KEY INFORMATION MEMORANDUM

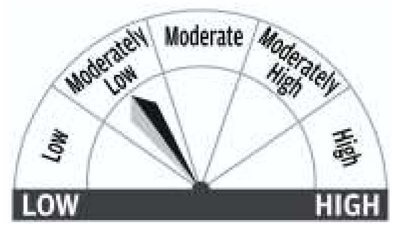
BNP PARIBAS CAPITAL PROTECTION ORIENTED FUND - SERIES I^^
(A 38 month close-ended Capital Protection Oriented Fund)

Rated AAA mfs (SO) by CARE*

This product is suitable for investors who are seeking*:

- Capital protection by investing in fixed income securities
- Capital appreciation by investing in premium of exchange traded options.

Riskometer for the Scheme



Investors understand that their principal will be at moderately low risk

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

Sponsor	:	**BNP Paribas Investment Partners Asia Limited** Registered Office: 30/F, Three Exchange Square, 8 Connaught Place, Central, Hong Kong.
Name of Mutual Fund (Mutual Fund)	:	**BNP Paribas Mutual Fund**
Name of Asset Management Company (AMC)	:	**BNP Paribas Asset Management India Private Limited** (CIN: U65991MH2003PTC142972)
Name of Trustee Company (Trustee)	:	**BNP Paribas Trustee India Private Limited** (CIN: U65991MH2003PTC142971)
Addresses of the entities	:	BNP Paribas House, 1, North Avenue, Maker Maxity, Bandra Kurla Complex, Bandra (E), Mumbai – 400051. India
Website of the entity	:	**www.bnpparibasmf.in**

This Key Information Memorandum (KIM) sets forth the information, which a prospective investor ought to know before investing. For further details of the scheme/Mutual Fund, due diligence certificate by the AMC, Key Personnel, investors' rights & services, risk factors, penalties & pending litigations etc. investors should, before investment, refer to the Scheme Information Document and Statement of Additional Information available free of cost at any of the Investor Service Centres or distributors or from the website www.bnpparibasmf.in

The Scheme particulars have been prepared in accordance with Securities and Exchange Board of India (Mutual Funds) Regulations 1996, as amended till date, and filed with Securities and Exchange Board of India (SEBI). The units being offered for public subscription have not been approved or disapproved by SEBI, nor has SEBI certified the accuracy or adequacy of this KIM.

As required, a copy of the Scheme Information Document (SID) has been submitted to National Stock Exchange of India Limited (hereinafter referred to as NSE). NSE has given vide its letter no NSE/LIST/191399-P dated January 09, 2013 permission to the Mutual Fund to use the Exchange's name in this SID as the stock exchange on which the Mutual Fund's units are proposed to be listed subject to, the Mutual Fund fulfilling the various criteria for listing. The Exchange has scrutinized this SID for its limited internal purpose of deciding on the matter of granting the aforesaid permission to the Mutual Fund. It is to be distinctly understood that the aforesaid permission given by the NSE should not in any way be deemed or construed that the SID has been cleared or approved by NSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this SID; nor does it warrant that the Mutual Fund's units will be listed or will continue to be listed on the Exchange; nor does it take any responsibility for the financial or other soundness of the Mutual Fund, its sponsors, its management or any scheme of the Mutual Fund.

Every person who desires to apply for or otherwise acquire any units of the Mutual Fund may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the Exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription/acquisition whether by reason, of anything stated or omitted to be stated herein or any other reason whatsoever.

*Credit Analysis & Research Ltd (CARE) has assigned 'CARE AAAmfs (SO)' [pronounced as "Triple A mfs Structured Obligation"] to BNP Paribas Capital Protection Oriented Fund - Series I. The schemes with this rating are considered to have the highest degree of safety regarding timely payments from the investments that they have made. CARE's capital protection oriented scheme ratings are not recommendations to buy, sell or hold a fund or scheme. These ratings do not comment on the volatility of net asset value (NAV) of the scheme or the level of NAV compared to the face value during the tenure of the scheme anytime before maturity. The ratings are valid only for the maturity of the scheme. Further, CARE has reaffirmed the aforesaid rating for the rollover period of the scheme.

This KIM is dated June 30, 2016.

^^Extension of Maturity (i.e. roll over) of BNP Paribas Capital Protection Oriented Fund - Series I

In accordance with the first proviso laid under Regulation 33(4) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended till date, Trustees to BNP Paribas Mutual Fund (the Fund) have decided to roll over the Scheme, for a further period of 36 months. Post roll-over; the Scheme shall be closed-ended for further period of 36 months.

In this regard, AMC has issued a Notice-cum-Addendum dated June 30, 2016 and issued letter dated June 30, 2016 to all the Unitholders under the Scheme and the same have also been made available on website www.bnpparibasmf.in. Upon roll-over, the Scheme shall be a 74 month close-ended Capital Protection Oriented Fund.

The roll over will be done for only those Unitholders who expressly provide their written consent to BNP Paribas Mutual Fund. Unit Holders should note that upon providing their written consent for the roll over, their investments in the Scheme shall remain invested for further period of 36 months. Further, upon Roll over of the Scheme, existing subscription details of the units under the Scheme viz. option, plan, etc., shall remain unchanged for the Unit Holder.

Unitholders are requested to note that roll over of the Scheme would be subject to compliance with the conditions specified under the Scheme Information Document and following conditions:

1. Requirement of minimum investors in the scheme i.e. the portfolio under the scheme should have a minimum of 20 investors.
2. No single investor(s) should account for more than 25% of the corpus of the portfolio, the corpus to the extent of exposure in excess of the stipulated 25% limit would be liable to be redeemed and the rollover would be effective only to the extent of 25% of the corpus.

