



UNION CORPORATE BOND FUND

(An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds.
A relatively high interest rate risk and moderate credit risk.)



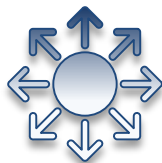
Minimum 80%# investment in AA+ and above rated corporate bonds.



Tax efficient (Long term capital gain i.e. investment exceeding three years attracts taxation post indexation)



Lower Volatility compared to other Asset Classes (Equity, Gold, Real Estate etc.)



Corporate bond market set to deepen with regulators asking large borrowers to diversify their debt requirements through bond market.

#Please note that the asset allocation limit for the Scheme shall be calculated in the manner prescribed under SEBI Circular dated June 25, 2021 on Prudential norms for liquidity risk management for open ended debt schemes as amended from time to time.



Volatile Crude Oil & Commodity Prices



Monetary tightening stance by global central banks



Concerns on Geopolitical Tension



High Spread between Repo
and Bond Yield.



Spreads between short term
and long term securities are
above their long term average.



Volatility in other Asset Classes
is high



An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk.



Investments in Corporate Bonds with medium to long term maturity



Minimum 80%# investment in AA+ and above rated corporate bonds

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Crisol’s average default rates for long-term ratings

RATING CATEGORY	Default %		
	ONE YEAR	TWO YEAR	THREE YEAR
CRISIL AAA	0.00%	0.00%	0.00%
CRISIL AA	0.03%	0.14%	0.28%
CRISIL A	0.13%	0.58%	1.10%
CRISIL BBB	0.69%	1.87%	3.21%
CRISIL BB	3.43%	7.24%	11.06%
CRISIL B	8.43%	16.91%	24.22%
CRISIL C	21.77%	37.04%	46.69%

- The average default rate for Crisol rated AAA and AA rated long term bond is very low.
- Portfolio would predominantly have AAA and AA+ rated securities.

Note: The above details have been given only to highlight the average default rates in high rated securities. The Scheme may or may not invest in CRISIL rated securities.

Source: CRISIL Default Study – 2022



Low to Moderate Risk[§]



Returns through Interest accrual and capital appreciation



Investment across sectors



Tax Efficient (Long term capital gain i.e. investment exceeding 3 years attracts taxation post indexation)

[§] This is the current risk profile of the Scheme, based on the portfolio of the Scheme as on June 30, 2022.

Income tax effect on traditional investment returns post taxation:

Particulars	Investor Taxed @ 20%	Investor Taxed @ 30%	Debt Mutual Fund ^{&}
Amount Invested (in ₹)	1,00,000	1,00,000	1,00,000
Annualised return (%) [~]	5.33%	5.33%	5.33%
Gross Value at 3 years (in ₹)	1,16,844	1,16,844	1,16,844
Gains/Interest on Investment (in ₹)	16,844	16,844	16,844
Indexed Cost of Acquisition (in ₹) [^]	NA	NA	1,14,533
Taxable income (in ₹)	16,844	16,844	2,312
Applicable Tax Rate (%) [*]	20.80%	31.20%	20.80%
Tax Liability (in ₹)	3,504	5,255	481
Post Tax Returns (in ₹)	13,341	11,589	16,364
Post Tax Value at 3 years (in ₹)	1,13,341	1,11,589	1,16,364
Post Tax Annualised Returns (%)	4.26%	3.72%	5.18%

The portfolio is designed for investor with medium to long term investment horizon. Thus, an investor who will be invested with this scheme for more than three years will have competitive tax advantage over other traditional investment instruments offering fixed rate of interests

[&]For LTCG with indexation benefit for Individual / HUF and Domestic Companies

[~] The interest rate used in the illustration is based on the average monthly yield level of 3 years Government Securities from July 2019 till June 2022 (36 months) as per Bloomberg.

[^]Indexation of cost of acquisition means raising the cost of investment depending on the Cost Inflation Index (CII) value in the financial year of purchase and sale of units. The cost thus goes up to Rs. 114,533 while calculating the gain or loss (Rs. 1,00,000 X index in the year of sale / index in the year of purchase). In case the investment is made in the FY 2019-2020 and redeemed in the FY 2022-2023, the investor gets indexation benefits of 3 financial years. CII is assumed at 4.63% based on last 3 years average [331 (FY 2022-2023), 317 (FY2021-2022), 301 (FY 2020-2021), 289 (FY 2019-2020)].

^{*} The tax rate assumed is the medium and highest rate based on the current tax slabs.

