

NAVI AMC LIMITED

Registered Office:

'Vaishnavi Tech Square, 7th Floor, Iballur Village, Taluk,
Begur, Hobli, Bengaluru, Karnataka 560102'

Tel: 080 45113444; **Toll free no.** 1800 103 8999**Website:** www.navimutualfund.com, **Email:** mf@navi.com**CIN:** U65990KA2009PLC165296**Notice cum Addendum No. 11 of 2024-25****NOTICE CUM ADDENDUM FOR THE MERGER OF NAVI OVERNIGHT FUND INTO NAVI LIQUID FUND**

Unitholders are requested to note that, the Board of Directors of Navi AMC Limited and Navi Trustee Limited, the asset management company and trustee company of the Navi Mutual Fund have approved the proposal for merger of following schemes:-

| Sr. No. | Merging Scheme | Surviving Scheme |
|----------------|---|---|
| 1. | Navi Overnight Fund An open-ended debt scheme investing in securities with overnight securities. | Navi Liquid Fund An open-ended liquid scheme |

The rationale for the merger and scheme related details, are forming part of the Letter to unitholders.

The Board of Directors of Navi AMC Limited and Navi Trustee Limited on July 29, 2024 have approved the above proposal for merger of Navi Overnight Fund into Navi Liquid Fund. Further, SEBI, vide its communication no. SEBI/HO/IMD/IMD-RAC-2/P/OW/2024/0000030715/1 dated September 27, 2024 has provided it's no objection to the aforesaid proposal.

In accordance with Regulation 18(15A) of the SEBI (Mutual Funds) Regulations, 1996, all the existing unit holders under the Merging Scheme and unitholders of Surviving Scheme, are given an option to exit the Schemes at the applicable Net Asset Value without any exit load on such redemption. This option shall be valid for a period of 30 days.

The Effective date for the merger/consolidation of schemes will be November 15, 2024.

The exit option will be available to all the unit holders of both the funds (Navi Overnight Fund and Navi Liquid Fund). The option to exit without exit load can be exercised from October 15, 2024 to November 14, 2024 both days inclusive) ("Exit Option Period") within the respective scheme cut-off timelines. All transaction requests received after November 14, 2024 (up to 3 p.m.), will be subject to load, as may be prevailing at that time in the respective Scheme.

Please note that unit holders of the Merging Scheme(s) and Surviving Scheme, who do not opt for redemption on or before November 14, 2024 (up to 3 p.m.) shall be deemed to have consented to the changes specified in this notice and shall continue to hold units in the Surviving Scheme.

In case the unitholders, 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 exit load, within the Exit Option period. Unitholders 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 (DP) (in case of units held in Demat mode). The above information shall be available on the website of Navi Mutual Fund viz., <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.

Unit holders can also submit the normal redemption form for this purpose. The redemption/ switch requests shall be processed at applicable NAV as per time stamping provisions contained in the SID of the Scheme. Unit holders should ensure that any changes in address or pay-out bank details if required by them, are updated in Navi 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.

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.

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.

Post the proposed merger of Navi Overnight Fund on and from the Effective Date, Navi Liquid Fund will be the surviving scheme and the investment objective, investment pattern, annual recurring expense structure and all the other provisions of the Surviving Scheme as contained in the Scheme Information Document and Key Information Memorandum on completion of merger will be effective for the unit holders of the Merging Schemes. It may be noted that there will be no changes to features of Navi Liquid Fund; post the merger.

On the date of completion of merger, the Merging Schemes will cease to exist and the unit holders of Merging Schemes as on the Effective Date will be allotted units under the corresponding available option of Surviving Scheme at the last available applicable Net Asset Value ("NAV") or at the Face Value, in case there are no units in the corresponding option of Surviving Scheme.

As a result of the above merger, no new scheme shall come into effect.

It may however be noted that the offer to exit is purely optional and not compulsory. If the Unit holder 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 changes. However, we, at Navi Mutual Fund would like the Unit holders to continue their investments with us to help them achieve their financial goals.

The expenses related to the proposed changes and other consequential changes will not be charged to the unit holders of the scheme of Navi Mutual Fund.

TAX CONSEQUENCES:

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

The following provisions would apply in case of consolidation of mutual fund schemes.

As per section 47(xviii) of Income Tax Act, 1961 (the Act), any transfer of units held by the investor in the consolidating scheme of the mutual fund in consideration of allotment of units in the consolidated scheme, shall not to be regarded as a taxable transfer, provided that the consolidation is of two or more schemes of an equity oriented fund or two or more schemes of a fund other than equity oriented fund.

Further, as per section 49(2AD) of the Act, the cost of acquisition of units in the consolidated scheme shall be deemed to be the cost of acquisition of the units in the consolidating scheme. Also, as per section 2(42A) of the Act, the period of holding of the units in the consolidated scheme shall include the period of holding of the units in the consolidating scheme.

‘Consolidating scheme’ has been defined under section 47(xviii) of the Act as the scheme of a Mutual Fund which merges under the process of consolidation of the schemes of mutual fund in accordance with the SEBI (Mutual Funds) Regulations, 1996. ‘Consolidated scheme’ has been defined as the scheme with which the consolidating scheme merges or which is formed as a result of such merger.

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.

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

Redemption / switch-out of units from the Scheme may entail capital gain/loss in the hands of the unitholder. For unit holders who redeem their investments during the Exit Option Period, the tax consequences as set forth

in the Statement of Additional Information of Navi Mutual Fund and Scheme Information Document of the scheme of Navi Mutual Fund would be applicable.

In view of the individual nature of tax consequences, Unitholders are advised to consult their professional tax advisors for tax advice. The redemption / switch-out of units from the Scheme are liable for deduction of Securities Transaction Tax (STT), wherever applicable; however, such STT shall be borne by AMC and will not be borne by the investor.

CONTACT INFORMATION

In case you require any further information / assistance please contact:

Navi Mutual Fund:

Address: Vaishnavi Tech Square, 7th Floor, Iballur Village, Taluk, Bagalur, Begur, Hobli, Bengaluru, Karnataka 560102

Email- mf@navi.com

Tel No.- 8045113400

Or,

Registrar, Computer Age Management Services Limited (CAMS) (Investor Service Centers)

CAMS, Rayala Tower-1, 158 Anna Salai, Chennai - 600 002

Website: <https://www.camsonline.com/> **Email if of R&T -** chennai_isc@camsonline.com

Contact number of R&T -044-28432650 **OPOA -** contact.mf@navi.com

This addendum forms an integral part of the Statement of Additional Information (SAI) (wherever applicable), Scheme Information Document (SID) and Key Information Memorandum (KIM) of merging and surviving scheme of Navi Mutual Fund. All the other terms and conditions of the SAI, SID and KIM, read with the addendum issued from time to time will remain unchanged.

For Navi AMC Limited
(Investment Manager to Navi Mutual Fund)

Place: Bengaluru

Date: October 14, 2024

Sd/-
Authorized Signatory

Unit holders are requested to update their PAN, KYC, email address, mobile number, nominee details with AMC and are also advised to link their PAN with Aadhaar Number. Further, Unit holders can view the Investor Charter available on website of the Mutual Fund as well as check for any unclaimed redemptions or Income Distribution cum Capital Withdrawal ('IDCW') payments.

MUTUAL FUNDS INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.