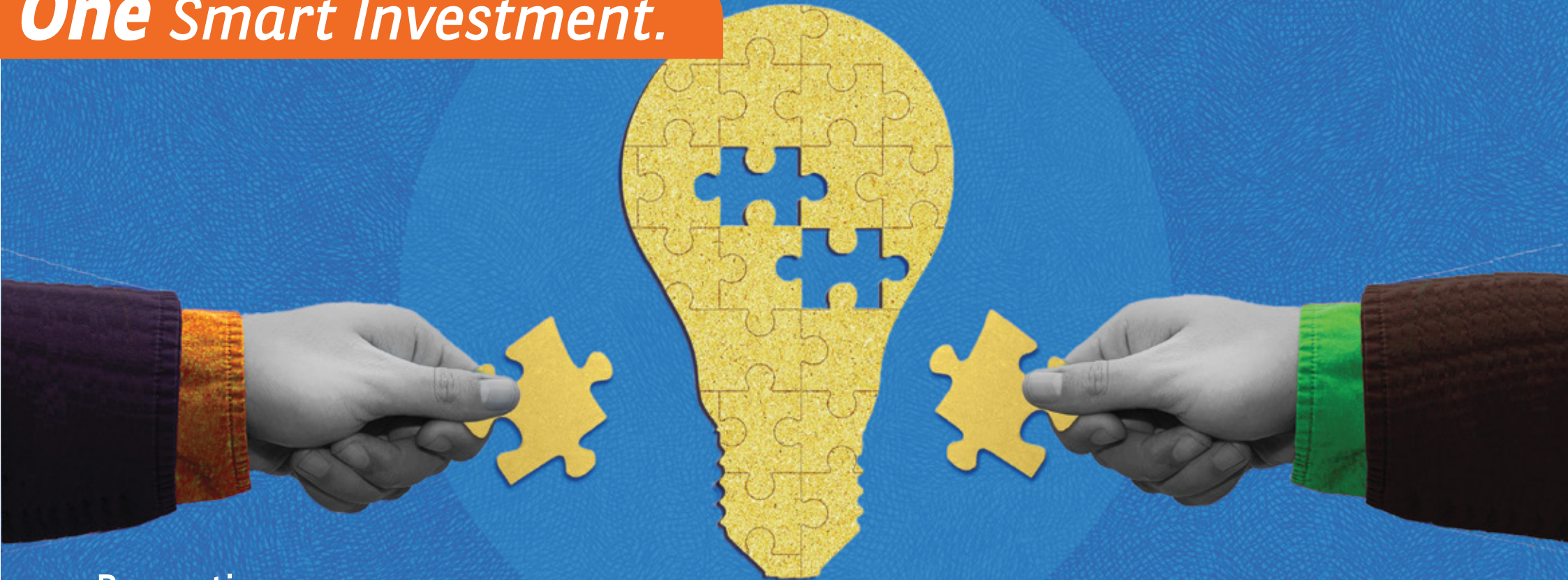


***Two Strategies,
One Smart Investment.***



Presenting

Baroda BNP Paribas Income Plus Arbitrage Active Fund of Funds

(An open ended fund of fund scheme predominantly investing in arbitrage and debt oriented schemes of Baroda BNP Paribas Mutual Fund)

NFO Period: 9th May to 21st May 2025



Underlying Funds in the FoF*

Baroda BNP Paribas Income Plus Arbitrage Fund of Funds will invest in:

Debt Funds (50-65%)

Minimum 50% of the allocations (maximum <65%)
in Units of Debt oriented schemes* of
Baroda BNP Paribas Mutual Fund and
Money Market Instruments,
subject to minimum 5% investment



Arbitrage Funds (30-50%)

The Scheme shall invest balance in
Baroda BNP Paribas Arbitrage fund.

* To know in detail about the other underlying debt schemes, please refer the Scheme Information Document.
For further details on asset allocation, investment strategy and risk factors of the Scheme please refer to SID available on our website (www.barodabnpparibasmf.in).
Investment strategy stated above may change from time to time and shall be in accordance with the investment objective and strategy stated in the SID of the scheme.

