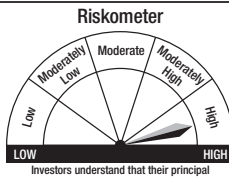
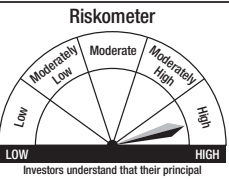


**NOTICE CUM ADDENDUM NO. 4 /2016**

**Change in the fundamental attributes of Baroda Pioneer PSU Equity Fund, an open ended equity scheme**

**NOTICE** is hereby given that the Board of Directors of Baroda Pioneer Asset Management Company Limited ("AMC"), investment manager to Baroda Pioneer Mutual Fund ("Mutual Fund") and Baroda Pioneer Trustee Company Private Limited, trustee to the Mutual Fund, have approved changes in the fundamental attributes of Baroda Pioneer PSU Equity Fund ("Scheme") as mentioned below. The existing and revised features of the Scheme are mentioned below for ready reference :

Sr. No.	Scheme features	Existing	Revised (effective October 3, 2016)* *October 1 and October 2, 2016 being non-business days																																									
1.	Name of scheme	Baroda Pioneer PSU Equity Fund	Baroda Pioneer Mid-cap Fund																																									
2.	Type of scheme	An open ended equity scheme	An open ended equity scheme																																									
3.	Product labelling	 <p><b>This Product is suitable for investors who are seeking*</b></p> <ul style="list-style-type: none"> <li>Growth in capital along with the liquidity over long term.</li> <li>Investment predominantly in equity stocks of domestic Public Sector Undertakings.</li> </ul> <p>*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.</p>	 <p><b>This Product is suitable for investors who are seeking*</b></p> <ul style="list-style-type: none"> <li>Capital appreciation over long term.</li> <li>Investment predominantly in equity and equity related securities of growth oriented mid-cap stocks.</li> </ul> <p>* Investors should consult their financial advisors if in doubt whether the product is suitable for them.</p>																																									
4.	Investment Objective	The primary investment objective of the Scheme is to provide investors with opportunities for long-term growth in capital along with the liquidity of an open ended scheme through an active management of investments in a diversified basket of equity stocks of domestic Public Sector Undertakings.	The primary objective of the Scheme will be to generate capital appreciation by investing predominantly in a diversified portfolio of equity and equity related securities of growth oriented mid cap stocks. However, there is no assurance or guarantee that the investment objective of the Scheme will be realized.																																									
5.	Asset Allocation pattern	<table border="1"> <thead> <tr> <th>Type of Instrument</th> <th>Normal Allocation (% of net assets)</th> <th>Risk Profile</th> </tr> </thead> <tbody> <tr> <td>Equity &amp; Equity related Instruments covered under the universe of Public Sector Undertakings including Derivatives*</td> <td>65-100</td> <td>Medium to High</td> </tr> <tr> <td>Debt &amp; Money Market Instruments</td> <td>0-35</td> <td>Low to Medium</td> </tr> </tbody> </table> <p>* Investment in derivatives may be made upto 50% of the net assets of the Scheme. The Scheme may take derivatives position based on the opportunities available subject to the guidelines issued by SEBI from time to time and in line with the overall investment objective of the Scheme. These may be taken to hedge the portfolio, rebalance the same or to undertake any other strategy as permitted under the SEBI Regulations. The Scheme shall not invest in equity linked debentures. The cumulative gross exposure through equity, debt and derivative positions shall not exceed 100% of the net assets of the Scheme.</p>	Type of Instrument	Normal Allocation (% of net assets)	Risk Profile	Equity & Equity related Instruments covered under the universe of Public Sector Undertakings including Derivatives*	65-100	Medium to High	Debt & Money Market Instruments	0-35	Low to Medium	<table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocation</th> <th rowspan="2">Risk Profile</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Equity &amp; Equity related instruments including derivatives* of mid-cap companies</td> <td>100%</td> <td>75%</td> <td>Medium to High</td> </tr> <tr> <td>Equity &amp; Equity related instruments including derivatives* of large cap/ small cap companies</td> <td>25%</td> <td>0%</td> <td>Medium to High</td> </tr> <tr> <td>Debt, money market instruments and cash</td> <td>25%</td> <td>0%</td> <td>Low to Medium</td> </tr> </tbody> </table> <p>*Investment in equity derivatives may be made up to 50% of the net assets of the Scheme. Large cap companies may be defined as stocks with market capitalization equal to or greater than the lowest market capitalization of the top 100 stocks listed on the Bombay Stock Exchange ("BSE"). Mid cap companies may be defined as stocks with market capitalization less than the lowest market capitalization of the top 100 stocks listed on the BSE. Small cap companies are defined as stocks with market capitalization less than the lowest market capitalization of the top 500 stocks listed on the BSE. The