



CPSE ETF Further Fund Offer (FFO)

Managed by Reliance Nippon Life Asset Management Limited

Upfront FFO 3 Discount of 4.5% on the “FFO 3 Reference Market Price”* to the underlying Nifty CPSE Index shares

Constituents of the index are:

ONGC | NLC INDIA LTD | COAL INDIA LTD | RURAL ELECTRIFICATION CORPORATION LTD OIL INDIA LTD | IOC | POWER FINANCE CORPORATION LTD | NBCC (INDIA) LTD BHARAT ELECTRONICS LTD | NTPC LTD | SJVN LTD

*Price determined based on the average of the full day volume weighted average price (VWAP) of the constituents of the Nifty CPSE Index on the NSE during the Non Anchor Investor FFO 3 Period (inclusive of Non Anchor Investor FFO 3 Period open as well as close date).

Further Fund Offer (FFO) Details:

Scheme Features	For Anchor Investors		For Non Anchor Investors
FFO 3 Opens on	November 27, 2018		November 28, 2018
FFO 3 Closes on	November 27, 2018		November 30, 2018
Benchmark Index	Nifty CPSE Index		
Nature of the Scheme	An Open-ended Index Exchange Traded Scheme		
Pricing	1/100th of Nifty CPSE Index [Offer of Units of ₹ 10/- each (i.e. face value)]		
Fund Manager	Vishal Jain		
Load Structure	Entry & Exit Load : NIL*		
Category of Investors# (during FFO 3)	<ul style="list-style-type: none"> ➤ Retail Individual Investor ➤ Non Institutional Investors 		Qualified Institutional Buyers or QIB Anchor Investors
Minimum application amount @ (during FFO 3)	Retail Individual Investor: Minimum amount of ₹ 5,000 and in multiples of ₹ 1 thereafter.	Non Institutional Investors / QIB Minimum amount of ₹ 2,00,001/- and in multiples of ₹ 1/- thereafter.	For Anchor Investor: Minimum amount of ₹ 10 Cr. and in multiples of ₹ 1 thereafter.
Minimum application amount (during ongoing offer period) (Ongoing Offer commenced on April 04, 2014)	Directly with the Mutual Fund: Create / Redeem in exchange of Portfolio Deposit and cash component in Creation Unit Size of 1 lakh units of the Scheme.		On the Exchange: 1(one) Unit and in multiples thereof.
Plans	Growth		
Listing	FFO 3 Units offered pursuant to the FFO 3, listed on NSE and BSE on or before December 14, 2018. However Units of the existing CPSE ETF Scheme were listed on 04th April 2014 on NSE & BSE.		
Maximum Amount to be Raised during FFO 3^	₹ 8,000 Cr.		
Discount Offered by GOI	Discount of 4.5% on the “FFO 3 Reference Market Price” of the underlying shares of Nifty CPSE Index shall be offered to FFO 3 by GOI.		

Offer of Units of Rs. 10/- each (i.e. face value) for cash (on allotment, the value of each Unit would be approximately 1/100th of the value of Nifty CPSE Index) to be issued at a premium, if any, approximately equal to the difference between face value and FFO 3 Allotment Price during the Further Fund Offer 3 (“FFO 3”) and at NAV based prices thereafter. For the existing CPSE ETF the Ongoing Offer Period for the Scheme commenced on April 04, 2014.

Note:

***Payment of Transaction Charges** – For applications received during the FFO 3 Period, the AMC/ Mutual Fund may deduct transaction charges of Rs.150 (Rupees One Hundred and Fifty) (for first time investors across mutual funds) or Rs.100 (Rupees One Hundred) (for existing investors across mutual funds) from the Subscription amount, which would be paid to the empanelled AMFI registered Distributor / agent of the Investor (in case the empanelled AMFI registered Distributor / agent has “opted in” to receive the transaction charge for this type of product) and the balance amount shall be invested in the Scheme. Please refer to Section IV (C) (Transaction Charges) of the Supplement to SID for further details.

Retail Individual Investors: Individual Investors (including HUFs applying through their Karta’s and NRIs) who have applied for FFO 3 Units for an amount not exceeding Rs.2,00,000 (Rupees Two lakhs).

@Anchor Investor Portion: The portion not exceeding 30% (Thirty percent) of the Maximum Amount to be Raised (if any) as stated in the Section III – Further Fund Offer 3 of Supplement to SID, shall be available for allocation to Anchor Investors on a proportionate basis.

^Maximum Amount to be Raised (if any):

An “Initial Amount” of Rs.8,000 crores plus an “Additional Amount” (if any) - The AMC, on the instruction of the Seller/The Government of India, shall notify the “Additional Amount” (if any) to the investors vide public notification/addendum post closure of Non Anchor Investor FFO 3 Period (“Initial Amount” and “Additional Amount” shall be collectively referred as “Maximum Amount to be Raised”).