Scheme Positioning**

Investment Universe

Debt oriented Funds of
Baroda BNP Paribas Mutual Fund (60%)



Baroda BNP Paribas Corporate Bond Fund*

Baroda BNP Paribas Arbitrage Fund(40%)



Baroda BNP Paribas Arbitrage Fund*

*The portfolio manager would select a fixed income scheme or multiple fixed income schemes with differential weights based on their views on macro-economic variables, interest rates, credit environment, etc. Considering the current market conditions, the scheme intends to invest in the Baroda BNP Paribas Corporate Bond Fund. The Fund Manager may at its discretion invest in any other debt-oriented schemes of Baroda BNP Paribas Mutual Fund, based on market conditions, interest rate scenario and other related factors .

To know in detail about the other underlying debt schemes, please refer the Scheme Information Document.


**Current intended positioning

For further details on asset allocation, investment strategy and risk factors of the Scheme please refer to SID available on our website (www.barodabnp-paribasmf.in). Investment strategy stated above may change from time to time and shall be in accordance with the investment objective and strategy stated in the SID of the scheme.

Taxation Applicable

Holding Period	Debt Funds	Income Plus Arbitrage FoF
Upto 24 months	Investors Income Tax Slab rate	Investors Income Tax Slab rate
More than 24 months	Investors Income Tax Slab rate	12.5%

Surcharge as applicable + Health and Education Cess applicable at 4% on aggregate of base tax + surcharge. Investors are requested to take professional advice while making investment decisions. As announced in the Union Budget 2024.



Taxation FoFs: LTCG - 12.5% for Fund of Funds with debt allocation <65%**

Mutual Fund			
Type	Debt Scheme	Fund of Funds Scheme	
Classification	Tax Slab	STCG^(<24m)	LTCG^(>24m)
Rate	Slab Rate	Slab Rate	12.50%

Example				
Period	1 Year		2 Year	
Type of Scheme	Debt	Fund of Funds	Debt	Fund of Funds
Amount Invested	1,00,000	1,00,000	1,00,000	1,00,000
Return*	7%	7%	7%	7%
Value at Redemption	1,07,000	1,07,000	1,14,490	1,14,490
Tax Rate	30%	30%	30%	12.50%
Tax Liability at Redemption	2100	2100	4347	1811
Post Tax Value	1,04,900	1,04,900	1,10,143	1,12,679
Post Tax Return %	4.90%	4.90%	4.95%	6.15%

Gains are added to the investor's taxable income and taxed as per their tax slab. Assuming you are in the 30% tax slab. The above example is used to explain the tax calculation only and is not an indication of past/future performance. The above illustration does not account for Cess and surcharge in the tax calculation.

^Source: As Per New Finance Bill 2024, announced on 23rd July 2024. **Debt Allocation <65%, and held for >24 months.



Benefits of the Scheme



Diversification and Fund Selection

Investments in multiple
schemes across debt
and arbitrage category



Extra Layer of Professional Management

FoF and underlying
schemes related
double filter



Ease of Handling

Single NAV
for Mutual Fund
Investments

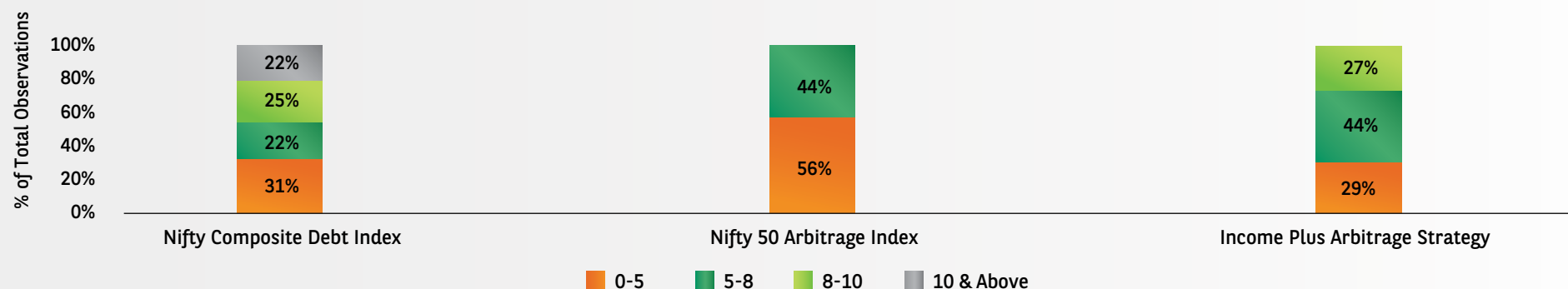


Tax Friendly

LTCG of 12.5%
and no tax impact on
investors on
rebalancing

Simulation of the Income Plus Arbitrage Strategy: 2 Year Rolling Returns

Frequency distribution of 2 year rolling returns



(2 Year Rolling CAGR)	Nifty Composite Debt Index		Income Plus Arbitrage Strategy	
	Pre Tax	Post Tax	Pre Tax	Post Tax
Mean	7.5%	5.3%	6.6%	5.7%
Median	7.9%	5.5%	6.6%	5.8%
Minimum	3.0%	2.1%	3.3%	2.9%
Maximum	13.1%	9.2%	9.8%	8.6%

