

**NOTICE CUM ADDENDUM TO THE SCHEME INFORMATION DOCUMENT (SID)
AND KEY INFORMATION MEMORANDUM (KIM) OF THE SCHEMES OF SBI MUTUAL FUND**

**Merger of SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund (“Merging Scheme”)
into SBI Banking & PSU Debt Fund (“Surviving Scheme”)**

NOTICE is hereby given that in the interest of all unitholders, the Board of Directors of SBI Funds Management Limited, Investment Manager to SBI Mutual Fund and Board of Directors of SBI Mutual Fund Trustee Company Private Limited, Trustee Company of SBI Mutual Fund, have decided to merge SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund (“**Merging Scheme**”), an open-ended Target Maturity Index Fund investing in constituents of Nifty CPSE Bond Plus SDL Sep 2026 50:50 Index. A moderate interest rate risk and relatively low credit risk into SBI Banking & PSU Debt Fund (“**Surviving Scheme**”), an open-ended debt scheme predominantly investing in debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bodies. A relatively high interest rate risk and moderate credit risk. The details of the same are as follows:

Name of the Merging Scheme	Name of the Surviving Scheme	Period of exit option	Effective Date of merger*
SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund	SBI Banking & PSU Debt Fund	From September 01, 2026 to September 30, 2026	October 01, 2026

*or next Business Day, if the Effective Date happens to be declared as a non-Business Day.
The Securities and Exchange Board of India vide its communication dated August 24, 2026 has given their No Objection for the same.

Rationale for the merger:

SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund was launched on 19th January 2022 with an objective to provide returns that closely correspond to the total returns of the securities as represented by the underlying index, subject to tracking error. However, there is no guarantee or assurance that the investment objective of the scheme will be achieved.
SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund is an open-ended target maturity index fund investing in constituents of Nifty CPSE Bond Plus SDL Sep 2026 50:50 Index. A moderate interest rate risk and relatively low credit risk, with a defined maturity on September 30, 2026. The fund follows a passive strategy and predominately invests in constituents of underlying index comprising CPSE bonds and SDLs.

SBI Banking and PSU Debt Fund is an open-ended debt scheme predominantly investing in debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bodies. A relatively high interest rate risk and moderate credit risk. The Scheme predominantly invests in debt and money market instruments issued by banks, PSUs, public financial institutions and Municipal bodies and has a similar credit risk profile to that of CPSE bonds. This fund bears higher exposure to top rated banking and PSU segments instruments enabling the investors to identify a similar credit risk profile.

Considering the above, it is proposed to merge SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund into SBI Banking and PSU Debt Fund to provide investors an option to continue investments in a portfolio having similar risk and duration profile.

It may be noted that, the aforesaid merger does not entail any change in the features including fundamental attributes of the Surviving Scheme i.e. SBI Banking & PSU Debt Fund. Hence, no new scheme will emerge post-merger of both the schemes. Post-merger, the investments under the Surviving Scheme will be in accordance with the investment objective and asset allocation of the Surviving Scheme.

The context of the merger proposal of SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund into SBI Banking & PSU Debt Fund is mentioned in detail below to take an informed decision.

We expect to leverage on the economies of scale arising due to the expected synergy achieved through this merger, we anticipate that this shall benefit the unitholders at large.

Exit option period:

As per clause 3.2 of SEBI Master Circular for Mutual Funds dated March 20, 2026, merger of schemes is considered as a change in fundamental attributes of the concerned schemes necessitating compliance with the requirements laid down for change in fundamental attributes. As per Regulation 22(9)(c) of SEBI (Mutual Funds) Regulations, 2026, changes in fundamental attributes can be carried out only after the unit holders of the schemes concerned have been informed of the change via written communication and an option to exit the scheme(s) within a period of atleast 30 calendar days at the prevailing NAV without any exit load is provided to them. Accordingly, this notice provides communication to the unit holders of SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund and SBI Banking & PSU Debt Fund for merger of SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund into SBI Banking & PSU Debt Fund.

