

Sub: Change in fundamental attributes of Sundaram Diversified Equity Fund of Sundaram Mutual Fund

Investors / Unitholders are requested to take note that Sundaram Trustee Company Limited ('the Trustee Company') has approved the following changes in fundamental attributes of Sundaram Diversified Equity Fund ('the Scheme') post the "No Objection" letter issued by SEBI vide its email dated 08-July-2025. The following change(s) will be effective from 12-Sep-2025.

The comparison between the existing features and the proposed features are as follows:

Particulars	Existing Scheme Features	Proposed Scheme Features
1. Name of the Scheme*	<i>Sundaram Diversified Equity Fund</i>	<i>Sundaram Value Fund</i>
2. Type of scheme*	An open-ended equity linked saving scheme with a statutory lock in of 3 years and tax benefit	An open-ended equity scheme that follows value investment strategy
3. Investment Objective*	To achieve capital appreciation by investing predominantly in equities and equity-related instruments. A three-year lock-in period shall apply in line with the regulation for ELSS Schemes	The Investment Objective of the Scheme is to provide long-term capital growth to its Unitholders with a value investment strategy
4. Asset Allocation*	Instruments	Instruments
	Indicative allocations (% of total assets)	Indicative allocations (% of total assets)
	Minimum	Maximum
	Minimum	Maximum
	Equity and equity related instruments	Equity and equity related instruments
	80%	100%
	Debt and Money Market Securities#^	Debt and Money Market Securities#^
	0%	20%
	Investment in REITs/InvITs	Investment in REITs/InvITs
	0%	10%
5. Investment Strategy	The focus of this Scheme is to normally provide investors a reasonably diversified portfolio of stocks essentially meant to give higher returns in the medium to long term. A portion of the Scheme's assets would be invested in relatively liquid large capitalisation stocks. Investments may also be made in Initial Public Offerings, Medium and Small Capitalisation stocks and unlisted securities. The fund may also from time to time invest in unrated and non publicly offered illiquid securities. The fund has a policy of internal valuation of all debt investments and such investments will be made subject to necessary approvals. The fund shall follow a combination of Top-down and Bottom-up approach to investing in equity and equity related investments. Investments will be pursued in select macro themes, which cut across various industries and sub sectors (e.g. Restructuring, Infrastructure spending, Skilled labour, etc.). Within such a framework, the emphasis will be on investing in companies with quality management unique business strength, sustainable medium/ long term growth and reasonable valuations. The Investment Manager has a skilled research set up that works to identify investment opportunities through continuous research on sectors and companies. The analysis focuses on the past performance and future prospects of the company and the business, financial health, competitive edge, managerial quality and practices, minority shareholder fairness, transparency,. Companies that adequately satisfy the prescribed criteria are included in the portfolio. The weights of individual companies will be based on their upside potential to downside risk. The Investment Manager will keep in mind the Investment Objective of the Scheme and the applicable Regulations/Equity-Linked Savings Scheme Guidelines.	The fund would follow a value-investing strategy for managing its portfolio. Value investing can be broadly classified as the process of investing in companies whose stocks are trading at a significant discount to their intrinsic value. Typical value investing strategies include strategies that involve investing in: 1] Stocks trading at cheaper valuations vs their own past Many companies go through cyclical and sometimes specific challenges in their businesses. This makes their stock go through meaningful oscillations in their valuations. Sundaram Value Fund aims to identify companies that trade at lower end of their historic bands on valuation parameters like Price to book value, Price to Earnings, EV/EBITDA, Mcap/Sales etc. 2] Stocks trading at cheaper valuations vs their peers Some companies, periodically, trade at significantly lower valuations vs their peers due to specific issues. Some of these issues may be transient in nature and the valuation discount may narrow once these short-term negatives dissipate. 3] Stocks trading at high yield & low valuations vs broad market Companies trading at high dividend yield, very low PE, etc. when compared to the broad market. These may be low growth but low volatility companies that protect downside and give predictable returns. 4] Stocks that are Holding shares in Profitable Operating companies Many times, holding companies trade at steep discount to the underlying value of their holdings and offer attractive ways to own good growth companies. 5] Stocks where underlying/hidden value gets unlocked due to - Mergers and Acquisition activities - Restructuring - Divestiture or listing of subsidiaries
6. Scheme Specific Risk Factors	Volatility Low Liquidity Equity Price risk Risks associated with securities lending Derivatives Risk	The scheme strategy is to invest in companies which are relatively undervalued compared to its peers. Hence, evaluation of companies from value perspective may exclude companies which may not be considered a value investment, hence the Scheme may forgo some market opportunities available to the Scheme. Value investing involves the risk that the market will not recognize a security's intrinsic value for a long time, or that a security thought to be undervalued may actually be appropriately priced when purchased. Hence, the return expectation from such investments will not be met. Other risk factors include: Volatility Low Liquidity Equity Price risk Risks associated with securities lending Derivatives Risk