The AMC shall refund all the money to the Unitholders in case any of the above conditions are not fulfilled and Unitholder(s) will receive the proceeds based on applicable NAV as on the Original Maturity date of the Scheme.

<table>
<tr><td>Investment Objective</td><td>The investment objective of the scheme is to seek capital protection by investing in fixed income securities maturing on or before the maturity of the scheme and seeking capital appreciation by investing in premium of exchange traded options.

However, there is no assurance that the objective of the Fund will be realised and the Fund does not assure or guarantee any returns.</td></tr>
<tr><td>Type of the Scheme</td><td><u>Existing Type of Scheme:</u>
A 38 month close-ended Capital Protection Oriented Fund
<u>Type of Scheme post rollover:</u>
A 74 month close-ended Capital Protection Oriented Fund</td></tr>
<tr><td>Inception /Allotment date</td><td>May 6, 2013</td></tr>
<tr><td>Maturity Date of the Scheme</td><td><u>Original Maturity Date:</u> The maturity date of the scheme would be 38 months from the date of allotment of units (including date of allotment). The allotment date for the Scheme was 6-May-2013 and accordingly the Original Maturity date falls on July 07, 2016; (the original maturity date was July 05, 2016, however, as Payout date of July 06, 2016 is a non-business day, in terms of the Scheme Information Document the next business day, i.e. July 07, 2016, shall be the Original Maturity date for the Scheme). In case the maturity date or payout date happens to be a non-business day then the immediate next business day shall be considered as the maturity date.

<u>Revised/Extended Maturity Date upon rollover:</u> The maturity date of the scheme would be 74 months from the date of allotment of units (including date of allotment). The allotment date for the Scheme was 6-May-2013 and accordingly the revised maturity date shall fall on 5-July-2019 [‘Revised Maturity date’]. In case the maturity date or payout date happens to be a non-business day then the immediate next business day shall be considered as the maturity date.</td></tr>
<tr><td>Asset allocation pattern & investment strategies</td><td>The initial deployment of funds collected in the Scheme during the New Fund offer and upon rollover would be within the following investment range:

<table>
<tr><th rowspan="2">Instruments</th><th colspan="2">Indicative allocations
(% of total assets)</th><th rowspan="2">Risk Profile
High/Medium/Low</th></tr>
<tr><th>Minimum</th><th>Maximum</th></tr>
<tr><td>Debt Instruments including Money Market Securities</td><td>80</td><td>100</td><td>Low-Medium</td></tr>
<tr><td>Option premium^</td><td>0</td><td>20</td><td>High</td></tr>
</table>
^The Option Premium shall be for the purpose of exposure to derivative instruments which shall be restricted to call options. The Options premium offers the actual equity market exposure.
The asset allocation mentioned above is only indicative and the final allocation would be in line with the rating letter issued by the rating agency from time to time. The asset allocation would, among other things, be a function of the interest rates prevailing from time to time.
The cumulative gross exposure through debt and derivative positions (option premium) will not exceed 100% of the net assets of the scheme. It may be noted that cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. The scheme can invest up to 30% in debt derivatives. The Scheme does not intend to invest in foreign securities and ADR/GDR. The Scheme will not engage in securities lending and short selling. The Scheme will not invest in securitised debt including foreign securitised debt.
According to SEBI circulars (reference no. SEBI/IMD/CIR No. 1/91171/07 dated April 16, 2007, SEBI/IMD/CIR No. 8/107311/07 dated October 26, 2007 and SEBI/IMD/CIR No. 7/129592/08 dated June 23, 2008), pending deployment of funds of the Scheme in securities in terms of investment objective of the Scheme, the Mutual Fund may invest the funds of the Scheme in short term deposits of scheduled commercial banks subject to restrictions laid down under the SEBI Regulations from time to time.
While making asset allocation, the Fund Manager would endeavor that capital remains protected on maturity and seek to ensure that rating of the Scheme is not adversely affected.

Existing Portfolio rebalancing Strategy: The above indicated asset allocation will be followed only at the time of initial investment. For example, CARE has provided that the initial indicative asset mix</td></tr>
</table>

