

Key Information Memorandum

HSBC Equity Fund (HEF) An open-ended diversified Equity Scheme
HSBC India Opportunities Fund (HIOF) An open-ended flexi-cap Equity Scheme
HSBC Midcap Equity Fund (HMEF) An open-ended diversified Equity Scheme
HSBC Advantage India Fund (HAIF) An open-ended flexi-theme Equity Scheme
HSBC Tax Saver Equity Fund (HTSF) An open-ended Equity Linked Savings Scheme (ELSS)

Issue of Units of Rs.10/- per unit for cash at NAV based prices.

This Key Information Memorandum (KIM) sets forth the information, which a prospective investor ought to know before investing. For further details of the Scheme(s) / Mutual Fund, due diligence certificate by the AMC, Key Personnel, investors' rights & services, risk factors, penalties & pending litigations, associate transactions etc. investors should, before investment, refer to the Offer Document(s) and Addenda thereto available free of cost at any of the Investor Service Centres or distributors or from the website of the AMC, www.hsbcinvestments.co.in. The particulars of the Scheme(s) have been prepared in accordance with the 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.

This Key Information Memorandum is dated March 2, 2007.

Sponsor HSBC Securities and Capital Markets (India) Private Limited Regd. Office: 52/60, Mahatma Gandhi Road, Fort, Mumbai 400001, India.	Trustee Board of Trustees Office: 314, D. N. Road, Fort, Mumbai 400001, India	Asset Management Company HSBC Asset Management (India) Private Limited Corp. & Regd. Office: 314, D.N. Road, Fort, Mumbai 400001, India
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	HSBC EQUITY FUND	HSBC INDIA OPPORTUNITIES FUND	HSBC MIDCAP EQUITY FUND	HSBC ADVANTAGE INDIA FUND	HSBC TAX SAVER EQUITY FUND																																												
Investment Objective	To generate long-term capital growth from an actively managed portfolio of equity and equity related securities.	To seek long term capital growth through investments across all market capitalisations, including small, mid and large cap stocks. The fund aims to be predominantly invested in equity and equity related securities. However, it could move a significant portion of its assets towards fixed income securities if the fund manager becomes negative on equity markets.	To generate long term capital growth from an actively managed portfolio of equity and equity related securities primarily being midcap stocks. However, it could move a portion of its assets towards fixed income securities if the fund manager becomes negative on the Indian equity markets.	To generate long term capital growth from an actively managed portfolio of equity and equity related securities by investing primarily in sectors, areas and themes that play an important role in, and / or benefit from, India's progress, reform process and economic development.	To provide long term capital appreciation by investing in a diversified portfolio of equity & equity related instruments of companies across various sectors and industries, with no capitalisation bias. The Fund may also invest in fixed income securities. Lock-in Period : The investment shall be locked in for a period of 3 years from the date of allotment.																																												
Asset Allocation Pattern	<table border="1"> <tr> <th>Type of Security</th> <th>Normal Allocation (% of Corpus)</th> <th>Risk Profile</th> </tr> <tr> <td>Equities & Equity related securities</td> <td>65-100%</td> <td>High</td> </tr> <tr> <td>Debt instruments & Money Market instruments (including Cash & Cash equivalents)</td> <td>0-35%</td> <td>Low to medium</td> </tr> </table>	Type of Security	Normal Allocation (% of Corpus)	Risk Profile	Equities & Equity related securities	65-100%	High	Debt instruments & Money Market instruments (including Cash & Cash equivalents)	0-35%	Low to medium	<table border="1"> <tr> <th>Type of Security</th> <th>Normal Allocation (% of Corpus)</th> <th>Risk Profile</th> </tr> <tr> <td>Equities & Equity related securities</td> <td>65-100%</td> <td>High</td> </tr> <tr> <td>Debt instruments & Money Market instruments (including Cash & Cash equivalents)</td> <td>0-35%</td> <td>Low to medium</td> </tr> </table>	Type of Security	Normal Allocation (% of Corpus)	Risk Profile	Equities & Equity related securities	65-100%	High	Debt instruments & Money Market instruments (including Cash & Cash equivalents)	0-35%	Low to medium	<table border="1"> <tr> <th>Type of Instruments</th> <th>Normal Allocation (% of Corpus)</th> </tr> <tr> <td>Equities & equity related securities of companies whose market capitalization is Rs 75 crores or more but does not exceed the market capitalization of the largest constituent of the BSE Midcap Index at the point of investment on a full market capitalisation basis</td> <td>65 - 100%</td> </tr> <tr> <td>Other equities & equity related securities</td> <td>0 - 35%</td> </tr> <tr> <td>Debt and money market instruments (including cash and money at call)</td> <td>0 - 35%</td> </tr> </table>	Type of Instruments	Normal Allocation (% of Corpus)	Equities & equity related securities of companies whose market capitalization is Rs 75 crores or more but does not exceed the market capitalization of the largest constituent of the BSE Midcap Index at the point of investment on a full market capitalisation basis	65 - 100%	Other equities & equity related securities	0 - 35%	Debt and money market instruments (including cash and money at call)	0 - 35%	<table border="1"> <tr> <th>Type of Instruments</th> <th>Normal Allocation (% of Corpus)</th> </tr> <tr> <td>Equities & Equity related securities</td> <td>65 - 100%</td> </tr> <tr> <td>Debt instruments & Money Market instruments (including Cash & money at call)</td> <td>0 - 35%</td> </tr> </table>	Type of Instruments	Normal Allocation (% of Corpus)	Equities & Equity related securities	65 - 100%	Debt instruments & Money Market instruments (including Cash & money at call)	0 - 35%	<table border="1"> <tr> <th>Type of Security</th> <th>Normal Allocation (% of Corpus)</th> <th>Risk Profile</th> </tr> <tr> <td>Equities & equity related securities</td> <td>80-100%</td> <td>High</td> </tr> <tr> <td>Debt, Money Market instruments and Cash</td> <td>0-20%</td> <td>Low to Medium</td> </tr> </table>	Type of Security	Normal Allocation (% of Corpus)	Risk Profile	Equities & equity related securities	80-100%	High	Debt, Money Market instruments and Cash	0-20%	Low to Medium			
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Risk Profile	Mutual Fund investments are subject to market risks. Please read the Offer Document carefully for details on risk factors before investment.																																																
Options & Sub-Options	Options : Dividend (Payout / Reinvestment) and Growth				Options : Growth and Dividend (Payout)																																												
Applicable NAV for ongoing Subscriptions and Redemptions	<p>Purchases including switch ins : ● In respect of valid subscription requests received upto 3 p.m. by the Mutual Fund, the closing NAV of the day on which the request is received shall be applicable.</p> <p>● In respect of valid subscription requests received after 3 p.m. by the Mutual Fund, the closing NAV of the next Business Day shall be applicable.</p> <p>Redemptions including switch outs : ● In respect of valid redemption requests received upto 3 p.m. by the Mutual Fund, the closing NAV of the day on which the request is received shall be applicable.</p> <p>● In respect of valid redemption requests received after 3 p.m. by the Mutual Fund, the closing NAV of the next Business Day shall be applicable.</p> <p>Explanation: 'Business day' does not include a day on which the money markets are closed or otherwise not accessible. The Mutual Fund shall calculate NAV for each calendar day in respect of the above Scheme(s) / Plan(s).</p>																																																
Minimum Application Amount	Purchase : Rs. 10,000/-		Additional Purchase : Rs. 1,000/- and multiples of Re. 1/- thereafter		Repurchase** : Rs. 1,000/- and multiples of Re. 1/- thereafter																																												
Despatch of Repurchase (Redemption) Request	Within 10 working days of the receipt of the redemption request at the Official Points of Acceptance of Transactions of the Registrar and the AMC. The Fund would endeavour to effect redemption payouts (net of applicable taxes) within 3 Business Days under normal circumstances.																																																
Benchmark Index	BSE 200	BSE 500	BSE Midcap Index	BSE 200	BSE 200																																												
Dividend Policy	Declaration of dividend and its frequency will inter alia depend upon the distributable surplus. Dividend may be declared from time to time at the discretion of the Trustees.																																																
Name of the Fund Manager	Mihir Vora & Jitendra Sriram	Jitendra Sriram	Mihir Vora & Jitendra Sriram	Mihir Vora	Mihir Vora																																												
Performance of the Scheme*	<table border="1"> <tr> <td>Return for last 1 year</td> <td>35.82%</td> </tr> <tr> <td>Benchmark returns for last 1 year</td> <td>35.18%</td> </tr> <tr> <td>Return for last 2 years</td> <td>41.66%</td> </tr> <tr> <td>Benchmark returns for last 2 years</td> <td>39.53%</td> </tr> <tr> <td>Return for last 3 years</td> <td>39.43%</td> </tr> <tr> <td>Benchmark returns for last 3 years</td> <td>32.20%</td> </tr> <tr> <td>Returns Since Inception</td> <td>61.55%</td> </tr> <tr> <td>Benchmark returns Since Inception</td> <td>42.91%</td> </tr> <tr> <td>Date of Inception</td> <td>10 Dec. 2002</td> </tr> </table>		Return for last 1 year	35.82%	Benchmark returns for last 1 year	35.18%	Return for last 2 years	41.66%	Benchmark returns for last 2 years	39.53%	Return for last 3 years	39.43%	Benchmark returns for last 3 years	32.20%	Returns Since Inception	61.55%	Benchmark returns Since Inception	42.91%	Date of Inception	10 Dec. 2002	<table border="1"> <tr> <td>Return for last 1 year</td> <td>43.92%</td> </tr> <tr> <td>Benchmark returns for last 1 year</td> <td>35.05%</td> </tr> <tr> <td>Return for last 2 years</td> <td>48.67%</td> </tr> <tr> <td>Benchmark returns for last 2 years</td> <td>40.85%</td> </tr> <tr> <td>Returns since Inception</td> <td>44.27%</td> </tr> <tr> <td>Benchmark returns since Inception</td> <td>34.71%</td> </tr> <tr> <td>Date of Inception</td> <td>24 Feb. 2004</td> </tr> </table>		Return for last 1 year	43.92%	Benchmark returns for last 1 year	35.05%	Return for last 2 years	48.67%	Benchmark returns for last 2 years	40.85%	Returns since Inception	44.27%	Benchmark returns since Inception	34.71%	Date of Inception	24 Feb. 2004	<table border="1"> <tr> <td>Return for last 1 year</td> <td>30.60%</td> </tr> <tr> <td>Benchmark returns for last 1 year</td> <td>28.17%</td> </tr> <tr> <td>Returns Since Inception</td> <td>53.46%</td> </tr> <tr> <td>Benchmark returns Since Inception</td> <td>44.01%</td> </tr> <tr> <td>Date of Inception</td> <td>19 May 2005</td> </tr> </table>		Return for last 1 year	30.60%	Benchmark returns for last 1 year	28.17%	Returns Since Inception	53.46%	Benchmark returns Since Inception	44.01%	Date of Inception	19 May 2005	<p>Returns Since Inception ^{^^}30.80%</p> <p>Benchmark returns Since Inception ^{^^}32.20%</p> <p>Date of Inception 23 February, 2006</p> <p>^{^^} Absolute Returns</p> <p>The Scheme in existence for less than one year, hence data not available. Performance of similar (Equity) Schemes launched by HSBC Mutual Fund as at 31 March, 2006 is given herein.</p>
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Expenses of the Scheme	<p>Load Structure for Continuous Offer (including SIP / STP where applicable)</p> <table border="1"> <tr> <th>Scheme Name</th> <th>Entry Load</th> <th>Exit Load</th> </tr> <tr> <td>HEF, HIOF, HMEF & HAIF</td> <td>2.25% for investments / Switch in* below Rs. 5 crores, otherwise Nil.</td> <td>0.5% for investments below Rs. 5 crores, if redeemed / switched out* within 6 months from date of investment, otherwise Nil; For SIP - Nil. However, 0.5% if SIP discontinued before minimum 6 months from the date of the first investment / transfer.</td> </tr> <tr> <td>HTSF</td> <td>2.25% for investments / Switch in* below Rs. 1 crore, otherwise Nil.</td> <td>Nil; For SIP - Nil</td> </tr> </table> <p>* No load in case of switches between equity Schemes of HSBC Mutual Fund Where an investor seeks to move between the dividend and growth alternatives within an option of the same Scheme / Plan, this will not be construed as a switch. Consequently no load will apply to such movements. No load in case of investments by Fund-of-Funds Scheme(s), FIs and their sub-accounts. There are no loads other than those mentioned above. The entry / exit loads set forth above are subject to change at the discretion of the AMC and such changes shall be implemented prospectively.</p> <table border="1"> <tr> <th colspan="2">Recurring Expenses for the year ended 31 March, 2006</th> <th colspan="2">Recurring Expenses for the year ended 31 March, 2006</th> <th colspan="2">Recurring Expenses for the period 19 May, 2005 to 31 March, 2006</th> <th colspan="2">Recurring Expenses for the period 23 February, 2006 to 31 March, 2006</th> <th colspan="2">Recurring Expenses for the period 24 November, 2006 to 28 February, 2007</th> </tr> <tr> <td>Total Expenses</td> <td>% to Net Assets</td> <td>Total Expenses</td> <td>% to Net Assets</td> <td>Total Expenses</td> <td>% to Net Assets</td> <td>Total Expenses</td> <td>% to Net Assets</td> <td>Total Expenses</td> <td>% to Net Assets</td> </tr> <tr> <td>260,013,989.48</td> <td>1.98</td> <td>96,812,056.98</td> <td>2.29</td> <td>79,572,056.62</td> <td>2.26</td> <td>48,999,645.11</td> <td>2.22</td> <td>7,121,103.58</td> <td>2.10</td> </tr> </table>					Scheme Name	Entry Load	Exit Load	HEF, HIOF, HMEF & HAIF	2.25% for investments / Switch in* below Rs. 5 crores, otherwise Nil.	0.5% for investments below Rs. 5 crores, if redeemed / switched out* within 6 months from date of investment, otherwise Nil; For SIP - Nil. However, 0.5% if SIP discontinued before minimum 6 months from the date of the first investment / transfer.	HTSF	2.25% for investments / Switch in* below Rs. 1 crore, otherwise Nil.	Nil; For SIP - Nil	Recurring Expenses for the year ended 31 March, 2006		Recurring Expenses for the year ended 31 March, 2006		Recurring Expenses for the period 19 May, 2005 to 31 March, 2006		Recurring Expenses for the period 23 February, 2006 to 31 March, 2006		Recurring Expenses for the period 24 November, 2006 to 28 February, 2007		Total Expenses	% to Net Assets	Total Expenses	% to Net Assets	Total Expenses	% to Net Assets	Total Expenses	% to Net Assets	Total Expenses	% to Net Assets	260,013,989.48	1.98	96,812,056.98	2.29	79,572,056.62	2.26	48,999,645.11	2.22	7,121,103.58	2.10					
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*Past performance may or may not be sustained in the future. ^ Returns for 1 year & above are Compounded Annualised; return below 1 year are absolute. Calculations are based on Growth Option NAVs.

