

May 06, 2022

Sale of 'D(SO)' rated Securities: Jorabat Shillong Expressway Limited (JSEL)

We are pleased to inform that we have sold our entire exposure in securities of Jorabat Shillong Expressway Limited (JSEL) [rated 'D(SO)'] for INR 491.71 Cr on May 06, 2022. This translates into a recovery of ~83% of the principal amount outstanding of INR 592.42 Cr held across various schemes of UTI Mutual Fund (UTI MF).

JSEL was unable to service the obligations to the NCD holders, despite adequate cash balances, as it had been classified under the 'Amber' category according to the National Company Law Appellate Tribunal (NCLAT) order dated 12 February 2019 for IL&FS Group companies. Consequently, JSEL was downgraded to 'D(SO)' in Mar 2019 on account of non-payment to the NCD holders. UTI MF had marked down its exposure across schemes by 25% each on January 22, 2019 and April 30, 2019, resulting in a total mark-down of 50% across UTI MF's schemes.

In March 2020, Sekura Roadways Limited (SRL) was approved as the highest bidder for JSEL. However, given the delay in receiving the requisite approvals, the sale to SRL has not been concluded till date even after ~26 months. As per the NCLAT order in October 2018, there has been no interest accrual on the said securities for past ~43 months. In addition, there is further uncertainty on resolutions, given the ongoing legal case between SRL and IL&FS Transportation Network Limited (ITNL), the sponsor of JSEL. Considering the uncertain resolution timelines, non-accrual of interest on the securities and delayed cost of liquidity to the unitholders, UTI MF decided to proceed with the sale of these securities, in the best interest of its unitholders.

Scheme-wise distribution across open-ended and close-ended schemes as given below:

Open-ended schemes	
Scheme Name	Sale Proceeds (INR Cr)
UTI Bond Fund	62.18
UTI Dynamic Bond Fund	73.88
UTI Banking and PSU Debt Fund	48.33
UTI Unit Linked Insurance Plan	78.15
UTI CCF - Savings Plan	86.04
UTI Retirement Benefit Plan	54.63
UTI Hybrid Equity Fund	50.79

Close-ended schemes: UTI Fixed Term Income Fund (FTIF) Series	
Scheme Name	Sale Proceeds (INR Cr)
UTI - FTIF Series XVIII - II (1825 Days)	1.52
UTI - FTIF Series XXIV - V (1132 Days)	0.22
UTI - FTIF Series XXIV - X (1118 Days)	0.22
UTI - FTIF Series XXIV - XI (1098 Days)	0.87
UTI - FTIF Series XXIV - XII (1099 Days)	0.43
UTI - FTIF Series XXIV - XIII (1097 Days)	0.87
UTI - FTIF Series XXIV - XV (1099 Days)	0.22
UTI - FTIF Series XXVIII - X (1153 Days)	8.30
UTI - FTIF Series XXVIII - XIII (1134 Days)	16.60
UTI - FTIF Series XXIX - II (1118 Days)	8.47

In case of open-ended schemes - UTI Bond Fund, UTI Dynamic Bond Fund, UTI Banking and PSU Debt Fund, UTI Unit Linked Insurance Plan, UTI CCF - Savings Plan, UTI Retirement Benefit Plan and UTI Hybrid Equity Fund, the impact of this sale transaction shall be reflected in the portfolio and NAV of the respective schemes as on May 06, 2022.




In case of the close-ended schemes, i.e., UTI - FTIF Series, the sale proceeds will be credited to the registered bank account of the investors in proportion to their unitholding at the time of maturity of the scheme. In the absence of registered bank account details, the physical warrant for sale proceeds will be dispatched to investor's address registered with us.

Plan-wise per unit (Rs.) distribution in case of UTI – FTIFs:

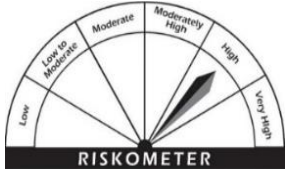
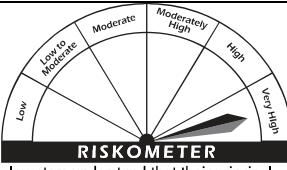
Plan Name	UTI - FTIF Series XXVIII - II (1825 Days)	UTI - FTIF Series XXIV - V (1132 Days)	UTI - FTIF Series XXIV - X (1118 Days)	UTI - FTIF Series XXIV - XI (1098 Days)	UTI - FTIF Series XXIV - XII (1099 Days)
Direct Plan - Growth Option	0.1721	0.0586	0.0399	0.1115	0.0698
Direct Plan - Quarterly IDCW	0.1125	0.0462	0.0315	0.0890	0.0559
Direct Plan - Annual IDCW	0.1208	--	0.0316	0.0889	0.0559
Direct Plan - Maturity IDCW	--	0.0586	0.0399	0.1115	0.0698
Regular Plan - Growth Option	0.1653	0.0580	0.0395	0.1104	0.0691
Regular Plan - Quarterly IDCW	0.1121	0.0462	0.0315	0.0890	0.0559
Regular Plan - Flexi IDCW	0.1584	--	--	--	0.0691
Regular Plan - Annual IDCW	0.1198	0.0462	0.0315	0.0889	0.0568
Regular Plan - Maturity IDCW	0.1653	0.0581	--	0.1104	0.0691