	be 'Debt: Option Premium = 90%: 10%'. The Scheme intends to initially deploy at least 90% of the funds collected during the NFO period in debt securities / money market instruments with an intention to protect the capital at the time of maturity of the Scheme. Subsequently, the asset allocation will be decided in consultation with the rating agency such that the debt portion will aim, at all times, to preserve the capital. The fund manager need not re-balance the investment provided the debt portion is sufficient to preserve the capital. The Fund Manager may alter the asset allocation during subsequent deployment of funds provided such deployment is generated out of appreciation in value of existing investments. While altering such asset allocation, the Fund Manager would endeavour that the capital remains protected on maturity and that the rating of the Scheme is not adversely impacted. The asset allocation shall be in line with the asset allocation suggested by CARE. Further, in case the above Debt: Option Premium mix is revised by CARE, the Fund Manager will deploy the funds in accordance with the asset mix indicated by CARE. **Portfolio Rebalancing Strategy upon Roll Over:** The above indicated asset allocation will be followed only at the time of initial investment. For example, CARE has provided that the initial indicative asset mix be 'Debt: Option Premium = 90%: 10%'. The Scheme intends to initially deploy at least 90% post roll over in debt securities / money market instruments with an intention to protect the capital at the time of maturity of the Scheme. Subsequently, the asset allocation will be decided in consultation with the rating agency such that the debt portion will aim, at all times, to preserve the capital. The fund manager need not re-balance the investment provided the debt portion is sufficient to preserve the capital. The Fund Manager may alter the asset allocation during subsequent deployment of funds provided such deployment is generated out of appreciation in value of existing investments. While altering such asset allocation, the Fund Manager would endeavour that the capital remains protected on maturity and that the rating of the Scheme is not adversely impacted. The asset allocation shall be in line with the asset allocation suggested by CARE. Further, in case the above Debt: Option Premium mix is revised by CARE, the Fund Manager will deploy the funds in accordance with the asset mix indicated by CARE. **Investment strategies:** <u>Investment in fixed income securities:</u> The Scheme will follow a passive investment strategy for the fixed income component of the Scheme. The Scheme will invest in fixed income securities with a view to hold them till maturity. To that effect the Scheme will follow a buy and hold strategy to investment in fixed income instruments. To achieve the investment objective of the Scheme, an appropriate percentage (as specified in this Scheme Information Document) of the corpus will be invested in "AAA" or A1+ and equivalent rated fixed income securities with maturities in line with the maturity of the Scheme with an aim to protect capital at the time of maturity. <u>Investment in option premium:</u> The scheme could gain exposure to the equity markets through exchange traded Call Options. The investment team will evaluate the prevailing premium levels on the Call options with tenure suitable to the scheme. The scheme could in such a case implement a buy and hold (passive investment) strategy for the Equity Index Call Options held or buy a series of shorter term Equity Index Call Options, thus the options strategy may be managed actively.
Where will the scheme invest?	Subject to SEBI Regulations and other prevailing laws as applicable, the net assets of the scheme can be invested in any (but not exclusively) of the following securities: (i) Debt & money market instruments including bonds, debentures, treasury bills, commercial paper of public sector undertakings and private sector corporate entities, reverse repurchase agreements in government securities and treasury bills (the scheme presently doesn't intend to invest in reverse repurchase agreement in corporate debt securities), certificate of deposit of scheduled commercial banks and development financial institutions, government securities, units of mutual funds etc. as may be permitted by SEBI / RBI. (ii) Debt securities of the Government of India, state and local governments, government agencies, statutory bodies, public sector undertakings, scheduled commercial banks, non-banking finance companies, development financial institutions, corporate entities & trusts. (iii) Debt derivative instruments like Interest Rate Swaps, Forward Rate Agreements and such other derivative instruments permitted by SEBI/RBI. (iv) Premium of exchange traded options.

(v) Any other like instruments as may be permitted by RBI / SEBI from time to time.

In terms of SEBI circular having reference no. SEBI/IMD/CIR No. 1/ 91171 /07 dated April 16, 2007, pending deployment of funds of the Scheme in securities in terms of the investment objective of the scheme, the Mutual Fund can invest the funds of the scheme in short term deposits of scheduled commercial banks, after complying with the provisions of aforesaid circular.

The securities mentioned above and such other securities that the scheme is permitted to invest in could be listed, unlisted, privately placed, secured, unsecured, rated and of any maturity. The securities may be acquired through initial public offerings (IPOs), secondary market operations and private placement, rights offers or negotiated deals.

Credit evaluation policy for the investments in debt securities

Credit quality analysed on the assumption that instruments will be held to maturity. The credit evaluation is guided with the credit policy of the AMC in which the external credit rating and the size of the company play an integral role.

List of sectors where scheme will not be investing

The Scheme shall not invest in debt instruments issued by companies in the constructions, real estate, gems & jewellery, micro finance institutions, hotels, shipping, telecommunication, airlines, biotechnology and refractories and ceramics. Depending up on the changes in the investment environment, the AMC may consider other sectors / companies for applying such restrictions from time to time. For the purpose of identifying sector, AMFI sector definitions shall be referred to.

Type of instruments in which the scheme proposes to invest
As stated above.

Existing Intended debt portfolio allocation:
The floors and ceilings within a range of 5% of the **intended debt portion allocation** (%) against each sub asset class/credit rating shall be as follows:

Credit Rating / Instruments	AAA	AA	A	BBB
CDs	0-5%	-	-	-
CPs	0-5%	-	-	-
NCDs	-	95-100%	-	-
CBLO/ Treasury Bills	-	-	-	-

Notes:
1. Securities with rating A and AA shall include A+ and A- & AA+ and AA- respectively. Similarly, securities with A1 shall include A1+.
2. There can be positive variation in the range in investment towards higher credit rating in the same instrument.
3. In case of non availability of and taking into account the risk-reward analysis of CPs, NCDs; the scheme may invest in CBLOs and CDs having highest credit rating (i.e. A1+ or equivalent) or government securities or treasury bills. Such deviation may continue, if suitable NCDs/CPs of desired credit quality are not available.
4. At the time of building up the portfolio post NFO and towards the maturity of the scheme, there may be a higher allocation to cash and cash equivalent.
5. All investment shall be made based on the rating prevalent at the time of investment. However, in case of an instrument having dual ratings, the most conservative publicly available rating would be considered.
6. In the event of any deviations from the floor and ceiling of credit ratings specified for any instrument, other than by reason of downgrade or default, the AMC will seek to rebalance within 30 days from the date of the said deviation.
7. There will not be any variation between the intended portfolio allocation and the final portfolio

	allocation except as stated in points 2, 3, 4 & 6 above.