** Minimum transaction amounts in SIP / STP, as may be available in various schemes may differ from the amounts mentioned herein.

COMMON FEATURES FOR ALL SCHEMES

Board of Trustees (The Trustees) of HSBC Mutual Fund

The Sponsor has appointed a Board of Individual Trustees (the Trustees) to be the Trustees of HSBC Mutual Fund. Presently Mr. N. P. Gidwani, Mr. Blair Chilton Pickereil, Mr. Nasser Munjee, Mr. Mehli Mistri, Mr. Dilip J. Thakkar and Mr. Manu Tandon are the Trustees of HSBC Mutual Fund.

Daily Net Asset Value (NAV) Publication

The NAV will be declared on all business days and will be published in two newspapers. NAVs can also be viewed on www.hsbcinvestments.co.in and www.amfiindia.com (You can also telephone us at 022-66668819)

For Investor Grievances please contact

Registrar : Computer Age Management Services Private Ltd. (CAMS)
HSBC Mutual Fund Unit, Rayala Towers, 3rd Floor, 158, Anna Salai, Chennai 600 002.

Mutual Fund : K. Sriram, Vice President & Head of Finance & Customer Service
HSBC Asset Management (India) Private Limited, 314, D. N. Road, Fort, Mumbai 400 001. Tel.: 66668819. Fax : 40029600. E-mail : hsbcmf@hsbc.co.in

Unitholders' Information

Account Statement (on each transaction) and Annual Financial Results shall be provided to investors by post or by such other means as permitted from time to time. Half Yearly Results and Portfolio disclosure shall be provided to investors by post / published in certain Newspapers in line with the requirements of the SEBI (Mutual Funds) Regulations, 1996.

Who can apply

The following persons are eligible and may apply for subscription to the Units of the Scheme (subject, wherever relevant, to purchase of units of mutual funds being permitted and duly authorised under their respective constitutions, charter documents, corporate / other authorisations and relevant statutory provisions etc):

- Indian resident adult individuals either singly or jointly.
- *Karta of Hindu Undivided Family (HUF).
- *Minor through parent / lawful guardian.
- Companies, bodies corporate, public sector undertakings, association of persons, (AOPs)*, bodies of individuals (Bols)*, societies registered under the Societies Registration Act, 1860, Mutual Fund Schemes (so long as the purchase of units is permitted under the respective constitutions).
- Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private Trusts authorised to invest in mutual fund schemes under their trust deeds.
- Partnership Firms.
- Banks (including Co-operative Banks and Regional Rural Banks) & Financial Institutions.
- Non-resident Indians (NRIs) / Persons of Indian Origin on full repatriation basis (subject to RBI approval, if required) or on non-repatriation basis.
- Foreign Institutional Investors (FIIs) registered with SEBI on full repatriation basis (subject to RBI approval, if required).
- Army, Air Force, Navy and other para-military funds and eligible institutions.
- Scientific and Industrial Research Organisations.
- Provident / Pension / Gratuity and such other Funds as and when permitted to invest.
- International Multilateral Agencies approved by the Government of India / RBI.
- Other Scheme(s) of HSBC Mutual Fund subject to the conditions and limits prescribed in SEBI Regulations.
- Trustees, AMC or Sponsor or their

associates (if eligible and permitted under prevailing laws), may subscribe to the Units under the Scheme.

NOTE : Subscriptions from residents in the United States of America and Canada shall not be accepted by the Schemes of HSBC Mutual Fund.

The Fund reserves the right to include / exclude new / existing categories of investors to invest in the Scheme from time to time, subject to SEBI Regulations and other prevailing statutory regulations, if any.

NOTE : *above denotes that these investors are further eligible for tax benefits under Section 80C of the Income-tax Act, 1961 with respect to investments made in HSBC Tax Saver Equity Fund. Please refer to CBDT notification no 226 / 2005 dated 3 November 2005 for further details.

Tax Benefits of Investing in the Mutual Fund

As per the taxation laws in force as amended by the Finance Act, 2006 ("the FA") the tax benefits that are available to the investors investing in the Units of the Schemes are stated herein below. The information so stated is based on the Mutual Fund's understanding of such tax laws in force as of the date of this Document, which have been vetted by the tax consultants.

The following information is provided for only general information purposes. In view of the individual nature of tax benefits, each investor is advised to consult with his or her own tax consultant with respect to the specific tax implications arising out of their participation in the scheme.

The following benefits may accrue to the Unitholders with effect from the financial year commencing from April 1, 2006 (unless otherwise stated).

A. INCOME TAX

1. EXEMPTION U/S. 10(35):

Under the provisions of Section 10(35) of the Act income received in respect of the units of a mutual fund specified u/s. 10(35D) will be exempt from income tax in the hands of all unitholders. In view of this position, no tax needs to be deducted at source from such distribution by the fund. However, by virtue of the proviso to section 10(35), this exemption does not apply to income arising on "transfer" of units of a mutual fund.

2. LONG TERM CAPITAL GAINS:

i. On units of equity oriented funds:

Section 10(38) exempts long term capital gains arising from the transfer of units of an equity oriented fund provided the transaction of sale is entered into on or after the date on which the securities transaction tax is made applicable and such transaction is chargeable to the securities transaction tax.

However such long term capital gains arising to a company shall be taken into account in computing the book profit and income tax payable under section 115JB.

ii. On units of funds other than the equity oriented funds:

• For Individuals and Hindu Undivided Families ("HUF"s):

Long-term capital gains in respect of units held for a period of more than 12 months will be chargeable u/s.112 at the rate of 20% (plus surcharge), as applicable. Capital gains would be computed after reducing the aggregate of cost of acquisition (as adjusted by cost inflation index notified by the Central Government) and expenditure incurred wholly and exclusively in connection with transfer.

An assessee will have an option to apply concessional rate of tax of 10% (plus surcharge) provided the long term capital gains are computed without substituting indexed cost in place of cost of acquisition.

Further, in the case of Individuals and HUFs, being resident, where taxable income as reduced by long-term capital gains, is below the basic exemption limit, the long-term capital gains will be reduced to the extent of the shortfall and only the balance long-term capital gains will be subjected to income tax at 20% (plus surcharge) or 10% (plus surcharge) as the case may be.

• For Partnership firms, Indian Companies and other residents:

Long term capital gains will be subjected to the income tax at the rate of 20% (plus surcharge) or 10% (plus surcharge) as the case may be.

• For non-residents and foreign companies:

Long-term capital gains will be subjected to the income tax at the rate of 20% (plus surcharge). However, no benefit of Cost Inflation Indexation is available.

• For Non-resident Indians

Under section 115E of the Act for non-resident Indians, income by way of long-term capital gains in respect of Units is chargeable at the rate of 10% (plus surcharge). However, no benefit of Cost Inflation Indexation is available.

Non-resident Indians may opt for computation of long-term capital gains as per section 112, if it is more beneficial.

• For Overseas Financial Organizations, including Overseas Corporate Bodies fulfilling conditions laid down under section 115AB (Offshore Funds)

Under section 115AB of the Act, long term capital gains in respect of units held for a period of more than 12 months will be chargeable at the rate of 10% (plus surcharge). Such gains would be calculated without indexation of cost of acquisition.

• For Foreign Institutional Investors ("FIIs"):

Under section 115AD of the Act, long term capital gains in respect of units held for more than 12 months would be taxed at the rate of 10% plus surcharge. Such gains would be calculated without indexation of cost of acquisition.

Tax on long term capital gains in all the above cases will be further increased by the Education Cess ("EC") calculated @ 2% on tax plus surcharge as per the FA.

3. SHORT TERM CAPITAL GAINS:

i. On units of equity oriented funds:

Section 111A provides that the short term capital gains arising from the transfer of units of an equity oriented fund will be taxed at 10% (plus applicable surcharge) provided the transaction of sale is entered into on or after the date on which the securities transaction tax is made applicable and such transaction is chargeable to the securities transaction tax.

ii. On units of funds other than equity oriented funds:

Short term Capital Gains in respect of Units held for a period of not more than 12 months is added to the total income. Total income including short-term capital gains is chargeable to tax as per the relevant slab rates. The maximum tax rates applicable to different categories of assesses are as follows:

Resident Individuals and HUF	30% plus surcharge, as applicable.
Partnership Firms	30% plus surcharge
Indian companies	30% plus surcharge
Non Resident Indians	30% plus surcharge
Foreign Companies	40% plus surcharge
Overseas financial Organisations	30% plus surcharge
FIs	30% plus surcharge

Tax on short term capital gains in all the above cases will be further increased by the EC calculated @ 2% on tax plus surcharge as per the FA.

4. CAPITAL LOSS:

• Section 94(7) disallows any capital loss, arising to a unitholder if he acquires units of a mutual fund within a period of three months prior to the record date fixed for declaration of dividend or distribution of income and sells or transfers such units within a period of nine months from such record date, to the extent of dividend or income received or receivable on such units.

• Section 94(8) provides that if a person buys or acquires units ("the original units") of a mutual fund within a period of three months prior to the record date fixed for allotment of bonus units and sells the original units within nine months from the date of allotment of bonus units then the loss arising on such sale or transfer shall be ignored. Further, such loss shall be deemed to be the cost of acquisition or purchase of the bonus units.

5. TAX DEDUCTION AT SOURCE ON CAPITAL GAINS :

(i) No tax is required to be deducted at source on capital gains arising to any resident unit holder.

(ii) Under section 195 of Act, tax shall be deducted at source in respect of capital gains as under:

a. In case of a non-resident other than a company -

• Long term capital gains on units of equity oriented funds nil

• Long term capital gains on units of funds other than equity oriented funds 20% plus surcharge

• Short term capital gains on units of equity oriented funds 10% plus surcharge

• Short term capital gains on units of funds other than equity oriented funds 30% plus surcharge

b. In case of a foreign company -

• Long term capital gains on units of equity oriented funds nil

• Long term capital gains on units of funds other than equity oriented funds 20% plus surcharge

• Short term capital gains on units of equity oriented funds 10% plus surcharge

• Short term capital gains on units of funds other than equity oriented funds 40% plus surcharge

Tax Deducted At Source on short term and long term capital gains in all the above cases will be further increased by the EC calculated @ 2% on tax plus surcharge as per the FA.

INSTRUCTIONS

1. General Information

a) The Application Form should be completed in ENGLISH in BLOCK LETTERS only. Please Tick (✓) in the appropriate box (□), where boxes have been provided.

b) Please refer to the Offer Document(s) and Addenda thereto and the Key Information Memorandum of the respective Scheme(s) carefully before filling the Application Form.

c) Please refer the section on "Who can invest?" for a list of eligible investors in the Key Information Memorandum and Offer Document.

d) Existing investors of HSBC Mutual Fund wanting to make an SIP investment will need to fill up ONLY the SIP Application Form quoting their Folio Number. However, new investors will be required to fill up the Common Application Form as well as the SIP Application Form.

e) All applicants are deemed to have accepted the terms subject to which this offer is being made and bind themselves to the terms upon signing the Application Form and tendering the payment.

f) Applications under Power of Attorney / Body Corporate / Registered Society / Trust / Partnership

The original Power of Attorney or a duly notarised copy of the Power of Attorney shall be required to be submitted where applications are made under a Power of Attorney.

A company, body corporate, eligible institutions, registered society, trusts, partnership or other eligible non-individuals who apply in the schemes should furnish a certified copy of resolution or authority to make the application as the case may be and a certified copy of the Memorandum and Articles of Association and / or bye-laws and / or Trust Deed and / or Partnership Deed and certificate of registration or any other document as the case may be. In case of a Trust / Fund, it shall submit a certified true copy of the resolution from the Trustee(s) authorising such purchases. The officials should sign the application under their official designation and furnish a list of authorised signatories. All communications and payments shall be made to the First Applicant only.

2. Applicant Information

Applicants must provide all the details under point 2 of the Application Form.

a) Name and address must be given in full (P.O. Box Address alone is not sufficient). In case of NRIs / FIIs, 'Overseas Address' should also be provided.

b) Please provide the name of the Contact Person in case of investments by a Company / Body Corporate / Partnership Firm / Trust / Society / FIIs / Association of Persons / Body of Individuals.

c) PAN of Sole applicant / First applicant / Second applicant / Third applicant must be mentioned in the document pertaining to the transaction if there is a payment of an amount of fifty thousand rupees or more to a Mutual Fund for purchase of its units, irrespective of the mode of holding. In case such transaction is being entered to by a minor who does not have a PAN, he shall quote the PAN of his father or mother or guardian, as the case may be. Where the amount is Rs. 50,000 or more, the investor is compulsorily required to provide a copy of the PAN Card / PAN Letter / Copy of assessment order or refund order or such other correspondence from the Income-tax department mentioning the PAN. Dividend reinvestment, if any, of Rs. 50,000 or more, qualifies as purchase of units. In case of non-receipt of PAN details or Form No. 60/61, as applicable, from the investors / Unit holders (in case the application/ units are held in joint names, each of the investors/ unitholders), the dividend will be compulsorily paid out to the Unit holders and not reinvested. In case the person does not have a PAN while entering such a transaction, he shall make a declaration in Form No. 60 / 61 (as may be applicable). Form 60 and Form 61 are available with the Application Form. Necessary supporting documents required with the Forms are to be submitted by the investor.

d) KYC is mandatory under the Prevention of Money Laundering Act, 2002 for all applications for subscriptions of INR 50,000 and above. This will be applicable for investments from individual investors including joint holding / institutional customers / other non-institutional investors / investments through power of attorney holders / investments of minor through guardian.

