

## LETTER TO ALL THE UNITHOLDERS OF ALL MERGING MUTUAL FUND SCHEME/S AND SURVIVING MUTUAL FUND SCHEME

Dear Unitholder,

Date: 14/10/2024

**Sub: Merger of Navi Conservative Hybrid Fund (merging scheme), an open-ended hybrid scheme into Navi Aggressive Hybrid Fund (surviving scheme), an open Ended Hybrid Scheme**

Unit holders are requested to note that the following scheme would be undergoing a merger as detailed in the table below:

Unit holders are requested to note that the merger of the Scheme will tantamount to a change in the fundamental attributes in accordance with the Regulations 18(15A) of the SEBI (Mutual Funds) Regulations 1996 ("MF Regulations"). The proposed merger shall be carried out by implementing a change in fundamental attributes of the Scheme.

The Board of Directors of Navi AMC Limited (the AMC) and Navi Trustee Limited (the Trustee), have approved the said proposal on June 07, 2024. Further, SEBI has also issued its no-objection to the said merger vide its letter number SEBI/HO/IMD/IMD-RAC-2/P/OW/2024/30716/1 dated September 27, 2024.

In addition to the conditions specified under Regulation 18 (15A), the Trustees have also taken into consideration the comments of SEBI, prior to effecting a change in fundamental attributes of the scheme. For further details with respect to the merger please refer to the points below:

- 1. Name of the Merging Scheme and Surviving Scheme:** Navi Conservative Hybrid Fund (merging scheme) and Navi Aggressive Hybrid Fund (surviving scheme).
- 2. Proposal:** To merge Navi Conservative Hybrid Fund ("Merging Scheme") into Navi Aggressive Hybrid Fund ("the Surviving Scheme").
- 3. Rationale for the merger:**

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Hybrid funds are mutual funds that diversify their investments across equity and fixed income instruments. They aim to offer a blend of growth and income, with the specific risk and return profile depending on the fund's allocation to equities and debt.

The Navi Conservative Hybrid fund is a small scheme in terms of AUM (Rs 35 crores) and has failed to garner any significant investor interest with the AUM remaining stagnant over the past two years. Navi Aggressive Hybrid fund is a relatively bigger scheme in terms of AUM (Rs 111.35 crores). The taxation of Aggressive Hybrid funds is favorable for the investors and the category has seen better month on month inflows compared to Conservative Hybrid Funds.

Managing the scheme is challenging due to the small size of the AUM which makes sourcing of corporate debt securities difficult. The typical ticket size for corporate debt securities is Rs 10 crores which is quite large relative to the scheme's AUM. This restricts our debt allocation to government securities which impacts our returns.

The Navi Conservative Hybrid scheme is ranked in the 4th quartile in its category, and we believe by streamlining our offerings and optimizing the portfolio management team's bandwidth we would be in a better position to optimize the long-term returns for investors.

Investors will benefit from larger fund size through more efficient sourcing of debt instruments which will help sustain returns.

Considering the above in the interest of investors, the management has proposed to merge Navi Conservative Hybrid Fund with Navi Aggressive Hybrid Fund. This will help investors to have a single offering under the hybrid category from the fund house having similar nature of investment objectives.

4. **Public Notice:** A public notice shall be given in respect of the changes in one English daily newspaper having nationwide circulation as well as in a regional language newspaper. An Addendum for the same would be published on the website of the Navi Mutual Fund at <https://navi.com/mutual-fund>.

#### 5. **Consequences of Merger:**

On the effective date of the merger of schemes, the Merging Scheme will cease to exist and the unit holders of Merging Scheme as at the close of business hours will be allotted units under the corresponding option of the Surviving Scheme at the last available applicable Net Asset Value ("NAV") on the effective date.

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The merger will not result in the emergence of any new scheme as Navi Conservative Hybrid Fund will be merged in the Surviving Scheme, viz. Navi Aggressive Hybrid Fund.

There will be no impact of the merger on the units held by the unitholders of the Surviving Scheme.

Plan/option wise allocation of units will be as follows

<b>Holding in Plan and option under the Merging Scheme</b>	<b>Allocation in Plan and option under the Surviving Scheme</b>
Navi Conservative Hybrid Fund -Direct Daily IDCW	Navi Aggressive Hybrid Fund -Direct Daily IDCW
Navi Conservative Hybrid Fund -Direct Growth	Navi Aggressive Hybrid Fund -Direct Growth
Navi Conservative Hybrid Fund -Direct Monthly IDCW	Navi Aggressive Hybrid Fund -Direct Monthly IDCW
Navi Conservative Hybrid Fund -Direct Weekly IDCW	Navi Aggressive Hybrid Fund -Direct Weekly IDCW
Navi Conservative Hybrid Fund -Regular Plan Growth Option	Navi Aggressive Hybrid Fund -Regular Plan Growth Option
Navi Conservative Hybrid Fund -Regular Plan Monthly IDCW	Navi Aggressive Hybrid Fund -Regular Plan Monthly IDCW
Navi Conservative Hybrid Fund -Regular Plan Quarterly IDCW	Navi Aggressive Hybrid Fund -Regular Plan Quarterly IDCW
-	Navi Aggressive Hybrid Fund -Regular Plan Half Yearly IDCW
-	Navi Aggressive Hybrid Fund -Regular Plan Annual IDCW

- IDCW = Income Distribution cum capital withdrawal option
- IDCW Payout = Payout of Income Distribution cum capital withdrawal option
- IDCW Reinvestment = Reinvestment of Income Distribution cum capital withdrawal option

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## 6. Exit period:

In accordance with Regulation 18(15A) of the SEBI (Mutual Funds) Regulations, 1996, the existing unitholders of the Merging Scheme and Surviving Scheme (i.e. whose names appear in the register of unitholders as on close of business hours on October 14, 2024 under the Scheme are hereby given an option to exit, i.e. either redeem their investments or switch their investments to any other schemes of Navi Mutual Fund, within the Exit Option Period (minimum 30 days) starting from October 15, 2024 till November 14, 2024 (both days inclusive and up to 3.00 pm on November 14, 2024) at Applicable NAV, without payment of any exit load.

The Exit Option can be exercised during the Exit Option Period by submitting a valid redemption/switch request at any Official Point of Acceptance of the Fund. For list of Official Points of Acceptance, please visit our website <http://www.navimutualfund.com>. Unitholders who do not exercise the exit option by 3.00 pm on November 14, 2024 would be deemed to have consented to the proposed merger. It may also be noted that no action is required in case the Unitholders are in agreement with the proposed merger, which shall be deemed as consent being given by them for the proposed merger.

## 7. Effective date of Merger:

The proposed merger will be effective from close of business hours on November 15, 2024 ("Effective Date").

## 8. Basis of allotment of new units by way of a numerical illustration:

Illustration on Basis of Allotment of units upon Merger for a consenting Unitholder:

Activity	Investment Value (in Rs. )	At NAV	No. of Units
Value of Holdings in Navi Conservative Hybrid Fund (on July 15, 2024)	10,000.00	15.00	666.67
Navi Aggressive Hybrid Fund on date of Merger (July 15, 2024)	15,00,000.00	20.00	75,000.00
Fresh Allotment to investor (in Navi Aggressive Hybrid Fund )	10,000.00	20.00	500.00

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(Dates and Figures are only for illustrative purposes. July 15, 2024 is assumed as the date of merger)