Intended portfolio allocation upon roll over:

The floors and ceilings within a range of 5%** of the intended portfolio allocation (%) against each sub asset class/credit rating shall be as follows:

Credit Rating / Instruments	A1+/P1+	AAA	AA	A	Not applicable
CDs	0-5%	-	-	-	-
CPs	0-5%	-	-	-	-
NCDs	-	86-100%	-	-	-
Options Premium	-	-	-	-	0-14%

*****A floor and ceiling within a range of 5% of the intended allocation(in%) shall not be applicable since the above allocation of minimum 86% for Debt and maximum 14% for Options premium is as per CARE letter dated June 20, 2016.***

Notes:

1. Securities with rating A and AA shall include A+ and A- & AA+ and AA- respectively. Similarly, securities with A1 shall include A1+.
2. In case of non availability of and taking into account the risk-reward analysis of CPs, NCDs; the scheme may invest in CBLOs and CDs having highest credit rating (i.e. A1+ or equivalent) or government securities or treasury bills. Such deviation may continue, if suitable NCDs/CPs of desired credit quality are not available.
3. At the time of building up the portfolio post rollover and towards the maturity of the scheme, there may be a higher allocation to cash and cash equivalent.
4. All investment shall be made based on the rating prevalent at the time of investment. However, in case of an instrument having dual ratings, the most conservative publicly available rating would be considered.
5. In the event of any deviations from the floor and ceiling of credit rating specified for any instrument, other than by reason of downgrade or default, the AMC will seek to rebalance within 30 days from the date of the said deviation.
6. There will not be any variation between the intended portfolio allocation and the final portfolio allocation except as stated in points 2, 3, & 5 above.
7. The estimated time to invest the roll over proceeds as per the intended allocation is 30 calendar days.

Risk Profile of the Scheme

Mutual Fund units involve investment risks including the possible loss of principal. Please read the SID carefully for details on risk factors before investment. Scheme specific risk factors are summarized below:

INVESTORS ARE REQUESTED TO NOTE THAT ALL RISK FACTORS AS APPLICABLE TO ORIGINAL TENURE OF THE SCHEME SHALL CONTINUE TO APPLY TO THE EXTENDED TENURE OF THE SCHEME UPON EXTENSION OF MATURITY (i.e. ROLL OVER).

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Scheme Specific Risk Factors:

i. **Market Risk:** All mutual funds and securities investments are subject to market risk and there can be no assurance / guarantee that the scheme's objectives will be achieved. The securities that the scheme invests in would be exposed to price changes on a day-to-day basis. These price changes may occur due to instrument-specific factors as well as general macroeconomic conditions.
Markets are volatile and can decline significantly in response to adverse issuer, political, regulatory, market, or economic developments. The scheme may be subject to price volatility due to factors such as interest sensitivity, market perception, and creditworthiness of issuer and market liquidity.

ii. **Risks associated with investing in fixed income securities:**

Credit and Counterparty risk: Credit risk or default risk refers to the risk that an issuer of a fixed income security may default (i.e., will be unable to make timely principal and interest payments on the security or honor its contractual obligations).

Counterparty risk refers to the counterparty's inability to honor its commitments (payment, delivery, repayment, etc.) and to risk of default. This risk relates to the quality of the counterparty to which the scheme has exposures. Losses can occur in particular for the settlement/delivery of financial instruments or the conclusion of financial derivatives contracts.

Liquidity Risk: The liquidity of the scheme's investment is inherently restricted by trading volumes in the securities in which the Fund invests.

A lower level of liquidity affecting an individual security or derivative or an entire market at the same time, may have an adverse bearing on the value of the scheme's assets. More importantly, this may affect the Fund's ability to sell particular securities and derivatives quickly enough to minimise impact cost, as and when necessary to meet requirements of liquidity or to sell securities in response to triggers such as a specific economic/corporate event.

Interest Rate Risk & Reinvestment Risk: The value of an investment may be affected by interest rate fluctuations. Interest rates may be influenced by several elements or events, such as monetary policy, the discount rate, inflation, etc.

The value of debt and fixed income securities held by the scheme generally will vary inversely with the changes in prevailing interest rates. In general, price of debt and fixed income securities go up when interest rates fall, and vice versa.

Securities of any issuer that has higher duration could be more risky in terms of price movements relative to those with lower duration. Thus any impact of interest rate changes would be higher on securities with higher duration irrespective of the status of the issuer of the security.

The investments made by the scheme are subject to reinvestment risk. This risk refers to the interest rate levels at which cash flows received from the securities in the scheme are reinvested. The additional income from reinvestment is the "interest on interest" component. The risk is that the rate at which interim cash flows can be reinvested may be lower than that originally assumed.

Concentration Risk: The scheme may pursue only a limited degree of diversification. It may invest a greater proportion of assets in the securities of very few issuers (within the limits permitted by regulation) or be concentrated on a few market sectors as compared to a diversified scheme. This could have implications on the performance of the scheme. The scheme may be more sensitive to economic, business, political or other changes and this may lead to sizeable fluctuation in the Net Asset Value of the scheme.

iii. Risk associated with derivatives:

The scheme may use various derivative instruments and techniques, permitted within SEBI Regulation from time to time only for portfolio balancing and hedging purpose, which may increase the volatility of scheme's performance. Usage of derivatives will expose the scheme to certain risks inherent to such derivatives.

Derivative products are specialized instruments and can provide disproportionate gains as well as disproportionate losses to the investor. Execution of such strategies depends upon the ability of the fund manager to identify such opportunities. Identification and execution of the strategies to be pursued by the fund manager involve uncertainty and decision of fund manager may not always be profitable. No assurance can be given that the fund manager will be able to identify or execute such strategies.