The KYC requirements can be completed by filling up the prescribed form and submitting the same along with the other requisite details / proof (attested true copies of supporting documents relating to proof of identity and address or verification with the original) to a designated point of service. Please note that a copy of the KYC acknowledgement is to be attached to the application form for all investments of INR 50,000 and above at the time of making an investment for the first time in HSBC Mutual Fund under a particular folio. For details of the process, please visit our website <http://www.hsbcinvestments.co.in>

e) Investor has an option to receive communication through email. The investor always has a right to demand a physical copy of any or all the documents in respect of the services provided by the Fund.

f) Applicants who request for a Personal Identification Number (PIN) by ticking the appropriate box, will be sent a Form together with terms and conditions.

PIN will be allotted only subject to the Application Form being complete in all respects.

3. Payment Details

a) The application amounts can be tendered by cheque / demand drafts payable locally at any of the ISCs and designated collection centres. Application Forms accompanied with outstation cheques / stockinvests / postal orders / money orders / cash will not be accepted. All cheques and bank drafts must be drawn in the name of the Scheme or its abbreviation as applicable and crossed "Account Payee only". A separate cheque or bank draft must accompany each Application. Kindly note that post dated cheques are not allowed except for Systematic Investment Plan (SIP) Transactions.

b) Bank charges for outstation demand drafts will be borne by the AMC and will be limited to the bank charges as per table below. The AMC will not entertain any request for refund of demand draft charges.

Amount	DD Charges
Upto Rs.10,000/-	At actuals, subject to a maximum of Rs. 50/-
Above Rs.10,000/-	At Rs. 3.50/- per Rs. 1000/- Minimum Rs 50/- and Maximum Rs 12,500/-

c) NRIs, Persons of Indian Origin, FIIs

The Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000 (the "FEMA Regulations") permit a NRI / POI to purchase on repatriation or non-repatriation basis, without limit, units of domestic mutual funds. Payment for such units must be made either by cheque or demand draft by means of: (i) inward remittance through normal banking channels; or (ii) out of funds held in the NRE / FCNR account, in the case of purchases on a repatriation basis or out of funds held in the NRE / FCNR / NRO account, in the case of purchases on a non-repatriation basis. Investments by NRIs / FIIs shall be in accordance with the prevailing laws governing such investments.

Payment by the FI must be made either by inward remittance through normal banking channels or out of funds held in foreign currency account or non resident rupee account maintained by the FI with a designated branch of an authorised dealer in terms of paragraph 2 of Schedule 2 to the FEMA Regulations.

4. Investment Details

a) Applicants should indicate the Option or Sub-Option for which the application is made, by indicating the choice in the appropriate box provided for this purpose in the Application Form.

b) In case Applicants wish to opt for both the Options, separate Application Forms will have to be filled.

c) If no indication is given for the investment the default Option (Common to all Schemes) will be as follows:

Indication not made	Default
Scheme Name	As indicated on the Cheque
Dividend / Growth Option / Sub-options	Growth Option / Sub-option
Dividend Payout / Reinvestment	Dividend Reinvestment
Mode of holding (in cases where there are more than one applicant)	Joint
Status of First Applicant (Individual, HUF, Company etc.)	Others#

Tax rates (including the tax on dividend distribution) wherever applied on 'others' by HSBC Mutual Fund shall be the same as applicable to a Resident Indian Company

d) Investors can indicate their preference for enrolment in the Systematic Investment Plan (SIP) facility by filling up the SIP Application Form. For details of SIP refer to the section on "Product Add Ons" in the Offer Document(s).

e) Systematic Investment Plan (SIP) is available in all schemes of HSBC Mutual Fund. An investor needs to provide a minimum of 12 cheques (for Monthly Option) and four cheques (for the Quarterly Option). The minimum amount of instalment is Rs.1,000 for monthly SIP and Rs. 3,000 for quarterly SIP. For HTSF, minimum of 12 cheques of Rs. 500 (for Monthly Option) or minimum of 4 cheques of Rs. 500 each (for Quarterly Option) are to be provided. The cheque for the first SIP instalment can carry any date. The first instalment of the SIP will be processed subject to applicable NAV & load, if any, on the date of receipt of the

(iii) Under section 196B of the Act tax at 10% plus surcharge and EC calculated @ 2% on tax plus surcharge as per the FA shall be deducted at source from long term capital gains on units other than the units of equity-oriented mutual funds earned by Overseas Financial Organisation.

(iv) Under Section 196D of the Act, no deduction shall be made from any income by way of capital gains, in respect of transfer of securities referred to in Section 115AD of the Act.

As per circular no. 728 dated October 1995 by CBDT, in the case of a remittance to a country with which a Double Taxation Avoidance Agreement (DTAA) is in force, tax should be deducted at the rate provided in the Finance Act of the relevant year or at the rate provided in DTAA whichever is more beneficial to the assessee.

In order for the unitholder to obtain the benefit of a lower rate under the DTAA, the unitholder would be required to provide the fund with a certificate obtained from his Assessing Officer stating his eligibility for the lower rate.

6. INVESTMENTS BY CHARITABLE AND RELIGIOUS TRUSTS :

Units of Mutual Fund Schemes referred to in clause 23D of section 10 of the Act constitute an eligible avenue for investment by charitable or religious trusts per rule 17C of the Income Tax Rules, 1962, read with clause (xii) of sub-section (5) of section 11 of the Income Tax Act, 1961.

B. WEALTH TAX

Units held under the Schemes of Mutual Fund are not treated as assets within the meaning of section 2(ea) of the Wealth Tax Act, 1957 and are, therefore, not liable to Wealth-Tax

C. GIFT TAX

If units of Mutual Fund Scheme are gifted, no gift tax shall be payable either by the donor or the donee as the Gift Tax has been abolished.

Notes: (i) All tax benefits will be available to the Sole Unitholder or the first named holder in case the Units are held in the names of more than one person, as the case may be. (ii) HSBC AMC also confirms that the Income Tax/Wealth Tax/Capital Gains Tax and investment by NRIs/FIIs/OCBs are subject to relevant requirements under the Income Tax, FEMA and RBI Directions.

(iii) As per Section 54ED capital gains arising before June 1, 2006 from a transfer of a long term capital asset being listed securities or units of UTI/mutual funds, shall be exempt from tax, if such capital gains are invested in equity shares by way of a public issue. The section provides for a lock-in period of one year and if the newly acquired shares are sold or transferred during the period, the capital gains earlier claimed exempt, would become taxable in the year of sale of the newly acquired shares (iv) With effect from June 1, 2006 an investor who sells units of an equity oriented fund to the mutual fund will have to pay 0.25% of the sale price of the units as securities transaction tax which tax would be collected by the prescribed person in case of every mutual fund. (v) Section 88E provides that where the total income of a person includes income chargeable under the head "Profits and gains of business or profession" arising from sale of units of equity oriented funds, he shall get rebate equal to the securities transaction tax paid by him in the course of his business. Such rebate is to be allowed from the amount of income tax in respect of such transactions calculated by applying average rate of income tax. (vi) Section 80C provides that an individual or HUF shall get deduction, in respect of contribution to any units of any Mutual Funds notified under clause 10(23D) of section 10 or from the Administrator or the specified company under any plan formulated in accordance with such scheme as the Central Government may, by notification in the Official Gazette, specify in this behalf and in respect of contribution by an individual to any pension fund set up by the Mutual Fund notified under clause (23D) of section 10 or by the Administrator or the specified company, as the Central Government may, by notification in the Official Gazette, specify in this behalf, out of his income chargeable to tax provided the aggregate sum does not exceed one lakh rupees.

(vii) Section 88E provides that where the total income of a person includes income chargeable under the head "Profits and gains of business or profession" arising from sale of units of equity oriented funds, he shall get rebate equal to the securities transaction tax paid by him in the course of his business. Such rebate is to be allowed from the amount of income tax in respect of such transactions calculated by applying average rate of income tax. (viii) Section 80C provides that an individual or HUF shall get deduction, in respect of contribution to any units of any Mutual Funds notified under clause 10(23D) of section 10 or from the Administrator or the specified company under any plan formulated in accordance with such scheme as the Central Government may, by notification in the Official Gazette, specify in this behalf and in respect of contribution by an individual to any pension fund set up by the Mutual Fund notified under clause (23D) of section 10 or by the Administrator or the specified company, as the Central Government may, by notification in the Official Gazette, specify in this behalf, out of his income chargeable to tax provided the aggregate sum does not exceed one lakh rupees.

Notwithstanding anything contained in the Offer Document(s) and Key Information Memorandum of the Scheme(s) the provisions of SEBI (Mutual Funds) Regulations 1996 and Guidelines thereunder shall be applicable. Investors can also obtain further changes after the date of this Key Information Memorandum from the Mutual Fund / Investor Service Centres or distributors.

(viii) Section 88E provides that where the total income of a person includes income chargeable under the head "Profits and gains of business or profession" arising from sale of units of equity oriented funds, he shall get rebate equal to the securities transaction tax paid by him in the course of his business. Such rebate is to be allowed from the amount of income tax in respect of such transactions calculated by applying average rate of income tax. (ix) Section 80C provides that an individual or HUF shall get deduction, in respect of contribution to any units of any Mutual Funds notified under clause 10(23D) of section 10 or from the Administrator or the specified company under any plan formulated in accordance with such scheme as the Central Government may, by notification in the Official Gazette, specify in this behalf and in respect of contribution by an individual to any pension fund set up by the Mutual Fund notified under clause (23D) of section 10 or by the Administrator or the specified company, as the Central Government may, by notification in the Official Gazette, specify in this behalf, out of his income chargeable to tax provided the aggregate sum does not exceed one lakh rupees.

(x) Section 88E provides that where the total income of a person includes income chargeable under the head "Profits and gains of business or profession" arising from sale of units of equity oriented funds, he shall get rebate equal to the securities transaction tax paid by him in the course of his business. Such rebate is to be allowed from the amount of income tax in respect of such transactions calculated by applying average rate of income tax. (xi) Section 80C provides that an individual or HUF shall get deduction, in respect of contribution to any units of any Mutual Funds notified under clause 10(23D) of section 10 or from the Administrator or the specified company under any plan formulated in accordance with such scheme as the Central Government may, by notification in the Official Gazette, specify in this behalf and in respect of contribution by an individual to any pension fund set up by the Mutual Fund notified under clause (23D) of section 10 or by the Administrator or the specified company, as the Central Government may, by notification in the Official Gazette, specify in this behalf, out of his income chargeable to tax provided the aggregate sum does not exceed one lakh rupees.

(xii) Section 88E provides that where the total income of a person includes income chargeable under the head "Profits and gains of business or profession" arising from sale of units of equity oriented funds, he shall get rebate equal to the securities transaction tax paid by him in the course of his business. Such rebate is to be allowed from the amount of income tax in respect of such transactions calculated by applying average rate of income tax. (xiii) Section 80C provides that an individual or HUF shall get deduction, in respect of contribution to any units of any Mutual Funds notified under clause 10(23D) of section 10 or from the Administrator or the specified company under any plan formulated in accordance with such scheme as the Central Government may, by notification in the Official Gazette, specify in this behalf and in respect of contribution by an individual to any pension fund set up by the Mutual Fund notified under clause (23D) of section 10 or by the Administrator or the specified company, as the Central Government may, by notification in the Official Gazette, specify in this behalf, out of his income chargeable to tax provided the aggregate sum does not exceed one lakh rupees.

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application form (post dated cheque will not be accepted). The second instalment in case of monthly SIP will be processed on the available SIP date (currently 3rd, 10th, 17th or 26th of every month) indicated by the investor, but immediately following the expiry of 25 Business Days from the date of processing the first SIP. If the choice of date for the second instalment is not indicated by the investor, the second instalment of SIP will be processed on the earliest SIP date (3rd, 10th, 17th or 26th) immediately following the expiry of 25 Business Days from the date of processing the first SIP instalment. In case of quarterly SIP, the date for next instalment will be 10th of the relevant month. If any of above dates fall on a holiday, the transaction will be taken as of the next Business Day. Please refer to the Load Structure of each Scheme for details of applicable loads. Outstation cheques will not be accepted.

5. Bank Account Details

Applicants should provide the name of the bank, branch address, account type and account number of the Sole / First Applicant. As per SEBI guidelines, it is mandatory for investors to mention their bank account details in the Application Form. Applications without this information will be rejected.

6. Nomination Details

Applicants applying for Units singly / jointly can make a nomination at the time of initial investment or during subsequent investments.

a) The nomination can be made only by individuals applying for / holding units on their own behalf singly or jointly. Non-individuals including society, trust, body corporate, partnership firm, Karta of Hindu Undivided Family, holder of Power of Attorney cannot nominate. If the units are held jointly, all joint holders will sign the nomination form.

b) A minor can be nominated and in that event, the name, address and PAN of the Guardian of the minor nominee (in case the minor does not have PAN) shall be provided by the Unitholder.

c) The Nominee shall not be a trust, (other than a religious or charitable trust) society, body corporate, partnership firm, Karta of Hindu Undivided Family or a Power of Attorney holder. A non-resident Indian can be a Nominee subject to the exchange controls in force, from time to time. Nomination can also be made in favour of the Central Government, State Government, Local Authority, any person designated by virtue of his office or a religious or charitable trust.

d) Nomination in respect of the Units stands rescinded upon the transmission of Units.

e) Transmission of Units in favour of a Nominee shall be valid discharge by the AMC / Mutual Fund / Trustees against the legal heir.

f) The cancellation of nomination can be made only by those individuals who hold Units on their own behalf singly or jointly and who made the original nomination.

g) On cancellation of the nomination, the nomination shall stand rescinded and the AMC / Mutual Fund / Trustees shall not be under any obligation to transmit the Units in favour of the Nominee.

7. Declaration and Signatures

a) Signatures can be in English or in any Indian language. Thumb impressions must be attested by a Magistrate / Notary Public under his / her official seal. In case of HUF, the Karta will sign on behalf of the HUF.

b) Applications on behalf of minors should be signed by their Guardian.

8. Important Information for Ongoing Subscriptions in HSBC Midcap Equity Fund

The Trustees / AMC reserve the right to temporarily suspend subscriptions, switches into the Scheme, if the assets under management of the Scheme exceeds Rs. 700 crores. However, as it may not be possible to ensure that the assets under management does not exceed Rs. 700 crores at the point of time of subscription, any excess amounts collected in the Scheme would be retained until the suspension of subscriptions, switches into the Scheme takes effect. The suspension will be for a minimum period of 1 month or until the assets under management fall below Rs. 700 crores, due to redemptions, market forces or for any other reason, whichever is later. The suspension will not however affect Dividend reinvestment options, Systematic Investment Plans, Systematic Transfer Plans or other standing instructions which have been entered into by the investors at any time prior to the date from which the suspension takes effect. The Trustees / AMC also reserve the right to review the amount, frequency and methodology by which the suspension of further sale of units will be enforced. All decisions of the Trustees / AMC will take effect prospectively and be communicated to the investors from time to time by arranging to display a notice in the Investor Service Centres and issuing advertisements in 2 newspapers, at least 1 day prior to the decision taking effect. All decisions of the Trustees / AMC will be made in the interest of the investors and will be subject to the SEBI Regulations.