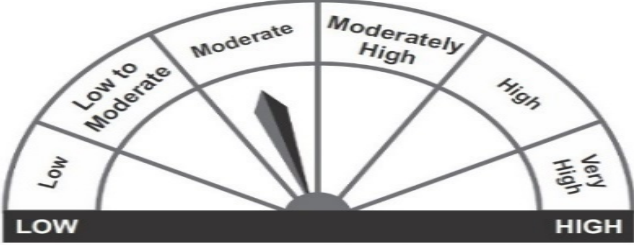

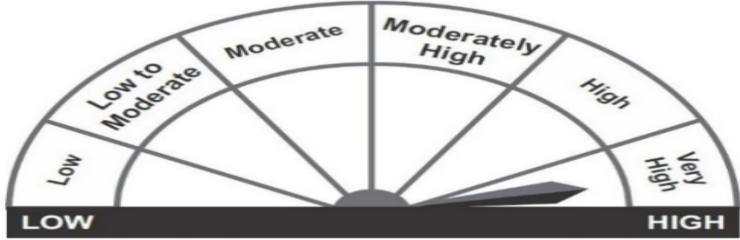

**9. The comparison between merging scheme features and surviving scheme features is as follows:**

Particulars	Merging Scheme Features	Surviving Scheme Features
<b>Name of the Scheme</b>	Navi Conservative Hybrid Fund	Navi Aggressive Hybrid Fund
<b>Category of Scheme</b>	Hybrid- Conservative Hybrid Fund	Hybrid- Aggressive Hybrid Fund
<b>Type of Scheme</b>	An open ended hybrid scheme investing predominantly in debt instruments.	An Open Ended Hybrid Scheme investing predominantly in equity and equity related instruments
<b>Product Labelling</b>	<p><b>This product is suitable for investors who are seeking*</b></p> <ul style="list-style-type: none"> <li>Income over medium to long term.</li> <li>Investment in high quality fixed income securities and with a marginal exposure to equity and equity related instruments.</li> </ul> <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p> <p><b>Scheme Risk-o-meter</b></p>	<p><b>This product is suitable for investors who are seeking*</b></p> <ul style="list-style-type: none"> <li>Capital appreciation over the long term.</li> <li>To generate capital appreciation by investing in equity and equity related instruments.</li> </ul> <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p> <p><b>Scheme Risk-o-meter</b></p>

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	<p><b>Riskometer</b></p>  <p>Investors understand that their principal will be at Moderate risk</p> <p><b>Benchmark Risk-O-Meter</b></p>  <p>Investors understand that their principal will be at Moderately High risk</p>	<p><b>Riskometer</b></p>  <p>Investors understand that their principal will be at Very High risk</p> <p><b>Benchmark Risk-O-Meter</b></p>  <p>Investors understand that their principal will be at Very High risk</p>
<b>Potential Risk Matrix</b>	Not Applicable	Not Applicable

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<b>Investment Objective</b>	To generate regular income through a portfolio of high quality fixed income securities and with a marginal exposure to equity and equity related instruments. The Scheme does not assure or guarantee any returns. There is no assurance that the investment objective of the Scheme will be achieved.			The investment objective of the scheme is to provide periodic returns and capital appreciation over a long period of time, investing in equity and equity related instruments. The Scheme does not assure or guarantee any returns. There is no assurance that the investment objective of the Scheme will be achieved.		
<b>Asset Allocation Pattern</b>	<b>Instruments</b>	<b>Indicative Allocation</b> (% of total assets)		<b>Instruments</b>	<b>Indicative Allocation</b> (% of total assets)	
		<b>Minimum</b>	<b>Maximum</b>		<b>Minimum</b>	<b>Maximum</b>
	Debt & Money market instruments*	75%	90%	Equity and Equity Related Instruments#	65%	80%
	Equity and Equity Related Instruments and/or Units of equity mutual fund schemes#	10%	25%	Debt & Money Market Instruments#	20%	35%
	Investment in REIT and INVIT	0%	10%	Investment in REITs and InvITs@	0%	10%
	<p>*includes securitized debt up to 25% of the net assets of the scheme.</p> <p>*Investments in Repo in Corporate debt and corporate reverse repo shall be within the limits prescribed as per SEBI circulars and guidelines issued from time to time.</p> <p>#Investment in Derivatives-up to 50% of net assets Investment in Securities and Lending Option upto 20%.</p> <p>A mutual fund may invest in the units of REITs and InvITs subject to the limits mentioned in table below:</p>			<p># including Derivative instruments.</p> <p>#Investments in Repo in Corporate debt and corporate reverse repo shall be within the limits prescribed as per SEBI circulars and guidelines issued from time to time.</p> <p>The cumulative gross exposure through equity, debt and derivatives position shall not exceed 100% of the net assets of the scheme.</p> <p>@ A mutual fund may invest in the units of REITs and InvITs as per the indicative table.</p>		

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Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)					Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)				
Sr. no		Type of Instrument	Percentage of Exposure	Circular References	Sl.no		Type of Instrument	Percentage of Exposure	Circular References
1.		Securities Lending	1. Not more than 20% of the net assets of a Scheme can generally be deployed in Stock Lending.  2. Not more than 5% of the net assets of a Scheme can generally be deployed in Stock Lending to	Paragraph 12.11 of SEBI Master Circular dated June 27, 2024	1		Securities Lending**	1. Not more than 20% of the net assets of a Scheme can generally be deployed in Stock Lending.  2. Not more than 5% of the net assets of a Scheme can generally be deployed in Stock Lending to any single approved intermediary / counterparty.	Paragraph 12.11 of SEBI Master Circular dated June 27, 2024

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			any single approved intermediary / counterpart y.			2	ReITS and InvITS*	a. No mutual fund under all its schemes shall own more than 10% of units issued by a single issuer of REIT and InvIT. (b) A mutual fund scheme shall not invest –  i. more than 10% of its NAV in the units of REIT and InvIT; and ii. more than 5% of its NAV in the units of REIT and InvIT issued by a single issuer	Paragraph 12.21 of SEBI Master Circular dated June 27, 2024.
	2.	ReITS and InvITS*	a) Not more than 10% of units issued by a single issuer of REIT and InvIT. b) A mutual fund scheme shall not invest – i. more than 10% of its NAV in the units of REIT and	Paragraph 12.21 of SEBI Master Circular dated June 27, 2024.		3	Derivatives	upto 50% of the net assets of the Scheme.	Paragraph 12.25 of SEBI Master Circular for Mutual

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			InvIT; and ii. more than 5% of its NAV in the units of REIT and InvIT issued by a single issuer				Investment in derivatives shall be for hedging, portfolio balancing or any other purposes as maybe permitted by SEBI from time to time. The Fund shall not take any leveraged position	Funds dated June 27, 2024.
	3.	Investment in Derivatives#	up to 50% of the net assets of the Scheme(s).	Paragraph 12.25 of SEBI Master circular on Mutual Funds dated June 27, 2024				
	4.	Foreign Securities**	up to 50% of net assets in Foreign Securities	Paragraph 12.19 of SEBI Master circular on Mutual Funds dated June 27, 2024	4	Other schemes of the Mutual Fund#	shall not exceed 5% of the Net Asset Value of the Mutual Fund.	Seventh schedule of SEBI (Mutual Fund) Regulations, 1996, the Scheme
	5.	The total exposure of scheme in a	Not exceeding 20% of the net assets of the scheme.	Regulation 2(mm) of SEBI (Mutual Fund) Regulations, 1996, Paragraph 3.5.2.8 of SEBI Master circular dated June 27, 2024.	5	Securitized debt	The Scheme shall not invest in this instrument.	-
					6	Foreign Securities including securitized	The Scheme shall not invest in this instrument.	-

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		Group (excluding investments in securities issued by Public Sector Units, Public Financial Institutions and Public Sector Banks###	Such investment limit may be extended to 25% of the net assets of the scheme with the prior approval of the Board of Trustees.			debt of foreign companies		
	7	Equity Linked Debentures	The Scheme shall not invest in this instrument.	-				
	8	ADRs/GDRs	The Scheme shall not invest in this instrument.	-				
	9	repo/reverse repo transactions in Corporate Debt Securities.	The Scheme shall not invest in this instrument.	-				
	6.	Investment by Mutual Fund Schemes and AMCs in	25 bps of its AUM as on December 31, 2022 in the units of the Corporate	Regulation 43A of SEBI (Mutual Fund) Regulations, 1996, read with SEBI circular no. SEBI/HO/IMDPoD2/CIR/2023/129 dated July 27, 2023.	<p>*Provided that the limits mentioned in sub-clauses (i) and (ii) above shall not be applicable for investments in case of index fund or sector or industry specific scheme pertaining to REIT and InvIT.</p> <p>**The AMC shall adhere to the following limits should it engage in Stock Lending</p> <p># the Scheme may invest in other schemes of the Mutual Fund or any other mutual fund without charging any fees, provided the aggregate inter-scheme investment made by all the schemes under the same management or in schemes under the management of any other asset management company.</p>			