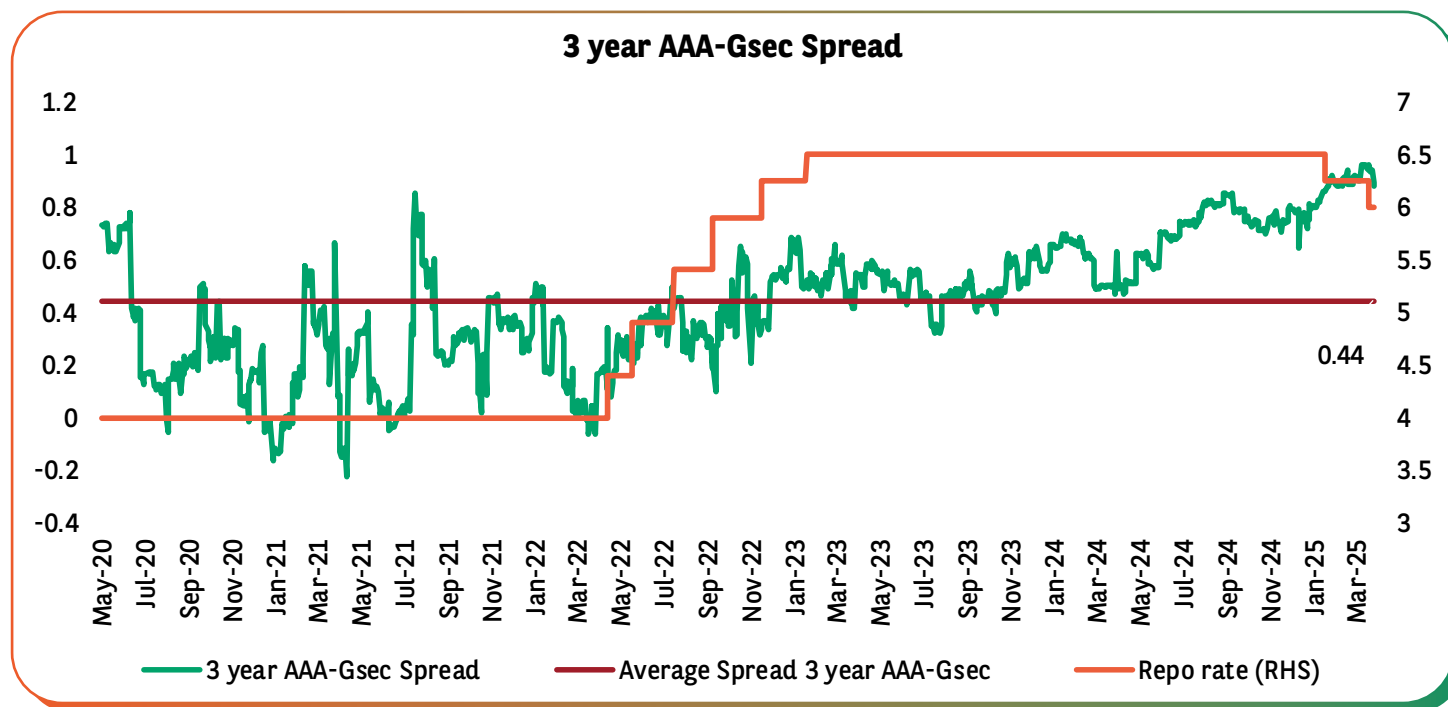
Income Plus Arbitrage Strategy yields better post tax returns than a pure debt index.