OFFICIAL POINTS OF ACCEPTANCE OF TRANSACTION REQUESTS

HSBC MUTUAL FUND : Ahmedabad : Tel 9898377319, 9898377321 ● **Bangalore :** Tel 080 -4118 6519 ● **Chandigarh :** Tel 0172 -5008 119/21 ● **Chennai :** Tel 044 -4200 8719 ● **Coimbatore :** Tel 9894477319, 9894477321 ● **Hyderabad :** Tel 040 -6667 4719 / 21 ● **Indore :** Tel 9893477319, 9893477321 ● **Jaipur :** Tel 9928037319, 9928037321 ● **Kochi :** Tel 9895477319, 9895477321 ● **Kolkata :** Tel 033 -2213 9919 ● **Lucknow :** Tel 9336797319, 9335097321 ● **Mumbai :** Tel 022 -66668819 ● **New Delhi :** Tel 011 -4149 0719 ● **Pune :** Tel 020 -26001119 / 21 ● **Vadodara :** Tel 9898377319, 9898377321

CAMS (Investor Service Centres) : Ahmedabad ● Bangalore ● Bhubaneswar ● Chandigarh ● Chennai ● Cochin ● Coimbatore ● Durgapur ● Indore ● Jaipur ● Kanpur ● Kolkata ● Lucknow ● Ludhiana ● Madurai ● Mangalore ● Mumbai ● Nagpur ● New Delhi ● Panaji ● Patna ● Pune ● Secunderabad ● Surat ● Vadodara ● Vijayawada ● Visakhapatnam

CAMS (Transaction Points) : Agra ● Ajmer ● Allahabad ● Alwar ● Amaravati ● Amritsar ● Anand ● Asansol ● Aurangabad ● Belgaum ● Bhavnagar ● Bhillwara ● Bhillai ● Bhopal ● Bokaro ● Burdwan ● Calicut ● Cuttack ● Davangere ● Dehradun ● Dhanbad ● Erode ● Faridabad ● Gazhhabad ● Gorakhpur ● Guntur ● Gurgaon ● Guwahati ● Gwalior ● Hosur ● Hubli ● Jabalpur ● Jalandhar ● Jalgaon ● Jamnagar ● Jamshedpur ● Jodhpur ● Kolhapur ● Kota ● Kottayam ● Manipal ● Meerut ● Moradabad ● Muzzafarpur ● Mysore ● Nasik ● Nellore ● Panipat ● Patiala ● Pondicherry ● Raipur ● Rajahmundry ● Rajkot ● Ranchi ● Rourkela ● Salem ● Sambalpur ● Siilguri ● Thiruppur ● Trichur ● Trichy ● Trivandrum ● Udaipur ● Valsad ● Varanasi ● Vashi ● Warangal

For more details on CAMS ISCs and TPs please contact : 1-800-425-2267

All changes to the above 'Official Points' shall be communicated by the Fund from time to time. Please contact the nearest Investor Service Centre for an updated list of Official Points of Acceptance.

HSBC Asset Management (India) Private Limited

Registered Office : 314, D. N. Road, Fort, Mumbai 400 001 Tel. : 022-6666 8819 Fax : 022-4002 9600 Email : hsbcmf@hsbc.co.in Website : www.hsbcinvestments.co.in

4 BANK ACCOUNT DETAILS (MANDATORY as per SEBI Guidelines)

A/c. No. A/c. Type (please Resident : Current Savings Non-Resident : NRO NRE

Bank Name

Branch Address

City

MICR Code ◀ This is a 9 digit number next to your Cheque No. IFSC Code

5A INVESTMENT DETAILS (Please your choice of Scheme / Option)

Scheme Name HEF HIOF HMEF HAIF HTSF Option Growth* Dividend Reinvestment Dividend Payout

* Default Option, if not ticked. The Dividend Option (Reinvestment or Payout) chosen will be applied to all Units held in the Scheme in the Folio.

5B SIP AUTO DEBIT FACILITY

For investors who wish to opt for SIP please fill up the enclosed SIP Application Form and SIP Auto Debit Form

6 PAYMENT OPTIONS (Please ensure there is only one Cheque / DD per Application Form) (ref. instruction 3b)

Investment Amount (Rs.) DD charges (Rs.) Net Amount (Cheque / DD amount) (Rs.)

Mode of Payment Cheque / DD / Fund Transfer / _____

Cheque / DD* No. Dated A/c. No.

Drawn on Bank

Branch

City For NRI Investors Only (please) NRO NRE

* Please mention the Application No. on the reverse of the Cheque / DD.
Cheque/DD must be drawn in favour of the Name of Scheme or its abbreviation, as applicable and crossed 'account payee only'.

The details of the bank account provided above pertain to my / our own bank account in my / our name Yes No. If No, my relationship with the bank account holder is Spouse Child Parent Relative Sibling Friend Others. **Application Form without this information is liable to be rejected.**

7 NOMINATION DETAILS (To be filled in by Individual(s) applying singly or jointly) (ref. instruction 6)

I/We and * do hereby nominate the undermentioned nominee to receive the units allotted to my / our credit in my Folio in the event of my / our death. (* strike out which is not applicable)

Name and Address of Nominee	To be furnished in case Nominee is a Minor (delete if not applicable)
Name <input type="text"/>	Name of Guardian <input type="text"/>
Address <input type="text"/>	Address of Guardian <input type="text"/>
Date of Birth (in case Nominee is a minor) <input type="text"/>	Signature of Guardian <input type="text"/>

8 OTHER SERVICES (Optional)

Other E-mail Services (please)
 Daily NAV Weekly Market Review Event Updates

PIN Services (please)
 Would you like a PIN assigned? (ref. instruction 2e)

9 DECLARATION AND SIGNATURES

The Trustees, HSBC Mutual Fund
 Having read and understood the contents of the Offer Document(s) and Addenda of the Scheme(s) issued till date, I / We hereby apply to the Trustees of HSBC Mutual Fund for units of the Scheme / Plan / Option as indicated above and agree to abide by the terms, conditions, rules and regulations of the Scheme. I / We have understood the details of the Scheme and I / We have not received nor been induced by any rebate or gifts, directly or indirectly, in making this investment. I / We hereby authorise HSBC Mutual Fund, its Investment Manager and its Agents to disclose details of my / our investment to my/our bank(s) / HSBC Mutual Fund's Bank(s) and / or Distributor / Broker / Investment Advisor and to verify my / our bank details provided by me / us. *I/We confirm that I am/we are Non-Residents of Indian Nationality / Origin and that the funds are remitted from abroad through approved banking channels or from my / our NRE / NRO / FCNR Account. I / We confirm that the details provided by me / us are true and correct. I / We hereby declare that the amount being invested by me/us in the Scheme(s) of HSBC Mutual Fund is derived through legitimate sources and is not held or designed for the purpose of contravention of any Act, Rules, Regulations or any statute or legislation or any other applicable laws or any Notifications, Directions issued by any governmental or statutory authority from time to time.

*Applicable to NRI Date:

SIGNATURES	Sole / First Applicant
	Second Applicant
	Third Applicant

Applications from investors resident in USA or Canada shall be rejected.

INVESTOR SERVICE CENTRES*

HSBC MUTUAL FUND INVESTOR SERVICE CENTRES : • Ahmedabad : Tel: 9898377319, 9898377321 • Bangalore : Tel: 080 41186519 • Chandigarh : Tel: 0172 5008119/21 • Chennai : Tel: 044 42008719 • Coimbatore : Tel: 9894477319, 9893477321 • Hyderabad : Tel: 040 66674719/21 • Indore : Tel: 9893477319, 9893477321 • Jaipur : Tel: 9928037319, 9928037321 • Kochi : Tel: 9895477319, 9895477321 • Kolkata : Tel: 033 22139919 • Lucknow : Tel: 9936797319, 9935097321 • Mumbai : Tel: 022 66668819 • New Delhi : Tel: 011 41490719 • Pune : Tel: 020 - 26001119 / 21 • Vadodara : Tel: 9898377319, 9898377321

CAMS COLLECTION CENTRES: Tel.: 1-800-425-2267 Please contact the nearest Investor Service Centre for an updated list of Official Points of Acceptance and details of HSBC Investor Service Centres and CAMS Investor Service Centres. * ISCs will also be collection centres.

▶ Contact us at hsbcmf@hsbc.co.in

▶ Visit us at www.hsbcinvestments.co.in

Systematic Investment Plan (SIP) Application Form



HSBC Mutual Fund

Please read Instructions overleaf carefully.

<input type="checkbox"/> New Registration <input type="checkbox"/> Change in Bank Account <input type="checkbox"/> Cancellation	Distributor / Broker ARN ARN 46196 DANI SHARES & STOCKS PVT LTD	Sub-Broker Code	Registrar Serial No.
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Application No. : W

Existing investors of HSBC Mutual Fund wanting to make an SIP investment will need to fill up ONLY the SIP Application Form quoting their folio number. However, new investors will be required to fill up the Application Form as well as the SIP Application Form.

APPLICANTS' INFORMATION (MANDATORY)

(See instructions 1 & 2 overleaf)

Folio No. (for existing Unitholder)	Common Application No. (for new investor)
Name of the First Applicant	
PAN**	Enclosed (please <input checked="" type="checkbox"/>) <input type="checkbox"/> PAN proof OR <input type="checkbox"/> Form 60 <input type="checkbox"/> Form 61 Please attach KYC acknowledgement letter.
Name of the Second Applicant	
PAN**	Enclosed (please <input checked="" type="checkbox"/>) <input type="checkbox"/> PAN proof OR <input type="checkbox"/> Form 60 <input type="checkbox"/> Form 61 Please attach KYC acknowledgement letter.
Name of the Third Applicant	
PAN**	Enclosed (please <input checked="" type="checkbox"/>) <input type="checkbox"/> PAN proof OR <input type="checkbox"/> Form 60 <input type="checkbox"/> Form 61 Please attach KYC acknowledgement letter.

** PAN is Mandatory if amount of purchase is Rs. 50,000 or more irrespective of mode of holding.

SIP INVESTMENT DETAILS (Please your choice of Scheme / Plan / Option)

Scheme Name	<input type="checkbox"/> HEF <input type="checkbox"/> HIOF <input type="checkbox"/> HMEF <input type="checkbox"/> HAIF <input type="checkbox"/> HTSF	Option	<input type="checkbox"/> Growth* <input type="checkbox"/> Dividend Reinvestment <input type="checkbox"/> Dividend Payout
* Default Option, if not ticked. The Dividend Option (Reinvestment or Payout) chosen will be applied to all Units held in the Scheme in the Folio.			
Amount (Rs. Figures)	(Rs. in words)		
Payment Mechanism	<input type="checkbox"/> SIP Auto Debit Facility (Please complete the SIP Auto Debit Facility Form)		Frequency (Please <input checked="" type="checkbox"/>) <input type="checkbox"/> Monthly <input type="checkbox"/> Quarterly SIP Date (Please <input checked="" type="checkbox"/>) <input type="checkbox"/> 3rd <input type="checkbox"/> 10th <input type="checkbox"/> 17th <input type="checkbox"/> 26th No. of months/quarters Period of enrolment (MM / YY) From: MM / YYYYYY To: MM / YYYYYY
(Please <input checked="" type="checkbox"/> any one only)	<input type="checkbox"/> Cheques (Please provide the details below)		
Total No. of Cheques	Cheque Nos. From	To	
Drawn on Bank	Branch		
A/C No.			

DECLARATION AND SIGNATURE(S)

The Trustees, HSBC Mutual Fund;
Having read and understood the contents of the Offer Document(s) and Addenda of the Scheme(s) issued till date, I / We hereby apply to the Trustees of HSBC Mutual Fund for units of the Scheme / Plan / Option as indicated above and agree to abide by the terms, conditions, rules and regulations of the Scheme. I / We have understood the details of the Scheme and I / We have not received nor been induced by any rebate or gifts, directly or indirectly, in making this investment. I / We hereby authorise HSBC Mutual Fund, its Investment Manager and its Agents to disclose details of my / our investment to my/our bank(s) / HSBC Mutual Fund's Bank(s) and / or Distributor / Broker / Investment Advisor and to verify my / our bank details provided by me / us. *I / We confirm that I am/we are Non-Residents of Indian Nationality / Origin and that the funds are remitted from abroad through approved banking channels or from my / our NRE / NRO / FCNR Account. I / We confirm that the details provided by me / us are true and correct. I / We hereby declare that the amount being invested by me/us in the Scheme(s) of HSBC Mutual Fund is derived through legitimate sources and is not held or designed for the purpose of contravention of any Act, Rules, Regulations or any statute or legislation or any other applicable laws or any Notifications, Directions issued by any governmental or statutory authority from time to time.
*Applicable to NRI

DD / MM / YYYYYY			
Date	Sole/First Applicant	Second Applicant	Third Applicant

SIP AUTO DEBIT (ECS) FACILITY FORM - Registration cum Mandate Form for ECS (Debit Clearing)

First SIP Instalment via Cheque drawn on bank details provided below

ECS DEBIT BANK ACCOUNT DETAILS (MANDATORY) (Cheque should be drawn on bank, details provided below)

I / We hereby authorise HSBC Asset Management (India) Pvt. Ltd., Investment Manager to HSBC Mutual Fund acting through their authorised service providers to debit my / our following bank account by ECS (Debit Clearing) for collection of SIP payments.

Name of the Account Holder as in Bank Records	First Name	Middle Name	Last Name
Name of the Bank			
Branch Address			City
Account Number			Account Type <input type="checkbox"/> Savings <input type="checkbox"/> Current <input type="checkbox"/> Cash Credit
MICR Code	◀ This is a 9 digit number next to your Cheque No.		IFSC Code

DECLARATION AND SIGNATURE(S)

I/We hereby declare that the particulars given above are correct and express my / our willingness to make payments referred above through participation in ECS. If the transaction is delayed or not effected at all for reasons of incomplete or incorrect information, I/We would not hold HSBC Asset Management (India) Pvt. Ltd. (Investment Manager to HSBC Mutual Fund), their appointed service providers or representatives responsible. I/We will also inform HSBC Asset Management (India) Pvt. Ltd., about any changes in my / our bank account. I/We have read and agreed to the terms and conditions mentioned overleaf.