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		units of Corporate Debt Market Development Fund \$	Debt Market Development Fund ('CDMDF') within 10 working days from the request of CDMDF.		<p>Subject to the SEBI (MF) Regulations and in accordance with Securities Lending Scheme, 1997, and Paragraph 12.11, 12.11.2.1.b of SEBI Master circular on Mutual Funds dated June 27, 2024, as may be amended from time to time, the Scheme may engage in short selling and borrowing and lending of securities.</p> <p>Pending deployment of the funds in securities in terms of investment objective of the Scheme, the AMC may park the funds of the Scheme in short term deposits of the Scheduled Commercial Banks, subject to paragraph 12.16, 12.16.1.6, 12.16.1.8 and 12.16.1.9 of SEBI Master Circular on Mutual Funds dated June 27, 2024 as may be amended from time to time. Short Term for such parking of funds by the Scheme shall be treated as a period not exceeding 91 days.</p>
	7	Equity Linked Debentures	The scheme shall not invest in this instrument.	-	
	8	repo/reverse repo transactions in Corporate Debt Securities	The scheme shall not invest in this instrument.	-	

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	9	Foreign Securities including securitized debt of foreign companies	The scheme shall not invest in this instrument.	-	
	<p>*Provided that the limits mentioned in sub-clauses (i) and (ii) above shall not be applicable for investments in case of index fund or sector or industry specific scheme pertaining to REIT and InvIT.</p> <p>#Investment in derivatives shall be for hedging, portfolio balancing and such other purposes as maybe permitted from time to time. The Fund shall not take any leveraged position. The total investments in the Fund including investment in debt, money market and other securities and gross exposure of derivatives , if any, shall not exceed the 100% of the net assets under management of the scheme</p> <p>**Presently the AMC does not have approval to invest in foreign securities it will take the necessary approvals from SEBI &amp; RBI before commencing investments in foreign securities and a dedicated fund manager will be appointed to oversee investments in foreign securities.</p>				

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	<p>## Such investment limit may be extended to 25% of the net assets of the scheme with the prior approval of the Board of Trustees. "Group" means a group as defined under Regulation 2(mm) of SEBI (Mutual Fund) Regulations, 1996 and shall include an entity, its subsidiaries, fellow subsidiaries, its holding company and its associates.</p> <p>In case of deviation from the above asset allocation pattern, the portfolio would be rebalanced within 30 days from the date of deviation.</p> <p>The Scheme retains the flexibility to invest across all the securities in the debt and Money Market Instruments. The Scheme may also invest in units of debt and liquid mutual fund schemes. As per investment restrictions specified in the Seventh schedule of SEBI (Mutual Fund) Regulations, 1996, the Scheme may invest in other schemes of the Mutual Fund or any other mutual fund (restricted to only debt and Ultra Short Term funds) without charging any fees, provided the aggregate inter-scheme investment made by all the schemes under the same management or in schemes under the management of any other asset management company shall not exceed 5% of the Net Asset Value of the Mutual Fund.</p> <p>\$Further, an incremental contribution to CDMDF shall be made every six months within 10 working days from the end of half year starting from December 2023 to ensure 25 bps of scheme AUM is invested in units of CDMDF. However, if AUM decreases there shall be no return or redemption</p>	
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	<p>from CDMDF. Contribution made to CDMDF, including the appreciations on the same, if any, shall be locked-in till winding up of the CDMDF.</p> <p>However, in case of winding up of a contributing Scheme, inter-scheme transfers within the same Mutual Fund or across Mutual Funds may be undertaken.</p> <p>Further, investments in CDMDF units shall not be considered as violation while considering maturity restriction as applicable for various purposes (including applicable Investment limits) and the calculations of Potential Risk Class (PRC) Matrix, Risk-o-meter, Stress testing and Duration for various purposes shall be done after excluding investments in units of CDMDF.</p> <p>Pending deployment of the funds in securities in terms of investment objective of the Scheme, the AMC may park the funds of the Scheme in short term deposits of the Scheduled Commercial Banks, subject to the paragraph 12.16, 12.16.1.6, 12.16.1.8 and 12.16.1.9 of SEBI Master Circular on Mutual Funds dated June 27, 2024, as may be amended from time to time.</p> <p><b>Changes in Investment Pattern:</b></p> <p><b>Rebalancing due to Short term defensive consideration:</b></p>	<p><b>Changes in Investment Pattern:</b></p>
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	<p>Subject to the SEBI regulations, the asset allocation pattern indicated above may change from time to time, keeping in view the market conditions, market opportunities, applicable regulations and political and macroeconomic factors. Such changes in the investment pattern will be for short term and defensive considerations only and will be rebalanced within 30 calendar days without any further extension and the intention being at all times to seek to protect the interests of the Unit holders in line with Paragraph 1.14.1.2 of SEBI Master circular on Mutual Funds dated June 27, 2024.</p> <p><b>Rebalancing due to passive breaches:</b></p> <p>Paragraph 2.9 of SEBI Master circular on Mutual Funds dated June 27, 2024, in case of any deviation due to passive breaches, the asset allocation would be restored in line with the above-mentioned asset allocation pattern within 30 business days from the date of deviation.</p> <p>In case the asset allocation is not rebalanced within the above mandated timelines, justification in writing, including details of efforts taken to rebalance the portfolio shall be placed before Investment Committee. The Investment Committee, if so desires, can extend the timelines up to sixty (60) business days from the date of completion of mandated rebalancing period. However, at all times the portfolio will adhere to the overall investment objective of the scheme.</p>	<p><b>Rebalancing due to passive breaches</b></p> <p>Pursuant to paragraph 2.9 of SEBI Master Circular on Mutual Funds dated June 27, 2024, in case of any deviation due to passive breaches, the asset allocation would be restored in line with the above-mentioned asset allocation pattern within 30 business days from the date of deviation.</p> <p>In case the asset allocation is not rebalanced within the above mandated timelines, justification in writing, including details of efforts taken to rebalance the portfolio shall be placed before Investment Committee. The Investment Committee, if so desires, can extend the timelines up to sixty (60) business days from the date of completion of mandated rebalancing period. However, at all times the portfolio will adhere to the overall investment objective of the scheme.</p>
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	<p>In case the scheme is not rebalanced within the aforementioned mandate plus extended timelines:</p> <p>a. The AMC shall not be permitted to launch any new scheme till the time the portfolio is rebalanced.</p> <p>b. The AMC shall not levy any exit load, (if any), on the investor exiting the Scheme.</p> <p>In case the AUM of the deviated portfolio is more than 10% of the AUM of the main portfolio of the scheme.</p> <p>i. The AMC shall immediately communicate the same to the investors of the scheme after the expiry of the mandated rebalancing period (i.e. 30 Business Days) through SMS and email/ letter including details of portfolio not rebalanced.</p> <p>ii. The AMC shall also immediately communicate to the investors through SMS and email/letter when the portfolio is rebalanced.</p> <p>iii. The AMC shall disclose scheme wise deviation of the portfolio (beyond aforesaid 10% limit) from the mandated asset allocation beyond 30 business days, on the AMC 's website i.e. <a href="https://navi.com/mutual-fund">https://navi.com/mutual-fund</a> .</p> <p>The AMC shall also disclose any deviation from the mandated asset allocation to investors along with periodic portfolio disclosures as specified by SEBI from the date of lapse of mandated plus extended rebalancing timelines.</p>	<p>In case the scheme is not rebalanced within the aforementioned mandate plus extended timelines:</p> <p>a) The AMC shall not be permitted to launch any new scheme till the time the portfolio is rebalanced.</p> <p>b) The AMC shall not levy any exit load, (if any), on the investor exiting the Scheme.</p> <p>In case the AUM of the deviated portfolio is more than 10% of the AUM of the main portfolio of the scheme.</p> <p>i.The AMC shall immediately communicate the same to the investors of the scheme after the expiry of the mandated rebalancing period (i.e. 30 Business Days) through SMS and email/ letter including details of portfolio not rebalanced.</p> <p>ii.The AMC shall also immediately communicate to the investors through SMS and email/letter when the portfolio is rebalanced.</p> <p>iii.The AMC shall disclose scheme wise deviation of the portfolio (beyond aforesaid 10% limit) from the mandated asset allocation beyond 30 business days, on the AMC 's website i.e. <a href="http://www.navimutualfund.com">www.navimutualfund.com</a></p> <p>The AMC shall also disclose any deviation from the mandated asset allocation to investors along with periodic portfolio disclosures as specified by SEBI from the date of lapse of mandated plus extended rebalancing timelines.</p>
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#### Navi AMC Limited