In accordance with Regulation 22(9)(c) of the SEBI (Mutual Funds) Regulations, 2026, the existing unitholders of SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund (the Merging Scheme) and SBI Banking & PSU Debt Fund (the Surviving Scheme) (i.e. whose names appear in the register of unitholders as on close of business hours on August 31, 2026 under the Merging Scheme and the Surviving Scheme, respectively, are hereby given an option to exit, i.e. either redeem their investments or switch their investments to any other eligible schemes of SBI Mutual Fund, within the Exit Option Period starting from September 01, 2026 till September 30, 2026 (both days inclusive and up to 3.00 pm on September 30, 2026) at Applicable NAV (as on the date of receipt of redemption / switch request), 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 SBI Mutual Fund. **A separate detailed written communication about the proposed merger including details pertaining to Folios and AUM of various plans and options of Merging and Surviving Scheme, unclaimed redemption and IDCW details, Details of Merging and Surviving Scheme etc. is being sent to the existing Unit holders in this regard.** Unitholders who do not exercise the exit option by 3.00 p.m. on September 30, 2026 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. Kindly note that an offer to exit is merely optional and is not compulsory. If you have no objection to the above proposal, no action needs to be taken by you.

Unitholders should ensure that any change in address or bank mandate are updated in the Fund's records before exercising the Exit Option. Unitholders holding Units in dematerialized form may approach their Depository Participant for such changes.

Hence, all existing investors/unitholders as on September 30, 2026 who do not agree to the same, have the option to redeem / switch units at the applicable NAV, without payment of any exit load.

The redemption / switch requests may be submitted at any of the Branches / official points of acceptance designated by SBI Mutual Fund.

Investors are requested to note that exit load, as applicable, shall be levied for any new investment commenced in SBI Banking & PSU Debt Fund from October 01, 2026. The merger of SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund into SBI Banking & PSU Debt Fund shall be effective from October 01, 2026. Unitholders, who have pledged or encumbered their units will not have the option to exit unless they procure a release of their pledges/ encumbrances and appropriately communicate to the Mutual Fund/Registrar prior to the submission of redemption / switch requests.

The requirement of minimum application amount for fresh and additional purchase of units as mentioned in the Scheme Information Document will not be applicable in respect of the units of Surviving Scheme allotted to the investors of Merging Scheme on account of the merger.

Unitholders in the Merging Scheme as on September 30, 2026, will be allotted units of the Surviving Scheme at applicable NAV as on the effective date i.e. October 01, 2026. Existing Transfer of Income Distribution cum capital withdrawal plan (IDCW Transfer) in SBI CPSE Bond Plus SDL Sep 2026 50:50 Index Fund will be processed under SBI Banking & PSU Debt Fund on their respective due dates subsequent to merger in the folios where Unitholders have not availed the exit option.

In case Unitholders of Merging Scheme whose units are pledged / lien marked / other encumbrance marked on any units in the Merging Scheme and wish to continue their investments in the Surviving Scheme, the lien/pledge / other encumbrance will continue on the allotted units of the Surviving Scheme.

Unitholders should ensure that any change in address or bank mandate are updated in the Fund's records before exercising the Exit Option. Unitholders holding Units in dematerialized form may approach their Depository Participant for such changes.

Kindly note that the aforesaid merger may entail tax consequences to Unitholders. Therefore, Unitholders are requested to consult their Legal, Tax, Finance and other Professional Advisors.

In case unitholders have not received detailed communication of the proposed merger, they can contact the Registrar – M/s Computer Age Management Services Ltd., Rayala Towers, Tower 2, 7th floor, 158, Anna Salai, Chennai – 600002 Tamil Nadu

For further information/assistance in this regard, please visit www.sbimf.com or call us at our toll free number 1800 425 5425 or visit your nearest Official Point of Acceptance of SBI Mutual Fund.

Place: Mumbai
Date: August 28, 2026

For SBI Funds Management Limited
Sd/-
Debasish Mishra
Managing Director & CEO

Asset Management Company: SBI Funds Management Limited (A Joint Venture between SBI & AMUNDI) (CIN: L65990MH1992PLC065289), **Trustee:** SBI Mutual Fund Trustee Company Pvt. Ltd. (CIN: U65991MH2003PTC138496), **Sponsor:** State Bank of India. **Regd Office:** 9th Floor, Crescenzo, C – 38 & 39, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400051. • **Tel:** 91-022-61793000 • **Fax:** 91-022-67425687 • **E-mail:** partnerforlife@sbimf.com • www.sbimf.com