DD / MM / YYYYYY			
Date	Sole/First Applicant	Second Applicant	Third Applicant

For Office use only (Not to be filled in by investor)

Recorded on	Recorded by	Credit Account Number

AUTHORISATION OF THE BANK ACCOUNT HOLDER [to be signed by the Account Holder(s)]

This is to inform I / we have registered for the RBI's Electronic Clearing Service (Debit Clearing) and that my / our payment towards my / our investment in HSBC Mutual Fund shall be made from my / our below mentioned bank account number with your bank. I / We authorise HSBC Asset Management (India) Pvt. Ltd. (Investment Manager to HSBC Mutual Fund), acting through their service providers and representative carrying this ECS mandate Form to get it verified & executed.

Account Number	SIGNATURE(S) (As In Bank Records)		
	Sole/First Account Holder	Second Account Holder	Third Account Holder

ACKNOWLEDGEMENT SLIP (To be filled in by the Unit Holder)

Application No. : W

Received from	Mr Ms M/s		
'SIP' application for Units of			
<input type="checkbox"/> No. of Cheques	<input type="checkbox"/> SIP Auto Debit Facility	Total Amount (Rs.)	
Date	DD / MM / YYYYYY	Please Note : All purchase are subject to realisation of cheques	
			ISC Stamp & Signature

INSTRUCTIONS FOR FILLING UP THE SIP APPLICATION FORM

1 – GENERAL INFORMATION

- The Application Form should be completed in ENGLISH in BLOCK LETTERS only. Please Tick (✓) in the appropriate box (☐), where boxes have been provided. Please refer to the Offer Document and the Key Information Memorandum carefully before filling the SIP Application Form. All applicants are deemed to have accepted the terms subject to which this offer is being made and bind themselves to the terms upon signing the Application Form and tendering the payment.
- Please refer the section on "Who can apply?" for a list of eligible investors in the Offer Document / Key Information Memorandum.
- Existing investors of HSBC Mutual Fund wanting to make an SIP investment will need to fill up ONLY the SIP Application Form quoting their Folio Number. However, new investors will be required to fill up the Common Application Form as well as the SIP Application Form.**

2 – APPLICANT'S INFORMATION

- PAN of Sole applicant / First applicant / Second applicant / Third applicant must be mentioned in the document pertaining to the transaction if there is a payment of an amount of fifty thousand rupees or more to a Mutual Fund for purchase of its units, irrespective of the mode of holding. In case such transaction is being entered into by a minor who does not have a PAN, he shall quote the PAN of his father or mother or guardian, as the case may be. Where the amount is Rs. 50,000 or more, the investor is compulsorily required to provide a copy of the PAN Card / PAN Letter / Copy of assessment order or refund order or such other correspondence from the Income-tax department mentioning the PAN. Dividend reinvestment, if any, of Rs. 50,000 or more, qualifies as purchase of units. In case of non-receipt of PAN details or Form No. 60/61, as applicable, from the investors / Unit holders (in case the application/ units are held in joint names, each of the investors/ unitholders), the dividend will be compulsorily paid out to the Unit holders and not reinvested. In case the person does not have a PAN while entering such a transaction, he shall make a declaration in Form No. 60 / 61 (as may be applicable). Form 60 and Form 61 are available with the Key Information Memorandum. Necessary supporting documents required with the Forms are to be submitted by the investor.
- KYC is mandatory under the Prevention of Money Laundering Act, 2002 for all applications for subscriptions of INR 50,000 and above. This will be applicable for investments from individual investors including joint holding / institutional customers / other non-institutional investors / investments through power of attorney holders / investments of minor through guardian.
The KYC requirements can be completed by filling up the prescribed form and submitting the same along with the other requisite details / proof (attested true copies of supporting documents relating to proof of identity and address or verification with the original) to a designated point of service. Please note that a copy of the KYC acknowledgement is to be attached to the application form for

all investments of INR 50,000 and above at the time of making an investment for the first time in HSBC Mutual Fund under a particular folio. For details of the process, please visit our website <http://www.hsbcinvestments.co.in>"

3 – SIP INVESTMENT AND PAYMENT DETAILS

- Applicants should indicate the Option (Dividend/ Growth) for which the application is made, by indicating the choice in the appropriate box provided for this purpose in the SIP Application Form.
- In case Applicants wish to opt for both the Options, separate SIP Application Forms will have to be filled.
- SIP is available in all Schemes of HSBC Mutual Fund. An investor needs to provide a minimum of 12 cheques (for Monthly Option) and 4 cheques (for the Quarterly Option). The minimum amount of instalment is Rs.1,000 for monthly SIP and Rs. 3,000 for quarterly SIP. For HTSF, minimum of 12 cheques of Rs. 500 (for Monthly Option) or minimum of 4 cheques of Rs. 500 each (for Quarterly Option) are to be provided.
- The cheque for the first SIP instalment can carry any date. The first instalment of the SIP will be processed subject to applicable NAV & load, if any, on the date of receipt of the application form (post dated cheque will not be accepted). The second instalment in case of monthly SIP will be processed on the available SIP date (currently 3rd, 10th, 17th or 26th of every month) indicated by the investor, but immediately following the expiry of 25 Business Days from the date of processing the first SIP. If the choice of date for the second instalment is not indicated by the investor, the second instalment of SIP will be processed on the earliest SIP date (3rd, 10th, 17th or 26th) immediately following the expiry of 25 Business Days from the date of processing the first SIP instalment. In case of quarterly SIP, the date for next instalment will be 10th of the relevant month. If any of above dates fall on a holiday, the transaction will be taken as of the next Business Day. Please refer to the Load Structure of each Scheme for details of applicable loads. Outstation cheques will not be accepted.
- Cheque should be drawn in the name of the Scheme or its abbreviation as applicable and crossed "A/c. Payee only".
- Completed SIP Application Form is to be submitted along with the post dated Cheques before the transaction cut off timing on the first instalment date.
- HSBC Mutual Fund / AMC, reserves the right to reject any application inter alia in the absence of fulfilment of regulatory requirements, fulfilment of requirements of the Offer Document and furnishing necessary information to the satisfaction of the Mutual Fund / AMC.

4 – DECLARATION AND SIGNATURES

- Signatures can be in English or in any Indian language. Thumb impressions must be attested by a Magistrate / Notary Public under his / her official seal. In case of HUF, the Karta will sign on behalf of the HUF.
- Applications on behalf of minors should be signed by their Guardian.

TERMS & CONDITIONS

SIP payment through Electronic Clearing Service (Debit Clearing) of the Reserve Bank of India (RBI)

- This facility is offered to the investors having bank accounts in **select cities mentioned below.**
● Agra ● Ahmedabad ● Allahabad ● Amritsar ● Bangalore ● Baroda ● Bhilwara ● Bhopal ● Bhubaneswar ● Calicut ● Chandigarh ● Chennai ● Coimbatore ● Gorakhpur ● Guwahati ● Gwalior ● Hubli ● Hyderabad ● Indore ● Jabalpur ● Jaipur ● Jalandhar ● Jammu ● Jamshedpur ● Jodhpur ● Kanpur ● Kochi ● Kolkata ● Lucknow ● Ludhiana ● Mangalore ● Mumbai ● Mysore ● Nagpur ● New Delhi ● Panjim ● Patna ● Pondicherry ● Pune ● Raipur ● Rajkot ● Solapur ● Surat ● Trichur ● Trivandrum ● Udaipur ● Varanasi ● Vijaywada ● Vizag
- The cities in the list may be modified / updated / changed / removed at any time in future entirely at the discretion of HSBC Mutual Fund without assigning any reason or prior notice. If any city is removed, SIP instructions for investors in such cities via ECS (Debit) route will be discontinued without prior notice.
- The investor agrees to abide by the terms and conditions of ECS facility of Reserve Bank of India (RBI).
- You can opt for SIP in the Scheme on a monthly or quarterly basis by issuing a single cheque for the first instalment and with subsequent investments via ECS facility.
- Investors should mandatorily give a cheque for the first installment of SIP.
- The bank account provided for ECS (Debit) should participate in local MICR clearing.
- Investor will not hold HSBC Mutual Fund, its registrars and other service providers responsible if the transaction is delayed or not effected or the investor bank account is debited in advance or after the specific SIP date due to various clearing cycles of ECS.
- HSBC Asset Management (India) Pvt. Ltd., registrars of HSBC Mutual Fund and other service providers shall not be responsible and liable for any damages / compensation for any loss, damage etc. incurred by the investor. The investor assumes the entire risk of using this facility and takes full responsibility.
- You can choose to discontinue this facility by giving 14 days written notice to our Registrar CAMS.
- HSBC AMC and its service providers reserve the right to disclose the details of the Investors and their transactions using the SIP Auto Debit Facility to third parties for the purposes of verification and execution of the Auto Debit Facility as also for the purpose of law enforcement, fraud prevention, audit and inspection requirement etc.
- The Investor undertakes and agrees that the SIP Auto Debit Facility requested for via this Form is subject to acceptance of the terms and conditions mentioned in Offer Document of the Scheme.

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Key Information Memorandum for Debt Schemes

HSBC MIP (HMIP)

An open-ended Fund with Regular and Savings Plan

Monthly Income is not assured and is subject to the availability of distributable surplus

HSBC Income Fund (HIF)

An open-ended Income Scheme

HSBC Liquid Plus Fund (HLPF)

An open-ended Debt Scheme

HSBC Gilt Fund (HGF)

An open-ended Gilt Scheme

HSBC Floating Rate Fund (HFRF)

An open-ended Income Scheme

HSBC Cash Fund (HCF)

An open-ended Liquid Scheme

Issue of Units of Rs.10/- per unit for cash at NAV based prices.

This Key Information Memorandum (KIM) sets forth the information, which a prospective investor ought to know before investing. For further details of the Scheme(s) / Mutual Fund, due diligence certificate by the AMC, Key Personnel, investors' rights & services, risk factors, penalties & pending litigations, associate transactions etc. investors should, before investment, refer to the Offer Document(s) and Addenda thereto available free of cost at any of the Investor Service Centres or distributors or from the website of the AMC, www.hsbcinvestments.co.in. The particulars of the Scheme(s) have been prepared in accordance with the 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.

This Key Information Memorandum is dated March 2, 2007.

Sponsor

HSBC Securities and Capital Markets (India) Private Limited
Regd. Office: 52/60, Mahatma Gandhi Road,
Fort, Mumbai 400 001, India.

Trustee

Board of Trustees
Office: 314, D. N. Road, Fort,
Mumbai 400 001, India

Asset Management Company

HSBC Asset Management (India) Private Limited
Corp. & Regd. Office: 314, D. N. Road,
Fort, Mumbai 400 001, India

	HSBC MIP – REGULAR PLAN (RP) and HSBC MIP – SAVINGS PLAN (SP)	HSBC INCOME FUND – SHORT TERM PLAN (ST) and HSBC INCOME FUND – INVESTMENT PLAN (IP)	HSBC LIQUID PLUS FUND																																																														
Investment Objective	To seek generation of reasonable returns through investments in Debt and Money Market Instruments. The secondary objective of the scheme is to invest in equity and equity related instruments to seek capital appreciation.	To provide a reasonable income through a diversified portfolio of fixed income securities. The AMC's view of interest rate trends and the nature of the Plans will be reflected in the type and maturities of securities in which the Short Term and Investment Plans are invested.	The Scheme seeks to provide liquidity and reasonable returns by investing primarily in a mix of short term debt and money market instruments.																																																														
Asset Allocation Pattern	<table border="1"> <thead> <tr> <th>Type of Instruments</th> <th>Normal Allocation (% of Net Assets)</th> </tr> </thead> <tbody> <tr> <td>RP Debt Instruments and Money Market Instruments (including cash, money at call and reverse repos)</td> <td>Up to 100%</td> </tr> <tr> <td>Equities and Equity related instruments</td> <td>Up to 15%</td> </tr> <tr> <td>SP Debt Instruments and Money Market Instruments (including cash, money at call and reverse repos)</td> <td>Up to 100%</td> </tr> <tr> <td>Equities and Equity related instruments</td> <td>Up to 25%</td> </tr> </tbody> </table>	Type of Instruments	Normal Allocation (% of Net Assets)	RP Debt Instruments and Money Market Instruments (including cash, money at call and reverse repos)	Up to 100%	Equities and Equity related instruments	Up to 15%	SP Debt Instruments and Money Market Instruments (including cash, money at call and reverse repos)	Up to 100%	Equities and Equity related instruments	Up to 25%	<table border="1"> <thead> <tr> <th>Type of Instruments</th> <th>Normal Allocation (% of corpus)</th> </tr> </thead> <tbody> <tr> <td>ST Debt Instruments and Money Market Instruments with residual maturity / average maturity less than 367 days and floating rate instruments where the reset tenor is one year or less</td> <td>40 - 100%</td> </tr> <tr> <td>IP Debt Instruments with residual maturity / average maturity greater than 1 year</td> <td>0 - 60%</td> </tr> <tr> <td>IP Debt Instruments with residual maturity / average maturity greater than 182 days</td> <td>40 - 100%</td> </tr> <tr> <td>Money Market and debt instruments (including cash, money at call) with residual maturity / average maturity less than 183 days and floating rate instruments where the reset tenor is one year or less</td> <td>0 - 60%</td> </tr> </tbody> </table>	Type of Instruments	Normal Allocation (% of corpus)	ST Debt Instruments and Money Market Instruments with residual maturity / average maturity less than 367 days and floating rate instruments where the reset tenor is one year or less	40 - 100%	IP Debt Instruments with residual maturity / average maturity greater than 1 year	0 - 60%	IP Debt Instruments with residual maturity / average maturity greater than 182 days	40 - 100%	Money Market and debt instruments (including cash, money at call) with residual maturity / average maturity less than 183 days and floating rate instruments where the reset tenor is one year or less	0 - 60%	<table border="1"> <thead> <tr> <th>Type of Security</th> <th>Normal Allocation (% of Corpus)</th> <th>Risk Profile</th> </tr> </thead> <tbody> <tr> <td>Money Market & Debt instruments with maturity / average maturity / interest rate reset not greater than 1 year</td> <td>70-100%</td> <td>Low</td> </tr> <tr> <td>Debt instruments with maturity greater than 1 year</td> <td>0-30%</td> <td>Low to Medium</td> </tr> </tbody> </table>	Type of Security	Normal Allocation (% of Corpus)	Risk Profile	Money Market & Debt instruments with maturity / average maturity / interest rate reset not greater than 1 year	70-100%	Low	Debt instruments with maturity greater than 1 year	0-30%	Low to Medium																																	
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Risk Profile	Mutual Fund investments are subject to market risks. Please read the Offer Document carefully for details on risk factors before investment.																																																																
Plans, Options & Sub-Options	Options : Dividend (Payout / Reinvestment) and Growth	ST : Regular & Institutional Options with Dividend (Payout / Reinvestment) and Growth IP : Regular & Institutional Options with Dividend (Payout / Reinvestment) and Growth	Regular Option with Daily and Weekly Dividend reinvestment and Growth sub-options. Institutional & Institutional Plus Options with Daily, Weekly & Monthly Dividend and Growth sub-options. Daily & Weekly dividend will be reinvested whereas an investor in Monthly Dividend can opt for payout / reinvestment.																																																														
Applicable NAV for ongoing Subscriptions and Redemptions	<p>Purchases including switch ins : ● In respect of valid subscription requests received upto 3 p.m. by the Mutual Fund, the closing NAV of the day on which the request is received shall be applicable. ● In respect of valid subscription requests received after 3 p.m. by the Mutual Fund, the closing NAV of the next Business Day shall be applicable.</p> <p>Redemptions including switch outs : ● In respect of valid redemption requests received upto 3 p.m. by the Mutual Fund, the closing NAV of the day on which the request is received shall be applicable. ● In respect of valid redemption requests received after 3 p.m. by the Mutual Fund, the closing NAV of the next Business Day shall be applicable.</p> <p>Explanation : 'Business day' does not include a day on which the money markets are closed or otherwise not accessible.</p>																																																																
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Name of the Fund Manager	Jitendra Sriram (for equity portion), Shailendra Jhingan & Alok Kumar Sahoo (for fixed income portion)	Gordon Rodrigues & Shailendra Jhingan	Gordon Rodrigues and Shailendra Jhingan																																																														
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Where an investor seeks to move between the dividend and growth alternatives within an option of the same Scheme / Plan, this will not be construed as a switch. Consequently no load will apply to such movements.