The risks associated with the use of derivatives are different from or possibly greater than the risks associated with investing directly in securities and other traditional investments. Some of the risks

	inherent to derivatives investments include price risk, default risk, basis risk, limitation on upside, liquidity risk etc. **iv. Risks associated with investing in equities:** The risks associated with investments in equities and similar instruments include significant fluctuations in prices. The impact of fluctuations is likely to be accentuated for short-term investments. The risk that the performance of one or more companies declines or stagnates may have a negative impact on the performance of the Scheme as a whole at any given time. Stock markets are volatile and can decline significantly in response to political, regulatory, economic, market and stock-specific developments etc. Different parts of the market can react differently to these developments. The stock-specific volatility may also change over a period of time as the characteristic of the stock undergoes a change in terms of market-cap category. The Scheme may hold such securities for only a very short time, which could tend to increase the costs. The Scheme may invest in growth stocks which may be more volatile than the market in general and may react differently to economic, political and market developments and to specific information about the issuer. Growth stocks traditionally show higher volatility than other stocks, especially over short periods. These stocks may also be more expensive in relation to their profits than the market in general. Consequently, growth stocks may react with more volatility to variations in profit growth. **v. Other Risks:** **(a) Risk associated with inflation:** Over time, yields of short-term investments may not keep pace with inflation, leading to a reduction in an investment's purchasing power. **(b) Legal Risk:** The scheme may be affected by the actions of government and regulatory bodies. Legislation could be imposed retrospectively or may be issued in the form of internal regulations which the public may not be aware of. Legislation (including legislation relating to tax) or regulation may be introduced which inhibits the scheme from pursuing their strategies or which renders an existing strategy less profitable than anticipated. Such actions may take any form, for example nationalization of any institution or restrictions on investment strategies in any given market sector or changing requirements and imposed without prior warning by any regulator. **(c) Taxation Risk:** The value of an investment may be affected by the application of tax laws, including withholding tax, or changes in government or economic or monetary policy from time to time. As such, no guarantee can be given that the financial objectives will actually be achieved. The tax information described in this Scheme Information Document (SID) is as available under the prevailing taxation laws. This could be changed at any moment by regulation. Further, there can be no guarantee that the tax position or the proposed tax position prevailing at the time of an investment in the scheme will endure indefinitely. **(d) Valuation Risk:** This risk relates to the fact that markets, in specific situations and due to lack of volumes of transactions, do not enable an accurate assessment of the fair value of invested assets. In such cases, valuation risk represents the possibility that, when a financial instrument matures or is sold in the market, the amount received is less than anticipated, incurring a loss to the portfolio and therefore impacting negatively the NAV of the scheme. **(e) Capital Protection and Ratings:** The scheme offered is "oriented towards protection of capital" and "not guaranteed with returns". Further, the orientation towards protection of the capital originates from the portfolio structure of the scheme and not from any bank guarantee, insurance cover or guarantee/assurance from the Trustee/Investment Manager/Mutual Fund/Sponsor. The ability of the portfolio to meet capital protection on maturity to the investors can be impacted, for example among others by interest rate movements in the market, credit defaults by bonds, expenses and reinvestment risk. However, the Trustees shall continuously monitor the structure of the portfolio of the scheme and regular reporting on the same shall be made in the Trustee Report. Also, the rating of the scheme shall be reviewed on a quarterly basis by the credit rating agency. CARE's capital protection oriented scheme ratings are not recommendations to buy, sell or hold

	a fund or scheme. CARE's capital protection oriented scheme ratings are opinions on the degree of certainty with which the portfolio structure ensures timely payment of at least the face value of the units to unit holders on maturity of the scheme. A capital protection oriented scheme rating is the rating of a structured obligation and is conditional on the fulfillment and maintenance of certain minimum criteria by the AMC. CARE's methodology for assessing the strength of the portfolio structure, in terms of how well it provides capital protection, involves a comprehensive analysis of the investment strategy adopted by the AMC, the prevailing market conditions (with respect to the various instruments that the scheme invests in) and the AMC's track record & past performance. Given these parameters, CARE assesses the structure of the portfolio under various market scenarios and stressed conditions. CARE then estimates the likelihood of a shortfall in the net asset value with respect to the face value of the units of the scheme on maturity. Higher rating is assigned to structures which have a lower likelihood of shortfall of NAV. CARE reserves the right to suspend, withdraw or revise the rating assigned on the basis of any new information or in the event of failure on the part of the AMC to furnish such information, material or clarifications as may be required by CARE **Risk Control Measures:** Since investing requires disciplined risk management, the AMC would endeavour to incorporate adequate safeguards for controlling risks in the portfolio construction process. A credit evaluation of each investment opportunity will be undertaken to manage credit risk. The AMC will utilise ratings of recognised rating agencies as an input in the decision making process. The fund manager shall follow the asset allocation pattern in SID under normal circumstances and residual cash may be invested in the collateralised borrowing & lending obligations (CBLO) / repo market, which seeks to ensure liquidity in the scheme under normal circumstances. There can however be no guarantee against liquidity risk within the scheme. The AMC may also implement certain internal control procedures / risk & exposure limits etc. for controlling risks which may be varied from time to time. The scheme may utilise derivative instruments for hedging & portfolio balancing purposes. All Interest Rate Swaps will be undertaken with approved counter parties under pre approved International Swaps and Derivatives Association (ISDA) agreements. The scheme may also use various derivatives and hedging products from time to time, as would be available and permitted by SEBI/RBI for the purpose of hedging and portfolio rebalancing. The above risk control measures shall be implemented by the AMC on best effort basis however there can be no guarantee that such measures can completely mitigate the risks involved in scheme.
Options	The Scheme offers following two plans: • BNP Paribas Capital Protection Oriented Fund-Series I • BNP Paribas Capital Protection Oriented Fund-Series I-Direct Plan Each plan has the following options: • Growth Option • Dividend Option (Dividend on Maturity Option) The Dividend Option offers only Dividend Payout Facility/Plan. There shall be a single portfolio under the scheme.
Applicable NAV (after the scheme opens for repurchase and sale)	Units cannot be subscribed after the closure of NFO and will be redeemed only at the time of maturity at the applicable NAV. However the Units can be traded on the Stock Exchange post listing. Since the Scheme is close-ended, switch-out facility is not available subsequent to NFO period. This provision would be applicable to intra-scheme switches also.
Minimum Application Amount/ Number	Purchase - Not applicable; as units cannot be subscribed after the closure of NFO Additional Purchase- Not applicable Repurchase - Not applicable