Plan Name	UTI - FTIF Series XXIV - XIII (1097 Days)	UTI - FTIF Series XXIV - XV (1099 Days)	UTI - FTIF Series XXVIII - X (1153 Days)	UTI - FTIF Series XXVIII - XIII (1134 Days)	UTI - FTIF Series XXIX - II (1118 Days)
Direct Plan - Growth Option	0.1309	0.0434	0.6205	0.3658	0.6979
Direct Plan - Quarterly IDCW	0.1053	0.0350	0.5409	0.2959	0.5950
Direct Plan - Flexi IDCW	--	--	0.6205	0.3658	--
Direct Plan - Annual IDCW	0.1053	0.0350	--	0.2959	0.5950
Direct Plan - Maturity IDCW	0.1309	0.0434	0.6206	0.3657	0.6979
Regular Plan - Growth Option	0.1296	0.0430	0.6140	0.3610	0.6910
Regular Plan - Quarterly IDCW	0.1053	0.0350	0.5404	0.2958	0.5946
Regular Plan - Flexi IDCW	0.1296	0.0430	--	0.3610	0.6910
Regular Plan - Annual IDCW	0.1053	0.0350	0.5404	0.2958	0.5947
Regular Plan - Maturity IDCW	0.1296	0.0430	0.6140	0.3610	0.6910

Product Labelling

Fund Name	The product is suitable for investors who are seeking:*	Riskometer#	Potential Risk Class Matrix																				
UTI Bond Fund (An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years and 7 years. A Relatively High Interest Rate Risk and Moderate Credit Risk)	<ul style="list-style-type: none"> Optimal returns with adequate liquidity over medium to long term Investment in Debt & money market instruments 	 RISKOMETER Investors understand that their principal will be at Moderate High Risk.	<table border="1"> <thead> <tr> <th colspan="4">Potential Risk Class</th> </tr> <tr> <th>Credit Risk →</th> <th>Relatively Low (Class A)</th> <th>Moderate (Class B)</th> <th>Relatively High (Class C)</th> </tr> </thead> <tbody> <tr> <th>Interest Rate Risk ↓</th> <td>Relatively Low (Class I)</td> <td></td> <td></td> </tr> <tr> <td></td> <td>Moderate (Class II)</td> <td></td> <td></td> </tr> <tr> <td></td> <td>Relatively High (Class III)</td> <td style="background-color: #cccccc;">B-III</td> <td></td> </tr> </tbody> </table> Relatively High interest rate risk and moderate Credit Risk	Potential Risk Class				Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)	Interest Rate Risk ↓	Relatively Low (Class I)				Moderate (Class II)				Relatively High (Class III)	B-III	
Potential Risk Class																							
Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)																				
Interest Rate Risk ↓	Relatively Low (Class I)																						
	Moderate (Class II)																						
	Relatively High (Class III)	B-III																					
UTI Dynamic Bond Fund (An open ended dynamic debt scheme investing across duration. A Relatively High Interest Rate Risk and Moderate Credit Risk)	<ul style="list-style-type: none"> Optimal returns with adequate liquidity over medium to long term Investment in Debt & money market instruments 	 RISKOMETER Investors understand that their principal will be at Moderate Risk.																					
UTI Banking and PSU Debt Fund (An open ended debt scheme predominantly investing in debt instruments of Banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds. A Relatively High Interest Rate Risk and Moderate Credit Risk)	<ul style="list-style-type: none"> Reasonable income, with low risk and high level of liquidity over short to medium term Investment predominantly in Debt & Money Market Securities issued by Bank, Public Sector Undertaking (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds 	 RISKOMETER Investors understand that their principal will be at Moderate Risk.																					

Potential Risk class matrix w.e.f. December 01, 2021.

Fund Name	The product is suitable for investors who are seeking:*	Riskometer#
UTI - Unit Linked Insurance Plan (An open ended tax saving cum insurance scheme)	<ul style="list-style-type: none"> • Long term capital appreciation • Investment in equity instruments (maximum-40%) and debt instruments 	 <p>RISKOMETER Investors understand that their principal will be at High Risk.</p>
UTI - Children's Career Fund - Saving Plan (An open ended fund for investment for children having a lock in for at least 5 years or till the child attains age of majority (whichever is earlier))	<ul style="list-style-type: none"> • Long term capital appreciation • Investment in equity instruments (maximum 40%) and debt instruments 	
UTI - Retirement Benefit Pension Fund (An open ended retirement solution oriented scheme having a lock-in of 5 years or till retirement age (whichever is earlier))	<ul style="list-style-type: none"> • Long term capital appreciation • Investment in equity instruments (maximum-40%) and debt instruments 	
UTI Hybrid Equity Fund (An open ended hybrid scheme investing predominantly in equity & equity related instruments)	<ul style="list-style-type: none"> • Long term capital appreciation • Investment in equity instruments (maximum-80%) and fixed income securities (debt and money market securities) 	 <p>RISKOMETER Investors understand that their principal will be at Very High Risk.</p>

#Risk-o-meter for the fund is based on the portfolio ending April 30, 2022. The Risk-o-meter of the fund/s is/are evaluated on monthly basis and any changes to Risk-o-meter are disclosed vide addendum on monthly basis, to view the latest addendum on Risk-o-meter, please visit addenda section on <https://utimf.com/forms-and-downloads>

Mutual Fund Investments are subject to market risks, read all scheme-related documents carefully.