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L&T Financial Services
Mutual Fund

<table>
<tr><td colspan="3">L&T ULTRA SHORT TERM FUND</td></tr>
<tr><td>Particulars</td><td>Existing Provisions</td><td>Revised provisions</td></tr>
<tr><td>Scheme Name</td><td>L&T Ultra Short Term Fund</td><td>L&T Ultra Short Term Fund</td></tr>
<tr><td>Scheme Category</td><td>-</td><td>An Ultra Short Term Duration Fund</td></tr>
<tr><td>Type of the Scheme</td><td>An open-ended pure income scheme</td><td>An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months to 6 months (please refer to page no.__)#</td></tr>
<tr><td>Asset Allocation</td><td>
<table>
<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>
<tr><td>Debt securities</td><td>100%</td><td>0%</td><td>Low to Medium</td></tr>
<tr><td>Money Market instruments (including cash/call money)</td><td>100%</td><td>0%</td><td>Low to Medium</td></tr>
</table>
The Scheme can invest up to 100% in money market instruments, however this is not a liquid scheme, and the Fund Manager shall have the liberty to invest in securities having maturity of more than 91 days.
The differentiators which have been mentioned vis-à-vis the exiting provisions and revised provisions only highlight key changes.
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<tr><td>Money Market instruments (including cash/call money) ^</td><td>100%</td><td>0%</td><td>Low to Medium</td></tr>
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The Macaulay duration of the scheme would be maintained between 3 to 6 months
Investments will be made in line with the asset allocation of the scheme and the applicable SEBI and / or AMFI guidelines as specified from time to time
*Investments in debt instruments would include all debt securities issued by entities such as banks, companies, public sector undertakings, municipal corporations, body corporates, warrants, equity linked debentures (with no equity component), compulsorily convertible debenture (with no equity linked returns), capital instruments including Basel III bonds, central government securities, state development loans and UDAY bonds, recapitalization bonds, municipal bonds and G-Sec repos and any other instruments as permitted by regulators from time to time.
^Money market instruments would include certificate of deposits, commercial papers, T-bills, repo, reverse repos and CBLO, bill rediscounting, bills of exchange / promissory notes and standby letter of credit (SBLC) backed commercial papers and government securities with unexpired maturity of 1 year.
1. The fund may also enter into "Repo", "Stock Lending".
2. The Scheme may invest in securitized debt upto 50% of its total assets.
3. The scheme will take exposure in repos of corporate bonds up to 10% and Foreign Securities up to 25% of total assets of the Scheme
4. The cumulative gross exposure through repo transactions in corporate debt securities along with debt and derivative positions will not exceed 100% of the total assets of a Scheme.
5. The fund may also invest into deposits of scheduled commercial banks as permitted under the extant Regulations.
6. The Scheme may invest in derivatives up to 100% of the total assets of the Scheme for the purpose of hedging and portfolio balancing purposes. The instruments may include instruments such as interest rate swaps, interest rate futures, credit default swaps, forward rate agreements, etc.
Due to market conditions, the AMC may invest beyond the range set out in the asset allocation. Such deviations shall normally be for a short term purpose only, 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 days
The other instruments are further elaborated in the SID, currently only key differentiators have been mentioned.
</td></tr>
<tr><td>Investment Strategy</td><td>
In line with the investment objective, the investments are being made in fixed income securities including money market instruments with low to moderate risk. The Investment Manager would apply multiple, objective criteria for selection of securities in the portfolio. These criteria would include yield, credit rating, tenure, liquidity and value added features of the instrument.
The composition of the portfolio is designed in such a manner so as to achieve the maximum return, while minimizing the overall risk. The choice of the instruments is in accordance with the objective of the Scheme.
The Scheme would invest in bonds issued by Government and corporate, money market instruments, debentures and other debt securities. The Scheme may invest 100% in money market instruments of high quality.
</td><td>In line with the investment objective, the investments are being made in the fixed income securities including money market instruments with low to moderate risk. Under normal circumstances, the Macaulay duration of the scheme would be maintained between 3 to 6 months or such other duration as specified by SEBI from time to time.</td></tr>
<tr><td>Where will the scheme invest?</td><td>
The instruments details have been mentioned in the SID.
The differentiators which have been mentioned vis-à-vis exiting provisions and revised provisions only highlights the key changes.
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The Scheme will invest the entire corpus in debt and money market securities. There will be no investment in equity and equity related products, where returns have linkages with the equity movement.
1. Securities issued (including debt issuances) by domestic government agencies and statutory bodies, which may or may not be guaranteed by central or state government. This may include instruments like central government securities, state development loans and UDAY bonds, recapitalization bonds, and G-Sec repos.
2. Corporate bonds (including subordinated bonds/perpetual bonds) of public sector or private sector undertakings. corporate debt instruments such as all debt securities issued by entities like banks, companies, public sector undertakings, municipal corporations, body corporates, warrants, equity linked debentures (with no equity component), compulsorily convertible debenture (with no equity linked returns), capital instruments, etc.
3. Repo in corporate bonds of public sector or private sector undertakings.
4. Investments in international funds / foreign securities.
5. The fund may also invest into deposits of scheduled commercial banks as permitted under the extant Regulations.
6. Debt issuances of banks (public or private sector) and financial institutions, including capital instruments of banks/Financial institutions/non-banking finance companies.
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 total asset value of the Mutual Fund.