No load in case of investments by Fund-of-Funds Scheme(s), FIs and their sub-accounts. There are no loads other than those mentioned above. The entry / exit loads set forth above are subject to change at the discretion of the AMC and such changes shall be implemented prospectively.

** Minimum transaction amounts in SIP / STP, as may be available in various schemes may differ from the amounts mentioned herein.

	HSBC GILT FUND – SHORT TERM PLAN (ST)			HSBC FLOATING RATE FUND – SHORT TERM PLAN (ST) and LONG TERM PLAN (LT)				HSBC CASH FUND																		
Investment Objective	The Scheme seeks to generate reasonable returns through investments in Government Securities of various maturities. The AMC's view of interest rate trends and the nature of the Plans will be reflected in the maturities of securities in which the Plans are invested.			The Fund is an open ended income scheme seeking to generate reasonable return with commensurate risk from a portfolio comprised of floating rate debt instruments and fixed rate debt instruments swapped for floating rate returns. The scheme may also invest in fixed rate money market and debt instruments.				To provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through a portfolio of money market and debt securities																		
Asset Allocation Pattern	Type of Instruments	Normal Allocation (% of Net Assets)	Type of Instruments	Normal Allocation (% of corpus)	Type of Instruments	Normal Allocation (% of corpus)	Type of Instruments	Normal Allocation (% of corpus)	Type of Instruments	Normal Allocation (% of corpus)	Type of Instruments	Normal Allocation (% of corpus)														
	Government securities created and issued by the Central Government and / or State Government(s), repos / reverse repos in government securities and/or other similar instruments, as may be permitted from time to time	Up to 100%	ST Floating rate instruments and Money Market Instruments (including fixed rate instruments swapped for floating rate returns)	65 - 100%	Debt Instruments with residual maturity / average maturity greater than 182 days and floating rate instruments with reset tenor greater than 182 days	Upto 50%			Money Market instruments (including cash and money at call) and debt instruments with residual maturity / average maturity less than 183 days and floating rate instruments where the reset tenor is less than 183 days	Upto 100%																
			LT Floating rate instruments and Money Market Instruments (including fixed rate instruments swapped for floating rate returns)	65 - 100%																						
			Fixed rate debt Instruments (including floating rate instruments swapped for fixed rate returns)	0 - 35%																						
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Risk Profile	Mutual Fund investments are subject to market risks. Please read the Offer Document carefully for details on risk factors before investment.																									
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Despatch of Repurchase (Redemption) Request	Within 10 working days of the receipt of the redemption request at the Official Points of Acceptance of Transactions of the Registrar and the AMC. The Fund would endeavour to effect redemption payouts within 1 Business Day under normal circumstances.																									
Benchmark Index	I Sec Si Bex			CRISIL Liquid Fund Index				CRISIL Liquid Fund Index																		
Dividend Policy	Declaration of dividend and its frequency will inter alia, depend upon the distributable surplus. Dividend shall be decided on monthly intervals.			Declaration of dividend and its frequency will inter alia depend upon the distributable surplus. Dividend shall be generally declared weekly and monthly for HFRF-LT (Institutional Option) and monthly for HFRF-LT (Regular Option). For HFRF-ST, daily and weekly in the Regular Option and daily, weekly & monthly in the Institutional and Institutional Plus Option.				Declaration of dividend will inter alia depend upon the availability of distributable surplus. Dividend shall be generally declared daily & weekly in the Regular Option and shall be declared daily, weekly and monthly in the Institutional and Institutional Plus Option.																		
Name of the Fund Manager	Gordon Rodrigues & Shailendra Jhingan			Shailendra Jhingan & Alok Kumar Sahoo				Gordon Rodrigues & Shailendra Jhingan																		
Performance of the Scheme*	Short Term Plan			Long Term Plan		Short Term Plan																				
	Return for last 1 year	4.69%	Return for last 1 year	6.14%	6.48%	Return for last 1 year	6.65%																			
	Benchmark returns for the last 1 year	6.44%	Benchmark returns for the last 1 year	6.17%	6.17%	Benchmark returns for the last 1 year	6.17%																			
	Return for last 2 year	4.19%	Returns since Inception	5.72%	5.88%	Return for last 2 years	5.96%																			
	Benchmark returns for the last 2 year	5.44%	Benchmark returns since Inception	5.38%	5.38%	Benchmark returns for last 2 years	5.45%																			
	Returns since inception	3.39%	Date of Inception	16 November, 2004		Return for last 3 years	5.51%																			
	Benchmark returns since inception	4.86%				Benchmark returns for last 3 years	5.01%																			
	Date of Inception	5 Dec. 2003				Returns since Inception	5.47%																			
						Benchmark returns since Inception	4.86%																			
						Date of Inception	4 Dec. 2002																			
	<table border="1"> <caption>HGF - ST - Growth vs I Sec Si Bex</caption> <thead> <tr> <th>Period</th> <th>HGF - ST - Growth</th> <th>I Sec Si Bex</th> </tr> </thead> <tbody> <tr> <td>Apr. 05 - Mar. 06</td> <td>3.76</td> <td>5.01</td> </tr> <tr> <td>Apr. 04 - Mar. 05</td> <td>1.84</td> <td>3.38</td> </tr> <tr> <td>Since Inception to Mar. 04</td> <td>1.02</td> <td>1.78</td> </tr> </tbody> </table>											Period	HGF - ST - Growth	I Sec Si Bex	Apr. 05 - Mar. 06	3.76	5.01	Apr. 04 - Mar. 05	1.84	3.38	Since Inception to Mar. 04	1.02	1.78			
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Period	HFRF - LT	HFRF - ST	CRISIL Liquid Fund Index																							
Apr. 05 - Mar. 06	5.28	5.36	4.82																							
Since Inception to Mar. 05	2.11	1.75	5.56																							
	<table border="1"> <caption>HCF - Growth vs CRISIL Liquid Fund Index</caption> <thead> <tr> <th>Period</th> <th>HCF - Growth</th> <th>CRISIL Liquid Fund Index</th> </tr> </thead> <tbody> <tr> <td>Apr. 05 - Mar. 06</td> <td>5.35</td> <td>4.84</td> </tr> <tr> <td>Apr. 04 - Mar. 05</td> <td>4.67</td> <td>4.17</td> </tr> <tr> <td>Apr. 03 - Mar. 04</td> <td>4.84</td> <td>4.25</td> </tr> <tr> <td>Since Inception to Mar. 03</td> <td>5.77</td> <td>4.82</td> </tr> </tbody> </table>											Period	HCF - Growth	CRISIL Liquid Fund Index	Apr. 05 - Mar. 06	5.35	4.84	Apr. 04 - Mar. 05	4.67	4.17	Apr. 03 - Mar. 04	4.84	4.25	Since Inception to Mar. 03	5.77	4.82
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	*Past performance may or may not be sustained in the future. ^ Returns for 1 year & above are Compounded Annualised; return below 1 year are absolute. Calculations are based on Growth Option NAVs.																									
Expenses of the Scheme	Load Structure for Continuous Offer (including SIP / STP where applicable)			Load Structure for Continuous Offer (including SIP / STP where applicable)				Load Structure for Continuous Offer (including SIP / STP where applicable)																		
	Entry Load	Exit Load		Plan	Entry Load	Exit Load		Entry Load	Exit Load																	
	Nil	Nil		LT	Nil	0.5% for Investments below Rs. 10 lakhs in Regular Option, if redeemed / switched out* within 6 months from the date of investment. For STP / SEP - Nil		Nil	Nil																	
				ST	Nil	Nil																				
	Recurring Expenses for the year ended 31 March, 2006			Recurring Expenses for the year ended 31 March, 2006				Recurring Expenses for the year ended 31 March, 2006																		
	Total Expenses	% to Net Assets		ST : Regular	Total Expenses	% to Net Assets		Regular Plan	Total Expenses	% to Net Assets																
	62,496.70	1.00		ST : Institutional	24,993,282.59	0.74		Institutional Plan	38,743,157.95	0.69																
				ST : Institutional Plus	32,923,819.40	0.55		Institutional Plus Plan	18,268,576.01	0.60																
				LT : Regular	2,936,153.82	0.40																				
				LT : Institutional	11,412,828.99	0.85																				
					45,605,985.69	0.65																				
† Note	<p>Particulars</p> <p>Applicable NAV for Sale of Units in HSBC Cash Fund (HCF) and HSBC Floating Rate Fund - Short Term Plan (HFRF-ST)</p> <ul style="list-style-type: none"> Where the application is received upto 12.00 noon on a day and funds are available for utilization on the same day Where the application is received after 12.00 noon on a day and funds are available for utilization on the same day Irrespective of the time of receipt of application, where the funds are not available for utilization on the day of the application <p>Applicable NAV for Repurchase of Units in HSBC Cash Fund (HCF) and HSBC Floating Rate Fund - Short Term Plan (HFRF-ST)</p> <ul style="list-style-type: none"> Where the application is received upto 3.00 p.m. Where the application is received after 3.00 p.m. <p>Applicable NAV</p> <ul style="list-style-type: none"> The closing NAV of the day immediately preceding the day of receipt of application The closing NAV of the day immediately preceding the next Business Day The closing NAV of the day immediately preceding the day on which the funds are available for utilization The closing NAV of the day immediately preceding the next Business Day The closing NAV of the next Business Day <p>The Mutual Fund shall calculate NAV for each calendar day in respect of the above Schemes / Plan(s).</p>																									

Where an investor seeks to move between the dividend and growth alternatives within an option of the same Scheme / Plan, this will not be construed as a switch. Consequently no load will apply to such movements.

No load in case of investments by Fund-of-Funds Scheme(s), FIs and their sub-accounts. There are no loads other than those mentioned above. The entry / exit loads set forth above are subject to change at the discretion of the AMC and such changes shall be implemented prospectively.

** Minimum transaction amounts in SIP / STP, as may be available in various schemes may differ from the amounts mentioned herein.

Board of Trustees (The Trustees) of HSBC Mutual Fund

The Sponsor has appointed a Board of Individual Trustees (the Trustees) to be the Trustees of HSBC Mutual Fund.

Presently Mr. N. P. Gidwani, Mr. Blair Chilton Pickerell, Mr. Nasser Munjee, Mr. Mehli Mistri, Mr. Dilip J. Thakkar and Mr. Manu Tandon are the Trustees of HSBC Mutual Fund.

Daily Net Asset Value (NAV) Publication

The NAV will be declared on all business days and will be published in two newspapers. NAVs can also be viewed on www.hsbcinvestments.co.in and www.amfiindia.com (You can also telephone us at 022-6668819)

For Investor Grievances please contact

Registrar : Computer Age Management Services Private Ltd. (CAMS)
HSBC Mutual Fund Unit, Rayala Towers, 3rd Floor, 158, Anna Salai, Chennai 600 002.

Mutual Fund : K. Sriram, Vice President & Head of Finance & Customer Service
HSBC Asset Management (India) Private Limited, 314, D. N. Road, Fort, Mumbai 400 001. Tel.: 66668819. Fax : 40029600. E-mail : hsbcmf@hsbc.co.in

Unitholders' Information

Account Statement (on each transaction) and Annual Financial Results shall be provided to investors by post or by such other means as permitted from time to time. Half Yearly Results and Portfolio disclosure shall be provided to investors by post / published in certain Newspapers in line with the requirements of the SEBI (Mutual Funds) Regulations, 1996.

Who can apply

The following persons are eligible and may apply for subscription to the Units of the Scheme (subject, wherever relevant, to purchase of units of mutual funds being permitted and duly authorised under their respective constitutions, charter documents, corporate / other authorisations and relevant statutory provisions etc):

- Indian resident adult individuals either singly or jointly.
- Karta of Hindu Undivided Family (HUF).
- Minor through parent / lawful guardian.
- Companies, bodies corporate, public sector undertakings, association of persons (AoPs), bodies of individuals (Bols), societies registered under the Societies Registration Act, 1860, Mutual Fund Schemes (so long as the purchase of units is permitted under the respective constitutions).
- Religious and Charitable Trusts, Wakfs or endowments of private trusts (subject to receipt of necessary approvals as required) and Private Trusts authorised to invest in mutual fund schemes under their trust deeds.
- Partnership Firms.
- Banks (including Co-operative Banks and Regional Rural Banks) & Financial Institutions.
- Non-resident Indians (NRIs) / Persons of Indian Origin on full repatriation basis (subject to RBI approval, if required) or on non-repatriation basis.
- Foreign Institutional Investors (FIIs) registered with SEBI on full repatriation basis (subject to RBI approval, if required).
- Army, Air Force, Navy and other para-military funds and eligible institutions.
- Scientific and Industrial Research Organisations.
- Provident / Pension / Gratuity and such other Funds as and when permitted to invest.
- International Multilateral Agencies approved by the Government of India / RBI.
- Other Scheme(s) of HSBC Mutual Fund subject to the conditions and limits prescribed in SEBI Regulations.
- Trustees, AMC or Sponsor or their associates (if eligible and permitted under prevailing laws), may subscribe to the Units under the Scheme.