Source: MFI Explorer; Data as on April 25, 2025, Internal. Data for the period 01 Jan-18 to 31st March-25. Time period is chosen post implementation of SEBI's categorization circular. The 2 year rolling returns period coincides with the investment being considered for long term capital gains under the extant income tax rules. The above results are back tested and for illustration purposes only. Income Plus Arbitrage performance results are represented using a portfolio of 40% Nifty 50 Arbitrage Index & 60% Nifty Composite Debt Index. CAGR – Compounded Annual Growth Rate. **Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments.** These figures pertain to performance of the index / model and do not in any manner indicate the returns/performance of the Scheme. There is no assurance of any returns/capital protection/capital guarantee to the investors in this scheme of Baroda BNP Paribas Mutual Fund

Intended Positioning - BBNPP Corporate Bond Fund**

Baroda BNP Paribas Corporate Bond Fund is the underlying fund for debt allocation. Why ?

- ▶ Guiding principle of the fund aims to invest in AA+ and above rated corporate bonds.
- ▶ The fund operates majorly into highly rated space by, allocating minimum 85% in Sovereign/AAA/A1+ assets* of the portfolio.
- ▶ A declining interest rate regime with the spread opportunity, aligns with the fund positioning of the scheme.



The lowering of interest rates, current transition of banking system liquidity from deficit to surplus mode and current available elevated spreads in our view presents a compelling opportunity.



Source – Bloomberg, Data as on April 14, 2025

*as on April 30, 2025.

**Considering the current market conditions, the scheme intends to invest in the Baroda BNP Paribas Corporate Bond Fund. The Fund Manager may at its discretion invest in any other debt-oriented schemes of Baroda BNP Paribas Mutual Fund as listed in SID

Scheme Name	Baroda BNP Paribas Income Plus Arbitrage Active Fund of Funds														
Type of Scheme	An open-ended fund of fund scheme predominantly investing in arbitrage and debt-oriented schemes of Baroda BNP Paribas Mutual Fund														
Category	Hybrid Fund of Fund (FoF) - Income plus Arbitrage FoF														
Investment Objective	The primary objective of the Scheme is to offer regular income and capital appreciation through diversification of investments across debt and arbitrage schemes. The Scheme does not guarantee / indicate any returns. There is no assurance that the investment objective of the Scheme will be achieved.														
Asset Allocation	<table><thead><tr><th>Instruments</th><th>Minimum Allocation (% of Total Assets)</th><th>Maximum Allocation (% of Total Assets)</th></tr></thead><tbody><tr><td>Units of Debt oriented mutual fund schemes of Baroda BNP Paribas Mutual Fund</td><td>50</td><td>65</td></tr><tr><td>Units of Arbitrage scheme of Baroda BNP Paribas Mutual Fund</td><td>30</td><td>50</td></tr><tr><td>Money Market Instruments^</td><td>0</td><td>5</td></tr></tbody></table> <p>For complete details, please refer to SID available on our website (www.barodabnpparibasmf.in).</p>			Instruments	Minimum Allocation (% of Total Assets)	Maximum Allocation (% of Total Assets)	Units of Debt oriented mutual fund schemes of Baroda BNP Paribas Mutual Fund	50	65	Units of Arbitrage scheme of Baroda BNP Paribas Mutual Fund	30	50	Money Market Instruments^	0	5
Instruments	Minimum Allocation (% of Total Assets)	Maximum Allocation (% of Total Assets)													
Units of Debt oriented mutual fund schemes of Baroda BNP Paribas Mutual Fund	50	65													
Units of Arbitrage scheme of Baroda BNP Paribas Mutual Fund	30	50													
Money Market Instruments^	0	5													
Fund Manager~	Mr. Prashant Pimple (Total Experience 25 years), Mr. Neeraj Saxena (Total Experience 21 years)														
Benchmark	Nifty Composite Debt Index 60% + Nifty Arbitrage Index 40% TRI														
Load Structure & Expenses	Exit Load: Nil Maximum Total Expense Ratio (TER) -2% - Permissible under Regulation 52. Investors are requested to note that they will be bearing the recurring expenses of the fund of funds scheme in addition to the expenses of the underlying fund(s) in which the fund of funds scheme makes investment.														



^Money Market instruments include commercial papers, commercial bills, treasury bills, Government securities having an unexpired maturity up to one year, call or notice money, certificate of deposit, issuance bills, cash & cash equivalents and any other like instruments as specified by the Reserve Bank of India from time to time.