investment universe may also include Initial Public Offerings (IPOs), whose market capitalization would meet the above criteria. <b>Explanation :</b> Market capitalization of stocks listed on BSE as on July 31, 2016 for various cut offs is as follows :</p> <table border="1"> <thead> <tr> <th>BSE</th> <th>INR Crores</th> </tr> </thead> <tbody> <tr> <td>Largest Market Cap</td> <td>516,114.19</td> </tr> <tr> <td>Market Cap of 100<sup>th</sup> stock</td> <td>21,393.09</td> </tr> <tr> <td>Market Cap of 200<sup>th</sup> stock</td> <td>8,146.96</td> </tr> <tr> <td>Market Cap of 300<sup>th</sup> stock</td> <td>4,377.56</td> </tr> <tr> <td>Market Cap of 400<sup>th</sup> stock</td> <td>2,856.72</td> </tr> <tr> <td>Market Cap of 500<sup>th</sup> stock</td> <td>1,882.54</td> </tr> </tbody> </table> <p><b>Note:</b> The above market capitalization is indicative and is subject to change due to changes in market prices or fresh issuances. The Scheme may invest in ADRs/GDRs/IDRs/Foreign Securities upto 10% of its net assets subject to maximum of US\$ 300 million in the aggregate at the Mutual Fund level, as per the SEBI circular nos. SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007 and SEBI/IMD/CIR no.2/122577/08 dated April 8, 2008. The Scheme will not invest in securitized debt including foreign securitised debt. The Scheme will invest in debt instruments of investment grade and/or unrated debt securities. "Investment grade" means investment grade by a credit rating agency authorised to carry out such activity under the Regulations. The Scheme may take derivatives positions based on the opportunities available, subject to the guidelines issued by SEBI from time to time, and in line with the overall investment objective of the Scheme. These may be taken to hedge or rebalance the portfolio, or to undertake any other strategy as may be permitted under the Regulations from time to time. However, the Scheme does not intend to take any position in fixed income derivatives including interest rate swaps. The cumulative gross exposure through equity, debt and derivative positions shall not exceed 100% of the net assets of the Scheme. The Scheme does not intend to undertake/invest/engage in repos in corporate debt, Credit Default Swaps (CDS) transactions, short selling and stock lending, and equity linked debentures.</p>	Instruments	Indicative Allocation		Risk Profile	Maximum	Minimum	Equity & Equity related instruments including derivatives* of mid-cap companies	100%	75%	Medium to High	Equity & Equity related instruments including derivatives* of large cap/ small cap companies	25%	0%	Medium to High	Debt, money market instruments and cash	25%	0%	Low to Medium	BSE	INR Crores	Largest Market Cap	516,114.19	Market Cap of 100 <sup>th</sup> stock	21,393.09	Market Cap of 200 <sup>th</sup> stock	8,146.96	Market Cap of 300 <sup>th</sup> stock	4,377.56	Market Cap of 400 <sup>th</sup> stock	2,856.72	Market Cap of 500 <sup>th</sup> stock	1,882.54
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6.	Benchmark index	S&P BSE PSU Index	S&P BSE Mid-cap index																																									
7.	Fund managers and tenure of managing the Scheme	Mr. Dipak Acharya (Managing since inception of the scheme viz. October 4, 2010)	Mr. Sanjay Chawla and Mr. Dipak Acharya																																									
8.	Investment strategy	The key factors of the investment strategy of the scheme are as follows: 1. Identifying attractive opportunities on the basis of the government policies toward the sector, research report and overall economic conditions and spending in the development of the sectors by the Government towards industries in which Public Sector Undertakings exist. 2. Emphasis on stock selection. The stock selection will take into consideration of the following, (a) Fundamentals of the business, (b) Market Capitalisation (c) Industry structure, (d) Quality of management, (e) Sensitivity to economic factors, (f) Financial strength of the company and the key earnings drivers. 3. Top-down and Bottom-up approach: Sector weightage and stock selection within the sector. Top-down economic and market research provides a strategic direction for our sector allocation. Once we decide which sector we prefer and how overweight/underweight we should be on those sectors, we then focus on bottom-up stock selection to build up those weights. Our Equity analysts conduct bottom-up fundamental research into stocks including company meetings each year to assess management quality, competitive positioning and growth potential. 4. The portfolio will be sufficiently diversified by investing in number of Public Sector Undertakings without any restriction of market capitalization or sectors so as to reduce the risk of a concentrated portfolio.	