of Units

Despatch of Repurchase (Redemption) Request

As the scheme is being listed, investors will not be able to redeem their units during the tenor of the scheme and there will be redemption by the fund only on the maturity of the scheme. The maturity proceeds shall be dispatched to the unit holders within 10 working days from the date of maturity of the scheme.
However, under normal circumstances, the Mutual Fund will endeavour to despatch the maturity proceeds within 3 Business Days from the date of maturity of the scheme.

Benchmark Index

CRISIL MIP Blended Index.

Dividend Policy

Dividend declaration shall be in line with provisions mentioned in SEBI Circular IMD/Cir. No. 1/64057/06 dated April 4, 2006 read with further clarifications issued from time to time. Dividend shall be paid, subject to availability of distributable surplus in the scheme. The Trustees reserves the right to declare dividend in addition to the frequency specified.

Name of the Fund Manager

Mr. Puneet Pal (Debt portfolio) & Mr. Shreyash Devalkar (Equity portfolio). Both Fund managers have been jointly managing this Scheme since inception of the Scheme.

Name of the Trustee Company

BNP Paribas Trustee India Private Limited

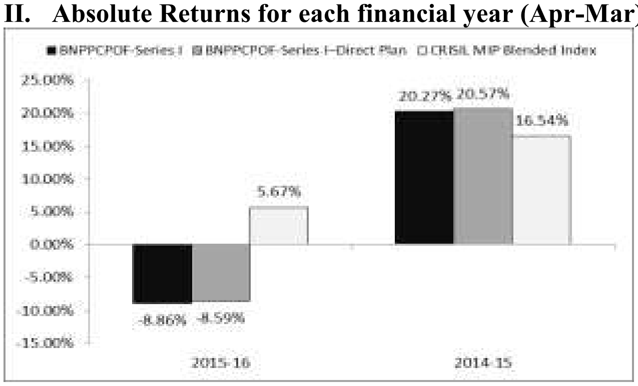
Performance of the Scheme

I. Compounded annualised returns (%) of Growth Option as at May 31, 2016:

Particulars	Since Inception	Last 5 Years	Last 3 Years	Last 1 Year*
BNPPCPOF-Series I	7.99	NA	7.12	-3.91
BNPPCPOF-Series I –Direct Plan	8.28	NA	7.41	-4.21
CRISIL MIP Blended Index	8.95	NA	8.49	7.15

Inception Date: May 6, 2013; *Absolute Returns

II. Absolute Returns for each financial year (Apr-Mar):



Past performance may or may not be sustained in future and should not be used as a basis of comparison with other investments. Since inception returns are calculated on ₹ 10/- invested at inception. The returns are calculated for the growth option considering the movement of the NAV during the period. Performance of dividend option under the scheme for the investors would be net of distribution tax, if any. Returns do not take into account load and taxes, if any.

Other Disclosures

a. Aggregate investment in the scheme as on May 31, 2016 by:

1. **AMC's Board of Directors: Nil**
2. **Scheme's Fund Manager: Nil**
3. **Other Key managerial personnel (excluding 1 and 2 above): Nil**

b. Scheme's portfolio holdings (top 10 holdings by issuer and fund allocation towards various sectors) as on May 31, 2016:

1) Top 10 Holdings By Issuer

Security name	As % of net assets
91 Days India Treasury Bills	19.43%
NIFTY NSE 30-JUN-16 OPT-C 6000	15.03%
PGC LTD	7.31%

	LIC Housing Finance Ltd — 7.31% NABARD — 7.31% EXIM — 7.27% HDFC BANK LTD — 7.27% 0% HDFC — 5.84% 91 Days India Treasury Bills — 3.88% NIFTY NSE 30-JUN-16 OPT-C 6100 — 3.83%

LIC Housing Finance Ltd	7.31%
NABARD	7.31%
EXIM	7.27%
HDFC BANK LTD	7.27%
0% HDFC	5.84%
91 Days India Treasury Bills	3.88%
NIFTY NSE 30-JUN-16 OPT-C 6100	3.83%

Investment in Top 10 scrips constitutes 84.48% (of net assets) of the portfolio as on May 31, 2016.

2) FUND ALLOCATION TOWARDS VARIOUS SECTORS

Industry / Sector*	**As % of net assets**
Finance	33.85
Derivatives	21.69
Sovereign	23.31
Banks	8.43
Power	7.31

**Industry Classification as recommended by AMFI*

Scheme's Portfolio turnover ratio is Nil as on May 31, 2016.

To view the Scheme's latest monthly portfolio holding, please visit our website at http://bnpparibasmf.in/Downloads/index.aspx

Sector level and Group Level exposure restriction

Sector level exposure limits:
The Mutual Fund/AMC shall ensure that total exposure of the Scheme in a particular sector (excluding investments in Bank CDs, CBLO, G-Secs, TBills and AAA rated securities issued by Public Financial Institutions and Public Sector Banks) shall not exceed 25% of the net assets of the scheme;
Provided that an additional exposure to financial services sector (over and above the limit of 25%) not exceeding 5% of the net assets of the scheme shall be allowed by way of increase in exposure to Housing Finance Companies (HFCs) only;
Provided further that the additional exposure to such securities issued by HFCs are rated AA and above and these HFCs are registered with National Housing Bank (NHB) and the total investment/ exposure in HFCs shall not exceed 25% of the net assets of the Scheme.