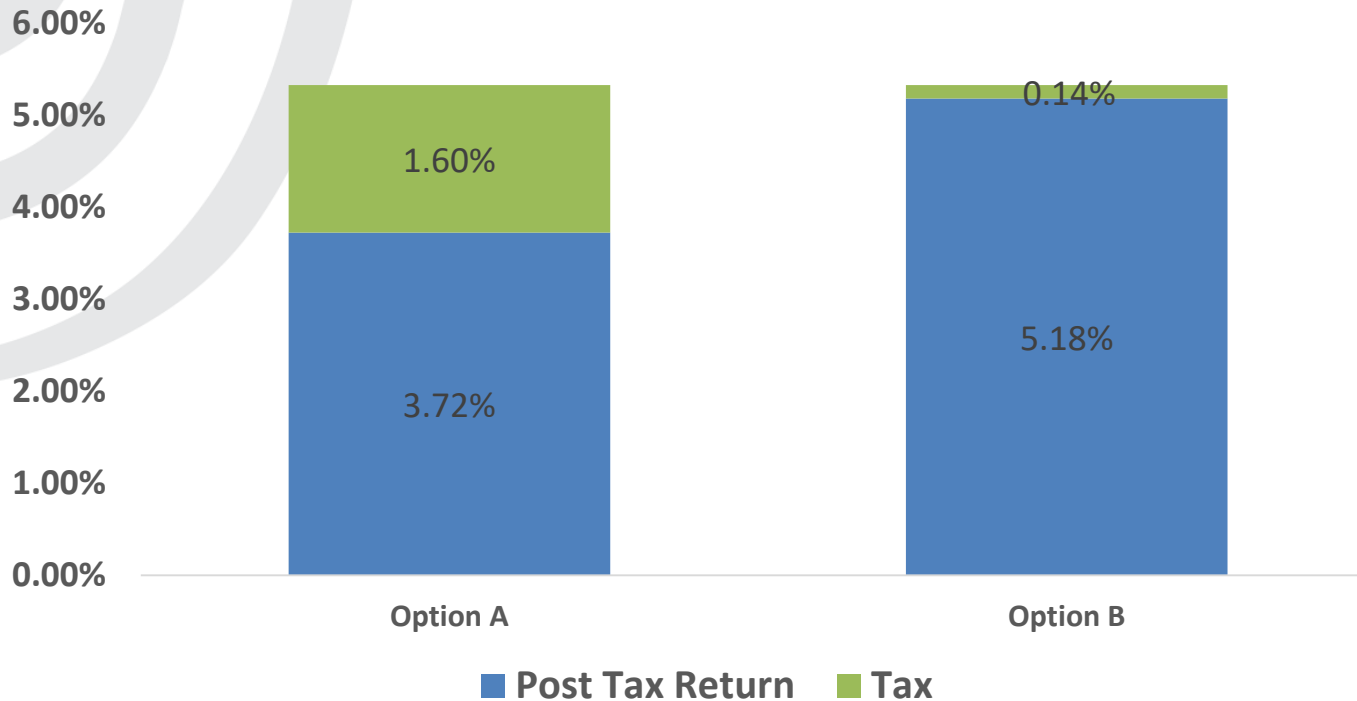
Notes: This is a hypothetical illustration to explain the concept of double indexation and its benefits and actual figures may vary. This illustration does not in any manner imply or indicate returns provided by investments in mutual fund units. Please consult your tax advisor before investing for tax implications and further details.

This illustration is for Resident Individuals/ HUF and Domestic Company. Interest calculation is assumed on yearly cumulative basis.

The features of Debt Securities / Traditional Fixed Income Securities and Debt Mutual Funds are not comparable. The comparison is limited to the scope of returns and tax efficiency which will be subject to the prevailing tax laws.

In the illustration given, the assumption is that the investor would stay invested in the scheme for more than 36 months so that the investment qualifies as a long term capital asset for which indexation benefit is available.