NOTE : Subscriptions from residents in the United States of America and Canada shall not be accepted by the Schemes of HSBC Mutual Fund.

The Fund reserves the right to include / exclude new / existing categories of investors to invest in the Scheme from time to time, subject to SEBI Regulations and other prevailing statutory regulations, if any.

Tax Benefits of Investing in the Mutual Fund

As per the taxation laws in force as amended by the Finance Act, 2006 ("the FA") the tax benefits that are available to the investors investing in the Units of the Schemes are stated herein below. The information so stated is based on the Mutual Fund's understanding of such tax laws in force as of the date of this Document, which have been vetted by the tax consultants.

The following information is provided for only general information purposes. In view of the individual nature of tax benefits, each investor is advised to consult with his or her own tax consultant with respect to the specific tax implications arising out of their participation in the scheme.

The following benefits may accrue to the Unitholders with effect from the financial year commencing from April 1, 2006 (unless otherwise stated).

A. INCOME TAX

1. EXEMPTION U/S. 10(35):

Under the provisions of Section 10(35) of the Act income received in respect of the units of a mutual fund specified u/s. 10(23D) will be exempt from income tax in the hands of all unitholders. In view of this position, no tax needs to be deducted at source from such distribution by the fund. However, by virtue of the proviso to section 10(35), this exemption does not apply to income arising on "transfer" of units of a mutual fund.

2. LONG TERM CAPITAL GAINS:

i. On units of equity oriented funds:

Section 10(38) exempts long term capital gains arising from the transfer of units of an equity oriented fund provided the transaction of sale is entered into on or after the date on which the securities transaction tax is made applicable and such transaction is chargeable to the securities transaction tax.

However such long term capital gains arising to a company shall be taken into account in computing the book profit and income tax payable under section 115JB.

ii. On units of funds other than the equity oriented funds:

● For Individuals and Hindu Undivided Families ("HUF"s):

Long-term capital gains in respect of units held for a period of more than 12 months will be chargeable u/s.112 at the rate of 20% (plus surcharge), as applicable. Capital gains would be computed after reducing the aggregate of cost of acquisition (as adjusted by cost inflation index notified by the Central Government) and expenditure incurred wholly and exclusively in connection with transfer.

An assessee will have an option to apply concessional rate of tax of 10% (plus surcharge) provided the long term capital gains are computed without substituting indexed cost in place of cost of acquisition.

Further, in the case of Individuals and HUFs, being resident, where taxable income as reduced by long-term capital gains, is below the basic exemption limit, the long-term capital gains will be reduced to the extent of the shortfall and only the balance long-term capital gains will be subjected to income tax at 20% (plus surcharge) or 10% (plus surcharge) as the case may be.

● For Partnership firms, Indian Companies and other residents:

Long term capital gains will be subjected to the income tax at the rate of 20% (plus surcharge) or 10% (plus surcharge) as the case may be.

● For non-residents and foreign companies:

Long-term capital gains will be subjected to the income tax at the rate of 20% (plus surcharge). However, no benefit of Cost Inflation Indexation is available.

● For Non-resident Indians

Under section 115E of the Act for non-resident Indians, income by way of long-term capital gains in respect of Units is chargeable at the rate of 10% (plus surcharge). However, no benefit of Cost Inflation Indexation is available.

Non-resident Indians may opt for computation of long-term capital gains as per section 112, if it is more beneficial.

● For Overseas Financial Organizations, including Overseas Corporate Bodies fulfilling conditions laid down under section 115AB (Offshore Funds)

Under section 115AB of the Act, long term capital gains in respect of units held for a period of more than 12

months will be chargeable at the rate of 10% (plus surcharge). Such gains would be calculated without indexation of cost of acquisition.

● For Foreign Institutional Investors ("FIIs"):

Under section 115AD of the Act, long term capital gains in respect of units held for more than 12 months would be taxed at the rate of 10% plus surcharge. Such gains would be calculated without indexation of cost of acquisition.

Tax on long term capital gains in all the above cases will be further increased by the Education Cess ("EC") calculated @ 2% on tax plus surcharge as per the FA.

3. SHORT TERM CAPITAL GAINS:

i. On units of equity oriented funds:

Section 111A provides that the short term capital gains arising from the transfer of units of an equity oriented fund will be taxed at 10% (plus applicable surcharge) provided the transaction of sale is entered into on or after the date on which the securities transaction tax is made applicable and such transaction is chargeable to the securities transaction tax.

ii. On units of funds other than equity oriented funds:

Short term Capital Gains in respect of Units held for a period of not more than 12 months is added to the total income. Total income including short-term capital gains is chargeable to tax as per the relevant slab rates. The maximum tax rates applicable to different categories of assesses are as follows:

Resident Individuals and HUF	30% plus surcharge, as applicable.
Partnership Firms	30% plus surcharge
Indian companies	30% plus surcharge
Non-Resident Indians	30% plus surcharge
Foreign Companies	40% plus surcharge
Overseas Financial Organisations	30% plus surcharge
FIIs	30% plus surcharge

Tax on short term capital gains in all the above cases will be further increased by the EC calculated @ 2% on tax plus surcharge as per the FA.

4. CAPITAL LOSS:

● Section 94(7) disallows any capital loss, arising to a unitholder if he acquires units of a mutual fund within a period of three months prior to the record date fixed for declaration of dividend or distribution of income and sells or transfers such units within a period of nine months from such record date, to the extent of dividend or income received or receivable on such units.

● Section 94(8) provides that if a person buys or acquires units ("the original units") of a mutual fund within a period of three months prior to the record date fixed for allotment of bonus units and sells the original units within nine months from the date of allotment of bonus units then the loss arising on such sale or transfer shall be ignored. Further, such loss shall be deemed to be the cost of acquisition or purchase of the bonus units.

5. TAX DEDUCTION AT SOURCE ON CAPITAL GAINS :

(i) No tax is required to be deducted at source on capital gains arising to any resident unit holder.

(ii) Under section 195 of Act, tax shall be deducted at source in respect of capital gains as under:

a.	In case of a non-resident other than a company -	
●	Long term capital gains on units of equity oriented funds	nil
●	Long term capital gains on units of funds other than equity oriented funds	20% plus surcharge
●	Short term capital gains on units of equity oriented funds	10% plus surcharge
●	Short term capital gains on units of funds other than equity oriented funds	30% plus surcharge
b.	In case of a foreign company -	
●	Long term capital gains on units of equity oriented funds	nil
●	Long term capital gains on units of funds other than equity oriented funds	20% plus surcharge
●	Short term capital gains on units of equity oriented funds	10% plus surcharge
●	Short term capital gains on units of funds other than equity oriented funds	40% plus surcharge

Tax Deducted At Source on short term and long term capital gains in all the above cases will be further increased by the EC calculated @ 2% on tax plus surcharge as per the FA.

(iii) Under section 196B of the Act tax at 10% plus surcharge and EC calculated @ 2% on tax plus surcharge as per the FA shall be deducted at source from long term capital gains on units other than the units of equity-oriented mutual funds earned by Overseas Financial Organisation.

(iv) Under Section 196D of the Act, no deduction shall be made from any income by way of capital gains, in respect of transfer of securities referred to in Section 115AD of the Act.

As per circular no. 728 dated October 1995 by CBDT, in the case of a remittance to a country with which a Double Taxation Avoidance Agreement (DTAA) is in force, tax should be deducted at the rate provided in the Finance Act of the relevant year or at the rate provided in DTAA whichever is more beneficial to the assessee. In order for the unitholder to obtain the benefit of a lower rate under the DTAA, the unitholder would be required to provide the fund with a certificate obtained from his Assessing Officer stating his eligibility for the lower rate.

6. INVESTMENTS BY CHARITABLE AND RELIGIOUS TRUSTS :

Units of Mutual Fund Schemes referred to in clause 23D of section 10 of the Act constitute an eligible avenue for investment by charitable or religious trusts per rule 17C of the Income Tax Rules, 1962, read with clause (xii) of sub-section (5) of section 11 of the Income Tax Act, 1961.

B. WEALTH TAX

Units held under the Schemes of Mutual Fund are not treated as assets within the meaning of section 2(ea) of the Wealth Tax Act, 1957 and are, therefore, not liable to Wealth-Tax

C. GIFT TAX

If units of Mutual Fund Scheme are gifted, no gift tax shall be payable either by the donor or the donee as the Gift Tax has been abolished.

Notes: (i) All tax benefits will be available to the Sole Unitholder or the first named holder in case the Units are held in the names of more than one person, as the case may be. (ii) HSBC AMC also confirms that the Income Tax/Wealth Tax/Capital Gains Tax and investment by NRIs/FIIs/OCBs are subject to relevant requirements under the Income Tax, FEMA and RBI Directions. (iii) As per Section 54ED capital gains arising before June 1, 2006 from a transfer of a long term capital asset being listed securities or units of UTI/mutual funds, shall be exempt from tax, if such capital gains are invested in equity shares by way of a public issue. The section provides for a lock-in period of one year and if the newly acquired shares are sold or transferred during the period, the capital gains earlier claimed exempt, would become taxable in the year of sale of the newly acquired shares. (iv) With effect from June 1, 2006 an investor who sells units of an equity oriented fund to the mutual fund will have to pay 0.25% of the sale price of the units as securities transaction tax which tax would be collected by the prescribed person in case of every mutual fund. (v) Section 88E provides that where the total income of a person includes income chargeable under the head "Profits and gains of business or profession" arising from sale of units of equity oriented funds, he shall get rebate equal to the securities transaction tax paid by him in the course of his business. Such rebate is to be allowed from the amount of income tax in respect of such transactions calculated by applying average rate of income tax.

Notwithstanding anything contained in the Offer Document(s) and Key Information Memorandum of the Scheme(s) the provisions of SEBI (Mutual Funds) Regulations, 1996 and Guidelines thereunder shall be applicable. Investors can also obtain further changes after the date of this Key Information Memorandum from the Mutual Fund / Investor Service Centres or distributors.

4 BANK ACCOUNT DETAILS (MANDATORY as per SEBI Guidelines)

A/c. No. A/c. Type (please Resident : Current Savings Non-Resident : NRO NRE

Bank Name

Branch Address

City

MICR Code ◀ This is a 9 digit number next to your Cheque No. IFSC Code

5A INVESTMENT DETAILS (Please your choice of Scheme / Plan / Option / Sub-option / Dividend Frequency)

Scheme Name HIF HGF HMIP HFRF HCF HLPF **Option** Regular Institutional Institutional Plus

Plan

Sub-option Growth* Dividend Reinvestment Dividend Payout **Dividend Frequency** Daily Weekly Monthly Quarterly

* Default Sub-option, if not ticked. The Dividend Option (Reinvestment or Payout) chosen will be applied to all Units held in the Scheme in the Folio.

SYSTEMATIC INVESTMENT PLAN (SIP) is available in all Schemes of HSBC Mutual Fund. Investors can opt for SIP by filling up the SIP Application Form and SIP Auto Debit Form which is available with HSBC Investors Service Centres and CAMS Collection Centres.

6 PAYMENT OPTIONS (Please ensure there is only one Cheque / DD per Application Form) (ref. instruction 3b)

Investment Amount (Rs.) DD charges (Rs.) Net Amount (Cheque / DD amount) (Rs.)

Mode of Payment Cheque / DD / Fund Transfer /

Cheque / DD* No. Dated A/c. No.

Drawn on Bank

Branch

City For NRI Investors Only (please) NRO NRE

* Please mention the Application No. on the reverse of the Cheque / DD.

Cheque/DD must be drawn in favour of the Name of Scheme or its abbreviation, as applicable and crossed 'account payee only'.

The details of the bank account provided above pertain to my / our own bank account in my / our name Yes No. If No, my relationship with the bank account holder is Spouse Child Parent Relative Sibling Friend Others. **Application Form without this information is liable to be rejected.**

7 NOMINATION DETAILS (To be filled in by Individual(s) applying singly or jointly) (ref. instruction 6)

I/We and * do hereby nominate the undermentioned nominee to receive the units allotted to my / our credit in my Folio in the event of my / our death. (* strike out which is not applicable)

<p>Name and Address of Nominee</p> <p>Name <input type="text"/></p> <p>Address <input type="text"/></p> <p>Date of Birth (in case Nominee is a minor) <input type="text"/></p>	<p>To be furnished in case Nominee is a Minor (delete if not applicable)</p> <p>Name of Guardian <input type="text"/></p> <p>Address of Guardian <input type="text"/></p> <p>Signature of Guardian <input type="text"/></p>
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8 OTHER SERVICES (Optional)

Other E-mail Services (please) Daily NAV Weekly Market Review Event Updates

PIN Services (please) Would you like a PIN assigned? (ref. instruction 2e)

9 DECLARATION AND SIGNATURES

The Trustees, HSBC Mutual Fund

Having read and understood the contents of the Offer Document(s) and Addenda of the Scheme(s) issued till date, I / We hereby apply to the Trustees of HSBC Mutual Fund for units of the Scheme / Plan / Option as indicated above and agree to abide by the terms, conditions, rules and regulations of the Scheme. I / We have understood the details of the Scheme and I / We have not received nor been induced by any rebate or gifts, directly or indirectly, in making this investment. I / We hereby authorise HSBC Mutual Fund, its Investment Manager and its Agents to disclose details of my / our investment to my/our bank(s) / HSBC Mutual Fund's Bank(s) and / or Distributor / Broker / Investment Advisor and to verify my / our bank details provided by me / us. *I/We confirm that I am/we are Non-Residents of Indian Nationality / Origin and that the funds are remitted from abroad through approved banking channels or from my / our NRE / NRO / FCNR Account. I / We confirm that the details provided by me / us are true and correct. I / We hereby declare that the amount being invested by me/us in the Scheme(s) of HSBC Mutual Fund is derived through legitimate sources and is not held or designed for the purpose of contravention of any Act, Rules, Regulations or any statute or legislation or any other applicable laws or any Notifications, Directions issued by any governmental or statutory authority from time to time.