Group level exposure limits:
The total exposure of the Scheme in a group (excluding investments in securities issued by Public Sector Units, Public Financial Institutions and Public Sector Banks) shall not exceed 20% of the net assets of the scheme. Such investment limit may be extended to 25% of the net assets of the scheme with the prior approval of the Board of Trustees.
For this purpose, a group means a group as defined under regulation 2 (mm) of SEBI (Mutual Funds) Regulations, 1996 and shall include an entity, its subsidiaries, fellow subsidiaries, its holding company and its associates.

Further, in accordance with SEBI circular SEBI/HO/IMD/DF2/CIR/P/2016/35 dated February 15, 2016, the Scheme shall not be required to sell their investments to comply with the aforesaid restrictions. However, if the scheme sells its investments then the fresh investments shall be subject to the said restrictions.

Expenses of the Scheme

Load Structure
New Fund Offer Period - entry load& exit load: nil
Continuous Offer - entry load & exit load – not applicable.

Recurring expenses
The expenses include investment management and advisory fee and other allowable expenses shall be subject to the following percentage limit of daily net assets.
(i) On the first Rs. 100 crore of the daily net assets 2.25%;
(ii) On the next Rs. 300 crore of the daily net assets 2.00%;

(iii) On the next Rs. 300 crore of the daily net assets 1.75%;
(iv) On the balance of the assets 1.50%

For detailed expense structure and for the actual current expenses being charged, the investor should refer to the SID or the website of the mutual fund www.bnpparibasmf.in.

Actual expenses for the financial year 2015-16:
Total recurring expense as a % to daily net assets :
Distributor Plan: 2.67%; Direct Plan: 2.37%

An Illustration of impact of expense ratio on Scheme's returns:

If an investor A invests in a regular plan of a Scheme with an expense of 2% p.a. and an investor B invests in Direct Plan of the same scheme with an expense of 1% p.a. Assuming the gross return of this fund is 10% for that given year, investor A will make a return of 8% (post expense) for that year, whereas investor B will make 9% return for same period.
Also, please take a look at below illustration which shows impact of different expense ratio assumed on initial investment of Rs. 10,000 invested over period of 10 years with an average annualized gain of 10% p.a.

Value at End of Year	Assuming 10% p.a. gain (without any expense ratio)	Assuming 10% p.a. gain				
		with an average expense of 0.5% p.a.	with an average expense of 1.00% p.a.	with an average expense of 1.50% p.a.	with an average expense of 2.00% p.a.	with an average expense of 2.50% p.a.
0*	10000.00	10000.00	10000.00	10000.00	10000.00	10000.00
1	11000.00	10950.00	10900.00	10850.00	10800.00	10750.00
2	12100.00	11990.25	11881.00	11772.25	11664.00	11556.25
3	13310.00	13129.32	12950.29	12772.89	12597.12	12422.97
4	14641.00	14376.61	14115.82	13858.59	13604.89	13354.69
5	16105.10	15742.39	15386.24	15036.57	14693.28	14356.29
6	17715.61	17237.91	16771.00	16314.68	15868.74	15433.02
7	19487.17	18875.52	18280.39	17701.42	17138.24	16590.49
8	21435.89	20668.69	19925.63	19206.04	18509.30	17834.78
9	23579.48	22632.22	21718.93	20838.56	19990.05	19172.39
10	25937.42	24782.28	23673.64	22609.83	21589.25	20610.32

**initial investment amount*

Investors are requested to note that NAV declaration made by AMC/Mutual Fund on every business day is net of expenses, and consequently scheme performance disclosures made by Mutual Fund, which are based on NAV values of the scheme are also net of expenses but does not consider impact of load and taxes, if any.

Waiver of load for direct applications

In accordance with the requirements specified by the SEBI circular no. SEBI / IMD/CIR No. 4 / 168230/ 09 dated June 30, 2009 no entry load will be charged for purchase / additional purchase / switch-in accepted by the Fund. Hence provision for waiver of load for direct application is not applicable.

Transaction charges

Pursuant to SEBI Circular No. Cir/ IMD/ DF/13/ 2011 dated August 22, 2011, the AMC/the Fund shall deduct transaction charges as per the following details from the subscription amount. The amount so deducted shall be paid to the distributor/agent of the investor (in case they have "opted in") and the balance shall be invested. In accordance with SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the distributors shall have an option either to opt in or opt out of levying transaction charge based on type of the product.

1. First time investor in Mutual Fund (across all the Mutual Funds): Transaction charge of Rs. 150/- for subscription of Rs. 10,000 and above shall be deducted.
2. Existing investor in Mutual Funds (across all the Mutual Funds): Transaction charge of Rs. 100/- per subscription of Rs. 10,000 and above shall be deducted.
3. Transaction charges shall not be deducted for:
   (i) Purchases /subscriptions for an amount less than Rs. 10,000/-
   (ii) Transaction other than purchases/ subscriptions relating to new inflows such as Switch.
   (iii) Purchases/subscriptions made directly with the Fund (i.e. not through any distributor/agent).
   (iv) Transaction through stock exchange mechanism