*** Considered as Fundamental Attribute Change**

Note: All other features of the Scheme except those mentioned above will remain unchanged.

As per the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 any modification in the investment objective, asset allocation of a scheme amounts to a change in the fundamental attribute of the scheme. Accordingly, as per Regulation 18(15A) of the said regulation, in case an investor does not wish to continue to hold units in view of the said changes, he / she / it will have the option to exit the said Scheme at the prevailing NAV, without any exit load. The said exit option can be availed from 13/08/2025 to 11/09/2025 (upto 3 p.m.) (both days inclusive). The aforesaid exit option will be available to all the investors of the Scheme as on. All transaction requests received on or after 12/09/2025, will be subject to load, as may be prevailing in the respective Scheme mentioned above. It may be noted that the offer to exit is merely an option and is not compulsory. Please note that redemption request may be submitted to any of the Offices of the AMC or the KFIN Technologies Service Centers. Such exit option will not be available to unitholders whose units have been pledged and Mutual Fund has been instructed to mark a lien on such units and the release of the pledge is not obtained and appropriately communicated to Mutual Fund prior to applying for redemption. The redemption proceeds shall be dispatched within 3 (three) business days of receipt of valid redemption request to those unitholders who choose to exercise their exit option. Unitholders should ensure that any change in address or payout bank details required by them, are updated with the AMC before exercising the exit option.

Redemption / switch-out of units from the said scheme, during the exit period, may entail capital gain in the hands of the NRI unit holder, and such TDS on account of capital gain shall be deducted in accordance with the applicable Tax laws, upon exercise of exit option, which shall be required to be borne by such NRI investor(s) only. The redemption / switch of units from the said scheme is liable for deduction of Securities Transaction Tax (STT); however, such STT shall be borne by AMC and will not be borne by the investor.

In view of individual nature of tax implications, unitholders are advised to consult their tax advisors. If the units are held in dematerialized form, investors are requested to contact their Depository Participant for their transactions.

Unitholders who do not exercise the exit option during the said exit window period would be deemed to have consented to the proposed modification. It may also be noted that no action is required in case Unitholders are in agreement with the aforesaid changes, which shall be deemed as consent being given by them for the proposed changes.

In view of the above, relevant changes will be carried out in the SID, KIM and SAI of the abovementioned Scheme.

All other terms and conditions of the Scheme Information Document(s) / Key Information Memorandum(s) / Statement of Additional Information will remain unchanged.

This addendum forms an integral part of the Scheme Information Document (SID) / Key Information Memorandum (KIM) / Statement of Additional Information (SAI) of the schemes of Sundaram Mutual Fund as amended from time to time.

For Sundaram Asset Management Company Ltd
R Ajith Kumar
Company Secretary & Compliance Officer

Place: Chennai
Date: 09/08/2025.

For more information please contact:
Sundaram Asset Management Company Ltd
(Investment Manager to Sundaram Mutual Fund)
CIN: U93090TN1996PLC034615

Corporate Office: 1st & 2nd Floor, Sundaram Towers, 46, Whites Road, Royapettah, Chennai-14.
Contact No. (India) 1860 425 7237, (NRI) +91 40 2345 2215
www.sundarammutual.com
Regd. Office: No. 21, Patullos Road, Chennai 600 002.

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