The other instruments are further elaborated in the SID, currently only key differentiators have been mentioned.
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#The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.
Please note that the particulars mentioned above only provide the material changes. Various forms of representations, disclosures, descriptions, references may vary in the actual disclosure of the scheme information document of the scheme after the effective date.
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<tr><td colspan="3">L&T SHORT TERM OPPORTUNITIES FUND</td></tr>
<tr><td>Particulars</td><td>Existing Provisions</td><td>Revised provisions</td></tr>
<tr><td>Scheme Name</td><td>L&T Short Term Opportunities Fund</td><td>L&T Short Term Bond Fund</td></tr>
<tr><td>Scheme Category</td><td>-</td><td>A Short Duration Fund</td></tr>
<tr><td>Type of the Scheme</td><td>An open-ended debt scheme</td><td>An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 year to 3 years (please refer to page no.__)#</td></tr>
<tr><td>Investment Objective</td><td>To generate returns for investors with a short-term investment horizon by investing in fixed income securities of shorter term maturity.</td><td>To generate regular returns and capital appreciation by investing in debt, government and money market securities.</td></tr>
<tr><td>Asset Allocation</td><td>
<table>
<tr><th>Type of Security</th><th>Indicative allocations Min% - Max%(% of Net Assets)</th><th>Risk Profile</th></tr>
<tr><td>Debt and Money Market Instruments with residual maturity upto 2 years</td><td>75% - 100%</td><td>Low</td></tr>
<tr><td>Debt Instruments with residual maturity greater than 2 years and less than 5 years</td><td>0% - 25%</td><td>Low to Medium</td></tr>
</table>
The Scheme may invest in securitized debt up to 50% of the portfolio.
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).
The average maturity of the Portfolio of the Scheme shall not exceed 2 years.
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<tr><td>Debt* Instruments</td><td>100%</td><td>0%</td><td>Low to Medium</td></tr>
<tr><td>Money Market Instruments^</td><td>100%</td><td>0%</td><td>Low to Medium</td></tr>
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Investments will be made in line with the asset allocation of the scheme and the applicable SEBI and / or AMFI guidelines as specified from time to time
The Macaulay duration of the Portfolio of the Scheme shall be between 1 to 3 years.
*Debt instruments would include all debt securities issued by entities such as banks, companies, public sector undertakings, municipal corporations, body corporates, warrants, equity linked debentures (with no equity component), compulsorily convertible debenture (with no equity linked returns), capital instruments including Basel III bonds, central government securities, state development loans and UDAY bonds, recapitalization bonds, municipal bonds and G-Sec repos and any other instruments as permitted by regulators from time to time.
^Money market instruments would include certificate of deposits, commercial papers, t-bills, repo, reverse repos and CBLO, bill rediscounting, bills of exchange / promissory notes, stand by letter of credit (SBLC) backed commercial papers and government securities having unexpired maturity of 1 year and such other instruments as eligible from time to time.
1. The fund may also enter into "Repo", "Stock Lending"
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5. The fund may also invest into deposits of scheduled commercial banks as permitted under the extant Regulations.
6. The Scheme may invest in derivatives up to 100% of the total assets of the Scheme for the purpose of hedging and portfolio balancing purposes. Further, in line with SEBI circular dated September 27, 2017, the scheme is permitted to imperfectly hedge their portfolio or a part of their portfolio by using Interest Rate Futures. The instruments may include instruments such as interest rate swaps, interest rate futures, credit default swaps, forward rate agreements, etc.
Due to market conditions, the AMC may invest beyond the range set out in the asset allocation. Such deviations shall normally be for a short term purpose only, 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 days.
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<tr><td>Investment Strategy</td><td>
The objective of the Scheme is to generate returns with moderate level of risk by investing primarily in Debt Securities and Money Market Instruments of short term maturity, and accordingly, at least 75% of the portfolio would be invested in Debt and Money Market Instruments with residual maturity upto 24 months. The portfolio average maturity shall not exceed 2 years and construction of portfolio would be in a basket of short to medium term securities of various tenors as per yield curve dynamics and interest rate view.
The Scheme shall follow an active duration management strategy. The fund manager shall manage the fund based on the outlook on interest rates and liquidity etc. Efficient portfolio construction shall be used to manage interest rate risk and credit risk across different asset class and duration buckets, and optimize risk-adjusted returns. The Scheme may use debt derivative instruments like interest rate swaps like Overnight Indexed Swaps ("OIS"), forward rate agreements, interest rate futures or such other derivative instruments as may be permitted under the applicable regulations. Derivatives may be used for the purpose of hedging, and portfolio balancing and such other purpose as may be permitted under the Regulations and Guidelines from time to time. The fund manager/s shall actively monitor and review markets and portfolios so that necessary rebalancing of the portfolios can be done.
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The objective of the Scheme is to generate returns with moderate level of risk by investing primarily in Debt Securities and money market instruments. The Macaulay duration of the Scheme will be between 1 to 3 years or such other duration as specified by SEBI from time to time.
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3. Repo in corporate bonds of public sector or private sector undertakings.
4. Investments in international funds/foreign securities.
5. The fund may also invest into deposits of scheduled commercial banks as permitted under the extant regulations.
6. Debt issuances of banks (public or private sector) and financial institutions, including capital instruments of banks/financial institutions/non-banking finance companies.
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 total asset value of the Mutual Fund.
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