

**Policy on Investment in Group Companies and investment in companies that have  
subscribed to the units of Sahara Mutual Fund**

- A. The Investment Committee oversees the overall investment process at Sahara Mutual Fund. Careful attention is at all times paid by the AMC to SEBI guidelines regarding restriction on investments/investment limit as prescribed from time to time. These restrictions relate to single company/group investments, investments in associate companies, investments in unrated debt instruments etc. Typically, wherever any investment in unrated paper is involved, prior approval of the Trustees and the Board of the AMC shall be sought.

The current SEBI guidelines states that the AMC shall ensure that no scheme of Mutual Fund shall make any investment in

- a. Any unlisted security of an associate or group company of the sponsor; or
- b. Any security issued by way of private placement by an associate or group company of the sponsor; or
- c. The listed securities of group companies of the sponsor which is in excess of 25% of the net assets

The AMC fully complies with the above SEBI guidelines.

*[It may be noted that no scheme of Sahara Mutual Fund has invested in any listed/unlisted, rated/ unrated securities of associate or group companies till date.]*

- B. The investment by a scheme in any of the corporate is an independent investment decision based on the scheme objectives and on fundamentals. Investment by any corporate in the schemes of Sahara Mutual Fund shall not be the governing factor for the scheme to make investment in such corporate.

In case any company has invested more than 5 percent of the net asset value of a scheme, the investment made within twelve months by that scheme or by any other scheme of the Sahara Mutual Fund in that company or its subsidiaries shall be brought to the notice of the trustees by the asset management company and be disclosed in the half-yearly and annual accounts of the respective schemes with justification for such investment.

The compliance department independently monitors and reviews the above regularly and also report in the formats shall be submitted to the trustee/SEBI as per regulations.

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