



## **Methodology for calculating subscription and redemption price of units.**

Pursuant to SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2018/92 dated June 05, 2018 on “Go Green Initiative in Mutual Funds”, the methodology of calculating the subscription and redemption price of units is explained with an illustration below:

- Subscription / Switch-in (from other schemes/plans of the Mutual Fund) (This is the price investor need to pay for purchase/switch-in)

If the applicable NAV is Rs. 10/- and since there will be no entry load, then the purchase price will be Rs. 10/-

- Redemption / Switch - out (to other schemes/plans of the Mutual Fund) (This is the price investor will receive at the time of redemption/ switch-out)

If the applicable NAV is Rs. 10/- and exit load is 1% then sale price will be  $10 - (10 * 1\%) = 10 - 0.10 = \text{Rs. } 9.90/-$