market conditions, market opportunities, applicable regulations and political and economic factors, but subject to paragraph "Investment Objective".</p>  | The Scheme shall predominantly invest in equity and equity related instruments (including equity derivatives), debt and money market instruments.  |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Fund Managers  | Mr. S.N. Lahiri (investments in equity and equity related instruments), Mr. Vikram Chopra (investments in debt and debt related instruments) and Mr. Abhijeet Dakshikar (for investments in foreign securities)  | Mr. S.N. Lahiri and Mr. Praveen Ayathan (investments in equity and equity related instruments) and Mr. Vikram Chopra (investments in debt and debt related instruments)  |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Portfolio Turnover   | Portfolio Turnover is defined as the aggregate value of investment and disinvestment in equity/equity related securities (other than those caused by the Purchases and Redemptions by Unit Holders) as a percentage of the average corpus of the Scheme during a specified period of time. This would also exclude investments/disinvestments in money market instruments. The fund managers will normally buy stocks which they believe will deliver superior earnings growth over a one-to-two year period and hence the portfolio turnover is not expected to be very high  | Portfolio Turnover is defined as the aggregate value of investment and disinvestment in equity/equity related securities (other than those caused by the Purchases and Redemptions by Unit Holders) as a percentage of the average corpus of the Scheme during a specified period of time. This would also exclude investments/disinvestments in money market instruments. The portfolio will be churned in order to take advantage of movements in the securities market and to maximize the average returns on the portfolio while maintaining a desirable risk profile and adequate liquidity.  |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |
| Benchmark  | The benchmark against which the performance of the Scheme will be measured will be 70% - S&P BSE-200 Index and 20% - Gold Prices and 10% - CRISIL Short Term Bond Fund Index. S&P BSE-200 is a broad based index and its composition is representative of the Scheme's investment universe. As such, it is a suitable benchmark for comparing the performance of the Scheme. CRISIL Short-Term Bond Fund Index is an index to track the return of short-term funds based on their asset allocation pattern on a rolling three-month average. The customized benchmark will be used to have meaningful comparison with the performance of the Scheme, which would generally be investing in equity and equity related instruments and debt and money markets instruments.   | The benchmark against which the performance of the Scheme will be measured will be 50% - S&P BSE-200 Index and 50% CRISIL Short Term Bond Fund Index. S&P BSE-200 is a broad based index and its composition is representative of the Scheme's investment universe. As such, it is a suitable benchmark for comparing the performance of equity portion of the Scheme. CRISIL Short-Term Bond Fund Index is an index to track the return of short-term funds. The customized benchmark will be used to have meaningful comparison with the performance of the Scheme, which would generally be investing in equity and equity related instruments and debt and money markets instruments with shorter tenure   |  |  |              |         |         |                                      |    |    |                |            |    |    |                |  |    |   |               |   |             |  |  |              |         |         |  |    |    |  |                     |    |    |      |   |    |   |      |  |    |    |     |   |                            |                          |         |            |          |       |            |          |       |            |           |       |            |            |       |            |            |          |            |            |

In addition to the aforesaid, all references to L&TIEGF investing in Gold ETFs (including the risk factors pertaining to such investments) shall stand deleted.

The number of folios under and assets under management of L&TIEGF as on November 30, 2015 are 8,834 and Rs. 69.61 crores respectively.

Necessary amendments will be carried out to the Scheme Information Document and Key Information Memorandum (to the extent applicable) of the Scheme to reflect the changes stated above. All the other provisions contained in the Scheme Information Document of the Scheme will remain unchanged.

In terms of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 ("SEBI Regulations"), the changes proposed to be carried out are considered as changes in the fundamental attributes of the Schemes. In accordance with the requirements of Regulation 18 (15A) of the SEBI Regulations, this notice serves as a written communication to the unit holders of the Scheme, informing them about the proposed changes and providing them an option to switch-out/redeem the units held by them in the Scheme at the prevailing Net Asset Value within a period of 30 days without any exit load if the unit holders do not approve of the proposed changes.

The exit option as aforesaid can be exercised by submitting switch-out/redemption request from December 31, 2015 to January 29, 2016 (both days inclusive) to any of the investor service centres of L&T Mutual Fund ("the Fund") latest by the applicable cut-off time as stated in the Scheme Information Document. The redemption warrant/cheque will be mailed/redemption proceeds will be credited within 10 working days from the date of receipt of the redemption request. The offer to exit is merely an option and is not compulsory.

If the unit holders have no objection to the proposed change, no action needs to be taken by them. Please note that if the unit holders do not exercise the exit option on or before January 29, 2016, or if we do not receive the request for switch-out/redemption on or before January 29, 2016, by 3.00 pm, they would be deemed to have consented to the proposed changes.

Unit holders have also been informed by individual communication of the details of the proposed changes.

However, in case a lien is marked on the units of the Scheme or the units have been frozen/locked pursuant to an order of a governmental authority or a court, unit holders will be able to switch-out/redeem their units only after the lien/order is vacated/revoked and the switch-out/redemption request has been submitted within the period specified above.

In case you require any further information/assistance please call the investor line of the AMC at 1800 2000 400 or 1800 4190 200 or visit the nearest Investor Service Centre of the Fund.

**For L&T Investment Management Limited**  
(Investment Manager to L&T Mutual Fund)