In terms of SEBI Master Circular on Anti-Money Laundering (AML) Standards/Combating the Financing of Terrorism (CFT) dated December 31, 2010 and guidelines issued by SEBI from time to time, all registered intermediaries are required to undertake Client Due Diligence (CDD) measures wherein intermediaries are required to obtain sufficient information from their clients in order to identify and verify the identity of the persons who beneficially own or control the client and/or the securities account.

As provided by SEBI in its Circular No. CIR/MIRSD/2/2013 dated January 24, 2013, the following CDD shall be applicable to all the schemes of JM Financial Mutual Fund (the “Mutual Fund”).

1. Applicability:
   a. Details of beneficial ownership will have to be provided by all the categories of investors except the following:
      1. Individuals
      2. Company listed on a stock exchange
      3. Majority owned subsidiary of the aforesaid company.
   b. Information about the Beneficial Owner shall be provided by the investors to JM Financial Asset Management Limited (the “AMC”)/ its Registrar i.e. M/s. Karvy Computershare Private Limited.
   c. Proof of Identity of the Beneficial Owner such as Name/s, Address & PAN/Passport together with self attested copy* are required to be submitted to the AMC/its Registrar.
   d. In case of any change in the beneficial ownership, the investor is required to intimate the AMC/its Registrar/KRA, as may be applicable, about such changes.

2. Identification Process:
   a) For investors other than Individuals or Trusts:
      i. In the case of Company, Partnership or unincorporated association/body of individuals, the beneficial owners are the natural person(s), who, whether acting alone or together, or through one or more intermediaries exercises control over ownership or who ultimately has a controlling ownership interest.
      ii. For investor which is a Trust:
         a. More than 25% of shares or capital or profits of the juridical person, where the juridical person is a company; 
         b. More than 15% of the capital or profits of the juridical person, where the juridical person is a partnership;
         c. More than 15% of the property or profits of the juridical person, where the juridical person is an unincorporated association or body of individuals.
      iii. In case of doubt under clause (1) above as to whether the person with the controlling ownership interest is the beneficial owner or where no natural person exerts control over ownership interests; the identity of the natural person exercising control over the juridical person through voting rights, agreement, arrangements or in any other manner shall be beneficial owner.
      iv. Where no natural person is identified under clauses (1) and (2) above, the natural person who holds the position of senior managing official shall be considered as the beneficial owner.
   b) For investor which is a Trust:
      i. In case of a Trust, the Intermediary shall identify the beneficial owner of the investor and take reasonable measures to verify the identity of such persons, through the identity of the Settlor of the trust, the trustee, the protector, the beneficiary or anyone who, whether individually or together or through intermediaries are required to obtain sufficient information from their clients in order to identify and verify the identity of the persons who beneficially own or control the client and/or the securities account.
   c) For Foreign Investors:
      a. The intermediaries dealing with foreign investors viz., Foreign Institutional Investors, Sub Accounts and Qualified Foreign Investors shall adopt the Know Your Client (KYC) requirements specified by SEBI in its SEBI Circular No. CIR/MIRSD/12/2012 dated September 5, 2012, which are as follows:

      i. Identification:
         a. Not required if Global Custodian Local Custodian provides an undertaking to submit the requisite details to its intermediaries.
      ii. Verification of identity:
         a. Not required if Global Custodian Local Custodian provides an undertaking to submit the requisite details to its intermediaries.
      iii. Clarifications:
         a. Not required if Global Custodian Local Custodian provides an undertaking to submit the requisite details to its intermediaries.

For further details, please contact:

JFM Financial Asset Management Limited
Investment Manager to JFM Financial Mutual Fund

Bhanu Katoch
Chief Executive Officer

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

REF No: 01/2014-15