The investment strategy of the Scheme is as follows : ➤ The Scheme portfolio will predominantly be a mid-cap portfolio across sectors and companies, which mitigates both concentration and liquidity risk. ➤ The Scheme will invest in equity and equity related instruments of medium and small enterprises of Indian corporates with high management credentials. Special focus will be given to strong corporate governance. ➤ Approach to investments would be to invest in long term compounding stories at reasonable price. Long-term horizon enables the portfolio to ride the economic/ business cycle and to overlook volatility in short term due to external factors. ➤ Portfolio construction would entail top down approach towards deciding sector weights benchmarked against the index. Global and domestic economic, fiscal, forex, commodity and various other parameters will be evaluated. Thereafter, the direction of both global and domestic economy will be ascertained along with its impact on various sectors. ➤ Bottom up approach is used for identifying companies within the sector. We actively follow GARP strategy (Growth At Reasonable Price) where companies with a potential of above sector growth, improving efficiency and lower valuations are identified and evaluated for investment. Companies trading at a discount to their intrinsic value and have potential to turn around along with the cycle or because of its internal strength are considered to be value picks. Various fundamental and valuation parameters are considered in terms of revenue, assets and efficiency for identifying sectors and scrips which involves sales growth, Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA) margin, Profit After Tax (PAT) margin, Price to Earnings (PE) ratio, Price to Book (PB) ratio, EV/EBITDA, Dividend Discount Model (DDM), economic value added, etc. ➤ Since this portfolio predominantly invests in mid cap stocks, the companies are likely to have a higher growth element due to their small size and potential for higher product penetration, increasing efficiency and improvement in cash flows.																																									
9.	Types of instruments in which the Scheme will invest	The Scheme shall invest in the following asset classes: a) Equity and Equity related Instruments covered under the universe of Public Sector Undertakings, including derivatives b) Debt Instruments – Central/ State Government Securities, PSU Bonds/ Corporate Debenture, c) Money market Instruments - Overnight Rates, Collateralized Borrowing & Lending Obligations (CBLO), Reverse Repo Agreement, Treasury Bills, Government Securities with a residual maturity of <1 year. Commercial Paper, Certificate of Deposits d) Derivatives The portfolio of this Scheme is intended to be specific to PSUs. PSUs have a significant role to play in the Indian economy. From widespread businesses like banking, telecom, engineering etc. to high priority & strategic areas like oil, gas, energy etc., PSUs cover a reasonably wide range of sectors/industries. The Scheme does not presently intend to invest in overseas securities.	Subject to the SEBI (Mutual Funds) Regulations, 1996, the corpus of the Scheme can be invested in any of the following securities: i. Equity and equity related securities including warrants carrying the right to obtain equity shares and convertible debentures. ii. Securities created and issued by the Central and State Governments and/or reverse repos in such Government Securities as may be permitted by RBI (including but not limited to coupon bearing bonds, zero coupon bonds and T-Bills). iii. Securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and T-Bills). iv. Debt issuances of domestic Government agencies and statutory bodies, which may or may not carry a Central/State Government guarantee. v. Corporate debt (of both public and private sector undertakings). vi. Debentures (of both public and private sector undertakings) including convertible, non-convertible and cumulative. vii. Term Deposits of banks (both public and private sector) and development financial institutions. viii. Debt and money market instruments (reverse repo, CBLO etc.) permitted by SEBI/RBI or in alternative investment for the call money market as may be provided by RBI to meet the liquidity requirements. ix. Certificate of Deposits (CDs). x. Commercial Paper (CPs). xi. Units of mutual fund schemes. xii. ADR / GDR / IDR / Foreign Securities as permitted by RBI / SEBI. xiii. Any other domestic fixed income securities as permitted by SEBI / RBI from time to time. xiv. Derivative instruments as may be permitted by SEBI/RBI. The securities/debt instruments mentioned above could be listed or unlisted, secured or unsecured, rated or unrated, and of varying maturity. The securities may be acquired through Initial Public Offerings, secondary market operations, private placement, rights offers or negotiated deals. The Scheme may also enter into repurchase and reverse repurchases in all securities held by them as per the guidelines and regulations applicable to such transactions except in repos in corporate debt securities. The above list is illustrative and not the exhaustive. All investments in the Scheme shall be made in accordance with the regulations and guidelines issued by SEBI, RBI, or any other regulatory authority.																																									