*Applicable to NRI Date:

SIGNATURES

Sole / First Applicant

Second Applicant

Third Applicant

Applications from investors resident in USA or Canada shall be rejected.

INVESTOR SERVICE CENTRES *

HSBC MUTUAL FUND INVESTOR SERVICE CENTRES : • Ahmedabad : Tel: 9898377319, 9898377321 • Bangalore : Tel: 080 41186519 • Chandigarh : Tel: 0172 5008119/21 • Chennai : Tel: 044 42008719 • Coimbatore : Tel: 9894477319, 9893477321 • Hyderabad : Tel: 040 66674719/21 • Indore : Tel: 9893477319, 9893477321 • Jaipur : Tel: 9928037319, 9928037321 • Kochi : Tel: 9895477319, 9895477321 • Kolkata : Tel: 033 22139919 • Lucknow : Tel: 9936797319, 9935097321 • Mumbai : Tel: 022 66668819 • New Delhi : Tel: 011 41490719 • Pune : Tel: 020 - 26001119 / 21 • Vadodara : Tel: 9898377319, 9898377321

CAMS COLLECTION CENTRES: Tel.: 1-800-425-2267 Please contact the nearest Investor Service Centre for an updated list of Official Points of Acceptance and details of HSBC Investor Service Centres and CAMS Investor Service Centres. * ISCs will also be collection centres.

INSTRUCTIONS FOR FILLING UP THE APPLICATION FORM

1. General Information

- The Application Form should be completed in ENGLISH in BLOCK LETTERS only. Please Tick (✓) in the appropriate box (☐), where boxes have been provided.
- Please refer to the Offer Document(s) and Addenda thereto and the Key Information Memorandum of the respective Scheme(s) carefully before filling the Application Form.
- Please refer the section on "Who can invest?" for a list of eligible investors in the Key Information Memorandum and Offer Document.
- All applicants are deemed to have accepted the terms subject to which this offer is being made and bind themselves to the terms upon signing the Application Form and tendering the payment.
- Applications under Power of Attorney / Body Corporate / Registered Society / Trust / Partnership**

The original Power of Attorney or a duly notarised copy of the Power of Attorney shall be required to be submitted where applications are made under a Power of Attorney.

A company, body corporate, eligible institutions, registered society, trusts, partnership or other eligible non-individuals who apply in the schemes should furnish a certified copy of resolution or authority to make the application as the case may be and a certified copy of the Memorandum and Articles of Association and / or bye-laws and / or Trust Deed and / or Partnership Deed and certificate of registration or any other document as the case may be. In case of a Trust / Fund, it shall submit a certified true copy of the resolution from the Trustee(s) authorising such purchases. The officials should sign the application under their official designation and furnish a list of authorised signatories. All communications and payments shall be made to the First Applicant only.

2. Applicant Information

Applicants must provide all the details under point 2 of the Application Form.

- Name and address must be given in full (P.O. Box Address alone is not sufficient). In case of NRIs / FIs, 'Overseas Address' should also be provided.
- Please provide the name of the Contact Person in case of investments by a Company / Body Corporate / Partnership Firm / Trust / Society / FIs / Association of Persons / Body of Individuals.
- PAN of Sole applicant / First applicant / Second applicant / Third applicant must be mentioned in the document pertaining to the transaction if there is a payment of an amount of fifty thousand rupees or more to a Mutual Fund for purchase of its units, irrespective of the mode of holding. In case such transaction is being entered to by a minor who does not have a PAN, he shall quote the PAN of his father or mother or guardian, as the case may be. Where the amount is Rs. 50,000 or more, the investor is compulsorily required to provide a copy of the PAN Card / PAN Letter / Copy of assessment order or refund order or such other correspondence from the Income-tax department mentioning the PAN. Dividend reinvestment, if any, of Rs. 50,000 or more, qualifies as purchase of units. In case of non-receipt of PAN details or Form No. 60/61, as applicable, from the investors / Unit holders (in case the application/ units are held in joint names, each of the investors/ unitholders), the dividend will be compulsorily paid out to the Unit holders and not reinvested. In case the person does not have a PAN while entering such a transaction, he shall make a declaration in Form No. 60 / 61 (as may be applicable). Necessary supporting documents required with the Forms are to be submitted by the investor.
- KYC is mandatory under the Prevention of Money Laundering Act, 2002 for all applications for subscriptions of INR 50,000 and above. This will be applicable for investments from individual investors including joint holding / institutional customers / other non-institutional investors / investments through power of attorney holders / investments of minor through guardian.

The KYC requirements can be completed by filling up the prescribed form and submitting the same along with the other requisite details / proof (attested true copies of supporting documents relating to proof of identity and address or verification with the original) to a designated point of service. Please note that a copy of the KYC acknowledgement is to be attached to the application form for all investments of INR 50,000 and above at the time of making an investment for the first

time in HSBC Mutual Fund under a particular folio. For details of the process, please visit our website <http://www.hsbcinvestments.co.in>"

- Investor has an option to receive communication through email. The investor always has a right to demand a physical copy of any or all the documents in respect of the services provided by the Fund.
- Applicants who request for a Personal Identification Number (PIN) by ticking the appropriate box, will be sent a Form together with terms and conditions.

PIN will be allotted only subject to the Application Form being complete in all respects.

3. Payment Details

- The application amounts can be tendered by cheque / demand drafts payable locally at any of the ISCs and designated collection centres. For HSBC Cash Fund and HSBC Floating Rate Fund - Short Term Plan, please endeavour to submit transaction requests at HSBC Mutual Fund Investor Service Centres. Application Forms accompanied with outstation cheques / stockinvests / postal orders / money orders / cash will not be accepted. All cheques and bank drafts must be drawn in the name of the Scheme or its abbreviation as applicable and crossed "Account Payee only". A separate cheque or bank draft must accompany each Application. Kindly note that post dated cheques are not allowed except for Systematic Investment Plan (SIP) Transactions.
- Bank charges for outstation demand drafts will be borne by the AMC and will be limited to the bank charges as per table below. The AMC will not entertain any request for refund of demand draft charges.

Amount	DD Charges
Upto Rs.10,000/-	At actuals, subject to a maximum of Rs. 50/-.
Above Rs.10,000/-	At Rs. 3.50/- per Rs. 1000/- Minimum Rs. 50/- and Maximum Rs. 12,500/-.

c) NRIs, Persons of Indian Origin, FIs

The Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000 (the "FEMA Regulations") permit a NRI / POI to purchase on repatriation or non-repatriation basis, without limit, units of domestic mutual funds. Payment for such units must be made either by cheque or demand draft by means of: (i) inward remittance through normal banking channels; or (ii) out of funds held in the NRE / FCNR account, in the case of purchases on a repatriation basis or out of funds held in the NRE / FCNR / NRO account, in the case of purchases on a non-repatriation basis.

Investments by NRIs / FIs shall be in accordance with the prevailing laws governing such investments.

Payment by the FI will be made either by inward remittance through normal banking channels or out of funds held in foreign currency account or non resident rupee account maintained by the FI with a designated branch of an authorised dealer in terms of paragraph 2 of Schedule 2 to the FEMA Regulations.

4. Investment Details

- Applicants should indicate the Option or Sub-Option for which the application is made, by indicating the choice in the appropriate box provided for this purpose in the Application Form.
- In case Applicants wish to opt for both the Options, separate Application Forms will have to be filled.
- If no indication is given for the investment the default Option (Common to all Schemes) will be as follows :

Indication not made	Default
● Common to all Schemes	
Scheme Name	As indicated on the Cheque
Dividend / Growth Option / Sub-options	Growth
Dividend Payout / Reinvestment	Reinvestment
Mode of holding (in cases where there are more than one applicant)	Joint
Status of First Applicant (Individual, HUF, Company etc.)	Others#

Indication not made	Default
● Scheme Specific	
HMP	
Regular / Savings Plan	Regular
Monthly / Quarterly sub-option	Quarterly
HIF	
Long Term Plan / Short Term Plan	Application Rejected
HIF-STI / HIF-IPI	Application Rejected
HFRF	
Short Term Plan / Long Term Plan	Long Term Plan
Regular / Institutional / Institutional Plus Option	Regular Option
Daily, Weekly and Monthly Dividend sub-options in Short Term Plan	Daily
Weekly and Monthly Dividend Sub-options in Long Term Plan	Weekly
HCF	
HCF- R / I / IP	Application Rejected
Daily, Weekly & Monthly Dividend Sub-option	Daily
HLPF	
Daily, Weekly & Monthly Dividend Sub-options	Daily
Regular / Institutional / Institutional Plus	
● if application amount is Rs. 5 crores or above	Institutional Plus
● if application amount is equal to or more than Rs. 50 lakhs but less than Rs. 5 crores -	Institutional
● if application amount is equal to or more than Rs. 5000 but less than Rs. 50 lakhs	Regular

Tax rates (including the tax on dividend distribution) wherever applied on 'others' by HSBC Mutual Fund shall be the same as applicable to a Resident Indian Company

5. Bank Account Details

Applicants should provide the name of the bank, branch address, account type and account number of the Sole / First Applicant. As per SEBI guidelines, it is mandatory for investors to mention their bank account details in the Application Form. Applications without this information will be rejected.

6. Nomination Details

Applicants applying for Units singly / jointly can make a nomination at the time of initial investment or during subsequent investments.

- The nomination can be made only by individuals applying for / holding units on their own behalf singly or jointly. Non-individuals including society, trust, body corporate, partnership firm, Karta of Hindu Undivided Family, holder of Power of Attorney cannot nominate. If the units are held jointly, all joint holders will sign the nomination form.
 - A minor can be nominated and in that event, the name, address and PAN of the Guardian of the minor nominee (in case the minor does not have PAN) shall be provided by the Unitholder.
 - The Nominee shall not be a trust, (other than a religious or charitable trust) society, body corporate, partnership firm, Karta of Hindu Undivided Family or a Power of Attorney holder. A non-resident Indian can be a Nominee subject to the exchange controls in force, from time to time. Nomination can also be made in favour of the Central Government, State Government, Local Authority, any person designated by virtue of his office or a religious or charitable trust.
 - Nomination in respect of the Units stands rescinded upon the transmission of Units.
 - Transmission of Units in favour of a Nominee shall be valid discharge by the AMC / Mutual Fund / Trustees against the legal heir.
 - The cancellation of nomination can be made only by those individuals who hold Units on their own behalf singly or jointly and who made the original nomination.
 - On cancellation of the nomination, the nomination shall stand rescinded and the AMC / Mutual Fund / Trustees shall not be under any obligation to transmit the Units in favour of the Nominee.
- ### 7. Declaration and Signatures
- Signatures can be in English or in any Indian language. Thumb impressions must be attested by a Magistrate / Notary Public under his / her official seal. In case of HUF, the Karta will sign on behalf of the HUF.
 - Applications on behalf of minors should be signed by their Guardian.

OFFICIAL POINTS OF ACCEPTANCE OF TRANSACTION REQUESTS

HSBC MUTUAL FUND : Ahmedabad : Tel 9898377319, 9898377321 ● Bangalore : Tel 080 – 4118 6519 ● Chandigarh : Tel 0172 – 5008 119 / 21 ● Chennai : Tel 044 – 4200 8719 ● Coimbatore : Tel 9894477319, 9894477321 ● Hyderabad : Tel 040 – 6667 4719 / 21 ● Indore : Tel 9893477319, 9893477321 ● Jaipur : Tel 9928037319, 9928037321 ● Kochi : Tel 9895477319, 9895477321 ● Kolkata : Tel 033 – 2213 9919 ● Lucknow : Tel 9936797319, 9935097321 ● Mumbai : Tel 022 – 66668819 ● New Delhi : Tel 011 – 4149 0719 ● Pune : Tel 020 – 26001119 / 21 ● Vadodara : Tel 9898377319, 9898377321

CAMS (Investor Service Centres) : Ahmedabad ● Bangalore ● Bhubaneswar ● Chandigarh ● Chennai ● Cochin ● Coimbatore ● Durgapur ● Indore ● Jaipur ● Kanpur ● Kolkata ● Lucknow ● Ludhiana ● Madurai ● Mangalore ● Mumbai ● Nagpur ● New Delhi ● Panaji ● Patna ● Pune ● Secunderabad ● Surat ● Vadodara ● Vijayawada ● Visakhapatnam

CAMS (Transaction Points) : Agra ● Ajmer ● Allahabad ● Alwar ● Amaravati ● Amritsar ● Anand ● Asansol ● Aurangabad ● Belgaum ● Bhavnagar ● Bhilwara ● Bhilai ● Bhopal ● Bokaro ● Burdwan ● Calicut ● Cuttack ● Davangere ● Dehradun ● Dhanbad ● Erode ● Faridabad ● Gazhiabad ● Gorakhpur ● Guntur ● Gurgaon ● Guwahati ● Gwalior ● Hosur ● Hubli ● Jabalpur ● Jalandhar ● Jalgaon ● Jamnagar ● Jamshedpur ● Jodhpur ● Kolhapur ● Kota ● Kottayam ● Manipal ● Meerut ● Moradabad ● Muzaffarpur ● Mysore ● Nasik ● Nellore ● Panipat ● Patiala ● Pondicherry ● Raipur ● Rajahmundry ● Rajkot ● Ranchi ● Rourkela ● Salem ● Sambalpur ● Siliguri ● Thiruppur ● Trichur ● Trichy ● Trivandrum ● Udaipur ● Valsad ● Varanasi ● Vashi ● Warangal

For more details on CAMS ISCs and TPs please contact : 1-800-425-2267

All changes to the above 'Official Points' shall be communicated by the Fund from time to time.
Please contact the nearest Investor Service Centre for an updated list of Official Points of Acceptance.

Please endeavour to submit transaction requests in HSBC Cash Fund and HSBC Floating Rate Fund - Short Term Plan at HSBC Mutual Fund Investor Service Centres only.

HSBC Asset Management (India) Private Limited

Registered Office : 314, D. N. Road, Fort, Mumbai 400 001 Tel. : 022-6666 8819 Fax : 022-4002 9600

Email : hsbcmf@hsbc.co.in Website : www.hsbcinvestments.co.in