****Discount Offered by GOI:**

Discount of 4.5% (Four and half percent) on the “FFO 3 Reference Market Price” of the underlying shares of Nifty CPSE Index shall be offered to FFO 3 by GOI.

FFO 3 Reference Market Price: The price determined based on the average of full day volume weighted average price (VWAP) on the NSE during the Non Anchor Investor FFO 3 Period (inclusive of Non Anchor Investor FFO 3 Period open as well as close date) for each of the index constituents of the Nifty CPSE Index.

Note - Discount on the ‘FFO 3 Reference Market Price’ may not be a discount to the closing market price of the underlying shares of Nifty CPSE Index on the FFO 3 Allotment Date.

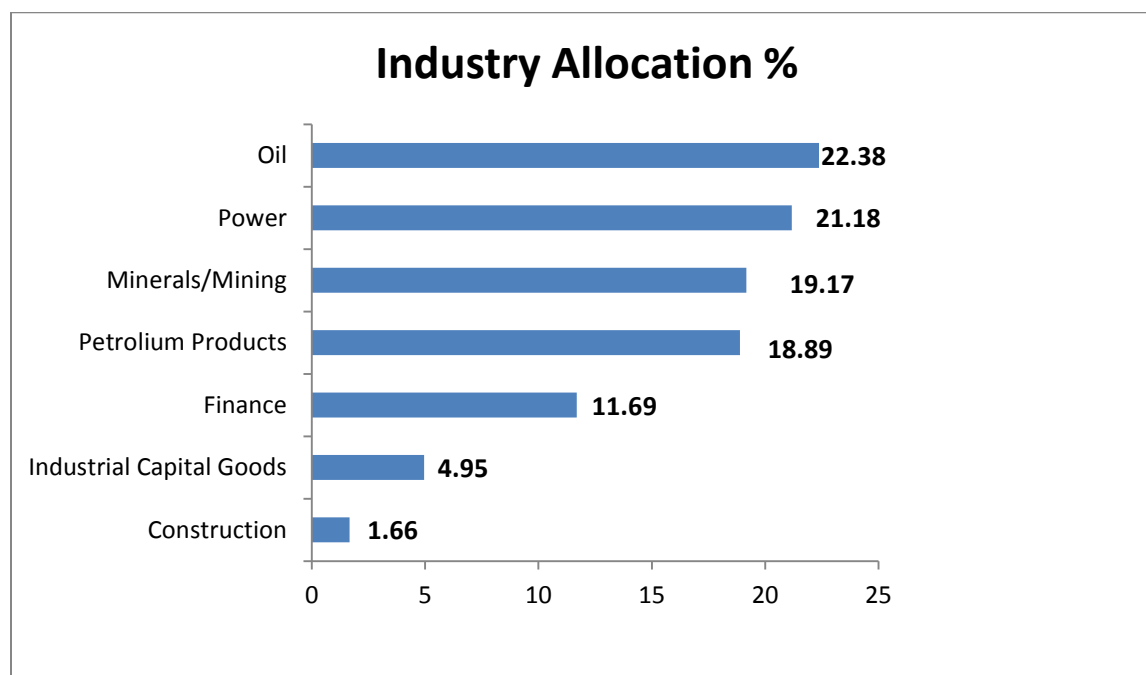
- FFO 3 Units will rank pari-passu to the existing Units of the CPSE ETF

Nifty CPSE Index Vs. Other Broad Indices – Valuations

Index Name	P/E Ratio	P/B Ratio	Dividend Yield (%)
Nifty CPSE	9.37	1.42	5.25
Nifty 50	25	3.29	1.27
Nifty Next 50	38.23	3.77	1.04
Nifty 100	26.20	3.35	1.24
Nifty 500	28.88	3.10	1.19

Source: NSE. Data as of October 31, 2018 | Note : The stock composition of all the above indices are different

INDUSTRY ALLOCATION (%)