Impact of Taxes

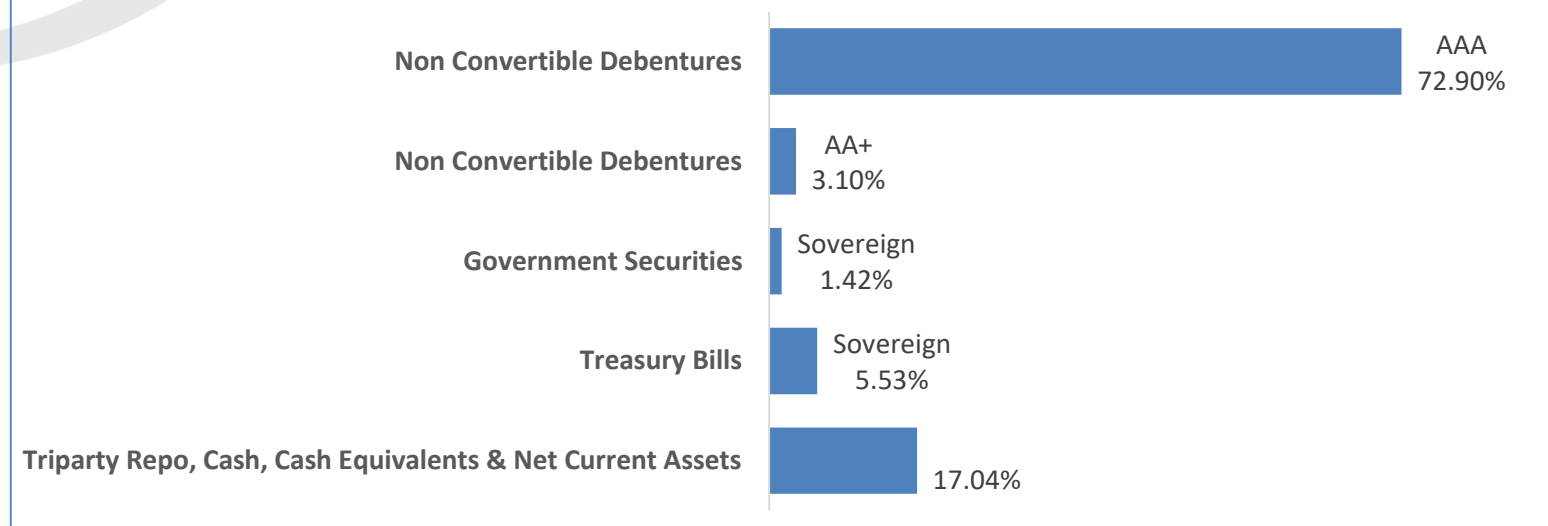


*Option A : Represents tax payer falling under 30% tax bucket, Option B: Represents tax payer subject to LTCG tax
For detailed calculation, refer previous slide titled – Comparative Tax Advantage*