E: [mf@navi.com](mailto:mf@navi.com) | T: +91 080 45113400; | <https://navi.com/mutual-fund> | CIN: U65990KA2009PLC165296

Registered Office: Vaishnavi Tech Square, 7<sup>th</sup> Floor, Iballur Village, Begur, Hobli, Bengaluru, Karnataka 560102

	<p>The above mentioned norms shall be applicable to main portfolio only and not to segregated portfolio(s), if any.</p> <p>It may be noted that no prior intimation/indication would be given to investors when the composition/asset allocation pattern under the scheme undergo changes within the permitted band as indicated above and for defensive considerations owing to changes in factors such as market conditions, market opportunities, applicable regulations and political and economic factors.</p> <p>Provided further and subject to the above, any change in the asset allocation affecting the investment profile of the Scheme shall be effected only in accordance with the provisions of sub regulation (15A) of Regulation 18 of the Regulations.</p> <p>The portfolio duration will undergo a change according to the expected movement in interest rates. Liquidity conditions and other macro-economic factors affecting interest rates shall be taken into account for varying the portfolio duration. It is expected that the average maturity for the fund will be in the range of 1-3 months depending on the interest rate view. However, this can undergo a change in case the market conditions warrant and according to the fund manager's view.</p> <p><b>Rebalancing in case of involuntary corporate action.</b></p> <p>In the event of involuntary corporate action of involuntary corporate action, the scheme shall dispose the security not forming part of the underlying index within a day from the date of allotment of Listing.</p>	<p>The above mentioned norms shall be applicable to main portfolio only and not to segregated portfolio(s), if any.</p> <p><b>Rebalancing in case of Short Term Defensive Considerations.</b></p> <p>It may be noted that no prior intimation/indication would be given to investors when the composition/asset allocation pattern under the scheme undergo changes within the permitted band as indicated above and for defensive considerations owing to changes in factors such as market conditions, market opportunities, applicable regulations and political and economic factors.</p> <p>Provided further and subject to the above, any change in the asset allocation affecting the investment profile of the Scheme shall be effected only in accordance with the provisions of sub regulation (15A) of Regulation 18 of the Regulations.</p> <p><b>Rebalancing in case of involuntary corporate action.</b></p> <p>In the event of involuntary corporate action the scheme shall dispose the security not forming part of the underlying index within a day from the date of allotment of Listing.</p>
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<b>Investment Strategy</b>	<p>To generate regular income through a portfolio of high quality fixed income securities and with a marginal exposure to equity and equity related instruments.</p> <p><b>Debt Investment Strategy:</b></p> <p>The Fund Manager would seek to enhance returns by trading on the shape of the yield curve in the short to medium time frame and also on the differentiated premia offered by the market to different issuers of debt. For example the spread between a similar maturity instrument issued by a bank, a NBFC and a manufacturing concern can vary from 100 bps to 500 bps. But it has to be understood that there would be a trade off in terms of their respective liquidity. As the Funds objective to maximize returns without compromising on safety and liquidity, the portfolio would be constructed with a judicious mix of instruments issued by the universe of eligible issuers across the spectrum. Portfolio maturity is determined after analyzing the macro-economic environment including future course of system liquidity, interest rates and inflation along with other considerations in the economy and markets.</p> <p>The Investment Strategy would be a combination of Top Down and Bottom Up approach for investments.</p> <p>The Top Down approach would entail:</p>	<p><b>Debt Investment Strategy:</b></p> <p>The Fund Manager would seek to provide risk adjusted returns by optimizing the tradeoffs between liquidity, duration (interest rate movement), and credit quality, depending on the macro- economic, technical, and market factors including future course of system liquidity, interest rates, and other fiscal and monetary variables.</p> <p>The investment strategy starts from analysis, then incorporates limits, looks at portfolio construction and rebalancing, and finally performance monitoring as a feedback loop.</p> <p>The analysis activity starts from macroeconomic analysis, including fiscal and economic factors, impact of global and local events on India's macro-economy, and finally impact of these on the fixed income market. Technical analysis is undertaken as to the likely range of movement, and deciding the timing. Market activity analysis is looked into to determine liquidity of specific securities. Credit analysis and monitoring is resorted to, and dovetailed with the other analysis to determine credit quality, and ideal spreads where specific securities ought to be trading at. This is a continuous process. All this analysis is sieved through limit filters set by the investment committee.</p>
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	<ol style="list-style-type: none"> <li>1) Study of the current state of the economy</li> <li>2) Study of the current inflationary trends in the economy and the resultant effect on yields and interest rate movement in the debt market.</li> <li>3) Study of the liquidity flows in the system.</li> </ol> <p>These studies would help the Fund Manager determining the duration call one has to take during portfolio construction.</p> <p>The Bottom up approach would entail:</p> <ol style="list-style-type: none"> <li>1) Along with above mentioned top-down approach, we would also adopt a bottom-up approach for identifying investment opportunities in individual companies.</li> <li>2) Management evaluation, corporate governance, industry analysis, business analysis, past track record, future plans, projections, expected returns and valuations would be some of the key points while choosing a company.</li> </ol> <p>Based on the above approaches, a Debt Investment Universe would be constructed. This would be the base for portfolio construction. Sovereign Debt i.e. Central Govt. Securities and State Govt. Securities would also be part of the investment universe. Investment in them would take place in accordance to the schemes objectives.</p>	<p>Based on these results, portfolio construction and rebalancing is carried out. The performance of the portfolio is continuously monitored, and feedback is taken as to the performance of individual securities to test the assumptions behind the analysis. The assumptions are then tweaked from the learning incorporated by the feedback.</p> <p>Based on this learning, fresh analysis is carried out for portfolio rebalancing, and the process continuously iterates.</p> <p><b>EQUITY DERIVATIVE INSTRUMENTS:</b></p> <p>Equity derivative instrument include but are not limited to futures (both stock and index) and options (stock and index).</p> <p>Derivatives are financial contracts of pre-determined fixed duration, like stock Futures/options and index futures and options, whose values are derived from the value of an underlying primary financial instrument such as: interest rates, exchange rates, commodities, and equities.</p> <p>Derivatives can be either exchange traded or can be over the counter (OTC). Exchange traded derivatives are listed and traded on stock exchanges whereas OTC derivative transactions are generally structured between two counterparties. The risks associated with derivatives are similar to those associated with equity investments.</p>
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	<p>The Fund would normally be investing in the short to medium maturity debt instruments. As a result, the Fund stands to expose to market risk which can get captured partially by “mark to market component” thereby inducing a potential daily volatility. Also, the Fund will have a mix of credits with a moderately higher credit risk. The Fund will always aim at controlling risk by carrying a rigorous credit evaluation of the instruments proposed to be invested in. The credit evaluation will be carried out on the basis of the parameters mentioned above. On a relative basis, the alpha to the portfolio will be generated by managing the interest rate risk across different asset classes and duration buckets, as compared to trading the credit curve.</p> <p><b>Debt Derivatives Strategy:</b></p> <p>The Scheme may use Derivative instruments like interest rate swaps like Overnight Indexed Swaps (“OIS”), forward rate agreements, interest rate futures (as and when permitted) or such other Derivative instruments as may be permitted under the applicable regulations. Derivatives will be used for the purpose of hedging, and portfolio balancing or such other purpose as may be permitted under the regulations and Guidelines from time to time.</p> <p>The Fund will be allowed to take exposure in interest rate swaps only on a non-leveraged basis. A swap will be undertaken only if there is an</p>	<p><b>Debt Derivatives Strategy:</b></p> <p>The Scheme may use Derivative instruments like interest rate swaps like Overnight Indexed Swaps (“OIS”), forward rate agreements, interest rate futures (as and when permitted) or such other Derivative instruments as may be permitted under the applicable regulations. Derivatives will be used for the purpose of hedging, and portfolio balancing or such other purpose as may be permitted under the regulations and Guidelines from time to time.</p> <p>The Fund will be allowed to take exposure in interest rate swaps only on a non-leveraged basis. A swap will be undertaken only if there is an underlying asset</p>