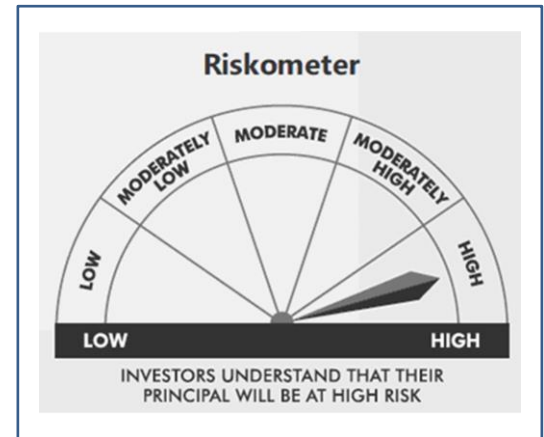


Top 10 index Constituents as on May 31, 2018

No.	Company Name	Industry	Weightage (%)
1	NTPC Ltd.	Power	19.59%
2	Coal India Ltd.	Minerals/ Mining	19.17%
3	Indian Oil Corporation Ltd.	Petroleum Products	18.98%
4	Oil & Natural Gas Corporation Ltd.	Oil	18.92%
5	Rural Electrification Corporation Ltd.	Finance	6.19%
6	Power Finance Corporation Ltd.	Finance	5.50%
7	Bharat Electronics Ltd.	Industrial Capital Goods	4.95%
8	Oil India Ltd.	Oil	3.45%
9	NBCC (India) Ltd.	Construction	1.66%
10	NLC India Ltd.	Power	0.95%
11	SJVN Ltd.	Power	0.64%

Source: www.relianceetf.com

Riskometer



**Disclaimer:**

Mutual Funds are subject to market risks please read the offer document carefully before investing. Past performance and any forecast is not necessarily indicative of the future or likely performance of the mutual fund. The value of mutual funds and the income from them may fall as well as rise. Opinions expressed herein are subject to change without notice. This information is NOT to be construed as an offer or solicitation for the subscription, purchase or sale of any mutual fund. Investors should seek for professional investment, tax, and legal advice before making an investment or any other decision. We shall not be liable for any direct or indirect losses arising from the use thereof and the investors are requested to use the information contained herein at their own risk. For total commission received across various schemes and AMCs please refer to our website www.sushilfinance.com

This report has been furnished to you for your general information only and should not be reproduced, re-circulated, published in any media, website or otherwise, in any form or manner, in part or as a whole, without the express consent in writing of Sushil Financial Services Private Limited. This Research Report is meant solely for use by the original recipient to whom it is sent and is not for circulation. Any unauthorized use, disclosure or public dissemination or copying of information (either whole or partial) contained herein is prohibited.

This Report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice/offer for the purpose of purchase or sale of any securities mentioned herein. Past performance is not a guide for future performance, future returns are not guaranteed. Opinions expressed herein are subject to change without notice. Investor should rely on information/data arising out of their own investigations. Investors are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. The price and value of the investments referred to in this material and the income from them may go down as well as up, and investor may realize losses on any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by us to be reliable. Sushil Financial Services Private Limited or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views. None of the directors, employees, affiliates or representatives of company shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages/loss etc. whatsoever from the information/opinions/views contained in this Report and investors are requested to use the information contained at their risk. We do not undertake to advise you as to any change of our views expressed in this Report.

Sushil Financial Services Private Limited (SFSP) and its connected companies, and their respective Directors, Officers and employees or their relative, may have a long or short position in the subject companies mentioned in the report and it may not be construed as potential conflict of interest with respect to any recommendation and related information and opinions. Reports based on technical and derivative analysis center on studying charts company's price movement, outstanding positions and trading volume, as opposed to focusing on a company's fundamentals and, as such, may not match with a report on a company's fundamental analysis. SFSP has different business segments/Divisions with independent research separated by Chinese walls catering to different set of customers having various objectives, risk profiles, investment horizon, etc. and therefore may at times have different contrary views on stocks sector and markets. Research Report may differ between SFSP's RAs on account of differences in research methodology, personal judgment and difference in time horizons for which recommendations are made. User should keep this risk in mind and not hold - SFSP, its employees and associates responsible for any losses, damages of any type whatsoever.

This Report is not intended to be a complete statement or summary of the securities, market or developments referred to in this document. SFSP or its affiliates or employees are under no obligation to update the information. SFSP or its affiliates or employees shall not be in any way responsible and liable for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report.

SFSP or its affiliates and/or its employees may have financial interest in the subject companies. SFSP or its affiliates and/or employees may have beneficial ownership of one per cent or more securities of the subject company, at the end of the month immediately preceding the date of publication of the research report.

SFSP or its associates or its Research Analyst have not received any compensation or other benefits from the subject companies or third party in connection with the research report. SFSP/its Associates/ Research Analyst/ his Relatives may have any other material conflict of interest at the time of publication of the research report

SFSP/its Associates/ Research Analyst/ his Relatives have not managed or co-managed public offering of securities, have not received compensation for investment banking or merchant banking or brokerage services, have not received any compensation for product or services other than investment banking or merchant banking or brokerage services from the subject companies in the last twelve months.

There are no material disciplinary action that been taken by any regulatory authority impacting equity research analysis activities.