	4. The statement of account shall reflect the net investment as gross subscription less transaction charge and the number of units allotted against the net investment. 5. As per SEBI circular no. SEBI/ IMD/ CIR No. 4/ 168230/09 dated June 30, 2009, the upfront commission to distributors shall be paid by the investor directly to the distributor by a separate cheque based on the investor's assessment of various factors including service rendered by the distributor.
Tax treatment for the investors (Unitholders)	Investors are advised to refer to the details in the Statement of Additional Information and also independently refer to his tax advisor.
Daily Net Asset Value (NAV) Publication	The Mutual Fund shall declare the Net asset value of the scheme on every business day on AMFI's website www.amfiindia.com by 9.00 p.m. and also on their website www.bnpparibasmf.in. In case of any delay, the reasons for such delay shall be explained to AMFI and number of such instances shall be reported to SEBI on bi- monthly basis. If the NAVs are not available before the commencement of the following day due to any reason, the Mutual Fund shall issue a press release providing reasons and explaining when the Mutual Fund shall be able to publish the NAVs. The NAV shall be calculated for all business days and shall be published at least in two daily newspapers having circulation all over India every day. Since the Scheme is proposed to be listed on a recognized Stock Exchange, the listed price shall also be available on that Stock Exchange but the listed price may vary from the published NAV of the scheme on any business day. **The Mutual Fund/AMC and its empanelled brokers/distributors has not given and shall not give any indicative portfolio and indicative yield in any communication or in any manner whatsoever. Investors are advised not to rely on any such communication regarding indicative yield/portfolio with regard to the Scheme.**
For Investor Grievances please contact	**Name and Address of Registrar:** Sundaram BNP Paribas Fund Services Limited Unit: BNP Paribas Mutual Fund, Central Processing Center, No. 23, Cathedral Garden Road, Nungambakkam, Chennai-600 034. SEBI Registration Number: INR000004066 **Name, address, telephone number, fax number, e-mail id of investor relations officer:** **Mr. Allwyn Monteiro** BNP Paribas Asset Management India Private Limited 1, North Avenue, Maker Maxity, Bandra Kurla Complex, Bandra (E), Mumbai – 400051. Phone: 91 - 22- 33704214/4242 Fax: 91 - 22- 3370 4294 E-mail: customer.care@bnpparibasmf.in, allwyn.monteiro@bnpparibasmf.in
Unitholders' Information	AMC shall send confirmation regarding allotment of units specifying the number of units allotted to the applicant by way of email and/or SMS's to the applicant's registered email address and/or mobile number as soon as possible but not later than five working days from the date of closure of the new fund offer period and / or from date of receipt of the request from the unit holder. The AMC shall issue a Consolidated Account Statement (CAS) for each calendar month on or before tenth day of succeeding month detailing all the transactions and holding at the end of the month including transaction charges paid to the distributor, across all the schemes of all mutual funds in whose folios transaction has taken place during that month. CAS is a statement reflecting holdings / transactions across all the mutual funds by the investor. CAS shall not be issued to the investor who has not updated their Permanent Account Number (PAN) in their respective folios. The unit holders shall ensure that the PAN details are updated in all their folio(s). The AMC shall also publish complete statement of scheme portfolio within one month from the close of each half year (that is on 31st March and on 30th September) in atleast one English daily newspaper having nationwide circulation and in a newspaper having wide circulation published in the language of the region where the Head Office of the mutual fund is situated. **Monthly Portfolio Disclosures:** The monthly portfolio of the scheme (alongwith ISIN) shall also be made available on the website of Mutual Fund (www.bnpparibasmf.in) on or before tenth day of the succeeding month. The same can be located on website at http://bnpparibasmf.in/Downloads/index.aspx

	Annual Report or abridged summary thereof: SEBI Circular No. Cir/IMD/DF/16/2011 dated September 8, 2011 shall be complied with in order to bring cost effectiveness in printing and dispatching the annual reports or abridged summary thereof. For more details, Investors are requested to refer the Scheme Information Document (SID).
Listing	The units of the Scheme are listed on National Stock Exchange of India Ltd. and available for trading through the stock exchange.
Delisting	The units of a mutual fund scheme may be delisted from a recognised stock exchange in accordance with the guidelines as may be specified by the SEBI from time to time.
Dematerialization	The Unit holders are given an Option to hold the units by way of an account statement or in Dematerialized ('demat') form. Unit holders opting to hold the units in demat form must provide their demat Account details in the specified section of the application form. The Unit holder intending to hold the units in demat form are required to have a beneficiary account with the Depository Participant (DP) (registered with NSDL / CDSL as may be indicated by the Fund at the time of launch of the Scheme) and will be required to indicate in the application the DP's name, DP ID Number and the beneficiary account number of the applicant with the DP. The AMC intends to register with NSDL & CDSL. In case Unit holders do not provide their demat Account details, an Account Statement shall be sent to them. Such investors will not be able to trade on the stock exchange till the holdings are converted in to demat form.
Conversion of mutual fund units represented by Statement of Accounts (SoA) into dematerialised form	In case, a unit holder intends to convert units from physical form represented by SoA to Demat form, the AMC shall issue units in dematerialized form to a unit holder within two working days of the receipt of such request from the unit holder. Please refer to SID for the process for such conversion by unit holders having beneficiary account with DP Registered with NSDL/ CDSL.

In accordance with the requirements specified by the SEBI circular no. SEBI/ IMD/ CIR No. 4/ 168230/09 dated June 30, 2009 no entry load will be charged for purchase/additional purchase/ switch-in accepted by the Fund with effect from August 01, 2009.

The upfront commission on investment made by the investor, if any, shall be paid to the ARN Holder directly by the investor, based on the investor's assessment of various factors including service rendered by the ARN Holder. The exit load charged, if any shall be credited to the scheme. Presently, the Scheme does not intend to charge any exit load.

Notwithstanding anything contained in the Key Information Memorandum, the provisions of SEBI (Mutual Funds) Regulations, 1996 and Guidelines thereunder shall be applicable. Further, investors may ascertain about any further changes from the Mutual Fund/Investor Service Centres / Distributors or Brokers.