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<p>underlying asset in the portfolio. In terms of Paragraph 7.6 of SEBI Master circular on Mutual Funds dated June 27, 2024 and RBI guidelines permitting participation by Mutual Funds in interest rate swaps and forward rate agreements, the Fund will use Derivative instruments for the purpose of hedging and portfolio balancing.</p> <p>The Fund may also use derivatives for such purposes as maybe permitted from time to time. Further, the guidelines issued by RBI from time to time for forward rate agreements and interest rate swaps and other derivative products would be adhered to by the Mutual Fund.</p> <p>IRS and FRA do also have inherent credit and settlement risks. However, these risks are substantially reduced as they are limited to the interest streams and not the notional principal amounts.</p> <p>Investments in Derivatives will be in accordance with the extant Regulations / guidelines. Presently Derivatives shall be used for hedging and / or portfolio balancing purposes, as permitted under the Regulations. The circumstances under which such transactions would be entered into would be when, for example using the IRS route it is possible to generate better returns / meet the objective of the Scheme at a lower cost. e.g. if buying a 2 Yr Mibor based instrument and receiving the 2 Yr swap rate yields better return than the 2 Yr AAA corporate, the Scheme would endeavor to do that. Alternatively, the Scheme would also look to hedge</p>	<p>in the portfolio. In terms of Circular No. MFD.BC.191/07.01.279/1999-2000 and MPD.BC.187/07.01.279/1999- 2000 dated November 1, 1999 and July 7, 1999 respectively issued by RBI permitting participation by Mutual Funds in interest rate swaps and forward rate agreements, the Fund will use Derivative instruments for the purpose of hedging and portfolio balancing.</p> <p>The Fund may also use derivatives for such purposes as maybe permitted from time to time. Further, the guidelines issued by RBI from time to time for forward rate agreements and interest rate swaps and other derivative products would be adhered to by the Mutual Fund.</p> <p>IRS and FRA do also have inherent credit and settlement risks. However, these risks are substantially reduced as they are limited to the interest streams and not the notional principal amounts.</p> <p>Investments in Derivatives will be in accordance with the extant Regulations / guidelines. Presently Derivatives shall be used for hedging and / or portfolio balancing purposes, as permitted under the Regulations. The circumstances under which such transactions would be entered into would be when, for example using the IRS route it is possible to generate better returns / meet the objective of the Scheme at a lower cost. e.g. if buying a 2 Yr. Minor based instrument and receiving the 2 Yr. swap rate yields better return than the 2 Yr. AAA corporate, the Scheme would endeavor to do that. Alternatively, the</p>
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	<p>existing fixed rate positions if the view on interest rates is that it would likely rise in the future.</p> <p><b>EQUITY INVESTMENT STRATEGY:</b></p> <p>The Scheme would invest in an actively managed diversified portfolio of equity and equity related instruments. Companies that are attractive and have good long term growth potential would be chosen out of the stock universe. The investment would not have any bias of sector or market capitalization.</p> <p>The fund manager would follow a strategy which will be a combination of top down and bottoms up approach.</p> <p>Under the top down process, the fund manager would look at various themes and sectors that have potential high growth or core sectors influencing the economy. A macro-economic view and global view is also taken into consideration for this process.</p> <p>On identification of themes and sectors, bottoms-up process is initiated to identify investment opportunities in individual stocks. Stocks would be identified based on company and business analysis, industry analysis, future plans, projections, technical analysis and valuations. Based on</p>	<p>Scheme would also look to hedge existing fixed rate positions if the view on interest rates is that it would likely rise in the future.</p> <p>For details on Derivative Strategy please refer <b>SAI</b>.</p> <p><b>EQUITY INVESTMENT STRATEGY:</b></p> <p>The investment strategy of the fund will be based on the growth potential of the companies where it would invest. The strategy would entail both top down and bottom up processes to identify such companies. The fund will invest in equity &amp; equity related securities of companies diversified across various industries, which help, reduce concentrated exposure in a particular industry.</p> <p>Stock identification process would include company and business analysis, industry analysis, future plans, projections, technical analysis and valuations. Based on analysis of various financial and non-financial parameters, the stocks will finally be shortlisted for portfolio construction process.</p> <p>The Fund Manager of the scheme would also take cues from the global macroeconomic trends, Government policy and monetary policy actions to decide on the asset allocation. The allocations will be within the limits defined in the asset allocation table.</p>
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	<p>analysis of various financial and non-financial parameters, the stocks are finally shortlisted for portfolio construction process.</p> <p>Apart from in-house research, external research is used as an important source of information. Various magazines, journals, newspapers and databases also help in the research process.</p> <p>For detailed derivative strategies, please refer to <b>SAI</b>.</p> <p><b>Portfolio Construction:</b></p> <p>The fund manager has the primary responsibility for portfolio construction based on the investment objective of the Scheme. Portfolio construction guidelines are laid down for each fund and reviewed on a need basis. Every investment decision we make is by keeping in mind the investment objective of the Scheme and how the security will affect the overall portfolio. In addition, we also look into the current Macroeconomic / Industry views that impact industry and asset allocation decisions for the fund. Technical views which are relevant to asset allocation, if applicable are also taken into consideration. Our focus would be on long term investing driven by fundamental research. However, we would also keep an eye on short-term performance and analyze the same.</p> <p><b>Portfolio Turnover:</b></p>	<p>Apart from in-house research, external research is used as an important source of information. Various magazines, journals, newspapers and databases also help in the research process.</p> <p><b>Portfolio Construction</b></p> <p>The fund manager has the primary responsibility for portfolio construction based on the investment objective of the Scheme. Every investment decision taken is by keeping in mind the investment objective of the Scheme and how the security will affect the overall portfolio.</p> <p>In addition, the current macro-economic / industry scenario is also monitored and analyzed to assess any impact on the sector and asset allocation decisions of the fund. Technical views which are relevant to asset allocation, if applicable will also be taken into consideration. The focus would be on long term investing driven by fundamental research. However, short-term performance will also be monitored and evaluated.</p> <p><b>Portfolio Turnover:</b></p>
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	<p>The Scheme being an open-ended Scheme, it is expected that there would be a number of Subscriptions and Redemptions on a daily basis. Further, in the debt market, trading opportunities may arise due to changes in system liquidity, interest rate policy announced by RBI, shifts in the yield curve, credit rating changes or any other factors. In the opinion of the fund manager these opportunities can be played out to enhance the total return of the portfolio, which will result in increase in portfolio turnover. There may be an increase in transaction cost such as brokerage paid, if trading is done frequently. However, the cost would be negligible as compared to the total expenses of the Scheme. Frequent trading may increase the profits which will offset the increase in costs. The fund manager will endeavor to optimize portfolio turnover to maximize gains and minimize risks keeping in mind the cost associated with it. However, it is difficult to estimate with reasonable measure accuracy, the likely turnover in the portfolio of the Scheme.</p> <p>The Scheme has no specific target relating to portfolio turnover.</p>	<p>The Scheme being an open-ended Scheme, it is expected that there would be a number of Subscriptions and Redemptions on a daily basis. Further, in the debt market, trading opportunities may arise due to changes in system liquidity, interest rate policy announced by RBI, shifts in the yield curve, credit rating changes or any other factors. In the opinion of the fund manager these opportunities can be played out to enhance the total return of the portfolio, which will result in increase in portfolio turnover. There may be an increase in transaction cost such as brokerage paid, if trading is done frequently. However, the cost would be negligible as compared to the total expenses of the Scheme. The fund manager will endeavor to optimize portfolio turnover to maximize gains and minimize risks keeping in mind the cost associated with it. However, it is difficult to estimate with reasonable measure accuracy, the likely turnover in the portfolio of the Scheme.</p> <p>The Scheme has no specific target relating to portfolio turnover.</p>
<b>Benchmark</b>	CRISIL Hybrid 85+15 – Conservative Index	CRISIL Hybrid 35+65 – Aggressive Index
<b>Fund Manager</b>	Mr. Aditya Mulki and Mr. Ashutosh Shirwaikar shall be Equity Fund Manager of the Scheme and Mr. Tanmay Sethi shall be Debt Fund Manager of the Scheme.	Mr. Aditya Mulki and Mr. Ashutosh Shirwaikar shall be Equity Fund Manager of the Scheme and Mr. Tanmay Sethi shall be Debt Fund Manager of the Scheme.
<b>Exit Load</b>	<p>Nil</p> <p>Redemption of units would be done on First in First out Basis (FIFO).</p>	<p>Nil</p> <p>Redemption of units would be done on First in First out Basis (FIFO).</p>