All other terms and conditions of the Scheme as mentioned in the Scheme Information Document (SID) and Key Information Memorandum (KIM) will remain unchanged.

**Pursuant to Regulation 18 (15A) of SEBI (Mutual Funds) Regulations, 1996, in case of change in the fundamental attribute of a scheme, an option is required to be provided to the unit holders of the scheme to exit at the prevailing Net Asset Value, without any exit load ("exit option").**

Since the above modifications would result in changes in the fundamental attributes of the Scheme, an exit option is being provided to the Unit Holders of the Scheme as on August 31, 2016 for a period of 30 (thirty) days, commencing from September 1, 2016 upto September 30, 2016 (both days inclusive).

Unit Holders who wish to exercise the exit option, may do so, by submitting a valid redemption / switch-out request at any of the Investor Service Centres of Karvy Computershare (Pvt.) Ltd., the Registrar and Transfer Agent of the Scheme, or at the Registered Office of Baroda Pioneer Asset Management Company Ltd. located at 501, Titanium, 5th floor, Western Express Highway, Goregaon (E), Mumbai – 400 063 or at the branch offices of the AMC located at Flat No. 103 & 104, First Floor, Prakash Deep Building, 7 Tolstoy Marg, New Delhi - 110 001 or at HP Complex, Flat No.12, 3rd Floor, Door No. 124/1,2 & 3 New No. 14, G. N. Chetty Road, T. Nagar, Chennai - 600 017. The applicable NAV for redemption will be based on the cut-off time of the Business Day when the redemption request is accepted. The redemption proceeds will be mailed/credited within 10 (ten) Business Days from the date of the receipt of valid redemption request.

It may, however, be noted that all requests for exit option received after September 30, 2016, shall be subject to the applicable exit load, in terms of the relevant details, as specified in the SID / KIM of the Scheme. Unit Holders should ensure that any change in address or pay-out bank details required by them, are updated in the Mutual Fund's records before exercising the exit option in line with the timelines as mentioned in the SID/ KIM.

It may be noted that the offer to exit is merely an option and is not compulsory. It may be further noted that in case Unit Holders do not have any objection to the said changes in the fundamental attributes of the Scheme, no action is required to be taken. Unit Holders who do not exercise the exit option within the aforesaid period would be deemed to have consented to the said changes in the fundamental attributes of the Scheme. Unit Holders who have pledged or encumbered their units will not have the option to exit unless they procure an effective release of their pledges / encumbrances prior to the submission of redemption / switch-out requests. Unit Holders are advised to consult their tax advisors on any tax consequences arising out of exercise of exit option. Unit Holders may note that the AMC will bear the Securities Transaction Tax, if any, on behalf of the Unit Holders in case they wish to exercise the exit option.

The Unit Holders of the Scheme are also being individually informed about the details of the said changes in the fundamental attributes of the Scheme through a separate written communication. In case of non-receipt of the written communication, Unit Holders may contact our toll free number 1800-2670-189 or visit our website www.barodapioneer.in.

This notice cum addendum forms an integral part of the SID and KIM of the Scheme. All the other terms and conditions of the SID and KIM of the Scheme shall remain unchanged.

**For Baroda Pioneer Asset Management Company Limited**  
sd/-  
Authorised Signatory

Place : Mumbai  
Date : August 29, 2016

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

For further details, kindly contact:  
Baroda Pioneer Asset Management Company Limited  
CIN : U65991MH1992PLC069414  
501, Titanium, 5th Floor, Western Express Highway, Goregaon (E),  
Mumbai - 400063. Visit us at : www.barodapioneer.in  
Email: info@barodapioneer.in, Tel. No.: 91 22 3074 1000  
Toll Free No.: 1800-2670-189

**BARODA PIONEER MUTUAL FUND**

