



Annexure -1

Illustration for Annexure on Fees and Charges

	Options I	Options ii	Options iii
The assumptions for the illustration are as follows:			
a. Size of sample portfolio:	Rs. 10 lacs	Rs. 10 lacs	Rs. 10 lacs
b. Period:	1 year	1 year	1 year
c. Hurdle Rate:	Nil Variable	12%	0%
d. Brokerage/ DP charges/ transaction charges: Weighted Avg (% of AUM levied in the past year/	0.28%	0.28%	0.28%
e. Upfront fee - applied in the beginning and for every corpus recd	0.50%	0.50%	0.50%
f. Management fee for every quarter (applied on Gross value assuming the gain or loss is uniform for every quarter of the year)	0.75%	0.50%	0.25%
g. Performance fee applied every year		20%	10%
h. Service tax and Ecess on charges & fees will be applicable.			

Portfolio performance : Gain of 20%

Nature of Fees	Amount in Rs.	Amount in Rs.	Amount in Rs.
Capital Contribution	1000000	1000000	1000000
Less: Upfront fees	5000	5000	5000
Assets under management	995000	995000	995000
Add: Profits on investment during the year @ 20% on AUM	199000	199000	199000
Gross Value of the portfolio at the end of the year	1194000	1194000	1194000
Less: Brokerage/DP /any other charges approx .3% of AUM	2985	2985	2985
Less: Management Fees (0.75%, .50% & .25% every quarter)	35820	23880	11940
Less: Performance fees - working given below	0	15920	19900
Total charges during the year	43805	47785	39825
Net value of the portfolio at the end of the year	1150195	1146215	1154175
% change over capital contributed	15.02	14.62	15.42

Calculation of Performance Fees for above

Serial	Nature of Fees	Amount in Rs.	Amount in Rs.	Amount in Rs.
A	Profit for the year	199000	199000	199000
B	Less: Minimum profit level (Hurdle Rate)	NA	119400	0
C	Amount on which Profit Sharing Fees to be calculated (A-B)	NA	79600	199000
D	Performance Fees Opt ii (@20% of C) Opt iii (10% of C)	NA	15920	19900

Portfolio performance : Loss of 20%

Nature of Fees	Amount in Rs.	Amount in Rs.	Amount in Rs.
Capital Contribution	1000000	1000000	1000000
Less: Upfront fees	5000.00	5000.00	5000.00
Assets under management	995000	995000	995000
Less: Loss on investment during the year @ 20% on AUM	199000	199000	199000
Gross Value of the portfolio at the end of the year	796000	796000	796000
Less: Brokerage/DP /any other charges approx .3% of AUM	2985	2985	2985
Less: Management Fees (0.75%, .50% & .25% every quarter)	23880	15920	7960
Less: Performance fees -	0	0	0
Total charges during the year	31865	23905	15945
Net value of the portfolio at the end of the year	764135	772095	780055
% change over capital contributed	-23.59	-22.79	-21.99

Portfolio performance : No Change

Nature of Fees	Amount in Rs.	Amount in Rs.	Amount in Rs.
Capital Contribution	1000000	1000000	1000000
Less: Upfront fees	5000	5000	5000
Assets under management	995000	995000	995000
Add : Profit/Loss on investment during the year @ 0% on AUM	0	0	0
Gross Value of the portfolio at the end of the year	995000	995000	995000
Less: Brokerage/DP /any other charges approx .3% of AUM	2985	2985	2985
Less: Management Fees (0.75%, .50% & .25% every quarter)	29850	19900	9950
Less: Performance fees -	0	0	0
Total charges during the year	37835	27885	17935
Net value of the portfolio at the end of the year	957165	967115	977065
% change over capital contributed	-4.28	-3.29	-2.29

Client Signature (with seal if required)

Place :

Date :

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