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<b>Plan and Option</b>	<b>Plans: Regular &amp; Direct</b>  <b>Options:</b> a. Growth b. IDCW (Reinvestment of Income Distribution cum capital withdrawal option and Payout of Income Distribution cum capital withdrawal option)  <b>Sub Options for IDCW:</b> -Payout of Income Distribution cum capital withdrawal option facility -Reinvestment of Income Distribution cum capital withdrawal option facility  <b>IDCW Frequency:</b> Normal, Monthly, Quarterly.	<b>Plans: Regular &amp; Direct</b>  <b>Options:</b> a. Growth b. IDCW  <b>Sub Options for IDCW:</b> -Payout of Income Distribution cum capital withdrawal option facility -Reinvestment of Income Distribution cum capital withdrawal option facility;  <b>IDCW Frequency:</b> Normal, Monthly, Quarterly, Half yearly & Annual.
<b>Expense ratio as per SID with actual charged</b>	<u>As per SID: Up to 2.00 % of the daily net assets of the Scheme</u>  <u>Actual expenses FY 2023-2024 (% Weightage) (Excluding GST)</u> Regular Plan – 2.10% Direct Plan – 0.39%	<u>As per SID: Up to 2.25 % of the daily net assets of the Scheme</u>  <u>Actual expenses for FY 2023-24 (% Weightage) (Excluding GST)</u> Regular Plan – 2.25% Direct Plan – 0.42%
<b>Number of Folios along with AUM</b>	AUM-35.70cr Folio -9423	AUM-110.73cr Folio -16598
<b>Unclaimed Redemptions and IDCW</b>	As on July 31, 2024.  Unclaimed Dividend: Rs. 2673.22/-	As on July 31, 2024.  Unclaimed Dividend: Nil.

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	Unclaimed Redemption: Rs. 1220894.49 /-	Unclaimed Redemption: Rs. 133060.86/-
<b>Segregated Portfolio</b>	The AMC has a written down policy on Creation of segregated portfolio which is approved by the Trustees. Creation of segregated portfolio shall be subject to guidelines specified by SEBI from time to time The legal charges related to recovery of the investments of the segregated portfolio may be charged to the segregated portfolio in proportion to the amount of recovery. However, the same shall be within the maximum TER limit as applicable to the main portfolio. The legal charges in excess of the TER limits, if any, shall be borne by the AMC.	The AMC has a written down policy on Creation of segregated portfolio which is approved by the Trustees. Creation of segregated portfolio shall be subject to guidelines specified by SEBI from time to time The legal charges related to recovery of the investments of the segregated portfolio may be charged to the segregated portfolio in proportion to the amount of recovery. However, the same shall be within the maximum TER limit as applicable to the main portfolio. The legal charges in excess of the TER limits, if any, shall be borne by the AMC.
<b>Percentage of Total exposure to securities classified as below investment grade or default and % of total illiquid assets to net assets of the individual scheme as well as in</b>	0% as on July 31, 2024.	0% as on July 31, 2024.

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<b>consolidate scheme</b>		
<b>Swing Pricing Framework</b>	Not Applicable.	Not Applicable.
<b>Latest Portfolio of the Scheme</b>	Annexure A	Annexure A
<b>Performance of the scheme vis-à-vis the benchmark (since inception)</b>	Annexure B	Annexure B
<b>Any other disclosure specified by Trustees</b>	<p>Unit holders of Navi Conservative Hybrid Fund are requested to note that the asset allocation is currently more towards Debt &amp; Money market instruments. Post Merger of Navi conservative Hybrid Fund into Navi Aggressive Hybrid Fund the asset allocation will be more towards Equity and Equity Related Instruments. Unit holders are therefore requested to note the scheme provisions in detail for Navi Aggressive Hybrid Fund in this matter.</p> <p>The request for reissue/ revalidation of instruments towards unclaimed redemption / dividend should be made by the unit holder to CAMS, the</p>	-

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	registrar to the schemes of Navi Mutual Fund, or to the nearest branch of the AMC.	
<b>Any other disclosure specified by SEBI</b>	-	-

- 10.** In accordance with the Regulation 18(15A) of SEBI (Mutual Funds) Regulations, 1996, all the existing Unit Holders of the Merging Scheme and Unit holders of Surviving Scheme, if applicable, are given an option to exit the scheme at the applicable Net Asset Value without any exit load on such redemption. This option is valid for a period of 30 days.
- 11.** Please note that the unit holders of the Merging scheme and Surviving Scheme, if applicable, who do not opt for redemption on or before November 14, 2024 (up to 3:00 p.m.) shall be deemed to have consented to the changes specified herein above and shall continue to hold units in the surviving Scheme.
- 12.** In case the Unit holder who have been given an exit option without any exit load, disagree with the aforesaid changes, they may redeem all or part of the Units of the Scheme held by them by exercising the Exit Option, without the Exit Load, within the Exit Option Period. Unit holders need to submit a redemption/switch request online or through a physical application form at any official point of acceptance/investor service center of the AMC or the Registrar and Transfer Agents of the Fund or to the Depository Participant (in case of units held in DEMAT mode). The above information is also available on the website of Navi Mutual Fund <https://navi.com/mutual-fund>. The redemption warrant/cheque will be mailed or the amount of redemption will be credited to the unit holders Bank account (as registered in the records of the Registrar) within 3 (three) working days from the date of receipt of redemption request.
- 13.** Unit holders can also submit the normal redemption form for this purpose. The redemption/switch request shall be processed at applicable NAV as per time stamping provisions contained in the SID of the scheme. Unit holders should ensure that any change in address or pay-out bank details if required by them, are updated in Navi

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Mutual Fund's records at least 10 (ten) working days before exercising the Exit option. Unit holders holding units in dematerialized form may approach their DP for such changes.

14. Unit holders who have pledged/ encumbered their units will not have the option to exit unless they submit a release of their pledges/encumbrances prior to submitting their redemption/ switch requests.
15. In case investors, who had registered for systematic investment facilities such as SIP/STP/ SWP in the merging Scheme, decide to continue their investments i.e do not opt for the Exit Option, then such SIP/STP/SWP registrations will continue to be processed under the respective Plan/Option of the Surviving scheme from the effective date and no fresh registration will be required. Further, investors who have registered for Systematic investment facilities in the scheme and who do not wish to continue their future investment facilities must apply for cancellation of such registrations.
16. It may however be noted that the offer to exit is purely optional and not compulsory. If the unitholders has no objection to the aforesaid change, no action is required to be taken and it would be deemed that such Unit holder has consented to the aforesaid change. However, we at Navi Mutual Fund would like the Unit holders to continue their investments with us to help them achieve their financial goals.
17. The expenses related to the proposed charges and other consequential changes will not be charged to the unitholders of the scheme of Navi Mutual Fund.

#### **18. Tax Consequences:**

As regards to Unitholders who redeem their investments during the Exit Option Period, the tax consequences set forth in the Statement of Additional Information of Navi Mutual Fund and Scheme Information Document of the relevant scheme of Navi Mutual Fund shall apply. In view of the individual tax consequences, you are advised to consult your professional tax advisor for detailed tax advice.