Risk Factors

Trading volumes and settlement periods may restrict liquidity in debt investments. Investment in Debt is subject to price, credit, and interest rate risk. The NAV of the Scheme may be affected, inter alia, by changes in the market conditions, interest rates, trading volumes, settlement periods and transfer procedures. The NAV may also be subjected to risk associated with tracking error. Risks associated with underlying schemes, including performance of their underlying securities will be applicable. Past performance may or may not be sustained in future and is not a guarantee of any future returns.

Please refer to Scheme Information Document available on our website (www.barodabnpparibasmf.in) for detailed Risk Factors, assets allocation, investment strategy etc.





Product Labelling

<p>Baroda BNP Paribas Income Plus Arbitrage Active Fund of Funds</p> <p>(An open ended fund of fund scheme predominantly investing in arbitrage and debt oriented schemes of Baroda BNP Paribas Mutual Fund)</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> ▶ Regular income and capital appreciation ▶ Investments in units of debt and arbitrage schemes. 	<p>Scheme Riskometer^^</p>  <p>Investors understand that their principal will be at Moderate risk.</p>	<p>Benchmark Riskometer</p>  <p>Benchmark riskometer is at Moderate risk.</p>
<p>^^Riskometer For Scheme: basis it's portfolio. AMFI Tier 1 Benchmark i.e: As per AMFI Tier 1 Benchmark i.e Nifty Composite Debt Index 60% + Nifty Arbitrage Index 40% - TRI</p>		

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

Offer of Units of Rs. 10 each for cash during the New Fund Offer (NFO) and Continuous Offer for Units at NAV based prices

^^ The above product labeling assigned during the NFO is based on internal assessment of the scheme characteristics or model portfolio and the same may vary post NFO when the actual investments are made. For latest riskometer, investors may refer to the Monthly Portfolios disclosed on the website of the Fund viz. www.barodabnpparibasmf.in

<p>Baroda BNP Paribas Corporate Bond Fund</p> <p>(An Open ended Debt Scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk scheme)</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> ▶ Capital appreciation and regular income in long term. ▶ Investment primarily in AA+ and above rated corporate bonds and the rest in debt and money market instruments. 	<p>Scheme Riskometer^^</p>  <p>Investors understand that their principal will be at Moderate risk.</p>	<p>Benchmark (Tier 1) Riskometer^</p>  <p>Benchmark riskometer is at Low to Moderate risk.</p>	<p>Baroda BNP Paribas Arbitrage Fund</p> <p>(An open ended scheme investing in arbitrage opportunities)</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> ▶ Wealth creation in long term. ▶ Investment in a diversified portfolio of equity and equity related instruments, including use of equity derivatives strategies and arbitrage opportunities with exposure in debt & money market instruments. 	<p>Scheme Riskometer^^</p>  <p>Investors understand that their principal will be at Low risk.</p>	<p>Benchmark (Tier 1) Riskometer^</p>  <p>Benchmark riskometer is at Low risk.</p>
<p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>		<p>^^Riskometer For Scheme: basis it's portfolio, ^Riskometer For Benchmark (CRISIL Corporate Debt A-II Index): basis it's constituents; as on April 30, 2025</p>		<p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>	
		<p>^^Riskometer For Scheme: basis it's portfolio, ^Riskometer For Benchmark (Nifty 50 Arbitrage Index): basis it's constituents; as on April 30, 2025</p>			

In the preparation of the material contained in this document, Baroda BNP Paribas Asset Management India Ltd. ("AMC") has used information that is publicly available, including information developed in-house. The AMC, however, does not warrant the accuracy, reasonableness and/or completeness of any information. This document may contain statements/opinions/recommendations, which contain words, or phrases such as "expect", "believe" and similar expressions or variations of such expressions that are "forward looking statements". Actual results may differ materially from those suggested by the forward looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, etc. The AMC (including its affiliates), Baroda BNP Paribas Mutual Fund ("Mutual Fund"), its sponsor / trustee and any of its officers, directors, personnel and employees, shall not liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this document in any manner. The recipient alone shall be fully responsible / liable for any decision taken based on this document. All figures and other data given in this document are dated and may or may not be relevant at a future date. Prospective investors are therefore advised to consult their own legal, tax and financial advisors to determine possible tax, legal and other financial implication or consequence of subscribing to the units of the schemes of Baroda BNP Paribas Mutual Fund . Past performance may or may not be sustained in the future. Please refer to the Scheme Information Document of the schemes before investing for details of the scheme including investment objective, asset allocation pattern, investment strategy, risk factors and taxation.

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