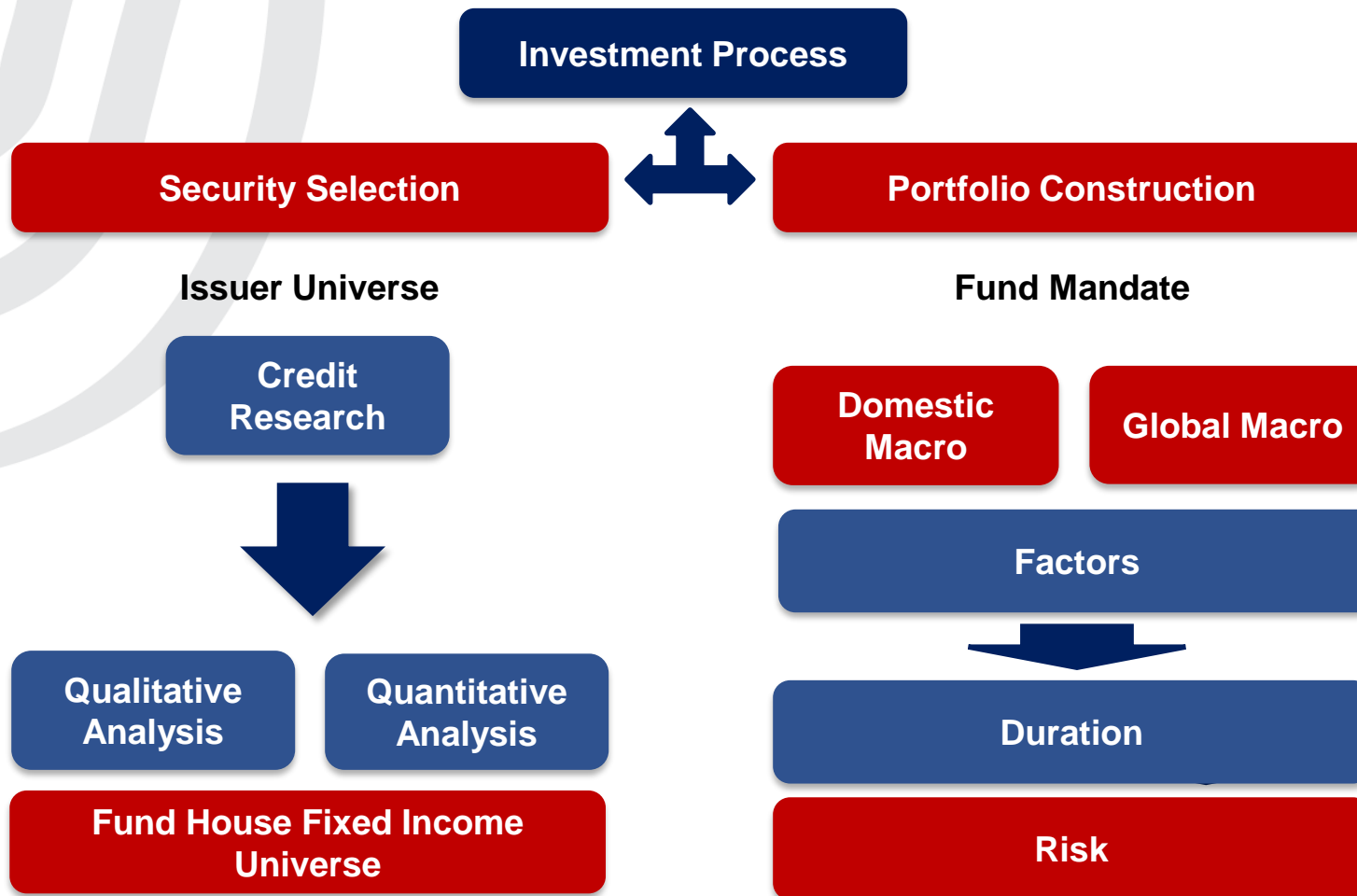
Quantitative Indicators

Average maturity (Years)	Modified Duration (Years)	Macaulay Duration (Years)	Portfolio Yield
1.45	1.23	1.31	6.36%

Portfolio Classification by Asset & Rating Class as a % of net assets



Note: This is an extract of the Factsheet of the scheme of Union Mutual Fund. For more details, please visit www.unionmf.com.





**Tight Duration Range
(Medium to long term)**



**Diversification and
stringent review of
sectors**

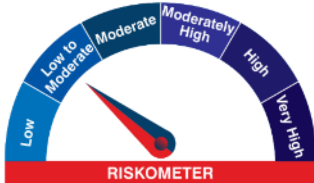
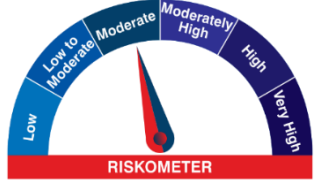


**Focus on high quality
Issuers. Investment
Universe based on Credit
Research**



**Prudent investment limits
at issuer level**

Type of Scheme	An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk.
Date of Inception	25 th May 2018
Investment Objective	To achieve long term capital appreciation by investing substantially in a portfolio of corporate debt securities. However, there is no assurance that the Investment Objective of the scheme will be achieved.
Co-Fund Managers	<p>Parijat Agrawal - Over 26 years of experience in Fund Management. Managing this scheme since inception.</p> <p>Anindya Sarkar - Over 19 years of experience in Financial services sector. Managing this scheme since November 1, 2018</p>
Assets Under Management	<p>As on Month End: ₹469.96 crore</p> <p>Average for the Month: ₹451.64 crore</p>
Benchmark Index	CRISIL Corporate Bond Fund BIII Index # (refer slide no. 15 for disclaimer)

This product is suitable for investors who are seeking*:	Riskometer	Benchmark Riskometer
<ul style="list-style-type: none"> Regular income over Medium to Long term Income by investing in fixed income securities of varying maturities and credit 	 <p>RISKOMETER</p> <p>Investor understand that their principal will be at Low to Moderate risk</p>	 <p>RISKOMETER</p> <p>CRISIL Corporate Bond Fund BIII Index #</p>

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

Note: The Scheme and Benchmark riskometers are evaluated on monthly basis and the current riskometers are based on the evaluation of portfolios as on June 30, 2022.

Potential Risk Class Matrix (“PRC Matrix”) of the Scheme			
Credit Risk of Scheme →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk of the Scheme ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		B-III	

MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.

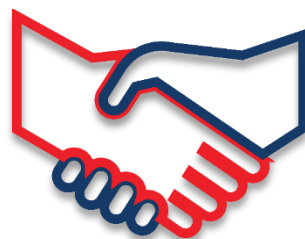
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Disclaimer: The views, facts and figures in this document are as of June 30, 2022 unless stated otherwise, and could change without any notice.

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Statutory Details: Constitution: Union Mutual Fund has been set up as a Trust under the Indian Trusts Act, 1882; **Sponsors:** Union Bank of India and Dai-ichi Life Holdings, Inc.; **Trustee:** Union Trustee Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198198], a company incorporated under the Companies Act, 1956 with a limited liability; **Investment Manager:** Union Asset Management Company Private Limited, [Corporate Identity Number (CIN): U65923MH2009PTC198201], a company incorporated under the Companies Act, 1956 with a limited liability. Registered Office: Unit 503, 5th Floor, Leela Business Park, Andheri Kurla Road, Andheri (East), Mumbai - 400059. Toll Free No. 18002002268/18005722268 • Non Toll Free. 022-67483333 • Fax No: 022-67483401 • Website: www.unionmf.com • Email: investorcare@unionmf.com

Copy of all Scheme related documents along with the application form can be obtained from any of our AMC offices / Customer Service Centres/ distributors as well as from our website www.unionmf.com.



THANK YOU