Capital Gains on extinguishment of units of the merging scheme shall be taxable as follows:

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- a) Long term capital gain: (Period of holding more than 36 months)
  - 20% with indexation + applicable surcharge + 4% Cess.
- b) Short term capital gain: (Period of holding less than or equal to 36 months)
  - Income tax rate applicable to the Unit holders as per their income slabs
  - Domestic Company<sup>(1)</sup>:
    1. 30% + Surcharge as applicable + 4% Cess
    2. 25% + Surcharge as applicable + 4% Cess
    3. 22% + 10% Surcharge + 4% Cess

<sup>(1)</sup> In case of domestic companies, the rate of income-tax shall be:

- a) 30% if the company's total turnover or gross receipts in the financial year 2021-22 exceeds Rs. 400 crores.
- b) 25% if the company's total turnover or gross receipts in the financial year 2021-22 does not exceed Rs. 400 crores.
- c) 22% if the company opts for Section 115BAA, where the total income of a company has been calculated without claiming specified deductions, exemptions, incentives, and additional depreciation.

The exemption under Section 47(xviii) of the Income Tax Act, 1961, for the consolidation of two mutual fund schemes, will not be available to the investors in this case as the consolidation involves merging an equity-oriented fund with other than an equity-oriented fund.

Securities Transaction Tax (STT) on extinguishment of units under Merging Scheme and allotment under the Surviving Scheme upon merger of schemes, shall not be levied.

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In case of Non-Resident Indians, tax, if any at applicable rates, shall be deducted by Navi Mutual Fund.

**Navi Mutual Fund:**

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**Email - [mf@navi.com](mailto:mf@navi.com)**

**Tel No. - 8045113400**

Yours faithfully,

**Navi AMC Limited**

**Sd/-**

**Authorized Signatory**

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

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## Annexure A

### Portfolios of the Schemes as on July 31, 2024.

Navi Aggressive Hybrid Fund		
Portfolio Holdings	Rating	% of Net Assets
<b>EQUITY SHARES</b>		<b>69.75%</b>
RELIANCE INDUSTRIES LIMITED	PETROLEUM PRODUCTS	5.17%
ICICI BANK LIMITED	BANKS	4.06%
HDFC BANK LIMITED	BANKS	3.34%
AXIS BANK LIMITED	BANKS	2.95%
TATA CONSULTANCY SERVICES LIMITED	IT - SOFTWARE	2.54%
UNO MINDA LIMITED	AUTO COMPONENTS	2.45%
COAL INDIA LIMITED	CONSUMABLE FUELS	2.43%
USHA MARTIN LTD	INDUSTRIAL PRODUCTS	2.22%
INFOSYS LIMITED	IT - SOFTWARE	2.18%
INDUSIND BANK LIMITED	BANKS	2.07%
SBI LIFE INSURANCE COMPANY LIMITED	INSURANCE	2.06%
SUN PHARMACEUTICAL INDUSTRIES LIMITED	PHARMACEUTICALS & BIOTECHNOLOGY	2.01%
GLENMARK LIFE SCIENCES LIMITED	PHARMACEUTICALS & BIOTECHNOLOGY	1.94%
HINDUSTAN AERONAUTICS LTD	AEROSPACE & DEFENSE	1.87%
CREDITACCESS GRAMEEN LIMITED	FINANCE	1.82%
VEDANT FASHIONS LIMITED	RETAILING	1.77%
ITC LIMITED	DIVERSIFIED FMCG	1.75%

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APOLLO HOSPITALS ENTERPRISE LIMITED	HEALTHCARE SERVICES	1.67%
EMS LIMITED	OTHER UTILITIES	1.63%
HINDUSTAN UNILEVER LIMITED	DIVERSIFIED FMCG	1.42%
UPL LIMITED	FERTILIZERS & AGROCHEMICALS	1.34%
DEEPAK FERTILIZERS AND PETRO. CORP. LTD	CHEMICALS & PETROCHEMICALS	1.32%
HCL TECHNOLOGIES LIMITED	IT - SOFTWARE	1.26%
SUPRAJIT ENGINEERING LTD	AUTO COMPONENTS	1.25%
BLS INTERNATIONAL SERVICES LIMITED	LEISURE SERVICES	1.19%
HINDALCO INDUSTRIES LIMITED	NON - FERROUS METALS	1.09%
SRF LIMITED	CHEMICALS & PETROCHEMICALS	1.08%
ZYDUS LIFESCIENCES LIMITED	PHARMACEUTICALS & BIOTECHNOLOGY	1.01%
TATA CONSUMER PRODUCTS LIMITED	AGRICULTURAL FOOD & OTHER PRODUCTS	1.00%
UNITED SPIRITS LIMITED	BEVERAGES	0.95%
MM FORGINGS LIMITED	AUTO COMPONENTS	0.94%
AU SMALL FINANCE BANK LIMITED	BANKS	0.93%
JIO FINANCIAL SERVICES LIMITED	FINANCE	0.85%
VALIANT ORGANICS LIMITED	CHEMICALS & PETROCHEMICALS	0.77%
BHARTI AIRTEL LIMITED	TELECOM - SERVICES	0.74%
ASHOK LEYLAND LIMITED	AGRICULTURAL, COMMERCIAL & CONSTRUCTION VEHICLES	0.73%
GABRIEL INDIA LIMITED	AUTO COMPONENTS	0.72%
TIPS INDUSTRIES LTD	ENTERTAINMENT	0.68%
COROMANDEL INTERNATIONAL LIMITED	FERTILIZERS & AGROCHEMICALS	0.54%
PDS LIMITED	TEXTILES & APPARELS	0.52%

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CAPLIN POINT LABORATORIES LIMITED	PHARMACEUTICALS & BIOTECHNOLOGY	0.51%
SANSERA ENGINEERING LIMITED	AUTO COMPONENTS	0.51%
EUREKA FORBES LTD	CONSUMER DURABLES	0.50%
CIPLA LIMITED	PHARMACEUTICALS & BIOTECHNOLOGY	0.49%
FIEM INDUSTRIES LTD	AUTO COMPONENTS	0.49%
CYIENT LIMITED	IT - SERVICES	0.38%
ZEN TECHNOLOGIES LIMITED	AEROSPACE & DEFENSE	0.22%
INTERGLOBE AVIATION LIMITED	TRANSPORT SERVICES	0.20%
FUSION MICRO FINANCE LTD	FINANCE	0.19%
<b>CERTIFICATE OF DEPOSITS</b>		<b>2.69%</b>
KOTAK MAHINDRA BANK LIMITED	CRISIL A1+	2.69%
<b>COMMERCIAL PAPERS</b>		<b>2.69%</b>
MOTILAL OSWAL FINANCIAL SERVICES	CRISIL A1+	1.79%
HSBC INVEST DIRECT FINANCIAL SERVICES	ICRA A1+	0.90%
<b>NON-CONVERTIBLE DEBENTURE / ZCB</b>		<b>9.77%</b>
MUTHOOT FINANCE LIMITED	CRISIL AA+	3.63%
LIC HOUSING FINANCE LIMITED	CRISIL AAA	3.60%
REC LIMITED	ICRA AAA	1.36%
POWER GRID CORPORATION OF INDIA LIMITED	CRISIL AAA	0.83%
HDFC BANK LIMITED	ICRA AAA	0.35%

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<b>TREASURY BILLS</b>		<b>4.39%</b>
364 DAYS TREASURY BILL 09-JAN-2025	SOVEREIGN	4.39%
<b>TREPS (including TBILL held as Collateral)/Reverse Repo/Net Current Assets/Cash/Cash Equivalent</b>		<b>10.71%</b>
<b>Total</b>		<b>100.00%</b>

Navi Conservative Hybrid Fund		
Portfolio Holdings	Rating	% of Net Assets
<b>EQUITY SHARES</b>		<b>16.64%</b>
RELIANCE INDUSTRIES LIMITED	PETROLEUM PRODUCTS	2.95%
BHARTI AIRTEL LIMITED	TELECOM - SERVICES	2.75%
INFOSYS LIMITED	IT - SOFTWARE	2.09%
ICICI BANK LIMITED	BANKS	1.70%
TATA CONSUMER PRODUCTS LIMITED	AGRICULTURAL FOOD & OTHER PRODUCTS	1.61%
SUN PHARMACEUTICAL INDUSTRIES LIMITED	PHARMACEUTICALS & BIOTECHNOLOGY	1.42%
HCL TECHNOLOGIES LIMITED	IT - SOFTWARE	1.29%
AXIS BANK LIMITED	BANKS	1.18%
COAL INDIA LIMITED	CONSUMABLE FUELS	0.88%
JIO FINANCIAL SERVICES LIMITED	FINANCE	0.37%
JUBILANT FOODWORKS LIMITED	LEISURE SERVICES	0.22%
BHARTI AIRTEL LIMITED - PARTLY PAID	TELECOM - SERVICES	0.18%

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<b>INVIT</b>		<b>2.65%</b>
INDIA GRID TRUST	POWER	2.65%
<b>COMMERCIAL PAPERS</b>		<b>2.78%</b>
MOTILAL OSWAL FINANCIAL SERVICES	CRISIL A1+	2.78%
<b>NON-CONVERTIBLE DEBENTURE / ZCB</b>		<b>16.09%</b>
HDFC BANK LIMITED	ICRA AAA	5.69%
MUTHOOT FINANCE LIMITED	CRISIL AA+	4.81%
REC LIMITED	ICRA AAA	2.80%
LIC HOUSING FINANCE LIMITED	CRISIL AAA	2.79%
<b>TREASURY BILLS</b>		<b>35.56%</b>
364 DAYS TREASURY BILL 09-JAN-2025	SOVEREIGN	21.76%
364 DAYS TREASURY BILL 24-OCT-2024	SOVEREIGN	13.80%
<b>Alternative Investment Fund Units</b>		<b>0.25%</b>
SBI FUNDS MANAGEMENT PVT LMTD		0.25%
<b>TREPS (including TBILL held as Collateral)/Reverse Repo/Net Current Assets/Cash/Cash Equivalent</b>		<b>26.03%</b>
<b>Total</b>		<b>100.00%</b>

Note: In case of a request received from the Unit holders, the AMC will provide the latest portfolio.

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## Annexure B

### Performance of the Schemes as on July 31, 2024.

a. Compounded Annualized Returns (%) for last 1 year, 3 years, 5 years and since inception of the Schemes along with the Benchmark returns:

Scheme Name	1 Year	3 Years	5 Years	Since Inception	Inception Date
Navi Conservative Hybrid Fund - Regular Growth	9.88	6.33	6.40	7.05	July 29, 2010
Navi Conservative Hybrid Fund - Direct Growth	11.77	8.13	8.12	8.61	-
CRISIL Hybrid 85+15 - Conservative Index	12.16	8.02	9.09	8.89	-

**Notes:** Expense structure for Direct & Regular Plan may vary.

Past performance may or may not be sustained in future

Benchmark: CRISIL Hybrid 85+15 – Conservative Index

Scheme Name	1 Year	3 Years	5 Years	Since Inception	Inception Date
Navi Aggressive Hybrid Fund - Regular Growth	23.04	15.13	14.64	11.86	February 19, 2010
Navi Aggressive Hybrid Fund - Direct Growth	25.34	17.28	16.74	13.88	

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<b>CRISIL Hybrid 35+65 - Aggressive Index</b>	26.26	15.36	16.75	14.16	

**Notes:** Expense structure for Direct & Regular Plan may vary.

Past performance may or may not be sustained in future.

Benchmark: CRISIL Hybrid 35+65 - Aggressive Index

**b. Annual Returns (%) for last 5 financial years:**

Scheme Name	2023-24	2022-23	2021-22	2020-21	2019-20
<b>Navi Conservative Hybrid Fund - Regular Growth</b>	10.57	2.58	4.33	13.9	-1.86
<b>Navi Conservative Hybrid Fund - Direct Growth</b>	12.47	4.27	6.17	15.96	-0.72

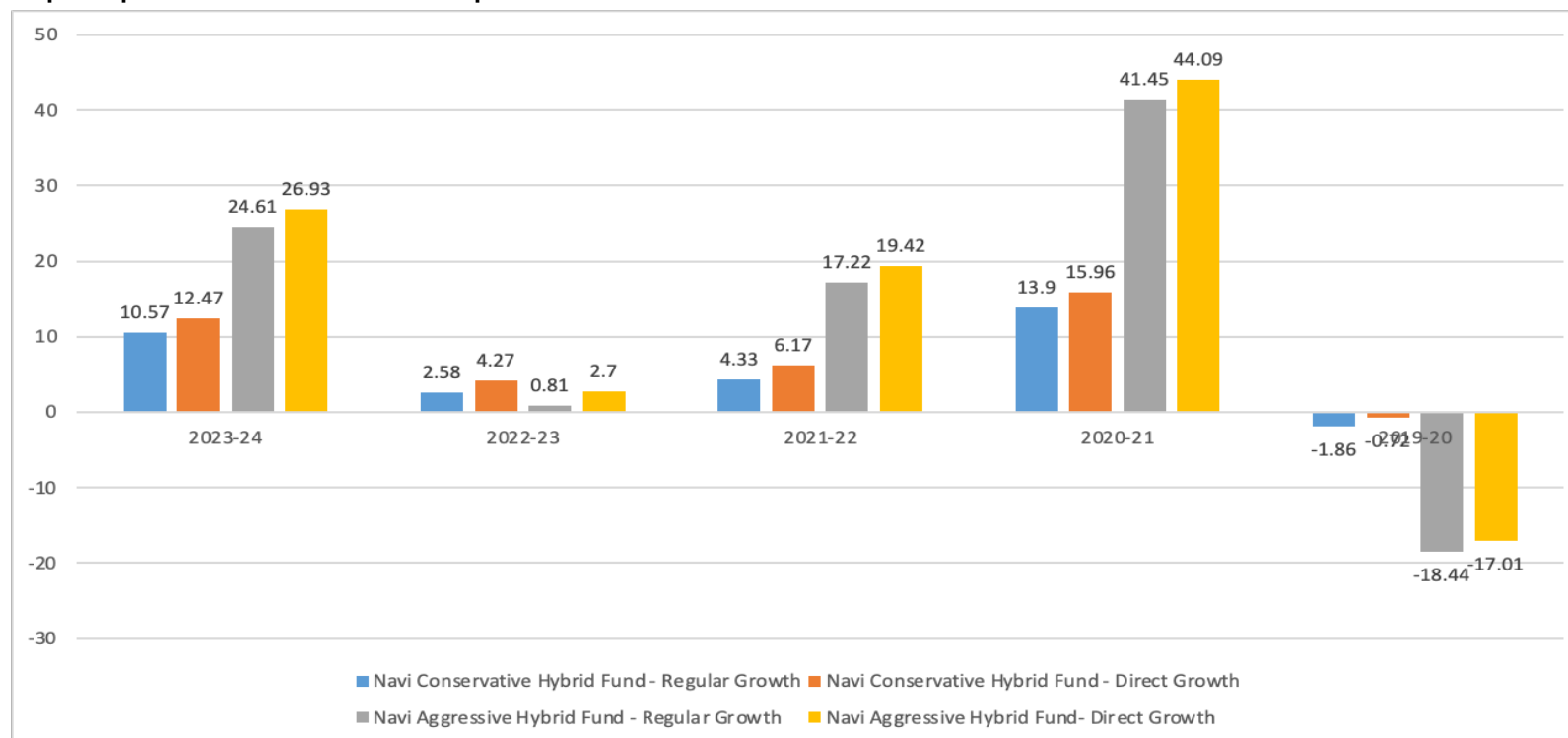
Scheme Name	2023-24	2022-23	2021-22	2020-21	2019-20
<b>Navi Aggressive Hybrid Fund - Regular Growth</b>	24.61	0.81	17.22	41.45	-18.44
<b>Navi Aggressive Hybrid Fund- Direct Growth</b>	26.93	2.7	19.42	44.09	-17.01

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**c. Graphical presentation of the annualized performance:**



**Notes:**

- Past performance may or may not be sustained in future and the same may not necessarily provide the basis for comparison with other investment.
- Different plans shall have different expense structure. The performance details provided herein are of the Plans mentioned above.

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